ANNUAL REPORT

City of North Bonneville

0650
MCAG No.

Submitted pursuant to RCW 43.09.230
to the
STATE AUDITOR'S OFFICE

FOR THE FISCAL YEAR ENDED DECEMBER, 2011

REVISED OCTOBER 29, 2012

Certified correct this 29th day of October, 2012, to the best of my knowledge and belief:

GOVERNMENT INFORMATION:

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Official Web Site Address	www.northbonneville.net

PREPARER INFORMATION and CERTIFICATION:

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Signature

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Statement C-4: Fund Resources and Uses

BARS CODE		Total for All Funds[1] Total Amount	001 Current Expense Fund Actual Amount	101 City Street Fund Actual Amount
Beginning Cash and Investments				
308.10	Reserved	$0.00	$0.00	$0.00
308.80	Unreserved	$727,812	$108,859	$17,940
388.80 or 588.80	Prior Period Adjustments	($166,972)	($184,968)	$30,306
Revenues and Other Sources				
310	Taxes	$431,196.40	$337,943.65	$10,621.52
320	Licenses and Permits	$4,951.18	$4,951.18	$0.00
330	Intergovernmental	$169,681.02	$19,200.86	$19,796.57
340	Charges for Goods and Services	$356,651.96	$275.00	$0.00
350	Fines and Penalties	$4,878.79	$4,878.79	$0.00
360	Miscellaneous	$31,109.81	$20,276.50	$80.98
370	Capital Contributions	$0.00	$0.00	$0.00
390	Other Financing Sources	$632,510.79	$260,711.83	$7,267.67
Total Revenues and Other Financing Sources		$1,630,979.95	$648,237.81	$37,766.74
	Total Resources	$2,191,819.95	$572,128.81	$86,012.74
Operating Expenditures:				
510	General Government	$233,996.28	$233,996.28	$0.00
520	Public Safety	$111,430.12	$111,430.12	$0.00
530	Physical Environment	$338,679.86	$331.39	$0.00
540	Transportation	$59,521.59	$0.00	$40,654.24
550	Economic Environment	$105,176.25	$105,176.25	$0.00
560	Mental and Physical Health	$0.00	$0.00	$0.00
570	Culture and Recreational	$158,665.58	$32,835.26	$0.00
	Total Operating Expenditures	$1,007,469.68	$483,769.30	$40,654.24
591-593	Debt Service	$43,552.45	$30,517.55	$0.00
594-595	Capital Outlay	$180,488.23	$10,883.29	$0.00
	Total Expenditures	$1,231,510.36	$525,170.14	$40,654.24
596-599	Other Financing Uses	$624,834.79	$29,288.03	$6,254.55
Total Expenditures and Other Financing Uses		$1,856,345.15	$554,458.17	$46,908.79
Excess (Deficit) of Resources Over Uses		$335,474.83	$17,670.25	$39,103.96
380	Nonrevenues (Except 384)	$196,536.68	$23,036.64	$0.00
580	Nonexpenditures (Except 584)	$203,496.42	$7,785.27	$0.00
Ending Cash and Investments:				
508.10	Reserved	$201,267	$0.00	$0.00
508.80	Unreserved	$127,248	$32,922	$39,104

1) This column summarizes ALL reported funds, not just funds listed on this page
The Accompanying Notes Are An Integral Part Of This Statement.

BARS CODE		104 Tourism Promotion & Develop. Actual Amount
Beginning Cash and Investments		
308.10	Reserved	$0.00
308.80	Unreserved	$263,325.18
388.80 or 588.80	Prior Period Adjustments	($58)
Revenues and Other Sources		
310	Taxes	$75,363.56
320	Licenses and Permits	$0.00
330	Intergovernmental	$0.00
340	Charges for Goods and Services	$0.00
350	Fines and Penalties	$0.00
360	Miscellaneous	$0.00
370	Capital Contributions	$0.00
390	Other Financing Sources	$689.22
Total Revenues and Other Financing Sources		$76,052.78
	Total Resources	$339,319.96
Operating Expenditures:		
510	General Government	$0.00
520	Public Safety	$0.00
530	Physical Environment	$0.00
540	Transportation	$0.00
550	Economic Environment	$0.00
560	Mental and Physical Health	$0.00
570	Culture and Recreational	$125,830.32
	Total Operating Expenditures	$125,830.32
591-593	Debt Service	$0.00
594-595	Capital Outlay	$12,991.72
	Total Expenditures	$138,822.04
596-599	Other Financing Uses	$117,492.79
Total Expenditures and Other Financing Uses		$256,314.83
Excess (Deficit) of Resources Over Uses		$83,005.13
380	Nonrevenues (Except 384)	$0.00
580	Nonexpenditures (Except 584)	$0.00
Ending Cash and Investments:		
508.10	Reserved	$83,005.13
508.80	Unreserved	$0.00

BARS CODE		301 Equipment Fund	302 Capital Improvement Fund	400 Water Fund
		Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments				
308.10	Reserved	$0.00	$0.00	$0.00
308.80	Unreserved	$38,168.64	$52,471.61	$208,785.50
388.80 or 588.80	Prior Period Adjustments	$2,647	$41,663	($15,364)
Revenues and Other Sources				
310	Taxes	$0.00	$7,267.67	$0.00
320	Licenses and Permits	$0.00	$0.00	$0.00
330	Intergovernmental	$0.00	$0.00	$0.00
340	Charges for Goods and Services	$0.00	$0.00	$136,527.26
350	Fines and Penalties	$0.00	$0.00	$0.00
360	Miscellaneous	$0.00	$0.00	$270.00
370	Capital Contributions	$0.00	$0.00	$0.00
390	Other Financing Sources	$17,645.65	$266.93	$11,823.66
Total Revenues and Other Financing Sources		$17,645.65	$7,534.60	$148,620.92
	Total Resources	$58,461.29	$101,669.21	$342,042.42
Operating Expenditures:				
510	General Government	$0.00	$0.00	$0.00
520	Public Safety	$0.00	$0.00	$0.00
530	Physical Environment	$0.00	$0.00	$101,624.35
540	Transportation	$18,867.35	$0.00	$0.00
550	Economic Environment	$0.00	$0.00	$0.00
560	Mental and Physical Health	$0.00	$0.00	$0.00
570	Culture and Recreational	$0.00	$0.00	$0.00
	Total Operating Expenditures	$18,867.35	$0.00	$101,624.35
591-593	Debt Service	$0.00	$0.00	$13,015.68
594-595	Capital Outlay	$0.00	$0.00	$27,639.51
	Total Expenditures	$18,867.35	$0.00	$142,279.54
596-599	Other Financing Uses	$0.00	$92,267.67	$253,822.91
Total Expenditures and Other Financing Uses		$18,867.35	$92,267.67	$396,102.45
Excess (Deficit) of Resources Over Uses		$39,593.94	$9,401.54	($54,060.03)
380	Nonrevenues (Except 384)	$0.00	$0.00	$173,302.00
580	Nonexpenditures (Except 584)	$0.00	$0.00	$14,000.00
Ending Cash and Investments:				
508.10	Reserved	$0.00	$9,401.54	$96,962
508.80	Unreserved	$39,593.94	$0.00	$8,280

