



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

FEBRUARY 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.

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	321,450	103,050	(218,400)
Sales Tax	1,431,335	1,412,605	(18,730)
Prop. Tax Penalty & Interest	119,135	141,253	22,119
Building and Planning Fees	232,887	190,004	(42,883)
Liquor X & P	10,393	15,678	5,285
Law Enforcement Contracts	671,762	618,251	(53,511)
Recording Fees	20,818	21,461	642
Motor Vehicle Licensing	57,841	40,280	(17,561)
Probation Services	59,430	64,936	5,506
Interfund Payments	151,189	121,296	(29,893)
Court Fines	80,605	103,095	22,490
Treasury Interest	57,822	66,152	8,329
Grants\Entitlements	327,515	441,283	113,767
Other	329,016	279,401	(49,615)
Total	3,885,581	3,635,638	(249,944)

February sales tax was just under \$853,000. It was the first month in nearly a year when sales tax came in over budget (\$831,897) for the month. February sales tax was also more than the same month in the previous year (\$852,671), also something that has not happened in nearly a year. Sales tax receipts are -1.3% 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.

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

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

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

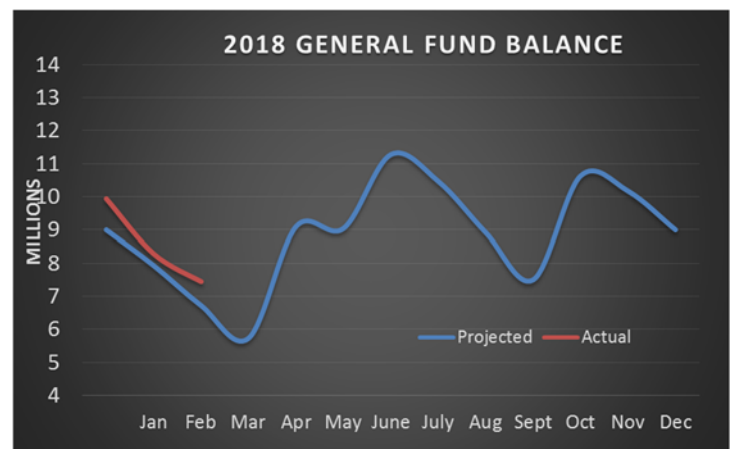
Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	2,984,305	3,058,037	73,732
20 - Personnel Benefits	1,190,536	1,164,844	(25,692)
30 - Supplies	141,057	117,288	(23,769)
40 - Services	943,788	974,829	31,041
50 - Intergovernmental Svcs	47,598	48,478	880
90 - Interfund Payments	852,006	780,305	(71,700)
TOTAL	6,159,290	6,143,781	(15,508)

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 and February can also include many quarterly payments that benefit future periods.

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 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 \$718,000 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.



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Cash Balances: 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		12/31/2017	1/31/2018	2/28/2018
010	General	11,827,818	10,113,291	9,314,226
014	Traffic Safety	204,901	209,789	212,866
103	Solid Waste Planning	45,169	41,507	104,609
110	County Roads	2,663,350	3,115,099	3,087,602
118	Wenatchee River Park	130,882	133,601	130,518
119	Ohme Gardens	47,161	40,234	36,844
120	Expo Center	436,754	423,193	409,429
121	Fair	387,538	386,854	383,068
124	Farm Worker Housing	117,806	113,029	106,462
125	Horticulture Pest & Disease	16,023	31,017	17,513
128	Noxious Weed	87,394	70,035	51,950
140	Cashmere-Dryden Airport	196,331	138,076	139,035
150	Regional Justice Center	132,597	3,492	(112,957)
180	Natural Resources	48,613	54,586	245,216
190	Criminal Justice Tax	2,524,342	2,648,538	2,752,326
301	REET I	737,348	920,324	967,408
510	ER&R	1,959,406	2,105,411	1,820,768
526	Health Insurance	3,414,995	3,385,534	3,457,149
530	Motor Pool	620,383	668,186	621,923
535	Unemployment Comp	302,679	306,182	291,168
540	Tort Claims & Insurance	491,674	469,936	419,851

Interfund Loans: 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, the Jail fund is borrowing \$140,000 from the Rural Counties Tax fund, and the Natural Resources fund is currently borrowing \$431,400 combined from the Rural Counties Tax fund and the REET I fund to provide resources until reimbursement of billed projects later in the year.

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.

