



Office of the Washington State Auditor
Pat McCarthy

Financial Statements and Federal Single Audit Report

Grays Harbor County

For the period January 1, 2020 through December 31, 2020

Published March 24, 2022

Report No. 1030125



Find out what's new at SAO
by scanning this code with
your smartphone's camera



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

March 24, 2022

Board of Commissioners
Grays Harbor County
Montesano, Washington

Report on Financial Statements and Federal Single Audit

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

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

Sincerely,

Pat McCarthy, State Auditor
Olympia, WA

Americans with Disabilities

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

TABLE OF CONTENTS

Schedule of Findings and Questioned Costs.....	4
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.....	6
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance With the Uniform Guidance	9
Independent Auditor's Report on the Financial Statements.....	12
Financial Section.....	15
About the State Auditor's Office.....	62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Grays Harbor County January 1, 2020 through December 31, 2020

SECTION I – SUMMARY OF AUDITOR’S RESULTS

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

Financial Statements

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

Internal Control over Financial Reporting:

- *Significant Deficiencies:* We reported no deficiencies in the design or operation of internal control over financial reporting that we consider to be significant deficiencies.
- *Material Weaknesses:* We identified no deficiencies that we consider to be material weaknesses.

We noted no instances of noncompliance that were material to the financial statements of the County.

Federal Awards

Internal Control over Major Programs:

- *Significant Deficiencies:* We reported no deficiencies in the design or operation of internal control over major federal programs that we consider to be significant deficiencies.
- *Material Weaknesses:* We identified no deficiencies that we consider to be material weaknesses.

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

We reported no findings that are required to be disclosed in accordance with 2 CFR 200.516(a).

Identification of Major Federal Programs

The following program was selected as a major program in our audit of compliance in accordance with the Uniform Guidance.

<u>CFDA No.</u>	<u>Program or Cluster Title</u>
21.019	COVID-19 – Coronavirus Relief Fund

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

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

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

INDEPENDENT AUDITOR'S REPORT

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Grays Harbor County January 1, 2020 through December 31, 2020

Board of Commissioners
Grays Harbor County
Montesano, Washington

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Grays Harbor County, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's financial statements, and have issued our report thereon dated March 15, 2022.

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

As discussed in Note 14 to the financial statements, the full extent of the COVID-19 pandemic's direct or indirect financial impact on the County is unknown.

INTERNAL CONTROL OVER FINANCIAL REPORTING

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

In addition, we noted certain matters that we have reported to the management of the County in a separate letter dated March 15, 2022.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of the County's compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

PURPOSE OF THIS REPORT

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, this

report is a matter of public record and its distribution is not limited. It also serves to disseminate information to the public as a reporting tool to help citizens assess government operations.

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

Pat McCarthy, State Auditor

Olympia, WA

March 15, 2022

INDEPENDENT AUDITOR'S REPORT

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

Grays Harbor County January 1, 2020 through December 31, 2020

Board of Commissioners
Grays Harbor County
Montesano, Washington

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

We have audited the compliance of Grays Harbor County, with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2020. The County's major federal programs are identified in the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination on the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

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

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

Pat McCarthy, State Auditor

Olympia, WA

March 15, 2022

INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

Grays Harbor County January 1, 2020 through December 31, 2020

Board of Commissioners
Grays Harbor County
Montesano, Washington

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Grays Harbor County, for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's financial statements, as listed on page 15.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of

expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Unmodified Opinion on Regulatory Basis of Accounting (BARS Manual)

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and investments of Grays Harbor County, and its changes in cash and investments, for the year ended December 31, 2020, on the basis of accounting described in Note 1.

Basis for Adverse Opinion on U.S. GAAP

Auditing standards issued by the American Institute of Certified Public Accountants (AICPA) require auditors to formally acknowledge when governments do not prepare their financial statements, intended for general use, in accordance with GAAP. The effects on the financial statements of the variances between GAAP and the accounting practices the County used, as described in Note 1, although not reasonably determinable, are presumed to be material. As a result, we are required to issue an adverse opinion on whether the financial statements are presented fairly, in all material respects, in accordance with GAAP.

Adverse Opinion on U.S. GAAP

The financial statements referred to above were not intended to, and in our opinion they do not, present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Grays Harbor County, as of December 31, 2020, or the changes in financial position or cash flows thereof for the year then ended, due to the significance of the matter discussed in the above "Basis for Adverse Opinion on U.S. GAAP" paragraph.

Matters of Emphasis

As discussed in Note 14 to the financial statements, the full extent of the COVID-19 pandemic's direct or indirect financial impact on the County is unknown. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The Schedule of Liabilities is also presented for purposes of additional analysis, as required by the prescribed BARS manual. These schedules are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2022 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Pat McCarthy, State Auditor

Olympia, WA

March 15, 2022

FINANCIAL SECTION

Grays Harbor County January 1, 2020 through December 31, 2020

FINANCIAL STATEMENTS

Fund Resources and Uses Arising from Cash Transactions – 2020
Fiduciary Fund Resources and Uses Arising from Cash Transactions – 2020
Notes to Financial Statements – 2020

SUPPLEMENTARY AND OTHER INFORMATION

Schedule of Liabilities – 2020
Schedule of Expenditures of Federal Awards – 2020
Notes to the Schedule of Expenditures of Federal Awards – 2020

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		Total for All Funds (Memo Only)	001 General Fund	101 Special Projects	102 Auditor's M & O
Beginning Cash and Investments					
308	Beginning Cash and Investments	49,465,275	6,571,552	199,004	314,606
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	35,028,930	17,187,016	-	-
320	Licenses and Permits	1,378,214	1,362,527	-	-
330	Intergovernmental Revenues	23,448,816	10,283,121	671,906	61,462
340	Charges for Goods and Services	18,093,348	3,732,884	-	75,058
350	Fines and Penalties	1,688,440	1,682,006	-	-
360	Miscellaneous Revenues	2,615,114	1,282,074	-	11
Total Revenues:		82,252,862	35,529,628	671,906	136,531
Expenditures					
510	General Government	22,266,200	18,167,431	-	60,705
520	Public Safety	19,054,980	16,121,014	54,209	-
530	Utilities	2,704,867	-	-	-
540	Transportation	14,021,445	-	-	-
550	Natural/Economic Environment	3,768,792	612,716	549,955	-
560	Social Services	8,197,864	968,457	-	-
570	Culture and Recreation	987,227	215,189	136,113	-
Total Expenditures:		71,001,375	36,084,807	740,277	60,705
Excess (Deficiency) Revenues over Expenditures:		11,251,487	(555,179)	(68,371)	75,826
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	6,234,466	2,158,781	-	-
385	Special or Extraordinary Items	91,316	-	-	-
381, 382, 389, 395, 398	Other Resources	3,121,393	984,186	-	-
Total Other Increases in Fund Resources:		9,447,175	3,142,967	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	8,508,091	283,245	-	1,645
591-593, 599	Debt Service	1,482,450	-	-	-
597	Transfers-Out	6,234,466	1,346,505	-	-
585	Special or Extraordinary Items	91,316	-	-	-
581, 582, 589	Other Uses	400,071	-	-	-
Total Other Decreases in Fund Resources:		16,716,394	1,629,750	-	1,645
Increase (Decrease) in Cash and Investments:		3,982,268	958,038	(68,371)	74,181
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	26,450,999	-	-	388,787
50841	Committed	5,506,027	-	-	-
50851	Assigned	13,960,936	-	130,631	-
50891	Unassigned	7,529,586	7,529,586	-	-
Total Ending Cash and Investments		53,447,548	7,529,586	130,631	388,787

The accompanying notes are an integral part of this statement.

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		103 Fair Event	104 Trial Court Improvement	105 Paths & Trails	106 Law Library
Beginning Cash and Investments					
308	Beginning Cash and Investments	3,859	77,017	74,415	65,986
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	38,060	55,285	10,624	-
340	Charges for Goods and Services	12,457	45,340	-	32,510
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	162,001	28	509	-
Total Revenues:		212,518	100,653	11,133	32,510
Expenditures					
510	General Government	-	21,333	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	225,325	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	542,802	-	-	33,284
Total Expenditures:		768,127	21,333	-	33,284
Excess (Deficiency) Revenues over Expenditures:		(555,609)	79,320	11,133	(774)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	617,456	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		617,456	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	40,000	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	-	40,000	-
Increase (Decrease) in Cash and Investments:		61,847	79,320	(28,867)	(774)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	156,337	45,549	65,212
50841	Committed	65,707	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		65,707	156,337	45,549	65,212

