

ANNUAL REPORT CERTIFICATION

King County Fire Protection District #43

MCAG No 2533

Submitted pursuant to RCW 43.09.230 to the Washington State Auditor's Office

For the Year Ended December 31, 2016

GOVERNMENT INFORMATION

Official Mailing Address 23775 SE 264th St Maple Valley WA 98038

Official Web Site Address www.maplevalleyfire.org

Official Email Address accounting@maplevalleyfire.org

Official Phone Number 425-432-0200


PREPARER INFORMATION & CERTIFICATION

Preparer Name & Title Michele de Leon, Office Manager

Contact Phone Number 425-433-2160

Contact Email Address mdeleon@maplevalleyfire.org

I do hereby certify 25th day of May, 2017 that the annual report information is complete, accurate and in conformity with the Budgeting, Accounting and Reporting Systems Manual, to the best of my knowledge and belief, having reviewed this information and taken all appropriate steps in order to provide such certification. I acknowledge and understand our responsibility for the design and implementation of controls to ensure accurate financial reporting, comply with applicable laws and safeguard public resources, including controls to prevent and detect fraud. Finally, I acknowledge and understand our responsibility for immediately submitting corrected annual report information if any errors or an omission in such information is subsequently identified.

Preparer Signature 

FUND RESOURCES AND USES ARISING FROM CASH TRANSACTIONS

For the Year Ended December 31, 2016

Code	Description	All Funds	001 GEN	201 DEBT	301 CAP	302 CAP_2
308.1	Reserved	1,434,773		268,864	753,408	412,501
308.8	Unreserved	3,461,468	3,461,468			
	BEGINNING CASH & INVESTMENTS	4,896,241	3,461,468	268,864	753,408	412,501
310	Taxes	9,140,318	8,754,046	386,272		
320	Licenses and Permits					
330	Intergovernmental Revenues	132,296	132,296			
340	Charges for Goods and Services	880,590	880,590			
350	Fines and Penalties					
360	Miscellaneous Revenues	45,574	33,204	3,534	5,615	3,221
	REVENUES	10,198,778	9,800,136	389,806	5,615	3,221
520	Public Safety	8,784,416	8,782,966	1,450		
	EXPENDITURES	8,784,416	8,782,966	1,450		
	INCREASE/DECREASE	1,414,362	1,017,170	388,356	5,615	3,221
391-393,596	Debt Proceeds					
397	Transfers-In	146,186	3,170		96,655	46,360
385	Special or Extraordinary Items					
389	Custodial Activities	4,975	4,975			
381,395,398	Other Resources	74,934	74,934			
	OTHER INCREASES IN FUND RESOURCES	226,096	83,080		96,655	46,360
594	Capital Expenditures	168,159			168,159	
591-593,599	Debt Service	369,150		369,150		
597	Transfers-Out	146,186	143,015		238	2,932
589	Custodial Activities					
585	Special or Extraordinary Items					
581	Other Uses					
	OTHER DECREASES IN FUND RESOURCES	683,495	143,015	369,150	168,397	2,932
	TOTAL INCREASE/DECREASE	956,963	957,235	19,206	-66,127	46,649
508.1	Reserved	1,434,501		288,069	687,282	459,150
508.8	Unreserved	4,418,703	4,418,703			
	ENDING CASH & INVESTMENTS	5,853,204	4,418,703	288,069	687,282	459,150

NOTES TO FINANCIAL STATEMENT*For the Year Ended December 31, 2016***NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

King County Fire Protection District was incorporated in 1952 and operates under the laws of the state of Washington applicable to the fire district. The District is a special purpose local government and provides fire protection services.

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

- Financial transactions are recognized on a cash basis of accounting as described below.
- Component units are required to be disclosed, but are not included in the financial statements.
- Government-wide statements, as defined in GAAP, are not presented.
- All funds are presented, rather than a focus on major funds.
- The Schedule of Liabilities is required to be presented with the financial statements as supplementary information.
- Supplementary information required by GAAP is not presented.
- Ending balances are not presented using the classifications defined in GAAP.

