

City of Clarkston
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		Total for All Funds (Memo Only)	001 Current Expense Fund	102 Rescue Unit One Fund	103 Street Fund
Beginning Cash and Investments					
308	Beginning Cash and Investments	9,438,266	3,140,651	12,999	467,715
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	5,889,589	3,915,154	-	522,612
320	Licenses and Permits	194,275	194,275	-	-
330	Intergovernmental Revenues	1,244,434	778,419	1,260	233,969
340	Charges for Goods and Services	4,595,404	128,340	-	1,822
350	Fines and Penalties	70,429	52,459	-	-
360	Miscellaneous Revenues	134,011	46,332	554	24,344
Total Revenues:		12,128,142	5,114,979	1,814	782,747
Expenditures					
510	General Government	800,928	777,401	-	-
520	Public Safety	3,780,708	2,761,142	5,286	-
530	Utilities	2,930,448	-	-	-
540	Transportation	1,142,561	2,509	-	1,140,052
550	Natural/Economic Environment	195,087	195,087	-	-
560	Social Services	20,000	20,000	-	-
570	Culture and Recreation	240,811	150,971	-	-
Total Expenditures:		9,110,543	3,907,110	5,286	1,140,052
Excess (Deficiency) Revenues over Expenditures:		3,017,599	1,207,869	(3,472)	(357,305)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	809,831	9,725	-	800,106
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	127,117	40,696	-	6,029
Total Other Increases in Fund Resources:		936,948	50,421	-	806,135
Other Decreases in Fund Resources					
594-595	Capital Expenditures	698,549	447,955	-	213,629
591-593, 599	Debt Service	887,084	98,194	-	-
597	Transfers-Out	809,831	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	47,135	-	-	-
Total Other Decreases in Fund Resources:		2,442,599	546,149	-	213,629
Increase (Decrease) in Cash and Investments:		1,511,948	712,141	(3,472)	235,201
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	1,796,791	-	-	-
50841	Committed	4,637,524	-	-	633,578
50851	Assigned	2,601,049	1,938,177	9,527	69,341
50891	Unassigned	1,914,617	1,914,617	-	-
Total Ending Cash and Investments		10,949,981	3,852,794	9,527	702,919

The accompanying notes are an integral part of this statement.

City of Clarkston
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		104 Transportation Benefit Dist.	108 Drug Enforcement Fund	120 Ambulance / Ems Fund	130 Lodging Tax Fund
Beginning Cash and Investments					
308	Beginning Cash and Investments	1,412,834	10,881	535,140	580,714
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	630,058	-	677,008	66,209
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	230,786	-
340	Charges for Goods and Services	-	-	448,850	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	14,789	75	5,326	5,128
Total Revenues:		644,847	75	1,361,970	71,337
Expenditures					
510	General Government	-	-	23,527	-
520	Public Safety	-	4,250	1,010,030	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	89,840
Total Expenditures:		-	4,250	1,033,557	89,840
Excess (Deficiency) Revenues over Expenditures:		644,847	(4,175)	328,413	(18,503)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	14,044	-
Total Other Increases in Fund Resources:		-	-	14,044	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	15,785	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	800,106	-	9,725	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		800,106	-	25,510	-
Increase (Decrease) in Cash and Investments:		(155,259)	(4,175)	316,947	(18,503)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	1,257,575	-	-	-
50841	Committed	-	-	852,086	562,211
50851	Assigned	-	6,706	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		1,257,575	6,706	852,086	562,211

The accompanying notes are an integral part of this statement.

City of Clarkston
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2020

		306 Municipal Cap Imprvment	400 Sewer M & O Fund	409 Stormwater O & M	410 Sanitation O & M Fund
Beginning Cash and Investments					
308	Beginning Cash and Investments	493,985	2,435,667	39,467	308,213
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	78,548	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	-
340	Charges for Goods and Services	-	2,253,214	433,896	1,329,282
350	Fines and Penalties	-	5,990	5,990	5,990
360	Miscellaneous Revenues	4,766	28,355	709	3,633
Total Revenues:		83,314	2,287,559	440,595	1,338,905
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	1,398,946	412,335	1,119,167
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	1,398,946	412,335	1,119,167
Excess (Deficiency) Revenues over Expenditures:		83,314	888,613	28,260	219,738
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	10,551	-	55,797
Total Other Increases in Fund Resources:		-	10,551	-	55,797
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	16,180	-	5,000
591-593, 599	Debt Service	-	752,983	-	35,907
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	47,135
Total Other Decreases in Fund Resources:		-	769,163	-	88,042
Increase (Decrease) in Cash and Investments:		83,314	130,001	28,260	187,493
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	539,216	-	-
50841	Committed	-	2,026,208	67,729	495,712
50851	Assigned	577,298	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		577,298	2,565,424	67,729	495,712

The accompanying notes are an integral part of this statement.

