



Office of the Washington State Auditor
Pat McCarthy

Financial Statements and Federal Single Audit Report

Grant County

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

Published December 30, 2024

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

December 30, 2024

Board of Commissioners
Grant County
Ephrata, Washington

Report on Financial Statements and Federal Single Audit

Please find attached our report on Grant County's financial statements and compliance with federal laws and regulations.

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

Sincerely,

Pat McCarthy, State Auditor
Olympia, WA

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TABLE OF CONTENTS

Schedule of Findings and Questioned Costs.....	4
Schedule of Audit Findings and Responses.....	6
Schedule of Federal Award Findings and Questioned Costs.....	10
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	13
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance With the Uniform Guidance	16
Independent Auditor's Report on the Financial Statements.....	20
Financial Section.....	24
Corrective Action Plan for Findings Reported Under Uniform Guidance	76
About the State Auditor's Office.....	78

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Grant County January 1, 2023 through December 31, 2023

SECTION I – SUMMARY OF AUDITOR’S RESULTS

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

Financial Statements

We issued an unmodified opinion on the fair presentation of the County’s financial statements in accordance with its regulatory basis of accounting. Separately, we issued an adverse opinion on the fair presentation with regard to accounting principles generally accepted in the United States of America (GAAP) because the financial statements are prepared using a basis of accounting other than GAAP.

Internal Control over Financial Reporting:

- *Significant Deficiencies:* We identified 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 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, with the exception of the 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds on which we issued an adverse opinion on compliance with applicable requirements.

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

Identification of Major Federal Programs

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

<u>ALN</u>	<u>Program or Cluster Title</u>
14.228	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii
14.228	COVID 19 – Community Development Block Grants/State’s program and Non-Entitlement Grants in Hawaii
21.027	COVID 19 – Coronavirus State and Local Fiscal Recovery Funds

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

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

SECTION II – FINANCIAL STATEMENT FINDINGS

See Finding 2023-001.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

See Finding 2023-002.

SCHEDULE OF AUDIT FINDINGS AND RESPONSES

Grant County January 1, 2023 through December 31, 2023

2023-001 The County's internal controls over preparing its financial statements were inadequate for ensuring accurate reporting.

Background

County management, state and federal agencies, and the public rely on the information included in the financial statements and reports to make decisions. Management is responsible for designing, implementing and maintaining internal controls that provide reasonable assurance the County's financial statements, notes and required schedules are complete, reliable and presented in accordance with the *Budgeting, Accounting and Reporting System (BARS) Manual*.

Our audit found significant deficiencies in internal controls over financial reporting that hindered the County's ability to produce accurate financial statements. *Government Auditing Standards* requires our Office to communicate significant deficiencies as a finding.

Description of Condition

We found the following deficiencies in the County's internal controls over preparing its financial statements. When taken together, they represent a significant deficiency.

The County did not perform a detailed review of the financial statements, notes and schedules to ensure amounts it reported were consistent with the underlying accounting records and in accordance with the BARS Manual. Specifically, the County did not:

- Implement new BARS Manual changes, specifically over Subscription-Based Information Technology Arrangements (SBITAs)
- Adequately research accounting requirements to properly classify ending cash and investments
- Ensure financial statement balances agreed to the general ledger and fully reconciled to the bank statements

Cause of Condition

The County experienced turnover in the Chief Financial Officer (CFO) position in May 2024, near the reporting deadline of May 31, 2024. The former CFO prepared the financial statements and County staff did not dedicate sufficient time to perform a detailed review of the information before submitting the annual report. Additionally, the County is going through a system conversion process, which has required management to dedicate a lot of time to attending trainings.

Effect of Condition

The County's financial information contained errors that management did not detect. Specifically, the County:

- Did not report SBITA liabilities on the Schedule of Liabilities. As a result, the County underreported beginning balance, deductions and ending balance by \$1,430,410, \$356,296 and \$1,074,114, respectively. The County did not correct these errors.
- Incorrectly classified restricted cash and investments as assigned. As a result, the County underreported restricted cash and investments by \$9,789,333 and overreported assigned balance by the same amount in the mental health tax fund. The County subsequently corrected these errors.
- Underreported prior period adjustments by \$1,467,905 in the criminal justice construction fund. The County subsequently corrected this error.
- Incorrectly reported transfers between funds as these balances do not agree to the general ledger. As a result, the County:
 - Underreported transfers-in by \$1,260,521 and transfers-out by \$2,664,052 in the current expense fund
 - Overreported transfers-in and transfers-out by \$25,688 in the county road fund
 - Overreported transfers-in by \$852,750 in the American Rescue Plan Act fund
 - Underreported transfers-out by \$9,817,568 in the criminal justice construction fund

The County subsequently corrected these errors.

- Underreported deductions by about \$7,375,305 in the fiduciary funds. The County did not correct this error.

Our audit also identified other immaterial errors on the statements, notes and schedules.

Additionally, the County's additions and deductions were more than the bank statements for unexplained differences of \$23,950,227 and \$37,089,146, respectively; this is likely due to fiduciary activity between funds. Also, the County's ending cash and investments were less than the bank statements by a total of \$2,657,477.

Recommendation

We recommend the County adequately research new BARS reporting requirements to ensure it implements them correctly in the year they are applicable. We further recommend the County implement a detailed financial statement review process to ensure financial statements, notes and schedules are accurate, classified correctly, agree to underlying accounting records and are reported in accordance with accounting standards.

County's Response

Grant County and staff thank the State Auditor's Office for their time in conducting a thorough audit.

Unfortunately, staff turnover and transition of acquainted and well-versed personnel in key departments are contributing factors to the deficiencies noted. The County is committed to continuing to improve processes and procedures over internal controls and in making internal controls a priority by putting in place necessary policies and procedures to ensure all financial data is accurately prepared and reported.

New staff will receive training and familiarize itself with the entities operations to ensure significant financial errors do not occur in the future.

Auditor's Remarks

We thank the County for its cooperation and assistance during the audit and acknowledge its commitment to improve the condition described. We will review the status of this issue during our next audit.

Applicable Laws and Regulations

RCW 43.09.200 Local government accounting – Uniform system of accounting, requires the State Auditor to prescribe the system of accounting and reporting for all local governments.

The Budgeting, Accounting and Reporting System (BARS) Manual, 3.1.3, Internal Control, requires each local government to establish and maintain an effective system of internal controls that provides reasonable assurance that the government will achieve its objectives.

Government Auditing Standards, December 2011 Revision, paragraph 4.23 establishes reporting requirements related to significant deficiencies or material weaknesses in internal control, instances of fraud or abuse, and noncompliance with provisions of law, regulations, contracts, or grant agreements.

The American Institute of Certified Public Accountants defines significant deficiencies and material weaknesses in its *Codification of Statements on Auditing Standards*, section 265, Communicating Internal Control Related Matters Identified in an Audit, paragraph 7.

SCHEDULE OF FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Grant County January 1, 2023 through December 31, 2023

2023-002 The County did not have adequate internal controls for ensuring compliance with federal subrecipient monitoring requirements.

Assistance Listing Number and Title:	21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds
Federal Grantor Name:	U.S. Department of Treasury
Federal Award/Contract Number:	N/A
Pass-through Entity Name:	WA State Department of Commerce
Pass-through Award/Contract Number:	21-4619C-108
Known Questioned Cost Amount:	\$0
Prior Year Audit Finding:	N/A

Background

The purpose of the Coronavirus State and Local Fiscal Recovery Funds program is to respond to the COVID-19 pandemic's negative effects on public health and the economy, provide premium pay to essential workers during the pandemic, provide government services to the extent COVID-19 caused a reduction in revenues collected, and make necessary investments in water, sewer or broadband infrastructure. During 2023, the County spent \$8,167,780 in program funds. Of this, it passed through \$5,777,956 of the Washington State Department of Commerce's Eviction Rent Assistance program funding to three subrecipients.

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

Whenever the County passes on federal funding to subrecipients, federal regulations require it to monitor subrecipients to ensure they comply with the terms and conditions of the federal award. For this subaward, monitoring would include verifying the subrecipients only provided assistance to participants who met the program eligibility requirements. Further, subrecipient requirements require the County to verify whether the awardee received an audit if they expended more than \$750,000 in federal awards, and to follow up on any findings issued.

Description of Condition

Our audit found the County did not have internal controls in place to monitor its subrecipients, as federal regulations require. Specifically, the County did not obtain documentation from three subrecipients to ensure the program participants were eligible for the Eviction Rent Assistance Program from the Washington State Department of Commerce. Further, the County did not ensure it checked whether one subrecipient expended more than \$750,000 in federal awards or received an audit.

We consider this deficiency in internal controls to be a material weakness that led to material noncompliance.

Cause of Condition

During 2023, the County experienced turnover in the position responsible for performing subrecipient monitoring procedures, and it did not have procedures to ensure it performed the required monitoring.

Effect of Condition

The County did not monitor subrecipients to ensure they complied with the terms and conditions of the subaward and appropriately used federal program funds. Since the County did not monitor its subrecipients, it was unable to confirm only eligible households received assistance.

Further, without verifying a subrecipient received a single audit, the County would be unaware if any findings were issued relating to program requirements that would require follow-up.

Recommendation

We recommend the County establish procedures to perform monitoring activities, including verifying whether participants were eligible for services and ensuring subrecipients receive an audit as required by federal regulations.

County's Response

Grant County and staff thank the State Auditor's Office for their time in conducting a thorough audit.

Unfortunately, staff turnover and transition of acquainted and well-versed personnel in key departments are contributing factors to the deficiencies noted. The County is committed to continuing to improve processes and procedures over internal controls and in making internal controls a priority by putting in place necessary policies and procedures to ensure all grant contracts/agreements have internal controls identified and monitored.

The County will put in place a sub-recipient agreement/contract checklist to be completed at the department level. This checklist will provide internal controls to ensure all items for this type of agreement/contract have been met per Uniform Guidance. A review of the checklist to ensure all required items have been addressed will be performed annually, if not more frequently.

Auditor's Remarks

We thank the County for its cooperation and assistance during the audit and acknowledge its commitment to improve the condition described. We will review the status of this issue during our next audit.

Applicable Laws and Regulations

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

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

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

Title 2 CFR Part 200, Uniform Guidance, section 332, Requirements for passthrough entities, establishes the requirements for subrecipient monitoring and management requirements for pass through entities

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*

Grant County January 1, 2023 through December 31, 2023

Board of Commissioners
Grant County
Ephrata, 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 Grant County, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the County's financial statements, and have issued our report thereon dated December 23, 2024.