A. Fund Accounting

Financial transactions of the government are reported in individual funds. Each fund uses a separate set of self-balancing accounts that comprises its cash and investments, revenues and expenditures. The government's resources are allocated to and accounted for in individual funds depending on their intended purpose. Each fund is reported as a separate column in the financial statements. The following fund types are used:

GOVERNMENTAL FUND TYPES:**General Fund (10-043-0010)**

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

Capital Project Funds (10-043-3010 & 10-043-3020)

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

Debt Service Funds (10-043-8510)

This fund accounts for the financial resources that are restricted, committed, or assigned to expenditures for principal, interest and related costs on general long-term debt.

FIDUCIARY FUND TYPES:

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

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2016

Agency Funds

Healthcare Reimbursement Account / Flexible Spending Account: This account is used for contributions made by the District and employees for healthcare expenses. Choice Strategies manages the transactions to ensure compliance with IRS Regulations. The balance of the account held at US Bank as of December 31, 2016 is \$773,833.49.

B. Basis of Accounting and Measurement Focus

Financial statements are prepared using the cash basis of accounting and measurement focus. Revenues are recognized when cash is received and expenditures are recognized when paid. In accordance with state law the District also recognizes expenditures paid during twenty days after the close of the fiscal year for claims incurred during the previous period.

C. Budgets

The District adopts annual appropriated budgets for General and Capital 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 Name	Appropriated Expenditures	Actual Expenditures	Variance
General Fund	\$9,275,229.88	\$8,925,981.15	\$349,248.73
Capital Fund	\$192,473.54	\$168,396.98	\$24,076.56
	-----	-----	-----
Totals	\$9,467,703.42	\$9,094,378.13	\$373,325.29
	=====	=====	=====

The original adopted General Fund Budget was \$9,122,074.37. A budget amendment was approved by the Board of Commissioners on August 18, 2016 adding \$153,155.51 to the General Fund. The variance is caused mostly through attrition and unexpended overtime of \$170,924.13.

The original adopted Capital Fund Budget was \$170,600.00. A budget amendment was approved by the Board of Fire Commissioners on August 18, 2016 adding \$21,873.54 to increase Facility Repair and Maintenance by \$10,000, SCBA by \$8,935.43 and a few other miscellaneous expenses.

D. Cash and Investments

See Note 2, Deposits and Investments.

E. Capital Assets

Per Policy SOG 43-5000 Capital assets are assets with an initial individual cost of

NOTES TO FINANCIAL STATEMENT*For the Year Ended December 31, 2016*

more than \$5,000 and an estimated useful life in excess of 1 year. Capital assets and inventory are recorded as capital expenditures when purchased.

F. Compensated Absences

Vacation leave may be accumulated up to 2 times the annual earnings and is payable upon separation or retirement. Sick leave may be accumulated up to 960 hours. Upon retirement employees receive payment for 50% of unused sick leave. Comp time may be accumulated up to 200 hours. Payments are recognized as expenditures when paid. The value as of December 31, 2016 of Vacation Leave is \$570,538.13, Sick Leave \$625,243.39 and Comp Time \$80,395.36.

G. Long-Term Debt

See Note 4, Debt Service Requirements.

H. Other Financing Sources or Uses

King County Fire Protection District's other financing sources consist of Sale of Fixed Assets.

I. Risk Management

The risk management mission of the district is to protect district assets from the consequences of loss by threats from all natural and man-made hazards. The District purchases General, Automobile, Management and Umbrella/Excess liability coverage from VFIS in amounts of \$1,000,000 to \$10,000,000. The district protects its property, vehicle and portable equipment on a guaranteed replacement cost, replacement cost or agreed value basis and is subject to deductibles ranging from \$100 to \$5000.

King County Fire Protection District #43 is self insured for their LEOFF 1 Retiree Dental Coverage and Orthodontia for employees, spouses and dependents under the age of 19 paid out at 75% of the invoice up to a lifetime benefit of \$4,000 per person. The District paid \$28,700.25 for Orthodontia in 2016.

J. Reserved Portion of Ending Cash and Investments

In accordance with AG 43-1118, the District shall maintain a Reserve Fund balance of a minimum of 4% of the estimated expenses as measured on December 31st for the subsequent year. If at the end of any fiscal year, the balance falls below 4%, then the District shall rebuild the balance within a period not to exceed two (2) years.

