

- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

JANUARY 2018

The General fund is Chelan County's major operating fund. It has a budget of \$39.9 million and is comprised of administrative functions, building and planning permits, Sheriff's operations, juvenile housing, criminal prosecution, and the courts. The revenue and expenditure charts below display the 2018 General fund projected budget contrasted with actual expenditures and revenues.

<u>General Fund Revenue:</u> 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 a five year history.

	Year-To-Date			
Revenue Category	Projected	Actual	Variance	
Property Tax	39,195	51,592	12,398	
Sales Tax	599,438	559,705	(39,733)	
Prop. Tax Penalty & Interest	48,189	75,716	27,527	
Building and Planning Fees	105,083	50,292	(54,791)	
Liquor X & P	10,393	15,678	5,285	
Law Enforcement Contracts	597,122	612,634	15,512	
Recording Fees	11,070	11,323	253	
Motor Vehicle Licensing	31,204	24,230	(6,974)	
Probation Services	29,891	28,173	(1,718)	
Interfund Payments	75,594	62,780	(12,815)	
Court Fines	35,729	48,369	12,639	
Treasury Interest	36,845	91,696	54,851	
Grants\Entitlements	190,220	287,545	97,325	
Other	166,718	153,473	(13,245)	
Total	1,976,692	2,073,207	96,515	

January sales tax was just under \$560,000. It was the ninth month in a row when sales tax came in under budget (\$599,438), and under the amount received in the previous year (\$688,237). Sales tax receipts are -6.6% below budget for the year-to-date.

Budgeted sales tax for 2018 is \$8,020,000. We will monitor the trend in actual sales tax receipts throughout the year and update the BOCC at the monthly department head meetings.

<u>General Fund Expenditures:</u> Expenditures are projected in a similar manner as revenues, but expenditures are spent more evenly than



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revenues are received. The variances below reflect current 2018 expenditures in relation to the budget.

Expenditure categories are over budget for most line items. This is primarily caused by several annual payments that are made in January that benefit the entire year, such as County general liability, property and equipment insurance expense.

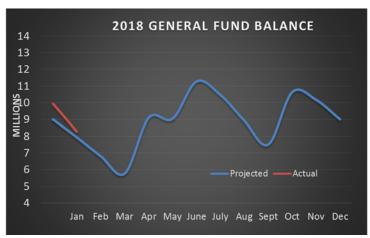
	Year-To-Date			
Expenditure Category	Projected	Actual	Variance	
10 - Salaries & Wages	1,487,921	1,531,844	43,923	
20 - Personnel Benefits	609,877	592,603	(17,274)	
30 - Supplies	40,949	46,052	5,104	
40 - Services	456,204	727,820	271,616	
50 - Intergovernmental Svcs	24,641	48,478	23,837	
90 - Interfund Payments	426,003	778,083	352,080	
TOTAL	3,045,595	3,724,880	679,285	

The projected amounts above reflect prorated annual expenses for the budget. However, as mentioned several items are paid early in the year that benefit future months. January can also include many quarterly payments that benefit future periods.

<u>General Fund Balance:</u> The General Fund balance chart below shows the cyclical nature of Chelan County's cash flow. Increases in April and October coincide with the due dates of the first and second half of property taxes. In June the cycle is at its highest due to the once-a-year PUD privilege and federal PILT revenues.

Because year-to-date revenues are ahead of budget and actual beginning fund balance is larger than expected, the General Fund balance is above the projection but the positive gap is declining.

The General Fund balance is currently \$300,000 more than the projection. The 2018 budget assumed a fund balance carryover from 2017 of \$9 million. It looks like the actual number will be higher than that. The preliminary amount as of now is \$9.9 million. However, there are still many year-end adjustments to be made as part of the annual audit process. It is expected the actual carryover will be more than the \$9 million estimate, but less than the current \$9.9 million amount.



<u>Cash Balances:</u> The General fund has a healthy cash balance and is in better financial condition than expected. Its cash balance trend over the past three months closely mirrors the cycle displayed in the fund balance graph on the previous page. Until property taxes are collected in April/May and October each year, the General and County Roads funds live off their accumulated cash balance.

