

**Basic Financial Statements**  
**Government-wide Financial Statements**

**Statement of Net Position**

June 30, 2016

(expressed in thousands)

Continued

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
<b>ASSETS</b>				
Cash and pooled investments	\$ 7,172,831	\$ 7,100,084	\$ 14,272,915	\$ 182,494
Taxes receivable (net of allowance for uncollectibles)	3,883,499	-	3,883,499	-
Other receivables (net of allowance for uncollectibles)	2,276,547	1,536,551	3,813,098	172,137
Internal balances	160,859	(160,859)	-	-
Due from other governments	4,001,651	108,254	4,109,905	-
Inventories and prepaids	116,806	62,240	179,046	29,500
Restricted cash and investments	432,954	3,613	436,567	5,030
Restricted receivables, current	120,796	4,234	125,030	-
Investments, noncurrent	5,727,579	16,303,543	22,031,122	159,187
Restricted investments, noncurrent	-	58,622	58,622	16,873
Restricted receivables, noncurrent	1,521	-	1,521	-
Restricted net pension asset	1,467,363	296	1,467,659	-
Other assets	-	318,387	318,387	192,339
Capital assets:				
Non-depreciable assets	27,940,480	139,775	28,080,255	76,428
Depreciable assets (net of accumulated depreciation)	11,021,021	2,778,297	13,799,318	674,141
Total capital assets	38,961,501	2,918,072	41,879,573	750,569
<b>Total Assets</b>	<b>64,323,907</b>	<b>28,253,037</b>	<b>92,576,944</b>	<b>1,508,129</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows on hedging derivatives	1,196	-	1,196	572
Deferred outflows on refundings	4,210	31,303	35,513	6,066
Deferred outflows on pensions	765,410	94,796	860,206	2,017
<b>Total Deferred Outflows of Resources</b>	<b>770,816</b>	<b>126,099</b>	<b>896,915</b>	<b>8,655</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 65,094,723</b>	<b>\$ 28,379,136</b>	<b>\$ 93,473,859</b>	<b>\$ 1,516,784</b>

The notes to the financial statements are an integral part of this statement.

**Statement of Net Position**

June 30, 2016

(expressed in thousands)

	Primary Government			Concluded
	Governmental	Business-Type	Total	Component Units
	Activities	Activities		
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 1,536,982	\$ 186,320	\$ 1,723,302	\$ 84,925
Contracts payable	105,497	17,147	122,644	-
Accrued liabilities	1,917,678	449,613	2,367,291	110,311
Obligations under security lending agreements	197,525	156,492	354,017	-
Due to other governments	1,481,497	59,569	1,541,066	-
Unearned revenues	403,991	56,849	460,840	10,239
Long-term liabilities:				
Due within one year	1,772,466	2,379,484	4,151,950	21,514
Due in more than one year	31,024,542	28,508,925	59,533,467	414,830
<b>Total Liabilities</b>	<b>38,440,178</b>	<b>31,814,399</b>	<b>70,254,577</b>	<b>641,819</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows on refundings	160	-	160	-
Deferred inflows on pensions	885,770	59,158	944,928	2,226
Deferred inflows on property taxes	-	-	-	26,744
<b>Total Deferred Inflows of Resources</b>	<b>885,930</b>	<b>59,158</b>	<b>945,088</b>	<b>28,970</b>
<b>NET POSITION</b>				
Net investment in capital assets	19,942,180	744,524	20,686,704	353,558
Restricted for:				
Unemployment compensation	-	4,484,992	4,484,992	-
Nonexpendable permanent endowments	2,440,835	-	2,440,835	-
Expendable endowment funds	1,131,720	-	1,131,720	-
Pensions	1,467,363	296	1,467,659	-
Wildlife and natural resources	1,002,335	-	1,002,335	-
Transportation	957,382	-	957,382	-
Budget stabilization	549,581	-	549,581	-
Higher education	174,351	-	174,351	-
Capital projects	17,614	-	17,614	-
Other purposes	776,022	-	776,022	15,501
Unrestricted	(2,690,768)	(8,724,233)	(11,415,001)	476,936
<b>Total Net Position</b>	<b>25,768,615</b>	<b>(3,494,421)</b>	<b>22,274,194</b>	<b>845,995</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 65,094,723</b>	<b>\$ 28,379,136</b>	<b>\$ 93,473,859</b>	<b>\$ 1,516,784</b>

The notes to the financial statements are an integral part of this statement.

**Statement of Activities**  
For the Fiscal Year Ended June 30, 2016  
(expressed in thousands)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
<b>Governmental Activities:</b>				
General government	\$ 1,657,671	\$ 852,839	\$ 230,138	\$ 15,696
Education - elementary and secondary (K-12)	10,152,823	20,811	1,052,529	-
Education - higher education	7,531,460	2,762,044	2,375,616	31,174
Human services	17,209,376	723,787	11,267,258	15,578
Adult corrections	983,373	7,321	2,294	-
Natural resources and recreation	1,263,727	467,587	189,347	68,936
Transportation	2,363,429	1,205,527	240,532	981,251
Interest on long-term debt	991,215	-	-	-
<b>Total Governmental Activities</b>	<b>42,153,074</b>	<b>6,039,916</b>	<b>15,357,714</b>	<b>1,112,635</b>
<b>Business-Type Activities:</b>				
Workers' compensation	3,238,325	2,556,687	8,819	-
Unemployment compensation	1,020,368	1,139,070	38,911	-
Higher education student services	2,494,528	2,395,313	21,533	-
Washington's lottery	534,538	697,723	-	-
Guaranteed education tuition program	(152,302)	(28,863)	-	-
Other	160,936	155,041	418	-
<b>Total Business-Type Activities</b>	<b>7,296,393</b>	<b>6,914,971</b>	<b>69,681</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 49,449,467</b>	<b>\$ 12,954,887</b>	<b>\$ 15,427,395</b>	<b>\$ 1,112,635</b>
<b>COMPONENT UNITS</b>	<b>\$ 1,165,117</b>	<b>\$ 1,092,866</b>	<b>\$ 68,189</b>	<b>\$ -</b>
Total Component Units	\$ 1,165,117	\$ 1,092,866	\$ 68,189	\$ -

**General Revenues:**

- Taxes, net of related credits:
- Sales and use
- Business and occupation
- Property
- Motor vehicle and fuel
- Excise
- Cigarette and tobacco
- Public utilities
- Insurance premium
- Other
- Interest and investment earnings

**Total general revenues**

- Excess (deficiency) of revenues over expenses before contributions to endowments and transfers
- Contributions to endowments
- Transfers
- Special item - Guaranteed education tuition program refunds and valuation change resulting from SB 5954
- Change in Net Position

**Net Position - Beginning, as restated**

**Net Position - Ending**

The notes to the financial statements are an integral part of this statement.

