



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

JULY 2015

The General fund is Chelan County's major operating fund. It has a budget of \$35 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 2015 General fund projected budget contrasted with actual expenditures and revenues.

Revenue Category	Year-To-Date		
	Projected	Actual	Variance
Property Tax	6,314,276	6,402,667	88,390
Sales Tax	3,391,938	3,837,374	445,437
Prop. Tax Penalty & Interest	593,205	556,314	(36,891)
Building and Planning Fees	790,621	1,071,566	280,945
PILT	2,600,000	2,413,278	(186,722)
PUD Privilege	1,200,000	1,194,446	(5,554)
Liquor X & P	51,971	78,328	26,358
Wenatchee Court	114,652	101,301	(13,351)
Law Enforcement Contracts	1,228,440	1,855,180	626,740
Recording Fees	75,772	94,103	18,331
Motor Vehicle Licensing	257,591	264,478	6,887
Probation Services	185,954	212,710	26,756
Interfund Payments	727,646	830,905	103,259
Court Fines	419,149	418,960	(189)
Treasury Interest	109,059	111,408	2,349
Grants\Entitlements	1,445,708	1,413,514	(32,194)
Other	1,117,969	1,216,276	98,307
Total	20,623,951	22,072,808	1,448,857

General Fund Revenue: Sales tax revenue is holding strong through the first seven months. July was the first month to reflect the loss of sales tax from a major auto dealer moving to Douglas County. Even so, July sales tax revenue was still slightly above the budgeted projection. The potential annexation of the entire Old Station area could have a much larger impact on future sales tax revenue.

Building and planning fees have also been above expectations overall, even though it appeared to fall back in line with projection for the month of July. Both new construction and remodels are driving these revenues above budget.

PILT and PUD privilege tax are two major revenues that the county received back in June. PILT is typically distributed by the US Department of the Interior in one June payment. This year, 92% of the funds were distributed in

June and the remaining 8% will be distributed in October. This revenue category will stay behind until the remainder is received in October. At that point the actual should be slightly higher than the projected budget.

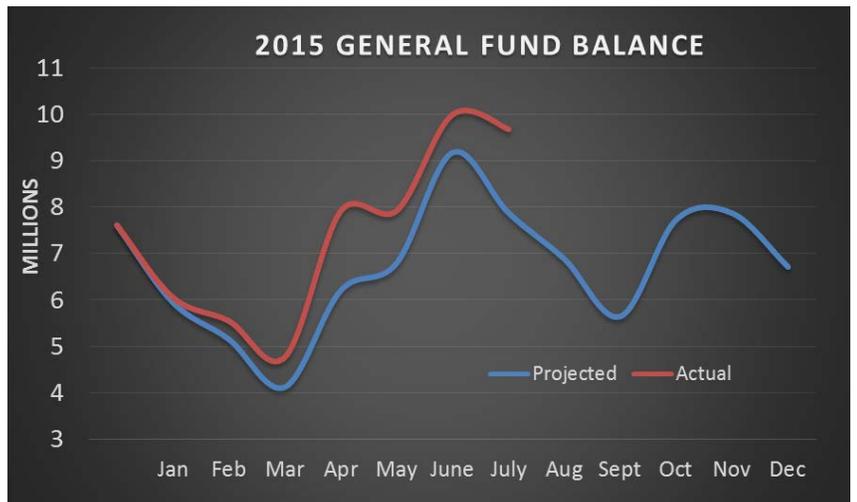
The third quarter billing for the law enforcement contracts was recorded during July – a month earlier than expected. The variance in this category should balance out over the next couple months.

Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	9,538,991	9,604,106	65,115
20 - Personnel Benefits	3,792,236	3,722,163	(70,073)
30 - Supplies	505,000	496,745	(8,255)
40 - Services	3,219,341	3,051,194	(168,147)
50 - Intergovernmental Svcs	223,623	198,518	(25,105)
90 - Interfund Payments	3,071,918	2,934,854	(137,064)
TOTAL	20,351,109	20,007,580	(343,529)

General Fund Expenditures: Salaries are above actuals due to additional work in the Sheriff's Office at the PUD and the local fires. These additional overtime expenses haven been or will be reimbursed to offset the expenses. Spending in all other expenditure categories appears to be slow through July. However, many of these categories will probably come closer to projection as the year progresses.

