- CHELAN COUNTY -

MONTHLY FINANCIAL REPORT

MAY 2014

CHELAN COUNTY GENERAL FUND

The General fund is Chelan County's major operating fund. It has a budget of almost $34 million and is comprised of administrative functions, building and planning permits, Sheriff's operations, juvenile housing, criminal prosecution, and the courts.

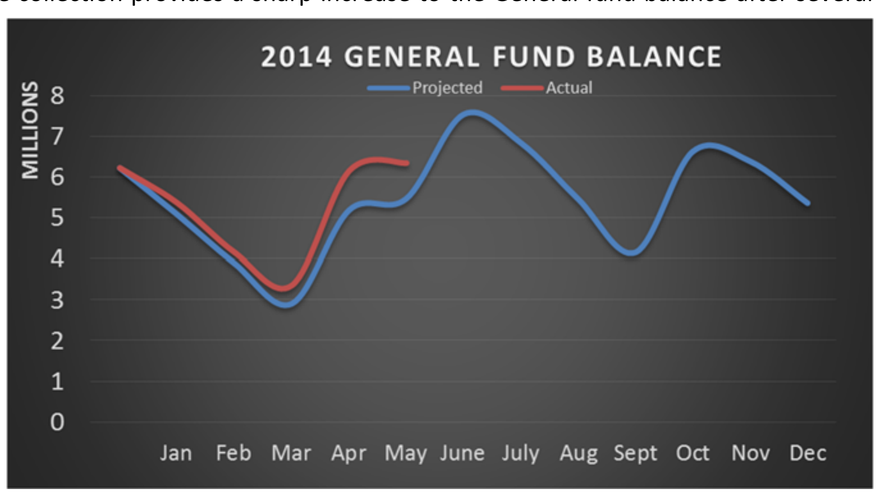
Revenue Category	Year-To-Date Projected	Year-To-Date Actual	Year-To-Date Variance
Property Tax	5,975,687	6,095,374	119,687
Sales Tax	2,200,888	2,359,034	158,146
Prop. Tax Penalty & Interest	482,542	508,014	25,472
Building and Planning Fees	438,258	604,787	166,529
PILT	0	0	0
PUD Privilege Tax	0	0	0
Liquor X & P	23,370	40,399	17,028
Wenatchee Court	80,255	62,326	**(17,929)**
Law Enforcement Contracts	1,119,615	1,162,953	43,338
Recording Fees	64,579	47,108	**(17,471)**
Motor Vehicle Licensing	164,385	171,130	6,745
Probation Services	100,462	145,209	44,747
Interfund Payments	426,138	531,485	105,347
Court Fines	259,262	293,862	34,600
Treasury Interest	41,115	62,381	21,267
Grants\Entitlements	845,203	859,853	14,649
Other *	671,044	814,871	143,827
Total	**12,892,804**	**13,758,786**	**865,982**

REVENUE: To get a picture of the economic and operational functions that drive revenue, the General fund revenues have been categorized by major revenue source and projected based on prior year history. Current revenues are compared with projections to determine how major revenue sources are being received in light of their 2014 budget. Property tax is the largest revenue source, which comes due each April and November. The first half of property tax collections came in faster during April than previous years. However, that timing difference balanced out some in May and is expected to come closer to projection as the year goes on. Sales tax has beaten budgeted projections four out of five months in 2014. Much of this sales tax increase is due to the Holden Mine project and major public utility projects. Building and planning fees are well above projection but recording fees are below projection. Typically these revenues sources mimic each other, but this difference points to more remodels being permitted while property transactions aren't following suit. Excluding the effect of the quick collection of property tax, the General fund revenues appear to be exceeding budget by $750,000.

EXPENDITURES: Expenditures are projected in a similar way as revenues, but expenditures are spent more evenly than revenues are received. A spike in Sheriff's Office overtime pushed a very tight salary budget over the projection in April. Nonetheless, the variance in salaries is expected to balance out over the course of the year. In total, the General fund expenditure budget is running very close to its budget and appears to be at a comfortable level in comparison to revenues.