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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described above and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, we identified certain deficiencies in internal control, described in the accompanying Schedule of Audit Findings and Responses as Finding 2023-001, that we consider to be significant deficiencies.

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*.

COUNTY'S RESPONSE TO FINDINGS

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying Schedule of Audit Findings and Responses. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

PURPOSE OF THIS REPORT

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, this report is a matter of public record and its distribution is not limited. It also serves to disseminate information to the public as a reporting tool to help citizens assess government operations.

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

Pat McCarthy, State Auditor

Olympia, WA

December 23, 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

Grant County January 1, 2023 through December 31, 2023

Board of Commissioners
Grant County
Ephrata, Washington

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

Adverse and Unmodified Opinions

We have audited the compliance of Grant County, with the types of compliance requirements identified as subject to audit in the U.S. *Office of Management of Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the City'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.

Adverse Opinion on 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds

In our opinion, because of the significance of the matter described below, the County did not comply, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds for the year ended December 31, 2023.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major federal programs identified in the accompanying Schedule of Findings and Questioned Costs for the year ended December 31, 2023.

Basis for Adverse and Unmodified Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and 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). Our responsibilities under those standards and the 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 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 adverse and unmodified opinions on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Matter Giving Rise to Adverse Opinion on 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds

As described in the accompanying Schedule of Findings and Questioned Costs, and in Finding 2023-002, the County did not comply with the requirements regarding 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds for subrecipient monitoring requirements. Compliance with such requirements is necessary, in our opinion for the County to comply with the requirements applicable to the program.

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.

County's Response to Findings

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

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.

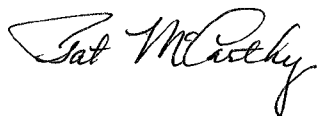
However, we identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Federal Award Findings and Questioned Costs as Finding 2023-002, that we consider to be a material weakness.

County's Response to Findings

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

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. However, this report is a matter of public record and its distribution is not limited. It also serves to disseminate information to the public as a reporting tool to help citizens assess government operations.



Pat McCarthy, State Auditor

Olympia, WA

December 23, 2024

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Grant County January 1, 2023 through December 31, 2023

Board of Commissioners
Grant County
Ephrata, Washington

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Unmodified and Adverse Opinions

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

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

As described in Note 1, the County has prepared these financial statements to meet the financial reporting requirements of state law and accounting practices prescribed by the State Auditor's *Budgeting, Accounting and Reporting System* (BARS) Manual. Those accounting practices differ from accounting principles generally accepted in the United States of America (GAAP). The differences in these accounting practices are also described in Note 1.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the cash and investments of Grant County, and its changes in cash and investments, for the year ended December 31, 2023, on the basis of accounting described in Note 1.

Adverse Opinion on U.S. GAAP

The financial statements referred to above were not intended to, and in our opinion, they do not, present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Grant County, as of December 31, 2023, or the changes in financial position or cash flows thereof for the year then ended, because of the significance of the matter discussed below.

Basis for Unmodified and Adverse Opinions

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

Matter Giving Rise to Adverse Opinion on U.S. GAAP

Auditing standards issued by the American Institute of Certified Public Accountants (AICPA) require auditors to formally acknowledge when governments do not prepare their financial statements, intended for general use, in accordance with GAAP. As described in Note 1 of the financial statements, the financial statements are prepared by the County in accordance with state law using accounting practices prescribed by the BARS Manual, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of state law and the BARS Manual described in Note 1. This includes determining that the basis of accounting is acceptable for the presentation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit;
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed;
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements;
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time; and
- We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the County's financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The Schedule of Liabilities is also presented for purposes of additional analysis, as required by the prescribed BARS manual. These schedules are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and

certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2024 on our consideration of the County's internal control over financial reporting and on the tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

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

December 23, 2024

FINANCIAL SECTION

Grant County January 1, 2023 through December 31, 2023

FINANCIAL STATEMENTS

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

SUPPLEMENTARY AND OTHER INFORMATION

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

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

		Total for All Funds (Memo Only)	001 CURRENT EXPENSE	101 COUNTY ROADS GENERAL	104 VETS ASSISTANCE
Beginning Cash and Investments					
308	Beginning Cash and Investments	239,170,176	20,851,853	11,214,956	234,696
388 / 588	Net Adjustments	88,084	14,065	-	(639)
Revenues					
310	Taxes	71,557,023	41,041,334	10,880,435	221,712
320	Licenses and Permits	1,541,726	1,513,126	28,600	-
330	Intergovernmental Revenues	32,411,787	6,942,001	12,537,281	206
340	Charges for Goods and Services	57,987,186	4,140,793	279,361	-
350	Fines and Penalties	1,056,948	1,052,448	-	-
360	Miscellaneous Revenues	12,456,007	5,850,931	21,830	7,070
Total Revenues:		177,010,677	60,540,633	23,747,507	228,988
Expenditures					
510	General Government	57,402,763	27,194,210	27,784	-
520	Public Safety	29,075,923	25,000,319	150,093	-
530	Utilities	3,707,518	-	-	-
540	Transportation	21,676,931	7,312	17,735,007	-
550	Natural/Economic Environment	2,364,108	1,053,958	-	-
560	Social Services	23,520,998	1,079,748	-	96,244
570	Culture and Recreation	2,816,655	2,749,886	-	-
Total Expenditures:		140,564,896	57,085,433	17,912,884	96,244
Excess (Deficiency) Revenues over Expenditures:		36,445,781	3,455,200	5,834,623	132,744
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	27,850,359	1,260,523	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	1,473,794	63,595	365,623	-
Total Other Increases in Fund Resources:		29,324,153	1,324,118	365,623	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	15,917,825	1,204,038	6,049,038	-
591-593, 599	Debt Service	6,594,243	45,713	8,571	-
597	Transfers-Out	27,595,081	2,664,054	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	391,109	51,000	10,000	-
Total Other Decreases in Fund Resources:		50,498,258	3,964,805	6,067,609	-
Increase (Decrease) in Cash and Investments:		15,271,676	814,513	132,637	132,744
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	106,231,345	-	11,347,608	339,716
50841	Committed	10,575,884	-	-	-
50851	Assigned	116,253,587	-	-	27,085
50891	Unassigned	21,469,185	21,680,431	-	-
Total Ending Cash and Investments		254,530,001	21,680,431	11,347,608	366,801

The accompanying notes are an integral part of this statement.

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

		105 EE GDR	106 HAVA 3	107 SHERIFF'S FORFEITURE ACCT	108 MENTAL HEALTH
Beginning Cash and Investments					
308	Beginning Cash and Investments	-	39,874	10,905	9,150,207
388 / 588	Net Adjustments	-	-	-	(35)
Revenues					
310	Taxes	-	-	-	5,981
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	914,049
340	Charges for Goods and Services	-	-	-	16,830,511
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	5,325	889	-	477,947
Total Revenues:		5,325	889	-	18,228,488
Expenditures					
510	General Government	-	10,443	-	16,527
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	16,367,462
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	10,443	-	16,383,989
Excess (Deficiency) Revenues over Expenditures:		5,325	(9,554)	-	1,844,499
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	2,000,000	-	-	409,657
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	14,374
Total Other Increases in Fund Resources:		2,000,000	-	-	424,031
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	7,200	-	109,721
591-593, 599	Debt Service	-	-	-	136,843
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	7,200	-	246,564
Increase (Decrease) in Cash and Investments:		2,005,325	(16,754)	-	2,021,966
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	2,005,325	23,120	10,905	9,789,333
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	1,382,804
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		2,005,325	23,120	10,905	11,172,137

The accompanying notes are an integral part of this statement.

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

		109 INET FORFEITURE ACCT	110 LAW LIBRARY	111 TREASURER'S O & M	113 ECONOMIC EN SIP
Beginning Cash and Investments					
308	Beginning Cash and Investments	325,609	15,850	128,750	3,837,191
388 / 588	Net Adjustments	-	-	23,187	-
Revenues					
310	Taxes	-	-	-	1,580,266
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	74,283	-	-	-
340	Charges for Goods and Services	-	28,669	118,964	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	406,533	-	-	22,500
Total Revenues:		480,816	28,669	118,964	1,602,766
Expenditures					
510	General Government	-	-	82,370	1,223,565
520	Public Safety	128,249	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	34,128	-	-
Total Expenditures:		128,249	34,128	82,370	1,223,565
Excess (Deficiency) Revenues over Expenditures:		352,567	(5,459)	36,594	379,201
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	100,450	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	55,000	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		100,450	-	55,000	-
Increase (Decrease) in Cash and Investments:		252,117	(5,459)	(18,406)	379,201
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	577,726	10,393	133,531	4,216,392
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		577,726	10,393	133,531	4,216,392

The accompanying notes are an integral part of this statement.

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

		114 TOURIST ADVERTISING	117 CRIM JUST SALES TAX	120 CRIME VICTIM COMP	121 LAW & JUSTICE
Beginning Cash and Investments					
308	Beginning Cash and Investments	761,151	-	593,367	880,163
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	6,741,146	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	77,524	1,125,803
340	Charges for Goods and Services	-	-	77,805	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	60,035	-	-
Total Revenues:		-	6,801,181	155,329	1,125,803
Expenditures					
510	General Government	-	-	120,183	6,672
520	Public Safety	-	-	-	1,406,704
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	432,469	-	-	-
560	Social Services	-	-	-	3,900
570	Culture and Recreation	-	-	-	-
Total Expenditures:		432,469	-	120,183	1,417,276
Excess (Deficiency) Revenues over Expenditures:		(432,469)	6,801,181	35,146	(291,473)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	450,000	9,821,055	-	50,452
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		450,000	9,821,055	-	50,452
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	45,353
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	761,151	5,802,262	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		761,151	5,802,262	-	45,353
Increase (Decrease) in Cash and Investments:		(743,620)	10,819,974	35,146	(286,374)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	17,530	10,819,974	628,513	593,789
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		17,530	10,819,974	628,513	593,789

The accompanying notes are an integral part of this statement.

