



ENTERPRISE FUNDS

The accrual basis of accounting is used for *Enterprise Funds*. The cost of providing the 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.



Enterprise Funds
Combining Balance Sheet
 At December 31, 1999
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	<u>Sewer Utility</u>	<u>Solid Waste Management</u>
ASSETS		
Current Assets		
Cash And Cash Equivalents	\$ 1,657,697	\$ 1,960,380
Cash And Investments With Trustee	393,219	-
Investments	16,019,446	5,090,044
Accounts Receivable, Net	2,663,654	247,254
Accrued Interest Receivable	119,240	52,362
Due From Other Funds	105,619	-
Due From Other Governments	382,762	73,711
Inventory, At Cost	428,421	-
Total Current Assets	21,770,058	7,423,751
Restricted Assets		
Cash And Cash Equivalents	2,302,128	3,019
Cash And Investments With Trustee	374,788	-
Investments	41,219,561	-
Accrued Interest And Penalties	1,356,434	-
Assessments Receivable, Current	1,748,285	-
Assessments Receivable, Deferred	6,343,773	-
Contracts Receivable	4,312,373	-
Advances Receivable	1,398,859	-
Due From Other Funds	9,064	-
Total Restricted Assets	59,065,265	3,019
Deferred Charges		
Unamortized Debt Expense	20,620	-
Landfill Insurance, Closure And Post-Closure Charges	-	-
Total Deferred Charges	20,620	-
Property, Plant And Equipment		
Plant And Equipment	330,138,529	2,536,374
Accumulated Depreciation	(96,231,068)	(1,004,282)
Land And Land Rights	42,410,438	-
Construction Work In Progress	23,557,866	-
Avigation Rights	-	-
Property, Plant And Equipment, Net	299,875,765	1,532,092
TOTAL ASSETS	\$ 380,731,708	\$ 8,958,862



**Enterprise Funds
Combining Balance Sheet**
At December 31, 1999
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Total</u>
\$ -	\$ 34,762	\$ 475,475	\$ 393,072	\$ 4,521,386
-	-	4,836	-	398,055
-	-	15,500	-	21,124,990
-	10,381	39	13,814	2,935,142
-	-	10	-	171,612
-	-	93,364	-	198,983
-	8,164	-	-	464,637
-	756	-	11,616	440,793
<u>-</u>	<u>54,063</u>	<u>589,224</u>	<u>418,502</u>	<u>30,255,598</u>
29,859	-	-	-	2,335,006
-	-	-	-	374,788
10,078,361	-	-	-	51,297,922
60,369	-	-	-	1,416,803
-	-	-	-	1,748,285
-	-	-	-	6,343,773
-	-	-	-	4,312,373
-	-	-	-	1,398,859
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,064</u>
<u>10,168,589</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,236,873</u>
-	-	-	-	20,620
<u>4,676,070</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,676,070</u>
<u>4,676,070</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,696,690</u>
-	2,870,477	9,341,969	1,693,835	346,581,184
-	(1,052,020)	(1,773,605)	(769,535)	(100,830,510)
-	1,890,871	-	1,400,000	45,701,309
-	-	-	92,994	23,650,860
<u>-</u>	<u>69,635</u>	<u>-</u>	<u>-</u>	<u>69,635</u>
<u>-</u>	<u>3,778,963</u>	<u>7,568,364</u>	<u>2,417,294</u>	<u>315,172,478</u>
<u>\$ 14,844,659</u>	<u>\$ 3,833,026</u>	<u>\$ 8,157,588</u>	<u>\$ 2,835,796</u>	<u>\$ 419,361,639</u>



**Enterprise Funds
Combining Balance Sheet**
At December 31, 1999
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	Sewer Utility	Solid Waste Management
LIABILITIES AND FUND EQUITY		
Current Liabilities		
Vouchers And Accounts Payable	\$ 2,036,072	\$ 217,443
Due To Other Funds	127,266	14,364
Due To Other Governments	-	-
Accrued Wages And Benefits Payable	502,246	40,458
Other Accrued Liabilities	419,495	-
Interfund Loans Payable	-	-
Total Current Liabilities	3,085,079	272,265
Liabilities Payable From Restricted Assets		
Vouchers And Accounts Payable	-	-
Due To Other Funds	35,061	-
Due To Other Governments	1,978,690	-
Current Portion Of Bonds Payable	3,610,000	260,000
Bond Anticipation Note	11,590,568	-
Accrued Interest Payable	531,011	2,764
Deferred Revenues	365,564	-
Other Accrued Liabilities	2,450,851	-
Total Liabilities Payable From Restricted Assets	20,561,745	262,764
Long-Term Liabilities		
Advances From Other Funds	-	-
Contracts Payable	-	-
Bonds Payable, Net Of Premium/Discount	24,727,160	275,000
Landfill Insurance ,Closure And Post-Closure Liabilities	-	-
Total Long-Term Liabilities	24,727,160	275,000
Total Liabilities	48,373,984	810,029
Fund Equity		
Contributed Capital	312,030,540	4,081
Retained Earnings	20,327,184	8,144,752
Total Fund Equity	332,357,724	8,148,833
TOTAL LIABILITIES AND FUND EQUITY	\$ 380,731,708	\$ 8,958,862



