ATTACHMENT A.1

2026 Audit Plan Item

A.1. Performance Audit of Snohomish County's Road Fund.

Audit Objective

To determine the appropriateness of Road Fund expenditures and the Fund's long-term sustainability.

Audit Scope

Existing practices, including a review of activities during the five Fiscal Years 2022-26.

Audit Approach

1) Interview Public Works personnel and review pertinent background information, applicable laws, ordinances, and policies and procedures related to administration of the Road Fund and key purposes of the Fund, such as:
   a) Construction of county, roads and related infrastructure
   b) Maintenance of county streets, roads and related infrastructure
      i) including information from asset management systems
   c) Inspection of roads, bridges, and related infrastructure
   d) Other countywide public works projects authorized by law
2) Obtain and review financial reports, CRAB reports, and grant reports showing the Funds revenue sources, revenues, and expenditures during the audit scope.
3) Obtain and review the capital improvement plan identifying capital projects to be funded by the Road Fund, as well as internal departmental plans detailing the construction, maintenance, inspection and other activities expected to be funded by the Road Fund.
4) Determine the intended use of the Road Fund, when funding sources were last evaluated and last revised, and whether the Fund is generally sufficient to cover the costs associated with the activities for which it was intended. Include key performance indicators.

Proposed Schedule & Budget

We propose to complete this audit engagement within a 9-month timeframe, commencing in July 2026, and estimate a budget of $85,000.