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

		123 ERP	124 AUDITOR'S O & M	125 D D RESIDENTIAL	128 NEW HOPE
Beginning Cash and Investments					
308	Beginning Cash and Investments	-	519,837	960,338	204,572
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	432,963	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	42,581	-	1,840,349
340	Charges for Goods and Services	-	36,701	2,422,067	121,411
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	120,236	4,824	31,015	59,713
Total Revenues:		120,236	84,106	2,886,045	2,021,473
Expenditures					
510	General Government	168,955	50,499	3,522	1,355
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	2,592,888	2,218,130
570	Culture and Recreation	-	-	-	-
Total Expenditures:		168,955	50,499	2,596,410	2,219,485
Excess (Deficiency) Revenues over Expenditures:		(48,719)	33,607	289,635	(198,012)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	5,043,877	-	-	297,003
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		5,043,877	-	-	297,003
Other Decreases in Fund Resources					
594-595	Capital Expenditures	17,314	-	-	37,514
591-593, 599	Debt Service	257,606	-	7,178	115,884
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		274,920	-	7,178	153,398
Increase (Decrease) in Cash and Investments:		4,720,238	33,607	282,457	(54,407)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	553,444	-	-
50841	Committed	4,720,239	-	-	-
50851	Assigned	-	-	1,242,795	150,166
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		4,720,239	553,444	1,242,795	150,166

The accompanying notes are an integral part of this statement.

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

		129 AFFORDABLE HOUSING	133 ECONOMIC RURAL CO	134 LODGING TAX	135 EMERGENCY COMM
Beginning Cash and Investments					
308	Beginning Cash and Investments	460,571	4,327,436	808,312	5,749,845
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	322,988	1,975,332	1,223,778	4,978,793
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	537,251	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	3,760	-	173,280
Total Revenues:		860,239	1,979,092	1,223,778	5,152,073
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	2,381,844
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	387,953	-	252,985	-
560	Social Services	419,921	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		807,874	-	252,985	2,381,844
Excess (Deficiency) Revenues over Expenditures:		52,365	1,979,092	970,793	2,770,229
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	761,151	10,593
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	761,151	10,593
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	1,319,900	565,000	1,010,286
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	1,319,900	565,000	1,010,286
Increase (Decrease) in Cash and Investments:		52,365	659,192	1,166,944	1,770,536
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	512,937	4,986,629	1,975,255	7,520,382
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		512,937	4,986,629	1,975,255	7,520,382

The accompanying notes are an integral part of this statement.

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

		136 DISPUTE RES CENTER	137 OPIOID RESP	142 VESSEL REG. FEE	150 GC ABATEMENT
Beginning Cash and Investments					
308	Beginning Cash and Investments	1,290	-	133,858	167,944
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	17,180	-	-	86,244
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	240,670	-	-
Total Revenues:		17,180	240,670	-	86,244
Expenditures					
510	General Government	16,940	-	-	-
520	Public Safety	-	-	8,714	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	488
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		16,940	-	8,714	488
Excess (Deficiency) Revenues over Expenditures:		240	240,670	(8,714)	85,756
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	37,367	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	-	37,367	-
Increase (Decrease) in Cash and Investments:		240	240,670	(46,081)	85,756
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	1,530	240,670	87,778	-
50841	Committed	-	-	-	253,700
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		1,530	240,670	87,778	253,700

The accompanying notes are an integral part of this statement.

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

		190 GRANTS ADMINISTRATI ON	191 LOCAL FISCAL RECOVERY	192 AOC BLAKE DECISION	194 ARPA PILT
Beginning Cash and Investments					
308	Beginning Cash and Investments	(10,214)	16,661,848	37,487	923,225
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	7,330,044	-	35,788	923,225
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	-	-
Total Revenues:		7,330,044	-	35,788	923,225
Expenditures					
510	General Government	6,671,436	1,930,036	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	116,935	-	-	-
560	Social Services	742,705	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		7,531,076	1,930,036	-	-
Excess (Deficiency) Revenues over Expenditures:		(201,032)	(1,930,036)	35,788	923,225
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	2,668	-
Total Other Increases in Fund Resources:		-	-	2,668	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	454,869	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	29,663	-
Total Other Decreases in Fund Resources:		-	454,869	29,663	-
Increase (Decrease) in Cash and Investments:		(201,032)	(2,384,905)	8,793	923,225
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	14,276,943	46,280	1,846,450
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	(211,246)	-	-	-
Total Ending Cash and Investments		(211,246)	14,276,943	46,280	1,846,450

The accompanying notes are an integral part of this statement.

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

		203 G.O. BOND FUND 2007	205 MACC CONST BOND	207 MACC BOND RESERVE	208 Courthouse DEBT SERVICE
Beginning Cash and Investments					
308	Beginning Cash and Investments	-	854,581	300,371	-
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	22,586	979	-
Total Revenues:		-	22,586	979	-
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	-	-	-
Excess (Deficiency) Revenues over Expenditures:		-	22,586	979	-
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	852,750	1,010,286	-	467,150
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		852,750	1,010,286	-	467,150
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	280,000
591-593, 599	Debt Service	852,750	1,010,286	-	187,150
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		852,750	1,010,286	-	467,150
Increase (Decrease) in Cash and Investments:		-	22,586	979	-
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	-	-
50841	Committed	-	-	-	-
50851	Assigned	-	877,167	301,350	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		-	877,167	301,350	-

The accompanying notes are an integral part of this statement.

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

		211 CRIM JUSTICE DEBT SRV	304 MUSEUM CONSTRUCTIO N	307 MACC CONSTRUCTIO N FUND	309 COUNTY FAIR CAP PROJECT
Beginning Cash and Investments					
308	Beginning Cash and Investments	-	220,312	4,483	25,033
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	6,110	-
Total Revenues:		-	-	6,110	-
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	-	-	-
Excess (Deficiency) Revenues over Expenditures:		-	-	6,110	-
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	4,802,262	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		4,802,262	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	885,000	82,323	-	25,033
591-593, 599	Debt Service	3,917,262	-	-	-
597	Transfers-Out	-	-	10,593	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		4,802,262	82,323	10,593	25,033
Increase (Decrease) in Cash and Investments:		-	(82,323)	(4,483)	(25,033)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	-	-
50841	Committed	-	-	-	-
50851	Assigned	-	137,989	42	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		-	137,989	42	-

The accompanying notes are an integral part of this statement.

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

		310 R.E.E.T 1ST QTR	311 CRIM. JUST. CONST	312 ERP RESERVE	313 JAIL CONSTR BOND
Beginning Cash and Investments					
308	Beginning Cash and Investments	8,423,490	8,349,663	5,027,880	88,084,787
388 / 588	Net Adjustments	-	1,467,905	-	(1,467,905)
Revenues					
310	Taxes	2,152,295	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	9,687	-	-	-
340	Charges for Goods and Services	8,245	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	16,019	2,632,036
Total Revenues:		2,170,227	-	16,019	2,632,036
Expenditures					
510	General Government	21,724	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	32,641	-	-	-
Total Expenditures:		54,365	-	-	-
Excess (Deficiency) Revenues over Expenditures:		2,115,862	-	16,019	2,632,036
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	2,104,786	-	-	1,211,875
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	9,817,568	5,043,877	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		2,104,786	9,817,568	5,043,877	1,211,875
Increase (Decrease) in Cash and Investments:		11,076	(9,817,568)	(5,027,858)	1,420,161
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	8,434,567	-	-	-
50841	Committed	-	-	22	-
50851	Assigned	-	-	-	88,037,043
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		8,434,567	-	22	88,037,043

The accompanying notes are an integral part of this statement.

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

		401 SOLID WASTE LANDFILL	501 TECHNICAL SERVICES	503 INSURANCE	505 INTERFUND BENEFITS
Beginning Cash and Investments					
308	Beginning Cash and Investments	27,867,028	4,544,538	8,573	4,215,033
388 / 588	Net Adjustments	-	-	-	18,285
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	558,966	-	-	-
340	Charges for Goods and Services	6,700,402	4,504,527	4,339,640	11,329,417
350	Fines and Penalties	4,500	-	-	-
360	Miscellaneous Revenues	782,113	40	-	1,170,716
Total Revenues:		8,045,981	4,504,567	4,339,640	12,500,133
Expenditures					
510	General Government	-	3,970,875	4,339,640	11,230,259
520	Public Safety	-	-	-	-
530	Utilities	3,707,518	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	119,320	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		3,826,838	3,970,875	4,339,640	11,230,259
Excess (Deficiency) Revenues over Expenditures:		4,219,143	533,692	-	1,269,874
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	442,532	-	-	98,731
Total Other Increases in Fund Resources:		442,532	-	-	98,731
Other Decreases in Fund Resources					
594-595	Capital Expenditures	22,114	74,692	-	-
591-593, 599	Debt Service	-	55,000	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		22,114	129,692	-	-
Increase (Decrease) in Cash and Investments:		4,639,561	404,000	-	1,368,605
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	17,878,623	-	-	-
50841	Committed	-	-	-	5,601,923
50851	Assigned	14,627,965	4,948,538	8,573	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		32,506,588	4,948,538	8,573	5,601,923

The accompanying notes are an integral part of this statement.

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

		506 UNEMPLOYME NT COMP	508 OTHER PAYROLL BENEFITS	509 LEOFF 1 BENEFITS	510 EQ RENT & R GENERAL
Beginning Cash and Investments					
308	Beginning Cash and Investments	2,072,121	23,960	411,409	7,387,106
388 / 588	Net Adjustments	6,592	25,811	818	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	-	231,300	5,394,072
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	54,850	-	36,404	213,217
Total Revenues:		54,850	-	267,704	5,607,289
Expenditures					
510	General Government	125,365	60,620	129,783	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	3,860,720
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		125,365	60,620	129,783	3,860,720
Excess (Deficiency) Revenues over Expenditures:		(70,515)	(60,620)	137,921	1,746,569
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	113,600	500,000	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	285,513	-	200,758
Total Other Increases in Fund Resources:		-	399,113	500,000	200,758
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	1,978,433
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	300,446	-	-
Total Other Decreases in Fund Resources:		-	300,446	-	1,978,433
Increase (Decrease) in Cash and Investments:		(70,515)	38,047	637,921	(31,106)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	-	7,356,002
50841	Committed	-	-	-	-
50851	Assigned	2,008,198	87,818	1,050,148	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		2,008,198	87,818	1,050,148	7,356,002

The accompanying notes are an integral part of this statement.