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		107 Affordable Housing	108 Sheriff's Law Enforcement	109 Crime Victim Penalty Assm	110 Roads
Beginning Cash and Investments					
308	Beginning Cash and Investments	1,021,500	237,626	88,661	7,584,169
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	123,161	-	-	7,439,159
320	Licenses and Permits	-	-	-	4,500
330	Intergovernmental Revenues	-	-	55,978	5,127,055
340	Charges for Goods and Services	126,607	-	96,743	260,976
350	Fines and Penalties	-	-	405	-
360	Miscellaneous Revenues	6,754	21,402	415	203,082
Total Revenues:		256,522	21,402	153,541	13,034,772
Expenditures					
510	General Government	-	-	105,511	-
520	Public Safety	-	27,449	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	11,415,020
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	27,449	105,511	11,415,020
Excess (Deficiency) Revenues over Expenditures:		256,522	(6,047)	48,030	1,619,752
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	440,000
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	1,291,410
Total Other Increases in Fund Resources:		-	-	-	1,731,410
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	5,300,624
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	8,643
585	Special or Extraordinary Items	-	91,316	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	91,316	-	5,309,267
Increase (Decrease) in Cash and Investments:		256,522	(97,363)	48,030	(1,958,105)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	1,278,022	140,263	136,691	5,626,068
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		1,278,022	140,263	136,691	5,626,068

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		111 Treasurer's M & O	112 Stadium	113 GH Raceway	114 Veterans Relief
Beginning Cash and Investments					
308	Beginning Cash and Investments	264,314	3,092,337	18,859	67,356
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	133,513	1,981,373	-	4,152
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	169
340	Charges for Goods and Services	3,904	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	1,500	19,257	6,000	221
Total Revenues:		138,917	2,000,630	6,000	4,542
Expenditures					
510	General Government	143,545	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	597,901	-	-
560	Social Services	-	-	-	25,056
570	Culture and Recreation	-	-	10,997	-
Total Expenditures:		143,545	597,901	10,997	25,056
Excess (Deficiency) Revenues over Expenditures:		(4,628)	1,402,729	(4,997)	(20,514)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	7,556	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	289
Total Other Increases in Fund Resources:		-	-	7,556	289
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	745,930	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	745,930	-	-
Increase (Decrease) in Cash and Investments:		(4,628)	656,799	2,559	(20,225)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	259,686	3,749,136	-	47,130
50841	Committed	-	-	21,418	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		259,686	3,749,136	21,418	47,130

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		116 Election Reserve	117 Ab Landfill Postclosure	118 ORV Park	128 Federal Equitable Sharing
Beginning Cash and Investments					
308	Beginning Cash and Investments	205,499	892,188	22,190	-
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	315,061	-	-	5,837
340	Charges for Goods and Services	128,352	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	1,453	5,245	18,437	-
Total Revenues:		444,866	5,245	18,437	5,837
Expenditures					
510	General Government	152,063	-	-	-
520	Public Safety	-	-	-	13,735
530	Utilities	-	160,604	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	48,842	-
Total Expenditures:		152,063	160,604	48,842	13,735
Excess (Deficiency) Revenues over Expenditures:		292,803	(155,359)	(30,405)	(7,898)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	20,000	13,291	-
385	Special or Extraordinary Items	-	-	-	91,316
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	20,000	13,291	91,316
Other Decreases in Fund Resources					
594-595	Capital Expenditures	234,132	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		234,132	-	-	-
Increase (Decrease) in Cash and Investments:		58,671	(135,359)	(17,114)	83,418
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	140,684	-	-	83,419
50841	Committed	123,487	756,828	5,075	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		264,171	756,828	5,075	83,419

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		129 Public Health & Social Svcs	130 RE Excise Tax Technology	131 Tax Refund	132 Excise/Revaluat ion
Beginning Cash and Investments					
308	Beginning Cash and Investments	859,276	128,005	14,284	90,255
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	4,980	-	-	-
330	Intergovernmental Revenues	3,097,337	-	-	12,164
340	Charges for Goods and Services	199,723	-	-	12,695
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	271,824	-	-	-
Total Revenues:		3,573,864	-	-	24,859
Expenditures					
510	General Government	80,480	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	3,853,805	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		3,934,285	-	-	-
Excess (Deficiency) Revenues over Expenditures:		(360,421)	-	-	24,859
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	895,157	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		895,157	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	-	-	-
Increase (Decrease) in Cash and Investments:		534,736	-	-	24,859
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	1,394,011	128,005	14,284	115,114
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		1,394,011	128,005	14,284	115,114

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		135 Emergency Communication s	137 Public Safety Sales Tax	139 Chem Dep/MH/Therap Court	140 Developmental Disabilities
Beginning Cash and Investments					
308	Beginning Cash and Investments	-	2,159,927	3,804,539	1,010,549
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	2,780,321	2,193,733	1,303,727	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	129,567	564,385
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	814	3,859	25,036	5,647
Total Revenues:		2,781,135	2,197,592	1,458,330	570,032
Expenditures					
510	General Government	-	-	158,953	-
520	Public Safety	2,781,136	41,629	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	82,135	608,971
570	Culture and Recreation	-	-	-	-
Total Expenditures:		2,781,136	41,629	241,088	608,971
Excess (Deficiency) Revenues over Expenditures:		(1)	2,155,963	1,217,242	(38,939)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	168,446
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	-	168,446
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	1,965,329	475,231	220,000
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	1,965,329	475,231	220,000
Increase (Decrease) in Cash and Investments:		(1)	190,634	742,011	(90,493)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	4,546,551	920,055
50841	Committed	-	-	-	-
50851	Assigned	-	2,350,561	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		-	2,350,561	4,546,551	920,055

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		145 Homeless Housing	201 LTGO Refunding Bonds 2012	203 Pavilion Bonds	206 LOCAL Program Fin- Energy
Beginning Cash and Investments					
308	Beginning Cash and Investments	1,834,292	-	-	-
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	2,584,867	-	-	-
340	Charges for Goods and Services	801,758	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	11,356	-	-	-
Total Revenues:		3,397,981	-	-	-
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	2,646,228	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		2,646,228	-	-	-
Excess (Deficiency) Revenues over Expenditures:		751,753	-	-	-
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	784,150	65,520	45,250
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	784,150	65,520	45,250
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	784,150	65,520	45,250
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	784,150	65,520	45,250
Increase (Decrease) in Cash and Investments:		751,753	-	-	-
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	2,586,045	-	-	-
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		2,586,045	-	-	-

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		207 LOCAL Program Fin- Jail Sec	208 LOCAL Program Fin- Real	301 Facilities Capital	302 Software Replacement Reserve
Beginning Cash and Investments					
308	Beginning Cash and Investments	-	-	580,545	512,549
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	186	-
Total Revenues:		-	-	186	-
Expenditures					
510	General Government	-	-	234,619	-
520	Public Safety	-	-	15,808	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	-	250,427	-
Excess (Deficiency) Revenues over Expenditures:		-	-	(250,241)	-
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	37,916	20,875	482,222	200,000
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	60,000	-
Total Other Increases in Fund Resources:		37,916	20,875	542,222	200,000
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	124,563	474,437
591-593, 599	Debt Service	37,916	20,875	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		37,916	20,875	124,563	474,437
Increase (Decrease) in Cash and Investments:		-	-	167,418	(274,437)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	-	-
50841	Committed	-	-	747,963	238,112
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		-	-	747,963	238,112

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		303 Fair Bldg Construction	305 Reserve for Courtroom Constr	307 Cumula Res Construction	309 Capital Improvements
Beginning Cash and Investments					
308	Beginning Cash and Investments	549	58,576	1,440,644	466,149
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	645,439
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	67,352	1,618
Total Revenues:		-	-	67,352	647,057
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	13,212	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	-	13,212	-
Excess (Deficiency) Revenues over Expenditures:		-	-	54,140	647,057
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	50,000	-	29,409	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	300,000	-
Total Other Increases in Fund Resources:		50,000	-	329,409	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	3,532	29,166	288,553	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	29,409	300,000	405,735
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		3,532	58,575	588,553	405,735
Increase (Decrease) in Cash and Investments:		46,468	(58,575)	(205,004)	241,322
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	-	707,470
50841	Committed	47,017	-	1,235,640	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		47,017	-	1,235,640	707,470

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		310 Distressed Area Capital	401 Solid Waste Plan	402 Hogan's Corner Water System	403 Tax Title Management
Beginning Cash and Investments					
308	Beginning Cash and Investments	1,967,843	1,218,326	502,389	5,270,042
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	1,185,467	-	-	51,869
320	Licenses and Permits	-	-	-	6,207
330	Intergovernmental Revenues	-	148,012	-	-
340	Charges for Goods and Services	-	1,166,393	263,730	2,374,497
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	13,137	90,706	3,118	79,174
Total Revenues:		1,198,604	1,405,111	266,848	2,511,747
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	940,223	216,045	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	330,836	-	-	1,452,059
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		330,836	940,223	216,045	1,452,059
Excess (Deficiency) Revenues over Expenditures:		867,768	464,888	50,803	1,059,688
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	50,000	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	48,545	216
Total Other Increases in Fund Resources:		-	-	98,545	216
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	12,085	-	92,952
591-593, 599	Debt Service	81,600	-	150,415	-
597	Transfers-Out	643,415	40,875	-	4,797
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	71
Total Other Decreases in Fund Resources:		725,015	52,960	150,415	97,820
Increase (Decrease) in Cash and Investments:		142,753	411,928	(1,067)	962,084
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	2,110,596	-	-	-
50841	Committed	-	-	-	-
50851	Assigned	-	1,630,254	501,323	6,232,126
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		2,110,596	1,630,254	501,323	6,232,126

The accompanying notes are an integral part of this statement.

