

**ANNUAL REPORT CERTIFICATION**

Town of La Conner  
(Official Name of Government)

0640  
MCAG No.

Submitted pursuant to RCW 43.09.230 to the Washington State Auditor’s Office  
For the Fiscal Year Ended 12/31/2020

GOVERNMENT INFORMATION:

Official Mailing Address	<u>PO Box 400</u>
	<u>La Conner, WA 98257</u>
Official Website Address	<u>www.townoflaconner.org</u>
Official E-mail Address	<u>financedirector@townoflaconner.org</u>
Official Phone Number	<u>360-466-3125</u>

AUDIT CONTACT or PREPARER INFORMATION and CERTIFICATION:

Audit Contact or Preparer Name and Title	<u>Maria DeGoede Finance Director</u>
Contact Phone Number	<u>360-466-3125</u>
Contact E-mail Address	<u>financedirector@townoflaconner.org</u>

I certify 27th day of May, 2021, that annual report information is complete, accurate and in conformity with the Budgeting, Accounting and Reporting Systems Manual, to the best of my knowledge and belief, having reviewed this information and taken all appropriate steps in order to provide such certification. I acknowledge and understand our responsibility for the design and implementation of controls to ensure accurate financial reporting, comply with applicable laws and safeguard public resources, including controls to prevent and detect fraud. Finally, I acknowledge and understand our responsibility for immediately submitting corrected annual report information if any errors or an omission in such information is subsequently identified.

Signatures  
Maria DeGoede (financedirector@townoflaconner.org)

Town of La Conner

Fund Resources and Uses Arising from Cash Transactions

For the Year Ended December 31, 2020

		Total for All Funds (Memo Only)	001 GENERAL FUND	123 HOTEL MOTEL FUND	212 2014 LTGO Bond - Fire Truck
<b>Beginning Cash and Investments</b>					
308	Beginning Cash and Investments	4,000,257	1,191,884	116,623	54,653
388 / 588	Net Adjustments	-	-	-	-
<b>Revenues</b>					
310	Taxes	1,366,417	1,078,670	102,785	43,538
320	Licenses and Permits	52,303	52,303	-	-
330	Intergovernmental Revenues	163,229	162,174	-	-
340	Charges for Goods and Services	2,838,954	6,388	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	136,085	114,883	545	933
Total Revenues:		4,556,988	1,414,418	103,330	44,471
<b>Expenditures</b>					
510	General Government	264,368	264,368	-	-
520	Public Safety	432,791	432,791	-	-
530	Utilities	1,446,866	-	-	-
540	Transportation	155,830	155,830	-	-
550	Natural/Economic Environment	856,863	154,036	-	-
560	Social Services	1,695	1,695	-	-
570	Culture and Recreation	263,098	233,216	29,882	-
Total Expenditures:		3,421,511	1,241,936	29,882	-
Excess (Deficiency) Revenues over Expenditures:		1,135,477	172,482	73,448	44,471
<b>Other Increases in Fund Resources</b>					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	312,080	262,080	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	236,748	210,184	-	-
Total Other Increases in Fund Resources:		548,828	472,264	-	-
<b>Other Decreases in Fund Resources</b>					
594-595	Capital Expenditures	1,163,718	292,480	-	-
591-593, 599	Debt Service	147,016	-	-	36,105
597	Transfers-Out	312,080	50,000	47,433	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	28,511	18,469	-	-
Total Other Decreases in Fund Resources:		1,651,325	360,949	47,433	36,105
<b>Increase (Decrease) in Cash and Investments:</b>		<b>32,980</b>	<b>283,797</b>	<b>26,015</b>	<b>8,366</b>
<b>Ending Cash and Investments</b>					
50821	Nonspendable	-	-	-	-
50831	Restricted	350,494	12,565	142,638	-
50841	Committed	3,682,740	1,463,116	-	63,019
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
<b>Total Ending Cash and Investments</b>		<b>4,033,234</b>	<b>1,475,681</b>	<b>142,638</b>	<b>63,019</b>

The accompanying notes are an integral part of this statement.

Town of La Conner

Fund Resources and Uses Arising from Cash Transactions

For the Year Ended December 31, 2020

		214 2017 LTGO Bond - Fire Hall	303 FLOOD CONTROL	304 REET 1	305 REET 2
<b>Beginning Cash and Investments</b>					
308	Beginning Cash and Investments	20,468	132,867	145,937	157,851
388 / 588	Net Adjustments	-	-	-	-
<b>Revenues</b>					
310	Taxes	34,293	-	52,562	52,562
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	387	404	501	527
Total Revenues:		34,680	404	53,063	53,089
<b>Expenditures</b>					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	5,930	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	5,930	-	-
Excess (Deficiency) Revenues over Expenditures:		34,680	(5,526)	53,063	53,089
<b>Other Increases in Fund Resources</b>					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	50,000	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	50,000	-	-
<b>Other Decreases in Fund Resources</b>					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	39,395	-	-	-
597	Transfers-Out	-	-	100,000	114,647
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		39,395	-	100,000	114,647
<b>Increase (Decrease) in Cash and Investments:</b>		<b>(4,715)</b>	<b>44,474</b>	<b>(46,937)</b>	<b>(61,558)</b>
<b>Ending Cash and Investments</b>					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	-	98,999	96,292
50841	Committed	15,753	177,341	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
<b>Total Ending Cash and Investments</b>		<b>15,753</b>	<b>177,341</b>	<b>98,999</b>	<b>96,292</b>

The accompanying notes are an integral part of this statement.

Town of La Conner

Fund Resources and Uses Arising from Cash Transactions

For the Year Ended December 31, 2020

		401 WATER FUND	403 DRAINAGE FUND	409 SEWER FUND
<b>Beginning Cash and Investments</b>				
308	Beginning Cash and Investments	559,504	650,381	970,089
388 / 588	Net Adjustments	-	-	-
<b>Revenues</b>				
310	Taxes	-	-	2,007
320	Licenses and Permits	-	-	-
330	Intergovernmental Revenues	358	-	697
340	Charges for Goods and Services	1,022,406	299,618	1,510,542
350	Fines and Penalties	-	-	-
360	Miscellaneous Revenues	6,521	2,829	8,555
Total Revenues:		1,029,285	302,447	1,521,801
<b>Expenditures</b>				
510	General Government	-	-	-
520	Public Safety	-	-	-
530	Utilities	748,620	167,163	525,153
540	Transportation	-	-	-
550	Natural/Economic Environment	-	-	702,827
560	Social Services	-	-	-
570	Culture and Recreation	-	-	-
Total Expenditures:		748,620	167,163	1,227,980
Excess (Deficiency) Revenues over Expenditures:		280,665	135,284	293,821
<b>Other Increases in Fund Resources</b>				
391-393, 596	Debt Proceeds	-	-	-
397	Transfers-In	-	-	-
385	Special or Extraordinary Items	-	-	-
381, 382, 389, 395, 398	Other Resources	1,972	22,920	1,672
Total Other Increases in Fund Resources:		1,972	22,920	1,672
<b>Other Decreases in Fund Resources</b>				
594-595	Capital Expenditures	28,992	531,088	311,158
591-593, 599	Debt Service	71,516	-	-
597	Transfers-Out	-	-	-
585	Special or Extraordinary Items	-	-	-
581, 582, 589	Other Uses	2,449	5,344	2,249
Total Other Decreases in Fund Resources:		102,957	536,432	313,407
<b>Increase (Decrease) in Cash and Investments:</b>		<b>179,680</b>	<b>(378,228)</b>	<b>(17,914)</b>
<b>Ending Cash and Investments</b>				
50821	Nonspendable	-	-	-
50831	Restricted	-	-	-
50841	Committed	739,182	272,153	952,176
50851	Assigned	-	-	-
50891	Unassigned	-	-	-
<b>Total Ending Cash and Investments</b>		<b>739,182</b>	<b>272,153</b>	<b>952,176</b>

The accompanying notes are an integral part of this statement.