State of Washington

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Units
Governmental Activities	Business-Type Activities	Total	
\$ (558,998)	\$ -	\$ (558,998)	
(9,079,483)	-	(9,079,483)	
(2,362,626)	-	(2,362,626)	
(5,202,753)	-	(5,202,753)	
(973,758)	-	(973,758)	
(537,857)	-	(537,857)	
63,881	-	63,881	
(991,215)	-	(991,215)	
<u>(19,642,809)</u>	<u>-</u>	<u>(19,642,809)</u>	
	(672,819)	(672,819)	
	157,613	157,613	
	(77,682)	(77,682)	
	163,185	163,185	
	123,439	123,439	
	<u>(5,477)</u>	<u>(5,477)</u>	
	<u>(311,741)</u>	<u>(311,741)</u>	
<u>(19,642,809)</u>	<u>(311,741)</u>	<u>(19,954,550)</u>	
			<u>\$ (4,062)</u>
			<u>(4,062)</u>
9,740,192	-	9,740,192	-
3,636,385	-	3,636,385	-
2,062,065	-	2,062,065	19,902
1,485,618	-	1,485,618	-
1,203,145	21,391	1,224,536	-
450,805	-	450,805	-
468,734	-	468,734	-
534,663	-	534,663	-
1,109,947	-	1,109,947	479
168,244	998,511	1,166,755	8,797
<u>20,859,798</u>	<u>1,019,902</u>	<u>21,879,700</u>	<u>29,178</u>
1,216,989	708,161	1,925,150	25,116
	-	66,061	-
151,894	(151,894)	-	-
	<u>(318,837)</u>	<u>(318,837)</u>	<u>-</u>
1,434,944	237,430	1,672,374	25,116
<u>24,333,671</u>	<u>(3,731,851)</u>	<u>20,601,820</u>	<u>820,879</u>
<u>\$ 25,768,615</u>	<u>\$ (3,494,421)</u>	<u>\$ 22,274,194</u>	<u>\$ 845,995</u>

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**Basic Financial Statements**  
**Fund Financial Statements**

State of Washington

**Balance Sheet**  
**GOVERNMENTAL FUNDS**

June 30, 2016  
(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>					
<b>ASSETS</b>					
Cash and pooled investments	\$ 2,376,759	\$ 164,346	\$ 413,515	\$ 3,407,647	\$ 6,362,267
Investments	47,194	1,746,775	3,617,378	325,010	5,736,357
Taxes receivable (net of allowance)	3,676,344	8,537	-	198,618	3,883,499
Receivables (net of allowance)	198,327	1,111,947	102,444	841,060	2,253,778
Due from other funds	268,587	337,104	8	361,557	967,256
Due from other governments	1,039,195	264,023	-	2,562,093	3,865,311
Inventories and prepaids	15,104	26,362	-	48,082	89,548
Restricted cash and investments	37,815	15,448	-	184,591	237,854
Restricted receivables	56,580	5,633	-	3,570	65,783
<b>Total Assets</b>	<b>7,715,905</b>	<b>3,680,175</b>	<b>4,133,345</b>	<b>7,932,228</b>	<b>23,461,653</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred outflows on hedging derivatives	-	-	-	1,196	1,196
<b>Total Deferred Outflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,196</b>	<b>1,196</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 7,715,905</b>	<b>\$ 3,680,175</b>	<b>\$ 4,133,345</b>	<b>\$ 7,933,424</b>	<b>\$ 23,462,849</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 980,499	\$ 72,463	\$ 37,453	\$ 387,245	\$ 1,477,660
Contracts payable	48,183	3,089	2,603	42,008	95,883
Accrued liabilities	249,024	394,640	683,985	157,969	1,485,618
Obligations under security lending agreements	110,095	719	211	78,575	189,600
Due to other funds	278,177	87,179	3,575	466,242	835,173
Due to other governments	1,041,557	23,672	-	195,240	1,260,469
Unearned revenue	98,907	231,824	-	70,395	401,126
Claims and judgments payable	49,085	-	-	82,774	131,859
<b>Total Liabilities</b>	<b>2,855,527</b>	<b>813,586</b>	<b>727,827</b>	<b>1,480,448</b>	<b>5,877,388</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue	1,630,111	6,298	15,354	139,579	1,791,342
Deferred inflows on hedging derivatives	-	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>1,630,111</b>	<b>6,298</b>	<b>15,354</b>	<b>139,579</b>	<b>1,791,342</b>
<b>FUND BALANCES</b>					
Nonspendable fund balance	45,578	10,542	2,235,581	247,066	2,538,767
Restricted fund balance	558,708	50,449	1,154,583	2,845,265	4,609,005
Committed fund balance	114,958	2,781,000	-	3,232,887	6,128,845
Assigned fund balance	1,155,952	18,300	-	-	1,174,252
Unassigned fund balance	1,355,071	-	-	(11,821)	1,343,250
<b>Total Fund Balances</b>	<b>3,230,267</b>	<b>2,860,291</b>	<b>3,390,164</b>	<b>6,313,397</b>	<b>15,794,119</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 7,715,905</b>	<b>\$ 3,680,175</b>	<b>\$ 4,133,345</b>	<b>\$ 7,933,424</b>	<b>\$ 23,462,849</b>

The notes to the financial statements are an integral part of this statement.

