



ENTERPRISE FUNDS

The accrual basis of accounting is used for *Enterprise Funds*. The cost of providing services to the general public is financed or recovered primarily through user charges.

Sewer Utility – All activities necessary to provide sewer services to the residents of the county are accounted for in *Sewer Utility Funds*. Such activities include but are not limited to administration, operations, maintenance, construction, and related debt service.

Solid Waste Management – The fund accounts for revenue from disposal fees and related expenses from county solid waste landfill and composting sites operated under private contract. Activities funded by solid waste fees include various county planning, recycling and public education programs, and composting facility debt service.

Landfill Reserve – The reserve accounts for monies held in trust to fund the costs and expenses related to the closure and post-closure of solid waste landfills operated under a private contract. Such costs include judgments and settlements of claims by third parties for pollution, contamination or damage caused by chemical release from the landfills. A portion of solid waste disposal fees fund the *Landfill Reserve*.

Airport – This fund accounts for maintenance and operation of the Pierce County Airport. Funding is provided by user fees.

Ferry Services – Maintenance and operation of county-owned ferry systems are accounted for in this fund. The primary revenue source is passenger service fees. Capital acquisitions and improvements are primarily funded by Federal and State grants.

Golf Course – This fund accounts for maintenance and operation of two county golf courses. Funding is provided by user fees.

Water Utility – This fund accounts for the development of ground and surface water rights located at the county's Chambers Creek Properties. The developed water resources are wholesaled to one or more water utilities within the county.



Enterprise Funds
Combining Balance Sheet
 At December 31, 2000
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	<u>Sewer Utility</u>	<u>Solid Waste Management</u>
ASSETS		
Current Assets		
Cash In Treasury Pool	\$ 2,043,624	\$ 2,107,952
Cash With Trustee	238,222	-
Investments	17,710,900	6,093,999
Accounts Receivable, Net	2,884,725	182,858
Accrued Interest Receivable	292,968	51,626
Due From Other Funds	53,199	-
Due From Other Governments	404,670	198,204
Inventory, At Cost	510,567	-
Total Current Assets	<u>24,138,875</u>	<u>8,634,639</u>
Restricted Assets		
Cash In Treasury Pool	3,165,715	1,553
Cash With Trustee	605,655	-
Investments	40,459,673	-
Accrued Interest And Penalties	1,150,560	-
Assessments Receivable, Current	1,304,690	-
Assessments Receivable, Deferred	5,062,870	-
Contracts Receivable	4,311,784	-
Advances To Other Funds	1,015,181	-
Due From Other Funds	3,571	-
Landfill Insurance And Post-Closure Charges	-	-
Total Restricted Assets	<u>57,079,699</u>	<u>1,553</u>
Deferred Charges		
Unamortized Debt Expense	7,865	-
Total Deferred Charges	<u>7,865</u>	<u>-</u>
Property, Plant And Equipment		
Plant And Equipment	362,336,783	2,536,381
Accumulated Depreciation	(104,570,562)	(1,140,981)
Land And Land Rights	45,244,483	-
Construction Work In Progress	12,910,536	49,540
Avigation Rights	-	-
Property, Plant And Equipment, Net	<u>315,921,240</u>	<u>1,444,940</u>
TOTAL ASSETS	<u>\$ 397,147,679</u>	<u>\$ 10,081,132</u>



Enterprise Funds
Combining Balance Sheet
 At December 31, 2000
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Water Utility</u>	<u>Total</u>
\$ -	\$ 5,359	\$ 658,380	\$ 467,673	\$ 710	\$ 5,283,698
-	-	24,071	-	-	262,293
-	70,000	15,500	-	-	23,890,399
-	7,917	710	6,200	-	3,082,410
-	60	13	-	-	344,667
-	-	-	-	-	53,199
-	-	4,383	-	-	607,257
-	534	-	18,329	-	529,430
-	<u>83,870</u>	<u>703,057</u>	<u>492,202</u>	<u>710</u>	<u>34,053,353</u>
91,880	6,774	-	-	-	3,265,922
-	-	-	-	-	605,655
9,548,100	70,000	-	-	-	50,077,773
91,209	60	-	-	-	1,241,829
-	-	-	-	-	1,304,690
-	-	-	-	-	5,062,870
-	-	-	-	-	4,311,784
-	-	-	-	-	1,015,181
-	-	-	-	-	3,571
3,469,312	-	-	-	-	3,469,312
<u>13,200,501</u>	<u>76,834</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70,358,587</u>
-	-	-	-	-	7,865
-	-	-	-	-	7,865
-	2,883,577	18,165,464	1,713,665	-	387,635,870
-	(1,148,506)	(2,899,218)	(842,434)	-	(110,601,701)
-	1,890,871	-	1,400,000	-	48,535,354
-	34,768	5,152	89,396	-	13,089,392
-	69,635	-	-	-	69,635
-	<u>3,730,345</u>	<u>15,271,398</u>	<u>2,360,627</u>	<u>-</u>	<u>338,728,550</u>
<u>\$ 13,200,501</u>	<u>\$ 3,891,049</u>	<u>\$ 15,974,455</u>	<u>\$ 2,852,829</u>	<u>\$ 710</u>	<u>\$ 443,148,355</u>