**Town of La Conner**  
**Fiduciary Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2020**

		<u>Custodial</u>
308	Beginning Cash and Investments	6,522
388 & 588	Net Adjustments	-
310-390	Additions	43,215
510-590	Deductions	<u>47,169</u>
	Net Increase (Decrease) in Cash and Investments:	(3,954)
508	Ending Cash and Investments	2,568

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

**TOWN OF LA CONNER**  
Skagit County  
Notes to Financial Statements  
For the year ending December 31, 2020

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Town of La Conner was incorporated on May 14, 1890 and operates under the laws of the state of Washington applicable to a municipality. The Town of La Conner is a general purpose local government and provides public safety, fire prevention, street improvement, parks and recreation and general administrative services. In addition, the Town of La Conner owns and operates a water system, sewer system and storm drainage system.

The Town of La Conner 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 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. The Sewer Fund 409 and Compost Fund 412 are rolled up for reporting purposes.

#### **FIDUCIARY FUND TYPES:**

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

##### Pension (and Other Employee Benefit) Trust Funds

These funds are used to report fiduciary activities for pension and OPEB plans administered through trust.

#### **B. Basis of Accounting and Measurement Focus**

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

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

#### **C. Cash and Investments**

See Note 4 - *Deposits and Investments*.

#### **D. Capital Assets**

Capital assets are assets with an initial individual cost of more than \$10,000 and an estimated useful life in excess of 10 years. Capital assets and inventory are recorded as capital expenditures when purchased.

#### **E. Compensated Absences**

Vacation leave may be accumulated up to the number of hours an employee accrues each year and is payable upon separation or retirement. Sick leave may be accumulated 960 hours. Upon separation or retirement employees do not receive payment for unused sick leave. Payments are recognized as expenditures when paid.

#### **F. Long-Term Debt**

See Note 5 - *Debt Service Requirements*.

#### **G. Restricted and Committed Portion of Ending Cash and Investments**

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

Restrictions and commitments of Ending Cash and Investments consist of 2020 – REET 1 \$98,999, REET 2 \$96,292, Hotel Motel \$142,638 and 002/Waterfront & Jordan Park Donations \$12,565. Committed Ending Cash and Investments for the remainder funds is \$3,682,740.

## Note 2 - Budget Compliance

The Town of La Conner adopts annual appropriated budgets for general, special revenue, capital projects and enterprise funds. These budgets are appropriated at the fund level (except the general (current expense) 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 follow:

Fund/Department	Final Appropriated Amounts	Actual Expenditures	Variance
<b>General Fund:</b>			
General Operating	\$1,160,023.88	\$961,123.19	\$198,900.69
Park & Port Fund	\$430,953.88	\$315,254.99	\$115,698.89
Facilities Fund	\$236,602.50	170,318.61	\$66,283.89
Public Art Fund	\$24,000	\$12,469.42	\$11,530.58
Street Fund	\$238,336	\$157,715.86	\$80,620.14
<b>Total General Fund</b>	<b>\$2,089,916.26</b>	<b>\$1,616,882.07</b>	<b>\$473,034.19</b>
Hotel Motel Fund	\$191,623	\$77,315.60	\$114,307.40
2014 LTGO Bond	\$36,355	\$36,105	\$250
2017 LTGO Bond	\$39,675.18	\$39,395.18	\$280
Flood Fund	\$15,000	\$5,929.50	\$9,070.50
REET 1 Fund	\$112,000	\$100,000	\$12,000
REET 2 Fund	\$114,647	\$114,647	\$0
Water Fund	\$969,054.25	\$851,578.01	\$117,476.24
Drainage Fund	\$740,924	\$703,594.28	\$37,329.72
Sewer Fund	\$736,768.84	\$626,983.63	\$109,785.21
Sewer Compost Fund	\$942,149.57	\$914,402.42	\$27,747.15
<b>Total Sewer Fund</b>	<b>\$1,678,918.41</b>	<b>\$1,541,386.05</b>	<b>\$137,532.36</b>

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 Town of La Conner's legislative body. Variances for 2020 were larger due to cutbacks during the COVID Pandemic.

## Note 3 – COVID-19 Pandemic

In February 2020, the Governor of the state of Washington declared a state of emergency in response to the spread of 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.

At the start of the pandemic, the Town of La Conner's Public Works remained full time staffed. Town Hall did close, but divided duties by alternating in office staff to insure accountability for receipting and banking duties. The Administrator and Finance Director alternated in office and home until June of 2020, Town Hall did reopen, with required masks and only one customer in Town Hall at a time. It has run full staffed sense then.



The financial impact has been minimal for the Town. The length of time these measures will continue to be in place, and the full extent of the financial impact on the Town of La Conner is unknown at this time.

#### **Note 4 – Deposits and Investments**

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

Type of deposit or investment	Town of La Conner's own deposits and investments	Deposits and investments held by the County as custodian for other local governments, individuals, or private organizations	Total
Washington Federal Checking Acct.	\$2,154,830.45	\$2,568	\$2,157,398.45
Washington Federal Savings Acct.	\$922,813.24	\$0	\$922,813.24
Certificates of deposit (CD/Investments)	\$897,125.73	\$0	\$897,125.73
Local Government Investment Pool	\$58,464.17	\$0	\$58,464.17
Total	4,033,233.59	\$2,568	4,035,801.59

It is the Town of La Conner'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 Town of La Conner 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](http://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 Town of La Conner 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 Town of La Conner 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 Town of La Conner or its agent in the government's name.

#### **Note 5 – Debt Service Requirements**

The accompanying Schedule of Liabilities provides more details of the outstanding debt and liabilities of the Town of La Conner and summarizes the Town of La Conner's debt transactions for year ended December 31, 2020.

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

Year	Principal	Interest	Total
2020	\$90,623	\$55,823	\$146,446
2021	\$97,080	\$53,699	\$150,779
2022	\$98,585	\$51,235	\$149,820
2023	\$101,137	\$48,539	\$149,676
2024	\$102,735	\$45,617	\$148,352
2025 - 2029	\$406,510	\$184,565	\$591,075
2030-2034	\$439,800	\$113,976	\$553,776
2035 - 2038	\$341,026	\$27,003	\$368,029
<b>Total</b>	<b>\$1,677,496</b>	<b>\$580,457</b>	<b>\$2,257,953</b>

## Note 6 – Pension Plans

### A. State Sponsored Pension Plans

Substantially all Town of La Conner 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 (PERS I, PERS II and PERS III).

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](http://www.drs.wa.gov).

The Town of La Conner also participates in the Volunteer Fire Fighters' and Reserve Officers' Relief and Pension Fund (VFFRPF) administered by the State Board for Volunteer Fire Fighters and Reserve Officers. Detailed information about the plan is included in the State of Washington CAFR available from the Office of Financial Management website at [www.ofm.wa.gov](http://www.ofm.wa.gov).

