



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

MAY 2017

Prior-year 2016 data reflects financial data posted as of May 31, 2017. Additional audit related year-end entries could occur, impacting 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	6,520,501	6,565,178	44,677
Sales Tax	2,857,713	3,019,938	162,226
Prop. Tax Penalty & Interest	448,205	394,335	(53,869)
Building and Planning Fees	725,050	747,073	22,023
Liquor X & P	68,319	72,111	3,792
Law Enforcement Contracts	750,317	1,296,562	546,245
Recording Fees	57,448	61,000	3,552
Motor Vehicle Licensing	170,187	181,882	11,695
Probation Services	162,153	158,711	(3,442)
Interfund Payments	570,284	642,964	72,680
Court Fines	235,531	238,477	2,945
Treasury Interest	62,675	94,213	31,539
Grants\Entitlements	944,969	911,633	(33,337)
Other	726,013	845,025	119,012
Total	14,369,832	15,274,677	904,845

May sales tax was just over \$554,000. May represents the first month in 2017 where sales tax came in under budget (\$635,087), and under the amount received in the previous year (\$838,839). Sales tax receipts are still 5.7% ahead of budget for the year-to-date, but the variance should be monitored closely throughout the balance of the year. The decline is likely the result of seasonal changes in retail sales throughout the year as well as the impact of recent annexations.

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 May.

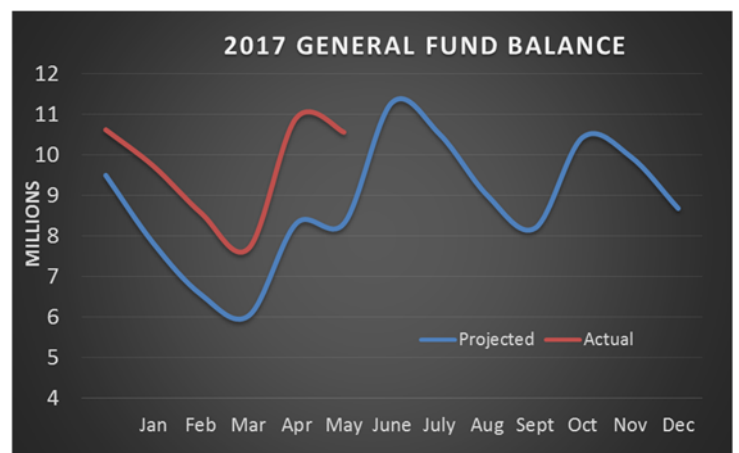
Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	7,272,225	7,276,773	4,548
20 - Personnel Benefits	2,983,561	2,834,718	(148,843)
30 - Supplies	418,964	348,451	(70,512)
40 - Services	2,442,450	2,449,918	7,468
50 - Intergovernmental Svcs	138,803	97,597	(41,206)
90 - Interfund Payments	2,290,325	2,325,497	35,172
TOTAL	15,546,329	15,332,954	(213,374)

While the "Services" category is running slightly over budget, the General Fund as a whole is well under budget. May is still early in the year to gauge how any trends might continue throughout the rest of the year but the level of expenditures will be monitored closely throughout the rest of 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 year-to-date 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 \$2,200,000 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.





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

Cash Balance of Selected Funds		3/31/2017	4/30/2017	5/30/2017
010	General	9,387,301	12,413,186	12,423,561
014	Traffic Safety	231,242	236,886	213,156
103	Solid Waste Planning	92,862	84,659	94,193
110	County Roads	1,682,556	3,785,663	4,503,687
118	Wenatchee River Park	63,465	72,308	92,516
119	Ohme Gardens	30,170	29,335	39,695
120	Expo Center	318,454	311,883	321,097
121	Fair	317,976	350,155	355,072
124	Farm Worker Housing	107,834	95,842	86,407
125	Horticulture Pest & Disease	66	15,939	13,977
128	Noxious Weed	41,845	121,956	132,010
140	Cashmere-Dryden Airport	65,490	67,394	67,681
150	Regional Justice Center	405,358	238,176	327,110
180	Natural Resources	514	82,210	430
190	Criminal Justice Tax	2,581,304	2,641,930	2,392,468
301	REET I	840,362	1,152,803	1,017,579
510	ER&R	2,263,517	2,375,124	1,956,530
526	Health Insurance	3,463,601	3,543,474	3,494,610
530	Motor Pool	613,446	572,413	380,069
535	Unemployment Comp	294,417	279,905	283,269
540	Tort Claims & Insurance	778,560	775,903	754,655