Expenditure Category	Year-To-Date Projected	Year-To-Date Actual	Year-To-Date Variance
10 - Salaries & Wages	6,534,757	6,556,611	**21,854**
20 - Personnel Benefits	2,647,108	2,580,100	(67,008)
30 - Supplies	306,512	313,860	**7,348**
40 - Other Services/Charges	2,138,896	2,127,824	(11,072)
50 - Intergovernmental Svcs	169,123	176,254	**7,131**
90 - Interfund Payments	1,847,608	1,914,081	**66,474**
TOTAL	**13,644,004**	**13,668,730**	**24,727**

FUND BALANCE: The General Fund balance chart shows the cyclical nature of the Chelan County's cash flow. The first half of 2014 property taxes are due by the end of April. Each year, this revenue collection provides a sharp increase to the General fund balance after several months of steady decreases. The fund balance is tracking well above the projected budget line and if the rest of 2014 follows historic trends, the General fund is looking at growing its fund balance by $750,000 during 2014.



Chelan County
~ Auditor ~
Skip Moore

Prepared by:
Brad Posenjak, CPA 509-667-6800
Chief Deputy Auditor brad.posenjak@co.chelan.wa.us

Also available online at http://www.co.chelan.wa.us/

ALL CHELAN COUNTY FUNDS

In addition to the General Fund, Chelan County has over 50 separate funds that account for resources reserved by the Commissioners or separated for specific purposes. The largest of these are the County Roads, Natural Resources, Regional Justice Center, Equipment Rental & Revolving, and the Health Insurance funds.

CASH BALANCES: The General fund has a healthy cash balance and is in better financial condition than it has ever been. However, there are several funds outside of the General fund that are currently borrowing cash to meet operational needs. The Natural Resources fund is currently borrowing $508,000 from the REET I and ER&R funds to meet cash flow needs because they are substantially funded by reimbursement grants and do not have the cash to make the initial outflows. The Regional Justice Center is borrowing $964,000 from the Criminal Justice Sales Tax and Distressed Counties Tax funds because their billed bed revenues have not kept up with their ongoing operating expenses. The Motor Pool borrowed $117,000 from the ER&R fund to purchase vehicles early in the year, and plans to repay the loan as departments are billed for the use of the vehicles.

Cash Balance of Selected Funds		3/31/2014	4/30/2014	5/31/2014
010	General	4,513,459	7,405,262	7,418,586
014	Traffic Safety	68,749	37,370	132,026
110	County Roads	4,282,254	6,721,407	6,825,788
119	Ohme Gardens	80,607	58,743	55,218
124	Farm Worker Housing	199,131	194,338	191,167
125	Horticulture Pest & Disease	71,198	94,926	94,166
128	Noxious Weed	6,906	52,444	60,449
140	Cashmere-Dryden Airport	40,050	40,715	41,649
180	Natural Resources	29,919	109,710	45
190	Criminal Justice Tax	860,190	804,295	682,592
301	REET I	978,598	814,193	604,318
405	Wenatchee River Park	42,488	47,337	51,896
410	Expo Center	104,535	98,725	107,201
411	Fair	135,998	131,875	130,947
450	Regional Justice Center	318	196	441,102
510	ER&R	1,653,344	1,581,126	1,272,311
526	Health Insurance	1,958,028	2,029,156	2,033,167
530	Motor Pool	84,798	70,976	103,492
535	Unemployment Comp	239,259	245,230	251,385
540	Tort Claims & Insurance	666,506	648,113	641,103