BARS CODE		401 Sewer Fund Actual Amount	402 Television Fund Actual Amount
Beginning Cash and Investments			
308.10	Reserved	$0.00	$0.00
308.80	Unreserved	$19,426.64	$18,835.84
388.80 or 588.80	Prior Period Adjustments	($38,403)	($2,795)
Revenues and Other Sources			
310	Taxes	$0.00	$0.00
320	Licenses and Permits	$0.00	$0.00
330	Intergovernmental	$130,683.59	$0.00
340	Charges for Goods and Services	$195,421.30	$24,428.40
350	Fines and Penalties	$0.00	$0.00
360	Miscellaneous	$10,482.33	$0.00
370	Capital Contributions	$0.00	$0.00
390	Other Financing Sources	$248,683.94	$25,421.89
Total Revenues and Other Financing Sources		$585,271.16	$49,850.29
	Total Resources	$566,294.80	$65,891.13
Operating Expenditures:			
510	General Government	$0.00	$0.00
520	Public Safety	$0.00	$0.00
530	Physical Environment	$189,012.50	$47,711.62
540	Transportation	$0.00	$0.00
550	Economic Environment	$0.00	$0.00
560	Mental and Physical Health	$0.00	$0.00
570	Culture and Recreational	$0.00	$0.00
	Total Operating Expenditures	$189,012.50	$47,711.62
591-593	Debt Service	$19.22	$0.00
594-595	Capital Outlay	$128,973.71	$0.00
	Total Expenditures	$318,005.43	$47,711.62
596-599	Other Financing Uses	$47,529.33	$18,179.51
Total Expenditures and Other Financing Uses		$365,534.76	$65,891.13
Excess (Deficit) of Resources Over Uses		$200,760.04	$0.00
380	Nonrevenues (Except 384)	$198.04	$0.00
580	Nonexpenditures (Except 584)	$181,711.15	$0.00
Ending Cash and Investments:			
508.10	Reserved	$11,898	$0.00
508.80	Unreserved	$7,349	$0.00

Statement C-5: Fiduciary Fund Resources and Uses

	Total for All Funds[1]	602 Deposit Fund	631 Payroll Fund	632 Claims Clearing Fund
	Total Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments	$231,865.68	$6,290.94	$167,572.94	$58,001.80
Prior Period Adjustments	($53,387)	($152)	($42,173)	($11,062)
Revenue and Other Financing Sources	$0.00	$0.00	$0.00	$0.00
Total Resources	$178,478.68	$6,138.94	$125,399.94	$46,939.80
Expenditures And Other Financing Uses	$0.00	$0.00	$0.00	$0.00
Excess (Deficit) of Resources Over Uses	$178,478.68	$6,138.94	$125,399.94	$46,939.80
Nonrevenues (Except 384)	$193,234.86	$150.00	$106,599.34	$86,485.52
Nonexpenditures (Except 584)	$349,257.52	$115.13	$229,419.01	$119,723.38
Ending Cash and Investments	$22,456.02	$6,173.81	$2,580.27	$13,701.94

1) This column summarizes ALL reported funds, not just funds listed on this page
The Accompanying Notes Are An Integral Part Of This Statement.

Schedule 04/05: Detail of Revenues and Expenditures

MCAG	Fund Number	Fund Name	Account Code	Account Title	Actual Amount
0650	001	Current Expense Fund	3088000	Unreserved Beginning	(76,109.39)
0650	001	Current Expense Fund	3111000	General Property Tax	177,712.13
0650	001	Current Expense Fund	3121000	Timber Harvest Tax	9.25
0650	001	Current Expense Fund	3131000	Sales & Use Tax	76,822.75
0650	001	Current Expense Fund	3145200	B & O, Utility - Water	6,575.97
0650	001	Current Expense Fund	3145400	B & O, Utility - Sewer	9,481.79
0650	001	Current Expense Fund	3145600	B & O, Utility - Television	1,311.39
0650	001	Current Expense Fund	3164300	B & O, Utility - Gas, Heating	8,983.94
0650	001	Current Expense Fund	3164500	B & O, Utility - Garbage	2,261.78
0650	001	Current Expense Fund	3164700	B & O, Utility - Telephone	20,051.33
0650	001	Current Expense Fund	3165100	B & O, Utility - Electric	25,462.38
0650	001	Current Expense Fund	3172000	Leasehold Tax	9,270.94
0650	001	Current Expense Fund	3219000	Business License & Permits	740.00
0650	001	Current Expense Fund	3221000	Building Permits	3,937.18
0650	001	Current Expense Fund	3223000	Animal Licenses	274.00
0650	001	Current Expense Fund	3350091	PUD Privilege Tax	3,641.76
0650	001	Current Expense Fund	3360098	City Assistance	954.40
0650	001	Current Expense Fund	3360621	CJ - Population	1,000.00
0650	001	Current Expense Fund	3360625	Criminal Justice Contracted Services	1,360.32
0650	001	Current Expense Fund	3360626	Criminal Justice Special Programs	785.04
0650	001	Current Expense Fund	3360651	Impaired Driving Safety Acct.	198.23
0650	001	Current Expense Fund	3360694	Liquor Excise Tax	4,597.66
0650	001	Current Expense Fund	3360695	Liquor Board Profits	6,663.45
0650	001	Current Expense Fund	3473000	Activity Fees	175.00
0650	001	Current Expense Fund	3473000	Disc Golf Rental	100.00
0650	001	Current Expense Fund	3531000	Traffic Fines	2,441.90
0650	001	Current Expense Fund	3537000	Non Traffic Fines	2,436.89
0650	001	Current Expense Fund	3611100	Investment Interest	1,231.48
0650	001	Current Expense Fund	3614000	Sales Interest	8,147.75
0650	001	Current Expense Fund	3624000	Rents / Leases	960.00
0650	001	Current Expense Fund	3624000	Gazebo Rental	275.00
0650	001	Current Expense Fund	3689000	Other / Assessments	500.00

0650	001	Current Expense Fund	3698100	Cash Adjustment	(20.00)
0650	001	Current Expense Fund	3699000	Other Miscellaneous Income	4,722.40
0650	001	Current Expense Fund	3699000	Photocopying	445.85
0650	001	Current Expense Fund	3812000	Interfund Loan Re-Payments	19,031.33
0650	001	Current Expense Fund	3860000	State/county Remittances	4,005.31
0650	001	Current Expense Fund	3951000	Sale of Assets	7,676.00
0650	001	Current Expense Fund	3970000	Transfers-In	215,638.42
0650	001	Current Expense Fund	3970091	Transfer IN - Overhead Charges	37,397.41
0650	001	Current Expense Fund	5088000	Unreserved Ending	32,921.62
0650	001	Current Expense Fund	5116030	Supplies	109.99
0650	001	Current Expense Fund	5125010	Municipal Court-Sal/wages	5,966.54
0650	001	Current Expense Fund	5125020	Municipal Court-Benefits	1,743.53
0650	001	Current Expense Fund	5125041	Municipal Court Prof. Services	5,629.80
0650	001	Current Expense Fund	5125042	Municipal Court-Communications	315.16
0650	001	Current Expense Fund	5125043	Municipal Court Travel	308.88
0650	001	Current Expense Fund	5125046	Municipal Court-Insurance	83.00
0650	001	Current Expense Fund	5125049	Municipal Court Training	200.00
0650	001	Current Expense Fund	5131010	Salaries & Wages	12,846.23
0650	001	Current Expense Fund	5131020	Personal Benefits	5,923.01
0650	001	Current Expense Fund	5131042	Communications	132.51
0650	001	Current Expense Fund	5131043	Travel	413.67
0650	001	Current Expense Fund	5131046	Insurance	1,014.00
0650	001	Current Expense Fund	5131049	Training	325.00
0650	001	Current Expense Fund	5141010	Salaries & Wages	35,969.07
0650	001	Current Expense Fund	5141020	Personal Benefits	31,164.51
0650	001	Current Expense Fund	5141030	Supplies	2,380.57
0650	001	Current Expense Fund	5141041	Professional Services	16,386.28
0650	001	Current Expense Fund	5141042	Communications	1,445.24
0650	001	Current Expense Fund	5141044	Advertising	1,338.50
0650	001	Current Expense Fund	5141046	Insurance	3,466.00
0650	001	Current Expense Fund	5141048	Repair & Maintenance	679.45
0650	001	Current Expense Fund	5141049	Dues & Memberships	150.00
0650	001	Current Expense Fund	5141049	Miscellaneous	334.96
0650	001	Current Expense Fund	5141053	State Taxes	144.08