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		404 PB Sewer	405 PB/Moclips Water Sys M&O	406 North Beach Water System	407 Illahee Oyehut Sewer System
Beginning Cash and Investments					
308	Beginning Cash and Investments	774,114	1,396,371	197,986	863,105
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	273,951	-
340	Charges for Goods and Services	849,505	617,638	118,441	124,717
350	Fines and Penalties	768	-	-	5,261
360	Miscellaneous Revenues	110,744	12,903	133	5,475
Total Revenues:		961,017	630,541	392,525	135,453
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	762,122	463,700	78,594	83,579
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		762,122	463,700	78,594	83,579
Excess (Deficiency) Revenues over Expenditures:		198,895	166,841	313,931	51,874
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	115,000	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	200,000	200,000	-
Total Other Increases in Fund Resources:		115,000	200,000	200,000	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	66,610	293,204	301,514	-
591-593, 599	Debt Service	241,445	660	553	54,066
597	Transfers-Out	4,027	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	200,000	200,000	-
Total Other Decreases in Fund Resources:		312,082	493,864	502,067	54,066
Increase (Decrease) in Cash and Investments:		1,813	(127,023)	11,864	(2,192)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	-	-
50841	Committed	-	-	-	-
50851	Assigned	775,929	1,269,349	209,850	860,913
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		775,929	1,269,349	209,850	860,913

Grays Harbor County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		501 ER&R	503 Central Services	504 Management Services
Beginning Cash and Investments				
308	Beginning Cash and Investments	2,531,503	569,831	412,488
388 / 588	Net Adjustments	-	-	-
Revenues				
310	Taxes	-	-	-
320	Licenses and Permits	-	-	-
330	Intergovernmental Revenues	-	-	13,975
340	Charges for Goods and Services	3,812,844	1,114,505	2,122,071
350	Fines and Penalties	-	-	-
360	Miscellaneous Revenues	167,016	15,764	863
Total Revenues:		3,979,860	1,130,269	2,136,909
Expenditures				
510	General Government	-	1,177,026	1,964,534
520	Public Safety	-	-	-
530	Utilities	-	-	-
540	Transportation	2,606,425	-	-
550	Natural/Economic Environment	-	-	-
560	Social Services	-	-	-
570	Culture and Recreation	-	-	-
Total Expenditures:		2,606,425	1,177,026	1,964,534
Excess (Deficiency) Revenues over Expenditures:		1,373,435	(46,757)	172,375
Other Increases in Fund Resources				
391-393, 596	Debt Proceeds	-	-	-
397	Transfers-In	-	33,437	-
385	Special or Extraordinary Items	-	-	-
381, 382, 389, 395, 398	Other Resources	36,747	-	-
Total Other Increases in Fund Resources:		36,747	33,437	-
Other Decreases in Fund Resources				
594-595	Capital Expenditures	961,572	40,257	-
591-593, 599	Debt Service	-	-	-
597	Transfers-Out	4,570	-	-
585	Special or Extraordinary Items	-	-	-
581, 582, 589	Other Uses	-	-	-
Total Other Decreases in Fund Resources:		966,142	40,257	-
Increase (Decrease) in Cash and Investments:		444,040	(53,577)	172,375
Ending Cash and Investments				
50821	Nonspendable	-	-	-
50831	Restricted	1,811,884	-	-
50841	Committed	1,163,661	516,256	584,863
50851	Assigned	-	-	-
50891	Unassigned	-	-	-
Total Ending Cash and Investments		2,975,545	516,256	584,863

The accompanying notes are an integral part of this statement.

Grays Harbor County
Fiduciary Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		Total for All Funds (Memo Only)	Private-Purpose Trust	Custodial	External Investment Pool Fund
308	Beginning Cash and Investments	74,089,461	2,937,861	25,894,261	45,257,339
388 & 588	Net Adjustments	-	-	-	-
310-390	Additions	303,395,030	2,728,854	246,423,253	54,242,923
510-590	Deductions	282,241,305	2,230,812	241,377,319	38,633,174
	Net Increase (Decrease) in Cash and Investments:	21,153,725	498,042	5,045,934	15,609,749
508	Ending Cash and Investments	95,243,182	3,435,903	30,940,192	60,867,087

The accompanying notes are an integral part of this statement.

GRAYS HARBOR COUNTY, WASHINGTON
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

Note 1 - Summary of Significant Accounting Policies

Grays Harbor County was incorporated on May 15, 1915 and operates under the laws of the state of Washington applicable to a county government. The County is a general purpose local government and provides the following services: public safety, road improvement, solid waste management, planning and zoning, parks and recreation, judicial administration, health and social services and general administrative services. The County also owns and operates water and waste water systems within the North Beach area of Grays Harbor County.

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

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

A. Fund Accounting

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

GOVERNMENTAL FUND TYPES:

General Fund

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

Special Revenue Funds

These funds account for specific revenue sources that are restricted or committed to expenditures for

specified purposes of the government.

Debt Service Funds

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

Capital Projects Funds

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

PROPRIETARY FUND TYPES:

Enterprise Funds

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

Internal Service Funds

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

FIDUCIARY FUND TYPES:

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

Private-Purpose Trust Funds

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

Custodial Funds

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

B. Basis of Accounting and Measurement Focus

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

C. Cash and Investments

See Note 6, *Deposits and Investments*.

D. Capital Assets

Capital assets are assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of 1 year. Capital assets and inventory are recorded as capital expenditures when purchased.

E. Compensated Absences

Vacation leave may be accumulated up to 240 hours and is payable upon separation or retirement. Sick leave may be accumulated up to 960 hours. Upon separation or retirement, employees may receive

payment for unused sick leave. Maximum allowable accrual for vacation and unused sick leave payment is set by union contract. Payments are recognized as expenditures when paid.

F. Long-Term Debt

See Note 4, *Long-Term Debt*

G. Restricted and Committed Portion of Ending Cash and Investments

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

Restrictions and commitments of Ending Cash and Investments consist of:

Fund		Specific Purpose	Amount
102	Auditor's M&O	Restricted per RCW 36.22.170 and Resolution 89-64, installation and maintenance of a document management system	\$388,787
103	Fairgrounds & Events	Committed for fair operations	\$65,707
104	Trial Court Improvement	Restricted per RCW 3.58.060 and Ordinance 338	\$156,337
105	Paths & Trails	Restricted per RCW 47.30	\$45,549
106	Law Library	Restricted per RCW 27.24.010 & 070	\$65,212
107	Affordable Housing	Restricted for acquiring, rehabilitating, or constructing affordable housing, facilities providing supportive housing services, and O&M costs of new units of affordable or supportive housing.	\$1,278,022
108	Sheriff's Law Enforcement	Restricted for law enforcement purposes	\$140,263
109	Crime Victim Penalty	Restricted per RCW 7.69	\$136,691
110	Roads	Restricted per RCW 36.82.010	\$5,626,068
111	Treasurer's M&O	Restricted per RCW 84.56.020	\$259,686
112	Stadium/Tourism	Restricted per RCW 67.28 & Ordinance 98-248	\$3,749,136
113	GH Raceway	Committed for raceway operations	\$21,418
114	Veteran's Relief	Restricted per RCW 73.08.080	\$47,130
116	Election Reserve	Restricted and committed for expenses associated with conducting regular and special state and county elections, including maintenance and equipment replacement	\$264,171
117	Aberdeen Landfill Postclosure	Committed for post closure care and monitoring of landfill facilities	\$756,828
118	ORV Park	Committed for ORV Park operations	\$5,075

Fund		Specific Purpose	Amount
128	Federal Equitable Sharing	Restricted for law enforcement purposes	\$83,419
129	Public Health & Social Services	Restricted for the administration of Public Health & Social Services	\$1,394,011
130	REET Electronic Technology	Restricted for development, implementation and maintenance of electronic process and reporting system for the real estate excise tax affidavits	\$128,005
131	Tax Refund	Restricted for refunding of over levied taxes	\$14,284
132	Excise/Revaluation Maintenance	Restricted per RCW 82.45.180(5)(c) and Resolution 2014-14 for maintenance and operation of annual revaluation system for property tax valuation and for the maintenance and operation of a reporting system for real estate excise tax affidavits	\$115,114
139	Chemical Dep/MH & Therapy/ITA Court	Restricted by RCW 82.14.460, Ordinance 382, and Resolution 2019-086 reserved for chemical dependency, mental health treatment and services for therapeutic court programs.	\$4,546,551
140	Developmental Disabilities	Restricted due to restrictions on grant revenue for mental health, substance abuse and developmental disabilities	\$920,055
145	Homeless Housing	Restricted for costs related to the homeless housing program and reducing homelessness	\$2,586,045
301	Facilities Capital	Committed for the acquisition or construction of general capital assets and improvements	\$747,963
302	Software Replacement	Committed for acquisition of major computer software systems	\$238,112
303	Fair Building Construction	Committed for acquisition or construction of buildings and improvements at the fairgrounds	\$47,017
307	Cumulative Reserve for Construction	Committed for costs of construction, alteration, or repair of any county building, road, bridge, or other structure	\$1,235,640
309	Capital Improvements	Restricted per RCW 35.43.040	\$707,470
310	Distressed Area Capital	Restricted per RCW 82.14.370	\$2,110,596

Fund	Specific Purpose		Amount
501	Equipment Rental & Revolving	Restricted per RCW 36.33A.010-060 and committed for replacement of equipment rental maintenance facilities, fueling systems and communication sites	\$2,975,545
503	Central Services	Committed for software development, purchases and support, computer purchases and replacement, and GIS related functions	\$516,256
504	Management Services	Committed for insurance and risk management, human resources, budget, payroll services, grants and records management	\$584,863
		Restricted and Committed Ending Cash	\$31,957,026

Note 2 – Budget Compliance

The County adopts annual appropriated budgets for all funds. These budgets are appropriated at the fund level except the general fund, where budget is adopted at the department level. The budget constitutes the legal authority for expenditures at that level. Annual appropriations for these funds lapse at the fiscal year end.

