



TRUST AND AGENCY FUNDS

Trust And Agency Funds are used by *Pierce County* in its fiduciary capacity as trustee or agent for assets held for other governments, special districts, other county funds, private organizations and individuals. *Agency Funds* do not require annual budgets.

Trust Funds – The county has six expendable and one nonexpendable trust funds. The expendable trust funds are accounted for in essentially the same manner as governmental funds. The nonexpendable trust fund is basically accounted for in the same manner as a proprietary fund since capital maintenance is critical.

Expendable Trust Funds:

Detention Center Commissary – To account for commissary operations provided solely for the convenience of the jail inmates. Proceeds are restricted to operations and maintenance of the commissary and/or prisoner welfare expenditures.

Forfeited Bonds And Park Impact Fees – To account for forfeited performance bonds and impact fees assessed to minimize the impact of new growth and development on public streets, parks, recreation facilities school facilities and certain fire protection facilities.

Developer Participation And Impact Fees – To account for fees charged to developers to fund future road improvements based upon the impact of specific developments on the surrounding roads.

Medical Stabilization Reserve – To account for medical insurance premium deposits and reimbursements. Assets in this account are used to stabilize medical insurance premium costs in all county operating funds.

Parks And Recreation Donations And Gifts Fund – To account for a variety of gifts and donations to the Parks and Recreation Department which are to be used for stipulated purposes. The projects were completed and the fund was closed during 2001.

Lake Tapps Task Force – To account for contributions from the Task Force which are to be used as directed by the Task Force for preservation of Lake Tapps as an important public resource.

Nonexpendable Trust Fund:

Recreation Association Trust Fund – To account for a \$62,012 nonexpendable gift to the county. The investment income is available for Parks and Recreation Department recreational programs and improvements. Restrictions on the original deposit were lifted during 2001 and the fund was closed.

Agency Funds – Agency funds account for resources that are held by the county in a custodial capacity. There is no measurement of the results of operations. Disbursements from these funds are made in accordance with the applicable legislative enactment for each particular fund. There are two classifications of agency funds:

1. Funds used in the operations of *Pierce County* government, and
2. Funds used to account for resources of other governments and special districts.

1. Agency Funds – County Government

Superior Court Clerk's Fund – To account for public deposits held by the Clerk of the Superior Court pending resolution of court action.

District Courts Fund – To account for public deposits held by the district courts pending resolution of court action.

Jail Inmates Deposit Fund – To account for jail inmate monies.



Treasurer's Trust Fund – To account for unclaimed effects and assets of deceased individuals.

Foreclosed Property Tax Excess Fund – To account for excess proceeds and related costs from foreclosed property sales.

County Tax Title Property Fund – To account for collection and distribution of tax title property proceeds.

Clearing Funds:

Salary Clearing Fund – Centralizes the issuing and redemption of payroll warrants.

Claims Clearing Fund – Centralizes the issuing and redemption of expenditure warrants.

Warrant Clearing Fund – Redeems warrants from salary and claims clearing funds presented by banks for payment.

Sewer Billing Clearing Fund – Receives monthly sewer payments before distribution to sewer customer accounts.

Property Tax Overpayment Fund – To account for property tax overpayment and subsequent disposition.

Advance Property Tax Collections Fund – To account for advance property tax payments and subsequent disposition.

Undistributed Property Tax Fund – To account for tax receipts and distribution to tax levy funds.

Real Estate Excise Tax Fund – To account for excise tax collections and payment to the State of Washington.

Treasurer's Suspense Fund – To account for various types of receipts that require further clarification before distribution can be made to appropriate funds and/or governmental units.

Payroll Benefit Suspense Fund – To account for employee and county benefit contributions and subsequent payments to providers.

Abandoned Property Fund – To account for unclaimed intangible property for which the county is the paying agent.

Remann Hall Childrens Fund – To account for donated money designated for the well-being of incarcerated youth at the county juvenile detention facility.

