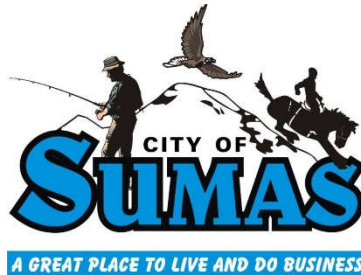


# CITY OF SUMAS WASHINGTON

## 2020 Annual Financial Report

Prepared by:

Jennifer Bell, Finance Director



### Legislative Body

Kyle Christensen	Mayor
Bruce Bosch	Council Position #1
Rich Postma	Council Position #2
Deborah Morgan	Council Position #3
Josh Clawson	Council Position #4
Jesse Clawson	Council Position #5

### Administration

Daniel DeBruin	Chief of Police
Michelle Quinn	City Clerk
Jennifer Bell	Finance Director
Sunny Aulakh	Public Works Director
Jim Wright	City Attorney, Contracted
Rollin Harper	City Planner, Contracted

# ANNUAL REPORT CERTIFICATION

City of Sumas

(Official Name of Government)

0793

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 PO Box 9  
Sumas, WA 98295

Official Website Address https://www.cityofsumas.com

Official E-mail Address jbell@cityofsumas.com

Official Phone Number 360-988-5711

## AUDIT CONTACT or PREPARER INFORMATION and CERTIFICATION:

Audit Contact or Preparer Name and Title Jennifer Bell Finance Director

Contact Phone Number 360-988-5711

Contact E-mail Address jbell@cityofsumas.com

I certify 11th 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

Jennifer Bell (jbell@cityofsumas.com)

**City of Sumas**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2020**

		<u>Total for All Funds (Memo Only)</u>	<u>001 Current Expense</u>	<u>104 Ec. Dev. Fund</u>	<u>105 Civic Imp</u>
<b>Beginning Cash and Investments</b>					
308	Beginning Cash and Investments	4,101,255	1,046,607	235,148	18,340
388 / 588	Net Adjustments	-	-	-	-
<b>Revenues</b>					
310	Taxes	1,456,306	1,362,035	-	2,712
320	Licenses and Permits	113,847	113,847	-	-
330	Intergovernmental Revenues	609,670	606,872	-	-
340	Charges for Goods and Services	3,999,488	184,744	-	-
350	Fines and Penalties	37,553	37,553	-	-
360	Miscellaneous Revenues	47,096	16,636	1,734	3
Total Revenues:		<u>6,263,960</u>	<u>2,321,687</u>	<u>1,734</u>	<u>2,715</u>
<b>Expenditures</b>					
510	General Government	389,491	389,362	-	-
520	Public Safety	1,269,237	1,266,164	-	-
530	Utilities	3,723,587	15,047	-	-
540	Transportation	86,281	86,281	-	-
550	Natural/Economic Environment	85,120	41,770	107	8
560	Social Services	2,434	1,917	-	-
570	Culture and Recreation	60,671	60,671	-	-
Total Expenditures:		<u>5,616,821</u>	<u>1,861,212</u>	<u>107</u>	<u>8</u>
Excess (Deficiency) Revenues over Expenditures:		647,139	460,475	1,627	2,707
<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	79,717	1,000	63,470	-
Total Other Increases in Fund Resources:		<u>79,717</u>	<u>1,000</u>	<u>63,470</u>	<u>-</u>
<b>Other Decreases in Fund Resources</b>					
594-595	Capital Expenditures	588,255	538,106	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	11,679	-	-	-
Total Other Decreases in Fund Resources:		<u>599,934</u>	<u>538,106</u>	<u>-</u>	<u>-</u>
<b>Increase (Decrease) in Cash and Investments:</b>		<b><u>126,922</u></b>	<b><u>(76,631)</u></b>	<b><u>65,097</u></b>	<b><u>2,707</u></b>
<b>Ending Cash and Investments</b>					
50821	Nonspendable	-	-	-	-
50831	Restricted	510,112	8,840	-	21,047
50841	Committed	300,246	-	300,246	-
50851	Assigned	2,456,685	-	-	-
50891	Unassigned	961,139	961,139	-	-
<b>Total Ending Cash and Investments</b>		<b><u>4,228,182</u></b>	<b><u>969,979</u></b>	<b><u>300,246</u></b>	<b><u>21,047</u></b>

The accompanying notes are an integral part of this statement.

**City of Sumas**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2020**

		<u>107 CJ Lo-Pop</u>	<u>301 REET I</u>	<u>302 REET II</u>
<b>Beginning Cash and Investments</b>				
308	Beginning Cash and Investments	20,633	200,638	166,588
388 / 588	Net Adjustments	-	-	-
<b>Revenues</b>				
310	Taxes	-	47,149	44,410
320	Licenses and Permits	-	-	-
330	Intergovernmental Revenues	2,798	-	-
340	Charges for Goods and Services	-	-	-
350	Fines and Penalties	-	-	-
360	Miscellaneous Revenues	3	606	600
Total Revenues:		<u>2,801</u>	<u>47,755</u>	<u>45,010</u>
<b>Expenditures</b>				
510	General Government	-	71	58
520	Public Safety	3,073	-	-
530	Utilities	-	-	-
540	Transportation	-	-	-
550	Natural/Economic Environment	-	-	-
560	Social Services	-	-	-
570	Culture and Recreation	-	-	-
Total Expenditures:		<u>3,073</u>	<u>71</u>	<u>58</u>
Excess (Deficiency) Revenues over Expenditures:		(272)	47,684	44,952
<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	-	-	-
Total Other Increases in Fund Resources:		<u>-</u>	<u>-</u>	<u>-</u>
<b>Other Decreases in Fund Resources</b>				
594-595	Capital Expenditures	-	-	-
591-593, 599	Debt Service	-	-	-
597	Transfers-Out	-	-	-
585	Special or Extraordinary Items	-	-	-
581, 582, 589	Other Uses	-	-	-
Total Other Decreases in Fund Resources:		<u>-</u>	<u>-</u>	<u>-</u>
<b>Increase (Decrease) in Cash and Investments:</b>		<b>(272)</b>	<b>47,684</b>	<b>44,952</b>
<b>Ending Cash and Investments</b>				
50821	Nonspendable	-	-	-
50831	Restricted	20,361	248,323	211,541
50841	Committed	-	-	-
50851	Assigned	-	-	-
50891	Unassigned	-	-	-
<b>Total Ending Cash and Investments</b>		<b><u>20,361</u></b>	<b><u>248,323</u></b>	<b><u>211,541</u></b>

The accompanying notes are an integral part of this statement.