Cash	Balance of Selected Funds	11/30/2017	12/31/2017	1/31/2018
010	General	13,318,022	11,827,818	10,006,198
014	Traffic Safety	199,448	204,901	209,789
103	Solid Waste Planning	139,644	45,169	41,507
110	County Roads	3,149,649	2,663,350	2,941,897
118	Wenatchee River Park	142,869	130,882	133,601
119	Ohme Gardens	61,400	47,161	40,198
120	Expo Center	453,816	436,754	423,193
121	Fair	391,708	387,538	386,854
124	Farm Worker Housing	6,944	117,806	113,029
125	Horticulture Pest & Disease	41,787	16,023	31,017
128	Noxious Weed	110,330	87,394	70,035
140	Cashmere-Dryden Airport	7,172	196,331	137,837
150	Regional Justice Center	213,998	132,597	(136,508)
180	Natural Resources	52,035	48,613	54,586
190	Criminal Justice Tax	2,698,207	2,524,342	2,600,403
301	REETI	745,334	737,348	920,074
510	ER&R	2,096,352	1,959,406	2,105,691
526	Health Insurance	3,525,638	3,414,995	3,380,844
530	Motor Pool	586,218	620,383	668,186
535	Unemployment Comp	299,028	302,679	306,147
540	Tort Claims & Insurance	343,103	491,674	469,936

<u>Interfund Loans:</u> Despite the healthy cash balance in the General fund, there are occasionally funds that borrow cash from other County funds to meet operational needs.

The Cashmere-Dryden Airport fund is currently borrowing \$182,000 from the Rural Counties Tax fund, and the Natural Resources fund is currently borrowing \$571,400 from the REET I fund to provide resources until reimbursement of billed projects later in the year.

<u>Accounts Receivable:</u> Each department has the responsibility to bill and track their own accounts receivables. The chart below shows outstanding receivables older than 60 days.

Account	s Receival	ble Outstanding - Older than 60) Days
Auditor			
010015-02498	12/1/2017	North Meridian Title & Escrow	186.00
Clerk			
010040-01008	10/9/2017	Office of the Attorney General	150.00
010040-01011	11/8/2017	Office of Support Enforcement	14,872.00
Sheriff			
010145-01576		WA St Traffic Safety Comm/DRE E	516.10
010145-01587	8/31/2017	US DOJ Reimb/Bullet Proof Vest	974.54
010145-01611	11/13/2017	US DOJ Reimb/Bullet Proof Vest	495.63
Superior Cou	rt		
010155-00084	11/28/2017	AOC-State Grants	5,310.56
Public Works			
101001-01053		Dryden July-Lake Wenatchee St Pa	27.00
101001-01126		Dryden Sept-Lake Wenatchee St P	42.00
County Roads			
		Lk Chelan Rec Dist-Boyd Rd Irr Rep	2,950.96
Natural Resou			
180001-00994		WA St Dept of Ecology	12,192.99
Criminal Justi			
190001-00002		US DOJ-BPV Grant	2,429.47
,		ng receivables have been paid, will not	
or need	adiustment.	please contact the County Auditor's C	Office.

<u>Budget:</u> Expenditures through January represent 8.3% of the annual budget. This is a good indicator of expenses-to-date versus budget. The actual expenditures and revenues chart is provided for

department heads to evaluate if they are over or under their benchmark.

This chart is not a comprehensive list of all county funds, rather it displays the most active funds.