**Reconciliation of the Balance Sheet  
to the Statement of Net Position  
GOVERNMENTAL FUNDS**

June 30, 2016  
(expressed in thousands)

**Total Fund Balances for Governmental Funds** \$ 15,794,119

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Non-depreciable assets	\$ 27,895,566	
Depreciable assets	19,549,575	
Less: Accumulated depreciation	<u>(9,265,013)</u>	
Total capital assets		38,180,128

Some of the state's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are considered deferred inflows in the funds. 1,791,342

Certain pension trust funds have been funded in excess of the annual required contributions, creating a year-end asset. This asset is not a financial resource and therefore is not reported in the funds. 1,467,363

Deferred outflows of resources represent a consumption of fund equity that will be reported as an outflow of resources in a future period and therefore are not reported in the funds. 732,057

Deferred inflows of resources represent an acquisition of fund equity that will be recognized as an inflow of resources in a future period and therefore are not reported in the funds. (865,913)

Unmatured interest on general obligation bonds is not recognized in the funds until due. (399,534)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. (334,072)

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Bonds and other financing contracts payable	\$ (22,508,002)	
Accreted interest on bonds	(479,226)	
Compensated absences	(542,083)	
Other postemployment benefits obligations	(2,372,657)	
Net pension liability	(3,582,081)	
Unclaimed property	(165,215)	
Pollution remediation obligations	(154,145)	
Claims and judgments	(114,253)	
Other obligations	<u>(679,213)</u>	
Total long-term liabilities		<u>(30,596,875)</u>

**Net Position of Governmental Activities** \$ 25,768,615

The notes to the financial statements are an integral part of this statement.

**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**GOVERNMENTAL FUNDS**

For the Fiscal Year Ended June 30, 2016  
*(expressed in thousands)*

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
<b>REVENUES</b>					
Retail sales and use taxes	\$ 9,622,982	\$ -	\$ -	\$ 117,210	\$ 9,740,192
Business and occupation taxes	3,631,559	-	-	4,826	3,636,385
Property taxes	2,062,065	-	-	-	2,062,065
Excise taxes	933,247	39,155	-	230,743	1,203,145
Motor vehicle and fuel taxes	-	-	-	1,485,618	1,485,618
Other taxes	1,938,117	177,840	-	251,537	2,367,494
Licenses, permits, and fees	116,334	969	-	1,648,361	1,765,664
Other contracts and grants	241,734	940,751	-	254,331	1,436,816
Timber sales	3,993	-	21,107	123,567	148,667
Federal grants-in-aid	12,195,980	1,434,721	-	1,402,832	15,033,533
Charges for services	41,764	2,552,198	-	676,893	3,270,855
Investment income (loss)	25,662	52,082	11,268	79,232	168,244
Miscellaneous revenue	253,925	97,945	2,121	485,623	839,614
Contributions and donations	-	-	66,061	-	66,061
Unclaimed property	70,338	-	-	-	70,338
<b>Total Revenues</b>	<b>31,137,700</b>	<b>5,295,661</b>	<b>100,557</b>	<b>6,760,773</b>	<b>43,294,691</b>
<b>EXPENDITURES</b>					
Current:					
General government	802,422	1,350	149	484,956	1,288,877
Human services	17,071,814	-	-	964,774	18,036,588
Natural resources and recreation	534,497	-	1,250	678,610	1,214,357
Transportation	67,467	-	-	1,887,386	1,954,853
Education	11,403,114	5,081,840	1,681	435,070	16,921,705
Intergovernmental	119,340	-	-	372,829	492,169
Capital outlays	110,996	245,970	5,295	1,837,725	2,199,986
Debt service:					
Principal	8,339	22,489	-	1,008,841	1,039,669
Interest	3,262	18,334	-	977,154	998,750
<b>Total Expenditures</b>	<b>30,121,251</b>	<b>5,369,983</b>	<b>8,375</b>	<b>8,647,345</b>	<b>44,146,954</b>
<b>Excess of Revenues</b>					
<b>Over (Under) Expenditures</b>	<b>1,016,449</b>	<b>(74,322)</b>	<b>92,182</b>	<b>(1,886,572)</b>	<b>(852,263)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Bonds issued	89,119	73,228	-	1,304,737	1,467,084
Refunding bonds issued	-	-	-	860,870	860,870
Payments to escrow agents for refunded bond debt	-	-	-	(1,040,394)	(1,040,394)
Issuance premiums	12,617	7,027	-	409,819	429,463
Other debt issued	74,636	27,223	-	67	101,926
Refunding COPs issued	-	31,095	-	1,625	32,720
Payment to escrow agents for refunded COP debt	-	(38,284)	-	(2,083)	(40,367)
Transfers in	577,490	763,475	26,873	2,949,351	4,317,189
Transfers out	(1,205,463)	(757,891)	(195,309)	(2,021,448)	(4,180,111)
<b>Total Other Financing Sources (Uses)</b>	<b>(451,601)</b>	<b>105,873</b>	<b>(168,436)</b>	<b>2,462,544</b>	<b>1,948,380</b>
<b>Net Change in Fund Balances</b>	<b>564,848</b>	<b>31,551</b>	<b>(76,254)</b>	<b>575,972</b>	<b>1,096,117</b>
<b>Fund Balances - Beginning</b>	<b>2,665,419</b>	<b>2,828,740</b>	<b>3,466,418</b>	<b>5,737,425</b>	<b>14,698,002</b>
<b>Fund Balances - Ending</b>	<b>\$ 3,230,267</b>	<b>\$ 2,860,291</b>	<b>\$ 3,390,164</b>	<b>\$ 6,313,397</b>	<b>\$ 15,794,119</b>

The notes to the financial statements are an integral part of this statement.

**Reconciliation of the Statement of Revenues, Expenditures and  
Changes in Fund Balances to the Statement of Activities  
GOVERNMENTAL FUNDS**

For the Fiscal Year Ended June 30, 2016  
(expressed in thousands)

**Net Change in Fund Balances - Total Governmental Funds** \$ 1,096,117

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlays	\$ 1,802,838	
Less: Depreciation expense	<u>(629,991)</u>	1,172,847

Some revenues in the Statement of Activities do not provide current financial resources, and therefore, are unavailable in governmental funds. Also, revenues related to prior periods that became available during the current period are reported in governmental funds but are eliminated in the Statement of Activities. This amount is the net adjustment.

182,010

Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net position of the internal service funds is reported with governmental activities.

