

# City of Washougal

Unaudited

Annual Financial Statements

For Fiscal Year Ended

December 31, 2015



**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|   |                                  | <u>Total for All<br/>Funds<br/>(Memo Only)</u> | <u>001 General<br/>Fund</u> | <u>101 Street Fund</u> | <u>103 Cemetery<br/>Fund</u> |
|---|----------------------------------|--|-----------------------------|------------------------|------------------------------|
| <b>Beginning Cash and Investments</b>                   |                                  |  |                             |                        |                              |
| 30810   | Reserved                         | 16,617,953                                     | -                           | -                      | 15,245                       |
| 30880   | Unreserved                       | 12,160,240                                     | 3,520,319                   | 3,474                  | -                            |
| 388 & 588   | Prior Period Adjustments, Net    | -  | -                           | -                      | -                            |
| <b>Operating Revenues</b>                               |                                  |  |                             |                        |                              |
| 310   | Taxes                            | 9,565,882                                      | 8,406,654                   | 200,651                | -                            |
| 320   | Licenses and Permits             | 646,234  | 506,223                     | 137,568                | -                            |
| 330   | Intergovernmental Revenues       | 806,515  | 403,159                     | 314,183                | -                            |
| 340   | Charges for Goods and Services   | 12,376,889                                     | 1,619,464                   | 10,152                 | 38,159                       |
| 350   | Fines and Penalties              | 6,791  | -                           | -                      | -                            |
| 360   | Miscellaneous Revenues           | 297,718  | 78,246                      | 860                    | 3,858                        |
| Total Operating Revenues:                               |                                  | <u>23,700,029</u>                              | <u>11,013,746</u>           | <u>663,416</u>         | <u>42,017</u>                |
| <b>Operating Expenditures</b>                           |                                  |  |                             |                        |                              |
| 510   | General Government               | 3,058,242                                      | 2,212,189                   | -                      | -                            |
| 520   | Public Safety                    | 6,240,903                                      | 6,228,448                   | -                      | -                            |
| 530   | Utilities                        | 4,631,287                                      | 22,154                      | -                      | 112,324                      |
| 540   | Transportation                   | 1,390,335                                      | 109,443                     | 941,925                | -                            |
| 550   | Natural and Economic Environment | 546,124  | 544,509                     | -                      | -                            |
| 560   | Social Services                  | 10,721   | 10,721                      | -                      | -                            |
| 570   | Culture and Recreation           | 571,400  | 500,939                     | -                      | -                            |
| 598   | Miscellaneous Expenses           | -  | -                           | -                      | -                            |
| Total Operating Expenditures:                           |                                  | <u>16,449,011</u>                              | <u>9,628,402</u>            | <u>941,925</u>         | <u>112,324</u>               |
| Net Operating Increase (Decrease):                      |                                  | 7,251,018                                      | 1,385,343                   | (278,509)              | (70,307)                     |
| <b>Nonoperating Revenues</b>                            |                                  |  |                             |                        |                              |
| 370-380, 395 & 398                                      | Other Financing Sources          | 489,534  | 372,387                     | -                      | 690                          |
| 391-393   | Debt Proceeds                    | 10,731,837                                     | -                           | -                      | -                            |
| 397   | Transfers-In                     | 1,614,994                                      | -                           | 339,000                | 100,000                      |
| Total Nonoperating Revenues:                            |                                  | <u>12,836,364</u>                              | <u>372,387</u>              | <u>339,000</u>         | <u>100,690</u>               |
| <b>Nonoperating Expenditures</b>                        |                                  |  |                             |                        |                              |
| 580, 596 & 599  | Other Financing Uses             | 2,525,130                                      | 357,321                     | -                      | 2,806                        |
| 591-593   | Debt Service                     | 3,041,105                                      | -                           | -                      | -                            |
| 594-595   | Capital Expenditures             | 10,409,041                                     | 4,019                       | -                      | 5,246                        |
| 597   | Transfers-Out                    | 1,614,994                                      | 1,101,000                   | -                      | -                            |
| Total Nonoperating Expenditures:                        |                                  | <u>17,590,269</u>                              | <u>1,462,340</u>            | <u>-</u>               | <u>8,052</u>                 |
| <b>Net Increase (Decrease) in Cash and Investments:</b> |                                  | <b><u>2,497,113</u></b>                        | <b><u>295,391</u></b>       | <b><u>60,491</u></b>   | <b><u>22,331</u></b>         |
| <b>Ending Cash and Investments</b>                      |                                  |  |                             |                        |                              |
| 5081000   | Reserved                         | 16,818,065                                     | -                           | -                      | 37,575                       |
| 5088000   | Unreserved                       | 14,457,243                                     | 3,815,710                   | 63,965                 | -                            |
| <b>Total Ending Cash and Investments</b>                |                                  | <b><u>31,275,308</u></b>                       | <b><u>3,815,710</u></b>     | <b><u>63,965</u></b>   | <b><u>37,575</u></b>         |

The accompanying notes are an integral part of this statement.

**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|   |                                  | <u>108 Hotel Motel<br/>Fund</u> | <u>118 PEG Fee<br/>Fund</u> | <u>125 EMS<br/>Restricted<br/>Revenue Fund</u> | <u>141 Drug<br/>Seizure Fund</u> |
|---|----------------------------------|---------------------------------|-----------------------------|--|----------------------------------|
| <b>Beginning Cash and Investments</b>                   |                                  |                                 |                             |  |                                  |
| 30810   | Reserved                         | 108,373                         | 127,878                     | 643,888  | 39,646                           |
| 30880   | Unreserved                       | -                               | -                           | -  | -                                |
| 388 & 588   | Prior Period Adjustments, Net    | -                               | -                           | -  | -                                |
| <b>Operating Revenues</b>                               |                                  |                                 |                             |  |                                  |
| 310   | Taxes                            | 72,937                          | -                           | -  | -                                |
| 320   | Licenses and Permits             | -                               | 2,443                       | -  | -                                |
| 330   | Intergovernmental Revenues       | -                               | -                           | -  | -                                |
| 340   | Charges for Goods and Services   | 2,841                           | -                           | -  | -                                |
| 350   | Fines and Penalties              | -                               | -                           | -  | 4,425                            |
| 360   | Miscellaneous Revenues           | 2,186                           | 215                         | 1,065  | 3,065                            |
| Total Operating Revenues:                               |                                  | <u>77,964</u>                   | <u>2,657</u>                | <u>1,065</u>                                   | <u>7,490</u>                     |
| <b>Operating Expenditures</b>                           |                                  |                                 |                             |  |                                  |
| 510   | General Government               | -                               | 38                          | -  | -                                |
| 520   | Public Safety                    | -                               | -                           | -  | 12,248                           |
| 530   | Utilities                        | -                               | -                           | -  | -                                |
| 540   | Transportation                   | -                               | -                           | -  | -                                |
| 550   | Natural and Economic Environment | -                               | 1,615                       | -  | -                                |
| 560   | Social Services                  | -                               | -                           | -  | -                                |
| 570   | Culture and Recreation           | 70,462                          | -                           | -  | -                                |
| 598   | Miscellaneous Expenses           | -                               | -                           | -  | -                                |
| Total Operating Expenditures:                           |                                  | <u>70,462</u>                   | <u>1,653</u>                | <u>-</u>                                       | <u>12,248</u>                    |
| Net Operating Increase (Decrease):                      |                                  | 7,502                           | 1,004                       | 1,065  | (4,758)                          |
| <b>Nonoperating Revenues</b>                            |                                  |                                 |                             |  |                                  |
| 370-380, 395 & 398                                      | Other Financing Sources          | -                               | -                           | -  | 648                              |
| 391-393   | Debt Proceeds                    | -                               | -                           | -  | -                                |
| 397   | Transfers-In                     | -                               | -                           | -  | -                                |
| Total Nonoperating Revenues:                            |                                  | -                               | -                           | -  | 648                              |
| <b>Nonoperating Expenditures</b>                        |                                  |                                 |                             |  |                                  |
| 580, 596 & 599  | Other Financing Uses             | -                               | -                           | -  | -                                |
| 591-593   | Debt Service                     | -                               | -                           | -  | -                                |
| 594-595   | Capital Expenditures             | -                               | -                           | -  | -                                |
| 597   | Transfers-Out                    | -                               | -                           | -  | -                                |
| Total Nonoperating Expenditures:                        |                                  | -                               | -                           | -  | -                                |
| <b>Net Increase (Decrease) in Cash and Investments:</b> |                                  | <b>7,502</b>                    | <b>1,004</b>                | <b>1,065</b>                                   | <b>(4,110)</b>                   |
| <b>Ending Cash and Investments</b>                      |                                  |                                 |                             |  |                                  |
| 5081000   | Reserved                         | 115,875                         | 128,882                     | 644,953  | 35,536                           |
| 5088000   | Unreserved                       | -                               | -                           | -  | -                                |
| <b>Total Ending Cash and Investments</b>                |                                  | <b>115,875</b>                  | <b>128,882</b>              | <b>644,953</b>                                 | <b>35,536</b>                    |