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

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

Fund	Fund/Department Name	Final Appropriated Amounts	Actual Expenditures	Variance
001	<u>General Fund:</u>			
010	Assessor ^[2]	\$1,579,101	\$1,538,005	\$41,096
011	Auditor ^[2]	805,798	726,074	79,724
013	Civil Service	18,390	16,379	2,011
014	Clerk	842,245	839,762	2,483
015	Commissioners	514,188	504,887	9,301
016	Environmental Health	769,180	659,890	109,290
017	Coroner	294,115	278,489	15,626
018	Facility Services ^[2]	1,244,322	1,142,286	102,036
019	Corrections ^[2]	5,458,169	5,151,092	307,077
020	LEOFF 1 Disability Board	9,079	6,268	2,811
021	Boundary Review Board	8,276	3,934	4,342
022	WSU Extension & Noxious Weed	238,482	228,964	9,518

Fund	Fund/Department Name	Final Appropriated Amounts	Actual Expenditures	Variance
023	Therapeutic Courts ^[2]	654,023	550,154	103,869
024	District Court	1,480,646	1,412,929	67,717
025	Emergency Management	5,897,679	5,768,893	128,786
026	Juvenile	2,328,862	2,103,790	225,072
027	LEOFF 1 Benefits	201,609	100,512	101,097
028	Planning & Building	1,047,750	940,453	107,297
030	Prosecutor ^[2]	3,027,306	2,781,601	245,705
031	Security	510,391	390,434	119,957
032	Sheriff	7,577,535	6,350,063	1,227,472
033	Superior Court	1,272,503	1,143,288	129,215
034	Treasurer	616,202	596,873	19,329
035	Public Defense	1,527,804	1,202,060	325,744
036	Park & Vegetation Management	180,000	44,054	135,946
037	Advanced Expenditure ^[2]	400,000	305,204	94,796
038	Non-Departmental	3,116,524	3,105,991	10,533
<i>Total General Fund</i>		<i>\$41,620,179</i>	<i>\$37,892,330</i>	<i>\$3,727,849</i>
<u>Miscellaneous Funds:</u>				
101	Special Projects	\$832,537	\$740,278	\$92,259
102	Auditor's M&O	131,067	62,350	68,717
103	Fairgrounds & Events	1,249,352	768,126	481,226
104	Trial Court Improvement	117,850	21,333	96,517
105	Paths & Trails	40,000	40,000	0
106	Law Library	33,857	33,284	573
107	Affordable Housing	400,000	0	400,000
108	Sheriff's Law Enforcement	100,000	27,449	72,551
109	Crime Victim	142,283	105,511	36,772
110	Roads	18,527,119	16,724,282	1,802,838
111	Treasurer's M&O	147,226	143,546	3,680
112	Stadium ^[1]	598,388	308,404	289,984
112	Tourism ^[1]	1,301,278	1,035,427	265,851
113	GH Raceway	33,656	10,997	22,659
114	Veterans Relief	49,000	25,056	23,944
116	Election Reserve	610,240	386,194	224,046
117	Aberdeen Landfill Postclosure	297,000	160,604	136,396
118	ORV Park	49,791	48,842	949
128	Federal Equitable Sharing	103,882	13,735	90,147
129	Public Health & Social Services	4,147,870	3,934,286	213,584
130	Real Estate Excise Tax Technology	2,000	0	2,000
132	Excise/Revaluation M&O	27,500	0	27,500

Fund	Fund/Department Name	Final Appropriated Amounts	Actual Expenditures	Variance
135	Emergency Communication Tax	3,340,000	2,781,136	558,864
137	Public Safety Sales Tax	3,987,072	2,006,958	1,980,114
139	Chemical Dependency/MH/Therapy Court ^[1]	1,347,813	557,367	790,446
139	ITA Court ^[1]	372,000	158,952	213,048
140	Developmental Disabilities ^[1]	700,000	608,971	91,029
140	MH/Dev Disability Services Levy ^[1]	220,000	220,000	0
145	Homeless Housing	2,731,088	2,646,228	84,860
201	LTGO Refunding Bonds 2012	784,650	784,150	500
203	Pavilion Bonds	66,000	65,520	480
206	LOCAL Program Fin-Energy Retrofit	45,500	45,250	250
207	LOCAL Program Fin-Jail Security	38,000	37,916	84
208	LOCAL Program Fin-Real Estate	21,375	20,875	500
301	Facilities Capital	861,584	374,990	486,594
302	Software Replacement Reserve	625,000	474,437	150,563
303	Fair Building Construction	100,000	3,532	96,468
305	Reserve for Courtroom Construction	58,576	58,576	0
307	Cumulative Reserve Construction	662,800	601,765	61,035
309	Capital Improvements	406,235	405,735	500
310	Distressed Area Capital	2,266,814	1,055,851	1,210,963
401	Solid Waste Plan	2,128,262	993,183	1,135,079
402	Hogan's Corner Water System	479,636	366,460	113,176
403	Tax Title Management	1,734,984	1,549,878	185,106
404	Pacific Beach Sewer M&O ^[1]	1,228,984	1,022,451	206,533
404	Pacific Beach Sewer SRF Loan Reserve ^[1]	2,794	2,794	0
404	Pacific Beach Sewer Bond ULID #7 ^[1]	37,529	37,529	0
404	Pacific Beach Sewer Bond ULID #8 ^[1]	89,325	83,857	5,468
404	Pacific Beach/Moclips Water Sys M&O ^[1]	2,431,602	957,564	1,474,038
406	North Beach Water System	797,872	580,661	217,211
407	Illahee Oyehut Sewer System	245,066	137,645	107,421
501	Equipment Rental & Revolving ^[1]	3,278,065	2,831,056	447,009
501	Equipment Rental & Revolving Replacement ^[1]	895,000	877,089	17,911
501	Maintenance Facility ^[1]	220,000	26,661	193,339
501	Communications Facility ^[1]	45,000	42,932	2,068
503	Central Services ^[1]	1,274,734	1,224,550	50,184
503	Central Services Replacement ^[1]	20,000	12,732	7,268
504	Management Services	2,253,606	1,964,533	289,073
<i>Total Miscellaneous Funds</i>		<i>\$64,738,862</i>	<i>\$50,209,486</i>	<i>\$14,529,376</i>

Fund	Fund/Department Name	Final Appropriated Amounts	Actual Expenditures	Variance
Total County Funds		\$106,359,041	\$88,101,816	\$18,257,225

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

- ^[1] The Budget does not reflect the consolidation of managerial funds contained in the Financial Statements.
- ^[2] The Budget does not reflect the intra fund transfer eliminations contained in the Financial Statements.

Note 3 - Property Tax

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

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

The County's General Fund levy for the year 2020 was \$1.5153089 per \$1,000 on an assessed valuation of \$7,462,133,950 for a total regular levy of \$11,307,435. There was also a levy for Veteran's Relief of \$0.0004824 per \$1,000 on assessed valuation for a total of \$3,600. The levies for General Fund and Veteran's Relief total \$11,311,035.

The County is also authorized to levy \$2.25 per \$1,000 of assessed valuation in unincorporated areas for road construction and maintenance. This levy is subject to the same limitations as the levy for general government services. The County's road levy for 2020 was \$1.9835198 per \$1,000 on an assessed valuation of \$3,201,678,449 for a total road levy of \$6,350,593.

Note 4 – Long-Term Debt

The accompanying Schedule of Liabilities (09) provides more details of the outstanding debt and liabilities of the County and summarizes the County's debt transactions for year ended December 31, 2020.