	ual YTD Expenditures &	Revenues w	/ Pe <u>rcen</u>	t of An <u>nual I</u>	suaget <u> </u>
	ral Fund Departments	Expendit		Revenues	
010	Assessor	97,267	7.0%	405	34.6%
015	Auditor	143,443	11.5%	31,092	3.2%
020	Community Develop.	137,625	6.8%	50,662	2.7%
025	Fire Prevention & Invest.	8,479	6.9%	1,128	2.5%
030	Human Resources	9,029	5.0%	-	100.0%
040	Clerk	129,662	9.5%	78,850	11.0%
045	Commissioners	52,070	7.3%	765,817	5.9%
050	Coroner	14,623	5.8%	-	0.0%
052	Information Technology	67,143	7.7%	4,139	2.4%
055	Facilities Maintenance	106,540	6.1%	47,620	7.0%
065	District Court	117,214	7.8%	69,371	6.4%
066	District Court Probation	43,422	7.9%	29,025	6.5%
075	Extension Services	10,989	3.0%	430	1.4%
085	Juvenile Services	236,404	7.7%	400	0.1%
105	Non-Departmental	1,390,955	15.0%	153,893	13.1%
139	Child Support Enf.	29,000	7.6%	-	0.0%
140	Prosecuting Attorney	193,609	8.4%	20,890	3.5%
145	Sheriff	783,927	7.4%	590,273	16.2%
155	Superior Court System	106,117	8.0%	132	0.1%
165	Treasurer	47,360	7.4%	177,488	11.2%
170	Property Tax	-	0.0%	51,592	0.4%
Gene	ral Fund Total	3,724,880	9.3%	2,073,207	5.2%
Other	_				
	r Funds	Expendit	ures	Reveni	ues
	r Funds Traffic Safety	Expendit		Reven	
014	Traffic Safety	-	0.0%	4,887	1.4%
	Traffic Safety Solid Waste	- 28,947	0.0% 1.0%		1.4% 1.2%
014 101	Traffic Safety Solid Waste Solid Waste Planning	- 28,947 1,178	0.0% 1.0% 0.4%	4,887 37,046 -	1.4% 1.2% 0.0%
014 101 103 110	Traffic Safety Solid Waste Solid Waste Planning County Roads	- 28,947 1,178 514,836	0.0% 1.0% 0.4% 2.8%	4,887 37,046 - 276,080	1.4% 1.2% 0.0% 1.5%
014 101 103 110 118	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park	28,947 1,178 514,836 6,322	0.0% 1.0% 0.4% 2.8% 2.1%	4,887 37,046 - 276,080 8,411	1.4% 1.2% 0.0% 1.5% 2.8%
014 101 103 110 118 119	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens	28,947 1,178 514,836 6,322 8,759	0.0% 1.0% 0.4% 2.8% 2.1% 3.0%	4,887 37,046 - 276,080 8,411 1,964	1.4% 1.2% 0.0% 1.5% 2.8% 0.7%
014 101 103 110 118 119 120	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center	28,947 1,178 514,836 6,322 8,759 13,969	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7%	4,887 37,046 - 276,080 8,411	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1%
014 101 103 110 118 119	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair	28,947 1,178 514,836 6,322 8,759 13,969 3,711	0.0% 1.0% 0.4% 2.8% 2.1% 3.0%	4,887 37,046 - 276,080 8,411 1,964	1.4% 1.2% 0.0%
014 101 103 110 118 119 120 121	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7%	4,887 37,046 - 276,080 8,411 1,964 408 - 44	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0%
014 101 103 110 118 119 120 121 124	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7% 5.2%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0% 11.5%
014 101 103 110 118 119 120 121 124 125	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture Noxious Weed	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965 19,320	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730 1,404	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0% 1.55%
014 101 103 110 118 119 120 121 124 125 128	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture Noxious Weed 911 Communications	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7% 5.2% 3.8%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0% 11.5% 0.3% 6.4%
014 101 103 110 118 119 120 121 124 125 128 132	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture Noxious Weed 911 Communications C.R. Drug Task Force	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965 19,320 226,773 10,087	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7% 5.2% 3.8% 6.4% 2.7%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730 1,404 227,062 3,409	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0% 11.5% 0.3% 6.4% 0.9%
014 101 103 110 118 119 120 121 124 125 128 132 142 150	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture Noxious Weed 911 Communications C.R. Drug Task Force Regional Justice Center	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965 19,320 226,773 10,087 698,011	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7% 5.2% 3.8% 6.4%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730 1,404 227,062 3,409 1,084,333	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0% 11.5% 0.3% 6.4% 0.9% 12.6%
014 101 103 110 118 119 120 121 124 125 128 132 142 150	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture Noxious Weed 911 Communications C.R. Drug Task Force	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965 19,320 226,773 10,087	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7% 5.2% 3.8% 6.4% 2.7% 8.1%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730 1,404 227,062 3,409	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0%
014 101 103 110 118 119 120 121 124 125 128 132 142 150 163	Traffic Safety Solid Waste Solid Waste Planning County Roads Wenatchee River Park Ohme Gardens Expo Center Fair Farm Worker Housing Horticulture Noxious Weed 911 Communications C.R. Drug Task Force Regional Justice Center Comm. Svc & Housing Natural Resources	28,947 1,178 514,836 6,322 8,759 13,969 3,711 3,039 11,965 19,320 226,773 10,087 698,011 240,034	0.0% 1.0% 0.4% 2.8% 2.1% 3.0% 4.7% 1.3% 0.7% 5.2% 3.8% 6.4% 2.7% 8.1% 32.5%	4,887 37,046 - 276,080 8,411 1,964 408 - 44 26,730 1,404 227,062 3,409 1,084,333 45,744	1.4% 1.2% 0.0% 1.5% 2.8% 0.7% 0.1% 0.0% 11.5% 0.3% 6.4% 0.9% 12.6% 6.2%