



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

JUNE 2017

Current-year 2017 data reflects financial data posted as of July 10, 2017. Amounts could change later as journal entries occur for prior months.

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	6,602,164	6,638,122	35,958
Sales Tax	3,418,530	3,508,697	90,167
Prop. Tax Penalty & Interest	510,772	461,923	(48,849)
Building and Planning Fees	913,174	948,664	35,490
Liquor X & P	124,160	111,501	(12,659)
Law Enforcement Contracts	1,389,476	1,300,581	(88,895)
Recording Fees	70,663	76,766	6,103
Motor Vehicle Licensing	214,024	232,307	18,283
Probation Services	191,236	188,747	(2,489)
Interfund Payments	846,228	841,713	(4,515)
Court Fines	301,735	292,601	(9,134)
Treasury Interest	87,842	129,659	41,817
Grants\Entitlements	1,062,671	1,027,500	(35,171)
Other	908,271	1,041,113	132,842
Total	20,787,902	20,898,639	110,737

June sales tax was just over \$448,000. For the second month in a row, sales tax came in under budget (\$560,818), and under the amount received in the previous year (\$701,928). Sales tax receipts are still 2.6% ahead of budget for the year-to-date, down from 5.7% ahead through May year-to-date. 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 June.

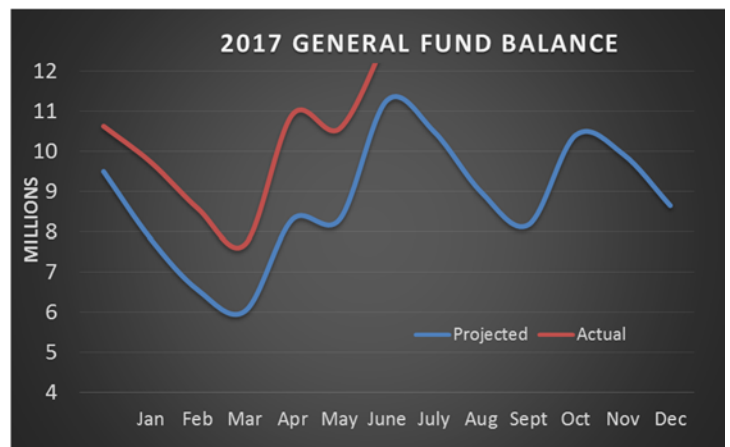
Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	8,746,925	8,774,763	27,839
20 - Personnel Benefits	3,594,984	3,411,701	(183,283)
30 - Supplies	518,762	486,613	(32,149)
40 - Services	3,002,784	2,961,345	(41,439)
50 - Intergovernmental Svcs	170,479	132,852	(37,627)
90 - Interfund Payments	2,978,343	2,892,189	(86,154)
TOTAL	19,012,277	18,659,463	(352,814)

While the "Salaries & Wages" category is running slightly over budget, the General Fund as a whole is well under budget. It is difficult to project through the end of the year with data through June, 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 \$1,580,000 more than projection. The actual line is expected to move slightly closer to the projected line as year-end bills are paid and seasonal expenditures for 2017 ramp up.



Prepared by:
Shawn Hunstock, CPA 509-667-6800
 Financial Services Manager shawn.hunstock@co.chelan.wa.us

Also available online at <http://www.co.chelan.wa.us/>

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		4/30/2017	5/30/2017	6/30/2017
010	General	12,413,186	12,423,561	14,731,154
014	Traffic Safety	236,886	213,156	221,992
103	Solid Waste Planning	84,659	94,193	86,481
110	County Roads	3,785,663	4,500,618	3,663,174
118	Wenatchee River Park	72,308	92,516	110,390
119	Ohme Gardens	29,335	39,695	44,912
120	Expo Center	311,883	321,097	334,737
121	Fair	350,155	355,072	351,275
124	Farm Worker Housing	95,842	86,407	87,882
125	Horticulture Pest & Disease	15,939	13,977	45,185
128	Noxious Weed	121,956	132,010	103,569
140	Cashmere-Dryden Airport	67,394	67,681	71,413
150	Regional Justice Center	238,176	327,110	334,670
180	Natural Resources	82,210	430	974
190	Criminal Justice Tax	2,641,930	2,392,468	2,418,839
301	REET I	1,152,803	1,017,579	1,157,845
510	ER&R	2,375,124	1,930,882	2,105,253
526	Health Insurance	3,543,474	3,494,610	3,460,428
530	Motor Pool	572,413	408,785	395,701
535	Unemployment Comp	279,905	283,269	286,688
540	Tort Claims & Insurance	775,903	754,655	928,387

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.