**Enterprise Funds
Combining Balance Sheet**
At December 31, 2000
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	Sewer Utility	Solid Waste Management
LIABILITIES AND FUND EQUITY		
Current Liabilities		
Vouchers And Accounts Payable	\$ 1,505,250	\$ 253,121
Due To Other Funds	2,190,153	11,439
Due To Other Governments	-	-
Accrued Wages And Benefits Payable	563,771	41,067
Other Accrued Liabilities	285,775	-
Interfund Loans Payable	-	-
Total Current Liabilities	4,544,949	305,627
Liabilities Payable From Restricted Assets		
Vouchers And Accounts Payable	-	64
Due To Other Funds	46,405	-
Due To Other Governments	61,120	-
Current Portion Of Bonds Payable	3,635,000	275,000
Accrued Interest Payable	477,736	1,421
Deferred Revenues	264,880	-
Other Accrued Liabilities	1,078,857	-
Bond Anticipation Note	21,188,189	-
Noncurrent Portion Of Bonds Payable, Net Of Premium/Discount	21,124,395	-
Landfill Insurance And Post-Closure Charges	-	-
Total Liabilities Payable From Restricted Assets	47,876,582	276,485
Long-Term Liabilities		
Advances From Other Funds	-	-
Contracts Payable	-	-
Total Long-Term Liabilities	-	-
Total Liabilities	52,421,531	582,112
Fund Equity		
Contributed Capital	323,485,707	4,081
Retained Earnings	21,240,441	9,494,939
Total Fund Equity	344,726,148	9,499,020
TOTAL LIABILITIES AND FUND EQUITY	\$ 397,147,679	\$ 10,081,132



Enterprise Funds
Combining Balance Sheet
 At December 31, 2000
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Water Utility</u>	<u>Total</u>
\$ -	\$ 14,095	\$ 213,441	\$ 12,537	\$ 22,184	\$ 2,020,628
-	3,263	4,265	5,684	3,629	2,218,433
-	-	185,234	-	-	185,234
-	15,573	5,316	40,112	9,702	675,541
-	10,257	38,004	1,687	-	335,723
-	19,312	-	-	-	19,312
-	<u>62,500</u>	<u>446,260</u>	<u>60,020</u>	<u>35,515</u>	<u>5,454,871</u>
81,603	1,814	-	-	-	83,481
269	265	-	-	-	46,939
-	-	-	-	-	61,120
-	-	-	-	-	3,910,000
-	-	-	-	-	479,157
-	-	-	-	-	264,880
-	-	-	-	-	1,078,857
-	-	-	-	-	21,188,189
-	-	-	-	-	21,124,395
<u>10,397,905</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,397,905</u>
<u>10,479,777</u>	<u>2,079</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,634,923</u>
-	80,436	-	-	194,000	274,436
-	-	2,037,573	-	-	2,037,573
-	<u>80,436</u>	<u>2,037,573</u>	<u>-</u>	<u>194,000</u>	<u>2,312,009</u>
<u>10,479,777</u>	<u>145,015</u>	<u>2,483,833</u>	<u>60,020</u>	<u>229,515</u>	<u>66,401,803</u>
-	4,196,869	13,487,683	1,564,193	-	342,738,533
<u>2,720,724</u>	<u>(450,835)</u>	<u>2,939</u>	<u>1,228,616</u>	<u>(228,805)</u>	<u>34,008,019</u>
<u>2,720,724</u>	<u>3,746,034</u>	<u>13,490,622</u>	<u>2,792,809</u>	<u>(228,805)</u>	<u>376,746,552</u>
<u>\$ 13,200,501</u>	<u>\$ 3,891,049</u>	<u>\$ 15,974,455</u>	<u>\$ 2,852,829</u>	<u>\$ 710</u>	<u>\$ 443,148,355</u>