At June 30, 2020 (the measurement date of the plans), the Town of La Conner's proportionate share of the collective net pension liabilities, as reported on the Schedule of Liabilities, was as follows:

Plan	Employer Contributions	Allocation %	Liability (Asset)
PERS 1/ UAAL	26,767	0.003693	130,383
PERS 2/3	44,115	0.004789	61,249
VFFRPF		0.34%	(119,734)

The Town of La Conner does not participate in LEOFF Plan 1 or Plan 2.

## **Note 7 - 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 Town of La Conner. Delinquent taxes are considered fully collectible because a lien affixes to the property after tax is levied.

The Town of La Conner's regular levy for the year 2020 was \$1.74628 per \$1,000 on an assessed valuation of \$191,019,778 for a total regular levy of \$333,574.

## **Note 8 – Risk Management**

### **Property & Casualty Risk Pool**

The Town of La Conner is a member of the Washington Cities Insurance Authority (WCIA). Utilizing Chapter 48.62 RCW (self-insurance regulation) and Chapter 39.34 RCW (Interlocal Cooperation Act), nine cities originally formed WCIA on January 1, 1981. WCIA was created for the purpose of providing a pooling mechanism for jointly purchasing insurance, jointly self-insuring, and / or jointly contracting for risk management services. WCIA has a total of 162 members.

New members initially contract for a three-year term, and thereafter automatically renew on an annual basis. A one-year withdrawal notice is required before membership can be terminated. Termination does not relieve a former member from its unresolved loss history incurred during membership.

Liability coverage is written on an occurrence basis, without deductibles. Coverage includes general, automobile, police, errors or omissions, stop gap, employment practices and employee benefits liability. Limits are \$4 million per occurrence in the self-insured layer, and \$21 million in limits above the self-insured layer is provided by reinsurance. Total limits are \$25 million per occurrence subject to aggregates and sublimits. The Board of Directors determines the limits and terms of coverage annually.

Insurance for property, automobile physical damage, fidelity, inland marine, and boiler and machinery coverage are purchased on a group basis. Various deductibles apply by type of coverage. Property coverage is self-funded from the members' deductible to \$750,000, for all perils other than flood and earthquake, and insured above that to \$400 million per occurrence subject to aggregates and sublimits. Automobile physical damage coverage is self-funded from the members' deductible to \$250,000 and insured above that to \$100 million per occurrence subject to aggregates and sublimits.

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

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

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

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

### **Health & Welfare Risk Pool**

The Town of La Conner is a member of the Association of Washington Cities Employee Benefit Trust Health Care Program (AWC Trust HCP). Chapter 48.62 RCW provides that two or more local government entities may, by Interlocal agreement under Chapter 39.34 RCW, form together or join a pool or organization for the joint purchasing of insurance, and/or joint self-insurance, to the same extent that they may individually purchase insurance, or self-insure.

An agreement to form a pooling arrangement was made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The AWC Trust HCP was formed on January 1, 2014 when participating cities, towns, and non-city entities of the AWC Employee Benefit Trust in the State of Washington joined together by signing an Interlocal Governmental Agreement to jointly self-insure certain health benefit plans and programs for participating employees, their covered dependents and other beneficiaries through a designated account within the Trust.

As of December 31, 2020, 262 cities/towns/non-city entities participate in the AWC Trust HCP.

The AWC Trust HCP allows members to establish a program of joint insurance and provides health and welfare services to all participating members.

In April 2020, the Board of Trustees adopted a large employer policy, requiring newly enrolling groups with 600 or more employees to submit medical claims experience data in order to receive a quote for medical coverage. Outside of this, the AWC Trust HCP pools claims without regard to individual member experience. The pool is actuarially rated each year with the assumption of projected claims run-out for all current members.

The AWC Trust HCP includes medical, dental and vision insurance through the following carriers: Kaiser Foundation Health Plan of Washington, Kaiser Foundation Health Plan of Washington Options, Inc., Regence BlueShield, Asuris Northwest Health, Delta Dental of Washington, and Vision Service Plan. Eligible members are cities and towns within the state of Washington. Non-City Entities (public agency, public corporation, intergovernmental agency, or political subdivision within the state of Washington) are eligible to apply for coverage into the AWC Trust HCP, submitting application to the Board of Trustees for review as required in the Trust Agreement.

Participating employers pay monthly premiums to the AWC Trust HCP. The AWC Trust HCP is responsible for payment of all covered claims. In 2020, the AWC Trust HCP purchased stop loss insurance for Regence/Asuris plans at an individual stop loss (ISL) of \$1.5 million through Commencement Bay Risk Management, and Kaiser ISL at \$1 million with Companion Life through ASG Risk Management. The aggregate policy is for 200% of expected medical claims.

Participating employers contract to remain in the AWC Trust HCP for a minimum of three years. Participating employers with over 250 employees must provide written notice of termination of all coverage a minimum of 12 months in advance of the termination date, and participating employers with under 250 employees must provide written notice of termination of all coverage a minimum of 6 months in advance of termination date.

When all coverage is being terminated, termination will only occur on December 31. Participating employers terminating a group or line of coverage must notify the AWC Trust HCP a minimum of 60 days prior to termination. A participating employer's termination will not obligate that member to past debts, or further contributions to the AWC Trust HCP. Similarly, the terminating member forfeits all rights and interest to the AWC Trust HCP account.

The operations of the Health Care Program are managed by the Board of Trustees or its delegates. The Board of Trustees is comprised of four regionally elected officials from Trust member cities or towns, the Employee Benefit Advisory Committee Chair and Vice Chair, and two appointed individuals from the AWC Board of Directors, who are from Trust member cities or towns. The Trustees or its appointed delegates review and analyze Health Care Program related matters and make operational decisions regarding premium contributions, reserves, plan options and benefits in compliance with Chapter 48.62 RCW. The Board of Trustees has decision authority consistent with the Trust Agreement, Health Care Program policies, Chapter 48.62 RCW and Chapter 200-110-WAC.

The accounting records of the AWC Trust HCP are maintained in accordance with methods prescribed by the State Auditor's office under the authority of Chapter 43.09 RCW. The AWC Trust HCP also follows applicable accounting standards established by the Governmental Accounting Standards Board ("GASB"). In 2018, the retiree medical plan

subsidy was eliminated, and is noted as such in the report for the fiscal year ending December 31, 2018. Year-end financial reporting is done on an accrual basis and submitted to the Office of the State Auditor as required by Chapter 200-110 WAC. The audit report for the AWC Trust HCP is available from the Washington State Auditor's office.

### **Note 9 – Other Disclosures**

The citizens of La Conner have been fund raising for the Waterfront Park since 2016. These funds are held in reserve in the Parks fund for ongoing expenditures. The Waterfront Park project was completed in 2020 leaving the remaining balance of the reserve at 12,000. These funds were dedicated to the Gazebo for the park that has not been completed.

#### **Variances:**

Local Retail Sales and Use Tax overage is from the Sales Tax Interest in the amount of \$654 and \$2007 for the Compost Sales Tax for a total of \$2661.

The Special Purpose Tax overage in the amount of \$43,216 is the Towns portion for the County Jail Tax from the State Remittance. It is just a pass through that is forwarded on to the County monthly.

The Hotel Motel Tax negative balance is due to the Town receipting the Lodging of \$51,371.05 and Stadium of \$51,414.15 on separate line items. The total of both equals the State amount of \$102,785.