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

**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|   |                                  | 211<br>Woodburn/JKL<br>LID Fund | 212 UTGO Debt<br>Fund | 213 Gifford<br>Liedtke LID<br>Fund | 215 Downtown<br>Revitalization<br>Bond |
|---|----------------------------------|---------------------------------|-----------------------|------------------------------------|--|
| <b>Beginning Cash and Investments</b>                   |                                  |                                 |                       |                                    |  |
| 30810   | Reserved                         | 266,909                         | 135,384               | 35,826                             | 837,984                                |
| 30880   | Unreserved                       | -                               | -                     | -                                  | -                                      |
| 388 & 588   | Prior Period Adjustments, Net    | -                               | -                     | -                                  | -                                      |
| <b>Operating Revenues</b>                               |                                  |                                 |                       |                                    |  |
| 310   | Taxes                            | -                               | 131,189               | -                                  | -                                      |
| 320   | Licenses and Permits             | -                               | -                     | -                                  | -                                      |
| 330   | Intergovernmental Revenues       | -                               | -                     | -                                  | -                                      |
| 340   | Charges for Goods and Services   | -                               | -                     | -                                  | -                                      |
| 350   | Fines and Penalties              | 2,366                           | -                     | -                                  | -                                      |
| 360   | Miscellaneous Revenues           | 51,561                          | 301                   | 25,256                             | 7,407                                  |
| Total Operating Revenues:                               |                                  | 53,928                          | 131,491               | 25,256                             | 7,407                                  |
| <b>Operating Expenditures</b>                           |                                  |                                 |                       |                                    |  |
| 510   | General Government               | -                               | -                     | -                                  | -                                      |
| 520   | Public Safety                    | -                               | -                     | -                                  | -                                      |
| 530   | Utilities                        | -                               | -                     | -                                  | -                                      |
| 540   | Transportation                   | -                               | -                     | -                                  | -                                      |
| 550   | Natural and Economic Environment | -                               | -                     | -                                  | -                                      |
| 560   | Social Services                  | -                               | -                     | -                                  | -                                      |
| 570   | Culture and Recreation           | -                               | -                     | -                                  | -                                      |
| 598   | Miscellaneous Expenses           | -                               | -                     | -                                  | -                                      |
| Total Operating Expenditures:                           |                                  | -                               | -                     | -                                  | -                                      |
| Net Operating Increase (Decrease):                      |                                  | 53,928                          | 131,491               | 25,256                             | 7,407                                  |
| <b>Nonoperating Revenues</b>                            |                                  |                                 |                       |                                    |  |
| 370-380, 395 & 398                                      | Other Financing Sources          | -                               | -                     | -                                  | -                                      |
| 391-393   | Debt Proceeds                    | -                               | -                     | -                                  | -                                      |
| 397   | Transfers-In                     | -                               | -                     | -                                  | 361,611                                |
| Total Nonoperating Revenues:                            |                                  | -                               | -                     | -                                  | 361,611                                |
| <b>Nonoperating Expenditures</b>                        |                                  |                                 |                       |                                    |  |
| 580, 596 & 599  | Other Financing Uses             | -                               | -                     | -                                  | -                                      |
| 591-593   | Debt Service                     | 14,676                          | 123,298               | 20,456                             | 361,611                                |
| 594-595   | Capital Expenditures             | -                               | -                     | -                                  | -                                      |
| 597   | Transfers-Out                    | -                               | -                     | -                                  | -                                      |
| Total Nonoperating Expenditures:                        |                                  | 14,676                          | 123,298               | 20,456                             | 361,611                                |
| <b>Net Increase (Decrease) in Cash and Investments:</b> |                                  | <b>39,252</b>                   | <b>8,193</b>          | <b>4,800</b>                       | <b>7,407</b>                           |
| <b>Ending Cash and Investments</b>                      |                                  |                                 |                       |                                    |  |
| 5081000   | Reserved                         | 306,161                         | 143,577               | 40,627                             | 845,390                                |
| 5088000   | Unreserved                       | -                               | -                     | -                                  | -                                      |
| <b>Total Ending Cash and Investments</b>                |                                  | <b>306,161</b>                  | <b>143,577</b>        | <b>40,627</b>                      | <b>845,390</b>                         |

