

Washington State Auditor's Office
Report on Financial Statements Audit

Washington Counties Risk Pool
Thurston County

Audit Period
October 1, 2000 through September 30, 2001

Report No. 63016

Issue Date
February 14, 2002



Washington _____
State Auditor
_____ Brian Sonntag



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February 14, 2002

Report on Financial Statements Audit

Please find attached our annual report on the Washington Counties Risk Pool's financial statements and compliance with federal laws and regulations.

We are issuing this report now in order to provide information on the Risk Pool's financial condition.

In addition to this work, we look at other areas of our audit clients' operations for compliance with state laws and regulations. The results of that review will be included in our accountability audit report, which will be issued separately.

Sincerely,

BRIAN SONNTAG, CGFM
STATE AUDITOR

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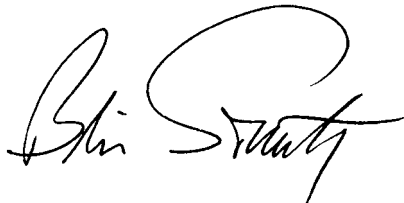
Board of Directors
Washington Counties Risk Pool
Tumwater, Washington

We have audited the accompanying financial statements of the Washington Counties Risk Pool, Thurston County, Washington, as of and for the year ended September 30, 2001. These financial statements are the responsibility of the Risk Pool's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Washington Counties Risk Pool as of September 30, 2001 and the results of its operations and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the amounts set forth in the required supplementary information for each of the years reported in the Claims Development Information, is fairly stated in all material respects, in relation to the financial statements from which it was derived. We have previously audited, in accordance with generally accepted auditing standards, the financial statements as of and for the years ended September 30, 1992, through 2000 (none of which are presented herein). We expressed unqualified opinions on those financial statements.



BRIAN SONNTAG, CGFM
STATE AUDITOR

December 26, 2001

Financial Statements

Washington Counties Risk Pool Thurston County October 1, 2000 through September 30, 2001

FINANCIAL STATEMENTS

Balance Sheet – 2001 and 2000

Statement of Revenues and Expenses and Changes in Members' Retained Earnings – 2001 and 2000

Statement of Cash Flows – 2001 and 2000

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