

**Washington State Auditor's Office**  
**Financial Statements Audit Report**

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**Jefferson County Fire Protection District  
No. 3  
(Port Ludlow Fire & Rescue)**

Audit Period  
January 1, 2008 through December 31, 2009

Report No. 1004926

Issue Date  
January 18, 2011



WASHINGTON  
**BRIAN SONNTAG**  
STATE AUDITOR



**Washington State Auditor  
Brian Sonntag**

January 18, 2011

Board of Commissioners  
Port Ludlow Fire & Rescue  
Port Ludlow, Washington

***Report on Financial Statements***

Please find attached our report on Port Ludlow Fire & Rescue's financial statements.

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

Sincerely,

**BRIAN SONNTAG, CGFM  
STATE AUDITOR**

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Jefferson County  
January 1, 2008 through December 31, 2009**

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**Independent Auditor's Report on Internal  
Control over Financial Reporting and on  
Compliance and Other Matters in Accordance  
with *Government Auditing Standards***

Port Ludlow Fire & Rescue  
Jefferson County  
January 1, 2008 through December 31, 2009

Board of Commissioners  
Port Ludlow Fire & Rescue  
Port Ludlow, Washington

We have audited the financial statements of Port Ludlow Fire & Rescue, Jefferson County, Washington, as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated November 16, 2010.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

***INTERNAL CONTROL OVER FINANCIAL REPORTING***

In planning and performing our audits, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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 District's financial statements will not be prevented, or detected and corrected on a timely basis.

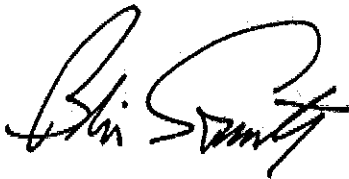
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

## **COMPLIANCE AND OTHER MATTERS**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of the District'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*.

This report is intended for the information and use of management and the Board of Commissioners. 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, appearing to read "Brian Sonntag". The signature is fluid and cursive, with the first name "Brian" and last name "Sonntag" clearly distinguishable.

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

November 16, 2010

# **Independent Auditor's Report on Financial Statements**

**Port Ludlow Fire & Rescue  
Jefferson County  
January 1, 2008 through December 31, 2009**

Board of Commissioners  
Port Ludlow Fire & Rescue  
Port Ludlow, Washington

We have audited the accompanying financial statements of Port Ludlow Fire & Rescue, Jefferson County, Washington, for the years ended December 31, 2009 and 2008. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 1 to the financial statements, the District prepares its financial statements on the basis of accounting that demonstrates compliance with Washington State statutes and the *Budgeting, Accounting and Reporting System* (BARS) manual prescribed by the State Auditor, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of Port Ludlow Fire & Rescue, for the years ended December 31, 2009 and 2008, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report on our consideration of the District'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

Our audits were performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Schedules of Long-Term Debt are 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 has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "Brian Sonntag". The signature is fluid and cursive, with the first name "Brian" written in a larger, more prominent script than the last name "Sonntag".

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

November 16, 2010

# **Financial Section**

**Port Ludlow Fire & Rescue  
Jefferson County  
January 1, 2008 through December 31, 2009**

## ***FINANCIAL STATEMENTS***

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Schedule of Long-Term Debt – 2009  
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Jefferson Co. Fire District No. 3  
FUND RESOURCES AND USES ARISING FROM CASH TRANSACTIONS  
For the Year Ended December 31, 2009