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**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|   |                                  | <u>304 1st Quarter<br/>% REET Fund</u> | <u>305 Park<br/>Development<br/>Fund</u> | <u>306 2nd Quarter<br/>% REET Fund</u> | <u>310<br/>Transportation<br/>Development</u> |
|---|----------------------------------|--|--|--|---|
| <b>Beginning Cash and Investments</b>                   |                                  |  |  |  |   |
| 30810   | Reserved                         | 705,143                                | 867,023                                  | 6,638                                  | 628,074                                       |
| 30880   | Unreserved                       | -                                      | -  | -                                      | -   |
| 388 & 588   | Prior Period Adjustments, Net    | -                                      | -  | -                                      | -   |
| <b>Operating Revenues</b>                               |                                  |  |  |  |   |
| 310   | Taxes                            | 377,226                                | -  | 377,226                                | -   |
| 320   | Licenses and Permits             | -                                      | -  | -                                      | -   |
| 330   | Intergovernmental Revenues       | -                                      | -  | -                                      | -   |
| 340   | Charges for Goods and Services   | -                                      | 181,080                                  | -                                      | 433,848                                       |
| 350   | Fines and Penalties              | -                                      | -  | -                                      | -   |
| 360   | Miscellaneous Revenues           | 5,162                                  | 1,563                                    | 104                                    | 1,382   |
| Total Operating Revenues:                               |                                  | <u>382,387</u>                         | <u>182,643</u>                           | <u>377,329</u>                         | <u>435,230</u>                                |
| <b>Operating Expenditures</b>                           |                                  |  |  |  |   |
| 510   | General Government               | -                                      | -  | -                                      | -   |
| 520   | Public Safety                    | -                                      | -  | -                                      | -   |
| 530   | Utilities                        | -                                      | -  | -                                      | -   |
| 540   | Transportation                   | -                                      | -  | 338,968                                | -   |
| 550   | Natural and Economic Environment | -                                      | -  | -                                      | -   |
| 560   | Social Services                  | -                                      | -  | -                                      | -   |
| 570   | Culture and Recreation           | -                                      | -  | -                                      | -   |
| 598   | Miscellaneous Expenses           | -                                      | -  | -                                      | -   |
| Total Operating Expenditures:                           |                                  | <u>-</u>                               | <u>-</u>                                 | <u>338,968</u>                         | <u>-</u>                                      |
| Net Operating Increase (Decrease):                      |                                  | <u>382,387</u>                         | <u>182,643</u>                           | <u>38,361</u>                          | <u>435,230</u>                                |
| <b>Nonoperating Revenues</b>                            |                                  |  |  |  |   |
| 370-380, 395 & 398                                      | Other Financing Sources          | -                                      | -  | -                                      | 50,269  |
| 391-393   | Debt Proceeds                    | -                                      | -  | -                                      | -   |
| 397   | Transfers-In                     | -                                      | -  | 210,000                                | -   |
| Total Nonoperating Revenues:                            |                                  | <u>-</u>                               | <u>-</u>                                 | <u>210,000</u>                         | <u>50,269</u>                                 |
| <b>Nonoperating Expenditures</b>                        |                                  |  |  |  |   |
| 580, 596 & 599  | Other Financing Uses             | -                                      | -  | -                                      | -   |
| 591-593   | Debt Service                     | -                                      | -  | -                                      | -   |
| 594-595   | Capital Expenditures             | -                                      | 17,554                                   | -                                      | 11,174  |
| 597   | Transfers-Out                    | 361,611                                | -  | -                                      | -   |
| Total Nonoperating Expenditures:                        |                                  | <u>361,611</u>                         | <u>17,554</u>                            | <u>-</u>                               | <u>11,174</u>                                 |
| <b>Net Increase (Decrease) in Cash and Investments:</b> |                                  | <b><u>20,776</u></b>                   | <b><u>165,089</u></b>                    | <b><u>248,361</u></b>                  | <b><u>474,325</u></b>                         |
| <b>Ending Cash and Investments</b>                      |                                  |  |  |  |   |
| 5081000   | Reserved                         | 725,919                                | 1,032,113                                | 254,999                                | 1,102,399                                     |
| 5088000   | Unreserved                       | -                                      | -  | -                                      | -   |
| <b>Total Ending Cash and Investments</b>                |                                  | <b><u>725,919</u></b>                  | <b><u>1,032,113</u></b>                  | <b><u>254,999</u></b>                  | <b><u>1,102,399</u></b>                       |

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**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|   |                                  | <u>326 Fire Impact<br/>Fees Fund</u> | <u>350 Capital<br/>Projects Fund</u> | <u>351 Building<br/>Contingency<br/>Fund</u> | <u>353 Capital<br/>Projects<br/>Transportation</u> |
|---|----------------------------------|--------------------------------------|--------------------------------------|--|--|
| <b>Beginning Cash and Investments</b>                   |                                  |                                      |                                      |  |  |
| 30810   | Reserved                         | 172,807                              | -                                    | -  | -  |
| 30880   | Unreserved                       | -                                    | 204,343                              | 254,203                                      | 482,178  |
| 388 & 588   | Prior Period Adjustments, Net    | -                                    | -                                    | -  | -  |
| <b>Operating Revenues</b>                               |                                  |                                      |                                      |  |  |
| 310   | Taxes                            | -                                    | -                                    | -  | -  |
| 320   | Licenses and Permits             | -                                    | -                                    | -  | -  |
| 330   | Intergovernmental Revenues       | -                                    | -                                    | 8,806  | 61,768   |
| 340   | Charges for Goods and Services   | 56,333                               | -                                    | -  | -  |
| 350   | Fines and Penalties              | -                                    | -                                    | -  | -  |
| 360   | Miscellaneous Revenues           | 336                                  | 338                                  | 444  | 11,274   |
| Total Operating Revenues:                               |                                  | <u>56,669</u>                        | <u>338</u>                           | <u>9,250</u>                                 | <u>73,043</u>                                      |
| <b>Operating Expenditures</b>                           |                                  |                                      |                                      |  |  |
| 510   | General Government               | -                                    | -                                    | -  | -  |
| 520   | Public Safety                    | -                                    | -                                    | -  | -  |
| 530   | Utilities                        | -                                    | -                                    | -  | -  |
| 540   | Transportation                   | -                                    | -                                    | -  | -  |
| 550   | Natural and Economic Environment | -                                    | -                                    | -  | -  |
| 560   | Social Services                  | -                                    | -                                    | -  | -  |
| 570   | Culture and Recreation           | -                                    | -                                    | -  | -  |
| 598   | Miscellaneous Expenses           | -                                    | -                                    | -  | -  |
| Total Operating Expenditures:                           |                                  | <u>-</u>                             | <u>-</u>                             | <u>-</u>                                     | <u>-</u>   |
| Net Operating Increase (Decrease):                      |                                  | <u>56,669</u>                        | <u>338</u>                           | <u>9,250</u>                                 | <u>73,043</u>                                      |
| <b>Nonoperating Revenues</b>                            |                                  |                                      |                                      |  |  |
| 370-380, 395 & 398                                      | Other Financing Sources          | -                                    | -                                    | 62,400                                       | -  |
| 391-393   | Debt Proceeds                    | -                                    | -                                    | -  | -  |
| 397   | Transfers-In                     | -                                    | -                                    | 42,000                                       | 280,000  |
| Total Nonoperating Revenues:                            |                                  | <u>-</u>                             | <u>-</u>                             | <u>104,400</u>                               | <u>280,000</u>                                     |
| <b>Nonoperating Expenditures</b>                        |                                  |                                      |                                      |  |  |
| 580, 596 & 599  | Other Financing Uses             | -                                    | -                                    | -  | -  |
| 591-593   | Debt Service                     | -                                    | -                                    | -  | -  |
| 594-595   | Capital Expenditures             | -                                    | -                                    | 62,212                                       | 429,597  |
| 597   | Transfers-Out                    | -                                    | -                                    | -  | -  |
| Total Nonoperating Expenditures:                        |                                  | <u>-</u>                             | <u>-</u>                             | <u>62,212</u>                                | <u>429,597</u>                                     |
| <b>Net Increase (Decrease) in Cash and Investments:</b> |                                  | <b><u>56,669</u></b>                 | <b><u>338</u></b>                    | <b><u>51,438</u></b>                         | <b><u>(76,554)</u></b>                             |
| <b>Ending Cash and Investments</b>                      |                                  |                                      |                                      |  |  |
| 5081000   | Reserved                         | 229,476                              | -                                    | -  | -  |
| 5088000   | Unreserved                       | -                                    | 204,681                              | 305,640                                      | 405,624  |
| <b>Total Ending Cash and Investments</b>                |                                  | <b><u>229,476</u></b>                | <b><u>204,681</u></b>                | <b><u>305,640</u></b>                        | <b><u>405,624</u></b>                              |

The accompanying notes are an integral part of this statement.