#### **Projects:**

2019 Waterfront Park Shoreline Restoration was completed in 2020 with retainage that rolled over to 2021.

2019 Maple Hall Elevator was completed in 2020 with a retainage rolled over to 2021.

2019 Caledonia Pump Station Project rolled over to 2021.

2020 Sale of the Kirsch Property in the amount of \$200,000

In 2020 The Town of La Conner received funds from the Cares Act Grant in the amount of \$39,852.36. \$20,000 was distributed to businesses in Town, and the remainder balance was reimbursement for Town expenditures incurred due to the pandemic.



<div>Town of La Conner</div> <div>Schedule 01</div> <div>For the year ended December 31, 2020</div>					
MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	3083105	Restricted Cash and Investments - Beginning	\$36,008
0640	001	GENERAL FUND	3084100	Committed Cash and Investments - Beginning	\$1,128,681
0640	001	GENERAL FUND	3084101	Committed Cash and Investments - Beginning	\$7,560
0640	001	GENERAL FUND	3084103	Committed Cash and Investments - Beginning	\$7,875
0640	001	GENERAL FUND	3084104	Committed Cash and Investments - Beginning	\$11,760
0640	001	GENERAL FUND	3111000	Property Tax	\$328,801
0640	001	GENERAL FUND	3131100	Local Retail Sales and Use Tax	\$405,927
0640	001	GENERAL FUND	3137100	Criminal Justice Sales and Use Tax	\$22,600
0640	001	GENERAL FUND	3161000	Business and Occupation Taxes	\$67,261
0640	001	GENERAL FUND	3164100	Business and Occupation Taxes on Utilities	\$33,909
0640	001	GENERAL FUND	3164100	Business and Occupation Taxes on Utilities	\$33,909
0640	001	GENERAL FUND	3164300	Business and Occupation Taxes on Utilities	\$14,484
0640	001	GENERAL FUND	3164300	Business and Occupation Taxes on Utilities	\$14,484
0640	001	GENERAL FUND	3164500	Business and Occupation Taxes on Utilities	\$9,634
0640	001	GENERAL FUND	3164600	Business and Occupation Taxes on Utilities	\$18,898
0640	001	GENERAL FUND	3164700	Business and Occupation Taxes on Utilities	\$10,237
0640	001	GENERAL FUND	3164700	Business and Occupation Taxes on Utilities	\$10,237
0640	001	GENERAL FUND	3168100	Gambling Tax - Punch Boards and Pull Tabs	\$2,192
0640	001	GENERAL FUND	3172000	Leasehold Excise Tax	\$106,097
0640	001	GENERAL FUND	3219100	Franchise Fees and Royalties	\$11,837
0640	001	GENERAL FUND	3219900	Other Business Licenses and Permits	\$8,254
0640	001	GENERAL FUND	3219900	Other Business Licenses and Permits	\$25,358
0640	001	GENERAL FUND	3219900	Other Business Licenses and Permits	\$665
0640	001	GENERAL FUND	3221000	Buildings, Structures and Equipment	\$1,069

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	3221002	Buildings, Structures and Equipment	\$1,500
0640	001	GENERAL FUND	3221101	Buildings, Structures and Equipment	\$540
0640	001	GENERAL FUND	3221102	Buildings, Structures and Equipment	\$430
0640	001	GENERAL FUND	3221103	Buildings, Structures and Equipment	\$135
0640	001	GENERAL FUND	3221200	Buildings, Structures and Equipment	\$135
0640	001	GENERAL FUND	3221300	Buildings, Structures and Equipment	\$600
0640	001	GENERAL FUND	3221400	Buildings, Structures and Equipment	\$200
0640	001	GENERAL FUND	3221401	Buildings, Structures and Equipment	\$180
0640	001	GENERAL FUND	3223000	Animal Licenses	\$160
0640	001	GENERAL FUND	3224000	Street and Curb Permits	\$1,200
0640	001	GENERAL FUND	3229000	Other Non-Business Licenses and Permits	\$40
0640	001	GENERAL FUND	3311100	Federal Direct Grant from Department of Commerce	\$42,135
0640	001	GENERAL FUND	3340311	State Grant from Department of Ecology	\$7,674
0640	001	GENERAL FUND	3340490	State Grant from Department of Health	\$1,260
0640	001	GENERAL FUND	3360071	Multimodal Transportation - Cities	\$1,309
0640	001	GENERAL FUND	3360087	Motor Vehicle Fuel Tax - City Streets	\$17,684
0640	001	GENERAL FUND	3360235	Harbor Leases	\$65,826
0640	001	GENERAL FUND	3360621	Criminal Justice - Violent Crimes/Population	\$1,000
0640	001	GENERAL FUND	3360625	Criminal Justice - Contracted Services	\$1,848
0640	001	GENERAL FUND	3360626	Criminal Justice - Special Programs	\$1,076
0640	001	GENERAL FUND	3360642	Marijuana Excise Tax Distribution	\$1,099
0640	001	GENERAL FUND	3360651	DUI and Other Criminal Justice Assistance	\$140
0640	001	GENERAL FUND	3360694	Liquor/Beer Excise Tax	\$6,051
0640	001	GENERAL FUND	3360695	Liquor Control Board Profits	\$7,706
0640	001	GENERAL FUND	3370000	Local Grants, Entitlements and Other Payments	\$400
0640	001	GENERAL FUND	3370800	Local Grants, Entitlements and Other Payments	\$6,966
0640	001	GENERAL FUND	3414300	Budgeting and Accounting Services	\$242
0640	001	GENERAL FUND	3458100	Zoning and Subdivision Services	\$2,327
0640	001	GENERAL FUND	3458610	SEPA Related Mitigation Fees	\$469



MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	3458904	Other Planning and Development Services	\$300
0640	001	GENERAL FUND	3458908	Other Planning and Development Services	\$385
0640	001	GENERAL FUND	3458910	Other Planning and Development Services	\$875
0640	001	GENERAL FUND	3458913	Other Planning and Development Services	\$135
0640	001	GENERAL FUND	3458916	Other Planning and Development Services	\$100
0640	001	GENERAL FUND	3458922	Other Planning and Development Services	\$500
0640	001	GENERAL FUND	3458924	Other Planning and Development Services	\$1,055
0640	001	GENERAL FUND	3611100	Investment Earnings	\$2,212
0640	001	GENERAL FUND	3611102	Investment Earnings	\$1,099
0640	001	GENERAL FUND	3623000	Rents and Leases	\$3,483
0640	001	GENERAL FUND	3623000	Rents and Leases	\$3,483
0640	001	GENERAL FUND	3624000	Rents and Leases	\$200
0640	001	GENERAL FUND	3624001	Rents and Leases	\$6,147
0640	001	GENERAL FUND	3624001	Rents and Leases	\$10,062
0640	001	GENERAL FUND	3624002	Rents and Leases	\$1,925
0640	001	GENERAL FUND	3625000	Rents and Leases	\$19,041
0640	001	GENERAL FUND	3625000	Rents and Leases	\$281
0640	001	GENERAL FUND	3625000	Rents and Leases	\$2,738
0640	001	GENERAL FUND	3625000	Rents and Leases	\$52,001
0640	001	GENERAL FUND	3625000	Rents and Leases	\$2,805
0640	001	GENERAL FUND	3625000	Rents and Leases	\$2,222
0640	001	GENERAL FUND	3671100	Contributions and Donations from Nongovernmental Sources	\$401
0640	001	GENERAL FUND	3691000	Sale of Surplus	\$167
0640	001	GENERAL FUND	3699100	Miscellaneous Other	\$6,616
0640	123	HOTEL MOTEL FUND	3083100	Restricted Cash and Investments - Beginning	\$116,623
0640	123	HOTEL MOTEL FUND	3133100	Hotel/Motel Sales and Use Tax	\$51,371
0640	123	HOTEL MOTEL FUND	3133200	Hotel/Motel Sales and Use Tax - Convention Center	\$51,414
0640	123	HOTEL MOTEL FUND	3611100	Investment Earnings	\$364
0640	123	HOTEL MOTEL FUND	3611102	Investment Earnings	\$181
0640	212	2014 LTGO Bond - Fire Truck	3084100	Committed Cash and Investments - Beginning	\$54,653
0640	212	2014 LTGO Bond - Fire Truck	3131500	Special Purpose Sales and Use Tax	\$43,538
0640	212	2014 LTGO Bond - Fire Truck	3611100	Investment Earnings	\$624
0640	212	2014 LTGO Bond - Fire Truck	3611102	Investment Earnings	\$309
0640	214	2017 LTGO Bond - Fire Hall	3084100	Committed Cash and Investments - Beginning	\$20,468