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

		511 INTERFUND COMMUNICATI ON	560 PITS & QUAR GEN
Beginning Cash and Investments			
308	Beginning Cash and Investments	90,521	2,268,366
388 / 588	Net Adjustments	-	-
Revenues			
310	Taxes	-	-
320	Licenses and Permits	-	-
330	Intergovernmental Revenues	-	-
340	Charges for Goods and Services	-	782,626
350	Fines and Penalties	-	-
360	Miscellaneous Revenues	-	34,379
Total Revenues:		-	817,005
Expenditures			
510	General Government	-	-
520	Public Safety	-	-
530	Utilities	-	-
540	Transportation	-	73,892
550	Natural/Economic Environment	-	-
560	Social Services	-	-
570	Culture and Recreation	-	-
Total Expenditures:		-	73,892
Excess (Deficiency) Revenues over Expenditures:		-	743,113
Other Increases in Fund Resources			
391-393, 596	Debt Proceeds	-	-
397	Transfers-In	-	-
385	Special or Extraordinary Items	-	-
381, 382, 389, 395, 398	Other Resources	-	-
Total Other Increases in Fund Resources:		-	-
Other Decreases in Fund Resources			
594-595	Capital Expenditures	-	1,645,574
591-593, 599	Debt Service	-	-
597	Transfers-Out	90,521	-
585	Special or Extraordinary Items	-	-
581, 582, 589	Other Uses	-	-
Total Other Decreases in Fund Resources:		90,521	1,645,574
Increase (Decrease) in Cash and Investments:		(90,521)	(902,461)
Ending Cash and Investments			
50821	Nonspendable	-	-
50831	Restricted	-	-
50841	Committed	-	-
50851	Assigned	-	1,365,906
50891	Unassigned	-	-
Total Ending Cash and Investments		-	1,365,906

The accompanying notes are an integral part of this statement.

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

		Total for All Funds (Memo Only)	Private-Purpose Trust	Custodial	External Investment Pool Fund
308	Beginning Cash and Investments	251,913,226	-	28,798,175	223,115,051
388 & 588	Net Adjustments	(80)	-	(80)	-
310-390	Additions	799,016,243	11,505,198	734,395,205	53,115,840
510-590	Deductions	758,353,124	6,390,598	690,607,789	61,354,737
	Net Increase (Decrease) in Cash and Investments:	40,663,119	5,114,600	43,787,416	(8,238,897)
508	Ending Cash and Investments	292,576,264	5,114,600	72,585,510	214,876,154

The accompanying notes are an integral part of this statement.

Grant County
Notes to the Financial Statements
For the year ended December 31, 2023

Note 1 – Summary of Significant Accounting Policies

The County of Grant was incorporated on February 24, 1909, and operates under the laws of the state of Washington applicable to a county. The county is a general-purpose local government and provides public safety, road improvement, solid waste management, planning and zoning, cultural recreation, judicial administration, health and social services, and general administrative services.

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

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

A. Fund Accounting

Financial transactions of the government are reported in individual funds. Each fund uses a separate set of self-balancing accounts that comprises its cash and investments, revenues, and expenditures. The government's resources are allocated to and accounted for in individual funds depending on their intended purpose. Each fund is reported as a separate column in the

financial statements, except for fiduciary funds, which are presented by fund types. The total column is presented as “memo only” because any inter-fund activities are not eliminated. The following fund types are used:

Governmental Fund Types:

General Fund

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

Special Revenue Funds

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

Debt Service Funds

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

Capital Projects Funds

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

Proprietary Fund Types:

Enterprise Funds

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

Internal Service Funds

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

Fiduciary Fund Types:

Fiduciary funds account for assets held by the government in a trustee capacity, or as a custodian on behalf of others.

Investment Trust Funds

These funds are used to report fiduciary activities from the external portion of investment pools and individual investment accounts that are held in trust

Private-Purpose Trust Funds

These funds report all trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

Custodial Funds

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

B. Basis of Accounting and Measurement Focus

Financial statements are prepared using the cash basis of accounting and measurement focus.

Revenues are recognized when cash is received, and expenditures are recognized when paid.

The county does not recognize expenditures paid in the first twenty days after the close of the fiscal year for claims incurred during the previous period.

C. Cash and Investments

See Note 4 – Deposits and Investments.

D. Capital Assets

Capital assets are assets with an initial individual cost of more than \$4,999 and an estimated useful life of more than one year. Capital assets and inventory are recorded as capital expenditures when purchased.

E. Compensated Absences

Vacation leave may be accumulated up to an amount specified in Union Contracts and/or County policy and is payable upon separation or retirement. Sick leave may be accumulated up to 960 hours. Upon separation or retirement, employees receive limited compensation for unused sick leave. Payments are recognized as expenditures when paid.

F. Long-Term Debt

See Note 8 – Long-term Debt (Formerly Debt Service Requirements).

G. Restricted and Committed Portion of Ending Cash and Investments

Beginning and Ending Cash and Investments are reported as restricted or committed when it is subject to restrictions on use imposed by external parties or due to internal commitments established by the county commissioners. When expenditures that meet restrictions are incurred, the county intends to use the most restricted resources first.

Restrictions and commitments of Ending Cash and Investments consist of \$94,598,715.

FUND	FUND TITLE	RESTRICTION/COMMITMENT	AMOUNT
101	COUNTY ROAD	RCW 36.82.040, RCW 36.82.070, RCW 47.66.070, FEDERAL/STATE GRANTS	9,551,635
104	VETS ASSISTANCE	RCW 73.08.080	209,740
106	HAVA 3 ELECTIONS SECURITY	FEDERAL/STATE GRANTS	39,874
107	FED DRUG SEIZURES	RCW 69.50.505	10,905
109	STATE DRUG SEIZURES	RCW 09.41.098, RCW 46.61.5058, RCW 69.50.505	323,144
110	LAW LIBRARY	RCW 27.24.070	15,850
111	TREASURER'S O&M	RCW 84.56.020(10)	128,750
113	ECONOMIC ENHANCEMENT	RCW 82.14.370	3,837,191
114	TOURISM ADV	RCW 67.28.180	761,151
120	PA CRIME VICTIM	RCW 07.68.035, FEDERAL/STATE GRANTS	593,367
121	LAW & JUSTICE	RCW 82.14.310	880,163
124	AUDITOR'S O & M	RCW 36.22.170	519,837
129	AFFORDABLE HOUSING	RCW 36.22.178	460,571
133	ECON. ENHNCMNT - RURAL	RCW 82.14.370	4,327,436
134	LODGING TAX	RCW 67.28.180, FEDERAL GRANTS	808,312
135	EMERGENCY COMM.	RCW 82.14.420	5,703,099
136	COL. BASIN DESPUTE RES.	RCW 07.75.035	1,290
142	VESSEL REGISTRATION FEES	RCW 88.02.650	133,858
150	GC ABATEMENT FUND	RES. 21-131-CC	167,944
191	LOCAL FISCAL RECOVERY	FEDERAL GRANTS	16,661,848
192	AOC - BLAKE DECISION	STATE AWARDS	37,487
194	ARPA PILT	FEDERAL GRANTS	923,225
310	REET	RCW 82.45.180, RCW 82.46.010, RCW 82.46.035	8,423,490
311	CRIM. JUSTICE SALES TAX	RCW 82.14.340	8,349,063
312	COUNTY ERP SYSTEM	RES. 21-010-CC	5,027,880

401	SOLID WASTE	STATE AWARDS	15,008,944
510	EQUIPMENT RENTAL	RCW 36.33A.010	7,387,106
511	INTERFUND COMMUNICATIONS	RES. 21-40-CC	90,521
505	EMPLOYEE BENEFITS	RES. 18-014-CC	4,215,033
		TOTAL RESTRICTED/COMMITTED	94,598,715

Note 2 – Budget Compliance

The county adopts annual appropriated budgets for all funds. These budgets are appropriated at the fund level. The budget constitutes the legal authority for expenditures at that level. Annual appropriations for these funds lapse at the fiscal year-end.

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

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

Fund	Name	Budget	Actual	Variance
1	Current Expense	\$ 62,917,177	\$ 58,826,836	\$ 4,090,341
101	County Roads	\$ 27,494,050	\$ 24,006,166	\$ 3,487,884
103	Paths and Trails	\$ -	\$ -	\$ -
104	Veteran's Assistance	\$ 177,257	\$ 96,883	\$ 80,374
105	Employee GT&R			
106	HAVA 3 Elections Security	\$ 39,800	\$ 17,643	\$ 22,157
107	Sheriff Drug Seizures	\$ 5,000	\$ -	\$ 5,000
108	Mental Health/City View	\$ 21,010,175	\$ 16,758,887	\$ 4,251,288
109	INET Forfeiture	\$ 258,400	\$ 228,700	\$ 29,700
110	Law Library	\$ 38,250	\$ 34,127	\$ 4,123
111	Treasurer's O&M	\$ 170,000	\$ 114,183	\$ 55,817
112	Jail Concession	\$ 167,000	\$ 153,949	\$ 13,051
113	Economic Enhancement SIP	\$ 3,757,415	\$ 1,223,565	\$ 2,533,850
114	Tourist Advertising	\$ 1,260,856	\$ 1,193,621	\$ 67,235
115	Renew Computer Replacement Program	\$ -	\$ -	\$ -
116	Fair Grounds	\$ 2,243,665	\$ 2,047,810	\$ 195,856
117	Proposition 1 Sales Tax	\$ 5,801,663	\$ 5,802,262	\$ (599)
118	INET Criminal Investigation	\$ 19,251	\$ 19,251	\$ (0)
119	REET Admin - Assessor			
120	Crime Victims Comp.	\$ 163,309	\$ 120,183	\$ 43,126
121	Law & Justice	\$ 1,598,576	\$ 1,450,277	\$ 148,299
122	Turnkey Lighting	\$ 545	\$ 503	\$ 42
123	Dedicated Drug Court	\$ 2,004,500	\$ 443,875	\$ 1,560,625
124	Auditor's O&M	\$ 179,000	\$ 50,499	\$ 128,501
125	Developmental Disabilities Residential	\$ 2,967,900	\$ 2,603,588	\$ 364,312
126	Real Estate Excise Tax - 1st Qtr.	\$ 1,821,233	\$ 937,098	\$ 884,134
127	Trial Court Improvement	\$ 14,630	\$ 12,352	\$ 2,278
128	New Hope/Domestic Violence	\$ 2,380,078	\$ 2,372,883	\$ 7,195
129	Affordable Housing	\$ 140,000	\$ 78,506	\$ 61,494
130	Homeless Housing	\$ 897,000	\$ 419,921	\$ 477,079
131	Homeless Administration	\$ 50,000	\$ -	\$ 50,000
132	Real Estate Excise Tax - 2nd Qtr.	\$ 1,992,024	\$ 1,117,846	\$ 874,179
133	Economic Enhancement Rural	\$ 1,453,133	\$ 1,359,665	\$ 93,468
134	Lodging Tax	\$ 1,000,132	\$ 817,986	\$ 182,147
135	Emergency Communication Service	\$ 3,015,000	\$ 3,392,130	\$ (377,130)
136	Dispute Resolution	\$ 17,500	\$ 16,940	\$ 560
137	Opioid Settlement	\$ -	\$ -	\$ -
138	Building/Fire Marshal	\$ 1,415,835	\$ 1,225,185	\$ 190,650
139	Real Estate Excise Tax - Admin.	\$ 271,500	\$ 142,984	\$ 128,516
140	Sheriff Surplus	\$ 15,980	\$ 15,980	\$ 0
141	Affordable & Supportive Housing	\$ 328,000	\$ 309,447	\$ 18,553
142	Vessel Registration Fees	\$ 49,153	\$ 46,080	\$ 3,073
150	Abatement	\$ 20,000	\$ 488	\$ 19,512
161	Hillcrest CRID	\$ 6,814	\$ 6,809	\$ 5
190	Grant Administration	\$ 8,325,374	\$ 7,531,076	\$ 794,298
191	ARPA - Local Fiscal Recovery Funds	\$ 18,267,530	\$ 2,384,905	\$ 15,882,625
192	AOC - Blake Decision	\$ 1,048,206	\$ 29,663	\$ 1,018,543
193	ARPA - Lose Revenue	\$ 9,384,040	\$ -	\$ 9,384,040
194	ARPA - PILT	\$ 923,225	\$ -	\$ 923,225
203	2012 G.O. Fair Bond	\$ 852,700	\$ 852,750	\$ (50)
205	MACC Construction Bond	\$ 1,010,300	\$ 1,010,286	\$ 15
208	Courthouse Improvement Bond	\$ 467,150	\$ 467,150	\$ -
211	Crim Just Debt Srv Tax	\$ 4,802,263	\$ 4,802,262	\$ 1
304	Museum Construction	\$ 220,312	\$ 82,323	\$ 137,989
307	MACC Construction Expense	\$ 10,594	\$ 10,593	\$ 1
309	County Fair/Sewer Expense	\$ 45,774	\$ 25,033	\$ 20,741
311	Proposition 1 Sales Tax	\$ 8,349,663	\$ 8,349,663	\$ 0
312	ERP Reserve	\$ 5,043,877	\$ 5,043,877	\$ (0)
313	Jail Constr Bond	\$ 2,900,000	\$ 2,679,780	\$ 220,220
401	Solid Waste	\$ 9,202,554	\$ 3,848,953	\$ 5,353,601
501	Technology Services/Quadrennial	\$ 6,934,853	\$ 4,100,567	\$ 2,834,286
503	Insurance	\$ 4,349,640	\$ 4,339,640	\$ 10,000
504	Payroll Remits	\$ 22,918,600	\$ 21,548,471	\$ 1,370,129
505	Interfund Benefits	\$ 13,162,966	\$ 11,588,389	\$ 1,574,577
506	Unemployment Compensation	\$ 170,000	\$ 125,365	\$ 44,635
508	Other Payroll Benefits	\$ 404,500	\$ 362,752	\$ 41,748
509	LEOFF 1 Benefits	\$ 120,650	\$ 129,783	\$ (9,133)
510	Equipment Rental	\$ 7,227,100	\$ 5,839,152	\$ 1,387,948
511	Interfund Communication	\$ 90,521	\$ 90,521	\$ (0)
525	Interfund Benefits - Reserve	\$ -	\$ -	\$ -
560	Pits and Quarries	\$ 1,730,000	\$ 1,719,466	\$ 10,534
		\$ 275,124,192	\$ 214,427,524	\$ 60,696,667