City of Clarkston
Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 - Summary of Significant Accounting Policies

The City of Clarkston was incorporated on August 4, 1902 and operates under the laws of the state of Washington applicable to a code city with a mayor-council form of government. The City of Clarkston is a general purpose local government and provides police, fire, ambulance, community development, parks, sewer, streets, surface water management, and sanitation services.

The City 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 for proprietary and fiduciary funds are presented using classifications that are different from the ending net position classifications 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, except for fiduciary funds, which are presented by fund types. The total column is presented as "memo only" because any interfund activities are not eliminated. The following fund types are used:

GOVERNMENTAL FUND TYPE:

General Fund

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.

Special Revenue Funds

These funds account for specific revenue sources that are restricted or committed to expenditures for specified purposes of the government.

Capital Projects Funds

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

PROPRIETARY FUND TYPES:

Enterprise Funds

These funds account for operations that provide goods or services to the general public and are supported primarily through user charges.

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 City also recognizes expenditures paid during twenty days after the close of the fiscal year for claims incurred during the previous period.

C. Deposits and Investments

See Note 3 - Deposits and Investments.

D. Capital Assets

Capital assets are assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of 3 years. Capital assets and inventory are recorded as capital expenditures when purchased.

E. Compensated Absences

Vacation leave may be accumulated up to 1.5 times the annual earnable amount for each employee and is payable upon separation or retirement. Sick leave may be accumulated up to 960 hours, with larger accumulative amounts as determined by collective bargaining agreements. Upon separation or retirement employees with a hire date prior to December 31, 2016 (or as otherwise authorized by CBA) are compensated for a portion of unused sick leave. Payments are recognized as expenditures when paid.

F. Long-Term Debt

See Note 5 – Long-Term Debt.

G. Restricted and Committed Portion of Ending Cash and Investments

Beginning and Ending Cash and Investments is reported as restricted or committed when it is subject to restrictions on use imposed by external parties or due to internal commitments established by the City Council. When expenditures that meet restrictions are incurred, the City intends to use the most restricted resources first.

Restrictions and commitments of Ending Cash and Investments consist of:

<u>Restricted/Committed Funds</u>	<u>Ending Cash/Investments</u>	<u>Reserved by:</u>
405 - WWTP Const Fund	\$106,344	Debt requirement
406 - Sewer Revenue Bond Fund	\$345,000	Bond covenants
407 - PWTF Loans – Sewer Fund	\$5,272	Loan agreements
408 - SRF Loan Fund	\$82,600	Loan agreements
104 - TBD Fund	\$1,257,575	RCW 36.73
103 - Street Fund	\$633,578	Ordinance 550
120 - Ambulance Fund	\$852,086	Ordinance 1408
130 - Lodging Tax Fund	\$562,211	Resolution 2006-05
400 - Sewer O&M Fund	\$2,026,208	Ordinance 1633
409 - Stormwater O&M Fund	\$67,729	Ordinance 1615
410 - Sanitation O&M Fund	\$495,712	Ordinance 1634

Note 2 – Budget Compliance

The City adopts annual appropriated budgets for all 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/Department	Final Appropriated Amounts	Actual Expenditures	Variance
001 – General Fund	\$4,822,196	\$4,569,893	\$252,303
004 – CE Reserve *	\$0	\$0	\$0
006 – Emp Benefit Reserve *	\$0	\$0	\$0
007 – Community Projects *	\$0	\$0	\$0
010 – National Night Out *	\$1,000	\$35	\$965
011 – Victim’s Rights *	\$16,500	\$3,435	\$13,065
016 – Vehicle Reserve *	\$43,000	\$43,000	\$0
017 – DARE Fund *	\$0	\$0	\$0
037 - CDBG Fund *	\$0	\$0	\$0
102 – Rescue One	\$3,000	\$5,286	(\$2,286)
103 – Street Fund	\$2,083,109	\$1,373,679	\$709,430
104 – Trans Benefit District	\$1,041,099	\$800,106	\$240,993
105 – Street Reserve **	\$0	\$0	\$0
108 – Drug Enforcement	\$11,000	\$4,250	\$6,750
120 – Ambulance	\$1,230,296	\$1,101,068	\$129,228
121 – EMS Capital Reserve ***	\$0	\$0	\$0
130 – Lodging Tax	\$104,400	\$89,840	\$14,560
306 – Muni Cap Improvement	\$0	\$0	\$0
400 – Sewer O & M	\$2,201,865	\$2,236,471	(\$34,606)
401 – Sewer Equip Reserve +	\$0	\$0	\$0
402 – Sewer Line Reserve +	\$0	\$0	\$0
403 – Sewer Cap Replacement+	\$0	\$0	\$0
404 – Sewer Reserve +	\$0	\$0	\$0
405 – Sewer Construction +	\$0	\$0	\$0
406 – Sewer Revenue Bond +	\$340,391	\$339,991	\$400
407 – PWTF Loan Fund +	\$369,000	\$368,982	\$18
408 – SRF Loan Fund +	\$44,209	\$44,009	\$200
409 – Stormwater O & M	\$1,003,467	\$412,333	\$591,134
410 – Sanitation O & M	\$1,375,590	\$1,210,067	\$165,523
411 – Sanitation Equip Reserve^	\$0	\$0	\$0