BARS CODE	Description	Total for All Funds	General Fund 655003010	EMS Fund 66003109	Reserve Fund 659003022	Capital Project Fund 655003030	Mitigation Fund 659003030	Debit Service 1700 Bond Fund 659003040
		Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount
308	Beginning Net Cash and Investments	\$ 1,731,979.24	\$ 726,074.81	\$ 99,075.83	\$ 40,240.38	\$ 859,467.15	\$ 7,121.07	
	Revenues and Other Sources							
310	Taxes	\$ 2,311,757.24	\$ 1,673,604.97	\$ 638,147.27				
320	Licenses and Permits	\$ -	\$ -	\$ -				
330	Intergovernmental	\$ 136,132.94	\$ 134,406.94	\$ 1,726.00				
340	Charges for Goods and Services	\$ 176,331.93	\$ 57.70	\$ 176,274.23				
350	Fines and Forfeits	\$ -	\$ -	\$ -				
360	Miscellaneous	\$ 28,201.94	\$ 11,859.23	\$ 11,612.02	\$ 418.55	\$ 3,879.30	\$ 492.84	
380	Non-Revenues	\$ 31,374.07	\$ 30,114.77	\$ 1,259.30				
390	Other Financing Sources	\$ 294,301.00	\$ -	\$ 100,000.00	\$ 80,000.00	\$ 7,000.00	\$ 107,301.00	
	Total Revenues and Other Sources	\$ 2,978,094.12	\$ 1,850,043.61	\$ 929,018.82	\$ 80,418.95	\$ 10,879.30	\$ 432.84	\$ 107,301.00
	Total Resources	\$ 4,710,073.36	\$ 2,576,116.42	\$ 1,028,094.65	\$ 120,658.93	\$ 870,346.45	\$ 7,553.91	\$ 107,301.00
	Expenditures and Other Uses							
510	General Government	\$ 1,341,429.22	\$ 1,341,429.22					
520	Public Safety	\$ 675,440.95	\$ -	\$ 675,440.95				
	Total Operating Expenditures	\$ 2,016,870.17	\$ 2,016,870.17	\$ 675,440.95	\$ -	\$ -	\$ -	\$ -
580	Other Nonexpenditures	\$ -	\$ 29,191.88	\$ -	\$ -			\$ 107,301.00
591-593	Debt Service	\$ -	\$ -	\$ -				\$ -
594	Capital Expenditures	\$ 738,885.42	\$ 24,941.12			\$ 714,044.30		
598	Other Expenditures	\$ -	\$ -					
	Total Expenditures	\$ 2,892,348.47	\$ 1,395,562.22	\$ 675,440.95	\$ -	\$ 714,044.30	\$ -	\$ 107,301.00
596, 597, 599	Other Financing Uses	\$ 294,300.66	\$ 189,394.20	\$ 97,906.66			\$ 7,000.00	\$ -
	Total Expenditures and Other Uses	\$ 3,186,649.33	\$ 1,584,956.42	\$ 773,347.61	\$ -	\$ 714,044.30	\$ 7,000.00	\$ 107,301.00
	Excess (Deficit) of Resources Over Uses	\$ 1,523,424.03	\$ 991,162.00	\$ 254,747.04	\$ 120,658.93	\$ 156,302.15	\$ 553.91	\$ -
380	Nonrevenues (Except 384 and 388.80)							
580	Nonexpenditures (Except 584 and 588.80)							
508	Ending Net Cash and Investments	\$ 1,523,424.03	\$ 991,162.00	\$ 254,747.04	\$ 120,658.93	\$ 156,302.15	\$ 553.91	\$ -

The Accompanying Notes Are An Integral Part Of This Statement.

Jefferson Co. Fire District No. 3  
FUND RESOURCES AND USES ARISING FROM CASH TRANSACTIONS  
For the Year Ended December 31, 2008