(73,322)

Bond proceeds and other financing contracts provide current financial resources to governmental funds, while the repayment of the related debt principal consumes those financial resources. These transactions, however, have no effect on net position. In the current period, these amounts consist of:

Bonds and other financing contracts issued	\$ (2,870,185)	
Principal payments on bonds and other financing contracts	2,098,621	
Accreted interest on bonds	<u>(7,275)</u>	(778,839)

Some expenses/revenue reductions reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not recognized in governmental funds. Also payments of certain obligations related to prior periods are recognized in governmental funds but are eliminated in the Statement of Activities. In the current period, the net adjustments consist of:

Compensated absences	\$ (24,640)	
Other postemployment benefits	(370,504)	
Pensions	462,027	
Pollution remediation	15,553	
Claims and judgments	(73,231)	
Accrued interest	(8,232)	
Unclaimed property	(34,559)	
Other obligations	<u>(130,283)</u>	<u>(163,869)</u>

**Change in Net Position of Governmental Activities** \$ 1,434,944

The notes to the financial statements are an integral part of this statement.

**Statement of Net Position**  
**PROPRIETARY FUNDS**

June 30, 2016

*(expressed in thousands)*

	Business-Type Activities			
	Enterprise Funds			
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services	Guaranteed Education Tuition Program
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and pooled investments	\$ 43,560	\$ 4,057,707	\$ 887,674	\$ 6,715
Investments	1,792,743	-	23,782	157,950
Receivables (net of allowance)	821,354	453,613	216,973	19,157
Due from other funds	70	3,092	27,438	15
Due from other governments	1,376	25,998	63,021	-
Inventories	201	-	40,652	-
Prepaid expenses	1,973	-	10,873	-
Restricted cash and investments	640	-	2,973	-
Restricted receivables	-	-	4,234	-
<b>Total Current Assets</b>	<b>2,661,917</b>	<b>4,540,410</b>	<b>1,277,620</b>	<b>183,837</b>
<b>Noncurrent Assets:</b>				
Investments, noncurrent	13,909,624	-	215,910	2,042,985
Restricted investments, noncurrent	2,048	-	56,574	-
Restricted receivables, noncurrent	-	-	-	-
Restricted net pension asset	-	-	296	-
Other noncurrent assets	2,975	-	145,465	169,942
<b>Capital assets:</b>				
Land and other non-depreciable assets	3,240	-	57,600	-
Buildings	65,134	-	3,503,869	-
Other improvements	1,289	-	97,128	-
Furnishings, equipment, and intangibles	102,826	-	625,420	104
Infrastructure	-	-	49,335	-
Accumulated depreciation	(114,591)	-	(1,574,429)	(93)
Construction in progress	9,554	-	66,722	-
<b>Total Noncurrent Assets</b>	<b>13,982,099</b>	<b>-</b>	<b>3,243,890</b>	<b>2,212,938</b>
<b>Total Assets</b>	<b>16,644,016</b>	<b>4,540,410</b>	<b>4,521,510</b>	<b>2,396,775</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows on refundings	-	-	31,214	-
Deferred outflows on pensions	24,825	-	61,729	267
<b>Total Deferred Outflows of Resources</b>	<b>24,825</b>	<b>-</b>	<b>92,943</b>	<b>267</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 16,668,841</b>	<b>\$ 4,540,410</b>	<b>\$ 4,614,453</b>	<b>\$ 2,397,042</b>

The notes to the financial statements are an integral part of this statement.

State of Washington

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Continued

<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities Internal Service Funds</u>
\$ 111,739	\$ 5,107,395	\$ 750,666
18,214	1,992,689	16,144
25,454	1,536,551	22,769
15,549	46,164	76,399
4,685	95,080	35,002
8,268	49,121	14,523
273	13,119	12,734
-	3,613	195,100
-	4,234	55,013
<u>184,182</u>	<u>8,847,966</u>	<u>1,178,350</u>
135,024	16,303,543	34,976
-	58,622	-
-	-	1,521
-	296	-
5	318,387	-
1,540	62,380	6,182
12,828	3,581,831	517,328
2,376	100,793	15,581
32,284	760,634	923,659
-	49,335	2,043
(25,183)	(1,714,296)	(722,152)
<u>1,119</u>	<u>77,395</u>	<u>38,732</u>
<u>159,993</u>	<u>19,598,920</u>	<u>817,870</u>
<u>344,175</u>	<u>28,446,886</u>	<u>1,996,220</u>
89	31,303	366
<u>7,975</u>	<u>94,796</u>	<u>37,196</u>
<u>8,064</u>	<u>126,099</u>	<u>37,562</u>
<u>\$ 352,239</u>	<u>\$ 28,572,985</u>	<u>\$ 2,033,782</u>

**Statement of Net Position  
PROPRIETARY FUNDS**

June 30, 2016

(expressed in thousands)

	Business-Type Activities			
	Enterprise Funds			
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services	Guaranteed Education Tuition Program
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>				
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts payable	\$ 3,999	\$ -	\$ 173,064	\$ 155
Contracts payable	7,770	57	9,319	186,000
Accrued liabilities	183,091	8,300	244,656	9,551
Obligations under security lending agreements	114,917	-	-	41,575
Bonds and notes payable	-	-	107,787	-
Due to other funds	6,126	15,358	166,661	154
Due to other governments	3	31,703	5,465	-
Unearned revenue	7,458	-	48,242	-
Claims and judgments payable	2,011,766	-	2,854	42
<b>Total Current Liabilities</b>	<b>2,335,130</b>	<b>55,418</b>	<b>758,048</b>	<b>237,477</b>
<b>Noncurrent Liabilities:</b>				
Claims and judgments payable	23,840,752	-	-	-
Bonds and notes payable	-	-	2,165,362	-
Net pension liability	129,684	-	321,183	1,345
Other long-term liabilities	61,730	-	256,348	1,540,602
<b>Total Noncurrent Liabilities</b>	<b>24,032,166</b>	<b>-</b>	<b>2,742,893</b>	<b>1,541,947</b>
<b>Total Liabilities</b>	<b>26,367,296</b>	<b>55,418</b>	<b>3,500,941</b>	<b>1,779,424</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows on refundings	-	-	-	-
Deferred inflows on pensions	19,117	-	34,591	150
<b>Total Deferred Inflows of Resources</b>	<b>19,117</b>	<b>-</b>	<b>34,591</b>	<b>150</b>
<b>NET POSITION</b>				
Net investment in capital assets	67,452	-	657,959	11
Restricted for:				
Unemployment compensation	-	4,484,992	-	-
Pensions	-	-	296	-
Unrestricted	(9,785,024)	-	420,666	617,457
<b>Total Net Position</b>	<b>(9,717,572)</b>	<b>4,484,992</b>	<b>1,078,921</b>	<b>617,468</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 16,668,841</b>	<b>\$ 4,540,410</b>	<b>\$ 4,614,453</b>	<b>\$ 2,397,042</b>

The notes to the financial statements are an integral part of this statement.

