

# **Washington State Auditor's Office**

## **Accountability Audit Report**

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### **Fidalgo Pool and Fitness Center District Skagit County**

Report Date  
**October 23, 2007**

**Report No. 73779**

Issue Date  
**December 31, 2007**



WASHINGTON  
**BRIAN SONNTAG**  
STATE AUDITOR



**Washington State Auditor  
Brian Sonntag**

December 31, 2007

Board of Commissioners  
Fidalgo Pool and Fitness Center District  
Anacortes, Washington

***Report on Accountability***

Please find attached our report on the Fidalgo Pool and Fitness Center District's accountability and compliance with state laws and regulations and its own policies and procedures.

Sincerely,

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

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**Skagit County**  
**October 23, 2007**

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# Audit Summary

## **Fidalgo Pool and Fitness Center District Skagit County October 23, 2007**

### ***ABOUT THE AUDIT***

This report contains the results of our independent accountability audit of the Fidalgo Pool and Fitness Center District.

We performed audit procedures to determine whether the District complied with state laws and regulations and its own policies and procedures. We also examined District management's accountability for public resources. Our work focused on specific areas that have potential for abuse and misuse of public resources.

Areas examined during the audit were selected using financial transactions from January 1, 2004, through December 31, 2006.

### ***RESULTS***

The District complied with state laws and regulations and its own policies and procedures in the areas we examined. Internal controls were adequate to safeguard public resources.

### ***CLOSING REMARKS***

We thank District officials and personnel for their assistance and cooperation during the audit.

# Description of the District

## **Fidalgo Pool and Fitness Center District Skagit County October 23, 2007**

### ***ABOUT THE DISTRICT***

The Fidalgo Pool and Fitness Center District provides a swimming pool and physical fitness services to residents of the Fidalgo Island area in Skagit County. The District is governed by an elected, five-member Board of Commissioners. Initially, the District was formed as a parks and recreation district in 1972 by voter approval. It is now a separate municipal corporation not affiliated with the city of Anacortes or Skagit County.

The District employs approximately 45 full- and part-time staff members. Its main sources of revenues are derived from property taxes and user fees, amounting to \$644,772 in 2004, \$635,618 in 2005 and \$620,270 in 2006.

### ***AUDIT HISTORY***

We audit the District every three years. The District has not had no audit findings in the past two audits.

### ***ELECTED OFFICIALS***

These officials served during the audit period:

Board of Commissioners:

Andrew Olson  
Anne Marie Humphreys  
Kim Jenssen  
Dale Herrigstad  
Kathryn Espinoza  
Pamela Lambeth

Note: Pamela Lambeth replaced Kathryn Espinoza January 2006.

### ***APPOINTED OFFICIALS***

Director

Lee Mosher

### ***ADDRESS***

District

1603 22nd Street  
Anacortes, WA 98221  
(360) 293-0673

# Audit Areas Examined

## **Fidalgo Pool and Fitness Center District Skagit County October 23, 2007**

In keeping with general auditing practices, we do not examine every portion of the Fidalgo Pool and Fitness Center District's financial activities during each audit. The areas examined were those representing the highest risk of noncompliance, misappropriation or misuse. Other areas are audited on a rotating basis over the course of several years. The following areas of the District were examined during this audit period:

### ***ACCOUNTABILITY***

We evaluated the District's accountability and compliance with laws, regulations, contracts and grant agreements in the following areas:

- Cash receipting
- Contracts/agreements
- Open public meetings
- Disbursements/expenditures
- Payroll
- Conflict of interest/ethics laws



## **ABOUT THE STATE AUDITOR'S OFFICE**

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**T**he State Auditor's Office is established in the state's Constitution and is part of the executive branch of state government. The State Auditor is elected by the citizens of Washington and serves four-year terms.

Our mission is to work in cooperation with our audit clients and citizens as an advocate for government accountability. As an elected agency, the State Auditor's Office has the independence necessary to objectively perform audits and investigations. Our audits are designed to comply with professional standards as well as to satisfy the requirements of federal, state, and local laws.

The State Auditor's Office has 300 employees who are located around the state to deliver our services effectively and efficiently. Approximately 65 percent of our staff are certified public accountants or hold other certifications and advanced degrees.

Our regular audits look at financial information and compliance with state, federal and local laws on the part of all local governments, including schools, and all state agencies, including institutions of higher education. We also perform fraud and whistleblower investigations. In addition, we have the authority to conduct performance audits of state agencies and local governments.

The results of our audits are widely distributed through a variety of reports, which are available on our Web site. We continue to refine our reporting efforts to ensure the results of our audits are useful and understandable.

We take our role as partners in accountability seriously. We provide training and technical assistance to governments and have an extensive program to coordinate audit efficiency and to ensure high-quality audits.

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