Natural Resources fund is currently borrowing \$377,400 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			
Non-Departmental			
010105-00081	4/17/2017	Pest Control Bd-4th Qtr '16 Posta	56.84
010105-00082	4/17/2017	Pest Control Bd-1st Qtr '17 Posta	105.02
Sheriff			
010145-01555	4/26/2017	Traf Safety Comm-Dist Driving Err	1,496.75
Public Works			
101001-00881	4/5/2017	Servicemaster-Dryden-March	720.00
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
150001-00646	4/30/2017	Ohme Gardens	510.50
150001-00650	4/30/2017	YWCA	160.50
Natural Resources			
180001-00994	12/31/2014	WA St Dept of Ecology	12,192.99
180001-01192	4/26/2017	Upper Col Salmon Rec Board	2,291.79
Motor Pool			
530001-01366	4/13/2017	Chelan County Horticulture	6,179.68
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			

Budget: June is 50% 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	628,025	46.8%	2,242	191.7%
015	Auditor	618,872	49.7%	398,217	40.9%
020	Community Develop.	861,588	42.7%	974,958	54.4%
030	Human Resources	59,122	35.8%	145	100.0%
040	Clerk	630,740	49.9%	419,075	61.8%
045	Commissioners	339,344	46.1%	8,091,822	62.1%
050	Coroner	104,039	42.6%	7,362	49.1%
052	Information Technology	383,330	42.0%	81,881	50.0%
055	Facilities Maintenance	761,444	45.3%	342,331	50.0%
065	District Court	676,229	48.4%	509,255	43.1%
066	District Court Probation	243,653	46.8%	202,776	47.8%
075	Extension Services	143,334	40.5%	6,897	22.6%
085	Juvenile Services	1,437,347	48.2%	297,592	43.7%
105	Non-Departmental	4,439,657	50.0%	173,767	40.4%
139	Child Support Enf.	173,628	47.2%	126,350	30.8%
140	Prosecuting Attorney	1,090,294	50.2%	236,694	41.1%
145	Sheriff	5,126,002	48.9%	1,576,554	46.1%
155	Superior Court System	637,993	49.1%	44,223	47.3%
165	Treasurer	304,824	49.2%	768,375	56.4%
170	Property Tax	-	0.0%	6,638,122	55.7%
General Fund Total		18,659,463	48.2%	20,898,639	55.2%

Other Funds	Expenditures		Revenues		
014	Traffic Safety	60,338	23.1%	163,008	62.4%
101	Solid Waste	800,016	27.7%	890,240	30.8%
103	Solid Waste Planning	49,497	11.2%	92,144	20.8%
110	County Roads	5,324,071	28.1%	6,117,792	32.3%
118	Wenatchee River Park	108,773	41.8%	128,473	49.3%
119	Ohme Gardens	107,157	38.1%	91,933	32.7%
120	Expo Center	74,702	29.5%	60,144	23.8%
121	Fair	41,533	15.2%	57,133	20.9%
124	Farm Worker Housing	85,735	20.4%	30,879	7.4%
125	Horticulture	90,578	40.9%	102,838	46.5%
128	Noxious Weed	155,434	40.7%	173,910	45.6%
132	911 Communications	1,588,503	44.6%	1,587,663	44.6%
142	C.R. Drug Task Force	123,909	27.3%	82,775	18.2%
150	Regional Justice Center	4,148,482	49.5%	4,161,822	49.7%
163	Comm. Svc & Housing	315,773	39.5%	280,178	35.0%
180	Natural Resources	1,112,996	24.4%	674,070	14.8%
510	ER&R	1,531,169	26.3%	1,455,002	25.0%
530	Motor Pool	721,325	48.0%	522,999	34.8%