Tax Refunds Fund – To account for court ordered property tax refunds. Funding is provided by annual property tax levies against the specific taxing district involved in accordance with R.C.W. 84.68.030.

2. Agency Funds – Special Districts/Other Governments:

The county utilizes agency funds to account for resources that it holds for other governments or special districts. These funds are used as clearinghouses and have no revenues or fund balances.

County-City Public Health – A group of funds used to account for the *Pierce County* and City of Tacoma joint Health Department operations recorded by *Pierce County* in its capacity as treasurer.

Pierce County Community Network – A fund used to account for activities of the Pierce County Community Network, a nonprofit organization established under the provisions of R.C.W. 70.190. *Pierce County* is fiscal agent for the Network.

State Of Washington – As an agent of the state, the county uses a group of funds to account for collections and payments of taxes, fines, forfeits and fees to the State of Washington.



Cities And Towns – A group of funds used to account for collection and payment of property taxes and other remittances which the county distributes to cities and towns within *Pierce County* in accordance with R.C.W. 36.29.110.

Port Of Tacoma – A fund used to account for collection and payment of property taxes in accordance with R.C.W. 53.36.010.

School Districts – Agency funds are used to account for the county fiduciary responsibility as treasurer for sixteen school districts within *Pierce County* in accordance with R.C.W. 28A.58.440.

Drainage Districts – A group of funds used by the county to account for its fiduciary responsibility as treasurer for eleven drainage districts within *Pierce County* in accordance with R.C.W. 36.29.010.

Water Districts – In accordance with R.C.W. 57.20.140, the county uses agency funds to account for its fiduciary responsibility as treasurer for six water districts within *Pierce County*.

Fire Protection Districts – A group of funds used to account for the county's fiduciary responsibility as treasurer for twenty-six fire protection districts that are within *Pierce County* in accordance with R.C.W. 52.16.010.

Sewer Districts – Funds used to account for treasury activities of three sewer districts within *Pierce County* in accordance with R.C.W. 57.20.140.

Park And Recreation Districts – In accordance with R.C.W. 36.68.510, agency funds are used to account for the county's fiduciary responsibility as treasurer for five park districts within *Pierce County*.

Rural Library District – A fund used to account for the county's fiduciary responsibility as treasurer for the rural county library district in accordance with R.C.W. 27.12.070.

Weed Control Districts – Funds used to account for treasury activities of seven weed control districts within *Pierce County* in accordance with R.C.W. 17.04.250.

Road Improvement District – A fund used to account for the county's fiduciary responsibility as treasurer for the *Road Improvement District* in accordance with R.C.W. 36.83.050.

Law Library – A fund used to account for the county's fiduciary responsibility as treasurer for the law library in accordance with R.C.W. 27.24.

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**Trust And Agency Funds
Combining Balance Sheet**

At December 31, 2001

	Expendable Trust Funds	Agency Funds	Total
ASSETS			
Cash In Treasury Pool	\$ 2,459,526	\$ 108,805,889	\$ 111,265,415
Cash And Investments With Trustee	-	5,623,740	5,623,740
Investments, At Amortized Cost	3,330,557	659,847,817	663,178,374
Assessments Receivable, Delinquent	-	4,094,435	4,094,435
Taxes Receivable, Delinquent	-	31,484,222	31,484,222
Account Receivable	12,000	311,264	323,264
Accrued Interest Receivable	521	-	521
Due From Other Funds	41,687	577,672	619,359
Due From Other Governments	-	46,359	46,359
Inventory, At Cost	20,572	-	20,572
Contracts Receivable	-	197,202	197,202
TOTAL ASSETS	<u>\$ 5,864,863</u>	<u>\$ 810,988,600</u>	<u>\$ 816,853,463</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Warrants Payable	\$ -	\$ 35,692,961	\$ 35,692,961
Vouchers And Accounts Payable	37,166	1,023,159	1,060,325
Due To Other Funds	153	34	187
Due To Note Holders	-	466,359	466,359
Accrued Wages And Benefits Payable	1,759	-	1,759
Custodial Accounts	-	24,725,435	24,725,435
Due To Special Districts/Other Governments	-	749,080,652	749,080,652
Total Liabilities	<u>39,078</u>	<u>810,988,600</u>	<u>811,027,678</u>
 Fund Balances			
Reserved For Inventories	20,572	-	20,572
Reserved For Specific Program Use	5,805,213	-	5,805,213
Total Fund Balance	<u>5,825,785</u>	<u>-</u>	<u>5,825,785</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,864,863</u>	<u>\$ 810,988,600</u>	<u>\$ 816,853,463</u>