State of Washington

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			Concluded
Nonmajor Enterprise Funds	Total	Governmental Activities	
		Internal Service Funds	
\$ 9,102	\$ 186,320	\$ 59,322	
-	203,146	1,514	
68,458	514,056	75,471	
-	156,492	7,925	
1,190	108,977	92,023	
25,287	213,586	40,984	
2,661	39,832	126,781	
1,149	56,849	2,865	
5,403	2,020,065	175,043	
113,250	3,499,323	581,928	
8,085	23,848,837	560,904	
4,763	2,170,125	563,754	
43,275	495,487	496,896	
135,796	1,994,476	144,354	
191,919	28,508,925	1,765,908	
305,169	32,008,248	2,347,836	
-	-	160	
5,300	59,158	19,858	
5,300	59,158	20,018	
19,102	744,524	178,903	
-	4,484,992	-	
-	296	-	
22,668	(8,724,233)	(512,975)	
41,770	(3,494,421)	(334,072)	
\$ 352,239	\$ 28,572,985	\$ 2,033,782	

**Statement of Revenues, Expenses, and Changes in Net Position  
PROPRIETARY FUNDS**

For the Fiscal Year Ended June 30, 2016  
(expressed in thousands)

	Business-Type Activities			
	Enterprise Funds			
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services	Guaranteed Education Tuition Program
<b>OPERATING REVENUES</b>				
Sales	\$ -	\$ -	\$ 92,045	\$ -
Less: Cost of goods sold	-	-	(57,648)	-
Gross profit	-	-	34,397	-
Charges for services	16	-	2,136,605	(29,047)
Premiums and assessments	2,516,256	1,124,773	-	-
Lottery ticket proceeds	-	-	-	-
Federal aid for unemployment insurance benefits	-	38,911	-	-
Miscellaneous revenue	40,421	14,296	167,805	185
<b>Total Operating Revenues</b>	<b>2,556,693</b>	<b>1,177,980</b>	<b>2,338,807</b>	<b>(28,862)</b>
<b>OPERATING EXPENSES</b>				
Salaries and wages	159,686	-	909,664	3,066
Employee benefits	62,817	-	264,603	726
Personal services	7,457	-	46,188	119
Goods and services	82,574	-	896,447	952
Travel	4,106	-	27,840	16
Premiums and claims	2,873,993	1,020,368	27	-
Guaranteed education tuition program expense	-	-	-	(157,184)
Lottery prize payments	-	-	-	-
Depreciation and amortization	10,206	-	172,988	3
Miscellaneous expenses	37,450	-	25,356	-
<b>Total Operating Expenses</b>	<b>3,238,289</b>	<b>1,020,368</b>	<b>2,343,113</b>	<b>(152,302)</b>
<b>Operating Income (Loss)</b>	<b>(681,596)</b>	<b>157,612</b>	<b>(4,306)</b>	<b>123,440</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Earnings (loss) on investments	874,953	86,894	31,996	(5,602)
Interest expense	(37)	-	(93,768)	-
Tax and license revenue	95	-	-	-
Other revenues (expenses)	8,814	-	20,391	(1)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>883,825</b>	<b>86,894</b>	<b>(41,381)</b>	<b>(5,603)</b>
<b>Income (Loss) Before Contributions and Transfers</b>	<b>202,229</b>	<b>244,506</b>	<b>(45,687)</b>	<b>117,837</b>
Capital contributions	-	-	-	-
Transfers in	-	-	445,410	-
Transfers out	-	-	(421,755)	-
Special item - refunds and valuation changes resulting from SB 5954	-	-	-	(318,837)
<b>Net Contributions, Transfers, and Special Items</b>	<b>-</b>	<b>-</b>	<b>23,655</b>	<b>(318,837)</b>
<b>Change in Net Position</b>	<b>202,229</b>	<b>244,506</b>	<b>(22,032)</b>	<b>(201,000)</b>
<b>Net Position - Beginning, as restated</b>	<b>(9,919,801)</b>	<b>4,240,486</b>	<b>1,100,953</b>	<b>818,468</b>
<b>Net Position - Ending</b>	<b>\$ (9,717,572)</b>	<b>\$ 4,484,992</b>	<b>\$ 1,078,921</b>	<b>\$ 617,468</b>

The notes to the financial statements are an integral part of this statement.

State of Washington

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Nonmajor Enterprise Funds		Total	Governmental Activities Internal Service Funds
\$ 91,194	\$ 183,239	\$ 43,590	
(61,197)	(118,845)	(36,093)	
29,997	64,394	7,497	
36,587	2,144,161	672,842	
25,793	3,666,822	1,505,296	
694,875	694,875	-	
-	38,911	-	
4,561	227,268	155,632	
791,813	6,836,431	2,341,267	
58,685	1,131,101	312,267	
23,916	352,062	134,294	
16,261	70,025	29,234	
91,221	1,071,194	334,418	
2,134	34,096	4,575	
-	3,894,388	1,491,918	
-	(157,184)	-	
432,901	432,901	-	
1,699	184,896	98,375	
999	63,805	476	
627,816	7,077,284	2,405,557	
163,997	(240,853)	(64,290)	
10,271	998,512	6,864	
(6,462)	(100,267)	(25,951)	
21,297	21,392	26	
174	29,378	(10,559)	
25,280	949,015	(29,620)	
189,277	708,162	(93,910)	
-	-	5,771	
13,861	459,271	85,549	
(189,411)	(611,166)	(70,732)	
-	(318,837)	-	
(175,550)	(470,732)	20,588	
13,727	237,430	(73,322)	
28,043	(3,731,851)	(260,750)	
\$ 41,770	\$ (3,494,421)	\$ (334,072)	