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	214	2017 LTGO Bond - Fire Hall	3131100	Local Retail Sales and Use Tax	\$34,293
0640	214	2017 LTGO Bond - Fire Hall	3611100	Investment Earnings	\$78
0640	214	2017 LTGO Bond - Fire Hall	3611102	Investment Earnings	\$39
0640	214	2017 LTGO Bond - Fire Hall	3699100	Miscellaneous Other	\$270
0640	303	FLOOD CONTROL	3084100	Committed Cash and Investments - Beginning	\$132,867
0640	303	FLOOD CONTROL	3611100	Investment Earnings	\$270
0640	303	FLOOD CONTROL	3611102	Investment Earnings	\$134
0640	304	REET 1	3083100	Restricted Cash and Investments - Beginning	\$145,937
0640	304	REET 1	3183400	REET 1 - First Quarter Percent	\$52,562
0640	304	REET 1	3611100	Investment Earnings	\$335
0640	304	REET 1	3611102	Investment Earnings	\$166
0640	305	REET 2	3083100	Restricted Cash and Investments - Beginning	\$157,851
0640	305	REET 2	3183500	REET 2 - Second Quarter Percent	\$52,562
0640	305	REET 2	3611100	Investment Earnings	\$352
0640	305	REET 2	3611102	Investment Earnings	\$175
0640	401	WATER FUND	3084100	Committed Cash and Investments - Beginning	\$420,730
0640	401	WATER FUND	3084101	Committed Cash and Investments - Beginning	\$70,537
0640	401	WATER FUND	3084102	Committed Cash and Investments - Beginning	\$40,076
0640	401	WATER FUND	3084103	Committed Cash and Investments - Beginning	\$28,161
0640	401	WATER FUND	3311100	Federal Direct Grant from Department of Commerce	\$358
0640	401	WATER FUND	3434001	Water Sales and Services	\$921,273
0640	401	WATER FUND	3434001	Water Sales and Services	\$20,108
0640	401	WATER FUND	3434001	Water Sales and Services	\$52,817
0640	401	WATER FUND	3434002	Water Sales and Services	\$16,727
0640	401	WATER FUND	3434002	Water Sales and Services	\$11,110
0640	401	WATER FUND	3434003	Water Sales and Services	\$371
0640	401	WATER FUND	3611100	Investment Earnings	\$4,111
0640	401	WATER FUND	3611102	Investment Earnings	\$2,042
0640	401	WATER FUND	3691000	Sale of Surplus	\$167
0640	401	WATER FUND	3699100	Miscellaneous Other	\$201
0640	403	DRAINAGE FUND	3084100	Committed Cash and Investments - Beginning	\$616,878
0640	403	DRAINAGE FUND	3084101	Committed Cash and Investments - Beginning	\$4,003

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	403	DRAINAGE FUND	3084102	Committed Cash and Investments - Beginning	\$29,500
0640	403	DRAINAGE FUND	3434000	Water Sales and Services	\$293,358
0640	403	DRAINAGE FUND	3434001	Water Sales and Services	\$325
0640	403	DRAINAGE FUND	3434002	Water Sales and Services	\$5,935
0640	403	DRAINAGE FUND	3611100	Investment Earnings	\$1,762
0640	403	DRAINAGE FUND	3611102	Investment Earnings	\$875
0640	403	DRAINAGE FUND	3691000	Sale of Surplus	\$167
0640	403	DRAINAGE FUND	3699100	Miscellaneous Other	\$25
0640	409	SEWER FUND	3084100	Committed Cash and Investments - Beginning	\$345,654
0640	409	SEWER FUND	3084101	Committed Cash and Investments - Beginning	\$93,373
0640	409	SEWER FUND	3084102	Committed Cash and Investments - Beginning	\$362,932
0640	409	SEWER FUND	3084103	Committed Cash and Investments - Beginning	\$32,772
0640	409	SEWER FUND	3084104	Committed Cash and Investments - Beginning	\$134,092
0640	409	SEWER FUND	3084105	Committed Cash and Investments - Beginning	\$1,266
0640	409	SEWER FUND	3131100	Local Retail Sales and Use Tax	\$2,007
0640	631	Agency Disbursements	3083100	Restricted Cash and Investments - Beginning	\$6,522
0640	409	SEWER FUND	3311100	Federal Direct Grant from Department of Commerce	\$697
0640	409	SEWER FUND	3435000	Sewer/Reclaimed Water Sales and Services	\$375
0640	409	SEWER FUND	3435001	Sewer/Reclaimed Water Sales and Services	\$382,385
0640	409	SEWER FUND	3435001	Sewer/Reclaimed Water Sales and Services	\$148,050
0640	409	SEWER FUND	3435002	Sewer/Reclaimed Water Sales and Services	\$130,000
0640	409	SEWER FUND	3435002	Sewer/Reclaimed Water Sales and Services	\$691,318
0640	409	SEWER FUND	3435003	Sewer/Reclaimed Water Sales and Services	\$30,000
0640	409	SEWER FUND	3435004	Sewer/Reclaimed Water Sales and Services	\$19,456
0640	409	SEWER FUND	3435004	Sewer/Reclaimed Water Sales and Services	\$64,921
0640	409	SEWER FUND	3435004	Sewer/Reclaimed Water Sales and Services	\$44,037
0640	409	SEWER FUND	3611100	Investment Earnings	\$4,601
0640	409	SEWER FUND	3611102	Investment Earnings	\$2,286
0640	409	SEWER FUND	3671100	Contributions and Donations from Nongovernmental Sources	\$1,668