**Expendable Trust Funds
Combining Balance Sheet**

At December 31, 2001

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	<u>Detention Center Commissary</u>	<u>Developers Participation And Impact Fees</u>
ASSETS		
Cash In Treasury Pool	\$ 468,845	\$ 52,966
Investments, At Amortized Cost	-	813,600
Accounts Receivable	-	-
Accrued Interest Receivable	-	181
Due From Other Funds	1,687	-
Inventory, At cost	<u>20,572</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 491,104</u>	<u>\$ 866,747</u>
LIABILITIES AND FUND BALANCES		
Liabilities		
Vouchers Payable	\$ 33,033	\$ -
Due To Other Funds	27	9
Accrued Wages And Benefits Payable	<u>1,759</u>	<u>-</u>
Total Liabilities	<u>34,819</u>	<u>9</u>
Fund Balances		
Reserved For Inventories	20,572	-
Reserved For Specific Program Use	<u>435,713</u>	<u>866,738</u>
Total Fund Balances	<u>456,285</u>	<u>866,738</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 491,104</u>	<u>\$ 866,747</u>



**Expendable Trust Funds
Combining Balance Sheet**

At December 31, 2001

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<u>Forfeited Bonds And Parks Impact Fees</u>	<u>Medical Stabilization Reserve</u>	<u>Lake Tapps Task Force</u>	<u>Total</u>
\$ 1,766,611	\$ 94,646	\$ 76,458	\$ 2,459,526
2,516,957	-	-	3,330,557
12,000	-	-	12,000
340	-	-	521
-	40,000	-	41,687
-	-	-	20,572
<u>\$ 4,295,908</u>	<u>\$ 134,646</u>	<u>\$ 76,458</u>	<u>\$ 5,864,863</u>
\$ -	\$ 4,133	\$ -	\$ 37,166
117	-	-	153
-	-	-	1,759
<u>117</u>	<u>4,133</u>	<u>-</u>	<u>39,078</u>
-	-	-	20,572
<u>4,295,791</u>	<u>130,513</u>	<u>76,458</u>	<u>5,805,213</u>
<u>4,295,791</u>	<u>130,513</u>	<u>76,458</u>	<u>5,825,785</u>
<u>\$ 4,295,908</u>	<u>\$ 134,646</u>	<u>\$ 76,458</u>	<u>\$ 5,864,863</u>



Expendable Trust Funds
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances

For The Year Ended December 31, 2001

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	<u>Detention Center Commissary</u>	<u>Developers Participation And Impact Fees</u>	<u>Forfeited Bonds And Parks Impact Fees</u>
REVENUES			
Charges For Services	\$ 590,946	\$ 267,239	\$ 812,695
Interest	13,552	25,408	162,745
Miscellaneous	—	—	—
TOTAL REVENUES	<u>604,498</u>	<u>292,647</u>	<u>975,440</u>
EXPENDITURES			
Current			
General Government	—	105,430	—
Public Safety	533,268	—	—
Physical Environment	—	—	—
Culture And Recreation	—	—	706,672
TOTAL EXPENDITURES	<u>533,268</u>	<u>105,430</u>	<u>706,672</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	71,230	187,217	268,768
Operating Transfers In	—	—	—
Operating Transfers Out	—	—	—
FUND BALANCES - Beginning Of Year	386,106	679,521	4,027,023
Decrease in Reserves	(1,051)	—	—
FUND BALANCES - End Of Year	<u>\$ 456,285</u>	<u>\$ 866,738</u>	<u>\$ 4,295,791</u>