Budgeted amounts are authorized to be transferred between object classes within departments; however, any revisions that alter the total expenditures of a fund, or that affect the number of authorized employee positions, salary ranges, hours, or other conditions of employment must be approved by the county's legislative body.

Note 3 – COVID-19 Pandemic

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

The county continues to receive federal grants and state awards resulting from the COVID-19 pandemic. The county is unable to estimate the continuation of such funding.

Note 4 – Deposits and Investments

Investments are reported at amortized cost. Deposits and investments by type at December 31, 2023 are as follows:

Type of deposit or investment	County's own deposits and investments	Deposits and investments held by the County as custodian for other local governments, individuals, or private organizations	Total
Bank deposits	\$ 741,811	\$ 820,920	\$ 1,562,731
Certificates of deposit	\$ 237,417	\$ 262,736	\$ 500,153
Local Government Investment Pool	\$ 68,424,813	\$ 75,721,803	\$ 144,146,616
U.S. Government Securities	\$ 186,509,021	\$ 214,387,744	\$ 400,896,765
Total	\$ 254,530,001	\$ 292,576,264	\$ 547,106,265

It is the county's policy to invest all temporary cash surpluses. The interest on these investments is prorated to the various funds.

All deposits and certificates of deposit are covered by the Federal Deposit Insurance Corporation and/or the Washington Public Deposit Protection Commission. All investments are insured, registered, or held by the county as its agent in the government's name.

Investments in the State Local Government Investment Pool (LGIP)

The county is a voluntary participant in the Local Government Investment Pool, an external investment pool operated by the Washington State Treasurer. The pool is not rated and not registered with the SEC. Rather, oversight is provided by the State Finance Committee in accordance with Chapter 43.250 RCW. Investments in the LGIP are reported at amortized cost, which is the same as the value of the pool per share. The LGIP does not impose any restrictions on participant withdrawals. The Office of the State Treasurer prepares a stand-alone financial

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

Investments in the County Investment Pool

The county is a voluntary participant in the county investment pool, an external investment pool operated by the County Treasurer. The pool is not rated or registered with the SEC. Rather; oversight is provided by the County Finance Committee in accordance with RCW 36.48.070. The county reports its investment in the pool at an amortized cost and treats accrued interest and amortization as an asset of the county pool.

The Investment Services Agreement for participants where the county treasurer is not their ex-officio treasurer could impose liquidity fees on participants who use the county pool for speculation and not for the purpose of a long-term investor.

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 would not be able to recover deposits or would not be able to recover collateral securities that are in the possession of an outside party. The county deposits and certificates of deposit are mostly covered by federal depository insurance (FDIC) or by collateral held in a multiple financial institution collateral pool administered by the Washington Public Deposit Protection Commission (PDPC).

All investments are insured, registered, or held by the county or its agent in the government's name.

Note 5 – Environmental and Certain Asset Retirement Liabilities

The Ephrata Landfill is located approximately three miles south of the city of Ephrata on the east side of Highway 28. An old, unlined landfill (original landfill) is situated on the north part of the landfill property. The city of Ephrata began operating the original landfill in approximately 1942 and owned and operated it until 1974. The County took over landfill operations in 1974 and now owns the original landfill. In 1975, approximately 2,350 drums containing industrial waste were brought to the Ephrata Landfill and stacked near the original landfill, which was still

being filled. The drums were covered as the original landfill was filled, and they were ultimately buried. Releases from the buried drums have contaminated part of a shallow, discontinuous, saturated zone called the P1 and, to a lesser degree, deeper underlying strata.

Nine interim remedial actions were completed at the Ephrata Landfill from 2006 through 2018:

- Potholing to confirm the buried drums and obtain samples for analysis in 2007.
- Removal and disposal of approximately 2,350 buried industrial waste drums and associated contaminated soil and liquids at the north end of the original landfill in 2008.
- Capping of the original landfill with a geomembrane cover system and construction of landfill gas and surface water control systems in 2008
- Extraction of contaminated groundwater on a seasonal basis from 2008 to 2011
- Light non-aqueous phase liquid (LNAPL) removal from two wells at times from 2010 through 2016
- Purchase of a residential parcel and modification of the water supply well by sealing the lower bore and installing a new monitoring well in 2012
- Removal of contaminated soil to bedrock in an area north of the original landfill in 2012, and, following the County purchase of the former Akerblade parcel, additional removal in 2017 and 2018
- Installation of new monitoring wells near the north landfill property line in 2016 in an area that had not been previously monitored.
- Installation of new multi-phase extraction wells and observation wells, groundwater and vapor treatment facilities, and an evaporation pond starting in 2016, followed by a pilot test of multi-phase extraction from a small area of the P1 zone in 2017.

The remedial investigation identified two discontinuous and low-transmissivity water-bearing zones and seven aquifers, aquitards, and formations related to the site. These are listed below from shallowest to deepest:

- P1 zone
- P2 zone
- Roza aquifer
- Interflow aquifer
- Outwash aquifer

- Ringold aquifer
- Frenchman Springs aquifer
- Vantage aquitard
- Grand Ronde formation

The remedial investigation also identified releases from the drums as a major contaminant source, along with other sources, including leachate from the original landfill, diffusion of volatile organic compounds from landfill gas, groundwater contaminant migration from a 20-foot-deep depression in the basalt surface beneath the original landfill (the Hole), and historic releases around the old scale and maintenance shop. Contaminant concentrations are high in the P1 and P2 zones in the area where the drums were, and LNAPL has been observed in the P1.

Two groundwater contaminant plumes originate from the above sources, as follows:

- The northerly plume starts in the Roza aquifer, beneath highly contaminated parts of the P1 and P2 zones. Contaminants in the P1 and P2 zones attenuate significantly as they migrate vertically to the underlying Roza aquifer, then offsite to the north. There is also migration to the deeper Interflow aquifer.
- The landfill plume is diffuse and underlies the original landfill, extending radially outward to the west, south, and east in the Interflow aquifer and eventually to the Outwash aquifer south of the original landfill.

Since the original landfill is now capped, and contaminated soil to the north has either been capped or removed to bedrock, LNAPL in the P1 and contaminated groundwater are now the focus of site cleanup.

The Ephrata Old Landfill site (also called Cell#1) is now the subject of a clean-up action under the Model Toxics Control Act (MTCA) and the county has been named by the Washington Department of Ecology as a responsible party for remediation. The cleanup is being administered under Agreed Order DE 3810 between the County, the City of Ephrata, and the Washington State Department of Ecology. The County has completed its obligation in providing a Remedial Investigation and Feasibility Study to the Department of Ecology. The Department of

Ecology has not approved the Final Cleanup Action Plan currently. Once the Final Cleanup Action Plan is approved the County will be able to update our liability reporting accordingly.

MTCA cleanup costs are based on the preferred cleanup alternative (Alternative 6) in the Revised Agency Draft Ephrata Landfill Feasibility Study (FS; Parametrix 2018). Modifications to the plan outlined in the FS are ongoing and changes will be reflected in the yearly updates of the Financial Assurance calculations.

The county recorded \$22,414,500 as pollution remediation liability (MTCA) on the Schedule of Liabilities. These amounts were updated in 2023 to values determined by the engineering firm. The amounts were last updated for inflation as of April 2023.

Note 6 – External Investment Pool

The External Investment Pool sponsored by the County was established in 1995. Revised Code of Washington (RCW) 36.29.022, 36.29.010, 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 External Investment Pool's investments are invested pursuant to the Revised Code of Washington. Any credits or payments to pool participants are calculated and made in a manner as required by RCW 36.29.024.

