

**Washington State Auditor's Office**  
**Report on Financial Statements Audit**

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**Washington Counties Risk Pool**  
**Thurston County**

Audit Period  
**October 1, 2001 through September 30, 2002**

**Report No. 64367**

Issue Date  
**February 7, 2003**



Washington  
***State Auditor***  
Brian Sonntag



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February 7, 2003

***Report on Financial Statements***

Please find attached our report on the Washington Counties Risk Pool's financial statements.

We are issuing this opinion 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 regular audit report, which will be issued separately.

Sincerely,

A handwritten signature in black ink that reads "Brian Sonntag".

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

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Thurston County  
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# Independent Auditor's Report on Financial Statements

## Washington Counties Risk Pool Thurston County October 1, 2001 through September 30, 2002

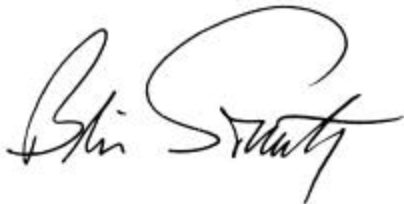
Board of Directors  
Washington Counties Risk Pool  
Tumwater, Washington

We have audited the accompanying general purpose financial statements of the Washington Counties Risk Pool, Thurston County, Washington, as of and for the year ended September 30, 2002. 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, 2002, and the results of its operations and the cash flows of its proprietary fund types 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, 1993, through 2002, (none of which are presented herein). We expressed unqualified opinions on those financial statements.



**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

December 5, 2002

# Financial Statements

## Washington Counties Risk Pool Thurston County October 1, 2001 through September 30, 2002

### ***FINANCIAL STATEMENTS***

Balance Sheet – 2002 and 2001

Statement of Revenues and Expenses and Changes in Members' Retained Earnings – 2002 and 2001

Statement of Cash Flows – 2002 and 2001

Notes to Financial Statements – 2002

### ***REQUIRED SUPPLEMENTAL INFORMATION***

Ten-Year Claims Development Information – 1993 through 2002