



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

MARCH 2016

The General fund is Chelan County's major operating fund. It has a budget of \$37 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 2016 General fund projected budget contrasted with actual expenditures and revenues.

General Fund 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 a five year history.

Revenue Category	Year-To-Date		
	Projected	Actual	Variance
Property Tax	999,811	1,023,015	23,204
Sales Tax	1,691,624	2,293,233	601,608
Prop. Tax Penalty & Interest	218,983	203,393	(15,590)
Building and Planning Fees	320,541	348,119	27,578
Liquor X & P	33,487	44,035	10,548
Wenatchee Court	38,448	35,710	(2,738)
Law Enforcement Contracts	631,571	394,691	(236,880)
Recording Fees	34,056	32,347	(1,709)
Motor Vehicle Licensing	87,704	100,508	12,804
Probation Services	86,935	113,424	26,489
Interfund Payments	420,705	388,080	(32,625)
Court Fines	172,322	166,155	(6,167)
Treasury Interest	32,889	36,010	3,121
Grants\Entitlements	478,951	416,458	(62,493)
Other	351,884	597,620	245,735
Total	5,599,912	6,192,798	592,886

When the Old Station area is officially annexed by the City of Wenatchee, it will probably have a negative impact to Chelan County of approximately \$500,000 in 2016 and \$1 million in 2017. Fortunately, sales tax revenue in the first quarter of 2016 exceeded expectations and should fill the gap that would be generated during the second half of the year.

Revenue categories with negative variances are expected to catch up as the year progresses. These are typically due to the timing of billing cycles that vary from year to year.

General Fund Expenditures: Expenditures are projected in a similar way as revenues, but expenditures are spent more evenly than revenues are received. The variances below reflect current 2016 expenses in relation to the original budget.

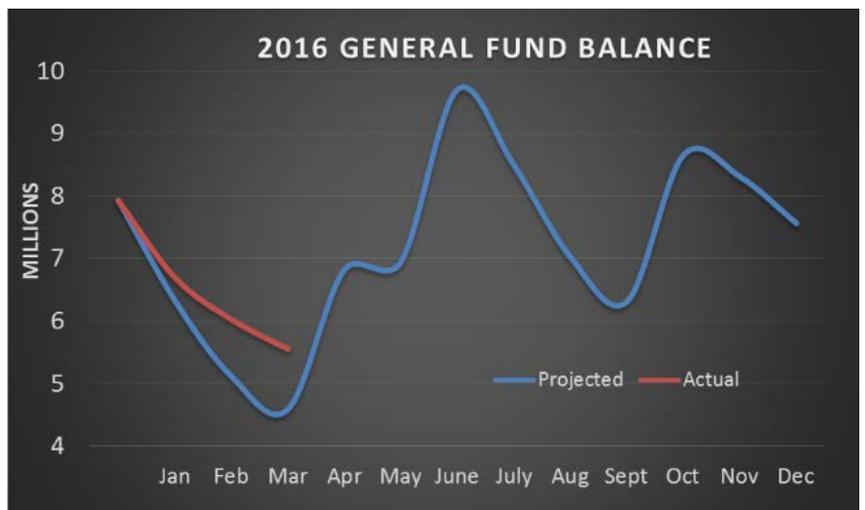
Every expenditure category is under budget through March, but all categories are expected to come closer to budget as the year progresses.

Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	4,124,306	4,114,880	(9,426)
20 - Personnel Benefits	1,726,519	1,627,528	(98,991)
30 - Supplies	226,191	200,525	(25,666)
40 - Services	1,340,782	1,272,041	(68,741)
50 - Intergovernmental Svcs	100,313	74,586	(25,727)
90 - Interfund Payments	1,426,298	1,286,811	(139,487)
TOTAL	8,944,409	8,576,371	(368,038)

General Fund Balance: 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 of the upcoming Old Station Annexation, the County expects to underperform on sales tax revenues during the last six months of this year. The actuals are well above projection after three months, but the lines on the graph below will probably come closer together by the end of the year.

Looking toward next year, the Old Station Annexation will have a large impact on 2017 sales tax revenue. Without new revenue sources, this may make for a difficult budgeting season. Fortunately, the General fund balance is currently larger than it has ever been, which provides some stability for the County in the face of uncertain revenues.



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Cash Balances: The General fund has a healthy cash balance and is in better financial condition than it has ever been. 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, the General and County Roads funds live off their accumulated cash balance.

Interfund Loans: Despite the healthy cash balance in the General fund, there are several funds currently borrowing cash to meet operational needs.

Horticulture Pest & Disease fund is borrowing \$10,000 from the General fund to meet cash flow needs until their assessment revenue comes in with April property taxes.

Similarly, Noxious Weed fund is borrowing \$7,000 from the General fund to meet cash flow needs until their assessment revenue comes in with April property taxes.

Natural Resources fund is borrowing \$216,000 from the REET I fund. Of this total loan amount, \$32,838 is to cash flow 2015 projects and \$183,162 is to cash flow 2016 projects.

Budget: March is 25.0% of the way through the calendar year. This percentage is a reasonable benchmark for departments with even expenditures throughout the year. The actual expenditures and revenues chart below is provided for department heads to evaluate if they are over or under the straight-line benchmark.