0650	001	Current Expense Fund	5151020	Legal - Personnel Benefits	1,537.50
0650	001	Current Expense Fund	5151041	Legal Expenses	40,197.56
0650	001	Current Expense Fund	5151046	Insurance	257.00
0650	001	Current Expense Fund	5181010	Gen Gov't - Salaries	9,119.76
0650	001	Current Expense Fund	5181020	Gen Gov't - Personnel Benefits	6,599.69
0650	001	Current Expense Fund	5181041	Gen Gov't - Professional Svcs	13,280.49
0650	001	Current Expense Fund	5181042	Communications	1,156.63
0650	001	Current Expense Fund	5181046	Insurance	2,174.00
0650	001	Current Expense Fund	5181049	Miscellaneous	15.00
0650	001	Current Expense Fund	5181049	Dues And Memberships	904.40
0650	001	Current Expense Fund	5182010	Salaries & Wages	10,199.02
0650	001	Current Expense Fund	5182020	Personal Benefits	6,324.42
0650	001	Current Expense Fund	5182030	Supplies	1,611.73
0650	001	Current Expense Fund	5182032	Fuel	140.18
0650	001	Current Expense Fund	5182041	Professional Services	1,288.27
0650	001	Current Expense Fund	5182042	Communications	785.49
0650	001	Current Expense Fund	5182046	Insurance	1,126.00
0650	001	Current Expense Fund	5182047	Public Utility Services	6,332.05
0650	001	Current Expense Fund	5182048	Repair & Maintenance	851.40
0650	001	Current Expense Fund	5182049	Miscellaneous	20.70
0650	001	Current Expense Fund	5182053	Real Estate Tax	361.72
0650	001	Current Expense Fund	5183010	Salaries & Wages	1,121.94
0650	001	Current Expense Fund	5183030	Supplies	44.85
0650	001	Current Expense Fund	5183047	Public Utility Services	76.50
0650	001	Current Expense Fund	5212220	Benefits	25.00
0650	001	Current Expense Fund	5212241	Professional Services	72,164.68
0650	001	Current Expense Fund	5222010	Salaries & Wages, Chief	1,667.14
0650	001	Current Expense Fund	5222010	Salaries & Wages, Firemen	5,770.84
0650	001	Current Expense Fund	5222020	Personal Benefits, Chief	525.00
0650	001	Current Expense Fund	5222020	Personal Benefits, Firemen	600.26
0650	001	Current Expense Fund	5222020	Uniforms & Clothing	2,088.53
0650	001	Current Expense Fund	5222024	Medical Exams & Vaccines	1,628.00
0650	001	Current Expense Fund	5222030	Supplies & Equipment	12,808.73
0650	001	Current Expense Fund	5222032	Fuel & Oil	1,553.81
0650	001	Current Expense Fund	5222041	Professional Services	297.08

0650	001	Current Expense Fund	5222042	Communications	2,267.98
0650	001	Current Expense Fund	5222046	Insurance	150.00
0650	001	Current Expense Fund	5222047	Public Utility Services	4,249.05
0650	001	Current Expense Fund	5222048	Repair & Maintenance	3,623.83
0650	001	Current Expense Fund	5222049	Miscellaneous	1,020.19
0650	001	Current Expense Fund	5236041	Jail Contract	990.00
0650	001	Current Expense Fund	5316049	Weed Control - Training	226.39
0650	001	Current Expense Fund	5393049	Animal Control	105.00
0650	001	Current Expense Fund	5586010	Salaries & Wages	30,636.04
0650	001	Current Expense Fund	5586020	Personal Benefits	18,932.04
0650	001	Current Expense Fund	5586030	Supplies	32.20
0650	001	Current Expense Fund	5586041	Professional Services	29,632.11
0650	001	Current Expense Fund	5586042	Communications	571.80
0650	001	Current Expense Fund	5586043	Travel	363.22
0650	001	Current Expense Fund	5586044	Advertising	168.14
0650	001	Current Expense Fund	5586046	Insurance	3,681.00
0650	001	Current Expense Fund	5586049	Miscellaneous	77.90
0650	001	Current Expense Fund	5596041	Professional Services	20,523.45
0650	001	Current Expense Fund	5596042	Communications	558.35
0650	001	Current Expense Fund	5768010	Salaries & Wages	14,622.44
0650	001	Current Expense Fund	5768020	Personal Benefits	6,973.39
0650	001	Current Expense Fund	5768030	Supplies	1,207.95
0650	001	Current Expense Fund	5768032	Fuel & Oil	156.33
0650	001	Current Expense Fund	5768032	Fuel	916.27
0650	001	Current Expense Fund	5768042	Communications	579.54
0650	001	Current Expense Fund	5768044	Advertising	52.06
0650	001	Current Expense Fund	5768046	Insurance	2,245.00
0650	001	Current Expense Fund	5768047	Public Utility Services	5,149.60
0650	001	Current Expense Fund	5768048	Repair & Maintenance	31.06
0650	001	Current Expense Fund	5768049	Miscellaneous	33.00
0650	001	Current Expense Fund	5860000	Non-Expenditure Disbursements	7,785.27
0650	001	Current Expense Fund	5912277	Sub-Element	30,517.55
0650	001	Current Expense Fund	5941464	Finance Software	10,883.29
0650	001	Current Expense Fund	5970000	Transfer Out	26,028.04
0650	001	Current Expense Fund	5977600	XFR Out - Equip. Main. Charges	3,259.99