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

Year	Principal	Interest	Total
2021	\$1,230,524	\$125,817	\$1,356,340

Year	Principal	Interest	Total
2022	1,255,565	96,203	1,351,768
2023	571,986	65,693	637,679
2024	387,770	56,078	443,848
2025	389,719	51,356	441,075
2026-2030	1,623,638	193,543	1,817,181
2031-2035	634,476	120,433	754,909
2036-2040	347,557	63,182	410,739
2041-2045	300,040	27,560	327,600
2046-2049	64,141	1,379	65,520
Total Debt Service	\$6,805,415	\$801,242	\$7,606,658

Note 5 – Interfund Loans

Interfund loan activity as of December 31, 2020:

Borrowing Fund	Lending Fund	1/01/20 Balance	New Loans	Payments	12/31/20 Balance
North Beach Water System	Pacific Beach/Moclips Water System	-	\$200,000	\$200,000	-
	Total Interfund Loans	\$0	\$200,000	\$200,000	\$0

Note 6 – Deposits and Investments

Deposits and Investments

Investments are reported at cost. Deposits and investments by type at December 31, 2020 are as follows:

Type of Deposit or Investment	Grays Harbor County's own deposits and investments	Deposits and Investments held by the county as a custodian for other local governments, individuals or private organizations.	Total
Bank Deposits	\$4,612,473	\$34,376,095	\$38,988,567
Certificates of Deposit			

Local Government Investment Pool	22,528,975	57,391,021	79,919,996
U.S. Government Securities	7,376,101		7,376,101
Other			
Money Market	18,930,000	3,476,066	22,406,066
<i>Total Deposits & Investments</i>	<i>\$53,447,548</i>	<i>\$95,243,182</i>	<i>\$148,690,730</i>

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

Investments in the State Local Government Investment Pool (LGIP)

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

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

Custodial Credit Risk

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

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

Compensating Balances

Grays Harbor County maintains compensating balances in lieu of payment for banking services. The County established a money market account at Bank of the Pacific for this purpose. At Key Bank, checking account balances provide for daily cash liquidity and act as a compensating balance. The average combined balance needed to support services in 2020 was \$19,753,459.

Note 7 - External Investment Pool

The External Investment Pool sponsored by the County was established more than 10 years ago. Revised Code of Washington (RCW) [36.29.022](#), [36.29.010](#), [36.29.020](#), authorize the County Treasurer to invest its surplus cash and any funds of municipal corporations which are not required for immediate expenditure and are in the custody or control of the County Treasurer. The External Investment Pool's investments

are invested pursuant to the Revised Code of Washington. Any credits or payments to pool participants are calculated and made in a manner as required by RCW 36.29.024.

The investments are managed by the Treasurer, which reports investment activity to the County Finance Committee on a quarterly basis. Additionally, the County Treasurer investment activity is subject to an annual investment policy review, compliance oversight, quarterly financial review, and annual financial reporting. The County has not provided nor obtained any legally binding guarantees during the year ended December 31, 2020, to support the value of shares in the Pool.

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

The interest or other earnings of income from the funds of any municipal corporation of which the governing body has not taken any action pertaining to the investment of funds and that have been invested in accordance with state statutes, shall be deposited in the general fund of the county and may be used for general county purposes. The total amount of income from the External Investment Pool assigned to the County's general fund for the year was \$0.00. These investments made by the County Treasurer on behalf of the participants is involuntary participation in the County Treasurer's Investment Pool, as they are required to be invested by statute.

0% of the County Treasurer's Pool consists of these involuntary participants. Voluntary participants in the County Treasurer's Pool include E911, Grays Harbor Transit Authority, all fire protection districts, school and water districts, and local drainage district. The deposits held for both involuntary and voluntary entities are included in the External Investment Pool as defined by the State of Washington.

The Treasurer does not maintain Individual Investment Accounts.

Note 8 – Other Post-Employment Benefits

Public Employees Benefits Board (PEBB)

Grays Harbor County is a participating employer in the state's Public Employees Benefits Board (PEBB) program, a defined benefit plan administered by the Washington State Health Care Authority (HCA). The plan provides medical benefits for public employees and retirees and their dependents on a pay-as-you-go basis. The plan provides OPEB benefits through both explicit and implicit subsidies. The explicit subsidy is a set dollar amount that lowers the monthly premium paid by members over the age of 65 enrolled in Medicare parts A and B. PEBB determines the amount of the explicit subsidy annually. The implicit subsidy results from the inclusion of active and non-Medicare eligible retirees in the same pool when determining premiums. There is an implicit subsidy from active employees since the premiums paid by retirees are lower than they would have been if the retirees were insured separately. As of December 31, 2020, the County had 239 active plan members and 108 retired plan members. The county contributed \$2,858,641 to the plan for the year. Total OPEB liability was \$19,538,288 as calculated using the alternative measurement method.

LEOFF 1 Retiree Medical Plan

The LEOFF I Retiree Medical Plan is a closed, single-employer, defined-benefit OPEB plan administered by Grays Harbor County as required by RCW 41.26.150. The plan pays for 100% of eligible retirees' healthcare costs on a pay-as-you-go basis. As of December 31, 2020, the plan had twelve members, one active elected official and eleven retirees. The county contributed \$100,512 to the plan for the year. Total OPEB liability was \$6,793,462 as calculated using the alternative measurement method.

Note 9 – Pension Plans

State Sponsored Pension Plans

Substantially all County full-time and qualifying part-time employees participate in the following statewide retirement systems administered by the Washington State Department of Retirement Systems (DRS), under cost-sharing, multiple-employer public employee defined benefit and defined contribution retirement plans Public Employees' Retirement System (PERS), Public Safety Employees' Retirement System (PSERS), and Law Enforcement Officers' 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
P.O. Box 48380
Olympia, WA 98540-8380

Also, the DRS CAFR may be downloaded from the DRS website at www.drs.wa.gov.

At June 30, 2020, the County's proportionate share of the collective net pension liabilities, as reported on the Schedule 09, was as follows:

	Employer Contributions	Allocation %	Liability (Asset)
PERS 1	\$996,893	0.137550%	\$4,856,258
PERS 2/3	\$1,337,728	0.145211%	\$1,857,166
PSERS 2	\$220,867	0.500060%	(\$68,808)
LEOFF 1	\$0	0.029154%	(\$550,576)
LEOFF 2	\$177,016	0.090490%	(\$1,845,864)

LEOFF Plan 1

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

LEOFF Plan 2

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

Defined Contribution Pension Plans

Grays Harbor County employees can choose to enroll in a Deferred Compensation 457b plan administered by Nationwide Retirement Solutions that provides optional retirement savings. Traditional 457b plan (pre-tax) and Designated Roth (after-tax) options are available. The County will match the amount applicable as negotiated by the differing union contracts and withhold from the employee's paychecks monthly deductions authorized by the employee. Under the current union contract the County agrees to match an employee's pre-taxed deferred compensation contribution up to a maximum of \$50.00 for Courthouse & Public Works contracts and \$65.00 for Teamsters contract each calendar month. The county contributed \$180,950 to the plan for the year ended December 31, 2020.

Note 10 - Joint Ventures & Intergovernmental Agreements

Joint Venture

The County and cities of Aberdeen and Hoquiam jointly operate an Interagency Drug Task Force. The County reports the Task Force as an agency fund. The purpose of the Task Force is to enhance the investigation and enforcement of laws against illegal drugs.

The Task Force is governed by an administrative board composed of the County Sheriff and the Aberdeen and Hoquiam Police Chiefs. The Board is responsible for establishing the budget, authorizing the acquisition of equipment, setting operating policies, and resolving disputes.

Activity for the year ended December 31, 2020 is as follows:

	Total	County
Revenue	\$314,272	\$259,751
Expenditures	\$1,235,482	\$823,663

Intergovernmental Agreement

The County and counties of Lewis, Mason, and Thurston have agreed to participate in the Chehalis Basin Partnership (CBP) through an Intergovernmental Agreement. The four counties support the collaboration among the Chehalis Basin Watershed communities to implement a comprehensive strategy for balancing competing demands for water, while at the same time preserving and enhancing

the future integrity of the Chehalis Basin Watershed.

The County and Confederated Tribes of the Chehalis Reservation entered into a memorandum of agreement for the purposes of:

- Securing a Watershed Coordinator to assist the CBP in the implementation of the Chehalis Basin Watershed Management Plan and the Detailed Implementation Plan; and
- Securing a Lead Entity Coordinator to assist the Grays Harbor/Chehalis Basin Lead Entity for Salmon Recovery in the coordination and implementation of the WRIA 22-23 Chehalis Basin Salmon Habitat Restoration and Preservation Work Plan.

Funding for the Watershed Coordinator will come from donations or other grant sources and funding for the Lead Entity Coordinator will come from the Washington State Recreation and Conservation Office (RCO).

The County shall reimburse the Confederated Tribes for expenses of the Watershed Coordinator/Lead Entity Coordinator in an amount up to \$90,000.

Revenues and expenditures for 2020 are as follows:

Description	Revenue	Expenditures
CBP Watershed Facilitator	\$0	\$12,824
RCO Lead Entity Grant	116,684	114,581
<i>Total Revenue and Expenditures</i>	<i>\$116,684</i>	<i>\$127,405</i>

Note 11 – Contingencies & Litigation

Miscellaneous Claims

The County is occasionally the defendant in various claims including emotional distress, false arrests, jail complaints, and civil rights violations. There were three (3) outstanding or possible claims of this type as of January 1, 2021. The County is defending and expects to prevail or have these claims dismissed for lack of merit.