**Statement of Cash Flows**  
**PROPRIETARY FUNDS**

For the Fiscal Year Ended June 30, 2016  
(expressed in thousands)

	Business-Type Activities			
	Enterprise Funds			
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services	Guaranteed Education Tuition Program
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 2,461,807	\$ 1,289,326	\$ 2,219,659	\$ 95,016
Customer requested refunds - authorized by GET board	-	-	-	(370,913)
Payments to suppliers	(2,228,394)	(1,052,652)	(1,021,202)	(210,637)
Payments to employees	(218,103)	-	(1,130,823)	(3,678)
Other receipts	40,420	58,984	167,804	184
Net Cash Provided (Used) by Operating Activities	55,730	295,658	235,438	(490,028)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers in	-	-	445,410	-
Transfers out	-	-	(421,755)	-
Operating grants and donations received	8,528	-	25,396	-
Taxes and license fees collected	95	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	8,623	-	49,051	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Interest paid	(111)	-	(29,041)	-
Principal payments on long-term capital financing	(4,050)	-	(195,501)	-
Proceeds from long-term capital financing	-	-	266,545	-
Proceeds from sale of capital assets	14	-	5,634	-
Acquisitions of capital assets	(6,031)	-	(175,857)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(10,178)	-	(128,220)	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Receipt of interest	657,532	86,894	10,698	148,776
Proceeds from sale of investment securities	7,751,271	-	35,863	1,691,868
Purchases of investment securities	(8,494,034)	-	(63,437)	(1,355,010)
Net Cash Provided (Used) by Investing Activities	(85,231)	86,894	(16,876)	485,634
Net Increase (Decrease) in Cash and Pooled Investments	(31,056)	382,552	139,393	(4,394)
Cash and Pooled Investments, July 1	75,256	3,675,155	751,254	11,109
Cash and Pooled Investments, June 30	\$ 44,200	\$ 4,057,707	\$ 890,647	\$ 6,715
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating Income (Loss)	\$ (681,596)	\$ 157,612	\$ (4,306)	\$ (195,397)
<b>Adjustments to Reconcile Operating Income</b>				
<b>(Loss) to Net Cash Provided by Operations:</b>				
Depreciation	10,206	-	172,988	3
Revenue reduced for uncollectible accounts	35,625	-	1,232	-
<b>Change in Assets: Decrease (Increase)</b>				
Receivables	(54,900)	170,330	(2,099)	71,987
Inventories	32	-	(1,144)	-
Prepaid expenses	97	-	(713)	-
Other assets	-	-	84	-
<b>Change in Deferred Outflows of Resources: Increase (Decrease)</b>	(9,957)	-	(28,432)	(116)
<b>Change in Liabilities: Increase (Decrease)</b>				
Payables	780,721	(32,284)	162,708	(366,231)
<b>Change in Deferred Inflows of Resources: Decrease (Increase)</b>	(24,498)	-	(64,880)	(274)
<b>Net Cash or Cash Equivalents Provided by (Used in) Operating Activities</b>	\$ 55,730	\$ 295,658	\$ 235,438	\$ (490,028)

The notes to the financial statements are an integral part of this statement.

State of Washington

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Continued

			<b>Governmental Activities</b>
<b>Nonmajor Enterprise Funds</b>	<b>Total</b>	<b>Internal Service Funds</b>	
\$ 842,214	\$ 6,908,022	\$ 2,186,430	
-	(370,913)	-	
(603,997)	(5,116,882)	(1,784,419)	
(79,224)	(1,431,828)	(378,043)	
4,180	271,572	157,044	
<u>163,173</u>	<u>259,971</u>	<u>181,012</u>	
13,861	459,271	85,549	
(189,411)	(611,166)	(70,732)	
416	34,340	267	
<u>21,298</u>	<u>21,393</u>	<u>26</u>	
(153,836)	(96,162)	15,110	
(229)	(29,381)	(21,079)	
(410)	(199,961)	(68,816)	
-	266,545	116,442	
44	5,692	6,384	
<u>(2,276)</u>	<u>(184,164)</u>	<u>(115,134)</u>	
(2,871)	(141,269)	(82,203)	
45	903,945	5,719	
16,889	9,495,891	1,982	
<u>(6,511)</u>	<u>(9,918,992)</u>	<u>(760)</u>	
<u>10,423</u>	<u>480,844</u>	<u>6,941</u>	
16,889	503,384	120,860	
94,850	4,607,624	824,906	
<u>\$ 111,739</u>	<u>\$ 5,111,008</u>	<u>\$ 945,766</u>	
\$ 163,997	\$ (559,690)	\$ (64,290)	
1,699	184,896	98,375	
23	36,880	137	
(7,378)	177,940	(35,168)	
233	(879)	3,123	
141	(475)	(1,254)	
(360)	(276)	-	
<u>(3,767)</u>	<u>(42,272)</u>	<u>(18,022)</u>	
17,145	562,059	238,471	
<u>(8,560)</u>	<u>(98,212)</u>	<u>(40,360)</u>	
<u>\$ 163,173</u>	<u>\$ 259,971</u>	<u>\$ 181,012</u>	

**Statement of Cash Flows**  
**PROPRIETARY FUNDS**

For the Fiscal Year Ended June 30, 2016  
(expressed in thousands)

	Business-Type Activities			
	Enterprise Funds			
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services	Guaranteed Education Tuition Program
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>				
Contributions of capital assets	\$ -	\$ -	\$ -	\$ -
Acquisition of capital assets through capital leases	-	-	-	-
Amortization of annuity prize liability	-	-	-	-
Increase (decrease) in fair value of investments	219,640	-	1,129	153,725
Debt refunding deposited with escrow agent	-	-	63,735	-
Amortization of debt premium/discount	-	-	66,671	-
Increase in ownership of joint venture	-	-	19,978	-

The notes to the financial statements are an integral part of this statement.