NOTE 2 - DEPOSITS & INVESTMENTS

It is the District's policy to invest all temporary cash surpluses. The interest on these investments is prorated to the various funds.

All deposits and certificates of deposit are covered by the Federal Deposit Insurance Corporation and/or the Washington Public Deposit Protection Commission. All investments are insured, registered or held by the District or its agent in the government's name. The district participates in the King County Investment Pool.

Investments are reported at fair value. Investments by type at December 31, 2016 are as follows:

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2016

Fund	Investment	Impaired	Total
10-043-0010	\$4,413,903.06	\$6,657.88	\$4,420,560.94
10-043-3010	\$687,281.59	\$1,948.27	\$689,229.86
10-043-3020	\$459,150.46		\$459,150.46
10-043-8510	\$288,069.19	\$972.98	\$289,042.17
TOTAL	\$5,848,404.30	\$9,579.13	\$5,857,983.43

Per King County investment pool policy an investment is deemed to be "impaired" when (a) its credit quality is rated below investment grade by Standard and Poors and/or Fitch; (b) a default has occurred on payment or maturity; or (c) an enforcement event, as defined by the investment's program documents has occurred.

Not included in the funds above, the district has imprest funds and cash on hand. These funds consist of a petty cash, petty cash checking and advance travel checking account. These accounts are used for miscellaneous and minor disbursements. The combined balance of these accounts on December 31, 2015 is \$4,800 and is included in the beginning and ending cash balance on Statement C-4. The account is replenished from the county treasurer for the exact amount of receipted disbursements. Internal controls are in place regarding the disbursement of these funds.

NOTE 3 - PROPERTY TAX

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

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

The District's regular levy for the year 2015 for collection in 2016 was \$1.32905 per \$1,000 on an assessed valuation of \$5,475,942,721 for a total regular levy of \$7,277,622.

The District's excess levy for the year 2015 for collection in 2016 was \$0.34257 per \$1,000 for a total additional levy of \$1,875,900.

NOTE 4 - DEBT SERVICE REQUIREMENTS

Debt Service:

The accompanying Schedule of Liabilities (09) provides more details of the outstanding debt and liabilities of the District and summarizes the District's debt transactions for year 2016. The debt service requirements are as follows:

	Principal	Interest	Total
2016	300,000.00	75,900.00	375,900.00
2017	210,000.00	63,900.00	273,900.00
2018	300,000.00	55,500.00	355,500.00
2019	300,000.00	45,750.00	345,750.00
2020	300,000.00	35,250.00	335,250.00
2021 - 2022	600,000.00	36,000.00	636,000.00

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2016

Totals	----- \$2,010,000.00 =====	----- \$312,300.00 =====	----- \$2,322,300.00 =====
--------	----------------------------------	--------------------------------	----------------------------------

NOTE 5 - PENSION PLANS

Substantially all District's full-time and qualifying part-time employees participate in the following statewide retirement systems administered by the Washington State Department of Retirement Systems (DRS), under cost-sharing, multiple-employer public employee defined benefit and defined contribution retirement plans: LEOFF 1, LEOFF 2, PERS 2 & PERS 3.

LEOFF Plan 1

The LEOFF Plan 1 is fully funded and no further employer contributions have been required since June 2000. If the plan becomes underfunded, funding of the remaining liability will require new legislation. Starting on July 1, 2000, employers and employees contribute zero percent.

LEOFF Plan 2

King County Fire Protection District #43 also participates in the LEOFF Plan 2. The Legislature, by means of a special funding arrangement, appropriates money from the state general fund to supplement the current service liability and fund the prior service costs of LEOFF Plan 2 in accordance with the recommendations of the Pension Funding Council and the LEOFF Plan 2 Retirement Board. This special funding situation is not mandated by the state constitution and could be changed by statute.

The District also participates in the Volunteer Fire Fighters' and Reserve Officers' Relief and Pension Fund (VFFRPF) administered by the State Board for Volunteer Fire Fighters and Reserve Officers. Detailed information about the plan is included in the State of Washington CAFR available from the Office of Financial Management website at www.ofm.wa.gov.