General Fund Balance: As displayed on the graph below, the General fund balance is tracking higher than the projected budget. While some of this is due to timing issues that will bring the actual line closer to the projected line, much of the difference is due to strong sales tax and building fees.

The 2015 budget was built to lose \$900,000 because revenues and expenditures are typically budgeted conservatively. This conservative budget practice results in a positive \$1 million swing. Based on the trends of the first seven months, the General fund should end up breaking even or possibly growing slightly at the end of 2015.





CHELAN COUNTY
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Interfund Loans: While the General fund is doing better than ever, there are three funds that are currently borrowing cash to meet operational needs.

During July, the Solid Waste Planning fund needed to borrow \$100,296 from the Equipment Rental and Revolving fund to cover invoices to construct the Moderate Risk Waste Facility. Solid Waste Planning will receive reimbursement from a Washington State Department of Ecology grant. The cash from this reimbursement will relieve the need for the loan.

The Natural Resources fund is currently borrowing \$286,000 from the REET I fund to meet cash flow needs. Of this amount, \$132,225 is related to 2014 projects and \$153,775 is related to 2015 projects. Natural Resources is reimbursement driven and as of July 31, had \$18,945 in booked receivables that will go toward paying down the 2014 balance when received. There is a possibility that additional funding sources can be identified related to 2014 projects.

The Regional Justice Center (RJC) is borrowing \$992,000 from the Criminal Justice Sales Tax and Distressed Counties Tax funds. The General fund increased its contribution for Chelan County inmates during 2015. Contract rates will increase for all inmates housed in 2016. These revenue increases should help alleviate the RJC's debt.

Cash Balances: Most of Chelan County's funds have strong cash balances. As noted earlier regarding interfund loans, the cash in those three funds does not belong to them.

Cash Balance of Selected Funds		5/31/2015	6/30/2015	7/31/2015
010	General	8,699,138	11,335,828	10,758,924
014	Traffic Safety	97,058	101,252	109,122
103	Solid Waste Planning	23,553	83,304	-
110	County Roads	7,146,553	6,180,213	2,642,656
118	Wenatchee River Park	51,480	66,711	73,688
119	Ohme Gardens	48,857	52,588	60,614
120	Expo Center	163,236	156,249	191,926
121	Fair	218,135	218,185	226,898
124	Farm Worker Housing	141,346	139,164	173,148
125	Horticulture Pest & Disease	87,175	70,386	56,159
128	Noxious Weed	54,842	34,292	33,120
140	Cashmere-Dryden Airport	56,793	59,131	58,405
150	Regional Justice Center	632,794	323,072	222,552
180	Natural Resources	58,551	161,247	107,511
190	Criminal Justice Tax	1,571,136	1,633,449	1,470,109
301	REET I	782,722	895,489	988,333
510	ER&R	1,369,845	1,038,620	872,703
526	Health Insurance	2,928,155	2,886,597	3,013,469
530	Motor Pool	358,259	339,088	370,958
535	Unemployment Comp	266,876	271,046	275,339
540	Tort Claims & Insurance	994,363	1,155,857	1,124,429