BARS CODE	Description	General Fund 655003010		EMS Fund 660003100		Reserve Fund 655003022		Capital Project Fund 665003030		Mitigation Fund 655003030		Debt Service 1160 Bond Fund 659003020	
		Actual Amount		Actual Amount		Actual Amount		Actual Amount		Actual Amount		Actual Amount	
308	Beginning Net Cash and Investments	\$ 529,613.23	\$	15,114.69	\$	423,155.38	\$	-	\$	14,235.88			
	Revenues and Other Sources												
310	Taxes	\$ 1,589,918.82	\$	616,548.97									
320	Licenses and Permits	\$ -	\$	-									
330	Intergovernmental	\$ 51,991.83	\$	1,644.00									
340	Charges for Goods and Services	\$ 70.05	\$	137,367.68									
350	Fines and Forfeits	\$ -	\$	-									
360	Miscellaneous	\$ 7,360.11	\$	3,067.62	\$	7,085.00			\$	1,363.82			
380	Non-Revenues	\$ 12,996.59											
390	Other Financing Sources	\$ 473,478.96	\$	90,000.00				\$	859,467.15			\$	612,184.00
	Total Revenues and Other Sources	\$ 2,135,816.36	\$	848,628.27	\$	7,085.00	\$	859,467.15	\$	1,363.82		\$	612,184.00
	Total Resources	\$ 2,665,429.59	\$	863,742.96	\$	430,240.38	\$	859,467.15	\$	15,599.70		\$	612,184.00
	Expenditures and Other Uses												
510	General Government	\$ 1,131,493.04											
520	Public Safety		\$	672,311.65									
	Total Operating Expenditures	\$ 1,131,493.04	\$	672,311.65	\$	-	\$	-	\$	-		\$	-
589	Other Nonexpenditures	\$ 473.73	\$	2,355.00						\$	8,478.63		
591-593	Debt Service												\$ 612,184.00
594	Capital Expenditures	\$ 49,596.00											
598	Other Expenditures												
	Total Expenditures	\$ 1,181,562.77	\$	674,666.65	\$	-	\$	-	\$	8,478.63		\$	612,184.00
596, 597, 599	Other Financing Uses	\$ 757,791.63	\$	90,000.00	\$	390,000.00							
	Total Expenditures and Other Uses	\$ 1,939,354.40	\$	764,666.65	\$	390,000.00	\$	-	\$	8,478.63		\$	612,184.00
	Total (Deficit) of Resources Over Uses	\$ 726,075.19	\$	99,076.31	\$	40,240.38	\$	859,467.15	\$	7,121.07		\$	-
380	Nonrevenues (Except 384 and 388.80)												
580	Nonexpenditures (Except 584 and 588.80)												
508	Ending Net Cash and Investments	\$ 726,075.19	\$	99,076.31	\$	40,240.38	\$	859,467.15	\$	7,121.07		\$	-

The Accompanying Notes Are An Integral Part Of This Statement.

NOTES TO FINANCIAL STATEMENTS

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

Jefferson County Fire Protection District #3 is a special purpose government that provides fire protection services, and emergency medical services to the general public and is supported primarily through property taxes. The District was incorporated on December 1965 and operates under Chapter 52 RCW and other laws of the state of Washington applicable to fire districts.

a. **Fund Accounting**

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. Each fund is accounted for with a separate set of single-entry accounts that comprises its cash, investments, revenues and expenditures, as appropriate. The District's resources are allocated to and accounted for in individual funds depending on their intended purpose. The following are the fund types used by the District:

GOVERNMENTAL FUND TYPES:

**General (Current Expense) Fund**

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

**Special Revenue Funds** [EMS, Mitigation and Reserve]

These funds account for the proceeds of specific revenue source (other than for major capital projects) that are legally restricted to expenditures for specific purposes.

**Capital Projects Fund**

This fund was created on May 31, 2007 to separate out funds designated for fire district capital projects.

**Debt Service Fund**

This fund accounts for the accumulation of resources to pay principal, interest and related costs on general long-term debt.

b. **Basis of Accounting**

The accounting records of the District are maintained in accordance with methods prescribed by the State Auditor under the authority of Chapter 43.09 RCW. The District uses the *Budgeting, Accounting and Reporting System for Fire Districts in the State of Washington*.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Revenues are recognized only when cash is received and expenditures are recognized when paid.

c. **Cash**

It is the District's policy to invest all temporary cash surpluses. The amount is included on the statement of resources and uses arising from cash transactions as net cash and investments.