0650	001	Current Expense Fund	3699000	Community Garden - misc income	4,014.02
0650	001	Current Expense Fund	5759035	Community Garden Construction	868.62
0650	101	City Street Fund	3088000	Unreserved Beginning	48,246.01
0650	101	City Street Fund	3111000	General Property Tax	9,733.00
0650	101	City Street Fund	3173400	Real Estate Excise Tax (REET)	888.52
0650	101	City Street Fund	3360087	Motor Vehicle Fuel Tax- Street	19,796.57
0650	101	City Street Fund	3699000	Other Misc. Receipts	80.98
0650	101	City Street Fund	3970000	Transfer In	7,267.67
0650	101	City Street Fund	5088000	Unreserved Ending	39,103.96
0650	101	City Street Fund	5423010	Salaries & Wages	14,051.27
0650	101	City Street Fund	5423010	Salaries/wages-Repair	130.61
0650	101	City Street Fund	5423020	Personal Benefits	8,421.35
0650	101	City Street Fund	5423020	Personal Benefits-Repair	61.48
0650	101	City Street Fund	5423030	Supplies	1,532.79
0650	101	City Street Fund	5423042	Street Admin Communication	218.47
0650	101	City Street Fund	5423046	Insurance	1,671.00
0650	101	City Street Fund	5423047	Public Utilities	249.34
0650	101	City Street Fund	5423047	Street Lighting	10,561.84
0650	101	City Street Fund	5423048	Street Cleaning	30.02
0650	101	City Street Fund	5423049	Miscellaneous	178.00
0650	101	City Street Fund	5423049	Dues & Membership	500.00
0650	101	City Street Fund	5428032	Fuel & Oil	3,048.07
0650	101	City Street Fund	5970000	Transfer Out	6,254.55
0650	104	Tourism Promotion & Develop.	3088000	Unreserved Beginning	263,267.18
0650	104	Tourism Promotion & Develop.	3133000	Motel/hotel Tax	75,363.56
0650	104	Tourism Promotion & Develop.	3970000	Transfer In	689.22
0650	104	Tourism Promotion & Develop.	5088000	Unreserved Ending	73,005.13
0650	104	Tourism Promotion & Develop.	5739010	Community Events Salaries	9,742.40
0650	104	Tourism Promotion & Develop.	5739020	Community Events Benefits	5,868.96
0650	104	Tourism Promotion & Develop.	5739040	Other/misc Expenses	109.27

0650	104	Tourism Promotion & Develop.	5739042	Communication	50.02
0650	104	Tourism Promotion & Develop.	5739046	Insurance	1,287.00
0650	104	Tourism Promotion & Develop.	5742040	NB Disc Golf Association	5,540.00
0650	104	Tourism Promotion & Develop.	5970000	Transfer Out	127,492.79
0650	104	Tourism Promotion & Develop.	5739040	Bonneville Hot Springs	32,000.00
0650	104	Tourism Promotion & Develop.	5739040	Skamania Performing Arts	11,323.80
0650	104	Tourism Promotion & Develop.	5739040	Chamber of Commerce	39,065.08
0650	104	Tourism Promotion & Develop.	5739040	Wind River Publishing	2,205.00
0650	104	Tourism Promotion & Develop.	5739040	NB Fire Fighters Association	13,565.40
0650	104	Tourism Promotion & Develop.	5755041	Heritage Trails - Prof. Svcs	2,133.20
0650	104	Tourism Promotion & Develop.	5755044	Heritage Trails - Advertising	1,281.32
0650	104	Tourism Promotion & Develop.	5755049	Heritage Trails -Miscellaneous	1,658.87
0650	104	Tourism Promotion & Develop.	5947563	Heritage Trails -Other Capital	130.72
0650	104	Tourism Promotion & Develop.	5947564	Heritage Trails - Capital	12,861.00
0650	105	Tourist Facility Reserve	3970000	Transfers-In	60,000.00
0650	105	Tourist Facility Reserve	5088000	Unreserved Ending	10,000.00
0650	105	Tourist Facility Reserve	5970000	Transfer Out	50,000.00
0650	301	Equipment Fund	3088000	Unreserved Beginning	40,815.64
0650	301	Equipment Fund	3970098	Transfer IN - Maint. Charges	17,645.65
0650	301	Equipment Fund	5088000	Unreserved Ending	39,593.94
0650	301	Equipment Fund	5481010	Salaries And Wages	8,820.18
0650	301	Equipment Fund	5481020	Personnel Benefits	5,151.84
0650	301	Equipment Fund	5481042	Communications	41.88
0650	301	Equipment Fund	5481046	Insurance	1,445.00
0650	301	Equipment Fund	5481048	Repair & Maintenance	3,408.45
0650	302	Capital Improvement Fund	3088000	Unreserved Beginning	94,134.61
0650	302	Capital Improvement Fund	3173400	Real Estate Excise Tax	7,267.67

0650	302	Capital Improvement Fund	3970000	Transfers-In	266.93
0650	302	Capital Improvement Fund	5088000	Unreserved Ending	9,401.54
0650	302	Capital Improvement Fund	5970000	Transfer Out	92,267.67
0650	400	Water Fund	3088000	Unreserved Beginning	193,421.50
0650	400	Water Fund	3434000	Water Sales	136,527.26
0650	400	Water Fund	3698100	Cash Adjustment	(10.00)
0650	400	Water Fund	3699000	Other Miscellaneous Revenues	280.00
0650	400	Water Fund	3812000	Interfund Loan Payments	173,302.00
0650	400	Water Fund	3970099	Transfer In from Reserves	5,911.83
0650	400	Water Fund	5088000	Unreserved Ending	105,241.97
0650	400	Water Fund	5341049	Miscellaneous	239.70
0650	400	Water Fund	5341050	DOH/other Fees	2,469.48
0650	400	Water Fund	5341053	Excise Tax	5,279.62
0650	400	Water Fund	5341054	XFR Out - Utility Tax	6,575.97
0650	400	Water Fund	5342041	Professional Services	12,029.58
0650	400	Water Fund	5344049	Training	878.00
0650	400	Water Fund	5345030	Maintenance Supplies	2,347.71
0650	400	Water Fund	5347010	Customer Service-Salary/wages	7,586.94
0650	400	Water Fund	5347020	Customer Service-Benefits	4,926.24
0650	400	Water Fund	5347031	Office Supplies/postage	159.55
0650	400	Water Fund	5348010	General Op. - Salaries/wages	22,821.92
0650	400	Water Fund	5348010	Maint. T/D - Salaries/wages	950.47
0650	400	Water Fund	5348020	General Op. - Benefits	12,585.00
0650	400	Water Fund	5348020	Maint. T/D - Benefits	635.42
0650	400	Water Fund	5348030	Operating Supplies	4,435.61
0650	400	Water Fund	5348032	Fuel & Oil	138.43
0650	400	Water Fund	5348042	Communications/Phone Services	1,584.11
0650	400	Water Fund	5348046	Insurance	4,144.00
0650	400	Water Fund	5348047	Utilities	10,729.28
0650	400	Water Fund	5348051	Testing - Lab Work	559.00
0650	400	Water Fund	5357049	Miscellaneous	548.32
0650	400	Water Fund	5812000	Interfund Loan Payment	14,000.00