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

Department of Retirement Systems
 Communications Unit
 P.O. Box 48380
 Olympia, WA 98540-8380

Also, the DRS CAFR may be downloaded from the DRS website at www.drs.wa.gov.

At June 30, 2017, the District's proportionate share of the collective net pension liabilities, as reported on the Schedule 09, was as follows:

	Allocation	Liability/(Asset)
PERS 1	.003378%	\$181,415
PERS 2/3	.004328%	\$217,911
LEOFF 1		

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2016

LEOFF 2	.172866	(\$1,005,411)
VFFRPF		

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

NOTE 6 - OTHER DISCLOSURES

A. LEOFF I Retiree Post Employment: The District has a commitment to pay for post-employment benefits for two LEOFF I Retirees. These benefits include medical insurance and related costs, dental expenses and nursing care. The District is self insured for the LEOFF 1 Retiree Dental Coverage and pays up to \$3,000.00 per calendar year per retiree. In 2016, the District paid \$5,380.00 for 5 Dental claims, \$7,622.00 for medical insurance and \$1,675.98 for 24 prescription/eyecare claims.

B. LEOFF II Retiree Post Employment: The District through Personal Services Contracts and The Collective Bargaining Agreement with Local 3062 pays up to \$600 per month per employee for HRA Contributions until the employee reaches the age of 65 or death, which ever occurs first. As of December 31, 2016 the liability through November 30, 2026 in total is \$209,400.00.

C. King County Fire Protection District #43 continues to partner with Puget Sound Fire to fulfill staff training requirements.

D. King County Fire Protection District #43 entered into an Interlocal Agreement with Puget Sound Fire in 2016, previously The Kent Regional Fire Authority, to implement Collaboritive Activities relating to Information Technology.

E. The Board of Volunteer Firefighters is a related organization made up of District Secretary and Commissioners' Walls and Hooper.

F. In December of 2016, the District was Audited by Department of Retirement Systems and they concluded that the District was in violation of reporting unreportable income for 2 employees covered by Personal Services Contracts. The District is currently participating in an administrative "appeals" process, involving the determination of DRS. There is potential for litigation if the appeals process is not resolved in the 2 employees favor.

Prepared on 05/25/2017

REVENUES AND EXPENDITURES

For the Year Ended December 31, 2016

REVENUE DETAILS

311.1X.XX	Property Tax -	8,754,045
310.00 TOTAL TAXES		8,754,045
332.15.23	Federal Entitlements/Subsidies - Bureau of Land Mgt -	14,211
333.97.06	Indirect Federal Grants -	1,370
334.04.90	State Grants -	1,290
334.06.90	State Grants -	18,770
337.10.00	Interlocal Grants, Entitlements & Other Payments -	96,655
330.00 TOTAL INTERGOVERNMENTAL REVENUES		132,296
342.21.XX	Fire Protection and Emergency Medical Services -	448,834
342.4X.XX	Protective Inspection Services -	58,463
342.6X.XX	Ambulance Services -	373,293
340.00 TOTAL CHARGES FOR GOODS & SERVICES		880,590
361.1X.XX	Investment Interest -	29,114
361.3X.XX	Gains/Losses on Investments -	2,235
367.11.XX	Contributions & Donations from Nongovernmental Sources -	265
369.91.XX	Other Misc Revenue -	1,590
360.00 TOTAL MISCELLANEOUS REVENUE		33,204
389.9X.XX	Other Custodial Activities -	4,975
380.00 TOTAL OTHER INCREASES IN FUND RESOURCES		4,975
395.1X.XX	Proceeds from Sales of Capital Assets -	46,360
397.01.XX	Transfers In -	3,170
398.22.XX	Insurance Recoveries -	28,574
390.00 TOTAL OTHER FINANCING SOURCES		78,104