Accounts Receivable Outstanding - Older than 30 Days			
Auditor			
010015-01923	4/8/2014	DSHS - MA	64.00
010015-01927	4/10/2014	Dept of Licensing	2,232.47
Sheriff			
010145-01225	4/16/2014	WASPC	2,000.00
Superior Court			
010155-00041	02/24/2014	AOC	2,830.62
Public Works			
401001-02509	03/06/2014	Precise Carpeting & Painting	14.00
401001-02535	04/03/2014	Pinckney Construction	208.00
401001-02537	04/03/2014	Servicemaster	489.00
401001-02538	04/03/2014	Servpro of Chelan & Douglas Co	546.00
510001-00938	04/07/2014	Chelan Co ER&R	883.70
Horticulture Pest & Disease			
125001-00019	12/31/2013	Douglas County	19,266.58
125001-00021	4/8/2014	Douglas County	10,379.21
Noxious Weeds			
128001-00090	4/1/2014	WA St Dept of Agriculture	2,830.17
Natural Resources			
180001-00876	12/31/2013	Bonneville Power Admin	2,049.10
180001-00881	12/31/2013	WA St Dept of Ecology	13,856.62
180001-00882	12/31/2013	WA St Dept of Ecology	4,310.57
180001-00884	12/31/2013	Nat Res Conservation Service	186,509.65
180001-00885	12/31/2013	Recreation/Conservation Office	11,585.77
180001-00886	12/31/2013	Recreation/Conservation Office	4,377.73
180001-00889	12/31/2013	HCP Tributary Committee	16,769.60
180001-00890	12/31/2013	USDA - Forest Service	22,440.07
180001-00892	4/11/2014	WA St Dept of Ecology	10,372.05
180001-00893	4/11/2014	WA St Dept of Ecology	49,456.43
180001-00894	4/11/2014	Yakama Nation Fisheries	1,918.32
Substance Abuse			
193001-00221	02/04/2014	DSHS	13,701.08
193001-00232	03/28/2014	DSHS	43,143.27
193001-00234	04/08/2014	DSHS	7,241.02
Regional Justice Center			
450001-02717	12/10/2013	Department of Corrections	9,216.35
450001-02760	2/5/2014	YWCA	206.00
450001-02790	3/5/2014	YWCA	167.25
450001-02802	4/10/2014	Department of Corrections	73,459.31
450001-02813	4/10/2014	YWCA	118.75
Health Insurance			
526001-00003	12/31/2010	Daryl Mathena	241.03
526001-00004	3/8/2011	Daryl Mathena	458.78
Motor Pool			
530001-00501	4/7/2014	Chelan County Coroner	159.49
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			

BUDGET: May is 41.7% of the way through the calendar year. This percentage is a reasonable benchmark for departments that have even expenditures throughout the year. However, many departments have one-time expenditures at the beginning of the year such as annual software contracts. Therefore, the actual verses budget chart is provided for department heads to evaluate their own budgetary progress. They should be aware of their own department's budget cycle and the reasons they are over or under the straight-line benchmark.

Actual YTD Expenditures and Revenues with Percent of Annual Budget					
General Fund Departments		**Expenditures**		**Revenues**	
010	Assessor	451,107	37.7%	903	2.7%
015	Auditor	462,511	40.2%	274,298	30.9%
020	Community Development	590,380	34.6%	617,710	50.1%
030	Civil Service Comm	1,025	9.2%	-	-
040	Clerk	448,159	39.6%	361,332	45.5%
045	Commissioners	287,693	40.5%	2,788,090	27.2%
050	Coroner	88,317	38.3%	7,452	49.7%
052	Information Technology	305,113	42.1%	28,765	25.0%
055	Facilities Maintenance	612,272	40.0%	149,570	25.1%
065	District Court	501,515	38.7%	501,517	39.2%
066	District Court Probation	178,478	40.1%	156,808	53.3%
075	Extension Services	114,414	37.3%	5,997	16.4%
085	Juvenile Services	1,091,898	40.1%	277,990	43.0%
105	Non-Departmental	3,096,501	41.6%	114,740	21.0%
139	Child Support Enforcement	129,906	33.8%	116,463	27.7%
140	Prosecuting Attorney	756,947	40.8%	157,352	30.0%
145	Sheriff	3,882,892	40.9%	1,422,382	47.3%
155	Superior Court System	420,146	39.3%	6,497	6.7%
165	Treasurer	248,969	40.0%	675,546	51.5%
170	Property Tax Transfer	0	0.0%	6,095,374	55.3%
General Fund Total		13,668,243	40.1%	13,758,786	41.5%
Other Funds		**Expenditures**		**Revenues**	
014	Traffic Safety	132,187	47.2%	264,808	105.9%
110	County Roads	4,341,455	24.9%	6,018,076	37.1%
119	Ohme Gardens	90,419	35.8%	46,735	21.3%
124	Farm Worker Housing	13,440	6.0%	32	0.0%
125	Horticulture	41,941	30.1%	80,744	66.3%
128	Noxious Weed	101,660	30.3%	132,454	39.2%
180	Natural Resources	1,384,935	39.1%	833,858	23.8%
405	Wenatchee River Park	75,422	31.3%	56,622	29.5%
410	Expo Center	51,864	34.8%	47,816	27.3%
411	Fair	17,779	10.2%	38,918	21.9%
450	Regional Justice Center	3,176,879	39.5%	3,474,668	43.2%
510	ER&R	1,266,252	32.1%	952,839	23.7%
530	Motor Pool	568,458	55.9%	299,575	31.8%