0650	400	Water Fund	5913478	Principal - Reservoir Loan #1	505.95
0650	400	Water Fund	5913478	Principal - Reservoir Loan #2	7,906.92
0650	400	Water Fund	5923483	Interest- Reservoir Loan #1	1.77
0650	400	Water Fund	5923483	Interest- Reservoir Loan #2	4,601.04
0650	400	Water Fund	5943430	Meter Install. -Supplies	239.64
0650	400	Water Fund	5943460	Capital Outlay	24,699.87
0650	400	Water Fund	5943460	Corrosion Control-Cap. Outlay	2,700.00
0650	400	Water Fund	5970000	Transfer Out	241,999.25
0650	400	Water Fund	3970099	XFR IN - Equipment Reserve	4,068.00
0650	400	Water Fund	5970000	Transfer Out	8,136.00
0650	400	Water Fund	3970099	XFR IN - Emergency Reserve	533.33
0650	400	Water Fund	5970000	Transfer Out	1,066.66
0650	400	Water Fund	3970099	XFR IN - Operating Reserve	1,310.50
0650	400	Water Fund	5970000	Transfer Out	2,621.00
0650	401	Sewer Fund	3088000	Unreserved Beginning	(18,976.36)
0650	401	Sewer Fund	3340420	2010 Sewer Plant Grant Funds	130,683.59
0650	401	Sewer Fund	3435000	Sewer Service Charges	195,421.30
0650	401	Sewer Fund	3699000	Reimbursement	10,482.33
0650	401	Sewer Fund	3828000	Sewer Fund Loan	198.04
0650	401	Sewer Fund	3970000	Element	191,684.00
0650	401	Sewer Fund	3970000	Transfers-In	40,000.00
0650	401	Sewer Fund	5088000	Unreserved Ending	19,246.93
0650	401	Sewer Fund	5351044	Advertising	195.01
0650	401	Sewer Fund	5351049	Dues And Memberships	215.70
0650	401	Sewer Fund	5351050	Doe/other Fees	3,193.29
0650	401	Sewer Fund	5351053	Excise Tax	2,781.02
0650	401	Sewer Fund	5351054	Utility Tax Transfer	9,481.79
0650	401	Sewer Fund	5354049	Training	399.00
0650	401	Sewer Fund	5355030	Maintenance Supplies	2,179.27
0650	401	Sewer Fund	5355035	Small Tools/minor Equipment	40.50
0650	401	Sewer Fund	5355110	Maint. T/D - Salaries/wages	35,194.99
0650	401	Sewer Fund	5355120	Maint. T/D - Benefits	19,996.93
0650	401	Sewer Fund	5357010	Customer Service-Salary/wages	6,657.49
0650	401	Sewer Fund	5357020	Customer Service-Benefits	4,371.17

0650	401	Sewer Fund	5357031	Office Supplies/postage	270.51
0650	401	Sewer Fund	5357049	Miscellaneous	104.50
0650	401	Sewer Fund	5358010	Operations T/D - Salary/wages	48,685.83
0650	401	Sewer Fund	5358021	Medical Vaccines (required)	128.00
0650	401	Sewer Fund	5358030	Operating Supplies	2,137.25
0650	401	Sewer Fund	5358032	Fuel & Oil	1,772.70
0650	401	Sewer Fund	5358041	Professional Services	2,765.98
0650	401	Sewer Fund	5358042	Communications/Phone Services	2,154.89
0650	401	Sewer Fund	5358046	Insurance	8,306.00
0650	401	Sewer Fund	5358047	Public Utility Services	8,556.19
0650	401	Sewer Fund	5358048	Repair/maintenance	212.26
0650	401	Sewer Fund	5358120	Operations T/D - Benefits	29,212.23
0650	401	Sewer Fund	5812000	Interfund Loan Payment	5,031.33
0650	401	Sewer Fund	5812000	Interfund Loan Payments	173,302.00
0650	401	Sewer Fund	5823578	CTED Loan - Principal	3,377.82
0650	401	Sewer Fund	5923583	CTED Loan- Interest	19.22
0650	401	Sewer Fund	5943562	2010 Sewer Plant Construction	128,589.33
0650	401	Sewer Fund	5943564	Capital Outlay	384.38
0650	401	Sewer Fund	5970000	Transfer Out	30,529.39
0650	401	Sewer Fund	3970000	Sewer Capital Reserve	583.33
0650	401	Sewer Fund	3970099	XFR IN - Capital Reserve	6,416.64
0650	401	Sewer Fund	5970000	Transfer Out	6,999.97
0650	401	Sewer Fund	3970099	XFR IN - Operating Reserve	4,999.99
0650	401	Sewer Fund	3970000	Sewer Operating Reserve	4,999.98
0650	401	Sewer Fund	5970000	Transfer Out	9,999.97
0650	402	Television Fund	3088000	Unreserved Beginning	16,040.84
0650	402	Television Fund	3438400	Television Service Charges	24,428.40
0650	402	Television Fund	3970000	Operating Transfer - IN	350.00
0650	402	Television Fund	3970000	Transfer-In	25,071.89
0650	402	Television Fund	5384010	Salaries & Wages-Maintenance	2,131.57
0650	402	Television Fund	5384010	Salaries & Wages-Cust. Service	4,156.87
0650	402	Television Fund	5384020	Personal Benefits-Maintenance	1,151.33

0650	402	Television Fund	5384020	Personal Benefit-Cust. Service	2,673.51
0650	402	Television Fund	5384030	Supplies	252.27
0650	402	Television Fund	5384032	Fuel & Oil	66.98
0650	402	Television Fund	5384041	Professional Services	236.50
0650	402	Television Fund	5384042	Communications	873.95
0650	402	Television Fund	5384042	Subscribers Costs	27,310.44
0650	402	Television Fund	5384043	Travel	2.00
0650	402	Television Fund	5384044	Advertising	449.28
0650	402	Television Fund	5384046	Insurance	1,353.00
0650	402	Television Fund	5384047	Public Utility Services	3,199.97
0650	402	Television Fund	5384048	Repair & Maintenance	1,016.67
0650	402	Television Fund	5384049	Miscellaneous	1,076.46
0650	402	Television Fund	5384053	Excise Tax	566.14
0650	402	Television Fund	5384054	Utility Tax Transfer	1,194.68
0650	402	Television Fund	5970000	Operating Transfer - Out	2,541.09
0650	402	Television Fund	5970000	Transfer Out	15,638.42
0650	602	Deposit Fund	3081000	Beg. Balance January 1	75.00
0650	602	Deposit Fund	3088000	Unreserved Beginning	6,063.94
0650	602	Deposit Fund	3860000	Agency Deposits	150.00
0650	602	Deposit Fund	5088000	Unreserved Ending	6,173.81
0650	602	Deposit Fund	5860000	Deposit Refunds	115.13
0650	631	Payroll Fund	3088000	Unreserved Beginning	125,399.94
0650	631	Payroll Fund	5088000	Unreserved Ending	2,580.27
0650	632	Claims Clearing Fund	3088000	Unreserved Beginning	46,939.80
0650	632	Claims Clearing Fund	5088000	Unreserved Ending	13,701.94

Schedule 7: Warrant Activity

Fund No.	Fund Name	Payable January 1 2011	Issued Report Year	Beginning Open Period	Ending Open Period	Net Issued	Redeemed Report Year	Canceled Report Year	Payable December 31, 2011
631	Payroll Fund	$136,522	$106,599			$106,599	$229,419		$13,702
632	Claims Clearing Fund	$35,818	$86,486			$86,486	$119,723		$2,580

Schedule 9: Liabilities

ID. No.	Description	Maturity/Payment Due Date	Beginning Balance 01/01/2011	Additions	Reductions	BARS Code for Redemption of Debt Only	Ending Balance 12/31/2011
263.91	2001 CTED W/S Loan #1	5/31/2011	3,884	-	3,884	591 78 34	-
263.91	2002 CTED W/S Loan #2	8/31/2026	236,562	-	7,706	591 78 34	228,856
263.53	2007 71115000 Fire Truck Lease/Purchase	4/21/2018	199,570	-	20,750	591 22 77	178,819
259.11	Compensated Absences					N/A	
	Sick Leave		4,697	3,436	2,134		5,999
	Vacation Leave		15,615	18,888	14,657		19,846
	Compensatory Time		7,305	13,315	12,491		8,130
	Sub-Total, Compensated Absences		27,617	35,639	29,282		33,975
	Total		467,633	35,639	61,622	-	441,650