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 \$540,000 from the REET I to provide funds until reimbursement of 2017 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			
Sheriff			
010145-01540	3/6/2017	Manson SD-SRO Billing	8,273.00
Noxious Weed			
128001-00162	2/9/2017	WA St Dept of Natural Resources	77.00
Regional Justice Center			
150001-00601	3/2/2017	DOC Medical Billing	363.20
150001-00602	3/2/2017	DOC Medical Billing	812.78
150001-00606	2/28/2017	Juvenile Rehab Admin-Feb	170.00
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: May is 42% 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.

Although the Commissioner's Office revenue appears under collected, two large revenue sources are expected to come in during June. Those are \$2.9 million from BLM for payment in-lieu of taxes, and \$1.2 million for the PUD privilege taxes.

Actual YTD Expenditures & Revenues w/ Percent of Annual Budget					
General Fund Departments		Expenditures		Revenues	
010	Assessor	517,439	38.6%	1,832	156.6%
015	Auditor	510,430	41.0%	291,166	29.9%
020	Community Develop.	708,612	35.1%	767,088	42.8%
030	Human Resources	48,650	29.4%	145	100.0%
040	Clerk	523,647	41.5%	356,533	52.5%
045	Commissioners	281,805	40.4%	3,546,824	27.2%
050	Coroner	86,824	35.5%	7,362	49.1%
052	Information Technology	321,005	35.2%	49,250	30.1%
055	Facilities Maintenance	631,612	37.6%	268,816	39.3%
065	District Court	559,150	40.1%	397,836	33.6%
066	District Court Probation	201,094	38.7%	172,739	40.7%
075	Extension Services	112,082	31.7%	789	2.6%
085	Juvenile Services	1,192,639	40.0%	250,469	36.8%
105	Non-Departmental	3,660,212	41.2%	161,321	37.5%
139	Child Support Enf.	144,099	39.2%	126,350	30.8%
140	Prosecuting Attorney	905,266	41.7%	176,892	30.7%
145	Sheriff	4,146,919	39.5%	1,501,583	44.0%
155	Superior Court System	527,156	40.6%	27,846	29.8%
165	Treasurer	254,313	41.1%	604,658	44.4%
170	Property Tax	-	0.0%	6,565,178	55.1%
General Fund Total		15,332,954	39.6%	15,274,677	40.3%
Other Funds		Expenditures		Revenues	
014	Traffic Safety	60,169	23.0%	154,002	58.9%
101	Solid Waste	600,226	20.7%	663,819	22.9%
103	Solid Waste Planning	40,226	9.1%	90,744	20.5%
110	County Roads	4,270,347	22.5%	5,793,311	30.5%
118	Wenatchee River Park	85,111	32.7%	85,666	32.9%
119	Ohme Gardens	81,280	28.9%	60,694	21.6%
120	Expo Center	59,515	23.5%	30,821	12.2%
121	Fair	31,244	11.4%	47,628	17.4%
124	Farm Worker Housing	49,765	11.8%	29	0.0%
125	Horticulture	71,588	32.3%	102,292	46.2%
128	Noxious Weed	118,573	31.1%	169,021	44.3%
132	911 Communications	1,363,318	38.3%	1,362,600	38.3%
142	C.R. Drug Task Force	118,021	26.0%	40,708	9.0%
150	Regional Justice Center	3,477,583	41.5%	3,473,281	41.5%
163	Comm. Svc & Housing	312,491	39.1%	227,561	28.4%
180	Natural Resources	947,831	20.8%	614,462	13.5%
510	ER&R	1,254,973	21.6%	1,259,476	21.7%
530	Motor Pool	639,187	42.6%	369,088	24.6%