Accounts Receivable Outstanding - Older than 60 Days			
Auditor			
010015-02498	12/1/2017	Recording-North Meridian Title	186.00
010015-02523	12/14/2017	Election Costs-Port of Chelan Coun	1,385.00
010015-02535	12/14/2017	Election Costs-Fire District No. 1	68,656.00
010015-02536	12/14/2017	Election Costs-Fire District No. 3	10,503.00
010015-02542	12/14/2017	Election Costs-Fire District No. 10	96.00
Clerk			
010040-01011	11/8/2017	Office of Support Enforcement	14,872.00
Prosecuting Attorney			
010140-00441	10/12/2017	Prosecution Service Agree-Leavenw	3,037.50
Sheriff			
010145-01576	7/12/2017	WA St Traffic Safety Comm/DRE E	516.10
Superior Court			
010155-00080	10/3/2017	AOC Financial-FJCIP 3rd Qtr	4,831.26
010155-00081	10/3/2017	DSHS DCS-Child Supp 3rd Qtr	6,319.00
010155-00084	11/28/2017	AOC Financial-State Grants	5,310.56
Public Works			
101001-01188	12/5/2017	Dryden Nov-K&R Quality Roofing	792.00
101001-01197	12/5/2017	Dryden Nov-RL Stewart Excavating	268.00
101001-01209	12/5/2017	Dryden Nov-WSDOT	35.00
Natural Resources			
180001-00994	12/31/2014	WA St Dept of Ecology	12,192.99
180001-01268	12/7/2017	RCO-PR#4 1001-113017	13,276.47
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			

Budget: Expenditures through February represent 16.7% 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.

Actual YTD Expenditures & Revenues w/ Percent of Annual Budget					
General Fund Departments		Expenditures		Revenues	
010	Assessor	195,292	14.1%	611	52.2%
015	Auditor	247,597	19.9%	65,352	6.8%
020	Community Develop.	279,396	13.8%	189,802	10.2%
025	Fire Prevention & Invest.	16,930	13.7%	1,823	4.0%
030	Human Resources	18,177	10.0%	-	100.0%
040	Clerk	229,242	16.9%	157,704	22.1%
045	Commissioners	106,237	14.9%	1,621,276	12.4%
050	Coroner	30,760	12.3%	-	0.0%
052	Information Technology	140,634	16.2%	8,278	4.9%
055	Facilities Maintenance	245,807	14.1%	89,865	13.2%
065	District Court	233,166	15.6%	162,190	14.9%
066	District Court Probation	87,633	15.9%	66,027	14.9%
075	Extension Services	35,395	9.8%	465	1.5%
085	Juvenile Services	484,175	15.8%	64,329	8.9%
105	Non-Departmental	1,504,895	16.2%	156,358	13.3%
139	Child Support Enf.	57,227	15.1%	-	0.0%
140	Prosecuting Attorney	374,773	16.3%	39,730	6.6%
145	Sheriff	1,553,156	14.6%	666,381	18.3%
155	Superior Court System	209,455	15.8%	156	0.2%
165	Treasurer	93,835	14.7%	242,243	15.3%
170	Property Tax	-	0.0%	103,050	0.8%
General Fund Total		6,143,781	15.4%	3,635,638	9.1%
Other Funds		Expenditures		Revenues	
014	Traffic Safety	-	0.0%	7,964	2.2%
101	Solid Waste	268,704	9.1%	206,604	7.0%
103	Solid Waste Planning	2,482	0.9%	69,416	26.4%
110	County Roads	1,064,328	5.9%	847,207	4.7%
118	Wenatchee River Park	14,571	4.8%	13,434	4.5%
119	Ohme Gardens	17,187	5.8%	6,258	2.1%
120	Expo Center	23,389	7.8%	3,664	1.2%
121	Fair	3,538	1.2%	-	0.0%
124	Farm Worker Housing	11,640	2.8%	44	0.0%
125	Horticulture	24,067	10.4%	27,232	11.7%
128	Noxious Weed	39,138	7.8%	3,350	0.7%
132	911 Communications	732,877	20.6%	733,164	20.6%
142	C.R. Drug Task Force	13,407	3.6%	5,103	1.4%
150	Regional Justice Center	1,398,914	16.2%	1,632,096	18.9%
163	Comm. Svc & Housing	259,820	35.2%	152,213	20.6%
180	Natural Resources	201,801	3.6%	130,599	2.3%
510	ER&R	677,544	11.9%	2,291	0.0%
530	Motor Pool	90,769	5.8%	1,836	0.1%