Enterprise Funds
Combining Statement Of Revenues, Expenses And Changes In Fund Equity
 For The Year Ended December 31, 2000
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	Sewer Utility	Solid Waste Management
OPERATING REVENUES		
Charges For Services	\$ 20,384,490	\$ 2,678,679
OPERATING EXPENSES		
Sewage Transmission	2,359,700	-
Sewage Treatment And Disposal	4,976,483	-
Personal Services	-	604,427
Materials And Supplies	746,611	46,615
System Support Service	5,319,998	1,387,481
Depreciation	8,742,312	136,700
TOTAL OPERATING EXPENSES	22,145,104	2,175,223
OPERATING INCOME (LOSS)	(1,760,614)	503,456
NONOPERATING REVENUES (EXPENSES)		
Interest Income	4,821,400	404,688
Interest Expense	(1,391,319)	(32,013)
Operating Grants Received	1,172	536,965
Taxes	-	-
Gain (Loss) On Sale Of Fixed Assets	(596,751)	-
Miscellaneous	98,598	2,447
TOTAL NONOPERATING REVENUES (EXPENSES)	2,933,100	912,087
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	1,172,486	1,415,543
Operating Transfers In	-	-
Operating Transfers Out	(59,675)	(11,360)
NET INCOME (LOSS)	1,112,811	1,404,183
FUND EQUITY - Beginning of Year	332,357,724	8,148,837
Increase In Contributed Capital	11,369,167	-
Residual Equity Transfers Out	(113,554)	(54,000)
FUND EQUITY - End Of Year	\$ 344,726,148	\$ 9,499,020



Enterprise Funds

Combining Statement Of Revenues, Expenses And Changes In Fund Equity

For The Year Ended December 31, 2000

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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Water Utility</u>	<u>Total</u>
\$ -	\$ 308,505	\$ 1,142,949	\$ 892,257	\$ -	\$ 25,406,880
-	-	-	-	-	2,359,700
-	-	-	-	-	4,976,483
-	76,771	92,514	496,884	30,973	1,301,569
-	9,064	179,872	109,104	-	1,091,266
1,290,972	175,148	1,429,520	187,427	194,292	9,984,838
-	96,485	400,936	79,058	-	9,455,491
<u>1,290,972</u>	<u>357,468</u>	<u>2,102,842</u>	<u>872,473</u>	<u>225,265</u>	<u>29,169,347</u>
<u>(1,290,972)</u>	<u>(48,963)</u>	<u>(959,893)</u>	<u>19,784</u>	<u>(225,265)</u>	<u>(3,762,467)</u>
303,145	4,078	852	-	-	5,534,163
-	(5,812)	(23,154)	-	(3,447)	(1,455,745)
-	-	293,551	-	-	831,688
-	116,184	-	-	-	116,184
-	-	-	807	-	(595,944)
-	-	-	-	(93)	100,952
<u>303,145</u>	<u>114,450</u>	<u>271,249</u>	<u>807</u>	<u>(3,540)</u>	<u>4,531,298</u>
(987,827)	65,487	(688,644)	20,591	(228,805)	768,831
-	-	419,650	-	-	419,650
-	-	-	-	-	(71,035)
<u>(987,827)</u>	<u>65,487</u>	<u>(268,994)</u>	<u>20,591</u>	<u>(228,805)</u>	<u>1,117,446</u>
3,708,551	3,680,547	5,668,990	2,773,218	-	356,337,867
-	-	8,090,626	-	-	19,459,793
-	-	-	(1,000)	-	(168,554)
<u>\$ 2,720,724</u>	<u>\$ 3,746,034</u>	<u>\$ 13,490,622</u>	<u>\$ 2,792,809</u>	<u>\$ (228,805)</u>	<u>\$ 376,746,552</u>