Funds marked with (*) roll up to 001, (**) roll to 103, (***) roll to 120, (+) roll to 400 and (^) roll to 410.

Budgeted amounts are authorized to be transferred between departments within any fund/object classes within departments; however, any revisions that alter the total expenditures of a fund, or that affect the number of authorized employee positions, salary ranges, hours, or other conditions of employment must be approved by the City’s legislative body.

Note 3 – Deposits and Investments

LGIP investments are amortized value, U.S Government Securities are original value and Twin River Bank CD is reported at fair value. Investments by type at December 31, 2020 are as follows:

Type of deposit or investment	City's own deposits and investments	Deposits and investments held by the City as custodian for other local governments, individuals, or private organizations	Total
<u>L.G.I.P.</u>	<u>\$5,540,031</u>	<u>-0-</u>	<u>\$5,540,031</u>
<u>U.S. Government Securities</u>	<u>\$4,834,703</u>	<u>-0-</u>	<u>\$4,834,703</u>
<u>Twin River Bank CD</u>	<u>\$253,978</u>	<u>-0-</u>	<u>\$253,978</u>
Total	\$10,628,712	-0-	\$10,628,712

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

Investments in the State Local Government Investment Pool (LGIP)

The City is a voluntary participant in the Local Government Investment Pool, an external investment pool operated by the Washington State Treasurer. The pool is not rated and not registered with the SEC. Rather, oversight is provided by the State Finance Committee in accordance with Chapter 43.250 RCW.

Investments in the LGIP are reported at amortized cost, which is the same as the value of the pool per share. The LGIP does not impose any restrictions on participant withdrawals.

The Office of the State Treasurer prepares a stand-alone financial report for the pool. A copy of the report is available from the Office of the State Treasurer, PO Box 40200, Olympia, Washington 98504-0200, online at www.tre.wa.gov.

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 City or its agent in the government's name.

Note 4 - Property Tax

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

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

The City's regular levy for the year 2020 was \$2.080760444727 per \$1,000 on an assessed valuation of \$507,531,853 for a total regular levy of \$1,056,052.

In 2020 the City also levied \$1.387346857955 per \$1,000 of the assessed valuation of \$494,300,324 (which is the adjusted assessed valuation deducting the senior citizen exemptions) for E.M.S. levy for a total additional levy of \$685,766.

Note 5 – Long-Term Debt (formerly Debt Service Requirements)

The accompanying Schedule of Liabilities (09) provides more details of the outstanding debt and liabilities of the City and summarizes the City's debt transactions for year ended December 31, 2020.

The debt service requirements for general obligation bonds, revenue bonds and other debt (Public Works Trust Fund Loan) including both principal and interest, are as follows:

	Principal	Interest	Total Debt
2021	\$617,635	\$272,047	\$889,682
2022	\$583,469	\$262,857	\$846,326
2023	\$589,356	\$253,897	\$843,253
2024	\$600,267	\$244,732	\$844,999
2025	\$611,202	\$234,198	\$845,400
2026-2030	\$3,240,912	\$991,989	\$4,232,902
2031-2035	\$2,873,052	\$676,679	\$3,549,731
2036-2040	\$3,073,728	\$378,400	\$3,452,128
2041-2043	\$1,039,746	\$62,974	\$1,102,720
Totals	\$13,229,367	\$3,377,774	\$16,607,141

Note 6 - Pension Plans

A. State Sponsored Pension Plans

Substantially all the City'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: Public Employees' Retirement System (PERS) and Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF).

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

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
PO Box 48380
Olympia, WA 98504-8380

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

The City 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.