**City of Sumas**  
**Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2020**

		<u>401 Water- Sewer</u>	<u>410 Storm Sewer Fund</u>	<u>411 Light</u>
<b>Beginning Cash and Investments</b>				
308	Beginning Cash and Investments	1,551,032	73,008	789,261
388 / 588	Net Adjustments	-	-	-
<b>Revenues</b>				
310	Taxes	-	-	-
320	Licenses and Permits	-	-	-
330	Intergovernmental Revenues	-	-	-
340	Charges for Goods and Services	1,385,255	24,744	2,404,745
350	Fines and Penalties	-	-	-
360	Miscellaneous Revenues	256	9	27,249
Total Revenues:		<u>1,385,511</u>	<u>24,753</u>	<u>2,431,994</u>
<b>Expenditures</b>				
510	General Government	-	-	-
520	Public Safety	-	-	-
530	Utilities	1,367,802	46,726	2,294,012
540	Transportation	-	-	-
550	Natural/Economic Environment	-	-	43,235
560	Social Services	-	-	517
570	Culture and Recreation	-	-	-
Total Expenditures:		<u>1,367,802</u>	<u>46,726</u>	<u>2,337,764</u>
Excess (Deficiency) Revenues over Expenditures:		17,709	(21,973)	94,230
<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	-	-	15,247
Total Other Increases in Fund Resources:		-	-	<u>15,247</u>
<b>Other Decreases in Fund Resources</b>				
594-595	Capital Expenditures	-	-	50,149
591-593, 599	Debt Service	-	-	-
597	Transfers-Out	-	-	-
585	Special or Extraordinary Items	-	-	-
581, 582, 589	Other Uses	-	-	11,679
Total Other Decreases in Fund Resources:		-	-	<u>61,828</u>
<b>Increase (Decrease) in Cash and Investments:</b>		<b>17,709</b>	<b>(21,973)</b>	<b>47,649</b>
<b>Ending Cash and Investments</b>				
50821	Nonspendable	-	-	-
50831	Restricted	-	-	-
50841	Committed	-	-	-
50851	Assigned	1,568,740	51,036	836,909
50891	Unassigned	-	-	-
<b>Total Ending Cash and Investments</b>		<b><u>1,568,740</u></b>	<b><u>51,036</u></b>	<b><u>836,909</u></b>

The accompanying notes are an integral part of this statement.

**City of Sumas**  
**Fiduciary Fund Resources and Uses Arising from Cash Transactions**  
**For the Year Ended December 31, 2020**

		<b>Total for All Funds (Memo Only)</b>	<b>Custodial</b>
308	Beginning Cash and Investments	1,140	1,140
388 & 588	Net Adjustments	-	-
310-390	Additions	105,497	105,497
510-590	Deductions	104,306	104,306
	Net Increase (Decrease) in Cash and Investments:	1,191	1,191
508	Ending Cash and Investments	2,332	2,332

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

# Notes to Financial Statements – 2020

## Note 1 – Summary of Significant Accounting Policies

The City of Sumas was incorporated in 1891 and operates under the laws of the state of Washington applicable to a non-charter code city operating under the mayor-council plan of government. The City is a general-purpose local government and provides public safety, street improvements, parks and recreation, building inspection, municipal court, cemetery, and general administrative services. In addition, the City owns and operates public utilities for water, sewer, storm-sewer, and electric.

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

- Financial transactions are recognized on a cash basis of accounting as described below.
- Component units are required to be disclosed but are not included in the financial statements.
- Government-wide statements, as defined in GAAP, are not presented.
- All funds are presented, rather than 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 classifications 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.

### 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.

### **FIDUCIARY FUND TYPES:**

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

#### Custodial Funds

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

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

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

In accordance with state law the City 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 \$5,000 and an estimated useful life in excess of 5 years. Capital assets and inventory are recorded as capital expenditures when purchased.

### **E. Compensated Absences**

Vacation leave may be accumulated up to 240 hours and is payable upon separation or retirement. Sick leave may be accumulated up to 1136 hours. Upon separation or retirement employees with 10 years or more of service will receive payment for unused sick leave at a rate of 25% of the balance. Comp leave may be accumulated up to 40 hours and is payable upon separation or retirement. Payments are recognized as expenditures when paid.

### **F. 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 Ordinance or Resolution. When expenditures that meet restrictions are incurred, the City intends to use the most restricted resources first.



Restrictions and commitments of Ending Cash and Investments consist of:

<b>Fund</b>	<b>Restricted/ Committed Ending Balance</b>	<b>Restricted by:</b>
001 Current Expense	\$8,839.67	*Asset Seizure "Guide to Equitable Sharing for State, Local, and Tribal Law Enforcement Agencies"
104 Economic Dev. Fund	\$300,245.56	Ordinance 1298
105 Civic Improvement Fund	\$21,047.47	RCW 67.28.180, RCW 67.28.1815, RCW 67.28.1816
107 CJ Lo-Pop Fund	\$20,360.84	RCW 82.14.330
301 REET I Fund	\$248,323.07	RCW 82.46.010(2)
302 REET II Fund	\$211,540.66	RCW 82.46.035(2)
631 Treasurer's Trust Fund	\$26.50	Custodial Fund – State's portion of CPL fees
634 Court Trust Fund	\$2,305.00	Custodial Fund – Court Bonds held in trust

## Note 2 – Budget Compliance

### A. Budgets

The City adopts annual appropriated budgets for governmental and proprietary funds. These budgets are appropriated at the fund level. The budget constitutes the legal authority for expenditures at that level. Annual appropriations for these funds lapse at the fiscal year end.