Schedule 10: Limitation of Indebtedness

MCAG (0650)		**Schedule 10**
City of North Bonneville		
Schedule of Limitation of Indebtedness		
As of December 31, 2011		
		Remaining Debt
Total Taxable Property Value	**$ 81,619,878**	**Capacity**
2.5% General purpose limit is allocated between:	**$ 2,040,497**	
Up to 1.5% debt without a vote	**$ 1,224,298**	
Less: Outstanding Debt	**$ 441,650**	
Less: Excess of Debt with a Vote	**$ -**	
Add: Available Assets	**$ 299,273**	
Equals remaining debt capacity without a vote		$1,081,921
Up to 2.5% debt with a vote	**$ 1,898,120**	
Less: Outstanding Debt	**$ -**	
Add: Available Assets	**$ -**	
Equals remaining debt capacity with a vote		$1,898,120
2.5% Utility purpose limit, voted	**$ 2,040,497**	
Less: Outstanding Debt	**$ -**	
Less: Contracts Payable	**$ -**	
Add: Available Assets	**$ -**	
Equals remaining debt capacity- Utility purpose, voted		$2,040,496.95
2.5% Open Space, park & capital facilities, voted	**$ 2,040,497**	
Less: Outstanding Debt	**$ -**	
Less: Contracts Payable	**$ -**	
Add: Available Assets	**$ -**	
Equals remaining debt capacity - Open space, park & capital facilites voted		$2,040,496.95

Schedule 11: Cash Activity

		Cash Activity In				
Fund Number	**Description**	**Beginning Balance**	**Receipts**	**Investments Liquidated**	**Transfers In**	**Total Available**
001	Current Expense Fund	($76,109.39)	$455,747.40	$0.00	$215,638.42	$595,276.43
101	City Street Fund	$48,246.01	$30,499.07	$0.00	$7,267.67	$86,012.75
104	Tourism Promotion & Develop.	$263,267.18	$76,052.78	$0.00	$0.00	$339,319.96
105	Tourist Facility Reserve	$0.00	$0.00	$0.00	$60,000.00	$60,000.00
300	Cascade Drive Rehab. Project	$0.00	$0.00	$0.00	$0.00	$0.00
301	Equipment Fund	$40,815.64	$17,645.65	$0.00	$0.00	$58,461.29
302	Capital Improvement Fund	$94,134.61	$7,534.60	$0.00	$0.00	$101,669.21
400	Water Fund	$193,421.50	$321,922.92	$0.00	$0.00	$515,344.42
401	Sewer Fund	($18,976.36)	$353,785.20	$0.00	$231,684.00	$566,492.84
402	Television Fund	$16,040.84	$24,778.40	$0.00	$25,071.89	$65,891.13
602	Deposit Fund	$6,138.94	$150.00	$0.00	$0.00	$6,288.94
631	Payroll Fund	$125,399.94	$0.00	$0.00	$106,599.34	$231,999.28
632	Claims Clearing Fund	$46,939.80	$0.00	$0.00	$86,485.52	$133,425.32
TOTAL		**$739,318.71**	**$1,288,116.02**	**$0.00**	**$732,746.84**	**$2,760,181.57**

Cash Activity Out						
Fund Number	**Investments Acquired**	**Transfer Out to Claims/Payroll**	**Other Transfers Out**	**Disbursements**	**Total Used**	**Ending Balance**
001	$0.00	$68,004.82	$25,071.89	$469,278.10	$562,354.81	$32,921.62
101	$0.00	$5,813.91	$0.00	$41,094.88	$46,908.79	$39,103.96
104	$0.00	$8,242.64	$125,000.00	$133,072.19	$266,314.83	$73,005.13
105	$0.00	$0.00	$50,000.00	$0.00	$50,000.00	$10,000.00
300	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
301	$0.00	$3,163.12	$0.00	$15,704.23	$18,867.35	$39,593.94
302	$0.00	$0.00	$92,267.67	$0.00	$92,267.67	$9,401.54
400	$0.00	$10,117.60	$231,684.00	$168,300.85	$410,102.45	$105,241.97
401	$0.00	$91,235.21	$0.00	$456,010.70	$547,245.91	$19,246.93
402	$0.00	$6,507.56	$15,638.42	$43,745.15	$65,891.13	$0.00
602	$0.00	$0.00	$0.00	$115.13	$115.13	$6,173.81
631	$0.00	$0.00	$0.00	$229,419.01	$229,419.01	$2,580.27
632	$0.00	$0.00	$0.00	$119,723.38	$119,723.38	$13,701.94
TOTAL	**$0.00**	**$193,084.86**	**$539,661.98**	**$1,676,463.62**	**$2,409,210.46**	**$350,971.11**

Schedule 12: Investment Activity

Fund Number	Description	Beginning Investment Balance	Investment (At Cost) Acquired	Investment (At Cost) Liquidated	Reinvested Interest	Ending Balance
001	Current Expense Fund	$0.00	$0.00	$0.00	$0.00	$0.00
101	City Street Fund	$0.00	$0.00	$0.00	$0.00	$0.00
104	Tourism Promotion & Develop.	$0.00	$0.00	$0.00	$0.00	$0.00
105	Tourist Facility Reserve	$0.00	$0.00	$0.00	$0.00	$0.00
300	Cascade Drive Rehab. Project	$0.00	$0.00	$0.00	$0.00	$0.00
301	Equipment Fund	$0.00	$0.00	$0.00	$0.00	$0.00
302	Capital Improvement Fund	$0.00	$0.00	$0.00	$0.00	$0.00
400	Water Fund	$0.00	$0.00	$0.00	$0.00	$0.00
401	Sewer Fund	$0.00	$0.00	$0.00	$0.00	$0.00
402	Television Fund	$0.00	$0.00	$0.00	$0.00	$0.00
602	Deposit Fund	$0.00	$0.00	$0.00	$0.00	$0.00
631	Payroll Fund	$0.00	$0.00	$0.00	$0.00	$0.00
632	Claims Clearing Fund	$0.00	$0.00	$0.00	$0.00	$0.00
999	Investments	$607,730.49	$126,231.48	$353,534.57	$0.00	$380,427.40
TOTAL		**$607,730.49**	**$126,231.48**	**$353,534.57**	**$0.00**	**$380,427.40**

Schedule 16: Expenditures of Federal Awards

Federal Agency Name / Pass-Through Agency Name	Federal Program Name	CFDA Number	Other I.D. Number	From Pass-Through	From Direct Awards	Total	Foot-Note Ref.
Total Federal Awards Expended						0	

Note: No federal grants were received or expended in 2011.

Schedule 16: Expenditures of State Awards

MCAG NO. 0650		SCHEDULE 16
CITY OF NORTH BONNEVILLE		
SCHEDULE OF STATE AND LOCAL FINANCIAL ASSISTANCE		
For the Year Ended December 31, 2011		
Grantor/Program Title	**Identification Number**	**Current Year Expenditures**
PWB - Small Communities in Rural Counties Grant	CJ09-951-105	$128,589
WA State Dept. of Ecology -- Shoreline Grant	G1200037	41,173
Total State and Local Financial Assistance		$169,763

The Accompanying Notes To The Schedule Of State and Local Financial Assistance Are An Integral Part Of This Schedule.