Jefferson County Fire Protection District 3 Notes to Financial Statements for Year 2009

d. Deposits

The District's deposits (and certificates of deposit) are covered by the Federal Deposit Insurance Corporation and/or the Washington Public Deposit Protection Commission as managed by the Jefferson County Treasurer.

e. Compensated Absences

Refer to copies of pertinent excerpts from the listed Exhibits showing the sections addressing (1) Sick Leave; (2) Vacation; (3) Comp Time; (4) Bereavement Leave; (5) Jury / Court Duty; (6) Military Leave; (7) Holidays:

EXHIBIT A	Fire Chief Employment Agreement
EXHIBIT B	Assistant Chief Employment Agreement
EXHIBIT C	Administrative Assistant Employment Agreement
EXHIBIT D	IAFF Local 3811 Employment Agreement 2008 - 2010

NOTE 2 – COMPLIANCE AND ACCOUNTABILITY

There have been no material violations of finance-related legal or contractual provisions.

NOTE 3 – PROPERTY TAXES

The Jefferson County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Tax Collections are distributed on the last day of each month and are available for use by the fire district on the first day of the month proceeding.

Property tax revenues are recognized when cash is received by Jefferson County Fire Protection District 3. Delinquent taxes are considered fully collectible because a lien affixes to the property after taxes are levied.

Jefferson County Fire Protection District 3's Regular Levy assessed in the year 2008 for collection in 2009 was \$1.31 per \$1,000 on an assessed valuation of \$1,258,128,255 for a total regular levy of \$1,653,998.31.

Jefferson County Fire Protection District 3's Emergency Medical Services Levy assessed in the year 2008 for collection in 2009 was \$0.50 per \$1,000 on an assessed valuation of \$1,259,694,760 for a total special levy of \$629,847.38.

NOTE 4 – INVESTMENTS

Jefferson County Fire Protection District 3 investments are held by the Jefferson County Treasurer as its agent in the District's name. Investments by type at December 31, 2009 were as follows:

<u>Type of Investment</u>	<u>Balance</u>
GENERAL FUND	\$788,772.17
EMS FUND	\$ 252,890.25
RESERVE FUND	\$ 120,627.59
CAPITAL PROJECT FUND	\$ 156,260.79
MITIGATION FUND	\$ 553.77

\*NOTE: The Capital Project Fund that was opened in December of 2008 had an original fund number of 659-003-046 and was reclassified to fund number 665-003-030 by the Jefferson County Treasurer.

Jefferson County Fire Protection District 3 Notes to Financial Statements for Year 2009

**NOTE 5 - LONG-TERM DEBT**

**LTGO BOND 2008: (\$860,000)**

The accompanying Schedule of Long-Term Debt provides a listing of the outstanding debt of the district for the LTGO BOND 2008 and summarizes the District's debt transactions for year 2009. The debt service requirements, including interest, are as follows on money borrowed from Martin Nelson & Co., Inc. for purchasing fire and EMS apparatus and equipment:

Paid through 12/31/2009                      \$ 107,300.83

Payments due:

2010	\$107,962.50	2015	\$108,562.50
2011	\$105,637.50	2016	\$109,512.50
2012	\$108,162.50	2017	\$110,000.00
2013	\$110,362.50	2018	\$105,250.00
2014	\$107,175.00		

Total    \$1,079,925.83

\*NOTE: A new LTGO Bond Fund was created on December of 2008 with a fund number of 659-003-040.

**NOTE 6 - PENSION PLANS**

Substantially all of Jefferson County Fire Protection District No. 3 full-time firefighters and Fire Chief participate in the WA State DRS LEOFF II plan and the full-time administrative employees and the full-time, temporary fire fighter trainees participate in either the WA State PERS II or PERS III plans all administered by the Department of Retirement Systems, under cost-sharing multiple-employer public employee defined benefit retirement systems. Actuarial information is on a system-wide basis and is not considered pertinent to the District's financial statements. Contributions to the systems by both employee and employer are based upon gross wages covered by plan benefits.