EXPENDITURE DETAILS

522.1X.1X	Fire Control and EMS - Administration - Salaries & Wages	682,749
522.1X.2X	Fire Control and EMS - Administration - Personnel Benefits	172,188
522.1X.3X	Fire Control and EMS - Administration - Supplies	70,580
522.1X.4X	Fire Control and EMS - Administration - Services	277,251
522.1X.5X	Fire Control and EMS - Administration - Intergovernmental	-1,600
522.2X.1X	Fire Control and EMS - Fire Suppression & EMS - Salaries & Wages	4,961,124
522.2X.2X	Fire Control and EMS - Fire Suppression & EMS - Personnel Benefits	1,543,532
522.2X.3X	Fire Control and EMS - Fire Suppression & EMS - Supplies	57,254
522.2X.4X	Fire Control and EMS - Fire Suppression & EMS - Services	28,878
522.3X.1X	Fire Control and EMS - Fire Prevention & Investigation - Salaries & Wages	114,258
522.3X.2X	Fire Control and EMS - Fire Prevention & Investigation - Personnel Benefits	40,768
522.3X.3X	Fire Control and EMS - Fire Prevention & Investigation - Supplies	13,572
522.3X.4X	Fire Control and EMS - Fire Prevention & Investigation - Services	6,721
522.45.1X	Fire Control and EMS - Training Obtained by Employees - Salaries & Wages	125,846

REVENUES AND EXPENDITURES

For the Year Ended December 31, 2016

522.45.2X	Fire Control and EMS - Training Obtained by Employees - Personnel Benefits	46,624
522.45.3X	Fire Control and EMS - Training Obtained by Employees - Supplies	2,340
522.45.4X	Fire Control and EMS - Training Obtained by Employees - Services	75,526
522.5X.1X	Fire Control and EMS - Facilities - Salaries & Wages	108,901
522.5X.2X	Fire Control and EMS - Facilities - Personnel Benefits	40,977
522.5X.3X	Fire Control and EMS - Facilities - Supplies	111,123
522.5X.4X	Fire Control and EMS - Facilities - Services	96,580
528.XX.3X	Dispatch Services - Supplies	10,597
528.XX.4X	Dispatch Services - Services	197,180
520.00 TOTAL PUBLIC SAFETY		8,782,969
597.XX.0X	Transfers Out -	143,015
590.00 TOTAL OTHER FINANCING USES		143,015

REVENUE SUMMARY

310 - 390	TOTAL REVENUES, NONREVENUES AND OTHER FINANCING SOURCES	9,883,216
308.80	Unreserved Beginning Cash & Investments	3,461,468
	BEGINNING CASH & INVESTMENTS (including any prior period adjustments)	3,461,468
SCHEDULE 04 TOTAL		13,344,684

EXPENDITURE SUMMARY

510 - 590	TOTAL EXPENDITURES, NONEXPENDITURES AND OTHER FINANCING USES	8,925,981
508.80	Unreserved Ending Cash & Investments	4,418,703
	ENDING CASH & INVESTMENTS	4,418,703
SCHEDULE 05 TOTAL		13,344,684

REVENUES AND EXPENDITURES

For the Year Ended December 31, 2016

REVENUE DETAILS

311.1X.XX	Property Tax -	386,272
310.00 TOTAL TAXES		386,272
361.1X.XX	Investment Interest -	3,179
361.3X.XX	Gains/Losses on Investments -	355
360.00 TOTAL MISCELLANEOUS REVENUE		3,534

EXPENDITURE DETAILS

522.1X.5X	Fire Control and EMS - Administration - Intergovernmental	1,450
520.00 TOTAL PUBLIC SAFETY		1,450
591.22.7X	Redemption of Debt for Fire Suppression & EMS - Principal	300,000
592.22.8X	Interest & Other Debt Service Costs for Fire Suppression & EMS - Interest	69,150
590.00 TOTAL OTHER FINANCING USES		369,150

REVENUE SUMMARY

310 - 390	TOTAL REVENUES, NONREVENUES AND OTHER FINANCING SOURCES	389,806
308.10	Reserved Beginning Cash & Investments	268,864
BEGINNING CASH & INVESTMENTS (including any prior period adjustments)		268,864
SCHEDULE 04 TOTAL		658,670

EXPENDITURE SUMMARY

510 - 590	TOTAL EXPENDITURES, NONEXPENDITURES AND OTHER FINANCING USES	370,600
508.10	Reserved Ending Cash & Investments	288,069
ENDING CASH & INVESTMENTS		288,069
SCHEDULE 05 TOTAL		658,669