Civil Real Property Forfeitures

There are six (6) civil cases pending in Superior Court from the 2017 investigation into illegal marijuana grow operations in Grays Harbor County. It is anticipated that these cases will settle, with a possibility of having to pay minimal attorney fees.

In 2019 the County reported one case that was on appeal, the County has since prevailed in this case with the Court of Appeals.

Note 12 – Risk Management

Grays Harbor County is a participating member of the Washington Counties Risk Pool (WCRP). Chapter 48.62 RCW authorizes the governing body of one or more governmental entities to join together for the

joint purchasing of insurance, and/or joint self-insuring, and/or joint hiring or contracting for risk management services to the same extent that they may individually purchase insurance, self-insure, or hire or contract for risk management services.

An agreement to form a pooling arrangement was made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The Pool was formed in August of 1988 when 15 counties in the state of Washington joined together by signing an Interlocal Governmental Agreement to pool their self-insured losses and jointly purchase insurance and administrative services. As of December 31, 2020, twenty-six (26) counties participate in the WCRP.

The Pool allows members to jointly establish a plan of self-insurance, and provides related services, such as risk management and claims administration. Members enjoy occurrence-based, jointly purchased and/or jointly self-insured liability coverage for bodily injury, personal injury, property damage, errors and omissions, and advertising injury caused by a covered occurrence during an eligible period and occurring anywhere in the world. Total coverage limits are \$20 million per occurrence and each member selects its occurrence deductible amount for the ensuing coverage year from these options: \$10,000, \$25,000, \$50,000, \$100,000, \$250,000 or \$500,000. For losses occurring in 2020, Grays Harbor County selects a per-occurrence deductible of \$25,000.

Members make an annual contribution to fund the Pool. The Pool acquires excess and reinsurance for further protection from larger losses. For the first \$10,000,000 of coverage, the Pool acquires reinsurance. The reinsurance agreements are written with self-insured retentions ("SIRs") equal to the amount of the layer of coverage below. For 2019-20, the Pool's SIR was \$2,000,000. The reinsurance agreements respond up to the applicable policy limits and the agreements contain aggregate limits for the maximum annual reimbursements to the Pool of \$30 million (lowest reinsured layer), and \$50 million (second layer). The Pool purchases excess coverage for the additional \$10,000,000 with an aggregate limit of \$100,000,000. Since the Pool is a cooperative program, there is a joint liability among the participating members. Sixteen of the Pool's 26 member counties group purchase an additional \$5,000,000 policy in excess of the pooled \$20,000,000.

New members may be asked to pay modest fees to cover the costs to analyze their loss data and risk profiles, and for their proportional shares of the entry year's assessments. New members contract under the Interlocal Agreement to remain in the Pool for at least five years. Following its initial 60-month term, any member may terminate its membership at the conclusion of any Pool fiscal year, provided the county timely files the required advance written notice. Otherwise, the Interlocal Agreement and membership automatically renews for another year. Even after termination, former members remain responsible for reassessments by the Pool for the members' proportional shares of any unresolved, unreported, and in-process claims for the periods that the former members were signatories to the Interlocal Agreement.

The Pool is fully funded by its member participants. Claims are filed directly with the Pool by members and adjusted by one of the six staff members responsible for evaluating each claim for coverage, establishing reserves, and investigating for any risk-shared liability. The Pool does not contract with any third party administrators for claims adjustment or loss prevention services.

During 2019-20, Grays Harbor County was also one of twenty-six (26) counties which participated in the Washington Counties Property Program (WCPP). Property losses are covered under the WCPP to the participating counties' buildings and contents, vehicles, mobile/contractor equipment, EDP and

communication equipment, etc. that have been scheduled. The WCPP includes 'All Other Perils ("AOP")' coverage limits of \$500 million per occurrence as well as Flood and Earthquake (catastrophe) coverages with separate occurrence limits, each being \$200 million. There are no AOP annual aggregate limits, but the flood and earthquake coverages include annual aggregate limits of \$200 million each. The Pool carries a \$100,000 per claim deductible, while each participating county is responsible for paying their selected deductible within the Pool's deductible, ranging between \$5,000 and \$50,000. Higher deductibles apply to losses resulting from catastrophe-type losses.

Grays Harbor County also participates in the jointly purchased cyber risk and security coverage from a highly-rated commercial insurer. The Pool carries a \$100,000 per claim SIR, while participating member counties do not have deductibles.

The Pool is governed by a board of directors which is comprised of one designated representative from each participating member. The Board of Directors generally meets three-times each year with the Annual Meeting of the Pool being held in summer. The Board approves the extent of risk-sharing, approves the Pool's self-insuring coverage documents, approves the selection of reinsurance and excess agreements, and approves the Pool's annual operating budget.

An 11-member executive committee is elected by and from the WCRP Board for staggered, 3-year terms. Authority has been delegated to the Committee by the Board of Directors to, a) approve all disbursements and reviews the Pool's financial health, b) approve case settlements exceeding the applicable member's deductible by at least \$100,000, c) review all claims with incurred loss estimates exceeding \$100,000, and d) evaluate the Pool's operations, program deliverables, and the Executive Director's performance. Committee members are expected to participate in the Board's standing committees (finance, personnel, risk management, and underwriting) which develop or review/revise proposals for and/or recommendations to the association's policies and its coverages for the Board to consider and act upon.

During 2019-20, the WCRP's assets increased to \$61 million while its liabilities decreased to \$36.3 million. The Pool's net position was \$24.7 million. The Pool more than satisfies the State Risk Manager's solvency requirements (WAC 200.100.03001). The Pool is a cooperative program with joint liability amongst its participating members.

Deficits of the Pool resulting from any fiscal year are financed by reassessments of the deficient year's membership in proportion with the initially levied and collected deposit assessments. The Pool's reassessments receivable balance as of December 31, 2020 was zero (\$0). As such, there were no known contingent liabilities at that time for disclosure by the member counties.

Note 13 – Landfill Post-Closure Agreement

In September of 1990 Grays Harbor County entered into an agreement with Lemay Enterprises, Inc. (the Company), concerning the closure and post-closure care of the landfill operation known as the Aberdeen Sanitary Landfill, (the Landfill). This agreement was entered into to ensure that federal and state requirements concerning financial assurances for the closure and post-closure costs would be fulfilled.

Under the agreement, the Company increased tipping fees to provide funds for closure and post-closure

activities. The Company is responsible for all costs associated with the closure of the facility.

The Company shall conduct all post-closure care of the Landfill in accordance with the approved post-closure plan and all applicable local, state, and federal laws and regulations. Post-closure costs shall be approved by the County and paid out of the post-closure fund administered by the County. In the event there are insufficient funds for the post-closure care of the Landfill, the County's Solid Waste Fund shall pay any and all shortfalls.

The minimum post-closure period is 20 years; however, post-closure activities will be required for as long as the Landfill is producing contaminated leachate or landfill gas. The County used a 30-year factor when establishing the increase of current tipping fees to fund the post-closure activities. Future post-closure costs are estimated by the County to be approximately \$150,000 per year as the result of the installation of a leachate pipeline in 2013. This amount is subject to change due to inflation, technology, and or regulation. Accumulated funds from the increase in tipping fees, which ceased when the Landfill closed in 1994, are anticipated to fully pay for the post-closure costs throughout the 30 year period.

In 2014 the County entered into a 20 year contract extension with Waste Connections, Inc. (dba LeMay Enterprises, Inc.) for the operation of the central transfer station and disposal of the waste. As per section 13 of the contract; the landfill agreement remains in full force and effect and the County shall continue to maintain the post closure account.

Note 14 – COVID-19 Pandemic

In February 2020, the Governor of Washington declared a state of emergency in response to the spread of the deadly new virus known as COVID-19. In the months following the declaration, precautionary measures to slow the spread of the virus were ordered. These measures included closing schools, cancelling public events limiting public and private gatherings, and restricting business operations, travel, and non-essential activities.

In March of 2020, Grays Harbor County declared a state of emergency as well as each city within Grays Harbor County. This furthered the State's restrictions to the local level with branches of government having to close in an effort to reduce disease activity. Grays Harbor County Public Health and Social Services responded to this pandemic by activating their emergency operations plan. This included requesting assistance which resulted in forming a unified command with Grays Harbor County Department of Emergency Management.

A Type 3 Incident Management Team (IMT) was formulated with assistance from Homeland Security Region 3, local Fire and Law Enforcement agencies, and County departments. Finances for this IMT were handled through Grays Harbor County Sheriff's Office Accounting Department in partnership with Public Health finance staff.