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

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

The interest or other earnings of income from the funds of any municipal corporation of which the governing body has not taken any action pertaining to the investment of funds and that have been invested in accordance with state statutes shall be deposited in the current expense fund of the county and may be used for general county purposes. The total amount of income from the External Investment Pool assigned to the County's general fund for the year was \$3,031,412. These investments made by the County Treasurer on behalf of the participants are involuntary participation in the County Treasurer's Investment Pool as they are required to be invested by statute.

Eighty-five percent of the County Treasurer's Pool consists of these involuntary participants. Voluntary participants in the County Treasurer's Pool include CBHP, WRCIP, SIAW, USIP, CIAW, Clerk Trust, Housing Authority, Cities-Coulee City, Ephrata, Moses Lake, Quincy, Royal City, Soap Lake, and Wilson Creek. The deposits held for both involuntary and voluntary entities are included in the External Investment Pool which is found in the Grant County Investment Pool.

The Treasurer also maintains Individual Investment Accounts, as directed by external depositors, which are invested pursuant to the Revised Code of Washington. This investment activity occurs separately from the County's Pool and is reported in the Individual Investment Trust Fund in the amount of \$500,000. Income from the specific investments acquired for the individual municipalities, and changes in the value of those investments, affect only the municipality for which they are acquired, and are aggregated in the Individual Investment Fund.

Note 7 - Leases

The county leases a building from Moore Furniture for \$3,477 per month under a lease agreement beginning in August 2022 and will end in July 2027.

The county leases a building from Eric Kornbilt for \$1,800 per month under a lease agreement beginning in March 2022 and will end in February 2024.

The county leases a building from Jose Rodriguez for \$1400 per month under a lease agreement beginning in May 2023 and will end in April 2025.

The county leases a building from Dave and Candie Canfield for \$3053 per month under a lease agreement beginning in September 2012 and will end in August of 2026. This lease has the

option to be terminated with 180 days' notice without penalty if the new Grant County Jail Project is completed prior to August 2026.

The county leases buildings from Mario & Cindy Padilla for a total of \$7,406 per month under a lease agreement beginning in August of 2022 and will end in July of 2029.

The county leases a building from Sandoval Rentals for \$1500 per month under a lease agreement beginning January 2023 and will end in December 2025.

The county leases fourteen copiers from Kelley Connect for a total of \$2,325 per month under various 5-year lease agreements.

The county leases a mailing machine from FP Mailing Solutions for \$94.15 per quarter under a 5-year lease agreement.

The county leases three mailing machines from Quadient for a total of \$3,479 per quarter under various 5-year lease agreements.

The total amount paid for leases in 2023 was \$314,184 As of December 31, 2023, the future minimum lease payments are as follows:

YEAR ENDED DEC. 2023	TOTAL
2024	\$282,831
2025	\$264,127
2026	\$226,118
2027	\$118,762
2028-2032	\$218,783
Total	\$1,110,621

Note 8 – Long-Term Liabilities

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

The debt service requirements for general obligation bonds, revenue bonds, and refunding are as follows:

YEAR	Principal	Interest	COMBINED
2024	\$ 2,569,000.00	\$ 4,562,772.00	\$ 7,131,772.00
2025	\$ 2,676,000.00	\$ 4,461,811.00	\$ 7,137,811.00
2026	\$ 2,786,000.00	\$ 4,355,968.00	\$ 7,141,968.00
2027	\$ 2,891,000.00	\$ 4,245,457.00	\$ 7,136,457.00
2028	\$ 2,145,000.00	\$ 4,130,464.00	\$ 6,275,464.00
2029	\$ 2,237,000.00	\$ 4,045,065.00	\$ 6,282,065.00
2030	\$ 2,329,000.00	\$ 3,955,600.00	\$ 6,284,600.00
2031	\$ 2,470,000.00	\$ 3,862,163.00	\$ 6,332,163.00
2032	\$ 2,580,000.00	\$ 3,750,262.00	\$ 6,330,262.00
2033	\$ 2,700,000.00	\$ 3,633,313.00	\$ 6,333,313.00
2034	\$ 2,820,000.00	\$ 3,510,862.00	\$ 6,330,862.00
2035	\$ 2,950,000.00	\$ 3,382,913.00	\$ 6,332,913.00
2036	\$ 2,615,000.00	\$ 3,248,962.00	\$ 5,863,962.00
2037	\$ 2,735,000.00	\$ 3,127,663.00	\$ 5,862,663.00
2038-2058	\$ 61,420,000.00	\$ 35,706,130.00	\$ 97,126,130.00
TOTAL	\$ 97,923,000.00	\$ 89,979,405.00	\$ 187,902,405.00

Other Long-Term Liabilities:

Landfill Closure and Post-Closure Liabilities:

The county has a long-term liability for the closure and post-closure of the Ephrata Old Landfill (old landfill, also called Cell #1) and the Ephrata New Landfill (new landfill, also called Cell #2). Although the old landfill and the new landfill occupy different areas of a single parcel in Grant County, they are distinct solid waste management units and are regulated separately.

The landfill liability values are based on the financial assurance computations provided in the New Ephrata Landfill - 2022 Financial Assurance Demonstration (New Landfill FA; Parametrix 2022), Old Ephrata Landfill - 2022 Financial Assurance Demonstration (Old Landfill FA; Parametrix 2022), and Addendum to the Old Landfill FA.

Ephrata Old Landfill: The old landfill stopped receiving waste in 2004 and the final closure cover was completed in 2008.

Landfill post-closure costs are based on the Ephrata Old Landfill Updated Post-Closure Plan (Post-Closure Plan; Parametrix 2020) and Ephrata New Landfill Closure/Post-Closure Plan Addendum No. 1 (Addendum; Parametrix 2021). Post-Closure care for the old landfill is assumed to continue through 2052 per the Post-Closure Plan.

- Annual Post-Closure Care: \$107,222
- Total Post-Closure Care: \$3,373,891
- Total Remaining Liability: \$3,373,891

Costs are presented in April 2022 dollars. The Engineering News-Record National Construction Cost Index was used to escalate previously calculated costs to April 2022 dollars.

Ephrata New Landfill: The new landfill opened in 2004 and consists of four phases. As of 2023, phases one, two, and three are open with phase four in the design stage (not constructed).

The closure and post-closure plans' cost calculations are provided in the Ephrata New Landfill Closure/Post-Closure Plan (Closure Plan; Parametrix 2020). Post-closure care of the new landfill is assumed to continue until 2066 but the end date will be re-evaluated over time.

- Closure: \$7,235,100
- Annual Post-Closure Care: \$87,300
- Total Liability: \$9,854,100

Costs are presented in April 2023 dollars. The Engineering News-Record National Construction Cost Index was used to escalate previously calculated costs to April 2023 dollars.

Note 9 – Other Disclosures

Grant Funding: Federal and state grants provided 12% of the county's revenue in 2023. Grants are subject to annual audit examinations which include compliance with granting agency terms and provisions, as well as pertinent federal and state regulations. Failure to adequately comply with these provisions could result in the loss of funding and/or a requirement to repay funds to the respective granting agency. Disallowed expenditures cannot be determined at this time, although it is expected that such amounts, if any, will be immaterial.

Consolidation of Funds:

To comply with GASB 54 fund reporting requirements, the County included the Beginning and Ending fund balance and all Revenue and Expenditure transactions of all Special Revenue funds that are accounted for separately in managerial funds.

Noxious Weed Board:

The Grant County Noxious Weed Board is a separate governmental entity. Grant County's financial reports do not reflect any of the Noxious Weed Boards' financial activities. Grant County provides financial services for the Noxious Weed Board including collecting, holding, and investing all Noxious Weed Board's funds, the County also processes the Noxious Weed Boards' Account Payables and Payroll. The day-to-day operations of the Noxious Weed Board are conducted by the County Weed Coordinator under the direction of a County Commission-appointed Board of Directors. The Weed Board is granted its authority within Washington State Law R.C.W. 17.10. The Weed Board has directed the Noxious Weed Department Staff to conduct R.C.W. 17.10 Laws using a combination of education and enforcement to control noxious weeds on their private or agency property.

Multi-Agency Communications Center:

Multi-Agency Communications Center is a separate governmental entity. Grant County issued 9.5 million dollars in bonds on behalf of MACC in December 2010. The proceeds of the Bonds were used for a portion of the costs of the electronics infrastructure and acquisition of public safety communications equipment for the Multi-Agency Communications Center (MACC) and MACC facilities (the MACC projects) and paying the costs related to the issuance of the bonds. MACC's 1/10 of 1% sales tax is the pledge for repayment.

Blake Decision:

In *State v. Blake*, 197 Wn.2d 170, 173 (2021), the Washington Supreme Court invalidated Washington's simple drug possession statute. The effect of this decision is to render void all such convictions dating back to 1971. Under due process, all penalties, fines, and restitution ("legal financial obligations" or "LFOs") ordered in connection with simple possession convictions must be refunded. Shortly after the Blake decision, a putative class action was filed by the Civil Survival Project ("CSP") against King County, Snohomish County, and the State of Washington seeking a refund of LFOs and other unspecified damages. The obligation to refund LFOs is not disputed, but the question of whether refunds are the responsibility of the County, or the State is in dispute. The counties believe that this is exclusively a state liability. The Blake decision invalidates at least 54,000 convictions in superior court dating back to 1971 and implicates at least \$9.5 million in refunds of LFOs related to criminal convictions for simple drug possession obtained for the State of Washington out of King County. The State of Washington has rejected a tender of the CSP matter from the counties. In the Fall of 2021, the

CSP class action lawsuit was dismissed with prejudice. The plaintiffs have filed an appeal that is unlikely to be resolved until 2023. King County and numerous counties along with the Washington Association of Counties have filed suit against the State to both enforce the tender of any Blake-related suits and to ensure that Blake-related liabilities belong to the State, not the counties. The Washington Legislature has provided ample funding thus far for the County to process vacations and refund LFOs on behalf of the state, including additional funding for FY 2023 and proviso language that suggests an ongoing state responsibility.

Jail Construction:

In August 2022, the county issued a Limited Tax General Obligation Bond in the amount of \$81,535,000 pursuant to chapters 36.67, 39.36, and 39.46 Revised Code of Washington and pursuant to Resolution No. 22-070-CC, adopted by the Board of County Commissioners on July 12, 2022. During 2023, The County did not expend any funds towards construction.