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

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

<b>FUND</b>	<b>Final Appropriated Amounts</b>	<b>Actual Expenditures</b>	<b>Variance</b>
001 Current Expense Fund	\$3,859,435	\$2,141,350.30	\$1,718,084.70
101 Street Fund *	\$1,070,200	\$245,140.04	\$825,059.96
103 Cemetery Fund *	\$35,300	\$15,048.02	\$20,251.98
104 Economic Dev. Fund	\$200,000	\$106.74	\$199,893.26
105 Civic Improvement Fund	\$5,300	\$7.72	\$5,292.28
107 Criminal Justice Lo-Pop Fund	\$4,000	\$3,073.70	\$926.30
301 REET I Fund	\$0	\$70.84	(\$70.84)
302 REET II Fund	\$0	\$57.51	(\$57.51)
401 Water-Sewer Fund	\$1,350,615	\$1,367,548.29	(\$16,933.29)
403 Water-Sewer Hookups Fund*	\$0	\$256.17	(\$256.17)
410 Storm Sewer Fund	\$34,350	\$46,726.12	(\$12,376.12)
411 Light Fund	\$2,812,215	\$2,387,914.33	\$424,300.67
412 Light Deposit Fund*	\$0	\$11,502.45	(\$11,502.45)
<b>Totals</b>	<b>\$9,371,415</b>	<b>\$6,218,802.23</b>	<b>\$3,152,612.77</b>

\*Rolled Funds: Funds 101 & 103 were rolled into Fund 001; Fund 403 was rolled into Fund 401; Fund 412 was rolled into 411

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

### **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.

The length of time these measures will continue to be in place, and the full extent of the financial impact on the city is unknown at this time.

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

Deposits and investments by type at December 31, 2020 are as follows:

<b>Type of Deposit</b>	<b>City's Own Deposits &amp; Investments</b>
Bank Deposits	\$4,459,122
Certificates of Deposit	\$101,441
Cash on Hand (Petty Cash)	\$600
<b>Total</b>	<b>\$4,561,163</b>

Interest earned is prorated to the various funds.

#### Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the City 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 City's deposits and certificates of deposit are mostly covered by the Federal Deposit Insurance Corporation (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 City or its agent in the government's name.

## Note 5 – Pension Plans

### A. State Sponsored Pension Plans

Substantially all City full-time and qualifying part-time employees participate in the following statewide retirement systems administered by the Washington State Department of Retirement Systems (DRS), under cost-sharing, multiple-employer public employee defined benefit and defined contribution retirement plans: Public Employees’ Retirement System (PERS) and Law Enforcement Officers’ and Fire Fighters’ Retirement System (LEOFF).

The State Legislature establishes, and amends, laws pertaining to the creation and administration of all public retirement systems.

The Department of Retirement Systems, a department within the primary government of the State of Washington, issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for each plan. The DRS CAFR may be obtained by writing to:

Department of Retirement Systems  
Communications Unit  
P.O. Box 48380  
Olympia, WA 98504-8380

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

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

	Employer Contributions	Allocation %	Liability (Asset)
PERS 1	\$34,433	0.004751%	\$167,736
PERS 2/3	\$56,701	0.006155%	\$78,719
LEOFF 2	\$29,827	0.015247%	(\$311,017)

#### LEOFF Plan 2

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

## Note 6 - Property Tax

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

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

The City's regular levy for the year 2020 was \$2.88 per \$1,000 on an assessed valuation of \$212,377,536 for a total regular levy of \$610,702.02.

## **Note 7 – Risk Management**

### **A. Property and Liability**

The City of Sumas 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 \$20 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.

## **B. Health and Welfare**

The City of Sumas 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, 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.

**City of Sumas**

Schedule 01

For the year ended December 31, 2020

<b>MCAG</b>	<b>Fund #</b>	<b>Fund Name</b>	<b>BARS Account</b>	<b>BARS Name</b>	<b>Amount</b>
0793	001	Current Expense	3083100	Restricted Cash and Investments - Beginning	\$10,963
0793	001	Current Expense	3089100	Unassigned Cash and Investments - Beginning	\$1,035,644
0793	001	Current Expense	3111010	Property Tax	\$43
0793	001	Current Expense	3111100	Property Tax	\$596,282
0793	001	Current Expense	3131100	Local Retail Sales and Use Tax	\$341,066
0793	001	Current Expense	3131500	Special Purpose Sales and Use Tax	\$22,234
0793	001	Current Expense	3136100	Brokered Natural Gas Sales and Use Tax	\$15,568
0793	001	Current Expense	3137100	Criminal Justice Sales and Use Tax	\$31,263
0793	001	Current Expense	3138400	Border Area Jurisdictions Sales and Use Tax	\$26,683
0793	001	Current Expense	3164100	Business and Occupation Taxes on Utilities	\$136,830
0793	001	Current Expense	3164200	Business and Occupation Taxes on Utilities	\$41,536
0793	001	Current Expense	3164400	Business and Occupation Taxes on Utilities	\$57,696
0793	001	Current Expense	3164500	Business and Occupation Taxes on Utilities	\$25,724
0793	001	Current Expense	3164501	Business and Occupation Taxes on Utilities	\$24,769
0793	001	Current Expense	3164600	Business and Occupation Taxes on Utilities	\$4,593
0793	001	Current Expense	3164700	Business and Occupation Taxes on Utilities	\$23,408
0793	001	Current Expense	3172000	Leasehold Excise Tax	\$14,340
0793	001	Current Expense	3215000	Public Utilities	\$24,522

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	001	Current Expense	3219100	Franchise Fees and Royalties	\$1,020
0793	001	Current Expense	3221000	Buildings, Structures and Equipment	\$87,623
0793	001	Current Expense	3223000	Animal Licenses	\$140
0793	001	Current Expense	3229000	Other Non-Business Licenses and Permits	\$542
0793	001	Current Expense	3332100	Federal Indirect Grant from Department of Treasury	\$3,207
0793	001	Current Expense	3332199	Federal Indirect Grant from Department of Treasury	\$68,500
0793	001	Current Expense	3339700	Federal Indirect Grant from Department of Homeland Security	\$35,567
0793	001	Current Expense	3339706	Federal Indirect Grant from Department of Homeland Security	\$45,234
0793	001	Current Expense	3340180	State Grant from Military Department	\$5,707
0793	001	Current Expense	3340310	State Grant from Department of Ecology	\$850
0793	001	Current Expense	3340420	State Grant from Department of Commerce	\$4,969
0793	001	Current Expense	3340420	State Grant from Department of Commerce	\$353,546
0793	001	Current Expense	3360071	Multimodal Transportation - Cities	\$2,187
0793	001	Current Expense	3360087	Motor Vehicle Fuel Tax - City Streets	\$29,547
0793	001	Current Expense	3360651	DUI and Other Criminal Justice Assistance	\$233
0793	001	Current Expense	3360694	Liquor/Beer Excise Tax	\$18,696
0793	001	Current Expense	3360695	Liquor Control Board Profits	\$12,875
0793	001	Current Expense	3360695	Liquor Control Board Profits	\$25,754
0793	001	Current Expense	3414300	Budgeting and Accounting Services	\$428
0793	001	Current Expense	3417000	Sales of Merchandise	\$21



MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	001	Current Expense	3419600	Personnel Services	\$30,769
0793	001	Current Expense	3419900	Passport and Naturalization Services	\$6,265
0793	001	Current Expense	3421000	Law Enforcement Services	\$1,120
0793	001	Current Expense	3421002	Law Enforcement Services	\$62,080
0793	001	Current Expense	3423300	Detention and Correction Services	\$9,796
0793	001	Current Expense	3423600	Detention and Correction Services	\$4,776
0793	001	Current Expense	3436000	Cemetery Sales and Services	\$3,500
0793	001	Current Expense	3436001	Cemetery Sales and Services	\$700
0793	001	Current Expense	3436100	Cemetery Sales and Services	\$880
0793	001	Current Expense	3451600	Weed Control Services	\$2,152
0793	001	Current Expense	3458100	Zoning and Subdivision Services	\$11,864
0793	001	Current Expense	3458300	Plan Checking Services	\$49,241
0793	001	Current Expense	3473000	Activity Fees	(\$886)
0793	001	Current Expense	3479000	Other Fees	\$1,121
0793	001	Current Expense	3479001	Other Fees	\$917
0793	001	Current Expense	3531000	Traffic Infraction Penalties	\$28,709
0793	001	Current Expense	3552000	Driving Under Influence (DUI) Fines	\$1,682
0793	001	Current Expense	3558000	Other Criminal Traffic Misdemeanor Fines	\$3,625
0793	001	Current Expense	3569000	Other Criminal Non-Traffic Fines	\$1,688
0793	001	Current Expense	3569000	Other Criminal Non-Traffic Fines	\$31
0793	001	Current Expense	3569000	Other Criminal Non-Traffic Fines	\$323
0793	001	Current Expense	3573300	Public Defense Cost	\$1,180
0793	001	Current Expense	3590000	Non-Court Fines and Penalties	\$315
0793	001	Current Expense	3614000	Other Interest	\$530
0793	001	Current Expense	3614010	Other Interest	\$260

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	001	Current Expense	3621000	Rents and Leases	\$205
0793	001	Current Expense	3625100	Rents and Leases	\$50
0793	001	Current Expense	3625145	Rents and Leases	\$1,350
0793	001	Current Expense	3670000	Contributions and Donations from Nongovernmental Sources	\$650
0793	001	Current Expense	3671000	Contributions and Donations from Nongovernmental Sources	\$820
0793	001	Current Expense	3691000	Sale of Surplus	\$12,709
0793	001	Current Expense	3698100	Cash Adjustments	\$2
0793	001	Current Expense	3699101	Miscellaneous Other	\$60
0793	104	Ec. Dev. Fund	3084100	Committed Cash and Investments - Beginning	\$235,148
0793	104	Ec. Dev. Fund	3614000	Other Interest	\$1,689
0793	104	Ec. Dev. Fund	3614010	Other Interest	\$45
0793	105	Civic Imp	3083100	Restricted Cash and Investments - Beginning	\$18,340
0793	105	Civic Imp	3133100	Hotel/Motel Sales and Use Tax	\$2,712
0793	105	Civic Imp	3614010	Other Interest	\$3
0793	107	CJ Lo-Pop	3083100	Restricted Cash and Investments - Beginning	\$20,633
0793	107	CJ Lo-Pop	3360621	Criminal Justice - Violent Crimes/Population	\$1,000
0793	107	CJ Lo-Pop	3360626	Criminal Justice - Special Programs	\$1,798
0793	107	CJ Lo-Pop	3614010	Other Interest	\$3
0793	301	REET I	3083100	Restricted Cash and Investments - Beginning	\$200,638
0793	301	REET I	3183400	REET 1 - First Quarter Percent	\$47,149
0793	301	REET I	3611100	Investment Earnings	\$576
0793	301	REET I	3614010	Other Interest	\$30
0793	302	REET II	3083100	Restricted Cash and Investments - Beginning	\$166,588
0793	302	REET II	3183500	REET 2 - Second Quarter Percent	\$44,410
0793	302	REET II	3611100	Investment Earnings	\$576

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	302	REET II	3614010	Other Interest	\$24
0793	401	Water-Sewer	3089100	Unassigned Cash and Investments - Beginning	\$1,551,032
0793	401	Water-Sewer	3434000	Water Sales and Services	\$461,521
0793	401	Water-Sewer	3434002	Water Sales and Services	\$43,725
0793	401	Water-Sewer	3434004	Water Sales and Services	\$2,328
0793	401	Water-Sewer	3434030	Water Sales and Services	\$30
0793	401	Water-Sewer	3435000	Sewer/Reclaimed Water Sales and Services	\$641,061
0793	401	Water-Sewer	3435002	Sewer/Reclaimed Water Sales and Services	\$62,630
0793	401	Water-Sewer	3435031	Sewer/Reclaimed Water Sales and Services	\$172,466
0793	401	Water-Sewer	3462001	Public Health Services	\$1,494
0793	401	Water-Sewer	3614010	Other Interest	\$256
0793	410	Storm Sewer Fund	3089100	Unassigned Cash and Investments - Beginning	\$73,008
0793	410	Storm Sewer Fund	3431000	Storm Drainage Sales and Services	\$16,419
0793	410	Storm Sewer Fund	3431001	Storm Drainage Sales and Services	\$8,325
0793	410	Storm Sewer Fund	3614010	Other Interest	\$9
0793	411	Light	3085100	Assigned Cash and Investments - Beginning	\$38,207
0793	411	Light	3089100	Unassigned Cash and Investments - Beginning	\$751,054
0793	411	Light	3432000	Television/Cable/Internet Sales and Services	\$828
0793	411	Light	3432011	Television/Cable/Internet Sales and Services	\$42
0793	411	Light	3432012	Television/Cable/Internet Sales and Services	\$5,965
0793	411	Light	3433010	Electricity/Gas Sales and Services	\$2,280,507
0793	411	Light	3433010	Electricity/Gas Sales and Services	\$1,320
0793	411	Light	3433010	Electricity/Gas Sales and Services	\$17,955