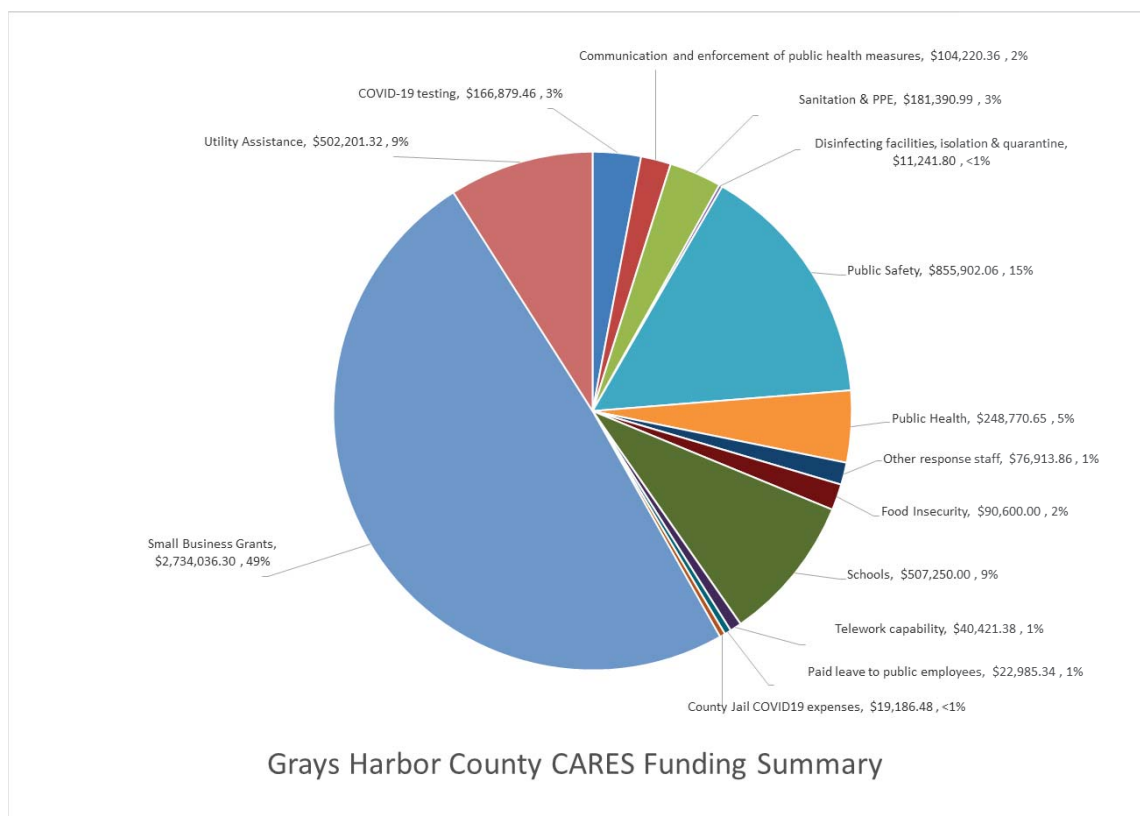
Grays Harbor County was awarded \$5,562,000 of Coronavirus Relief Funds (CRF) from the United States Treasury Department. Below is a chart of how Grays Harbor County distributed and spent those funds.

Several county departments received funding specific to their function's for COVID19 related expenses. Included in this, Grays Harbor County Public Health and Social Services received \$\$\$ in Public Assistance

from the Federal Emergency Management Agency (FEMA) for Quarantine and Isolation support. This funding was utilized to rent out adequate space in two hotels until purchasing and retrofitting a building to be utilized for this service.

In January of 2021, Grays Harbor County transitioned response tactics to focus local vaccination efforts. Funding has been provided to Grays Harbor County from the Federal Emergency Management Agency (FEMA) through Washington State Department of Health (DOH) to cover 100% of costs incurred performing any Mass Vaccination efforts. This funding source is from January 21, 2021 through July 20, 2021.

Grays Harbor County will continue efforts to respond to the COVID-19 Pandemic as long as needed. Numerous funding sources have been identified to cover response costs. The full extent of the financial impact on the Grays Harbor County budget is unknown at this time.



Note 15 – Subsequent Events

The American Rescue Plan Act

President Joe Biden signed the American Rescue Plan Act (ARP) into law in 2021. The U.S. Treasury estimates \$14,560,000 will be allocated to Grays Harbor County and will oversee and administer these payments in two tranches – with 50 percent this year and the remaining 50 percent no earlier than 12 months from the first payment. The U.S. Treasury is required to pay the first tranche no later than 60-days after enactment, and the second payment no earlier than 12 months after the first payment. At this time the County has received \$7,289,859.50.

These funds will be available through December 31, 2024 and can be used for:

- Responding to the COVID-19 pandemic
- Covering costs incurred from the public health emergency
- Replacing lost, related, or decreased revenue due to COVID-19
- Addressing the negative economic impacts on local businesses and nonprofits
- Making necessary investments in water, sewer, and broadband infrastructure

Note 16 – Other Disclosures

Changes to Funds

Federal Equitable Sharing fund was re-numbered from 108-000-200 to 128-000-000 per resolution number 2020-109.

Mental Health fund 140 name change to Developmental Disabilities to reflect the nature of the fund.

Changes to Schedule of Liabilities

In prior years All OPEB liabilities were included in one line. This year to provide more transparency we have split out PEBB and LEOFF1 liabilities. To reflect the change a reduction is showing in OPEB liabilities to move the ending balance into additions for PEBB and LEOFF1. The following shows the detail of changes.

OPEB Liabilities	2019	2020	Additions	Reductions	Ending Balance 12/30/20
PEBB and LEOFF1	\$20,606,421			\$20,606,421	\$0
PEBB		\$14,465,847	\$5,072,441		\$19,538,288
LEOFF1		\$6,140,574	\$652,888		\$6,793,462
Totals	\$20,606,421	\$20,606,421	\$5,725,329	\$20,606,421	\$26,331,750

**Grays Harbor County
Schedule of Liabilities
For the Year Ended December 31, 2020**

ID. No.	Description	Due Date	Beginning Balance	Additions	Reductions	Ending Balance
General Obligation Debt/Liabilities						
251.11	Limited Tax GO Bonds 2012	12/1/2023	2,305,000	-	715,000	1,590,000
251.11	Limited Tax GO Bonds 2016 - FG	12/1/2046	1,300,270	-	34,844	1,265,426
263.81	CERB Loan C2001-141	7/22/2022	114,083	-	37,650	76,433
263.81	CERB Loan C1999-122PW	7/23/2023	163,008	-	39,550	123,458
263.96	Local Program 0121-2-1	6/1/2020	36,991	-	36,991	-
263.96	Local Program 0121-3-1	6/1/2023	164,080	-	37,996	126,084
263.96	Local Program 0121-4-1	6/1/2026	125,000	-	15,000	110,000
Total General Obligation Debt/Liabilities:			4,208,432	-	917,031	3,291,401
Revenue and Other (non G.O.) Debt/Liabilities						
252.11	Sewer Revenue Bonds 2000	5/5/2020	80,167	-	80,167	-
263.82	DWSRF 2009	10/1/2028	1,241,952	-	137,994	1,103,958
263.82	SRF Loan 2016	1/1/2039	749,151	-	33,954	715,197
263.88	PWTF Loan 2012	6/1/2031	1,835,973	-	152,998	1,682,975
263.82	DOH/DWSRF 2019	10/1/2038	-	12,540	660	11,880
259.12	Compensated Absences Liability-Govtl		1,452,091	239,563	-	1,691,654
259.12	Compensated Absences Liability-Prop		281,069	22,483	-	303,552
264.30	Pension Liabilities		6,837,456	-	124,032	6,713,424
264.40	OPEB Liabilities		20,606,421	-	20,606,421	-
264.40	OPEB Liabilities - PEBB		-	19,538,288	-	19,538,288
264.40	OPEB Liabilities - LEOFF1		-	6,793,462	-	6,793,462
Total Revenue and Other (non G.O.) Debt/Liabilities:			33,084,280	26,606,336	21,136,226	38,554,390
Total Liabilities:			37,292,712	26,606,336	22,053,257	41,845,791

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Note
				From Pass- Through Awards	From Direct Awards	Total	
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA ST Department of Health)	WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	CLH18245	77,011	-	77,011	1
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA ST Department of Health)	WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	CLH18245	161,614	-	161,614	1
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA ST Department of Health)	WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	CLH18245	660	-	660	1
Total CFDA 10.557:				239,285	-	239,285	
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA ST Department of Health)	WIC Farmers' Market Nutrition Program (FMNP)	10.572	CLH18245	297	-	297	1
Forest Service Schools and Roads Cluster							
FOREST SERVICE, AGRICULTURE, DEPARTMENT OF	Schools and Roads - Grants to States	10.665	Title III	-	4,147	4,147	1
FOREST SERVICE, AGRICULTURE, DEPARTMENT OF	Schools and Roads - Grants to States	10.665	Title 1-Schools & Roads	-	127,209	127,209	1
Total Forest Service Schools and Roads Cluster:				-	131,356	131,356	

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

		Expenditures					Passed through to Subrecipients	Note
		Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	From Pass-Through Awards	From Direct Awards	Total
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Washington State Department of Commerce)	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	17-62210-006	51,129	-	51,129	51,129	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Washington State Department of Commerce)	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	18-62210-006	5,292	-	5,292	5,292	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Washington State Department of Commerce)	COVID 19 - Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	19-62210-006	200,220	-	200,220	198,855	1
				Total CFDA 14.228:	256,641	-	255,276	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA St Dept of Commerce)	Emergency Solutions Grant Program	14.231	20-4613C-109	99	-	99	-	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA St Dept of Commerce)	COVID 19 - Emergency Solutions Grant Program	14.231	20-4613C-109	80,465	-	80,465	10,284	1
				Total CFDA 14.231:	80,564	-	10,284	