Enterprise Funds
Combining Statement Of Cash Flows
For The Year Ended December 31, 2000
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	<u>Sewer Utility</u>	<u>Solid Waste Management</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received From Customers	\$ 20,295,703	\$ 2,743,077
Cash Payments To Suppliers For Goods And Services	(7,647,549)	(1,396,435)
Cash Payments To Employees For Services And Benefits	<u>(5,826,938)</u>	<u>(601,275)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>6,821,216</u>	<u>745,367</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds From Sale Of Investments	448,790,663	79,936,416
Purchase Of Investments	(449,360,085)	(80,880,000)
Interest Income From Investments	<u>3,070,856</u>	<u>345,096</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>2,501,434</u>	<u>(598,488)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Miscellaneous Income	236,808	2,447
Receipts From (Advances To) Other Funds	383,678	-
Interfund Interest Income	298,116	-
Operating Transfers In	60,888	-
Operating Transfers Out	(51,430)	(18,860)
Operating Grants Received	1,172	412,472
Residual Equity Transfers In (Out)	<u>(113,554)</u>	<u>(54,000)</u>
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>815,678</u>	<u>342,059</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds From Customer Assessments	2,805,131	-
Proceeds From Connection Charges	5,555,700	-
Real Estate Excise Tax Collected	-	-
Proceeds From Sale Of Fixed Asset	-	-
Proceeds From Borrowings	8,710,000	-
Principal Payments On Debts	(3,610,000)	(260,000)
Interest Paid On Debts	(1,399,603)	(33,292)
Contributed Capital	24,039	-
Acquisition Of Property, Plant And Equipment	<u>(20,898,211)</u>	<u>(49,540)</u>
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(8,812,944)</u>	<u>(342,832)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,325,384	146,106
CASH AND CASH EQUIVALENTS - Beginning Of Year	<u>4,727,832</u>	<u>1,963,399</u>
CASH AND CASH EQUIVALENTS - End Of Year	<u>\$ 6,053,216</u>	<u>\$ 2,109,505</u>



Enterprise Funds
Combining Statement Of Cash Flows
For The Year Ended December 31, 2000
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Water Utility</u>	<u>Total</u>
\$ -	\$ 308,568	\$ 1,142,278	\$ 903,111	\$ -	\$ 25,392,737
(1,099,518)	(174,993)	(1,427,521)	(304,492)	(171,926)	(12,222,434)
<u>-</u>	<u>(74,464)</u>	<u>(92,989)</u>	<u>(494,218)</u>	<u>(21,271)</u>	<u>(7,111,155)</u>
<u>(1,099,518)</u>	<u>59,111</u>	<u>(378,232)</u>	<u>104,401</u>	<u>(193,197)</u>	<u>6,059,148</u>
162,086,397	2,379,500	387,500	-	-	693,580,476
(161,505,000)	(2,519,500)	(387,500)	-	-	(694,652,085)
<u>580,142</u>	<u>3,964</u>	<u>849</u>	<u>-</u>	<u>-</u>	<u>4,000,907</u>
<u>1,161,539</u>	<u>(136,036)</u>	<u>849</u>	<u>-</u>	<u>-</u>	<u>2,929,298</u>
-	-	-	-	(93)	239,162
-	-	-	-	194,000	577,678
-	-	-	-	-	298,116
-	-	419,650	-	-	480,538
-	-	-	-	-	(70,290)
-	8,164	382,532	-	-	804,340
<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,000)</u>	<u>-</u>	<u>(168,554)</u>
<u>-</u>	<u>8,164</u>	<u>802,182</u>	<u>(1,000)</u>	<u>193,907</u>	<u>2,160,990</u>
-	-	-	-	-	2,805,131
-	-	-	-	-	5,555,700
-	116,184	-	-	-	116,184
-	-	-	1,492	-	1,492
-	-	-	-	-	8,710,000
-	(18,188)	(185,234)	-	-	(4,073,422)
-	(5,812)	(24,080)	-	-	(1,462,787)
-	-	-	-	-	24,039
<u>-</u>	<u>(46,052)</u>	<u>(13,345)</u>	<u>(30,292)</u>	<u>-</u>	<u>(21,037,440)</u>
<u>-</u>	<u>46,132</u>	<u>(222,659)</u>	<u>(28,800)</u>	<u>-</u>	<u>(9,361,103)</u>
62,021	(22,629)	202,140	74,601	710	1,788,333
<u>29,859</u>	<u>34,762</u>	<u>480,311</u>	<u>393,072</u>	<u>-</u>	<u>7,629,235</u>
<u>\$ 91,880</u>	<u>\$ 12,133</u>	<u>\$ 682,451</u>	<u>\$ 467,673</u>	<u>\$ 710</u>	<u>\$ 9,417,568</u>