**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|                                       | <b>401<br/>Water/Sewer<br/>Fund</b>                     | <b>403 Stormwater<br/>Fund</b> | <b>510<br/>Employment<br/>Security Fund</b> | <b>520 Equipment<br/>Rental and<br/>Revolving Fund</b> |
|---------------------------------------|---|--------------------------------|---|--|
| <b>Beginning Cash and Investments</b> |   |                                |   |  |
| 30810                                 | Reserved  | 11,717,797                     | -   | -  |
| 30880                                 | Unreserved  | 6,433,945                      | 801,174                                     | 202,178  |
| 388 & 588                             | Prior Period Adjustments, Net                           | -                              | -   | -  |
| <b>Operating Revenues</b>             |   |                                |   |  |
| 310                                   | Taxes   | -                              | -   | -  |
| 320                                   | Licenses and Permits                                    | -                              | -   | -  |
| 330                                   | Intergovernmental Revenues                              | -                              | 18,599                                      | -  |
| 340                                   | Charges for Goods and Services                          | 8,659,942                      | 1,369,772                                   | -  |
| 350                                   | Fines and Penalties                                     | -                              | -   | -  |
| 360                                   | Miscellaneous Revenues                                  | 91,465                         | 3,250                                       | 2,992  |
|                                       | Total Operating Revenues:                               | 8,751,408                      | 1,391,621                                   | 2,992  |
| <b>Operating Expenditures</b>         |   |                                |   |  |
| 510                                   | General Government                                      | 845,541                        | -   | 473  |
| 520                                   | Public Safety   | 207                            | -   | -  |
| 530                                   | Utilities   | 3,757,407                      | 739,401                                     | -  |
| 540                                   | Transportation  | -                              | -   | -  |
| 550                                   | Natural and Economic Environment                        | -                              | -   | -  |
| 560                                   | Social Services   | -                              | -   | -  |
| 570                                   | Culture and Recreation                                  | -                              | -   | -  |
| 598                                   | Miscellaneous Expenses                                  | -                              | -   | -  |
|                                       | Total Operating Expenditures:                           | 4,603,155                      | 739,401                                     | 473  |
|                                       | Net Operating Increase (Decrease):                      | 4,148,253                      | 652,220                                     | 2,519  |
| <b>Nonoperating Revenues</b>          |   |                                |   |  |
| 370-380, 395 & 398                    | Other Financing Sources                                 | 334                            | -   | -  |
| 391-393                               | Debt Proceeds   | 10,731,837                     | -   | -  |
| 397                                   | Transfers-In  | 151,647                        | 735   | 130,000  |
|                                       | Total Nonoperating Revenues:                            | 10,883,818                     | 735   | 130,000  |
| <b>Nonoperating Expenditures</b>      |   |                                |   |  |
| 580, 596 & 599                        | Other Financing Uses                                    | 2,145,269                      | -   | 19,734   |
| 591-593                               | Debt Service  | 2,521,064                      | -   | -  |
| 594-595                               | Capital Expenditures                                    | 9,850,617                      | -   | 28,622   |
| 597                                   | Transfers-Out   | 735                            | 151,647                                     | -  |
|                                       | Total Nonoperating Expenditures:                        | 14,517,685                     | 151,647                                     | 19,734   |
|                                       | <b>Net Increase (Decrease) in Cash and Investments:</b> | <b>514,386</b>                 | <b>501,308</b>                              | <b>(17,215)</b>  |
| <b>Ending Cash and Investments</b>    |   |                                |   |  |
| 5081000                               | Reserved  | 10,853,147                     | -   | -  |
| 5088000                               | Unreserved  | 7,812,982                      | 1,302,481                                   | 184,964  |
|                                       | <b>Total Ending Cash and Investments</b>                | <b>18,666,129</b>              | <b>1,302,481</b>                            | <b>184,964</b>   |

The accompanying notes are an integral part of this statement.

**City of Washougal**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2015**

|   |                                  | <b>704 Perpetual<br/>Care Fund</b> |
|---|----------------------------------|------------------------------------|
| <b>Beginning Cash and Investments</b>                   |                                  |                                    |
| 30810   | Reserved                         | 309,338                            |
| 30880   | Unreserved                       | -                                  |
| 388 & 588   | Prior Period Adjustments, Net    | -                                  |
| <b>Operating Revenues</b>                               |                                  |                                    |
| 310   | Taxes                            | -                                  |
| 320   | Licenses and Permits             | -                                  |
| 330   | Intergovernmental Revenues       | -                                  |
| 340   | Charges for Goods and Services   | 5,298                              |
| 350   | Fines and Penalties              | -                                  |
| 360   | Miscellaneous Revenues           | 3,995                              |
| Total Operating Revenues:                               |                                  | 9,292                              |
| <b>Operating Expenditures</b>                           |                                  |                                    |
| 510   | General Government               | -                                  |
| 520   | Public Safety                    | -                                  |
| 530   | Utilities                        | -                                  |
| 540   | Transportation                   | -                                  |
| 550   | Natural and Economic Environment | -                                  |
| 560   | Social Services                  | -                                  |
| 570   | Culture and Recreation           | -                                  |
| 598   | Miscellaneous Expenses           | -                                  |
| Total Operating Expenditures:                           |                                  | -                                  |
| Net Operating Increase (Decrease):                      |                                  | 9,292                              |
| <b>Nonoperating Revenues</b>                            |                                  |                                    |
| 370-380, 395 & 398                                      | Other Financing Sources          | 2,806                              |
| 391-393   | Debt Proceeds                    | -                                  |
| 397   | Transfers-In                     | -                                  |
| Total Nonoperating Revenues:                            |                                  | 2,806                              |
| <b>Nonoperating Expenditures</b>                        |                                  |                                    |
| 580, 596 & 599  | Other Financing Uses             | -                                  |
| 591-593   | Debt Service                     | -                                  |
| 594-595   | Capital Expenditures             | -                                  |
| 597   | Transfers-Out                    | -                                  |
| Total Nonoperating Expenditures:                        |                                  | -                                  |
| <b>Net Increase (Decrease) in Cash and Investments:</b> |                                  | <b>12,098</b>                      |
| <b>Ending Cash and Investments</b>                      |                                  |                                    |
| 5081000   | Reserved                         | 321,436                            |
| 5088000   | Unreserved                       | -                                  |
| <b>Total Ending Cash and Investments</b>                |                                  | <b>321,436</b>                     |

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



# CITY OF WASHOUGAL

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2015

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

The City of Washougal was incorporated in November 1908 and operates under the laws of the state of Washington applicable to a non-charter Code City Mayor-Council form of government. The City is a general purpose government and provides public safety, fire prevention, street improvement, parks and recreation, health and social services and general administrative services. In addition, the City owns and operates water, sewer and sanitary systems.

