



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

MAY 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	6,351,847	6,584,356	232,508
Sales Tax	2,729,259	3,701,843	972,584
Prop. Tax Penalty & Interest	488,263	406,201	(82,062)
Building and Planning Fees	639,055	686,707	47,653
Liquor X & P	40,428	61,365	20,937
Wenatchee Court	77,954	70,428	(7,526)
Law Enforcement Contracts	682,097	1,191,128	509,031
Recording Fees	59,665	58,315	(1,350)
Motor Vehicle Licensing	169,194	179,143	9,949
Probation Services	142,096	182,548	40,452
Interfund Payments	567,037	605,014	37,976
Court Fines	283,924	264,854	(19,070)
Treasury Interest	46,901	90,326	43,425
Grants\Entitlements	932,890	1,094,399	161,509
Other	678,368	942,106	263,738
Total	13,888,979	16,118,733	2,229,754

The Old Station area was officially annexed by the City of Wenatchee on May 30. This is estimated to have a negative impact to Chelan County's general fund by approximately \$500,000 in 2016 and \$1 million in 2017. Fortunately, 2016 sales tax revenue is exceeding expectations and should easily fill the gap that will be generated during the second half of this year.

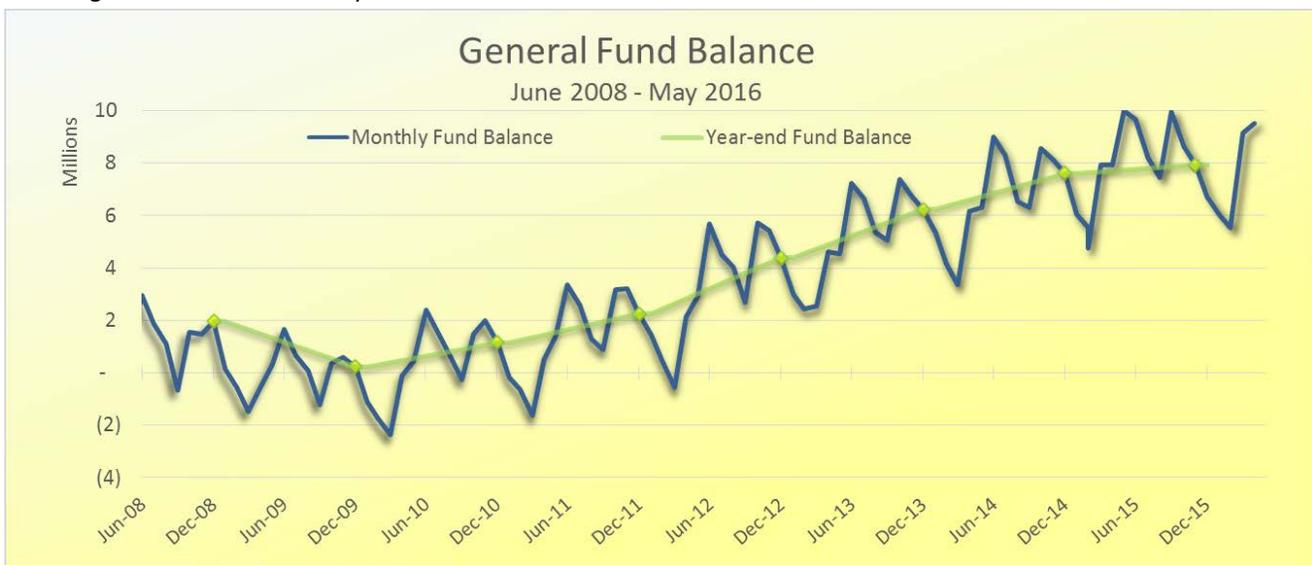
The second quarter billing for law enforcement contract were billed earlier than projected making these revenues appear very strong through May. These revenues should fall back in line with the projected figures next month.

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 expenditures in relation to the original budget.

With the exception of the supplies category, most expenditure categories are well under budget. This pattern of underspending the projection is typical since departments are not legally allowed to exceed their total budget without requesting additional appropriations from the County Commissioners.

Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	6,956,041	6,923,410	(32,632)
20 - Personnel Benefits	2,846,491	2,695,947	(150,544)
30 - Supplies	382,825	389,709	6,884
40 - Services	2,347,680	2,257,319	(90,361)
50 - Intergovernmental Svcs	165,993	124,310	(41,683)
90 - Interfund Payments	2,179,508	2,128,579	(50,929)
TOTAL	14,878,539	14,519,274	(359,265)

General Fund Balance: The historical General Fund Balance graph (below) shows the health of the county's major operating fund going back before the recession hit in 2009. During that year, the fund balance was negative more than it was positive and therefore had to borrow large amounts of cash from other funds. The 2015 year-end General fund balance of 7.9 million was more than twice as large as it ever was before the recession. This fund balance may be needed in the future as several of Chelan County's major revenue sources face uncertain futures.



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 each year, 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 that borrow cash from other funds to meet operational needs.

Solid Waste Planning fund is currently borrowing \$12,633 from Equipment Rental & Revolving fund to finance the Moderate Risk Waste Facility.