Historical trend or other information regarding each plan is presented in the state Department of Retirement Systems annual financial report. A copy of this report may be obtained at:

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

**OTHER DISCLOSURES**

This reporting procedure has been completed to the best of Jefferson County Fire District No. 3's ability to disclose all financial information to the public.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Jefferson County Fire Protection District #3 is a special purpose government that provides fire protection services, and emergency medical services to the general public and is supported primarily through property taxes. The District was incorporated on December 1965 and operates under Chapter 52 RCW and other laws of the state of Washington applicable to fire districts.

#### a. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. Each fund is accounted for with a separate set of single-entry accounts that comprises its cash, investments, revenues and expenditures, as appropriate. The District's resources are allocated to and accounted for in individual funds depending on their intended purpose. The following are the fund types used by the District:

#### GOVERNMENTAL FUND TYPES:

##### General (Current Expense) Fund

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

##### Special Revenue Funds [EMS, Mitigation and Reserve]

These funds account for the proceeds of specific revenue source (other than for major capital projects) that are legally restricted to expenditures for specific purposes.

##### Capital Projects Fund

This fund was created on May 31, 2007 to separate out funds designated for fire district capital projects.

##### Debt Service Fund

This fund accounts for the accumulation of resources to pay principal, interest and related costs on general long-term debt.

#### b. Basis of Accounting

The accounting records of the District are maintained in accordance with methods prescribed by the State Auditor under the authority of Chapter 43.09 RCW. The District uses the *Budgeting, Accounting and Reporting System for Fire Districts in the State of Washington*.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Revenues are recognized only when cash is received and expenditures are recognized when paid.

#### c. Cash

It is the District's policy to invest all temporary cash surpluses. The amount is included on the statement of resources and uses arising from cash transactions as net cash and investments.

**Jefferson County Fire Protection District 3 Notes to Financial Statements for Year 2008**

**d. Deposits**

The District's deposits (and certificates of deposit) are covered by the Federal Deposit Insurance Corporation and/or the Washington Public Deposit Protection Commission as managed by the Jefferson County Treasurer.

**e. Compensated Absences**

Refer to copies of pertinent excerpts from the listed Exhibits showing the sections addressing (1) Sick Leave; (2) Vacation; (3) Comp Time; (4) Bereavement Leave; (5) Jury / Court Duty; (6) Military Leave; (7) Holidays:

EXHIBIT A	Fire Chief Employment Agreement
EXHIBIT B	Administrative Chief Employment Agreement
EXHIBIT C	Administrative Assistant Employment Agreement
EXHIBIT D	IAFF Local 3811 Employment Agreement 2008 - 2010

**NOTE 2 – COMPLIANCE AND ACCOUNTABILITY**

There have been no material violations of finance-related legal or contractual provisions.

**NOTE 3 – PROPERTY TAXES**

The Jefferson County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Tax Collections are distributed on the last day of each month and are available for use by the fire district on the first day of the month proceeding.

Property tax revenues are recognized when cash is received by Jefferson County Fire Protection District 3. Delinquent taxes are considered fully collectible because a lien affixes to the property after taxes are levied.

Jefferson County Fire Protection District 3's Regular Levy assessed in the year 2007 for collection in 2008 was \$1.30 per \$1,000 on an assessed valuation of \$1,243,456,100 for a total regular levy of \$1,616,492.93.

Jefferson County Fire Protection District 3's Emergency Medical Services Levy assessed in the year 2007 for collection in 2008 was \$0.50 per \$1,000 on an assessed valuation of \$1,244,997,955 for a total special levy of \$622,498.98.

**NOTE 4 – INVESTMENTS**

Jefferson County Fire Protection District 3 investments are held by the Jefferson County Treasurer as its agent in the District's name. Investments by type at December 31, 2008 were as follows:

<u>Type of Investment</u>	<u>Balance</u>
GENERAL FUND	\$490,476.02
EMS FUND	\$- 84,368.07
RESERVE FUND	\$ 40,170.89
CAPITAL PROJECT FUND	\$
MITIGATION FUND	\$ 7,108.79

\*NOTE: The Capital Project Fund that was opened in December of 2008 had an original fund number of 659-003-046 and was reclassified to fund number 665-003-030 by the Jefferson County Treasurer.