Schedule 19: Labor Relations Consultants

MCAG NO. 0650 SCHEDULE 19

CITY OF NORTH BONNEVILLE

LABOR RELATIONS CONSULTANT(S)

For the Year Ended December 31, 2011

Has your government engaged labor relations consultants? _X_ Yes _____ No

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

Name Of Firm	Firm #1	Schwabe, Williamson and Wyatt, PC
	Firm #2	Menke Jackson Beyer Ehlis & Harper, LLP
Name Of Consultant	Firm #1	Michael Garone, Thomas Triplett
	Firm #2	Anthony Menke
Business Address	Firm #1	1211 SW 5th Avenue, Suite 1900, Portland, OR 97204
	Firm #2	807 North 39th Avenue, Yakima, WA 98902
Amount Paid To Consultant During Fiscal Year	Firm #1	$4,425.82
	Firm #2	$19,534.10

Terms And Conditions, As Applicable, Including:

Rates (E.g., Hourly, Etc) _____ Garone -- $445/hour; Triplett -- $475/hour, plus expenses.
Menke -- $175/hour plus expenses

Maximum Compensations Allowed _____ No maximum.

Duration Of Service _____ 1 year

Services Provided _____ Direct consultation and negotiation on a variety of labor issues.

Certified Correct this 15th day of May, 2011 to the best of my knowledge and belief.

Signature _____

Name

City Administrator / Clerk / Treasurer

Title

Notes to the Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of North Bonneville reports financial activity using the revenue and expenditure classifications, statements, and schedules contained in the *Cash Basis Budgeting, Accounting and Reporting S*ystem (BARS) manual. This basis of accounting and reporting is another comprehensive basis of accounting (OCBOA) that is prescribed by the State Auditor's Office under the authority of Washington State law, Chapter 43.09 RCW.

The City of North Bonneville was incorporated in 1935 and operates under the laws of the state of Washington applicable to a General purpose government. The City of North Bonneville is a General purpose government and provides:

- water
- wastewater
- cable television
- municipal court
- street maintenance
- planning
- permitting
- code enforcement
- building inspection
- General administrative service
- parks maintenance
- public safety (police and volunteer fire)

The City of North Bonneville uses single-entry, cash basis accounting which is a departure from generally accepted accounting principles (GAAP).

a. Fund Accounting

The accounts of the City of North Bonneville 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 City of North Bonneville resources are allocated to and accounted for in individual funds depending on their intended purpose. The following are the fund types used by the City of North Bonneville:

GOVERNMENTAL FUND TYPES:

General (Current Expense) Fund

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

Special Revenue Funds

These funds account for specific revenue sources that are restricted or committed to expenditures for specified purposes of the City of North Bonneville.

Capital Projects Funds

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

PROPRIETARY FUND TYPES:

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

Internal Service Funds

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

FIDUCIARY FUND TYPES:

Fiduciary funds account for assets held by the City of North Bonneville in a trustee capacity or as an agent on behalf of others.

Agency Funds
These funds are used to account assets that City of North Bonneville holds for others in an agency capacity.

MANAGEMENT FUND TYPES:

Management funds are sometimes created to assist in daily accounting and administration, and a rolled into the funds described above for reporting purposes. In 2011, the City of North Bonneville maintained the following management funds:

- Fund 105 (Tourism Reserve), rolled into Fund 104 (Tourism)
- Fund 403 (Sewer Reserve), rolled into Fund 401 (Sewer)
- Fund 404 (Water Reserve), rolled into Fund 400 (Water)
- Fund 405 (Sewer Plant Construction), rolled into Fund 401 (Sewer)
- Fund 304 (Cable TV Reserve), rolled into Fund 402 (Cable TV)

b. Basis of Accounting

Basis of accounting refers to revenues and expenditures that 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, including those properly chargeable against the report year(s) budget appropriations as required by state law.

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

Purchases of capital assets are expensed during the year of acquisition. There is no capitalization of capital assets, nor allocation of depreciation expense. Inventory is expensed when purchased.

The basis of accounting described above represents a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

c. Budgets

The City of North Bonneville adopts annual appropriated budgets for all 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 follow:

FUND	Final Appropriation	Actual Expenditure	Variance
001 -- General	545,000	562,243	(17,243)*
101 -- Street	47,000	46,909	91
104 -- Tourism	280,000	266,315	13,685
105 – Tourism Reserve	50,000	50,000	0
300 – Cascade Drive	0	0	0
301 -- Equipment	27,946	18,867	9,079
302 -- Capital Improvement	95,000	92,268	2,732
400 -- Water	154,873	136,014	18,859
401 -- Sewer	248,905	244,970	3,935
402 -- Television	57,361	50,253	7,108
403 -- Sewer Reserve	17,019	16,884	135
404 -- Water Reserve	295,000	294,089	911
405 -- Sewer Plant Construction	295,000	300,835	(5,835)*
406 -- Television Reserve	638	15,638	(15,000)*
602 -- Deposit	1,235	115	1120

* See Note 2 regarding expenditures exceeding appropriations.

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 of North Bonneville legislative body.

d. Cash

It is the City of North Bonneville's policy to invest all temporary cash surpluses. The amount is included in the cash and investments shown on the statements of fund resources and uses arising from cash transactions. The interest on these investments is deposited in the General fund per RCW 35A.40.050 and the City of North Bonneville Resolution #300.

e. Deposits

The City of North Bonneville deposits and certificates of deposit are covered by the Federal Deposit Insurance Corporation.

f. Investments

See Note 3, investments

g. Capital Assets

Capital assets are long-lived assets of the City of North Bonneville and are recorded as expenditures when purchased.

h. Compensated Absences

Vacation leave may be accumulated up to 300 hours and is payable upon separation or retirement.

Sick leave may be accumulated up to 960 hours. Upon separation or retirement employees receive payment for unused sick leave at 25% if they have at least 10 years of service.

Compensatory time may be accrued in lieu of overtime pay up to 100 hours, and is payable upon request, upon separation from service, or upon retirement.

i. Long-Term Debt

See Note 6, Long-Term Debt.

j. Other Financing Sources or Uses

The City of North Bonneville's *Other Financing Sources or Uses* consist of amounts due to and from other governmental units including interfund receivables and payables and amounts due from other governments for grants, entitlements, and charges for services, and for some debt payments.

k. Risk Management

The City of North Bonneville 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 150 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, public officials' errors or omissions, stop gap, and employee benefits liability. Limits are $4 million per occurrence in the self insured layer, and $16 million per occurrence in the re-insured excess layer. The excess layer is insured by the purchase of reinsurance and insurance and is subject to aggregate limits. Total limits are $20 million per occurrence subject to aggregate sublimits in the excess layers. The Board of Directors determines the limits and terms of coverage annually.

Insurance coverage for property, automobile physical damage, fidelity, inland marine, and boiler and machinery are purchased on a group basis. Various deductibles apply by type of coverage. Property insurance and auto physical damage are self-funded from the members' deductible to $500,000, for all perils other than flood and earthquake, and insured above that amount by the purchase of insurance.

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

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

An investment committee, using investment brokers, produces additional revenue by investment of WCIA's assets in financial instruments which comply with all State guidelines. These revenues directly offset portions of the membership's annual assessment.

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.

I. Reserved Fund Balance

Year end reserved fund balances were as follows:

General Fund $0

The General Fund received certain restricted revenues in 2011 such as those sale taxes restricted to Court expenditures, but all such revenues were assumed to have been spent before non-restricted revenues.

