



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

FEBRUARY 2017

Prior-year 2016 data reflects financial data posted as of March 10, 2017. Additional audit related year-end entries are expected that might impact prior-year 2016 amounts.

The General fund is Chelan County's major operating fund. It has a budget of \$37.9 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 2017 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	337,537	167,753	(169,784)
Sales Tax	1,330,723	1,540,908	210,185
Prop. Tax Penalty & Interest	125,162	118,425	(6,737)
Building and Planning Fees	198,844	314,593	115,748
Liquor X & P	11,226	14,899	3,673
Law Enforcement Contracts	55,579	597,278	541,699
Recording Fees	20,808	22,999	2,191
Motor Vehicle Licensing	53,535	52,660	(875)
Probation Services	58,938	56,836	(2,102)
Interfund Payments	147,170	139,814	(7,356)
Court Fines	85,239	89,615	4,376
Treasury Interest	33,947	169	(33,778)
Grants\Entitlements	318,922	272,613	(46,309)
Other	236,688	407,904	171,216
Total	3,029,923	3,812,623	782,700

February sales tax was over \$850,000. While this is lower than the same month last year, it is still a historically high number and well exceeds budget for the month of \$780,000. The amount is reflective of sustained growth in retail sales the last several years. Sales tax revenue has exceeded budget early in the year. However, the impact of past annexations must still be monitored closely.

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 manner as revenues, but expenditures are spent more evenly than revenues are received. The variances below reflect current 2017 expenditures in relation to the budget.

Most expenditure categories are under budget through February.

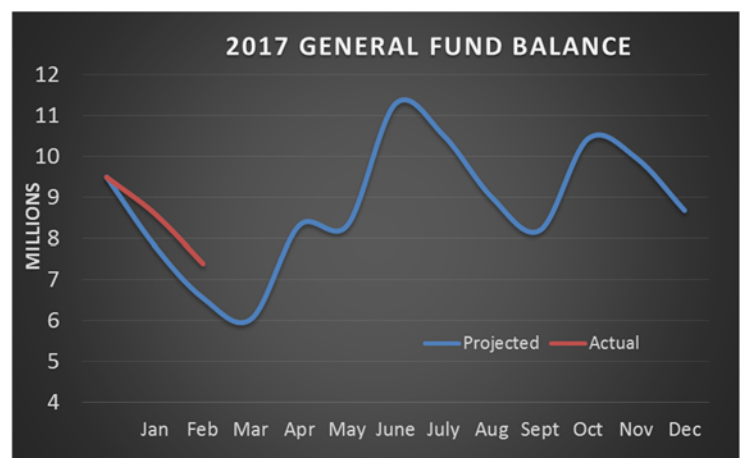
Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	2,857,938	2,868,449	10,511
20 - Personnel Benefits	1,198,549	1,132,743	(65,805)
30 - Supplies	159,642	110,919	(48,722)
40 - Services	900,278	957,505	57,227
50 - Intergovernmental Svcs	52,420	48,798	(3,622)
90 - Interfund Payments	801,154	811,693	10,539
TOTAL	5,969,980	5,930,108	(39,873)

While the "Services" category is running slightly over budget, the General Fund as a whole is well under budget. February is too early in the year to gauge how any trends might continue throughout the year.

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 the January revenues are strong and expenditures are slower than usual, the General Fund balance is above the projection line and 2017 appears to be off to a good start.

The General Fund balance is currently \$800,000 more than projection. The actual line is expected to move slightly closer to the projected line as year-end bills are paid and expenditures for 2017 ramp up.



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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 and October each year, the General and County Roads funds live off their accumulated cash balance.

Cash Balance of Selected Funds	12/31/2016	1/31/2017	2/28/2017
010 General	12,402,717	10,987,355	10,447,040
014 Traffic Safety	119,322	123,885	221,609
103 Solid Waste Planning	42,901	35,833	36,655
110 County Roads	3,288,169	2,278,417	2,252,635
118 Wenatchee River Park	81,863	81,764	75,663
119 Ohme Gardens	48,104	42,632	36,750
120 Expo Center	346,747	342,527	326,897
121 Fair	336,171	335,676	321,002
124 Farm Worker Housing	46,476	41,917	35,745
125 Horticulture Pest & Disease	36,950	23,786	8,681
128 Noxious Weed	64,737	54,273	38,361
140 Cashmere-Dryden Airport	57,084	64,472	67,032
150 Regional Justice Center	389,005	243,431	389,168
180 Natural Resources	82,830	80	645
190 Criminal Justice Tax	2,418,108	2,472,824	2,539,408
301 REET I	1,073,710	1,048,850	870,242
510 ER&R	1,640,782	2,061,257	1,785,144
526 Health Insurance	3,534,744	3,671,235	3,544,492
530 Motor Pool	578,945	633,901	602,192
535 Unemployment Comp	295,671	300,066	291,145
540 Tort Claims & Insurance	640,891	621,410	614,094

Interfund Loans: Despite the healthy cash balance in the General fund, there are a couple funds that borrow cash from other County funds to meet operational needs.