**Enterprise Funds
Combining Balance Sheet**
At December 31, 1999
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Total</u>
\$ -	\$ 11,583	\$ 53,906	\$ 16,048	\$ 2,335,052
-	2,706	3,984	6,911	155,231
-	1,076	185,234	-	186,310
-	13,524	5,791	38,085	600,104
-	5,654	16,876	1,534	443,559
-	18,188	-	-	18,188
<u>-</u>	<u>52,731</u>	<u>265,791</u>	<u>62,578</u>	<u>3,738,444</u>
84,909	-	-	-	84,909
353	-	-	-	35,414
-	-	-	-	1,978,690
-	-	-	-	3,870,000
-	-	-	-	11,590,568
-	-	-	-	533,775
-	-	-	-	365,564
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,450,851</u>
<u>85,262</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,909,771</u>
-	99,748	-	-	99,748
-	-	2,222,807	-	2,222,807
-	-	-	-	25,002,160
<u>11,050,846</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,050,846</u>
<u>11,050,846</u>	<u>99,748</u>	<u>2,222,807</u>	<u>-</u>	<u>38,375,561</u>
<u>11,136,108</u>	<u>152,479</u>	<u>2,488,598</u>	<u>62,578</u>	<u>63,023,776</u>
-	4,196,869	5,397,057	1,564,192	323,192,739
<u>3,708,551</u>	<u>(516,322)</u>	<u>271,933</u>	<u>1,209,026</u>	<u>33,145,124</u>
<u>3,708,551</u>	<u>3,680,547</u>	<u>5,668,990</u>	<u>2,773,218</u>	<u>356,337,863</u>
<u>\$ 14,844,659</u>	<u>\$ 3,833,026</u>	<u>\$ 8,157,588</u>	<u>\$ 2,835,796</u>	<u>\$ 419,361,639</u>



Enterprise Funds
Combining Statement Of Revenues, Expenses And Changes In Fund Equity
 For The Year Ended December 31, 1999

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	<u>Sewer Utility</u>	<u>Solid Waste Management</u>
OPERATING REVENUES		
Charges For Services	\$ 19,378,300	\$ 2,563,494
OPERATING EXPENSES		
Sewage Transmission	2,410,679	-
Sewage Treatment And Disposal	4,797,330	-
Personal Services	-	642,229
Materials And Supplies	802,247	46,651
System Support Service	5,573,637	1,408,761
Depreciation	8,202,642	137,610
TOTAL OPERATING EXPENSES	<u>21,786,535</u>	<u>2,235,251</u>
OPERATING INCOME (LOSS)	<u>(2,408,235)</u>	<u>328,243</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Income	3,512,534	184,235
Interest Expense	(1,578,000)	(46,917)
Operating Grants Received	-	368,481
Gain (Loss) On Sale Of Fixed Assets	(96,776)	-
Miscellaneous	72,537	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>1,910,295</u>	<u>505,799</u>
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	<u>(497,940)</u>	<u>834,042</u>
Operating Transfers In	-	-
Operating Transfers Out	(98,606)	(30,000)
NET INCOME (LOSS)	<u>(596,546)</u>	<u>804,042</u>
FUND EQUITY		
Beginning of Year - As Previously Presented	323,331,484	7,400,411
Prior Period Adjustment	(141,615)	(1,620)
Beginning of Year - Restated	323,189,869	7,398,791
Net Income	(596,546)	804,042
Increase In Contributed Capital	9,853,892	-
Residual Equity Transfers Out	(89,491)	(54,000)
FUND EQUITY- End Of Year	<u>\$ 332,357,724</u>	<u>\$ 8,148,833</u>



Enterprise Funds
Combining Statement Of Revenues, Expenses And Changes In Fund Equity
 For The Year Ended December 31, 1999