Accounts Receivable Outstanding - Older than 60 Days

Commissioners			
193001-00267	4/16/2015	DSHS	1,584.02
Juvenile			
010085-01456	4/9/2015	Douglas Co Commissioners	4,920.00
Public Works			
401001-02789	12/4/2014	Leavenworth Pest Control	60.00
401001-02823	12/31/2014	Renovation Masters LLC	176.00
101001-00009	2/5/2015	Leavenworth Pest Control	136.00
101001-00030	3/5/2015	Leavenworth Pest Control	100.00
101001-00060	4/2/2015	Leavenworth Pest Control	40.00
101001-00061	4/2/2015	Renovation Masters LLC	1,187.00
101001-00086	5/4/2015	Leavenworth Pest Control	37.00
101001-00092	5/4/2015	Renovation Masters LLC	495.00
101001-00094	5/4/2015	Servicemaster	849.00
110001-00774	5/20/2015	WA St Dept of Transportation	315.00
110001-00780	5/29/2015	Frontier Communications	945.00
Horticulture			
125001-00026	4/14/2015	Douglas County	16,730.30
125001-00028	4/14/2015	North Yakima Conservation Dis	1,931.33
Regional Justice Center			
150001-00057	3/31/2015	Ohme Gardens	718.75
150001-00099	5/12/2015	Department of Corrections	318.60
150001-00100	5/12/2015	Department of Corrections	858.15
150001-00101	5/12/2015	Department of Corrections	241.20
150001-00102	5/12/2015	Department of Corrections	2,658.91
150001-00112	5/31/2015	Department of Corrections	70,785.00
150001-00118	5/31/2015	Ohme Gardens	356.50
150001-00121	5/31/2015	Community Action Council	67.75
150001-00122	5/31/2015	YWCA	196.75
Natural Resources			
180001-00993	12/31/2014	Chelan Co Current Expense	6,752.21
180001-00994	12/31/2014	WA St Dept of Ecology	12,192.99
180001-01004	5/6/2015	WA St Dept of Ecology	2,799.70

If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.

Budget: July is 58.3% through the year. This can be used as a guideline for departments that have even expenditures throughout the year. However, most departments do not receive their revenue evenly from month-to-month. The chart below can be used by the departments as a guide to track their monthly budget.

Actual YTD Expenditures & Revenues w/ Percent of Annual Budget					
General Fund Departments	Expenditures		Revenues		
010	Assessor	694,565	54.7%	1,850	158.1%
015	Auditor	638,267	51.0%	445,185	50.3%
020	Community Develop.	843,285	50.2%	1,080,432	75.1%
030	Civil Service Comm	10,100	91.0%	0	-
040	Clerk	683,891	57.1%	512,314	63.8%
045	Commissioners	452,760	61.1%	8,272,165	72.3%
050	Coroner	121,949	52.4%	14,870	99.1%
052	Information Technology	472,496	57.1%	67,268	52.5%
055	Facilities Maintenance	864,329	53.4%	338,030	56.2%
065	District Court	708,640	54.1%	709,821	53.9%
066	District Court Probation	253,182	55.7%	229,207	62.6%
075	Extension Services	158,754	46.3%	10,828	30.5%
085	Juvenile Services	1,554,813	56.3%	333,929	51.7%
105	Non-Departmental	4,649,856	57.4%	178,992	46.9%
139	Child Support Enf.	188,911	54.5%	178,879	45.0%
140	Prosecuting Attorney	1,146,012	56.4%	268,100	53.6%
145	Sheriff	5,596,404	57.2%	2,159,537	73.1%
155	Superior Court System	617,579	55.1%	47,585	49.0%
165	Treasurer	351,789	56.6%	821,150	60.6%
170	Property Tax	0	0.0%	6,402,667	56.3%
General Fund Total		20,007,580	56.0%	22,072,808	63.5%
Other Funds					
	Expenditures		Revenues		
014	Traffic Safety	60,594	48.2%	159,267	93.5%
110	County Roads	10,726,110	64.2%	9,142,284	57.7%
118	Wenatchee River Park	120,303	50.2%	125,798	65.4%
119	Ohme Gardens	117,508	47.7%	97,601	45.8%
120	Expo Center	75,790	49.6%	84,957	50.0%
121	Fair	32,049	17.2%	57,151	30.7%
124	Farm Worker Housing	136,330	60.4%	121,376	52.4%
125	Horticulture	97,940	57.0%	79,593	51.8%
128	Noxious Weed	168,117	46.1%	173,701	49.6%
150	Regional Justice Center	4,644,304	58.4%	4,769,303	56.5%
180	Natural Resources	928,170	21.5%	936,334	21.9%
510	ER&R	1,649,392	44.7%	1,521,452	41.8%
530	Motor Pool	769,208	71.2%	460,245	50.2%