Cash Balance of Selected Funds		1/31/2016	2/29/2016	3/31/2016
010	General	8,305,542	7,581,548	7,204,892
014	Traffic Safety	69,461	72,928	46,613
103	Solid Waste Planning	-	63,882	66,973
110	County Roads	2,402,140	1,581,729	2,102,370
118	Wenatchee River Park	60,198	57,522	46,574
119	Ohme Gardens	34,893	30,092	23,337
120	Expo Center	251,119	241,255	230,157
121	Fair	273,232	267,452	261,064
124	Farm Worker Housing	117,473	112,646	104,611
125	Horticulture Pest & Disease	68,907	57,275	752
128	Noxious Weed	4,764	952	601
140	Cashmere-Dryden Airport	53,610	59,752	64,572
150	Regional Justice Center	194,078	117,196	60,901
180	Natural Resources	157,635	181,421	35,498
190	Criminal Justice Tax	2,029,686	2,114,428	2,225,961
301	REET I	1,241,178	1,270,573	1,805,075
510	ER&R	1,074,776	1,296,700	1,588,464
526	Health Insurance	3,606,315	3,764,459	3,656,197
530	Motor Pool	541,699	560,935	435,837
535	Unemployment Comp	283,080	287,250	291,378
540	Tort Claims & Insurance	813,474	799,466	959,343

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

Actual YTD Expenditures & Revenues w/ Percent of Annual Budget				
General Fund Departments	Expenditures	Revenues		
010 Assessor	290,874	22.2%	0	0.0%
015 Auditor	283,686	23.1%	169,216	18.3%
020 Community Develop.	376,844	21.7%	351,148	21.5%
030 Civil Service Comm	28,044	22.1%	0	-
040 Clerk	306,768	25.5%	219,406	34.0%
045 Commissioners	174,022	25.7%	2,546,777	20.5%
050 Coroner	51,288	21.3%	7,210	48.1%
052 Information Technology	244,464	27.6%	33,501	25.0%
055 Facilities Maintenance	362,392	22.3%	166,785	24.7%
065 District Court	331,194	24.0%	282,152	20.3%
066 District Court Probation	116,416	24.7%	114,670	30.3%
075 Extension Services	42,047	12.2%	0	0.0%
085 Juvenile Services	688,983	24.1%	118,345	17.9%
105 Non-Departmental	1,967,526	23.0%	179,256	44.1%
139 Child Support Enf.	81,887	23.2%	32,460	8.2%
140 Prosecuting Attorney	525,561	24.6%	97,355	18.8%
145 Sheriff	2,262,261	22.6%	511,676	15.9%
155 Superior Court System	280,612	23.6%	30,766	31.7%
165 Treasurer	161,500	25.6%	309,061	22.1%
170 Property Tax	0	0.0%	1,023,015	8.8%
General Fund Total	8,576,371	23.2%	6,192,798	16.9%
Other Funds	Expenditures	Revenues		
014 Traffic Safety	30,389	24.9%	9,482	5.5%
110 County Roads	2,608,928	18.4%	2,277,422	17.1%
118 Wenatchee River Park	33,271	13.8%	11,877	6.2%
119 Ohme Gardens	30,717	12.3%	8,960	4.3%
120 Expo Center	29,557	18.2%	1,046	0.6%
121 Fair	13,370	6.7%	250	0.1%
124 Farm Worker Housing	23,368	6.6%	490	0.2%
125 Horticulture	99,079	46.8%	10,553	5.0%
128 Noxious Weed	57,086	19.7%	35,459	11.4%
132 911 Communications	732,276	20.9%	731,654	20.9%
142 C.R. Drug Task Force	38,595	13.8%	47,751	25.0%
150 Regional Justice Center	1,987,556	23.6%	1,998,419	23.5%
180 Natural Resources	272,710	6.8%	50,070	1.2%
510 ER&R	837,550	22.3%	837,501	23.2%
530 Motor Pool	299,960	28.0%	164,790	21.9%

Accounts Receivable Outstanding - Older than 60 Days			
Auditor			
010015-02202	12/10/2015	Stehekin School District	86.00
010015-02215	12/10/2015	Chelan Co Fire Dist No 10	75.00
Clerk			
010040-00819	11/16/2015	City of Wenatchee	555.80
010040-00827	1/28/2016	Office of the Attorney General	150.00
010040-00828	1/28/2016	The Bell Law Firm, PLLC	300.00
010040-00836	1/28/2016	John Beuhler Law Firm	200.00
010040-00859	1/28/2016	Lacy & Kane, PS	500.00
010040-00861	1/28/2016	Earl Murdock	200.00
010040-00865	1/28/2016	Child Safe Family Services	200.00
010040-00874	1/28/2016	Serve Wenatchee	100.00
010040-00875	1/28/2016	JRW	200.00
010040-00878	1/28/2016	Rebekah Subido	200.00
Sheriff			
010145-01416	1/19/2016	Emergency Management WA	217,352.45
010040-01417	1/19/2016	Emergency Management WA	4,694.36
Superior Court			
010155-00057	6/26/2015	AOC	114.35
010155-00062	12/3/2015	AOC	953.20
Public Works			
101001-00360	12/31/2015	Servicemaster	359.00
Horticulture			
125001-00032	12/31/2015	Theo Collier	310.00
125001-00033	12/31/2015	John Trudell	150.00
Regional Justice Center			
150001-00253	10/31/2015	YWCA	52.75
150001-00289	12/31/2015	Department of Corrections	102,960.00
150001-00311	12/31/2015	YWCA	47.50
150001-00315	1/31/2016	Department of Corrections	106,755.00
Natural Resources			
180001-00994	12/31/2014	WA St Dept of Ecology	12,192.99
180001-01033	10/16/2015	CCFEG	11,479.17
180001-01044	11/19/2015	WA St Dept of Ecology	1,980.26
180001-01057	1/29/2016	WA St Dept of Ecology	51,355.08
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			