Expendable Trust Funds
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
 For The Year Ended December 31, 2001
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<u>Medical Stabilization Reserve</u>	<u>Parks And Recreation Donations And Gifts</u>	<u>Lake Tapps Task Force</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 1,670,880
4,447	-	-	206,152
47,437	9,359	85,050	141,846
<u>51,884</u>	<u>9,359</u>	<u>85,050</u>	<u>2,018,878</u>
528,957	-	-	634,387
-	-	-	533,268
-	-	16,125	16,125
-	1,707	-	708,379
<u>528,957</u>	<u>1,707</u>	<u>16,125</u>	<u>1,892,159</u>
(477,073)	7,652	68,925	126,719
40,000	-	-	40,000
-	(22,829)	-	(22,829)
567,586	15,177	7,533	5,682,946
-	-	-	(1,051)
<u>\$ 130,513</u>	<u>\$ -</u>	<u>\$ 76,458</u>	<u>\$ 5,825,785</u>



Recreation Association Trust
Statement Of Revenues, Expenditures And Changes In Fund Balance
For The Year Ended December 31, 2001

REVENUES	
Interest Revenue	\$ 1,077
TOTAL REVENUES	<u>1,077</u>
TOTAL EXPENDITURES	<u>—</u>
OPERATING INCOME	1,077
Operating Transfer Out	(181,228)
FUND BALANCE - Beginning Of Year	<u>180,151</u>
FUND BALANCE - End Of Year	<u>\$ —</u>

Nonexpendable Trust Fund
Statement Of Cash Flows
For The Year Ended December 31, 2001

CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest Income From Investments	\$ 1,077
NET CASH PROVIDED BY INVESTING ACTIVITIES	1,077
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating Transfers Out	<u>(181,228)</u>
NET CASH USED BY NONCAPITAL FINANCING ACTIVITIES	<u>(181,228)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(180,151)
CASH AND CASH EQUIVALENTS - Beginning Of Year	<u>180,151</u>
CASH AND CASH EQUIVALENTS - End Of Year	<u>\$ —</u>
RECONCILIATION OF OPERATING INCOME TO	
NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating Income	\$ 1,077
Adjustments To Reconcile Operating Income To	
Net Cash Provided By Operating Activities:	
Interest	<u>(1,077)</u>
Total Adjustments	<u>(1,077)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ —</u>



The Capital Facilities Plan proposes a level of service for adult detention facilities of 2.2 beds per thousand residents. With a current population of 713,400 this translates into 1,569 beds. Upon completion of the 1,000 bed jail, currently under construction, the County will have capacity to house 1,772 inmates.



County Agency Funds
Combining Statement Of Changes In Assets And Liabilities
 For The Year Ended December 31, 2001
 Page 1 of 2