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	5083100	Restricted Cash and Investments - Ending	\$12,000
0640	001	GENERAL FUND	5083110	Restricted Cash and Investments - Ending	\$565
0640	001	GENERAL FUND	5084100	Committed Cash and Investments - Ending	\$1,463,116
0640	001	GENERAL FUND	5116010	Legislative Activities	\$9,000
0640	001	GENERAL FUND	5116020	Legislative Activities	\$710
0640	001	GENERAL FUND	5117040	Lobbying Activities	\$386
0640	001	GENERAL FUND	5131010	Executive Office	\$35,858
0640	001	GENERAL FUND	5131020	Executive Office	\$25,161
0640	001	GENERAL FUND	5131020	Executive Office	\$17,776
0640	001	GENERAL FUND	5131030	Executive Office	\$975
0640	001	GENERAL FUND	5131040	Executive Office	\$2,000
0640	001	GENERAL FUND	5131040	Executive Office	\$5,838
0640	001	GENERAL FUND	5131040	Executive Office	\$1,492
0640	001	GENERAL FUND	5131040	Executive Office	\$146
0640	001	GENERAL FUND	5131040	Executive Office	\$776
0640	001	GENERAL FUND	5131040	Executive Office	\$250
0640	001	GENERAL FUND	5142310	Financial Services	\$45,732
0640	001	GENERAL FUND	5142320	Financial Services	\$23,313
0640	001	GENERAL FUND	5142330	Financial Services	\$16
0640	001	GENERAL FUND	5142330	Financial Services	\$1,499
0640	001	GENERAL FUND	5142340	Financial Services	\$446
0640	001	GENERAL FUND	5142340	Financial Services	\$1,537
0640	001	GENERAL FUND	5142340	Financial Services	\$963
0640	001	GENERAL FUND	5142340	Financial Services	\$1,950
0640	001	GENERAL FUND	5142340	Financial Services	\$918
0640	001	GENERAL FUND	5142340	Financial Services	\$2,250
0640	001	GENERAL FUND	5149040	Voters Registration Services	\$3,145
0640	001	GENERAL FUND	5183030	Maintenance/Security/Insurance/Janitorial Services	\$6,672
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$484
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$1,350
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$5,102
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$2,089
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$1,851
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$15,755

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$8,218
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$4,838
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$6,032
0640	001	GENERAL FUND	5183040	Maintenance/Security/Insurance/Janitorial Services	\$2,348
0640	001	GENERAL FUND	5186340	General Grants, Financial Assistance and Other Distributions to Others	\$20,000
0640	001	GENERAL FUND	5189040	Other Centralized Services	\$494
0640	001	GENERAL FUND	5189040	Other Centralized Services	\$6,998
0640	001	GENERAL FUND	5212040	Police Operations	\$321,453
0640	001	GENERAL FUND	5217030	Traffic Policing	\$59
0640	001	GENERAL FUND	5217040	Traffic Policing	\$7,966
0640	001	GENERAL FUND	5217040	Traffic Policing	\$142
0640	001	GENERAL FUND	5221010	Administration	\$36,541
0640	001	GENERAL FUND	5221020	Administration	\$3,078
0640	001	GENERAL FUND	5222020	Fire Suppression and Emergency Medical Services	\$1,680
0640	001	GENERAL FUND	5222030	Fire Suppression and Emergency Medical Services	\$540
0640	001	GENERAL FUND	5222030	Fire Suppression and Emergency Medical Services	\$694
0640	001	GENERAL FUND	5222030	Fire Suppression and Emergency Medical Services	\$6,904
0640	001	GENERAL FUND	5222030	Fire Suppression and Emergency Medical Services	\$3,212
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$843
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$639
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$3,783
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$4,850
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$6,887
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$5,193

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$13,047
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$5,920
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$570
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$5,109
0640	001	GENERAL FUND	5222040	Fire Suppression and Emergency Medical Services	\$1,668
0640	001	GENERAL FUND	5251040	Administration	\$2,013
0640	001	GENERAL FUND	5423010	Roadway	\$58,917
0640	001	GENERAL FUND	5423010	Roadway	\$2,414
0640	001	GENERAL FUND	5423020	Roadway	\$35,154
0640	001	GENERAL FUND	5426340	Street Lighting	\$16,842
0640	001	GENERAL FUND	5426430	Traffic Control Devices	\$538
0640	001	GENERAL FUND	5426440	Traffic Control Devices	\$8,512
0640	001	GENERAL FUND	5426440	Traffic Control Devices	\$2,312
0640	001	GENERAL FUND	5426530	Parking Facilities	\$100
0640	001	GENERAL FUND	5426540	Parking Facilities	\$5,883
0640	001	GENERAL FUND	5426540	Parking Facilities	\$261
0640	001	GENERAL FUND	5431040	Management	\$5,909
0640	001	GENERAL FUND	5431040	Management	\$45
0640	001	GENERAL FUND	5431040	Management	\$5,909
0640	001	GENERAL FUND	5431040	Management	\$2,449
0640	001	GENERAL FUND	5431040	Management	\$2,188
0640	001	GENERAL FUND	5435040	Facilities	\$8,397
0640	001	GENERAL FUND	5537040	Pollution Control and Remediation	\$329
0640	001	GENERAL FUND	5586010	Planning	\$41,226
0640	001	GENERAL FUND	5586020	Planning	\$20,364
0640	001	GENERAL FUND	5586040	Planning	\$68,780
0640	001	GENERAL FUND	5586040	Planning	\$2,145
0640	001	GENERAL FUND	5586040	Planning	\$18,458
0640	001	GENERAL FUND	5586040	Planning	\$388
0640	001	GENERAL FUND	5586040	Planning	\$2,281
0640	001	GENERAL FUND	5586040	Planning	\$65
0640	001	GENERAL FUND	5620040	Public Health Services	\$1,000
0640	001	GENERAL FUND	5660040	Chemical Dependency Services	\$695
0640	001	GENERAL FUND	5710040	Educational and Recreational Activities	\$2,304
0640	001	GENERAL FUND	5710940	Educational and Recreational Activities	\$1,000
0640	001	GENERAL FUND	5755010	Multipurpose and Community Centers	\$10,249

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	5755010	Multipurpose and Community Centers	\$22,030
0640	001	GENERAL FUND	5755010	Multipurpose and Community Centers	\$1,032
0640	001	GENERAL FUND	5755020	Multipurpose and Community Centers	\$907
0640	001	GENERAL FUND	5755020	Multipurpose and Community Centers	\$15,685
0640	001	GENERAL FUND	5755030	Multipurpose and Community Centers	\$271
0640	001	GENERAL FUND	5755030	Multipurpose and Community Centers	\$499
0640	001	GENERAL FUND	5755030	Multipurpose and Community Centers	\$4,299
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$2,234
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$683
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$2,157
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$15
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$10,468
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$3,165
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$6,405
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$2,722
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$5,573
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$664
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$4,116
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$226
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$9,566
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$161
0640	001	GENERAL FUND	5755040	Multipurpose and Community Centers	\$134
0640	001	GENERAL FUND	5768010	General Parks	\$45,626
0640	001	GENERAL FUND	5768010	General Parks	\$225
0640	001	GENERAL FUND	5768020	General Parks	\$26,387
0640	001	GENERAL FUND	5768030	General Parks	\$100
0640	001	GENERAL FUND	5768030	General Parks	\$439
0640	001	GENERAL FUND	5768040	General Parks	\$6,435
0640	001	GENERAL FUND	5768040	General Parks	\$125
0640	001	GENERAL FUND	5768040	General Parks	\$8,275
0640	001	GENERAL FUND	5768040	General Parks	\$6,228
0640	001	GENERAL FUND	5768040	General Parks	\$664



MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	5768040	General Parks	\$9,162
0640	001	GENERAL FUND	5768040	General Parks	\$7,170
0640	001	GENERAL FUND	5768040	General Parks	\$120
0640	001	GENERAL FUND	5768040	General Parks	\$3,864
0640	001	GENERAL FUND	5768040	General Parks	\$8,031
0640	001	GENERAL FUND	5768040	General Parks	\$3,800
0640	123	HOTEL MOTEL FUND	5083100	Restricted Cash and Investments - Ending	\$142,638
0640	123	HOTEL MOTEL FUND	5711040	Educational and Recreational Activities	\$154
0640	123	HOTEL MOTEL FUND	5739030	Other Cultural and Community Events	\$27,228
0640	123	HOTEL MOTEL FUND	5739030	Other Cultural and Community Events	\$2,500
0640	212	2014 LTGO Bond - Fire Truck	5084100	Committed Cash and Investments - Ending	\$63,019
0640	214	2017 LTGO Bond - Fire Hall	5084100	Committed Cash and Investments - Ending	\$15,753
0640	303	FLOOD CONTROL	5084100	Committed Cash and Investments - Ending	\$177,341
0640	303	FLOOD CONTROL	5313040	Storm Drainage Utilities	\$5,930
0640	304	REET 1	5083100	Restricted Cash and Investments - Ending	\$98,999
0640	305	REET 2	5083100	Restricted Cash and Investments - Ending	\$96,292
0640	401	WATER FUND	5084100	Committed Cash and Investments - Ending	\$739,182
0640	401	WATER FUND	5348010	Water Utilities	\$204,364
0640	401	WATER FUND	5348010	Water Utilities	\$3,361
0640	401	WATER FUND	5348020	Water Utilities	\$111,325
0640	401	WATER FUND	5348030	Water Utilities	\$1,277
0640	401	WATER FUND	5348030	Water Utilities	\$9,193
0640	401	WATER FUND	5348030	Water Utilities	\$263,943
0640	401	WATER FUND	5348030	Water Utilities	\$6,484
0640	401	WATER FUND	5348040	Water Utilities	\$7,594
0640	401	WATER FUND	5348040	Water Utilities	\$7,813
0640	401	WATER FUND	5348040	Water Utilities	\$2,151
0640	401	WATER FUND	5348040	Water Utilities	\$105
0640	401	WATER FUND	5348040	Water Utilities	\$13,577
0640	401	WATER FUND	5348040	Water Utilities	\$5,586
0640	401	WATER FUND	5348040	Water Utilities	\$38,474
0640	401	WATER FUND	5348040	Water Utilities	\$2,451
0640	401	WATER FUND	5348040	Water Utilities	\$3,105
0640	401	WATER FUND	5348040	Water Utilities	\$19,873
0640	401	WATER FUND	5348040	Water Utilities	\$1,851
0640	401	WATER FUND	5348040	Water Utilities	\$927
0640	401	WATER FUND	5348040	Water Utilities	\$45,166
0640	403	DRAINAGE FUND	5084100	Committed Cash and Investments - Ending	\$272,153
0640	403	DRAINAGE FUND	5313810	Storm Drainage Utilities	\$90,196



MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	403	DRAINAGE FUND	5313810	Storm Drainage Utilities	\$553
0640	403	DRAINAGE FUND	5313820	Storm Drainage Utilities	\$54,882
0640	403	DRAINAGE FUND	5313830	Storm Drainage Utilities	\$157
0640	403	DRAINAGE FUND	5313830	Storm Drainage Utilities	\$924
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$1,166
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$2,100
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$3,318
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$2,467
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$529
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$1,582
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$4,383
0640	403	DRAINAGE FUND	5313840	Storm Drainage Utilities	\$4,906
0640	409	SEWER FUND	5084100	Committed Cash and Investments - Ending	\$952,176
0640	409	SEWER FUND	5358010	Sewer/Reclaimed Water Utilities	\$38,536
0640	631	Agency Disbursements	5083100	Restricted Cash and Investments - Ending	\$2,568
0640	409	SEWER FUND	5358020	Sewer/Reclaimed Water Utilities	\$20,948
0640	409	SEWER FUND	5358030	Sewer/Reclaimed Water Utilities	\$4,499
0640	409	SEWER FUND	5358030	Sewer/Reclaimed Water Utilities	\$12,883
0640	409	SEWER FUND	5358030	Sewer/Reclaimed Water Utilities	\$381
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$9,002
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$187,206
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$13,356
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$2,901
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$2,101
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$13,449
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$61,510
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$1,204
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$30,000
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$2,451
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$82,161
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$19,974
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$11,860
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$263

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	409	SEWER FUND	5358040	Sewer/Reclaimed Water Utilities	\$10,468
0640	409	SEWER FUND	5549010	Other Environmental Services	\$22,968
0640	409	SEWER FUND	5549020	Other Environmental Services	\$12,685
0640	409	SEWER FUND	5549030	Other Environmental Services	\$15,988
0640	409	SEWER FUND	5549040	Other Environmental Services	\$511
0640	409	SEWER FUND	5549040	Other Environmental Services	\$175,104
0640	409	SEWER FUND	5549040	Other Environmental Services	\$102,384
0640	409	SEWER FUND	5549040	Other Environmental Services	\$582
0640	409	SEWER FUND	5549040	Other Environmental Services	\$21,523
0640	409	SEWER FUND	5549040	Other Environmental Services	\$2,990
0640	409	SEWER FUND	5549040	Other Environmental Services	\$130,000
0640	409	SEWER FUND	5549040	Other Environmental Services	\$177
0640	409	SEWER FUND	5549040	Other Environmental Services	\$1,582
0640	409	SEWER FUND	5549040	Other Environmental Services	\$41,996
0640	409	SEWER FUND	5549040	Other Environmental Services	\$101,330
0640	409	SEWER FUND	5549040	Other Environmental Services	\$2,084
0640	409	SEWER FUND	5549040	Other Environmental Services	\$12,298
0640	409	SEWER FUND	5549940	Other Environmental Services	\$58,625
0640	001	GENERAL FUND	3821000	Refundable Deposits	\$1,672
0640	001	GENERAL FUND	3821000	Refundable Deposits	\$7,850
0640	001	GENERAL FUND	3821000	Refundable Deposits	\$400
0640	001	GENERAL FUND	3951000	Proceeds from Sales of Capital Assets	\$200,262
0640	001	GENERAL FUND	3970000	Transfers-In	\$162,080
0640	001	GENERAL FUND	3970000	Transfers-In	\$100,000
0640	303	FLOOD CONTROL	3970000	Transfers-In	\$50,000
0640	401	WATER FUND	3821000	Refundable Deposits	\$300
0640	401	WATER FUND	3821000	Refundable Deposits	\$1,672
0640	403	DRAINAGE FUND	3821000	Refundable Deposits	\$19,754
0640	403	DRAINAGE FUND	3823000	Non-Fiduciary Collections for Others	\$3,166
0640	409	SEWER FUND	3821000	Refundable Deposits	\$1,672
0640	631	AGENCY DISBURSEMENTS	3894000	Custodial Type Deposits	\$43,215
0640	001	GENERAL FUND	5821000	Refund of Deposits	\$1,886
0640	001	GENERAL FUND	5821000	Refund of Deposits	\$320