			Concluded
			<b>Governmental Activities</b>
<b>Nonmajor Enterprise Funds</b>	<b>Total</b>	<b>Internal Service Funds</b>	
\$ -	\$ -	\$	5,771
-	-		111
6,284	6,284		-
10,226	384,720		1,196
4,810	68,545		8,020
-	66,671		-
-	19,978		-

**Statement of Net Position  
FIDUCIARY FUNDS**

June 30, 2016

(expressed in thousands)

	Private- Purpose Trust	Local Government Investment Pool	Pension and Other Employee Benefit Plans	Agency Funds
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and pooled investments	\$ 1,141	\$ 5,321,793	\$ 51,981	\$ 125,547
Investments	-	3,415,096	-	42,795
Receivables, pension and other employee benefit plans:				
Employers	-	-	188,904	-
Members (net of allowance)	-	-	3,554	-
Interest and dividends	-	-	303,850	-
Investment trades pending	-	-	2,832,864	-
Due from other pension and other employee benefit funds	-	-	145,717	-
Other receivables, all other funds	-	2,423	82	8,056
Due from other governments	-	-	-	19,524
<b>Total Current Assets</b>	<b>1,141</b>	<b>8,739,312</b>	<b>3,526,952</b>	<b>195,922</b>
<b>Noncurrent Assets:</b>				
Investments, noncurrent, pension and other employee benefit plans:				
Public equity	-	-	37,175,122	-
Fixed income	-	-	17,794,542	-
Private equity	-	-	17,446,347	-
Real estate	-	-	13,247,481	-
Security lending	-	-	682,235	-
Liquidity	-	-	1,962,372	-
Tangible assets	-	-	2,528,197	-
Investments, noncurrent, all other funds	896	988,429	-	305
Other noncurrent assets	-	-	-	48,384
Capital assets:				
Furnishings, equipment, and intangibles	37	-	-	-
Accumulated depreciation	(27)	-	-	-
<b>Total Noncurrent Assets</b>	<b>906</b>	<b>988,429</b>	<b>90,836,296</b>	<b>48,689</b>
<b>Total Assets</b>	<b>2,047</b>	<b>9,727,741</b>	<b>94,363,248</b>	<b>\$ 244,611</b>
<b>LIABILITIES</b>				
Accounts payable	127	-	-	\$ 8,051
Contracts payable	-	-	-	37,283
Accrued liabilities	137	178,889	2,842,665	130,315
Obligations under security lending agreements	-	-	685,035	2,927
Due to other funds	-	76	-	-
Due to other pension and other employee benefit funds	-	-	145,717	-
Due to other governments	-	5,402	-	17,651
Unearned revenue	-	-	1,337	-
Claims and judgments payable	3	-	-	-
Other long-term liabilities	-	-	-	48,384
<b>Total Liabilities</b>	<b>267</b>	<b>184,367</b>	<b>3,674,754</b>	<b>\$ 244,611</b>
<b>NET POSITION</b>				
Net position restricted for:				
Pensions	-	-	87,065,458	
Deferred compensation participants	-	-	3,623,036	
Local government pool participants	-	9,543,374	-	
Individuals, organizations, and other governments	1,780	-	-	
<b>Total Net Position</b>	<b>\$ 1,780</b>	<b>\$ 9,543,374</b>	<b>\$ 90,688,494</b>	

The notes to the financial statements are an integral part of this statement.

**Statement of Changes in Net Position  
FIDUCIARY FUNDS**

For the Fiscal Year Ended June 30, 2016  
(expressed in thousands)

	Private- Purpose Trust	Local Government Investment Pool	Pension and Other Employee Benefit Plans
<b>ADDITIONS</b>			
Contributions:			
Employers	\$ -	\$ -	\$ 2,026,737
Members	-	-	1,342,628
State	-	-	77,611
Participants	-	15,868,992	213,531
<b>Total Contributions</b>	<b>-</b>	<b>15,868,992</b>	<b>3,660,507</b>
Investment Income:			
Net appreciation (depreciation) in fair value	-	-	432,435
Interest and dividends	-	27,633	1,883,126
Less: Investment expenses	-	-	(344,318)
<b>Net Investment Income (Loss)</b>	<b>-</b>	<b>27,633</b>	<b>1,971,243</b>
Other Additions:			
Unclaimed property	75,221	-	-
Transfers from other plans	-	-	5,880
Miscellaneous revenue	-	-	4
<b>Total Other Additions</b>	<b>75,221</b>	<b>-</b>	<b>5,884</b>
<b>Total Additions</b>	<b>75,221</b>	<b>15,896,625</b>	<b>5,637,634</b>
<b>DEDUCTIONS</b>			
Pension benefits	-	-	3,867,361
Pension refunds	-	-	524,825
Transfers to other plans	-	-	5,880
Administrative expenses	5,145	1,291	3,061
Distributions to participants	-	15,008,069	215,450
Payments to or on behalf of individuals, organizations and other governments in accordance with state unclaimed property laws	71,211	-	-
<b>Total Deductions</b>	<b>76,356</b>	<b>15,009,360</b>	<b>4,616,577</b>
<b>Net Increase (Decrease)</b>	<b>(1,135)</b>	<b>887,265</b>	<b>1,021,057</b>
<b>Net Position - Beginning</b>	<b>2,915</b>	<b>8,656,109</b>	<b>89,667,437</b>
<b>Net Position - Ending</b>	<b>\$ 1,780</b>	<b>\$ 9,543,374</b>	<b>\$ 90,688,494</b>

The notes to the financial statements are an integral part of this statement.