The Bonds are limited tax general obligations of the County. The County has covenanted and agreed irrevocably that it will include in its budget and levy an *ad valorem* tax upon all the property within the County subject to taxation without a vote of the people in an amount that will be sufficient, together with all other revenues and money of the County legally available for such purposes, to pay the principal of and interest on the Bonds as the same become due. The County has irrevocably pledged that such tax will be within and as a part of the tax permitted to counties without a vote of the people.

The proceeds of the bond will be used to pay the costs of acquisition, construction, and equipping of the new jail facility of the County and other capital improvements (the "Project"), and to pay the costs of issuance and sale of the Bonds. Per the schedule of General Obligations bond debt service Grant County will complete repayment of the bond in 2057.

MATURITY SCHEDULE

Grant County - Outstanding Bonds - Annual Principal & Interest Payments		
as of December 31, 2023		
COMBINED ANNUAL		COMBINED PRINCIPAL & INTEREST
Year	Debt Service	Remaining
2024	7131772	187902405
2025	7137811	180770633
2026	7141968	173632822
2027	7136457	166490854
2028	6275464	159354397
2029	6282065	153078933
2030	6284600	146796868
2031	6332163	140512268
2032	6330262	134180105
2033	6333313	127849843
2034	6330862	121516530
2035	6332913	115185668
2036	5863962	108852755
2037	5862663	102988793
2038-2058	97126130	97126130
TOTAL	187902405	

Continuing Litigation:

Evans Craven and Lackie are defending Grant County in the tort case Redwine, et al. v. Bylin, et al. Grant County is a listed defendant based on a theory of negligent design, construction, and maintenance of the intersection where the vehicular collision at issue in this case occurred. The case is currently in the discovery phase. Plaintiffs claim \$18 million in damages. Grant County's insurance may cover up to \$15 million.

Evans Craven and Lackie are defending Grant County in the tax assessment case, H5 Data Centers LLC v. Grant County. This is a tax valuation case. It is just the beginning of the discovery phase. H5 claims they are owed approximately \$110,000 in refunds.

Evans Craven and Lackie are defending Grant County in another tax assessment case, Intergate Quincy LLC, et al. v. Grant County. This also is a tax valuation case. It is just the beginning of the discovery phase. Intergate Quincy claims they are owed approximately \$2,111,000 in refunds.

Note 10 - Other Postemployment Benefits

The LEOFF 1 Retiree Medical Plan is a closed, single-employer, defined-benefit OPEB plan administered by the county as required by RCW 41.26.150. The plan pays for 100% of eligible retirees' healthcare costs on a pay-as-you-go basis. As of December 31, 2023, the plan had fifteen members, all retirees, paid \$214,845 in benefits during the fiscal year, and has a total OPEB liability of \$6,590,968.

Note 11 – Pension Plans

A. State Sponsored Pension Plans

Substantially all county full-time and qualifying part-time employees participate in the following statewide retirement systems administered by the Washington State Department of Retirement Systems (DRS), under cost-sharing, multiple-employer public employee defined benefit and defined contribution retirement plans (Public Employees' Retirement System (PERS), Public Safety Employees' Retirement System (PSERS), Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF)).

The State Legislature establishes, and amends, laws pertaining to the creation and administration of all public retirement systems.

The Department of Retirement Systems, a department within the primary government of the State of Washington, issues a publicly available Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information for each plan.

The DRS ACFR may be downloaded from the DRS website at www.drs.wa.gov.

LEOFF Plan 1

The county also participates in LEOFF Plan 1. The LEOFF Plan 1 is fully funded and no further employer contributions have been required since June 2000. If the plan becomes underfunded, funding of the remaining liability will require new legislation. Starting on July 1, 2000, employers and employees contribute zero percent.

LEOFF Plan 2

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

Volunteer Fire Fighters' and Reserve Officers' Relief and Pension Fund (VFFRPF)

The county also participates in the Volunteer Fire Fighters' and Reserve Officers' Relief and Pension Fund (VFFRPF) administered by the State Board for Volunteer Fire Fighters and Reserve Officers. Detailed information about the plan is included in the State of Washington ACFR available from the Office of Financial Management website at www.ofm.wa.gov.

At June 30, 2023 (*the measurement date of the plans*), the county's proportionate share of the collective net pension liabilities (assets), was as follows:

	Employer Contributions	Allocation %	Liability (Asset)
PERS 1	\$ 1,544,329	0.226630%	\$ 5,173,356
PERS 2/3	\$ 2,380,626	0.270765%	\$ (11,097,799)
PSERS 2	\$ 190,042	0.377436%	\$ (400,229)
LEOFF 1	\$ -	0.027846%	\$ (826,476)
LEOFF 2	\$ 352,177	0.156026%	\$ (3,742,437)
VFFRPF	\$ 30	0.020000%	\$ (3,433)

Only the net pension liabilities are reported on the Schedule of Liabilities.

Note 12 – Property Tax

The county treasurer acts as an agent to collect property tax levied in the county for all taxing authorities. Collections are distributed at the end of each month.

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

The county's regular levy for the year 2023 was \$1.2492486612 per \$1,000 on an assessed valuation of \$17,245,973,307 for a total regular levy of \$21,549,506.06.

The county is also authorized to levy up to \$1.4766829800 per \$1,000 of assessed valuation in unincorporated areas for road construction and maintenance. The county's road levy for 2021 was \$1.5821778450 per \$1,000 on an assessed valuation of \$6,449,474,661 for a total road levy of \$10,264,165.28.

Note 13 – Risk Management

Grant County is a member of the Washington Rural Counties Insurance Program (WRCIP). Chapter 48.62 RCW authorizes the governing body of any one or more governmental entities to form together into or join a program or organization for the joint purchasing of insurance, and/or joint self-insuring, and/or joint hiring or contracting for risk management services to the same extent that they may individually purchase insurance, self-insure, or hire, or contract for risk management services. An agreement to form a pooling arrangement was made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The program was formed on September 1, 1998, when three counties in the state of Washington joined together by signing an Interlocal Agreement to pool their self-insured losses and jointly purchase insurance and administrative services. As of November 30, 2021, membership includes ten members in the program.

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

The program acquires reinsurance through its administrator, Clear Risk Solutions. Liability coverage is purchased to an aggregate limit of \$45,000,000 with a self-insured retention (SIR) of \$250,000. Members are responsible for a \$1,000 to \$10,000 deductible for each claim, while the program is responsible for the \$250,000 SIR. Since the program is a cooperative program, there is joint liability among the participating members toward the sharing of the \$250,000 SIR, in addition to the deductible. The program also purchases a Stop Loss Policy as another layer of protection for its membership, with an attachment point of \$1,779,592 which is fully funded in its annual budget.

Property insurance is subject to a per occurrence SIR of \$250,000. Members are responsible for a \$1,000 to \$10,000 per-occurrence deductible. The program bears the \$250,000 SIR, in addition to the deductible.

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

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

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

The program is funded by its member participants and has no employees. Claims are filed by members/brokers with Clear Risk Solutions, who have been contracted to perform program administration, underwriting, claims adjustment, and loss prevention for the program. Fees paid to the third-party administrator under this arrangement for the policy year ending December 1, 2023, were approximately \$1.2 million.

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

NOTE 14 – Accounting Changes and Error Corrections

During fiscal year 2023, the County identified errors that were corrected through prior period corrections. The most significant correction was approximately \$1.5 million related to funds expensed between 2020 and 2022 for our new jail construction project. These funds were initially recorded in fund 311; however, management decided these funds would be more appropriately recorded in fund 313 – New Jail Bond Fund.

In addition, the County made the following insignificant corrections due to correction of errors:

	12/31/2022 Cash/Investment Balance As previously reported	Change in accounting principle	Change to or within the financial reporting entity	Error correction	12/31/2022 Cash/Investment Balance As restated/adjusted
001-CURRENT EXPENSE	\$ 20,851,853.00	\$ -	\$ -	\$ 14,065.00	\$ 20,865,918.00
505-INTERFUND BENEFITS	\$ 4,215,033.00	\$ -	\$ -	\$ 117,016.00	\$ 4,332,049.00
509-LEOFF 1 BENEFITS	\$ 411,409.00	\$ -	\$ -	\$ 818.00	\$ 412,227.00
108-MENTAL HEALTH	\$ 9,150,207.00	\$ -	\$ -	\$ (35.00)	\$ 9,150,172.00
508-OTHER PAYROLL BENEFITS	\$ 23,960.00	\$ -	\$ -	\$ 25,811.00	\$ 49,771.00
111-TREASURER'S O & M	\$ 128,750.00	\$ -	\$ -	\$ 23,187.00	\$ 151,937.00
104-VETS ASSISTANCE	\$ 24,956.00	\$ -	\$ -	\$ (639.00)	\$ 24,317.00
665-Weed Districts	\$ 121,538.00	\$ -	\$ -	\$ 166.00	\$ 121,704.00

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

ID. No.	Description	Due Date	Beginning Balance	Additions	Reductions	Ending Balance
General Obligation Debt/Liabilities						
251.11	LTGO BOND 2014 (MACC)	12/1/2038	7,345,000	-	25,000	7,320,000
251.11	LTGO REFUNDING BONDS 2015	12/1/2027	3,810,000	-	700,000	3,110,000
251.11	LTGO BOND 2016 (COURTHOUSE)	12/1/2035	4,670,000	-	280,000	4,390,000
251.11	LTGO REFUNDING BOND 2017 (MACC)	12/1/2030	5,034,000	-	581,000	4,453,000
251.11	LTGO BOND 2022 (JAIL CONSTRUCTION)	12/1/2057	79,535,000	-	885,000	78,650,000
Total General Obligation Debt/Liabilities:			100,394,000	-	2,471,000	97,923,000
Revenue and Other (non G.O.) Debt/Liabilities						
259.12	COMPENSATED ABSENCES		3,746,486	-	19,845	3,726,641
263.22	LIABILITIES FOR LANDFILL CLOSURE AND POST CLOSURE	12/1/2067	13,227,991	1,322,799	-	14,550,790
263.93	ENVIRONMENTAL LIABILITIES	12/1/2053	18,056,800	4,357,700	-	22,414,500
263.57	EQUIPMENT		96,722	709,608	90,260	716,070
263.57	BUILDINGS		921,404	133,273	224,043	830,634
264.30	NET PENSION LIABILITY		6,448,483	-	1,275,127	5,173,356
264.40	OPEB LIABILITY		6,716,792	-	125,824	6,590,968
Total Revenue and Other (non G.O.) Debt/Liabilities:			49,214,678	6,523,380	1,735,099	54,002,959
Total Liabilities:			149,608,678	6,523,380	4,206,099	151,925,959

Grant 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 Dept of Commerce)	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	22-62210-005	116,935	-	116,935	116,935	1, 2 & 4
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Children's Advocacy Center of Washington)	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	20-6221C-111	354,771	-	354,771	354,771	1, 2 & 4
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Children's Advocacy Center of Washington)	COVID 19 - Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	20-6221C-174	28,377	-	28,377	-	1, 2 & 4
Total ALN 14.228:				500,083	-	500,083	471,706	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA State Dept of Commerce)	COVID 19 - Emergency Solutions Grant Program	14.231	20-4613C-100	478,196	-	478,196	478,196	1, 2 & 4

The accompanying notes are an integral part of this schedule.

