



- CHELAN COUNTY - MONTHLY FINANCIAL REPORT

AUGUST 2017

Current-year 2017 data reflects financial data posted as of September 11, 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	6,743,304	6,761,778	18,473
Sales Tax	4,805,845	4,779,045	(26,801)
Prop. Tax Penalty & Interest	598,154	543,350	(54,804)
Building and Planning Fees	1,266,726	1,295,949	29,223
Liquor X & P	134,671	125,513	(9,157)
Law Enforcement Contracts	2,000,845	1,923,281	(77,564)
Recording Fees	98,621	106,132	7,511
Motor Vehicle Licensing	301,153	323,590	22,437
Probation Services	259,691	261,928	2,237
Interfund Payments	993,398	1,089,421	96,024
Court Fines	419,333	424,608	5,275
Treasury Interest	125,357	178,987	53,629
Grants\Entitlements	1,520,846	1,496,514	(24,332)
Other	1,259,965	1,418,926	158,962
Total	24,717,181	24,865,202	148,021

August sales tax was just under \$695,000. For the fourth month in a row, sales tax came in under budget (\$751,179), and under the amount received in the previous year (\$850,710). Sales tax receipts are -0.6% below budget for the year-to-date. The County is now operating at a deficit for the year of (\$148,105). The 2017 adopted budget assumed a deficit for the year of (\$812,760). The decline in sales tax is likely the result of seasonal changes in retail sales throughout the year as well as the impact of recent annexations.



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/>

Some of the 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 August.

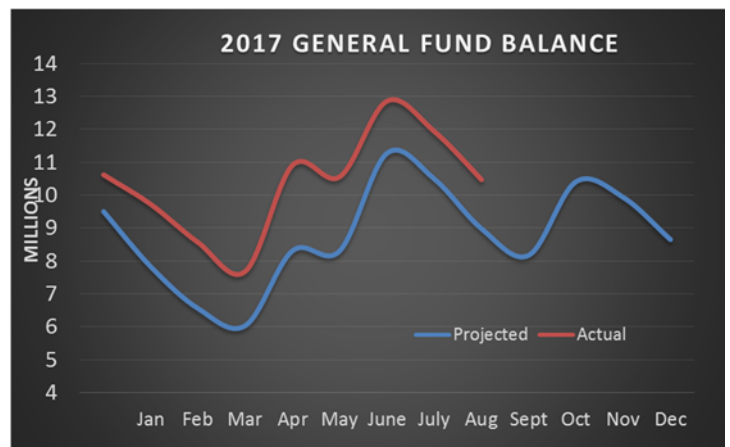
Expenditure Category	Year-To-Date		
	Projected	Actual	Variance
10 - Salaries & Wages	11,782,682	11,725,734	(56,948)
20 - Personnel Benefits	4,805,393	4,574,184	(231,209)
30 - Supplies	661,946	688,998	27,052
40 - Services	3,990,105	4,053,739	63,634
50 - Intergovernmental Svcs	217,920	181,650	(36,269)
90 - Interfund Payments	3,780,047	3,789,000	8,953
TOTAL	25,238,093	25,013,307	(224,786)

While the "Services" 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 August 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 ahead of budget and expenditures are slower than usual, the General Fund balance is above the projection but the positive gap is declining.

The General Fund balance is currently \$1,492,000 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 continue.



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		6/30/2017	7/31/2017	8/31/2017
010	General	14,731,154	13,626,263	12,407,045
014	Traffic Safety	221,992	232,217	211,754
103	Solid Waste Planning	85,992	142,160	151,847
110	County Roads	3,664,237	3,175,031	1,943,086
118	Wenatchee River Park	110,390	123,228	145,272
119	Ohme Gardens	44,912	66,996	77,687
120	Expo Center	334,737	338,162	363,146
121	Fair	351,275	354,026	356,304
124	Farm Worker Housing	87,882	126,881	98,769
125	Horticulture Pest & Disease	45,185	18,779	5,456
128	Noxious Weed	103,569	90,108	68,772
140	Cashmere-Dryden Airport	71,413	52,456	4,245
150	Regional Justice Center	334,670	283,143	397,088
180	Natural Resources	974	722	184
190	Criminal Justice Tax	2,418,839	2,407,938	2,506,450
301	REET I	1,157,845	838,944	634,987
510	ER&R	2,105,949	2,034,330	2,190,329
526	Health Insurance	3,401,676	3,409,591	3,421,242
530	Motor Pool	395,700	452,565	490,844
535	Unemployment Comp	286,688	286,655	290,169
540	Tort Claims & Insurance	928,387	899,864	898,225