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	001	GENERAL FUND	5821000	Refund of Deposits	\$15,963
0640	001	GENERAL FUND	5821000	Refund of Deposits	\$300
0640	001	GENERAL FUND	5942260	Capital Expenditures/Expenses - Fire Suppression and EMS Services	\$40,500
0640	001	GENERAL FUND	5947560	Capital Expenditures/Expenses - Cultural and Recreational Facilities	\$64,675
0640	001	GENERAL FUND	5947660	Capital Expenditures/Expenses - Park Facilities	\$187,305
0640	001	GENERAL FUND	5970000	Transfers-Out	\$50,000
0640	123	HOTEL MOTEL FUND	5970000	Transfers-Out	\$47,433
0640	212	2014 LTGO Bond - Fire Truck	5912270	Debt Repayment - Fire Suppression and EMS Services	\$30,000
0640	212	2014 LTGO Bond - Fire Truck	5922280	Interest and Other Debt Service Cost - Fire Suppression and EMS Services	\$5,805
0640	212	2014 LTGO Bond - Fire Truck	5922280	Interest and Other Debt Service Cost - Fire Suppression and EMS Services	\$300
0640	214	2017 LTGO Bond - Fire Hall	5912270	Debt Repayment - Fire Suppression and EMS Services	\$22,623
0640	214	2017 LTGO Bond - Fire Hall	5922280	Interest and Other Debt Service Cost - Fire Suppression and EMS Services	\$16,772
0640	304	REET 1	5970000	Transfers-Out	\$100,000
0640	305	REET 2	5970000	Transfers-Out	\$114,647
0640	401	WATER FUND	5821000	Refund of Deposits	\$200
0640	401	WATER FUND	5821000	Refund of Deposits	\$2,249
0640	401	WATER FUND	5913470	Debt Repayment - Water Utilities	\$38,000
0640	401	WATER FUND	5923480	Interest and Other Debt Service Cost - Water Utilities	\$33,516
0640	401	WATER FUND	5943460	Capital Expenditures/Expenses - Water Utilities	\$28,992
0640	403	DRAINAGE FUND	5821000	Refund of Deposits	\$5,344
0640	403	DRAINAGE FUND	5943160	Capital Expenditures/Expenses - Storm Drainage Utilities	\$531,088
0640	409	SEWER FUND	5821000	Refund of Deposits	\$2,249
0640	409	SEWER FUND	5943560	Capital Expenditures/Expenses - Sewer/Reclaimed Water Utilities	\$99,583
0640	409	SEWER FUND	5943560	Capital Expenditures/Expenses - Sewer/Reclaimed Water Utilities	\$211,575

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0640	631	AGENCY DISBURSEMENTS	5894000	Custodial Type Disbursements	\$47,169

MCAG No 0640

Town of La Conner

**SCHEDULE SUMMARY OF BANK RECONCILIATION**  
**For the Fiscal Year ended December 31, 2020**

	FROM BANK STATEMENTS					
Bank & Investment Account name	Beginning Bank Balance	Deposits		Withdrawals		Ending Bank Balance
		Receipts	Inter-bank transfers In	Disbursements	Inter-bank transfers out	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
Business Band CD 7816	\$ 250,000					\$ 250,000
Heritage Bank CD 2020		\$ 150,199				\$ 150,199
LGIP	\$ 58,093	\$ 371				\$ 58,464
Opus Bank CD 27389	\$ 151,711			\$ 151,711		\$ -
Opus Bank CD 54670	\$ 252,762	\$ 146		\$ 2,762		\$ 250,146
TVI Bond 912833LFS	\$ 240,192	\$ 6,588				\$ 246,780
WA Fed Checking	\$ 2,294,894	\$ 4,979,901		\$ 4,717,874		\$ 2,556,921
WA Fed Stealth Savings	\$ 919,030	\$ 3,783				\$ 922,813
Bank Totals	\$ 4,166,682	\$ 5,140,989	\$ -	\$ 4,872,347	\$ -	\$ 4,435,325

RECONCILING ITEMS					
Beginning Deposits in Transit (8)	\$ 298	\$ (298)			
Year-end Deposits in Transit (9)		\$ 727			\$ 727
Beginning Outstanding & Open Period Items (10)	\$ (160,351)		\$ (160,351)		
Year-end Outstanding & Open Period Items (11)			\$ 400,399		\$ (400,399)
NSF Checks (12)		\$ -	\$ -		
Cancellation of unredeemed checks/warrants (13)		+			
Interfund transactions (14)		\$ 312,080	\$ 312,080		
Netted Transactions (15)		\$ (304,473)	\$ (304,473)		
Authorized balance of revolving, petty cash and change funds (16)	\$ 150				\$ 150
Other Reconciling Items, net (17)	+ / -	+ / -	+ / -		+ / -
<b>Reconciling Items Totals</b>	<b>\$ (159,903)</b>	<b>\$ 8,036</b>	<b>\$ 247,655</b>		<b>\$ (399,523)</b>

FROM GENERAL LEDGER					
	Beginning Cash & Investment Balance	Revenues & Other Increases		Expenditures & Other Decreases	Ending Cash & Investment Balance
	(19)	(20)		(21)	(22)
<b>General Ledger Totals (18)</b>	<b>\$ 4,006,779</b>	<b>\$ 5,149,025</b>		<b>\$ 5,120,002</b>	<b>\$ 4,035,802</b>
<b>Unreconciled Variance (23)</b>	<b>\$ -</b>	<b>\$ -</b>		<b>\$ -</b>	<b>\$ -</b>

Town of La Conner  
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						
251.12	2013 LTGO Bond	12/1/2025	205,000	-	30,000	175,000
251.12	2017 LTGO Bond	12/1/2037	519,496	-	22,623	496,873
251.12	2018 LTGO Bond	12/1/2038	953,000	-	38,000	915,000
Total General Obligation Debt/Liabilities:			1,677,496	-	90,623	1,586,873
Revenue and Other (non G.O.) Debt/Liabilities						
259.12	Compensated Absence		31,393	29,039	23,908	36,524
264.30	Pension Liabilities		211,261	-	19,630	191,631
Total Revenue and Other (non G.O.) Debt/Liabilities:			242,654	29,039	43,538	228,155
Total Liabilities:			1,920,150	29,039	134,161	1,815,028

Town of La Conner  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (unaudited)  
For Fiscal Year ended December 31, 2020

Grantor	Program Title	Identificaton Number	Amount
Capital Contributions - State Grant from Department of Ecology			
	Shoreline Master Plan	SEASMP-1921-ToLaCo-00065	7,674
Sub-total:			7,674
Grand total:			7,674

**Town of La Conner**  
**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 State Dept. of Commerce)	Coronavirus Relief Fund	21.019	Contract No. 20 -6541C-217	43,190	-	43,190	20,000	
<b>Total Federal Awards Expended:</b>				<b>43,190</b>	<b>-</b>	<b>43,190</b>	<b>20,000</b>	

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



Town of La Conner

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 Town of La Conner's financial statements. The Town of La Conner uses the *Cash Basis Budgeting, Accounting and Reporting System* (BARS) Manual prescribed by the State Auditor's Office under the authority of the Washington State Law, Chapter 43.09 RCW.

Note 2 – Federal De Minimis Indirect Cost Rate

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

Note 3 – Noncash Awards – Equipment

The Town of La Conner received equipment and supplies that were purchased with federal Homeland Security funds by the state of Washington. The amount reported on the Schedule is the value of the property on the date it was received by the Town of La Conner and priced by the state of Washington.

## TOWN OF LA CONNER

## SCHEDULE OF LABOR RELATIONS CONSULTANT(S)

For the Year Ended December 31, 2020

Has your government engaged labor relations consultants?      Yes   X   No

If yes, please provide the following information for each consultant(s):

Name of Firm	
Name of Consultant	
Business Address	
Amount Paid to Consultant During Fiscal Year	
Terms and Conditions, As Applicable, Including:	
Rates (e.g., hourly, etc.)	_____
Maximum Compensation Allowed	_____
Duration of Service	_____
Services Provided	_____
_____	