Street Fund $0

The Street Fund received motor vehicle excise tax revenues in 2011, but all such revenues were assumed to have been spent before non-restricted revenues.

Lodging Tax Fund $83,005

All lodging tax revenues receipted into the Lodging Tax Funds are reserved for tourism promotion per state law.

Capital Improvement Fund $9,402

The only source of revenue in the Capital Improvement Fund is Real Estate Excise Tax (REET), which is reserved for certain types of capital improvements per state law.

Water Fund $96,962

The Water Reserve Fund (404) is rolled into the Water Fund (400) for reporting purposes. The Water Reserve Fund includes new connection charge revenues as well as reserve fund payments from the Water fund that are intended for system capital improvements and emergency repairs.

Sewer Fund $11,898

The Sewer Reserve Fund (403) is rolled into the Sewer Fund (401) for reporting purposes. The Sewer Reserve Fund includes new connection charge revenues as well as reserve fund payments from the Sewer fund that are intended for system capital improvements and emergency repairs.

NOTE 2 - COMPLIANCE AND ACCOUNTABILITY

Expenditures exceeded legal appropriations in the following funds:

FUND	Final Appropriation	Actual Expenditure	Variance
001 -- General	545,000	561,975	(17,243)
304 -- Television Reserve	638	15,638	(15,000)
405 -- Sewer Plant Construction	295,000	300,835	(5,835)

Subsequent to closing the 2011 year, an error was found in the closure of the Cable TV Fund. To correct this error a transfer from the General Fund to the Cable TV Fund was necessary which resulted in exceeding the 2011 General Fund appropriation. Similarly, the negative variances in the Television Reserve and Sewer Plan Construction Funds were due to a final transfer of ending cash balances out of these funds upon their closure at the end of the year.

NOTE 3 - INVESTMENTS

The City of North Bonneville's investments are either insured, registered or held by the City of North Bonneville or its agent in the City of North Bonneville's name.

Investments are held in and presented at cash value.

Investments by type at December 31, 2011 are as follows:

Type of Investment	City's Own Investments	Investments held by city as an agent for other local governments, individuals, or private organizations.	Total
Washington Local Government Investment Pool (LGIP)	130,440	-	130,440
First Independent Bank -- Money Market Account	249,987	-	249,987
Total	380,427	-	380,427

NOTE 4 - 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 City of North Bonneville. Delinquent taxes are considered fully collectible because a lien affixes to the property after tax is levied.

The City of North Bonneville's regular levy rate for the year 2011 was $2.279937 per $1,000 on an assessed valuation of $81,619,878 for a total regular levy of $186,088.

NOTE 5 - INTERFUND LOANS AND ADVANCES

The following table displays interfund loan activity during 2011:

Borrowing Fund	Lending Fund	Balance 1/1/2011	New Loans	Repayments	Balance 12/31/2011
Water	General	$140,000	$0	$14,000	$129,552
Sewer	General	$5,000	$0	$5,031	$0
General	Lodging Tax	$0	$65,000	$0	$65,000
General	Tourist Facility	$0	$50,000	$0	$50,000
General	Capital Projects	$0	$85,000	$0	$85,000
Water	Water Reserve	$0	$20,000	$0	$20,000
Sewer	Water Reserve	$0	$40,000	$0	$40,000
Treatment Plant	Water Reserve	$0	$191,684	$173,302	$18,659
TOTAL		$145,000	$451,684	$192,333	$408,211

The Water Fund was unable to make adequate payments on its General Fund debt in 2011. The debt schedule was revised per Resolution 439 in January, 2012 to accommodate a more realistic repayment plan. Water rates were raised in 2011 to enable the fund to fully meet its financial obligations.

NOTE 6 - LONG-TERM DEBT

The accompanying Schedule of Long-Term Debt (09) provides a listing of the City's outstanding debt and summarizes the City's debt transactions for 2011. The debt service payment for the fiscal year being reported and future payment requirements, including interest, are as follows:

General Obligation Bonds	Revenue Bonds	Other Debt	Total Debt
Fire Truck			
2011		$30,518	$30,518
2012		$30,518	$30,518
2013		$30,518	$30,518
2014		$30,518	$30,518
2015		$30,518	$30,518
2016 – 2018		$91,554	$91,554
Subtotal		$244,144	$244,144
CTED Loan #1			
2011		$3,985	$3,985
Subtotal		$3,985	$3,985
CTED Loan #2			
2011		$12,508	$12,508
2012		$12,508	$12,508
2013		$12,508	$12,508
2014		$12,508	$12,508
2015		$12,508	$12,508
2016 – 2020		$62,540	$62,540
2021 – 2025		$62,540	$62,540
2026		$41,237	$41,237
Subtotal		$228,856	$228,856
TOTALS		$476,985	$476,985

NOTE 7 - PENSION PLANS

Substantially all City of North Bonneville's full-time and qualifying part-time employees participate in PERS 1 and PERS 2, under cost-sharing multiple-employer public employee defined benefit and defined contribution retirement plans. Actuarial information is on a system-wide basis and is not considered

pertinent to the City of North Bonneville'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 Washington State Department of Retirement Systems annual financial report. A copy of this report may be obtained by writing to:

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

NOTE 8 - OTHER DISCLOSURES

A) Adjustments to Fund Balances

As anticipated in Note 8 in the 2010 Financial Report, the State Audit of the City's 2009/2010 Financial Statements found numerous material errors. As a result of these audit findings, cash was written down and fund balances were restated as follows.

Fund	2010 Reported Balances	Net Cash Adjustments	Final 2010 Balances
001 – General	108,859	(184,968)	(76,109)
101 – Street	17,940	30,306	48,246
104 – Hotel/Motel	263,325	(58)	263,267
105 – Tourist Facility	0	0	0
301 – Equipment	43,463	2,647	40,816
302 – Capital Improvement	52,472	41,663	94,135
304 – TV Reserve	15,288	0	15,288
305 – Water Reserve	211,837	0	211,837
306 – Sewer Reserve	11,782	0	11,782
310 – Sewer Plant Const.	(32,015)	0	(32,015)
400 – Water	(3,051)	(15,364)	(18,415)
401 – Sewer	39,660	(38,403)	1,257
402 – Cable TV	3,548	(2,795)	753
602 – Deposit	6,216	(152)	6,064
631 – Payroll Clearing	35,878	(11,062)	46,940
632 – Claims Clearing	167,573	(42,173)	125,400

As a result of the above fund balance restatements numerous interfund loans were required to maintain positive year-end fund balances for 2011 (see Note 5).

B) Fund Closures

On October 1, 2011 the City shut down operation of its cable television system. Funds 304 (Cable TV Reserve) and 402 (Cable TV) were closed on 12/31/2011.

With the completion of a new sewer plant in April, 2011, Fund 310 (Sewer Plant Construction) was closed. The Remaining loan balance owed to Fund 404 (Water Reserve) will be paid out of Fund 401 (Sewer).

Fund 300 (Cascade Drive) was closed on 12/18/2011.

C) BARS Restructure

In February, 2012 the City contracted with an outside firm for a full review and update of the City's accounting structure (according to the Budgetary Accounting and Reporting Structure (BARS) promulgated by the State Auditor). This project resulted in a multitude of account coding changes, as well as the re-coding of several funds as follows:

Fund Name	Old Fund Number	New Fund Number
Cable TV Reserve	304	406
Water Reserve	305	404
Sewer Reserve	306	403
Sewer Plant Const.	310	405