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 \$873,400 from the REET I fund to provide resources until reimbursement of 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 Postage	56.84
010105-00082	4/17/2017	Pest Control Bd-1st Qtr '17 Postage	105.02
Public Works			
101001-00955	6/5/2017	Dryden-May-One Way Constructor	575.00
101001-00975	6/28/2017	Dryden June Addl-Chumstick Wildfi	21.00
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	356.94
150001-00602	3/2/2017	DOC Medical Billing	807.00
150001-00660	5/31/2017	DOC Medical Billing	614.48
150001-00661	5/31/2017	DOC Medical Billing	692.86
150001-00662	5/31/2017	City of Wenatchee	5,161.67
150001-00668	6/7/2017	DOC Jan 2017 Medical Billing	660.00
150001-00669	6/7/2017	DOC April 2017 Medical Billing	6,286.26
150001-00687	6/22/2017	DOC Medical Charges	941.51
150001-00704	6/30/2017	Wen Valley Humane Society-June	256.75
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			
530001-01422	6/30/2017	Chelan County Horticulture	1,703.00
If any of these outstanding receivables have been paid, will not be paid, or need adjustment, please contact the County Auditor's Office.			

Budget: August is 66.7% 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	826,958	61.7%	2,653	226.8%
015	Auditor	836,175	67.2%	540,626	55.5%
020	Community Develop.	1,164,074	59.7%	1,327,604	74.0%
025	Fire Prevention & Invest.	26,145	37.8%	701	-
030	Human Resources	79,112	47.9%	145	100.0%
040	Clerk	832,163	65.9%	556,442	82.0%
045	Commissioners	449,462	64.4%	9,605,826	73.7%
050	Coroner	147,772	60.4%	14,874	99.2%
052	Information Technology	551,124	60.4%	90,191	55.1%
055	Facilities Maintenance	1,059,096	63.1%	441,009	64.4%
065	District Court	894,585	64.1%	728,356	61.6%
066	District Court Probation	327,223	62.9%	288,864	68.0%
075	Extension Services	199,997	56.6%	16,948	55.6%
085	Juvenile Services	1,914,484	64.3%	404,939	59.5%
105	Non-Departmental	5,937,727	66.8%	233,823	54.4%
139	Child Support Enf.	230,508	62.7%	221,863	54.1%
140	Prosecuting Attorney	1,448,251	66.6%	328,984	57.1%
145	Sheriff	6,817,524	64.8%	2,307,314	67.5%
155	Superior Court System	864,933	66.6%	48,560	51.9%
165	Treasurer	405,996	65.5%	943,702	69.3%
170	Property Tax	-	0.0%	6,761,778	56.8%
General Fund Total		25,013,307	64.6%	24,865,202	65.7%
Other Funds					
		Expenditures		Revenues	
014	Traffic Safety	90,338	34.6%	182,769	69.9%
101	Solid Waste	1,066,911	36.9%	1,239,177	42.8%
103	Solid Waste Planning	60,535	13.7%	169,406	38.2%
110	County Roads	8,562,915	45.2%	7,478,919	39.4%
118	Wenatchee River Park	157,926	60.6%	213,230	81.9%
119	Ohme Gardens	156,685	55.7%	174,146	61.9%
120	Expo Center	98,705	39.0%	114,070	45.1%
121	Fair	122,511	44.9%	78,468	28.7%
124	Farm Worker Housing	188,075	44.8%	146,868	35.0%
125	Horticulture	135,960	61.4%	104,179	47.1%
128	Noxious Weed	206,089	54.0%	192,991	50.6%
132	911 Communications	2,113,709	59.4%	2,134,647	60.0%
142	C.R. Drug Task Force	182,928	40.3%	144,913	31.9%
150	Regional Justice Center	5,544,870	66.2%	5,575,022	66.6%
163	Comm. Svc & Housing	528,323	66.0%	379,810	47.5%
180	Natural Resources	2,320,029	50.8%	1,516,896	33.2%
510	ER&R	2,096,109	36.1%	2,001,807	34.4%
530	Motor Pool	785,185	52.3%	618,157	41.2%