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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Total</u>
\$ -	\$ 290,829	\$ 1,049,635	\$ 853,286	\$ 24,135,544
-	-	-	-	2,410,679
-	-	-	-	4,797,330
239,537	68,036	78,869	507,073	1,535,744
-	2,204	132,909	99,873	1,083,884
-	189,911	908,316	201,150	8,281,775
-	94,082	221,967	79,923	8,736,224
<u>239,537</u>	<u>354,233</u>	<u>1,342,061</u>	<u>888,019</u>	<u>26,845,636</u>
<u>(239,537)</u>	<u>(63,404)</u>	<u>(292,426)</u>	<u>(34,733)</u>	<u>(2,710,092)</u>
162,124	-	233	-	3,859,126
-	(7,142)	(37,973)	-	(1,670,032)
-	69,460	283,779	-	721,720
-	(1,957)	-	3,926	(94,807)
-	-	-	-	72,537
<u>162,124</u>	<u>60,361</u>	<u>246,039</u>	<u>3,926</u>	<u>2,888,544</u>
<u>(77,413)</u>	<u>(3,043)</u>	<u>(46,387)</u>	<u>(30,807)</u>	<u>178,452</u>
-	-	318,320	-	318,320
-	-	-	-	(128,606)
<u>(77,413)</u>	<u>(3,043)</u>	<u>271,933</u>	<u>(30,807)</u>	<u>368,166</u>
3,785,964	3,636,367	-	2,815,519	340,969,745
-	(9,539)	-	(11,494)	(164,268)
3,785,964	3,626,828	-	2,804,025	340,805,477
(77,413)	(3,043)	271,933	(30,807)	368,166
-	56,762	5,397,057	-	15,307,711
-	-	-	-	(143,491)
<u>\$ 3,708,551</u>	<u>\$ 3,680,547</u>	<u>\$ 5,668,990</u>	<u>\$ 2,773,218</u>	<u>\$ 356,337,863</u>



Enterprise Funds
Combining Statement Of Cash Flows
 For The Year Ended December 31, 1999
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	<u>Sewer Utility</u>	<u>Solid Waste Management</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received From Customers	\$ 18,658,323	\$ 2,516,528
Cash Payments To Suppliers For Goods And Services	(7,503,055)	(1,271,759)
Cash Payments To Employees For Services And Benefits	<u>(5,628,650)</u>	<u>(657,066)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>5,526,618</u>	<u>587,703</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds From Sale Of Investments	473,314,884	46,622,595
Purchase Of Investments	(481,826,287)	(47,470,000)
Interest Income From Investments	<u>2,666,770</u>	<u>217,494</u>
NET CASH USED BY INVESTING ACTIVITIES	<u>(5,844,633)</u>	<u>(629,911)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Miscellaneous Income	205,761	-
Receipts From (Advances To) Other Funds	597,836	-
Interfund Interest Income	34,791	-
Operating Transfers In	-	-
Operating Transfers Out	(90,320)	(31,504)
Operating Grants Received	-	416,135
Residual Equity Transfers Out	<u>(111,072)</u>	<u>(54,000)</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>636,996</u>	<u>330,631</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds From Customer Assessments	2,482,191	-
Proceeds From Connection Charges	5,777,440	-
Proceeds From Borrowings	11,678,975	-
Proceeds From Sale Of Fixed Asset	-	-
Principal Payments On Debts	(3,615,000)	(245,000)
Interest Paid On Debts	(1,564,015)	(48,163)
Contributed Capital	465,093	-
Acquisition Of Property, Plant And Equipment	<u>(16,575,504)</u>	<u>-</u>
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(1,350,820)</u>	<u>(293,163)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,031,839)	(4,740)
CASH AND CASH EQUIVALENTS - Beginning Of Year	<u>5,759,671</u>	<u>1,968,139</u>
CASH AND CASH EQUIVALENTS - End Of Year	<u>\$ 4,727,832</u>	<u>\$ 1,963,399</u>



Enterprise Funds
Combining Statement Of Cash Flows
 For The Year Ended December 31, 1999
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Total</u>
\$ 19,710	\$ 293,778	\$ 1,049,596	\$ 841,417	\$ 23,379,353
(2,601,978)	(201,687)	(983,336)	(297,085)	(12,858,901)
-	(67,461)	(73,078)	(502,976)	(6,929,231)
<u>(2,582,268)</u>	<u>24,630</u>	<u>(6,818)</u>	<u>41,356</u>	<u>3,591,221</u>
175,429,350	-	124,000	-	695,490,829
(173,550,000)	-	(139,500)	-	(702,985,787)
664,221	-	224	-	3,548,709
<u>2,543,571</u>	<u>-</u>	<u>(15,276)</u>	<u>-</u>	<u>(3,946,249)</u>
-	-	-	-	205,761
-	-	-	-	597,836
-	-	-	-	34,791
-	-	323,156	-	323,156
-	-	-	-	(121,824)
-	69,460	190,416	-	676,011
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(165,072)</u>
<u>-</u>	<u>69,460</u>	<u>513,572</u>	<u>-</u>	<u>1,550,659</u>
-	-	-	-	2,482,191
-	-	-	-	5,777,440
-	-	-	-	11,678,975
-	-	-	5,966	5,966
-	(38,195)	(185,234)	-	(4,083,429)
-	(16,116)	(25,933)	-	(1,654,227)
-	120,695	200,000	-	785,788
<u>-</u>	<u>(231,825)</u>	<u>-</u>	<u>(148,481)</u>	<u>(16,955,810)</u>
<u>-</u>	<u>(165,441)</u>	<u>(11,167)</u>	<u>(142,515)</u>	<u>(1,963,106)</u>
(38,697)	(71,351)	480,311	(101,159)	(767,475)
<u>68,556</u>	<u>106,113</u>	<u>-</u>	<u>494,231</u>	<u>8,396,710</u>
<u>\$ 29,859</u>	<u>\$ 34,762</u>	<u>\$ 480,311</u>	<u>\$ 393,072</u>	<u>\$ 7,629,235</u>