**Statement of Net Position  
COMPONENT UNITS**

June 30, 2016

(expressed in thousands)

	Public Stadium	Health Benefit Exchange	Valley Medical Center	Northwest Hospital
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and pooled investments	\$ 8,611	\$ 755	\$ 74,215	\$ 18,726
Investments	-	-	16,374	86
Investments, restricted	3,740	-	-	1,290
Receivables (net of allowance)	916	11,760	79,026	47,515
Inventories	-	-	5,202	4,821
Prepaid expenses	24	767	13,894	4,524
<b>Total Current Assets</b>	<b>13,291</b>	<b>13,282</b>	<b>188,711</b>	<b>76,962</b>
<b>Noncurrent Assets:</b>				
Investments, noncurrent	-	-	113,628	45,559
Restricted investments, noncurrent	-	-	16,873	-
Other noncurrent assets	-	-	-	5,755
<b>Capital assets:</b>				
Land	34,677	-	13,414	10,817
Buildings	460,953	-	426,639	155,180
Other improvements	-	637	18,616	5,984
Furnishings, equipment and intangible assets	19,132	46,029	240,567	217,289
Accumulated depreciation	(233,084)	(42,652)	(360,011)	(281,467)
Construction in progress	-	-	13,508	4,012
<b>Total Noncurrent Assets</b>	<b>281,678</b>	<b>4,014</b>	<b>483,234</b>	<b>163,129</b>
<b>Total Assets</b>	<b>294,969</b>	<b>17,296</b>	<b>671,945</b>	<b>240,091</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows on hedging derivatives	-	-	-	-
Deferred outflows on refundings	-	-	-	6,066
Deferred outflows on pensions	24	1,993	-	-
<b>Total Deferred Outflows of Resources</b>	<b>24</b>	<b>1,993</b>	<b>-</b>	<b>6,066</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 294,993</b>	<b>\$ 19,289</b>	<b>\$ 671,945</b>	<b>\$ 246,157</b>

The notes to the financial statements are an integral part of this statement.

		Continued	
<b>Nonmajor Component</b>		<b>Units</b>	<b>Total</b>
\$	8,753	\$	111,060
	54,974		71,434
	-		5,030
	32,920		172,137
	-		10,023
	268		19,477
	<u>96,915</u>		<u>389,161</u>
	-		159,187
	-		16,873
	186,584		192,339
	-		58,908
	-		1,042,772
	-		25,237
	1,999		525,016
	(1,670)		(918,884)
	-		17,520
	<u>186,913</u>		<u>1,118,968</u>
	<u>283,828</u>		<u>1,508,129</u>
	572		572
	-		6,066
	-		2,017
	<u>572</u>		<u>8,655</u>
\$	<u>284,400</u>	\$	<u>1,516,784</u>

**Statement of Net Position**  
**COMPONENT UNITS**

June 30, 2016

(expressed in thousands)

	Public Stadium	Health Benefit Exchange	Valley Medical Center	Northwest Hospital
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>				
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts payable	\$ 19	\$ 11,079	\$ 18,215	\$ 17,200
Contracts payable	1,630	-	-	-
Accrued liabilities	4,289	695	82,263	41,703
Unearned revenue	-	-	-	-
<b>Total Current Liabilities</b>	<b>5,938</b>	<b>11,774</b>	<b>100,478</b>	<b>58,903</b>
<b>Noncurrent Liabilities:</b>				
Net pension liability	178	9,254	-	-
Other long-term liabilities	-	-	303,232	97,756
<b>Total Noncurrent Liabilities</b>	<b>178</b>	<b>9,254</b>	<b>303,232</b>	<b>97,756</b>
<b>Total Liabilities</b>	<b>6,116</b>	<b>21,028</b>	<b>403,710</b>	<b>156,659</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows on property taxes	-	-	26,744	-
Deferred inflows on pensions	79	1,417	-	-
<b>Total Deferred Inflows of Resources</b>	<b>79</b>	<b>1,417</b>	<b>26,744</b>	<b>-</b>
<b>NET POSITION</b>				
Net investment in capital assets	277,940	4,014	40,601	30,674
Restricted for:				
Deferred sales tax	3,703	-	-	-
Other purposes	-	-	8,034	2,681
Unrestricted	7,155	(7,170)	192,856	56,143
<b>Total Net Position</b>	<b>288,798</b>	<b>(3,156)</b>	<b>241,491</b>	<b>89,498</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 294,993</b>	<b>\$ 19,289</b>	<b>\$ 671,945</b>	<b>\$ 246,157</b>

The notes to the financial statements are an integral part of this statement.

		Concluded	
Nonmajor Component			
Units		Total	
\$ 38,412		\$ 84,925	
-		1,630	
1,245		130,195	
10,239		10,239	
49,896		226,989	
4,410		13,842	
-		400,988	
4,410		414,830	
54,306		641,819	
-		26,744	
730		2,226	
730		28,970	
329		353,558	
-		3,703	
1,083		11,798	
227,952		476,936	
229,364		845,995	
\$ 284,400		\$ 1,516,784	

**Statement of Revenues, Expenses, and Changes in Net Position**  
**COMPONENT UNITS**

For the Fiscal Year Ended June 30, 2016  
*(expressed in thousands)*

	Public Stadium	Health Benefit Exchange	Valley Medical Center	Northwest Hospital
<b>EXPENSES</b>	\$ 18,769	\$ 147,281	\$ 578,984	\$ 395,224
<b>PROGRAM REVENUES</b>				
Charges for services	3,605	82,041	565,897	372,750
Operating grants and contributions	-	47,675	-	14,936
<b>Total Program Revenues</b>	<b>3,605</b>	<b>129,716</b>	<b>565,897</b>	<b>387,686</b>
<b>Net Program Revenues (Expense)</b>	<b>(15,164)</b>	<b>(17,565)</b>	<b>(13,087)</b>	<b>(7,538)</b>
<b>GENERAL REVENUES</b>				
Earnings (loss) on investments	110	-	4,666	2,516
Property taxes	-	-	19,902	-
Other	-	174	-	297
<b>Total General Revenues</b>	<b>110</b>	<b>174</b>	<b>24,568</b>	<b>2,813</b>
<b>Change in Net Position</b>	<b>(15,054)</b>	<b>(17,391)</b>	<b>11,481</b>	<b>(4,725)</b>
<b>Net Position - Beginning, as restated</b>	<b>303,852</b>	<b>14,235</b>	<b>230,010</b>	<b>94,223</b>
<b>Net Position - Ending</b>	<b>\$ 288,798</b>	<b>\$ (3,156)</b>	<b>\$ 241,491</b>	<b>\$ 89,498</b>

The notes to the financial statements are an integral part of this statement.

Nonmajor			
Component Units		Total	
\$	24,859	\$	1,165,117
	68,573		1,092,866
	5,578		68,189
	74,151		1,161,055
	49,292		(4,062)
	1,505		8,797
	-		19,902
	8		479
	1,513		29,178
	50,805		25,116
	178,559		820,879
\$	229,364	\$	845,995