Enterprise Funds
Combining Statement Of Cash Flows
For The Year Ended December 31, 2000
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	Sewer Utility	Solid Waste Management
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating Income (Loss)	<u>\$ (1,760,614)</u>	<u>\$ 503,456</u>
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided (Used) By Operating Activivities:		
Depreciation	8,742,312	136,700
Write-Off Of Preliminary Charges	280,156	-
Overhead Allocation To Construction	(178,031)	-
Adjustment To Landfill Reserve Liability	-	-
Decrease (Increase) In Assets:		
Receivables	(138,264)	64,398
Due From Other Funds	3,485	-
Due From Other Governments	45,992	-
Inventory	(82,146)	-
Increase (Decrease) In Liabilities:		
Vouchers And Accounts Payable	(220,651)	35,678
Landfill Insurance, Closure And Post-Closure Liabilities	-	-
Due To Other Funds	70,305	4,528
Retainage Payable	-	-
Accrued Wages And Benefits Payable	58,672	607
Total Adjustments	<u>8,581,830</u>	<u>241,911</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ 6,821,216</u></u>	<u><u>\$ 745,367</u></u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Capital Assets Acquired By Contribution	\$ 5,805,983	\$ -
Estimated Landfill Post-Closure Contribution	-	-
Estimated Landfill Insurance, Closure And Post-Closure Liabilities	-	-
Net Increase (Decrease) In Fair Value Of Investments	362,143	(6,039)
TOTAL NONCASH ACTIVITIES	<u><u>\$ 6,168,126</u></u>	<u><u>\$ (6,039)</u></u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS AT END OF YEAR TO BALANCE SHEET:		
Cash And Cash Equivalents Per Balance Sheet:		
Current Assets:		
Cash In Treasury Pool	\$ 2,043,624	\$ 2,107,952
Cash With Trustee	238,222	-
Restricted Assets:		
Cash In Treasury Pool	3,165,715	1,553
Cash With Trustee	605,655	-
TOTAL CASH AND CASH EQUIVALENTS	<u><u>\$ 6,053,216</u></u>	<u><u>\$ 2,109,505</u></u>



Enterprise Funds
Combining Statement Of Cash Flows
For The Year Ended December 31, 2000
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Water Utility</u>	<u>Total</u>
\$ (1,290,972)	\$ (48,963)	\$ (959,893)	\$ 19,784	\$ (225,265)	\$ (3,762,467)
-	96,485	400,936	79,058	-	9,455,491
-	-	-	3,598	-	283,754
-	-	-	-	-	(178,031)
839,424	-	-	-	-	839,424
-	64	(671)	7,614	-	(66,859)
-	-	-	3,240	-	6,725
-	-	-	-	-	45,992
-	222	-	(6,713)	-	(88,637)
(6,909)	4,492	164,370	(6,598)	22,184	(7,434)
(644,664)	-	-	-	-	(644,664)
3,603	817	283	1,752	182	81,470
-	3,946	17,218	-	-	21,164
-	2,048	(475)	2,666	9,702	73,220
<u>191,454</u>	<u>108,074</u>	<u>581,661</u>	<u>84,617</u>	<u>32,068</u>	<u>9,821,615</u>
<u>\$ (1,099,518)</u>	<u>\$ 59,111</u>	<u>\$ (378,232)</u>	<u>\$ 104,401</u>	<u>\$ (193,197)</u>	<u>\$ 6,059,148</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,805,983
3,469,312	-	-	-	-	3,469,312
(10,397,905)	-	-	-	-	(10,397,905)
(2,049)	-	-	-	-	354,055
<u>\$ (6,930,642)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (768,555)</u>
\$ -	\$ 5,359	\$ 658,380	\$ 467,673	\$ 710	\$ 5,283,698
-	-	24,071	-	-	262,293
91,880	6,774	-	-	-	3,265,922
-	-	-	-	-	605,655
<u>\$ 91,880</u>	<u>\$ 12,133</u>	<u>\$ 682,451</u>	<u>\$ 467,673</u>	<u>\$ 710</u>	<u>\$ 9,417,568</u>