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	411	Light	3433010	Electricity/Gas Sales and Services	\$560
0793	411	Light	3433010	Electricity/Gas Sales and Services	\$39,914
0793	411	Light	3452900	Other Environmental Services	\$57,654
0793	411	Light	3614010	Other Interest	\$133
0793	411	Light	3629002	Rents and Leases	\$26,696
0793	411	Light	3670000	Contributions and Donations from Nongovernmental Sources	\$420
0793	631	Treasurer's Trust	3083100	Restricted Cash and Investments - Beginning	\$384
0793	634	Court Trust Fund	3083100	Restricted Cash and Investments - Beginning	\$756
0793	001	Current Expense	5083100	Restricted Cash and Investments - Ending	\$8,840
0793	001	Current Expense	5089100	Unassigned Cash and Investments - Ending	\$961,139
0793	001	Current Expense	5116010	Legislative Activities	\$9,000
0793	001	Current Expense	5116020	Legislative Activities	\$772
0793	001	Current Expense	5116030	Legislative Activities	\$4,638
0793	001	Current Expense	5116040	Legislative Activities	\$3,531
0793	001	Current Expense	5116040	Legislative Activities	\$5,198
0793	001	Current Expense	5116040	Legislative Activities	\$35
0793	001	Current Expense	5125010	Municipal Court	\$62,114
0793	001	Current Expense	5125020	Municipal Court	\$23,730
0793	001	Current Expense	5125030	Municipal Court	\$4,543
0793	001	Current Expense	5125040	Municipal Court	\$15,700
0793	001	Current Expense	5125040	Municipal Court	\$25,455
0793	001	Current Expense	5131010	Executive Office	\$7,200
0793	001	Current Expense	5131020	Executive Office	\$581
0793	001	Current Expense	5131040	Executive Office	\$5,083
0793	001	Current Expense	5142010	Financial Services	\$34,336
0793	001	Current Expense	5142020	Financial Services	\$11,119
0793	001	Current Expense	5142030	Financial Services	\$3,221
0793	001	Current Expense	5142040	Financial Services	\$510

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	001	Current Expense	5142040	Financial Services	\$1,259
0793	001	Current Expense	5142040	Financial Services	\$225
0793	001	Current Expense	5142340	Financial Services	\$50
0793	001	Current Expense	5142340	Financial Services	\$1,949
0793	001	Current Expense	5144040	Election Services	\$1,765
0793	001	Current Expense	5153140	Internal Legal Services - Advice	\$34,334
0793	001	Current Expense	5182040	Property Management Services	\$6,047
0793	001	Current Expense	5182040	Property Management Services	\$1,435
0793	001	Current Expense	5182040	Property Management Services	\$1,716
0793	001	Current Expense	5182040	Property Management Services	\$8,474
0793	001	Current Expense	5183010	Maintenance/Security/Insurance/Janitorial Services	\$3,604
0793	001	Current Expense	5183020	Maintenance/Security/Insurance/Janitorial Services	\$320
0793	001	Current Expense	5183030	Maintenance/Security/Insurance/Janitorial Services	\$4,400
0793	001	Current Expense	5183040	Maintenance/Security/Insurance/Janitorial Services	\$866
0793	001	Current Expense	5183040	Maintenance/Security/Insurance/Janitorial Services	\$434
0793	001	Current Expense	5183040	Maintenance/Security/Insurance/Janitorial Services	\$20,048
0793	001	Current Expense	5184040	Purchasing Services	\$16,145
0793	001	Current Expense	5184040	Purchasing Services	\$43
0793	001	Current Expense	5186340	General Grants, Financial Assistance and Other Distributions to Others	\$68,500
0793	001	Current Expense	5189040	Other Centralized Services	\$982
0793	001	Current Expense	5212010	Police Operations	\$533,820
0793	001	Current Expense	5212010	Police Operations	\$51,341

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	001	Current Expense	5212020	Police Operations	\$205,660
0793	001	Current Expense	5212020	Police Operations	\$4,783
0793	001	Current Expense	5212030	Police Operations	\$7,741
0793	001	Current Expense	5212030	Police Operations	\$15,760
0793	001	Current Expense	5212030	Police Operations	\$4,724
0793	001	Current Expense	5212040	Police Operations	\$9,387
0793	001	Current Expense	5212040	Police Operations	\$9,303
0793	001	Current Expense	5212040	Police Operations	\$33,926
0793	001	Current Expense	5212040	Police Operations	\$18,916
0793	001	Current Expense	5212040	Police Operations	\$10,130
0793	001	Current Expense	5212040	Police Operations	\$2,123
0793	001	Current Expense	5214040	Training	\$182
0793	001	Current Expense	5214040	Training	\$1,342
0793	001	Current Expense	5215040	Facilities	\$14,998
0793	001	Current Expense	5222040	Fire Suppression and Emergency Medical Services	\$14,823
0793	001	Current Expense	5222040	Fire Suppression and Emergency Medical Services	\$229,501
0793	001	Current Expense	5233040	Probation and Parole Services	\$14,856
0793	001	Current Expense	5235040	Facilities	\$30,644
0793	001	Current Expense	5242010	Inspections, Permits, Certificates and Licenses	\$13,157
0793	001	Current Expense	5242020	Inspections, Permits, Certificates and Licenses	\$7,482
0793	001	Current Expense	5242040	Inspections, Permits, Certificates and Licenses	\$12,744
0793	001	Current Expense	5251040	Administration	\$4,965
0793	001	Current Expense	5253030	Disaster Recovery	\$13,856
0793	001	Current Expense	5361010	Cemetery	\$1,367
0793	001	Current Expense	5361020	Cemetery	\$854
0793	001	Current Expense	5361040	Cemetery	\$9,560
0793	001	Current Expense	5362030	Cemetery	\$445
0793	001	Current Expense	5362040	Cemetery	\$2,521
0793	001	Current Expense	5362040	Cemetery	\$292