Prepared on 05/25/2017

REVENUES AND EXPENDITURES

For the Year Ended December 31, 2016

REVENUE DETAILS

361.1X.XX	Investment Interest -	5,240
361.3X.XX	Gains/Losses on Investments -	374
360.00 TOTAL MISCELLANEOUS REVENUE		5,614
397.01.XX	Transfers In -	96,655
390.00 TOTAL OTHER FINANCING SOURCES		96,655

EXPENDITURE DETAILS

594.22.6X	Capital Expenditures for Fire Suppression & EMS - Capital Outlay	165,738
594.28.6X	Capital Expenditures for Dispatch Services - Capital Outlay	2,421
597.XX.0X	Transfers Out -	238
590.00 TOTAL OTHER FINANCING USES		168,397

REVENUE SUMMARY

310 - 390	TOTAL REVENUES, NONREVENUES AND OTHER FINANCING SOURCES	102,270
308.10	Reserved Beginning Cash & Investments	753,408
	BEGINNING CASH & INVESTMENTS (including any prior period adjustments)	753,408
SCHEDULE 04 TOTAL		855,678

EXPENDITURE SUMMARY

510 - 590	TOTAL EXPENDITURES, NONEXPENDITURES AND OTHER FINANCING USES	168,397
508.10	Reserved Ending Cash & Investments	687,282
	ENDING CASH & INVESTMENTS	687,282
SCHEDULE 05 TOTAL		855,679

Prepared on 05/25/2017

REVENUES AND EXPENDITURES

For the Year Ended December 31, 2016

REVENUE DETAILS

361.1X.XX	Investment Interest -		3,221
360.00 TOTAL MISCELLANEOUS REVENUE			3,221
397.01.XX	Transfers In -		46,360
390.00 TOTAL OTHER FINANCING SOURCES			46,360

EXPENDITURE DETAILS

597.XX.0X	Transfers Out -		2,932
590.00 TOTAL OTHER FINANCING USES			2,932

REVENUE SUMMARY

310 - 390	TOTAL REVENUES, NONREVENUES AND OTHER FINANCING SOURCES		49,581
308.10	Reserved Beginning Cash & Investments	412,501	
	BEGINNING CASH & INVESTMENTS (including any prior period adjustments)		412,501
SCHEDULE 04 TOTAL			462,082

EXPENDITURE SUMMARY

510 - 590	TOTAL EXPENDITURES, NONEXPENDITURES AND OTHER FINANCING USES		2,932
508.10	Reserved Ending Cash & Investments	459,150	
	ENDING CASH & INVESTMENTS		459,150
SCHEDULE 05 TOTAL			462,082

Prepared on 05/25/2017

LIABILITIES

For the Year Ended December 31, 2016

ID Number Description	Issue Date Maturity/Payment Date	Beginning Balance	Additions	Reductions	Ending Balance	BARS Code for Redemptions of Debt Only
251.12 2007 Bonds	11/01/2007 12/31/2017	510,000		300,000	210,000	591.01.00
251.12 2012 Bonds	11/01/2012 12/31/2022	1,500,000			1,500,000	591.01.00
259.12 Comp Time		96,053		15,658	80,395	
259.12 Sick Leave		597,229	28,013		625,243	
259.12 Vacation Pay		558,105	12,432		570,538	
264.30 Net Pension Liability		334,480	64,846		399,326	
		Totals	105,292	315,658	3,385,502	

STATE FINANCIAL ASSISTANCE

For the Year Ended December 31, 2016

Grantor	Program Title	Number	Expenditures
Department of Health	2016 Trauma Grant	24428	1,290
Labor and Industries	Stay at Work Program		18,770
Total			20,060

Grantor(s) and Program Title	CFDA Number	Other Number	Pass-Thru Expenditures	Direct Expenditures	Total Expenditures	Footnote Reference(s)
Dept of Homeland Security Seattle Fire Department Structural Collapse & Rescue	97-067	FSHSP14	1,369	0	1,369	1
Totals			1,369	0	1,369	

The Accompanying Notes to the Schedule of Expenditures of Federal Awards Are An Integral Part Of This Statement

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS*For the Year Ended December 31, 2016*