At June 30, 2020 (the measurement date of the plans) the City's proportionate share of the collective net pension liabilities, as reported on the Schedule 09, was as follows:

	Allocation %	Liability (Asset)
PERS 1	0.008099%	\$285,938
PERS 2/3	0.010729%	\$137,218
LEOFF 1	0.013645%	(\$257,687)
LEOFF 2	0.055274%	(\$1,127,509)
VFFRPF (Police)	0.06%	(\$21,770)
VFFRPF (Fire)	0.08%	(\$27,212)

LEOFF Plan 1

The City also participates in 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

The City 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 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.

Note 7 – Risk Management

The City of Clarkston is a member of the Washington Cities Insurance Authority (WCIA). Utilizing Chapter 48.62 RCW (self-insurance regulation) and Chapter 39.34 RCW (Interlocal Cooperation Act), nine cities originally formed WCIA on January 1, 1981. WCIA was created for the purpose of providing a pooling mechanism for jointly purchasing insurance, jointly self-insuring, and / or jointly contracting for risk management services. WCIA has a total of 162 members.

New members initially contract for a three-year term, and thereafter automatically renew on an annual basis. A one-year withdrawal notice is required before membership can be terminated. Termination does not relieve a former member from its unresolved loss history incurred during membership.

Liability coverage is written on an occurrence basis, with a vehicle deductible of \$1000 and a property deductible of \$25,000. Coverage includes general, automobile, police, errors or omissions, stop gap, employment practices and employee benefits liability. Limits are \$4 million per occurrence in the self-insured layer, and \$21 million in limits above the self-insured layer is provided by reinsurance. Total limits are \$25 million per occurrence subject to aggregates and sublimits. The Board of Directors determines the limits and terms of coverage annually.

Insurance for property, automobile physical damage, fidelity, inland marine, and boiler and machinery coverage are purchased on a group basis. Various deductibles apply by type of coverage. Property coverage is self-funded from the members' deductible to \$750,000, for all perils other than flood and earthquake, and insured above that to \$400 million per occurrence subject to aggregates and sublimits. Automobile physical damage coverage is self-funded from the members' deductible to \$250,000 and insured above that to \$100 million per occurrence subject to aggregates and sublimits.

In-house services include risk management consultation, loss control field services, and claims and litigation administration. WCIA contracts for certain claims investigations, consultants for personnel and land use issues, insurance brokerage, actuarial, and lobbyist services.

WCIA is fully funded by its members, who make annual assessments on a prospectively rated basis, as determined by an outside, independent actuary. The assessment covers loss, loss adjustment, reinsurance and other administrative expenses. As outlined in the interlocal, WCIA retains the right to additionally assess the membership for any funding shortfall.

An investment committee, using investment brokers, produces additional revenue by investment of WCIA's assets in financial instruments which comply with all State guidelines.

A Board of Directors governs WCIA, which is comprised of one designated representative from each member. The Board elects an Executive Committee and appoints a Treasurer to provide general policy direction for the organization. The WCIA Executive Director reports to the Executive Committee and is responsible for conducting the day to day operations of WCIA.

The City of Clarkston is self-insured for unemployment claims. The City had two claims for the year ending December 31, 2020. The total amount of these claims was \$585.46. The City reviews the prior year claims and fiscal condition to determine the possible exposure.

Note 8 – OPEB Plans

The LEOFF I Retiree Medical Plan is a closed, single employer, defined-benefit OPEB plan administered by the City of Clarkston. The plan pays for 100% of eligible retirees' healthcare costs on a pay-as-you-go basis. As of December 31, 2020, the plan had nine members, all retirees. As of December 31, 2020, the City of Clarkston's total OPEB liability was \$4,744,921, as calculated using the alternative measurement method. For the year ended December 31, 2020, the City of Clarkston paid \$201,237 in benefits.

Note 9 – COVID-19 Pandemic

In February 2020, the Governor of the state of Washington declared a state of emergency in response to the spread of the deadly new virus known as COVID-19. In the months following the declaration, precautionary measures to slow the spread of the virus were ordered. These measures included closing schools, cancelling public events, limiting public and private gatherings, and restricting business operations, travel and non-essential activities.