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	001	Current Expense	5362040	Cemetery	\$8
0793	001	Current Expense	5423010	Roadway	\$20,196
0793	001	Current Expense	5423020	Roadway	\$10,269
0793	001	Current Expense	5423040	Roadway	\$17,415
0793	001	Current Expense	5423040	Roadway	\$11,763
0793	001	Current Expense	5426140	Sidewalks	\$1,476
0793	001	Current Expense	5426440	Traffic Control Devices	\$8,099
0793	001	Current Expense	5426640	Snow and Ice Control	\$7,663
0793	001	Current Expense	5426740	Street Cleaning	\$9,255
0793	001	Current Expense	5433040	General Services	\$145
0793	001	Current Expense	5543040	Animal Control	\$100
0793	001	Current Expense	5549040	Other Environmental Services	\$557
0793	001	Current Expense	5586040	Planning	\$31,223
0793	001	Current Expense	5586040	Planning	\$3,463
0793	001	Current Expense	5586040	Planning	\$6,427
0793	001	Current Expense	5629040	Public Health Services	\$1,215
0793	001	Current Expense	5660040	Chemical Dependency Services	\$702
0793	001	Current Expense	5725040	Facilities	\$1,416
0793	001	Current Expense	5739030	Other Cultural and Community Events	\$7
0793	001	Current Expense	5739030	Other Cultural and Community Events	\$1,085
0793	001	Current Expense	5755040	Multipurpose and Community Centers	\$8,782
0793	001	Current Expense	5755040	Multipurpose and Community Centers	\$2,200
0793	001	Current Expense	5764030	Ball Courts	\$2,431
0793	001	Current Expense	5764040	Ball Courts	\$536
0793	001	Current Expense	5764040	Ball Courts	\$3,751
0793	001	Current Expense	5768010	General Parks	\$13,254
0793	001	Current Expense	5768020	General Parks	\$6,973
0793	001	Current Expense	5768030	General Parks	\$9,523
0793	001	Current Expense	5768040	General Parks	\$10,713
0793	104	Ec. Dev. Fund	5084100	Committed Cash and Investments - Ending	\$300,246

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	104	Ec. Dev. Fund	5587040	Economic Development	\$107
0793	105	Civic Imp	5083100	Restricted Cash and Investments - Ending	\$21,047
0793	105	Civic Imp	5573040	Tourism	\$8
0793	107	CJ Lo-Pop	5083100	Restricted Cash and Investments - Ending	\$20,361
0793	107	CJ Lo-Pop	5213040	Crime Prevention	\$3,066
0793	107	CJ Lo-Pop	5213040	Crime Prevention	\$7
0793	301	REET I	5083100	Restricted Cash and Investments - Ending	\$248,323
0793	301	REET I	5142040	Financial Services	\$71
0793	302	REET II	5083100	Restricted Cash and Investments - Ending	\$211,541
0793	302	REET II	5142040	Financial Services	\$58
0793	401	Water-Sewer	5085100	Assigned Cash and Investments - Ending	\$1,568,740
0793	401	Water-Sewer	5341010	Water Utilities	\$171,842
0793	401	Water-Sewer	5341020	Water Utilities	\$83,908
0793	401	Water-Sewer	5343430	Water Utilities	\$1,965
0793	401	Water-Sewer	5343430	Water Utilities	\$41,157
0793	401	Water-Sewer	5343430	Water Utilities	\$4,857
0793	401	Water-Sewer	5343440	Water Utilities	\$19,957
0793	401	Water-Sewer	5343440	Water Utilities	\$8,702
0793	401	Water-Sewer	5343440	Water Utilities	\$12,416
0793	401	Water-Sewer	5343440	Water Utilities	\$6,678
0793	401	Water-Sewer	5343440	Water Utilities	\$67
0793	401	Water-Sewer	5343440	Water Utilities	\$12,837
0793	401	Water-Sewer	5343440	Water Utilities	\$6,972
0793	401	Water-Sewer	5343440	Water Utilities	\$567
0793	401	Water-Sewer	5343440	Water Utilities	\$33,090
0793	401	Water-Sewer	5343440	Water Utilities	\$41,536
0793	401	Water-Sewer	5343440	Water Utilities	\$14,302
0793	401	Water-Sewer	5343440	Water Utilities	\$128
0793	401	Water-Sewer	5343440	Water Utilities	\$188
0793	401	Water-Sewer	5351010	Sewer/Reclaimed Water Utilities	\$153,386



MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	401	Water-Sewer	5351020	Sewer/Reclaimed Water Utilities	\$66,516
0793	401	Water-Sewer	5353530	Sewer/Reclaimed Water Utilities	\$2,105
0793	401	Water-Sewer	5353530	Sewer/Reclaimed Water Utilities	\$19,943
0793	401	Water-Sewer	5353530	Sewer/Reclaimed Water Utilities	\$172,466
0793	401	Water-Sewer	5353530	Sewer/Reclaimed Water Utilities	\$4,662
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$3,008
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$4,233
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$32,902
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$7,711
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$12
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$24,694
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$7,105
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$567
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$3,205
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$57,696
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$10,975
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$335,131
0793	401	Water-Sewer	5353540	Sewer/Reclaimed Water Utilities	\$316
0793	410	Storm Sewer Fund	5085100	Assigned Cash and Investments - Ending	\$51,036
0793	410	Storm Sewer Fund	5312040	Storm Drainage Utilities	\$23
0793	410	Storm Sewer Fund	5313840	Storm Drainage Utilities	\$42,357
0793	410	Storm Sewer Fund	5313840	Storm Drainage Utilities	\$4,346