The City of Washougal 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 on major funds.
- The Schedule of Liabilities is required to be presented with the financial statements as supplementary information.
- Supplementary information required by GAPP is not presented.
- Ending balances are not presented using the classifications defined 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. The following fund types are used:

##### GOVERNMENTAL FUND TYPES:

##### General Fund

This fund is the primary operating fund of the City. 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 City.

CITY OF WASHOUGAL  
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2015

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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 Project 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.

Permanent Funds

These funds account for financial resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support programs for the benefit of the government or its citizenry.

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 City on a cost-reimbursement basis.

**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.

In accordance with state law the City of Washougal also recognizes expenditures paid during twenty days after the close of the fiscal year for claims incurred during the previous period.

**C. Budgets**

The City adopts annual appropriated budgets for all governmental and proprietary funds, except debt service funds. Debt service funds use a continuing appropriation, which is established when the original debt ordinance to adopt the debt amortization schedule was approved by council. The budget constitutes the legal authority for expenditures at that level. Annual appropriations for these funds lapse at the fiscal year end.

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2015

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                               | Final<br>Appropriated<br>Amounts | Actual<br>Expenditures  | Variance                |
|------------------------------------|----------------------------------|-------------------------|-------------------------|
| 001 GENERAL FUND                   | \$ 11,529,807.00                 | \$ 11,090,741.00        | \$ 439,066.00           |
| 101 CITY STREET FUND               | 1,058,104.61                     | 941,925.00              | 116,179.61              |
| 103 CEMETERY SERVICES FUND         | 138,948.05                       | 120,377.00              | 18,571.05               |
| 108 HOTEL/MOTEL TAX                | 75,500.00                        | 70,462.00               | 5,038.00                |
| 118 PEG FEES                       | 5,000.00                         | 1,653.00                | 3,347.00                |
| 125 EMS RESTRICTED                 | 376,283.00                       | -                       | 376,283.00              |
| 141 DRUG SEIZURE FUND              | 23,400.00                        | 12,248.00               | 11,152.00               |
| 212 UTGO REDEMPTION                | 122,500.00                       | 123,298.00              | (798.00)                |
| 215 DOWNTOWN REDEMPTION FUND       | 380,686.00                       | 361,611.00              | 19,075.00               |
| 304 REAL ESTATE EXCISE             | 381,000.00                       | 361,611.00              | 19,389.00               |
| 305 PARK IMPACT FEE                | 1,237,893.00                     | 17,554.00               | 1,220,339.00            |
| 306 REAL ESTATE EXCISE             | 360,000.00                       | 338,968.00              | 21,032.00               |
| 310 TRANSPORTATION IMPACT FEE      | 652,000.00                       | 11,174.00               | 640,826.00              |
| 326 FIRE IMPACT FEE                | -                                | -                       | -                       |
| 350 CAPITAL PROJECT                | -                                | -                       | -                       |
| 351 FACILITIES CAPITAL PROJECT     | 662,000.00                       | 62,212.00               | 599,788.00              |
| 353 TRANSPORTATION CAPITAL PROJECT | 2,650,000.00                     | 429,597.00              | 2,220,403.00            |
| 401 WATER/SEWER FUND               | 28,340,827.00                    | 19,120,840.00           | 9,219,987.00            |
| 403 STORMWATER UTILITY             | 1,161,934.89                     | 891,048.00              | 270,886.89              |
| 510 EMPLOYMENT SECURITY            | 30,000.00                        | 20,207.00               | 9,793.00                |
| 520 ER&R FUND - ROLLING STOCK      | 26,000.00                        | 28,622.00               | (2,622.00)              |
| 704 PERPETUAL CARE                 | -                                | -                       | -                       |
| <b>Total</b>                       | <b>\$ 47,828,888.64</b>          | <b>\$ 34,004,148.00</b> | <b>\$ 13,824,740.64</b> |

The finance director is authorized to transfer budgeted amounts between departments within any fund or 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 City Council.

**D. Cash and Investments.**

See Deposit and Investments, Note 3.

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2015

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**E. Capital Assets**

Capital assets are assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of five years. Capital assets and inventory are recorded as capital expenditures when purchased.

**F. Compensated Absences**

Vacation leave for general employees and police officers, may be accumulated up to 45 days and is payable upon separation from service or retirement.

Sick leave may be accumulated up to 960 hours for general employees and police officers. Upon separation or retirement employees with five years or more of service are eligible for the following:

- Non represented employees hired prior to July 6, 2010 will receive a 25% payout of accrued balance.
- Police hired prior to December 31, 2010 receive a 25% payout of accrued balance.
- 307-W union receives 25% of accrued hours upon leaving employment.

All sick and vacation payouts are calculated at the employees wage rate at the time of separation. The total outstanding liability for compensated absences are reported on the Schedule of Liabilities (Schedule 09).

**G. Long-Term Debt**

See Note 6, Debt Service Requirements.

**H. Other Financing Sources or Uses**

The City's "Other Financing Sources or Uses" consists of sales of capital assets, insurance recovery, agency disbursements, intergovernmental services, debt redemption and transfers.

**I. Risk Management**

The City of Washougal is a member of the Washington Cities Insurance Authority (WCIA).

Utilizing Chapter 48.62 RCW (self-insurance regulation) and Chapter 39.34 RCW (Interlocal Cooperation Act), nine cities originally formed WCIA on January 1, 1981. WCIA was created for the purpose of providing a pooling mechanism for jointly purchasing insurance, jointly self-insuring, and / or jointly contracting for risk management services. WCIA has a total of 179 Members.

New members initially contract for a three-year term, and thereafter automatically renew on an annual basis. A one-year withdrawal notice is required before

# CITY OF WASHOUGAL

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2015

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membership can be terminated. Termination does not relieve a former member from its unresolved loss history incurred during membership.

Liability coverage is written on an occurrence basis, without deductibles. Coverage includes general, automobile, police, public officials' errors or omissions, stop gap, and employee benefits liability. Limits are \$4 million per occurrence self-insured layer, and \$16 million per occurrence in the re-insured excess layer. The excess layer is insured by the purchase of reinsurance and insurance and is subject to aggregate limits. Total limits are \$20 million per occurrence subject to aggregate sublimits in the excess layers. The Board of Directors determines the limits and terms of coverage annually.

Insurance coverage for property, automobile physical damage, fidelity, inland marine, and boiler and machinery are purchased on a group basis. Various deductibles apply by type of coverage. Property insurance and auto physical damage are self-funded from the members' deductible to \$750,000, for all perils other than flood and earthquake, and insured above that amount by the purchase of insurance.

In-house services include risk management consultation, loss control field services, claims and litigation administration, and loss analyses. WCIA contracts for the claims investigation consultants for personnel issues and land use problems, insurance brokerage, and lobbyist services.