Enterprise Funds
Combining Statement Of Cash Flows
 For The Year Ended December 31, 1999
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	<u>Sewer Utility</u>	<u>Solid Waste Management</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ (2,408,235)	\$ 328,243
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided (Used) By Operating Activities:		
Depreciation	8,202,642	137,610
Write-off Of Preliminary Charges	442,970	-
Cash Paid For Taxes	(632,702)	-
Overhead Allocation to Construction	(155,621)	-
Decrease (Increase) In Assets:		
Receivables	(38,247)	(46,966)
Due From Other Funds	5,370	-
Due From Other Governments	(54,398)	-
Inventory	28,149	-
Increase (Decrease) In Liabilities:		
Vouchers And Accounts Payable	68,006	174,851
Landfill Insurance, Closure And Post-Closure Liabilities	-	-
Due To Other Funds	(1,108)	5,876
Retainage Payable	-	-
Accrued Wages And Benefits Payable	69,792	(11,911)
Total Adjustments	<u>7,934,853</u>	<u>259,460</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 5,526,618</u>	<u>\$ 587,703</u>
 NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Capital Assets Acquired By Contribution	\$ 3,932,681	\$ -
Estimated Landfill Post-Closure Contribution	-	-
Estimated Landfill Insurance, Closure And Post-Closure Liabilities	-	-
TOTAL NONCASH ACTIVITIES	<u>\$ 3,932,681</u>	<u>\$ -</u>
 RECONCILIATION OF CASH AND CASH EQUIVALENTS AT END OF YEAR TO BALANCE SHEET:		
Cash and Cash Equivalents Per Balance Sheet:		
Current Assets	\$ 1,657,697	\$ 1,960,380
Cash With Trustee	768,007	-
Restricted Assets	<u>2,302,128</u>	<u>3,019</u>
TOTAL CASH AND CASH EQUIVALENTS - End Of Year	<u>\$ 4,727,832</u>	<u>\$ 1,963,399</u>



Enterprise Funds
Combining Statement Of Cash Flows
 For The Year Ended December 31, 1999
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<u>Landfill Reserve</u>	<u>Airport</u>	<u>Ferry Services</u>	<u>Golf Course</u>	<u>Total</u>
\$ (239,537)	\$ (63,404)	\$ (292,426)	\$ (34,733)	\$ (2,710,092)
-	94,082	221,967	79,923	8,736,224
-	-	-	-	442,970
-	-	-	-	(632,702)
-	-	-	-	(155,621)
19,710	2,949	(39)	(11,869)	(74,462)
-	-	-	-	5,370
-	-	-	-	(54,398)
-	(127)	-	1,408	29,430
(89,075)	(4,407)	49,070	3,558	202,003
(2,273,366)	-	-	-	(2,273,366)
-	(5,038)	3,983	(1,028)	2,685
-	-	4,836	-	4,836
-	575	5,791	4,097	68,344
<u>(2,342,731)</u>	<u>88,034</u>	<u>285,608</u>	<u>76,089</u>	<u>6,301,313</u>
<u>\$ (2,582,268)</u>	<u>\$ 24,630</u>	<u>\$ (6,818)</u>	<u>\$ 41,356</u>	<u>\$ 3,591,221</u>
\$ -	\$ -	\$ -	\$ -	\$ 3,932,681
4,676,070	-	-	-	4,676,070
<u>(11,050,846)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,050,846)</u>
<u>\$ (6,374,776)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,442,095)</u>
\$ -	\$ 34,762	\$ 475,475	\$ 393,072	\$ 4,521,386
-	-	4,836	-	772,843
<u>29,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,335,006</u>
<u>\$ 29,859</u>	<u>\$ 34,762</u>	<u>\$ 480,311</u>	<u>\$ 393,072</u>	<u>\$ 7,629,235</u>

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