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	411	Light	5085100	Assigned Cash and Investments - Ending	\$41,775
0793	411	Light	5085100	Assigned Cash and Investments - Ending	\$795,134
0793	411	Light	5321040	Television/Cable/Internet Utilities	\$25,846
0793	411	Light	5321040	Television/Cable/Internet Utilities	\$523
0793	411	Light	5323240	Television/Cable/Internet Utilities	\$4
0793	411	Light	5331010	Electric/Gas Utilities	\$296,053
0793	411	Light	5331020	Electric/Gas Utilities	\$145,736
0793	411	Light	5332040	Electric/Gas Utilities	\$338
0793	411	Light	5333330	Electric/Gas Utilities	\$9,732
0793	411	Light	5333330	Electric/Gas Utilities	\$111,763
0793	411	Light	5333330	Electric/Gas Utilities	\$9,392
0793	411	Light	5333330	Electric/Gas Utilities	\$1,335,735
0793	411	Light	5333330	Electric/Gas Utilities	\$5,211
0793	411	Light	5333340	Electric/Gas Utilities	\$39,133
0793	411	Light	5333340	Electric/Gas Utilities	\$12,416
0793	411	Light	5333340	Electric/Gas Utilities	\$8,033
0793	411	Light	5333340	Electric/Gas Utilities	\$9,680
0793	411	Light	5333340	Electric/Gas Utilities	\$83,333
0793	411	Light	5333340	Electric/Gas Utilities	\$11,379
0793	411	Light	5333340	Electric/Gas Utilities	\$2,059
0793	411	Light	5333340	Electric/Gas Utilities	\$24,588
0793	411	Light	5333340	Electric/Gas Utilities	\$136,830
0793	411	Light	5333340	Electric/Gas Utilities	\$26,228
0793	411	Light	5549040	Other Environmental Services	\$43,235
0793	411	Light	5651040	Welfare	\$517
0793	631	Treasurer's Trust	5083100	Restricted Cash and Investments - Ending	\$27
0793	634	Court Trust Fund	5083100	Restricted Cash and Investments - Ending	\$2,305
0793	001	Current Expense	3981000	Insurance Recoveries	\$1,000
0793	104	Ec. Dev. Fund	3899000	Holding and Clearing Account Transactions	\$63,470

MCAG	Fund #	Fund Name	BARS Account	BARS Name	Amount
0793	411	Light	3821000	Refundable Deposits	\$3,400
0793	411	Light	3821000	Refundable Deposits	\$11,847
0793	631	Treasurer's Trust	3893001	Custodial Type Collections	\$857
0793	631	Treasurer's Trust	3893002	Custodial Type Collections	\$404
0793	631	Treasurer's Trust	3893003	Custodial Type Collections	\$1,875
0793	632	Court Remittances	3893000	Custodial Type Collections	\$92,083
0793	634	Court Trust Fund	3860000	Court Remittances	\$10,278
0793	001	Current Expense	5942160	Capital Expenditures/Expenses - Law Enforcement Services	\$45,407
0793	001	Current Expense	5947660	Capital Expenditures/Expenses - Park Facilities	\$333,839
0793	001	Current Expense	5953060	Capital Expenditures/Expenses - Roadway	\$158,860
0793	411	Light	5821000	Refund of Deposits	\$11,502
0793	411	Light	5821000	Refund of Deposits	\$177
0793	411	Light	5943360	Capital Expenditures/Expenses - Electric/Gas Utilities	\$50,149
0793	631	Treasurer's Trust	5893000	Custodial Type Remittances	\$849
0793	631	Treasurer's Trust	5893000	Custodial Type Remittances	\$1,875
0793	631	Treasurer's Trust	5893000	Custodial Type Remittances	\$770
0793	632	Court Remittances	5893000	Custodial Type Remittances	\$92,083
0793	634	Court Trust Fund	5860000	Court Remittances	\$8,729

**Annual Street/Road Finance Report - 2020**

Name	Type	County	BARS Account	BARS Name	Amount
Sumas	City	Whatcom	311	Property Tax	\$ 34,178.00
Sumas	City	Whatcom	3131	Sales and Use Taxes	\$ -
Sumas	City	Whatcom	31384	Border Area Jurisdictions Sales and Use Tax	\$ 26,683.00
Sumas	City	Whatcom	3164	Business and Occupation Taxes on Utilities	\$ -
Sumas	City	Whatcom	3172	Leasehold Excise Tax	\$ -
Sumas	City	Whatcom	3183	Real Estate Excise Tax	\$ -
Sumas	City	Whatcom	321	Business Licenses and Permits	\$ -
Sumas	City	Whatcom	322	Non-Business Licenses and Permits	\$ -
Sumas	City	Whatcom	333	Federal Grants - Indirect	\$ -
Sumas	City	Whatcom	33397	Federal Indirect Grant from Department of Homeland Security	\$ 35,567.00
Sumas	City	Whatcom	334	State Grants Other	\$ 5,707.00
Sumas	City	Whatcom	334031	State Grant from Department of Ecology	\$ -
Sumas	City	Whatcom	336	Other State Shared/Entitlement Revenue	\$ -
Sumas	City	Whatcom	3360071	Multimodal Transportation - Cities	\$ 2,187.00
Sumas	City	Whatcom	3360087	Motor Vehicle Fuel Tax - City Streets	\$ 29,547.00
Sumas	City	Whatcom	34	Charges for Services	\$ 2,152.00
Sumas	City	Whatcom	35	Fines and Penalties	\$ 315.00
Sumas	City	Whatcom	36	Other Miscellaneous	\$ -
Sumas	City	Whatcom	361	Interest and Other Earnings	\$ 51.00
Sumas	City	Whatcom	398	Insurance Recoveries	\$ -
<b>Total Revenues</b>					<b>\$ 136,387.00</b>
Sumas	City	Whatcom	54230	Roadway	\$ 59,643.00
Sumas	City	Whatcom	54261	Sidewalks	\$ 1,476.00
Sumas	City	Whatcom	54264	Traffic Control Devices	\$ 8,099.00
Sumas	City	Whatcom	54266	Snow and Ice Control	\$ 7,663.00
Sumas	City	Whatcom	54267	Street Cleaning	\$ 9,255.00
Sumas	City	Whatcom	54330	General Services	\$ 145.00
Sumas	City	Whatcom	59530	Capital Expenditures/Expenses - Roadway	\$ 158,860.00
<b>Total Expenditures</b>					<b>\$ 245,141.00</b>