	Agency Funds - County Government			Balance 12-31-01
	Balance 01-01-01	Increases	Decreases	
ASSETS				
Cash In Treasury Pool	\$ 28,974,502	\$ 2,682,768,130	\$ 2,685,951,323	\$ 25,791,309
Cash And Investments With Trustee	8,268,740	-	2,645,000	5,623,740
Investments, At Amortized Cost	-	-	-	-
Assessments Receivable, Delinquent	-	-	-	-
Taxes Receivable, Delinquent	177,705	29,136	113,746	93,095
Account Receivable	712,258	89,905	820,242	(18,079)
Due From Other Funds	1,038,559	580,148	1,041,035	577,672
Due From Other Governments	-	2,476	-	2,476
Contracts Receivable	320,411	189,812	313,021	197,202
TOTAL ASSETS	<u>\$ 39,492,175</u>	<u>\$ 2,683,659,607</u>	<u>\$ 2,690,884,367</u>	<u>\$ 32,267,415</u>
LIABILITIES				
Warrants Payable	\$ 11,448,325	\$ 445,062,838	\$ 449,062,758	\$ 7,448,405
Vouchers And Accounts Payable	137,122	5,267,742	5,404,418	446
Due To Other Funds	20	44	30	34
Due To Note Holders	-	-	-	-
Custodial Accounts	27,729,003	2,239,531,267	2,242,534,835	24,725,435
Due To Special Districts/Other Governments	177,705	29,136	113,746	93,095
TOTAL LIABILITIES	<u>\$ 39,492,175</u>	<u>\$ 2,689,891,027</u>	<u>\$ 2,697,115,787</u>	<u>\$ 32,267,415</u>



County Agency Funds
Combining Statement Of Changes In Assets And Liabilities
 For The Year Ended December 31, 2001
 Page 2 of 2

Agency Funds - Special Districts/Other Governments				Total			
Balance 01-01-01	Increases	Decreases	Balance 12-31-01	Balance 01-01-01	Increases	Decreases	Balance 12-31-01
\$ 51,378,498	\$ 5,226,328,385	\$ 5,194,692,303	\$ 83,014,580	\$ 80,353,000	\$ 7,909,096,515	\$ 7,880,643,626	\$ 108,805,889
-	-	-	-	8,268,740	-	2,645,000	5,623,740
339,252,572	3,662,021,937	3,341,426,692	659,847,817	339,252,572	3,662,021,937	3,341,426,692	659,847,817
1,285,638	11,691,783	8,882,986	4,094,435	1,285,638	11,691,783	8,882,986	4,094,435
27,787,376	21,467,840	17,864,089	31,391,127	27,965,081	21,496,976	17,977,835	31,484,222
267,461	5,759,572	5,697,690	329,343	979,719	5,849,477	6,517,932	311,264
-	-	-	-	1,038,559	580,148	1,041,035	577,672
32,054	286,034	274,205	43,883	32,054	288,510	274,205	46,359
-	-	-	-	320,411	189,812	313,021	197,202
<u>\$ 420,003,599</u>	<u>\$ 8,927,555,551</u>	<u>\$ 8,568,837,965</u>	<u>\$ 778,721,185</u>	<u>\$ 459,495,774</u>	<u>\$ 11,611,215,158</u>	<u>\$ 11,259,722,332</u>	<u>\$ 810,988,600</u>
\$ 27,875,410	\$ 778,067,905	\$ 777,698,759	\$ 28,244,556	\$ 39,323,735	\$ 1,223,130,743	\$ 1,226,761,517	\$ 35,692,961
831,492	37,740,860	37,549,639	1,022,713	968,614	43,008,602	42,954,057	1,023,159
-	1,217	1,217	-	20	1,261	1,247	34
428,749	100,684	63,074	466,359	428,749	100,684	63,074	466,359
-	-	-	-	27,729,003	2,239,531,267	2,242,534,835	24,725,435
<u>390,867,948</u>	<u>1,937,583,310</u>	<u>1,579,463,701</u>	<u>748,987,557</u>	<u>391,045,653</u>	<u>1,937,612,446</u>	<u>1,579,577,447</u>	<u>749,080,652</u>
<u>\$ 420,003,599</u>	<u>\$ 2,753,493,976</u>	<u>\$ 2,394,776,390</u>	<u>\$ 778,721,185</u>	<u>\$ 459,495,774</u>	<u>\$ 5,443,385,003</u>	<u>\$ 5,091,892,177</u>	<u>\$ 810,988,600</u>



Pierce County Loan Officers, Shannon and Bryan, assist the many fair attendees who came with hopes of finding financing for their first time home buying experience. A live radio broadcast gave realtors and lenders from the private sector and *Pierce County* a brief chance to explain their programs.