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Continuum of Care Program	14.267	WA0415LOT01 1800, WA0415LOT01 1901	-	2,603	2,603	-	1
			WA0454DOT01 1900	-	1,837	1,837	1,837	1
			Total CFDA 14.267:				-	144,210
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	Drug Court Discretionary Grant Program	16.585	2017-DC-BX- 0032	-	135,845	135,845	-	1
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via City of Aberdeen)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	NA	12,357	-	12,357	-	1
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA St Office Financial Management)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	K2651	20,000	-	20,000	-	1
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA ST Commerce/City of Aberdeen)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	F17-31440-001	10,335	-	10,335	-	1

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA ST Commerce/City of Aberdeen)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	F17-31440-201	10,335	-	10,335	-	1
			Total CFDA 16.738:	53,027	-	53,027	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via Department of Justice)	Comprehensive Opioid, Stimulant, and Substance Abuse Program	16.838	2017-AR-BX- K003	105,587	-	105,587	-	1
Highway Planning and Construction Cluster								
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Dept of Transportation)	Highway Planning and Construction	20.205	HSIP-000S (518) LA-9573, TA-6637	550,965	-	550,965	-	1
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Dept of Transportation)	Highway Planning and Construction	20.205	TAP-2014(106) LA-9708	3,539	-	3,539	-	1
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Dept of Transportation)	Highway Planning and Construction	20.205	ER-1502(007) LA-8575	364,679	-	364,679	-	1
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Dept of Transportation)	Highway Planning and Construction	20.205	BRS-2014(100) LA-8566	16,716	-	16,716	-	1
	Total Highway Planning and Construction Cluster:			935,899	-	935,899	-	
Highway Safety Cluster								

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Traffic Safety Commission)	State and Community Highway Safety	20.600	2020-HVE-3764 -WTSC	8,283	-	8,283	-	1
Total Highway Safety Cluster:				8,283	-	8,283	-	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Traffic Safety Commission)	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	2020-HVE-3764 -WTSC	5,048	-	5,048	-	1
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Traffic Safety Commission)	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	TZM20-2	6,087	-	6,087	-	1
Total CFDA 20.608:				11,135	-	11,135	-	
TREASURY, DEPARTMENT OF THE, TREASURY, DEPARTMENT OF THE	Equitable Sharing	21.016	WA0140000	-	13,735	13,735	-	1
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via State of Washington Administrative Office of the Courts)	COVID 19 - Coronavirus Relief Fund	21.019	Superior Court	68,788	-	68,788	-	1
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via State of Washington Administrative Office of the Courts)	COVID 19 - Coronavirus Relief Fund	21.019	District Court	9,287	-	9,287	-	1

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA ST Department of Health)	COVID 19 - Coronavirus Relief Fund	21.019	CLH18245	1,004,681	-	1,004,681	-	1
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA St Dept of Commerce)	COVID 19 - Coronavirus Relief Fund	21.019	21-4614C-109	26,698	-	26,698	-	1
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA St Dept of Commerce)	COVID 19 - Coronavirus Relief Fund	21.019	21-4614C-109	153,732	-	153,732	153,732	1
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA St Dept Commerce)	COVID 19 - Coronavirus Relief Fund	21.019	20-6541C-014	5,562,000	-	5,562,000	500,000	1
Total CFDA 21.019:				6,825,186	-	6,825,186	653,732	
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via WA ST Department of Health)	Beach Monitoring and Notification Program Implementation Grants	66.472	CLH18245	12,000	-	12,000	-	1
ELECTION ASSISTANCE COMMISSION, ELECTION ASSISTANCE COMMISSION (via State of Washington Office of Secretary of State)	COVID 19 - 2018 HAVA Election Security Grants	90.404	IG-6886	145,314	-	145,314	-	1
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Health)	Public Health Emergency Preparedness	93.069	CLH18245	25,305	-	25,305	-	1

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
FOOD AND DRUG ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Assoc of Food and Drug Officials)	Food and Drug Administration Research	93.103	G-SP-1810- 06886	2,408	-	2,408	-	1
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Health)	Injury Prevention and Control Research and State and Community Based Programs	93.136	CLH18245	92,002	-	92,002	-	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Social and Health Services)	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	K3920	47,133	-	47,133	-	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Department of Health and Human Services)	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	UWSC9647	64,398	-	64,398	-	1
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Health)	Immunization Cooperative Agreements	93.268	CLH18245	2,025	-	2,025	-	1
Total CFDA 93.243:				111,531	-	111,531	-	

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Health)	COVID 19 - Immunization Cooperative Agreements	93.268	CLH18245	1,162	-	1,162	-	1
		Total CFDA 93.268:			3,187	-	3,187	-
		93.354	CLH18245	51,445	-	51,445	-	1
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Health)	COVID 19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.563	2110-81159	250,950	-	250,950	-	1
		Total CFDA 93.563:			300,637	-	300,637	-
		93.563	2110-81159	49,687	-	49,687	-	1
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA St Dept of Social and Health Services)	Child Support Enforcement	93.563	2110-81159	49,687	-	49,687	-	1
		Total CFDA 93.563:			300,637	-	300,637	-
		Total CFDA 93.563:			300,637	-	300,637	-
Medicaid Cluster								

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Expenditures						Passed through to Subrecipients	Note
	Federal Program	CFDA Number	Other Award Number	From Pass- Through Awards	From Direct Awards	Total		
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Department of Health and Human Services)	Medical Assistance Program	93.778	K2744	12,310	-	12,310	-	1
		Total Medicaid Cluster:		12,310	-	12,310	-	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Social and Health Services)	Opioid STR	93.788	K3920	69,607	-	69,607	-	1
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Children, Youth and Families)	Maternal, Infant and Early Childhood Home Visiting Grant	93.870	20-1155	89,642	-	89,642	-	1
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Children, Youth and Families)	Maternal, Infant and Early Childhood Home Visiting Grant	93.870	20-1155-01	99,579	-	99,579	-	1
		Total CFDA 93.870:		189,221	-	189,221	-	

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Social and Health Services)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	K3920	48,440	-	48,440	-	1
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA ST Department of Health)	Maternal and Child Health Services Block Grant to the States	93.994	CLH18245	61,277	-	61,277	-	1
U.S. COAST GUARD, HOMELAND SECURITY, DEPARTMENT OF (via WA St Parks Recreation Commission)	Boating Safety Financial Assistance	97.012	3319FAS19015 3	6,607	-	6,607	-	1
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA ST Department of Health)	COVID 19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	CLH18245	58,245	-	58,245	-	1
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA St Military Dept)	COVID 19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4481DR- WA/Project #136443	81,048	-	81,048	-	1
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA St Military Dept)	COVID 19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4481DR- WA/Project #139282	288,553	-	288,553	-	1
Total CFDA 97.036:				427,846	-	427,846	-	

The accompanying notes are an integral part of this schedule.

Grays Harbor County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Note
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA St Military Dept)	Emergency Management Performance Grants	97.042	E20-113	41,021	-	-	1
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA St Military Dept)	Emergency Management Performance Grants	97.042	E21-137	5,337	-	-	1
Total CFDA 97.042:				46,358	-	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA St Military Dept)	Homeland Security Grant Program	97.067	E19-070	4,419	-	-	1
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA St Military Dept)	Homeland Security Grant Program	97.067	E20-069	9,982	-	-	1
Total CFDA 97.067:				14,401	-	-	
Total Federal Awards Expended:				10,135,800	425,146	1,047,796	

GRAYS HARBOR COUNTY, WASHINGTON
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Note 1 – Basis of Accounting

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

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the County's portion, may be 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 Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 2 – Federal De Minimis Indirect Cost Rate

The County has elected to use the 10% de minimis indirect cost rate under the Uniform Guidance.

Note 3 – Donated Personal Protective Equipment (PPE)

During the emergency period of the COVID-19 pandemic, the County received donated PPE with a fair market value of \$614,379.40 at the time of receipt. This statement is unaudited.

ABOUT THE STATE AUDITOR'S OFFICE

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

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

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

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

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

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

We take our role as partners in accountability seriously. The Office provides training and technical assistance to governments both directly and through partnerships with other governmental support organizations.

Stay connected at sao.wa.gov

- [Find your audit team](#)
- [Request public records](#)
- Search BARS manuals ([GAAP](#) and [cash](#)), and find [reporting templates](#)
- Learn about our [training workshops](#) and [on-demand videos](#)
- Discover [which governments serve you](#) — enter an address on our map
- Explore public financial data with the [Financial Intelligence Tool](#)

Other ways to stay in touch

- Main telephone:
(564) 999-0950
- Toll-free Citizen Hotline:
(866) 902-3900
- Email:
webmaster@sao.wa.gov