Regional Justice Center fund is currently borrowing \$15,000 from Distressed Counties Tax fund to meet cash flow needs due to an ongoing downturn in contract bed revenue.

Natural Resources fund is currently borrowing \$475,000 from the REET I fund to cash flow 2016 projects until grant revenues come in.

Budget: May is 41.7% 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		3/31/2016	4/30/2016	5/31/2016
010	General	7,204,892	10,336,094	11,094,398
014	Traffic Safety	46,613	49,832	144,004
103	Solid Waste Planning	66,973	143,218	-
110	County Roads	2,102,370	3,740,884	4,112,664
118	Wenatchee River Park	46,574	53,985	68,671
119	Ohme Gardens	23,337	29,633	39,651
120	Expo Center	230,157	220,556	220,010
121	Fair	261,064	288,789	284,444
124	Farm Worker Housing	104,611	86,478	69,594
125	Horticulture Pest & Disease	752	62,684	56,034
128	Noxious Weed	601	72,237	88,246
140	Cashmere-Dryden Airport	64,572	53,178	53,312
150	Regional Justice Center	60,901	103,467	904
180	Natural Resources	35,498	985	83,667
190	Criminal Justice Tax	2,225,961	2,287,942	2,132,579
301	REET I	1,805,075	1,603,802	1,569,990
510	ER&R	1,588,464	1,834,482	1,813,141
526	Health Insurance	3,656,197	3,753,464	3,693,258
530	Motor Pool	435,837	464,846	438,331
535	Unemployment Comp	291,378	295,621	277,652
540	Tort Claims & Insurance	959,343	957,336	946,442

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	498,876	38.1%	0	0.0%
015	Auditor	476,343	38.8%	293,323	31.8%
020	Community Develop.	625,688	36.0%	694,057	42.4%
030	Civil Service Comm	47,722	37.5%	0	-
040	Clerk	496,095	41.2%	345,242	53.5%
045	Commissioners	278,887	41.1%	4,198,043	33.7%
050	Coroner	87,095	36.1%	7,210	48.1%
052	Information Technology	372,962	42.2%	40,550	30.3%
055	Facilities Maintenance	630,189	38.7%	254,433	37.8%
065	District Court	550,276	39.9%	459,899	33.1%
066	District Court Probation	186,757	39.6%	190,723	50.4%
075	Extension Services	82,711	24.1%	4,358	13.2%
085	Juvenile Services	1,145,903	40.1%	225,344	34.2%
105	Non-Departmental	3,323,702	38.8%	242,549	59.6%
139	Child Support Enf.	138,056	39.1%	121,320	30.6%
140	Prosecuting Attorney	867,535	40.6%	173,883	33.5%
145	Sheriff	3,954,395	39.4%	1,648,907	51.0%
155	Superior Court System	494,933	41.7%	32,015	33.0%
165	Treasurer	261,148	41.4%	602,522	43.0%
170	Property Tax	0	0.0%	6,584,356	56.5%
General Fund Total		14,519,274	39.2%	16,118,733	44.0%
Other Funds		Expenditures		Revenues	
014	Traffic Safety	60,389	49.5%	136,874	79.2%
110	County Roads	4,458,833	31.4%	6,623,802	49.7%
118	Wenatchee River Park	76,321	31.7%	73,875	38.4%
119	Ohme Gardens	69,245	27.8%	56,534	27.1%
120	Expo Center	56,890	33.0%	18,381	10.2%
121	Fair	25,108	12.6%	35,494	18.3%
124	Farm Worker Housing	65,504	18.4%	489	0.2%
125	Horticulture	133,597	52.0%	108,408	51.2%
128	Noxious Weed	96,077	33.1%	165,314	53.0%
132	911 Communications	1,162,933	33.2%	1,190,591	34.0%
142	C.R. Drug Task Force	71,361	25.6%	104,968	54.9%
150	Regional Justice Center	3,367,620	40.0%	3,361,809	39.6%
180	Natural Resources	780,021	19.4%	275,678	6.9%
510	ER&R	1,259,551	33.5%	1,322,303	36.7%
530	Motor Pool	529,086	55.9%	323,263	31.8%

Accounts Receivable Outstanding - Older than 60 Days			
Auditor			
010015-02215	12/10/2015	Chelan Co Fire Dist No 10	75.00
Clerk			
010040-00827	1/28/2016	Office of the Attorney General	150.00
Sheriff			
010145-01416	1/19/2016	Emergency Management WA	217,352.45
010145-01417	1/19/2016	Emergency Management WA	4,694.36
Public Works			
101001-00408	3/7/2016	Rumann Construction	38.00
101001-00411	3/7/2016	Servpro of Chelan & Douglas	400.00
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
150001-00311	12/31/2015	YWCA	47.50
150001-00315	1/31/2016	Department of Corrections	106,755.00
150001-00331	2/29/2016	Department of Corrections	90,585.00
150001-00350	3/3/2016	Department of Corrections	2,541.96
150001-00351	3/3/2016	Department of Corrections	86.04
150001-00358	3/31/2016	Department of Corrections	93,837.50
Natural Resources			
180001-00994	12/31/2014	WA St Dept of Ecology	12,192.99
180001-01033	10/16/2015	CCFEG	11,479.17
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			



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/>