WCIA is fully funded by its members, who make annual assessments on a prospectively rated basis, as determined by an outside, independent actuary. The assessment covers loss, loss adjustment, and administrative expenses. As outlined in the interlocal, WCIA retains the right to additionally assess the membership for any funding shortfall.

An investment committee, using investment brokers, produces additional revenue by investment of WCIA's assets in financial instruments which comply with all State guidelines.

A Board of Directors governs WCIA, which is comprised of one designated representative from each member. The Board elects an Executive Committee and appoints a Treasurer to provide general policy direction for the organization. The WCIA Executive Director reports to the Executive Committee and is responsible for conducting the day to day operations of WCIA.

### Self-Insurance Fund

The City is self-insured for claims regarding unemployment insurance. Resources set aside as of financial statement presentation date for unemployment claims are approximately \$184,964.

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2015

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**J. Reserve Fund Balance**

Beginning and Ending Cash and Investments is reported as reserved when it is subject to restrictions on use imposed by external parties or due to internal commitments established by ordinance of the City Council. When expenditures that meet restrictions are incurred, the City intends to use reserved resources first before using unreserved amounts.

Reservations of Ending Cash and Investments consist of the following:

- Cemetery Fund- To operate the City's Cemetery, reserved amount \$37,575.
- 1<sup>st</sup> Quarter REET Fund – For use on the City's Capital Improvement plan, reserved amount \$725,919.
- Park Development Fund – For use on the City's Park Improvement plan, reserved amount \$1,032,113.
- 2<sup>nd</sup> Quarter REET Fund – For use on the City's Capital Improvement plan, reserved amount \$254,999.
- Hotel Motel Fund – For use on City tourism as approved by the Lodging Tax Committee, reserved amount \$115,875.
- Transportation Development Fund – For use on the Transportation Improvement plan, reserved \$1,102,399.
- PEG Fees – To bring local government to citizens through media such as television, reserved amount \$128,882.
- EMS Restricted Revenue – For use in the EMS services, reserved amount \$644,953.
- Fire Impact Fees – For use in future capital facility needs, reserved amount \$229,476.
- Drug Seizure Fund – For use in a narcotics program, reserved amount \$35,536.
- Woodburn/JKL Fund – For the payment of the local improvement assessment, reserved amount \$306,161.
- UTGO Debt Fund – For the payment of the General Obligation bond, reserved amount \$143,577.
- Gifford Liedtke Fund – For the payment of the local improvement assessment, reserved amount \$40,627.
- Downtown Revitalization Bond Fund – For the payment of the General Obligation bond, reserved amount \$845,390.
- Water/Sewer Utility Fund – For the bond funds issued for capital improvements, reserved amount \$10,853,147.

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2015

- Perpetual Care Fund – For the future care of the cemetery, reserved amount \$321,436.

**Note 2 – Compliance and Accountability**

The following are the non-debt related funds which exceeded their appropriation during the fiscal year ended December 31, 2015.

| Fund       | Amount  | Reason  |
|------------|---------|---|
| 520 – ER&R | \$2,622 | IT upgrades were slightly more than budgeted for. |

**Note 3 – Deposits and Investments**

It is the City'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 the Washington Public Deposit Protection Commission. All investments are insured, registered or held by the City or its agent in the government's name.

Long term investments are presented at original cost while short term investments are presented at fair value.

Investments by type at December 31, 2015 are as follows:

| Investment                       | Type of Investment | Balance as invested by City |
|----------------------------------|--------------------|-----------------------------|
| US Government Securities         | Long Term          | \$2,003,066.00              |
| Local Government Investment Pool | Short Term         | \$12,885,888.16             |
| Money Market Account             | Short Term         | \$16,855,174.41             |
|                                  | <b>Total</b>       | <b>\$31,744,128.57</b>      |

**Note 4 – Property Taxes**

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

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

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2015

The City's regular levy for 2015 was \$2.76 per \$1,000 on an assessed valuation of 1,458,273,421 for a total regular levy of \$4,022,520.

In 2015, the City also levied \$.45 per \$1,000 for emergency medical services for an additional levy of \$658,665.

In 2015, the City also levied \$.09 per \$1,000 for public safety bonds for a total additional levy of \$130,000.

**Note 5 – Interfund Loans and Advances**

The following table displays interfund loan activity during 2015:

| <u>Borrowing Fund</u> | <u>Lending Fund</u>          | <u>Balance</u><br><u>1/1/15</u> | <u>New Loans</u> | <u>Repayments</u>   | <u>Balance</u><br><u>12/31/2015</u> |
|-----------------------|------------------------------|---------------------------------|------------------|---------------------|-------------------------------------|
| Cemetery Fund         | Perpetual Care Fund          | \$ 4,000.00                     | \$ -             | \$ 1,000.00         | \$ 3,000.00                         |
| Cemetery Fund         | Perpetual Care Fund          | \$ 14,433.00                    | \$ -             | \$ 1,788.42         | \$ 12,644.58                        |
| Water/Sewer Fund      | Downtown Guarantee Bond Fund | \$ 200,000.00                   | \$ -             | \$ 50,000.00        | \$ 150,000.00                       |
|                       |                              | <u>\$ 218,433.00</u>            | <u>\$ -</u>      | <u>\$ 52,788.42</u> | <u>\$ 165,644.58</u>                |

**Note 6 – Debt Service Requirements**

The accompanying Schedule of Liabilities (09) provides more details of the outstanding debt and liabilities of the City and summarizes the City's debt transactions for year ended December 31, 2015.

The debt service requirements for general obligation bonds, revenue bonds, public works trust fund loans, assessment debt, and real estate purchase including are as follows:

|               | <u>Principal</u>               | <u>Interest</u>                | <u>Total</u>                   |
|---------------|--------------------------------|--------------------------------|--------------------------------|
| 2016          | \$ 1,843,411.11                | \$ 1,410,574.27                | \$ 3,253,985.38                |
| 2017          | 1,909,784.58                   | 1,411,488.26                   | 3,321,272.84                   |
| 2018          | 1,958,112.55                   | 1,368,588.58                   | 3,326,701.13                   |
| 2019          | 1,996,660.33                   | 1,313,323.12                   | 3,309,983.45                   |
| 2020          | 2,190,442.50                   | 1,255,699.23                   | 3,446,141.73                   |
| 2021-2025     | 11,463,289.95                  | 5,078,395.50                   | 16,541,685.45                  |
| 2026-2030     | 6,368,599.91                   | 3,075,164.05                   | 9,443,763.96                   |
| 2031-2035     | 8,926,642.53                   | 1,102,248.02                   | 10,028,890.55                  |
| 2036-2041     | 2,265,000.00                   | 278,800.00                     | 2,543,800.00                   |
| <b>Totals</b> | <u><b>\$ 38,921,943.46</b></u> | <u><b>\$ 16,294,281.03</b></u> | <u><b>\$ 55,216,224.49</b></u> |



# CITY OF WASHOUGAL

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2015

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### Debt Refunding

The City issued \$2,095,000 of revenue refunding bonds in conjunction with new revenue bond issuance of \$10,030,000 to retire \$2,095,000 of existing 2005 series bonds. This refunding was undertaken to reduce total debt service payments over the next four years by \$114,566. The financial statements reflect other financing sources of \$2,095,000 and other financing sources of \$2,095,000 pertaining to this transaction.