The primary impact to the City of Clarkston from COVID-19 restrictions was financial in nature. The City of Clarkston generates the majority of its revenue from sales tax. Approximately three-fourths of the current expense revenue is generated from collected sales tax. The closing of many businesses deemed non-essential, not only had an impact in 2020, but potentially for years to come, as small businesses are struggling even now to reopen. The Lewis-Clark Valley, which includes the cities of Clarkston, Asotin and Asotin County and the city of Lewiston and Nez Perce County, Idaho (separated only by the Snake River) relies heavily on tourism. This was also severely impacted by restrictions and limits from COVID-19. Because we are a "joint-community" the lack of restrictions in Idaho further exacerbated the issues in Clarkston by causing an outflux of Washington residents traveling to Idaho for retail, especially restaurant services. Many of the residents of Clarkston work in Idaho, and many Idaho residents work or shop in Clarkston. This put an additional strain on our public services such as Police, Fire, Sewer, Sanitation and Ambulance transport. Due to our geographic area and rural nature of our community, we are lacking infrastructure that allowed many entities to work remotely. As a result, the City had to mandate that all employees were essential in order to keep governmental services operational.

The length of time these measures will continue to be in place, and the full extent of the financial impact on the city is unknown at this time.

City of Clarkston
Schedule of Liabilities
For the Year Ended December 31, 2020

ID. No.	Description	Due Date	Beginning Balance	Additions	Reductions	Ending Balance
General Obligation Debt/Liabilities						
251.11	GO Bond, City Hall	12/1/2030	820,000	-	60,000	760,000
263.96	LOCAL #0197-5-1	6/1/2021	68,352	-	33,321	35,031
263.87	PWTF Loan PC 12-951-035	6/1/2041	7,694,400	-	349,746	7,344,654
Total General Obligation Debt/Liabilities:			8,582,752	-	443,067	8,139,685
Revenue and Other (non G.O.) Debt/Liabilities						
263.82	SRF Loan #L1200009	6/30/2032	466,695	-	32,016	434,679
252.11	Sewer Revenue Bond 2011	12/1/2041	1,805,000	-	55,000	1,750,000
252.11	Sewer Revenue Bond 2013	12/1/2043	2,980,000	-	75,000	2,905,000
259.12	Compensated Absences		484,069	440,636	380,134	544,571
264.30	Pension Liabilities		600,010	-	176,854	423,156
264.40	OPEB Liabilities		5,844,896	-	1,099,975	4,744,921
Total Revenue and Other (non G.O.) Debt/Liabilities:			12,180,670	440,636	1,818,979	10,802,327
Total Liabilities:			20,763,422	440,636	2,262,046	18,942,012

City of Clarkston
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Note
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
OFFICE ON VIOLENCE AGAINST WOMEN (OVW), JUSTICE, DEPARTMENT OF (via Washington State Department of Commerce)	Violence Against Women Formula Grants	16.588	F19-31103-003	14,178	-	-	1,3
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via Whitman County)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	F17-31440-016	21,205	-	-	1,3
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via Whitman County)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	F17-31440-216	5,142	-	-	1,3
Total CFDA 16.738:				26,347	-	-	
Highway Planning and Construction Cluster							
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	STPUS-9902 (036), LA-9593	91,428	-	-	1,3
Total Highway Planning and Construction Cluster:				91,428	-	-	
Highway Safety Cluster							
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington Association of Sheriffs and Police Chiefs)	State and Community Highway Safety	20.600	n/a	500	-	-	1,3
Total Highway Safety Cluster:				500	-	-	

The accompanying notes are an integral part of this schedule.

City of Clarkston
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via Washington State Department of Commerce)	COVID 19 - Coronavirus Relief Fund	21.019	20-6451C-140	324,225	-	324,225	-	1,3
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF	Assistance to Firefighters Grant	97.044	EMW-2019-FG- 01017	-	161,905	161,905	-	1,3
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF	Assistance to Firefighters Grant	97.044	EMW-2020-FG- 00798	-	6,711	6,711	-	1,3
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF	Assistance to Firefighters Grant	97.044	EMW-2018-FO- 01923	-	201,007	201,007	-	1,3
Total CFDA 97.044:				-	369,623	369,623	-	
Total Federal Awards Expended:				456,678	369,623	826,301	-	

The accompanying notes are an integral part of this schedule.

City of Clarkton

**Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020**

Note 1 – Basis of Accounting

This Schedule is prepared on the same basis of accounting as the City's financial statements. The City of Clarkton uses the cash basis of accounting.

Note 2 – Federal De Minimis Indirect Cost Rate

The City has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance. The election of the 10-percent de minimis indirect cost rate is accepted by the City, as the City does not have a negotiated rate. The amount expended includes \$ 0 claimed as an indirect cost recovery using an approved indirect cost rate of 10 percent.

Note 3 – Program Costs

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the City's portion, may be more than shown. Such expenditures are recognized following, as applicable, either the cost principles in the OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.