**NOTE 5 - LONG-TERM DEBT**

**LTGO BOND 2000: (\$1,000,000)**

The accompanying Schedule of Long-Term Debt provides a listing of the outstanding debt of the district and summarizes the District's debt transactions for year 2008. The debt service requirements, including interest, are as follows on money borrowed from Bank of America for constructing a new fire station:

On June 1, 2008, a principle payment of \$595,000 and an interest payment of \$17,184 was made, paying off the Bond in Full.

Paid through 12/31/08                      \$ 1,372,439 (PAID IN FULL)

**LTGO BOND 2008: (\$860,000)**

The accompanying Schedule of Long-Term Debt provides a listing of the outstanding debt of the district for the LTGO BOND 2008 and summarizes the District's debt transactions for year 2008. The debt service requirements, including interest, are as follows on money borrowed from Martin Nelson & Co., Inc. for purchasing fire and EMS apparatus and equipment:

Paid through 12/31/2008                      \$ New Bond, no payments in 2008

Payments due:

2009	\$107,300.83	2014	\$107,175.00
2010	\$107,962.50	2015	\$108,562.50
2011	\$105,637.50	2016	\$109,512.50
2012	\$108,162.50	2017	\$110,000.00
2013	\$110,362.50	2018	\$105,250.00

Total    \$1,079,925.83

\*NOTE: A new LTGO Bond Fund was created on December of 2008 with a fund number of 659-003-040.

**NOTE 6 - PENSION PLANS**

Substantially all of Jefferson County Fire Protection District No. 3 full-time firefighters and Fire Chief participate in the WA State DRS LEOFF II plan and the full-time administrative employees and the full-time, temporary fire fighter trainees participate in either the WA State PERS II or PERS III plans all administered by the Department of Retirement Systems, under cost-sharing multiple-employer public employee defined benefit retirement systems. Actuarial information is on a system-wide basis and is not considered pertinent to the District's financial statements. Contributions to the systems by both employee and employer are based upon gross wages covered by plan benefits.

Historical trend or other information regarding each plan is presented in the state Department of Retirement Systems annual financial report. A copy of this report may be obtained at:

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

Jefferson County Fire Protection District 3 Notes to Financial Statements for Year 2008

OTHER DISCLOSURES

This reporting procedure has been completed to the best of Jefferson County Fire District No. 3's ability to disclose all financial information to the public.

SCHEDULE OF LONG TERM DEBT  
For the Year Ended December 31, 2009

Date of Original Issuance	Date of Maturity	Beginning Outstanding Debt 01/01/09 (Ending Outstanding Debt Balance from Prior Year)	Amount Issued in Current Year	BARS Code for Receipt	Receiving Fund Number	Amount Redeemed in Current Year	BARS Code for Redemption	Redeeming Fund Number	Ending Outstanding Debt 12/31/09 (1)+(2)-(3)
12/29/2008	12/1/2018	\$ 860,000	\$ -	391.00	659-003-040	\$ 75,000	591.00	669-003-010	\$ 785,000

SCHEDULE OF LONG TERM DEBT  
For the Year Ended December 31, 2008

Date of Original Issuance	Date of Maturity	Beginning Outstanding Debt 01/01/08 (Ending Outstanding Debt Balance from Prior Year)	Amount Issued in Current Year	BARS Code for Receipt	Receiving Fund Number	Amount Redeemed in Current Year	BARS Code for Redemption	Redeeming Fund Number	Ending Outstanding Debt 12/31/08 (1)+(2)-(3)
7/1/2000	12/31/2014	\$ 695,000	\$ -	391.00	659-003-020	\$ 595,000	591.00	659-003-010	\$ -
12/29/2008	12/1/2018	\$ -	\$ 860,000	391.00	659-003-040	\$ -	591.00	659-003-010	\$ 860,000



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

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

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

The State Auditor's Office employees are located around the state to deliver our services effectively and efficiently.

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

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

We take our role as partners in accountability seriously. We provide training and technical assistance to governments and have an extensive quality assurance program.

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