Grant 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 Subcontracted Hopesource)	Youth Homelessness Demonstration Program	14.276	WA0490Y0T01 2100	71,090	-	71,090	-	1, 2 & 4
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA Department of Commerce)	Youth Homelessness Demonstration Program	14.276	23-46306-009	28,112	-	28,112	-	1, 2 & 4
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Subcontracted Hopesource)	Youth Homelessness Demonstration Program	14.276	WA0490Y0T01 2201	23,493	-	23,493	-	1, 2 & 4
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA Department of Commerce)	Youth Homelessness Demonstration Program	14.276	24-46306-009	8,029	-	8,029	-	1, 2 & 4
Total ALN 14.276:				130,724	-	130,724	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via Washington State Patrol)	National Criminal History Improvement Program (NCHIP)	16.554	K18819	22,233	-	22,233	-	1, 2 & 4

The accompanying notes are an integral part of this schedule.

Grant 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		
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Department of Commerce)	Crime Victim Assistance	16.575	F19-31219- 476_AMENDED	82,292	-	82,292	-	1, 2 & 4
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Department of Commerce)	Crime Victim Assistance	16.575	F20-31219-401	61,622	-	61,622	-	1, 2 & 4
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Department of Social & Health Services)	Crime Victim Assistance	16.575	2263-43332	135,759	-	135,759	-	1, 2 & 4
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Department of Commerce)	Crime Victim Assistance	16.575	F20-31219-401	57,228	-	57,228	-	1, 2 & 4
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Department of Social & Health Services)	Crime Victim Assistance	16.575	2363-48961	147,024	-	147,024	-	1, 2 & 4
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Department of Commerce)	Crime Victim Assistance	16.575	24-31310-165	157,911	-	157,911	-	1, 2 & 4
			Total ALN 16.575:	641,836	-	641,836	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	Treatment Court Discretionary Grant Program	16.585		-	82,836	82,836	-	1, 2 & 4

The accompanying notes are an integral part of this schedule.

Grant 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		
OFFICE ON VIOLENCE AGAINST WOMEN, JUSTICE, DEPARTMENT OF (via WA DEPARTMENT OF COMMERCE)	Violence Against Women Formula Grants	16.588	F22-31103-041	15,240	-	15,240	-	1, 2 & 4
OFFICE ON VIOLENCE AGAINST WOMEN, JUSTICE, DEPARTMENT OF (via WA Department of Commerce)	Violence Against Women Formula Grants	16.588	F22-31103-040	15,416	-	15,416	-	1, 2 & 4
OFFICE ON VIOLENCE AGAINST WOMEN, JUSTICE, DEPARTMENT OF (via WA Department of Commerce)	Violence Against Women Formula Grants	16.588	F22-31103-040	17,729	-	17,729	-	1, 2 & 4
Total ALN 16.588:				48,385	-	48,385	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Dept. of Commerce)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	F20-31440-204	180,782	-	180,782	-	1, 2 & 4
US DEPARTMENT OF JUSTICE (via Washington State Patrol)	Crime Victim Assistance	16.U01	K19066	19,441	-	19,441	-	1, 2 & 4
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Department of Transportation)	Highway Planning and Construction	20.205	LA10125-2/LA- 101318-2/LA- 10364-2/LA- 10057-2	7,089,554	-	7,089,554	-	1, 2 & 4
Highway Safety Cluster								

The accompanying notes are an integral part of this schedule.

Grant 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 HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA STATE TRAFFIC SAFETY COMMITTEE)	State and Community Highway Safety	20.600	2023-HVE-4696 -REGION 15 TARGET ZERO TASK FORCE	24,549	-	24,549	-	1, 2 & 4
Total Highway Safety Cluster:				24,549	-	24,549	-	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA State Dept of Commerce)	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	21-4619C-108	5,777,956	-	5,777,956	5,777,956	1, 2, 3 & 4
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027		-	2,384,905	2,384,905	-	1, 2, 3 & 4
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via Subcontracted Hopesource)	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	24-4619D-106	4,919	-	4,919	-	1, 2, 3 & 4
Total ALN 21.027:				5,782,875	2,384,905	8,167,780	5,777,956	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via DEPARTMENT OF SOCIAL & HEALTH SERVICES)	Child Support Services	93.563	75-1501-0-1- 609	89,784	-	89,784	-	1, 2, 3 & 4

The accompanying notes are an integral part of this schedule.

Grant 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 Department of Social & Health Services)	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2263-43332	31,500	-	31,500	-	1, 2 & 4
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Department of Social & Health Services)	COVID 19 - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2112-31239	25,823	-	25,823	-	1, 2 & 4
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Department of Social & Health Services)	COVID 19 - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2263-43066	31,091	-	31,091	-	1, 2 & 4
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Department of Social & Health Services)	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2363-48961	30,095	-	30,095	-	1, 2 & 4
Total ALN 93.671:				118,509	-	118,509	-	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via BEACON)	Block Grants for Community Mental Health Services	93.958	MHBG	111,541	-	111,541	-	1, 2 & 4

The accompanying notes are an integral part of this schedule.

Grant 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 BEACON)	Block Grants for Community Mental Health Services	93.958	MHBG FFS	23,791	-	23,791	-	1, 2 & 4
				135,332	-	135,332	-	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority)	COVID 19 - Block Grants for Prevention and Treatment of Substance Abuse	93.959	K5536	78,353	-	78,353	-	1, 2 & 4
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	K3919	175,857	-	175,857	-	1, 2 & 4
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority)	COVID 19 - Block Grants for Prevention and Treatment of Substance Abuse	93.959	K6946-01	163,771	-	163,771	-	1, 2, 3 & 4

The accompanying notes are an integral part of this schedule.

Grant 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 BEACON)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	SAFE SYRINGE	8,532	-	8,532	-	1, 2, 3 & 4
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via BEACON)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	SABG	29,038	-	29,038	-	1, 2, 3 & 4
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via BEACON)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	SABG- FFS	8,376	-	8,376	-	1, 2, 3 & 4
Total ALN 93.959:				463,927	-	463,927	-	
EXECUTIVE OFFICE OF THE PRESIDENT, EXECUTIVE OFFICE OF THE PRESIDENT (via HIDTA)	High Intensity Drug Trafficking Areas Program	95.001	G23NWW0015A	69,021	-	69,021	-	1, 2 & 4
U.S. COAST GUARD, HOMELAND SECURITY, DEPARTMENT OF (via WA STATE PARKS COMMISSION)	Boating Safety Financial Assistance	97.012	MLE-123-404	14,932	-	14,932	-	1, 2 & 4

The accompanying notes are an integral part of this schedule.

Grant 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 FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF)	Emergency Food and Shelter National Board Program	97.024	#8035	8,403	-	8,403	-	1, 2, 3 & 4
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF)	Emergency Food and Shelter National Board Program	97.024	8040	10,800	-	10,800	-	1, 2, 3 & 4
Total ALN 97.024:				19,203	-	19,203	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Washington State Military Department)	Hazard Mitigation Grant	97.039	D20-015	6,111	-	6,111	-	1, 2 & 4
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Washington State Military Department)	Emergency Management Performance Grants	97.042	E22-261	11,721	-	11,721	-	1, 2 & 4

The accompanying notes are an integral part of this schedule.

Grant 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 Washington State Military Department)	Emergency Management Performance Grants	97.042	E23-204	43,858	-	43,858	-	1, 2 & 4
		Total ALN 97.042:			55,579	-	55,579	-
		97.067	E21-106	47,654	-	47,654	-	1, 2 & 4
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Washington State Military Department)	Homeland Security Grant Program	97.067	E23-094	15,059	-	15,059	-	1, 2 & 4
		Total ALN 97.067:			62,713	-	62,713	-
		Total Federal Awards Expended:			15,953,769	2,467,741	18,421,510	6,727,858

The accompanying notes are an integral part of this schedule.

Grant County

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

Note 1 – Basis of Accounting

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

Note 2 – Federal De Minimis Indirect Cost Rate

The county has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3 - Indirect Costs

The county used a grantor directed 8% indirect cost rate for the following grants. The total amount expended from these grants was \$19,600.16. The breakdown of total indirect costs is included below:

ALN	INDIRECT COSTS	INDIRECT COST RATE
93.243	2,721.26	8%
93.788	8,529.93	8%
93.959	8,154.98	8%
97.024	193.99	3.33%

Note 4 – Program Costs

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the county's portion, are more than shown. Such

expenditures are recognized following, as applicable, either the cost principles in the OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, or 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.



Grant County
Office of The
Board of County Commissioners
P O Box 37
Ephrata WA 98823
(509) 754-2011

CORRECTIVE ACTION PLAN FOR FINDINGS REPORTED UNDER UNIFORM GUIDANCE

Grant County
January 1, 2023 through December 31, 2023

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

Finding ref number: 2023-001	Finding caption: The County's internal controls over preparing its financial statements were inadequate for ensuring accurate reporting.
Name, address, and telephone of County contact person: Mandy Kim, Chief Financial Officer; 35 C St NW #2, Ephrata, WA 98823; (509) 754-2011	
Corrective action the auditee plans to take in response to the finding: <i>The County will ensure staff receives training to properly report financial data.</i>	
Anticipated date to complete the corrective action: 12.31.2024	

Finding ref number: 2023-002	Finding caption: The County did not have adequate internal controls for ensuring compliance with federal subrecipient monitoring requirements.
Name, address, and telephone of County contact person: Mandy Kim, Chief Financial Officer; 35 C St NW #2, Ephrata, WA 98823; (509) 754-2011	
Corrective action the auditee plans to take in response to the finding: <i>The County will ensure staff receives appropriate training and tools necessary to implement controls that address the finding, specifically identifying when sub-recipient monitoring is required and making sure that it happens.</i>	
Anticipated date to complete the corrective action: 12.31.2024	

ABOUT THE STATE AUDITOR'S OFFICE

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

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

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

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

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

The results of our work are available to everyone through the more than 2,000 reports we publish each year on our website, www.sao.wa.gov. Additionally, we share regular news and other information via an email subscription service and social media channels.

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