**SCHEDULE SUMMARY OF BANK RECONCILIATION**

For the Fiscal Year ended December 31, 2020

[CASH BARS Schedule 06 Instructions Link](#)

Bank & Investment Account name  (1)	FROM BANK STATEMENTS					Ending Bank Balance  (7)
	Beginning Bank Balance  (2)	Deposits		Withdrawals		
		Receipts  (3)	Inter-bank transfers In  (4)	Disbursements  (5)	Inter-bank transfers out  (6)	
Peoples Bank - Treasurer's Acct-8083	\$ 2,118,081	\$ 5,595,301		\$ 5,957,106		\$ 1,756,276
Peoples Bank - Savings CD-5468	\$ 100,288	\$ 1,153				\$ 101,441
Petty Cash	\$ 1,100	\$ -		\$ 500		\$ 600
US Bank - Treasurer's Acct-1289 (Closed)	\$ 1,936,899	\$ 129		\$ 1,937,028		\$ -
US Bank - CC Clearing Acct-1297	\$ 268,317	\$ 723,993		\$ 250,977		\$ 741,332
Peoples Bank-Money Market-5930	\$ -	\$ 1,986,529		\$ 25,015		\$ 1,961,514
<b>Bank Totals</b>	<b>\$ 4,424,684</b>	<b>\$ 8,307,104</b>	<b>\$ -</b>	<b>\$ 8,170,626</b>	<b>\$ -</b>	<b>\$ 4,561,163</b>

RECONCILING ITEMS					
Beginning Deposits in Transit (8)	\$ -	\$ -			
Year-end Deposits in Transit (9)		\$ 3,783			\$ 3,783
Beginning Outstanding & Open Period Items (10)	\$ (322,286)			\$ (322,286)	
Year-end Outstanding & Open Period Items (11)				\$ 334,445	\$ (334,445)
NSF Checks (12)		\$ (366)		\$ (366)	
Cancellation of unredeemed checks/warrants (13)		+			
Interfund transactions (14)		\$ 401,195		\$ 401,195	
Netted Transactions (15)		\$ (52,047)		\$ (52,047)	
Authorized balance of revolving, petty cash and change funds (16)	\$ -				\$ -
Other Reconciling Items, net (17)	\$ (3)	\$ 3		\$ (11)	\$ 11
<b>Reconciling Items Totals</b>	<b>\$ (322,289)</b>	<b>\$ 352,568</b>		<b>\$ 360,930</b>	<b>\$ (330,651)</b>

FROM GENERAL LEDGER					
	Beginning Cash & Investment Balance  (19)	Revenues & Other Increases  (20)		Expenditures & Other Decreases  (21)	Ending Cash & Investment Balance  (22)
	C4/C5 or Trial Balance Totals (18)	\$ 4,102,395	\$ 8,659,672		\$ 8,531,555
Unreconciled Variance (23)	\$ 0	\$ 0		\$ 0	\$ 0

**City of Sumas  
Schedule of Liabilities  
For the Year Ended December 31, 2020**

<u>ID. No.</u>	<u>Description</u>	<u>Due Date</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
<b>Revenue and Other (non G.O.) Debt/Liabilities</b>						
259.12	Compensated Absences		75,613	-	7,321	68,292
264.30	DRS Net Pension Liabilities		241,292	5,163	-	246,455
	<b>Total Revenue and Other (non G.O.) Debt/Liabilities:</b>		<b>316,905</b>	<b>5,163</b>	<b>7,321</b>	<b>314,747</b>
	<b>Total Liabilities:</b>		<b>316,905</b>	<b>5,163</b>	<b>7,321</b>	<b>314,747</b>

**City of Sumas**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (unaudited)**  
**For Fiscal Year ended December 31, 2020**

Grantor	Program Title	Identificaton Number	Amount
State Grant from Department of Commerce			
	Buildable Lands	201909016	5,016
	2020 Local and Community Projects	20-96627-246	193,599
	2020 Local and Community Projects	20-96627-110	121,927
			<b>Sub-total: 320,542</b>
State Grant from Department of Ecology			
	Shoreline Master Program	SEASMP-1921-CioSum-00034	1,411
			<b>Sub-total: 1,411</b>
			<b>Grand total: 321,953</b>

**City of Sumas**  
**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		
TREASURY, DEPARTMENT OF THE, TREASURY, DEPARTMENT OF THE	Equitable Sharing	21.016	WA0370700	-	2,123	2,123	-	1, 2
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via Administrative Office of the Courts)	Coronavirus Relief Fund	21.019	0955-004	3,207	-	3,207	-	1, 2
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via Department of Commerce)	Coronavirus Relief Fund	21.019	20-6541C-338	68,500	-	68,500	66,000	1, 2
			<b>Total CFDA 21.019:</b>	<b>71,707</b>	<b>-</b>	<b>71,707</b>	66,000	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Dept)	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4418-DR- WA	1,324	-	1,324	-	1, 2, 3
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Dept)	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4539-DR- WA	30,846	-	30,846	-	1, 2, 3
			<b>Total CFDA 97.036:</b>	<b>32,170</b>	<b>-</b>	<b>32,170</b>	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Whatcom County Sheriff's Office)	Homeland Security Grant Program	97.067	EMW-2018-SS- 00088-S01	43,866	-	43,866	-	1, 2, 3
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Whatcom County Sheriff's Office)	Homeland Security Grant Program	97.067	EMW-2019-SS- 00044-S01	1,944	-	1,944	-	1, 2, 3
			<b>Total CFDA 97.067:</b>	<b>45,810</b>	<b>-</b>	<b>45,810</b>	-	
			<b>Total Federal Awards Expended:</b>	<b>149,687</b>	<b>2,123</b>	<b>151,810</b>	<b>66,000</b>	

The accompanying notes are an integral part of this schedule.



# City of Sumas

## 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 city's financial statements. The city uses 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.

### Note 2 – Federal De Minimis Indirect Cost Rate

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

### Note 3 – Program Costs

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the city's portion, are more than shown. Such expenditures are recognized following, as applicable, either the cost principles in the OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**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:

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 services  Services provided