### Land Purchase

The City of Washougal and the City of Camas jointly purchased land from the Port for future water rights. The City of Washougal was designated the administrator of the purchase contract, thereby making annual payments and invoicing Camas for their portion. The City of Camas will own 60% of the water rights and be responsible for that portion of the debt payment. The City of Washougal is responsible for 40% of the debt payment. Purchase price was \$640,915.10 with the term being for ten years and interest at 3.2%. This liability is included on the City's Schedule 09.

### **Note 7 – Pension Plans**

- A. Substantially all of the City's 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), and 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 comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for each plan. The DRS CAFR may be obtained by writing to:

Department of Retirement Systems  
Communications Unit  
PO Box 48380  
Olympia, WA 98504-8380

Also, the DRS CAFR may be downloaded from the DRS website at [www.drs.wa.gov](http://www.drs.wa.gov).

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2015

At June 30, 2015, the City's proportionate share of the collective net pension liabilities, as reported on the Schedule 09, was as follows:

|              | <b>Allocation %</b> | <b>Liability (Asset)</b> |
|--------------|---------------------|--------------------------|
| PERS 1       | .033455%            | \$1,750,007.63           |
| PERS 2 and 3 | .043309%            | \$1,547,455.26           |
| LEOFF 1      | .006385%            | (\$76,953.36)            |
| LEOFF 2      | .055235%            | (\$567,705.33)           |

The City 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.

The City 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 stat constitution and could change by statute.

**Note 8 – Joint Ventures and Related Parties**

**CWEDA**

In 2011 The City of Washougal together with the City of Camas, The port of Camas-Washougal, Downtown Camas Association, Columbia River Economic Development Council, Camas-Washougal Chamber of Commerce, Southwest Washington Work Force Development Council and Innovate Washington formed Camas-Washougal Economic Development Association (CWEDA). This quasi-municipal entity was created so the leadership from forming organizations are able to work together for the economic health of the entire area. The primary mission is to support existing business and to bring new businesses and jobs into the local area. The City of Washougal contributed \$57,500 during 2015 to this organization.

The board of directors for this organization are:

Bill Ward, Port Camas-Washougal Commissioner  
 Sean Guard, Washougal Mayor  
 Scott Higgins, Camas Mayor

# CITY OF WASHOUGAL

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2015

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David Ripp, Camas-Washougal Port Executive Director  
Brent Boger, Washougal City Council  
Steve Hogan, Camas City Council  
David Scott, Washougal City Administrator  
Pete Capell, Camas City Administrator

**CWEDA Board Meetings** are held 4th Thursday of each month from 1:30-3:00 p.m. in the CWEDA Board Room located at 1700 Main Street Washougal, WA 98671.

### **Camas/Washougal Fire Department**

Since May of 2014, the City of Washougal and the City of Camas have combined fire services. The City of Camas assumed responsibility of managing the fire services with the City of Washougal paying a monthly fee for fire services to the City of Camas.

The calculation for what the City of Washougal pays for fire services is based on the total percentage when adding together the following percentages: 50% property tax (structural assessed value), 25% population, and 25% call volume. The initial annual charge is based on the current year budget using the percentages from the last full year of data (a two year lag) and then the information is "trued up" by the end of June the following year. In 2015, the City of Washougal paid approximately \$221,586 a month totaling \$2,659,554 for the year. The total monthly payment for these services in 2016 is \$232,689 for an estimated yearly cost of \$2,792,268.

### **Note 9 – Significant commitments or obligations**

#### OPEB

The City has a commitment to pay for post-employment benefits for employees that belong to LEOFF 1. These benefits include medical, vision, and dental. Three retirees received benefits during the year and \$32,431.54.

**CITY OF WASHOUGAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2015

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**Construction Commitments**

The City has active construction projects as of December 31, 2015. At year ending December 31, 2015 the City's commitments with contractors were as follows:

| <b>Project</b>              | <b>Spent to Date</b>    | <b>Remaining Commitment</b> | <b>Funding Source</b>        |
|-----------------------------|-------------------------|-----------------------------|------------------------------|
| Community Center Kitchen    | \$ 15,959.83            | \$ 223,178.07               | Local and CDBG grant funds   |
| Community Center HVAC       | 17,314.71               | 273,612.39                  | State Grant                  |
| Well No. 1 Replacement      | 36,514.65               | 120,885.35                  | Utility Revenues             |
| FCS Stormwater Rate Study   | 1,005.00                | 21,765.00                   | Utility Revenues             |
| Active Traveler Info Sign   | 11,174.44               | 35,824.32                   | CMAQ grant                   |
| WWTP                        | 10,564,659.03           | 5,039,785.74                | Revenue Bonds                |
| Columbia River Trail        | 9,186.03                | 112,352.97                  | Local                        |
| Steamboat Landing           | -                       | 26,016.00                   | Local and insurance recovery |
| General Sewer Plan          | 76,542.21               | 77,710.79                   | Utility Revenues             |
| Evergreen Way Sidewalk      | 16,475.67               | 6,947.33                    | State Grant                  |
| Reservoir #6 and Booster    | 82,669.82               | 39,900.53                   | Revenue Bonds                |
| 32nd and Evergreen          | 162,891.59              | 19,284.94                   | WSDOT grant funds            |
| WRR H St Sidewalk Repair    | -                       | 5,840.00                    | Local                        |
| Stormwater LID Code update  | 3,535.00                | 33,332.00                   | Utility Revenues             |
| Water System Amendment      | 7,290.00                | 710.00                      | Utility Revenues             |
| Steigerwald Barn Demo       | -                       | 21,680.00                   | Local                        |
| Facilities Update           | -                       | 49,995.00                   | Local                        |
| 2015 Micro Seal             | 141,303.91              | 7,437.05                    | Local                        |
| Evergreen Sidewalks         | 88,316.40               | 25,296.60                   | State Grant                  |
| Jemtegaard Pedestrian Trail | 64,048.31               | 42,951.69                   | WSDOT grant funds            |
| <b>Total</b>                | <b>\$ 11,298,886.60</b> | <b>\$ 6,184,505.77</b>      |                              |

Each project's funding source is listed next to the project. The City tries to fund projects through grants as much as possible. When projects are necessary and grants are not awarded, the City utilizes local funds if available as determined through budget process.