Note 1 - Basis of Accounting

This schedule is prepared on the same basis of accounting as King County Fire Protection District #43 financial statements. The District reports financial activity in accordance with the Cash Basis Budgeting, Accounting and Reporting System (BARS) Manual prescribed by the State Auditor's Office under the authority of Washington State Law, Chapter 43.09 RCW. This manual prescribes a financial reporting framework that differs from generally accepted accounting principles (GAAP) in the following manner:

- Financial transactions are recognized on a cash basis of accounting as described below.
- Component units are required to be disclosed, but are not included in the financial statements.
- Government-wide statements, as defined in GAAP, are not presented.
- All funds are presented, rather than a focus on major funds.
- The Schedule of Liabilities is required to be presented with the financial statements as supplementary information.
- Supplementary information required by GAAP is not presented.
- Ending balances are not presented using the classifications defined in GAAP.

Reference Footnote 1

Department of Homeland Security - FSHSP14 Structural Collapse & Rescue:
Reimbursement for Class Attendance \$1,369.77.

Prepared on 05/25/2017

LABOR RELATIONS CONSULTANTS

For the Year Ended December 31, 2016

We have engaged labor relations consultants, see details below:

Name of Firm Inslee, Best, Doezie & Ryder

Name of Consultant Kathy Weber

Address P.O. Box 90016
 Bellevue, WA 98009-9016

Amount Paid 3,982

Rates 360.00

Maximum Compensation

Duration of Services 2016

Services Provided Legal Counsel

Name of Firm Joseph Quinn P.S.

Name of Consultant Joseph Quinn

Address 20 Forest Glen Ln SW
 Lakewood, WA 98498

Amount Paid 1,365

Rates 105.00

Maximum Compensation

Duration of Services 2016

Services Provided Legal Counsel

LOCAL GOVERNMENT RISK ASSUMPTION

For the Year Ended December 31, 2016

Program Manager:

1. Self-Insurance Program Manager: Michele de Leon
2. Manager Phone: (425) 433-2160
3. Manager Email: mdeleon@maplevalleyfire.org
4. How do you insure property and liability risks, if at all? C
 - a. Self-insure some or all risks
 - b. Belong to a public entity risk pool
 - c. Purchase private insurance
 - d. No insurance
5. How do you provide health and welfare insurance (e.g., medical, dental, prescription drug, and/or vision benefits) to employees, if at all? A
 - a. Self-insure some or all benefits
 - b. Belong to a public entity risk pool
 - c. All benefits provided by health insurance company or HMO
 - d. Not applicable - no such benefits offered
6. How do you insure unemployment compensation benefits, if any? A
 - a. Self-insured ("Reimbursable")
 - b. Belong to a public entity risk pool
 - c. Pay taxes to the Department of Employment Security ("Taxable")
 - d. Not applicable - no employees
7. How do you insure workers compensation benefits, if any? C
 - a. Self-insured ("Reimbursable")
 - b. Belong to a public entity risk pool
 - c. Pay premiums to the Department of Labor and Industries
 - d. Not applicable - no employees
8. How do you insure other risks and obligations, if any? D
 - a. Self-insure some or all other risks
 - b. Belong to a public entity risk pool
 - c. Purchase private insurance
 - d. Not applicable - have no other insurable risks
9. Does the local government self-insure any risks as an individual program? YES
 - i. If answered YES, does the local government allow another separate legal entity into its self-insurance program(s)? NO
10. Does the local government self-insure any risks as a joint program? NO
11. Are any claims administered by contract with a third-party administrator? NO

LOCAL GOVERNMENT RISK ASSUMPTION

For the Year Ended December 31, 2016

12. Did the local government (or its third party administrator, if applicable) receive a claims audit within the last three years? YES

13. Were the program's revenues sufficient to cover the program's expenses? YES

14. Did the program use an actuary to determine its liabilities? NO

15. For each type of self-insured risk, describe the risk, the number of claims received during the period, the number of claims paid during the period and the amount of claims paid in the following table:

Description of Risk Type	Number of claims received during the period	Number of claims paid during the period	Total amount of claims paid during the period
LEOFF I Dental	5	5	\$5,380.00
Medicare Supplement	24	24	\$2,517.60
Prescription Reimbursement	24	24	\$1,676.00

Prepared on 05/25/2017