Natural Resources fund is currently borrowing \$691,400 from the REET I fund to cash flow of \$547,300 for 2016 projects and \$144,100 for 2017 projects until grant revenues are received later this 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			
Juvenile Center			
010085-01616	12/12/2016	WA St Criminal Justice Training C	1,647.20
County Roads			
110001-00932	12/9/2016	Charter Communications-ROW	1,350.00
Horticulture			
125001-00032	12/31/2015	Theo Collier	310.00
Regional Justice Center			
150001-00518	10/6/2016	Department of Corrections	1,882.38
150001-00519	10/6/2016	Department of Corrections	2,279.04
150001-00520	10/6/2016	Department of Corrections	334.05
150001-00559	10/6/2016	Department of Corrections	143.50
150001-00560	10/6/2016	Department of Corrections	385.09
150001-00561	10/6/2016	Department of Corrections	438.30
150001-00562	10/6/2016	Department of Corrections	1,475.20
150001-00545	11/30/2016	City of East Wenatchee	47,280.50
Natural Resources			
180001-00994	12/31/2014	WA St Dept of Ecology	12,192.99
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			

Budget: February is 16.7% of the way through the calendar year. This percentage is a reasonable benchmark for departments with even expenditures throughout the year. However, many departments have one-time expenditures at the beginning of the year such as annual software contracts. Therefore, the actual

expenditures and revenues chart is provided for department heads to evaluate if they are over or under their straight-line benchmark.

The actual YTD expenditures and revenues chart (below) is provided for department heads to evaluate if they are over or under the straight-line 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	195,023	14.5%	15	1.3%	
015 Auditor	234,424	18.8%	81,300	8.3%	
020 Community Develop.	267,712	13.3%	333,200	18.6%	
030 Human Resources	18,167	11.0%	-	100.0%	
040 Clerk	220,826	17.5%	156,734	23.1%	
045 Commissioners	81,383	11.7%	1,784,125	13.7%	
050 Coroner	36,680	15.0%	7,362	49.1%	
052 Information Technology	129,346	14.2%	4,155	2.5%	
055 Facilities Maintenance	254,698	15.2%	47,993	7.0%	
065 District Court	223,370	16.0%	153,108	12.9%	
066 District Court Probation	78,114	15.0%	57,867	13.6%	
075 Extension Services	30,207	8.5%	548	1.8%	
085 Juvenile Services	464,527	15.6%	52,589	7.7%	
105 Non-Departmental	1,418,110	16.0%	74,189	17.3%	
139 Child Support Enf.	55,969	15.2%	-	0.0%	
140 Prosecuting Attorney	364,508	16.8%	32,823	5.7%	
145 Sheriff	1,557,231	14.8%	638,265	18.7%	
155 Superior Court System	207,564	16.0%	24,788	26.5%	
165 Treasurer	92,248	14.9%	195,808	14.4%	
170 Property Tax	-	0.0%	167,753	1.4%	
General Fund Total	5,930,108	15.3%	3,812,623	10.1%	
Other Funds	Expenditures		Revenues		
014 Traffic Safety	30,000	11.5%	132,286	50.6%	
101 Solid Waste	175,690	6.1%	147,637	5.1%	
103 Solid Waste Planning	12,684	2.9%	72,216	16.3%	
110 County Roads	1,566,031	8.3%	554,314	2.9%	
118 Wenatchee River Park	14,557	5.6%	10,340	4.0%	
119 Ohme Gardens	16,546	5.9%	4,240	1.5%	
120 Expo Center	22,646	9.0%	1,017	0.4%	
121 Fair	14,549	5.3%	-	0.0%	
124 Farm Worker Housing	10,292	2.5%	29	0.0%	
125 Horticulture	23,109	10.4%	1,682	0.8%	
128 Noxious Weed	41,106	10.8%	11,161	2.9%	
132 911 Communications	509,000	14.3%	508,596	14.3%	
142 C.R. Drug Task Force	42,409	9.3%	14,440	3.2%	
150 Regional Justice Center	1,310,098	15.6%	1,394,654	16.7%	
163 Comm. Svc & Housing	254,061	31.8%	88,760	11.1%	
180 Natural Resources	159,961	3.5%	16,079	0.4%	
510 ER&R	412,442	7.1%	406,326	7.0%	
530 Motor Pool	81,548	5.4%	86,413	5.8%	