**City of Washougal  
Schedule of Liabilities  
For the Year Ended December 31, 2015**

| ID. No.                              | Description  | Due Date  | Beginning<br>Balance | Additions         | Reductions       | Ending Balance    |
|--------------------------------------|--|-----------|----------------------|-------------------|------------------|-------------------|
| <b>General Obligations</b>           |  |           |                      |                   |                  |                   |
| 263.91                               | Line of Credit - Bank of America                               | 3/31/2015 | 48,404               | -                 | 48,404           | -                 |
| 251.12                               | GO Bonds refunded voted 9/12                                   | 12/1/2022 | 820,000              | -                 | 105,000          | 715,000           |
| 251.11                               | GO Bonds non-voted 11/06                                       | 12/1/2016 | 475,000              | -                 | 235,000          | 240,000           |
| 251.11                               | GO Bonds refunded non-voted 12/14                              | 12/1/2026 | 2,925,000            | -                 | 10,000           | 2,915,000         |
| 263.81                               | Public Works Trust Fund Loan 06/05                             | 7/1/2025  | 480,114              | -                 | 43,647           | 436,467           |
| 263.81                               | Public Works Trust Fund Loan 10/12                             | 6/1/2031  | 553,537              | -                 | 32,561           | 520,976           |
| 263.81                               | Public Works Trust Fund Loan 10/12                             | 6/1/2031  | 239,387              | -                 | 14,082           | 225,305           |
| 263.81                               | Public Works Trust Fund Loan 06/06                             | 7/1/2026  | 1,151,737            | -                 | 95,978           | 1,055,759         |
| 263.81                               | Public Works Trust Fund Loan 06/08                             | 7/1/2028  | 1,443,909            | -                 | 103,136          | 1,340,773         |
| 263.98                               | Real Estate Purchase Agreement<br>with Port of Camas/Washougal | 7/1/2025  | -                    | 640,915           | 23,252           | 617,663           |
| 263.93                               | Net Pension Liability  |           | -                    | 3,297,463         | -                | 3,297,463         |
| 263.98                               | Compensated absences General and<br>Street Funds               |           | 466,483              | 47,609            | -                | 514,092           |
| 263.98                               | Compensated absences<br>Water/Sewer Funds                      |           | 151,692              | -                 | 25,019           | 126,673           |
| 263.98                               | Compensated Absences Stormwater<br>Fund                        |           | 35,466               | 1,809             | -                | 37,275            |
| <b>Total General Obligations:</b>    |  |           | <b>8,790,729</b>     | <b>3,987,796</b>  | <b>736,079</b>   | <b>12,042,446</b> |
| <b>Revenue Obligations</b>           |  |           |                      |                   |                  |                   |
| 252.11                               | Revenue Bonds non-voted 06/05                                  | 9/1/2020  | 2,650,000            | -                 | 2,565,000        | 85,000            |
| 252.11                               | Revenue Bonds non-voted 05/11                                  | 9/1/2031  | 15,840,000           | -                 | 260,000          | 15,580,000        |
| 252.11                               | Revenue Bonds non-voted 12/14                                  | 9/1/2034  | 4,985,000            | -                 | 125,000          | 4,860,000         |
| 252.11                               | Revenue Bonds non-voted 12/15                                  | 9/1/2040  | -                    | 10,030,000        | -                | 10,030,000        |
| <b>Total Revenue Obligations:</b>    |  |           | <b>23,475,000</b>    | <b>10,030,000</b> | <b>2,950,000</b> | <b>30,555,000</b> |
| <b>Assessment Obligations</b>        |  |           |                      |                   |                  |                   |
| 253.11                               | Woodburn Hill Local Improvement<br>District 09/04              | 2/15/2020 | 95,000               | -                 | -                | 95,000            |
| 253.11                               | Gifford Liedtke Local Improvement<br>District 09/04            | 10/1/2021 | 215,000              | -                 | 10,000           | 205,000           |
| <b>Total Assessment Obligations:</b> |  |           | <b>310,000</b>       | <b>-</b>          | <b>10,000</b>    | <b>300,000</b>    |
| <b>Total Liabilities:</b>            |  |           | <b>32,575,729</b>    | <b>14,017,796</b> | <b>3,696,079</b> | <b>42,897,446</b> |

**City of Washougal**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (unaudited)**  
**For Fiscal Year ended December 31, 2015**

| Grantor                                       | Program Title  | Identificaton Number          | Amount                      |
|---|--|-------------------------------|-----------------------------|
| State Grant from Other State Agencies         |  |                               |                             |
|   | Registered Sex Offender Address and Residency Verification | WASOC Sex Offender Monitoring | 8,161                       |
|   |  |                               | <b>Sub-total: 8,161</b>     |
| State Grant from Department of Health         |  |                               |                             |
|   | Medical Supplies   | FY 2015                       | 1,341                       |
|   |  |                               | <b>Sub-total: 1,341</b>     |
| State Grant from Department of Ecology        |  |                               |                             |
|   | Municipal Stormwater Capacity Grant Program                | G1400308                      | 1,468                       |
|   |  |                               | <b>Sub-total: 1,468</b>     |
| State Grant from Department of Commerce       |  |                               |                             |
|   | Community Room HVAC and Reroof                             | 0037113-00                    | 20,441                      |
|   |  |                               | <b>Sub-total: 20,441</b>    |
| State Grant from Department of Transportation |  |                               |                             |
|   | Evergreen Sidewalks  | PW 186 (P01)-1                | 79,703                      |
|   |  |                               | <b>Sub-total: 79,703</b>    |
|   |  |                               | <b>Grand total: 111,114</b> |

**City of Washougal**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2015**

| Federal Agency<br>(Pass-Through Agency)   | Federal Program  | CFDA<br>Number | Other Award<br>Number | Expenditures                    |                       |               | Passed through<br>to<br>Subrecipients | Note |
|---|--|----------------|-----------------------|---------------------------------|-----------------------|---------------|---------------------------------------|------|
|   |  |                |                       | From Pass-<br>Through<br>Awards | From Direct<br>Awards | Total         |                                       |      |
| Office Of Community Planning<br>And Development, Department<br>Of Housing And Urban<br>Development (via Clark County) | Community<br>Development Block<br>Grants/Entitlement<br>Grants | 14.218         | 2015-CDBG-<br>1513    | 2,773                           | -                     | 2,773         | -                                     | 1, 2 |
| <b>Highway Planning and Construction Cluster</b>  |  |                |                       |                                 |                       |               |                                       |      |
| Federal Highway Administration<br>(fhwa), Department Of<br>Transportation (via State<br>Department of Transportation) | Highway Planning and<br>Construction                           | 20.205         | LA 7737               | 25,436                          | -                     | 25,436        | -                                     | 1,2  |
| Federal Highway Administration<br>(fhwa), Department Of<br>Transportation (via State<br>Department of Transportation) | Highway Planning and<br>Construction                           | 20.205         | LA 8597               | 9,509                           | -                     | 9,509         | -                                     | 1,2  |
| Federal Highway Administration<br>(fhwa), Department Of<br>Transportation (via State<br>Department of Transportation) | Highway Planning and<br>Construction                           | 20.205         | LA 8414               | 34,428                          | -                     | 34,428        | -                                     | 1,2  |
| <b>Total Highway Planning and Construction Cluster:</b>   |  |                |                       | <b>69,373</b>                   | <b>-</b>              | <b>69,373</b> | <b>-</b>                              |      |
| <b>Total Federal Awards Expended:</b>   |  |                |                       | <b>72,146</b>                   | <b>-</b>              | <b>72,146</b> | <b>-</b>                              |      |

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

## City of Washougal

### Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2015

Note 1 – Basis of Accounting

This schedule is prepared on the same basis of accounting as the City of Washougal's financial statements. The City uses single entry cash basis accounting.

Note 2 – Program Costs

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the City portion, are more than shown. Such expenditures are recognized following, as applicable, either the cost principles in 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.