

Quarterly Financial Report

2018

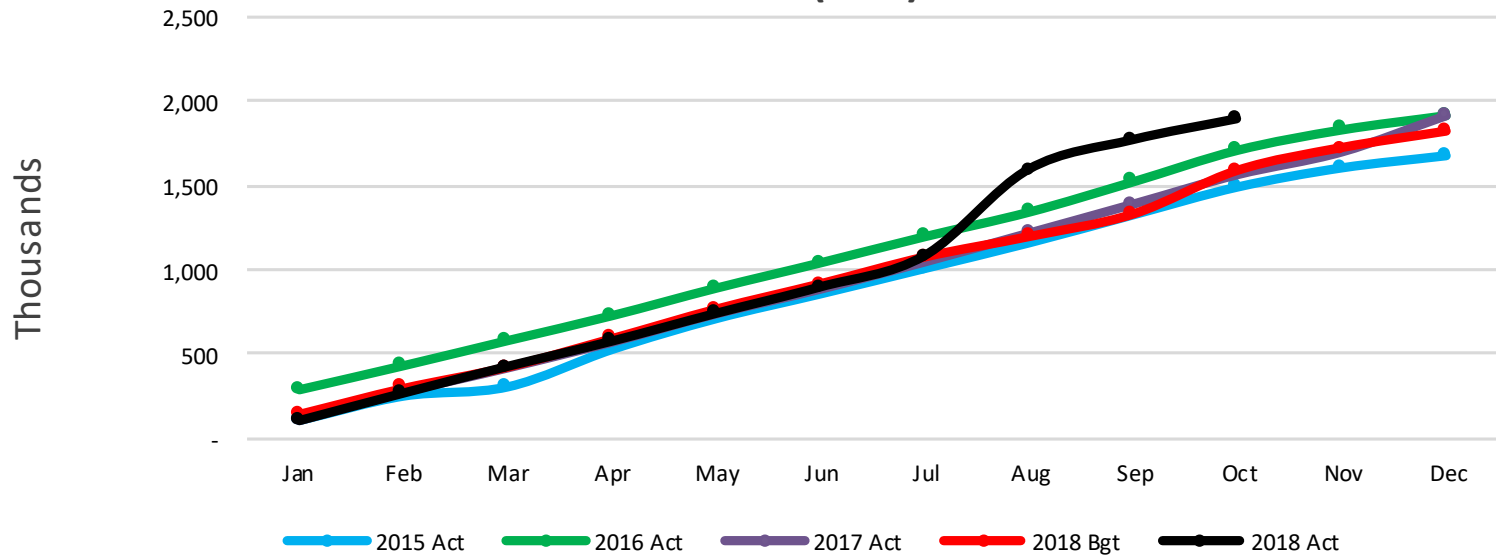
Third Quarter

Some Positive Developments

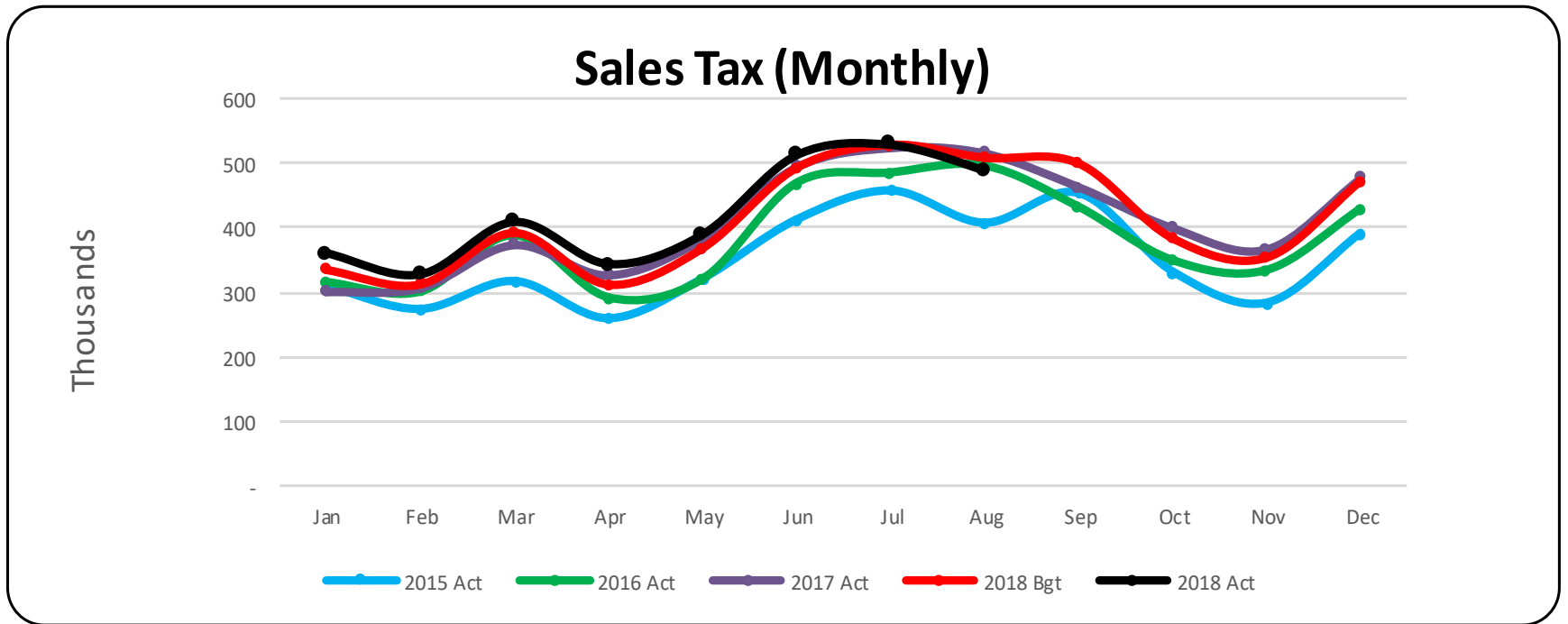
- PILT funding:
 - \$474,204 revenue higher than budget, due to Fed action.
- Lawsuit Settled:
 - The County received an unbudgeted settlement of \$450,000, related to damage at the Courthouse.
- HUTF Special Disbursement:
 - The State General Assembly passed SB 18-001, resulting in a special “transportation” related disbursement to the County of \$346,660.
- Sales Tax Revenue:
 - While growth in sales tax is slowing dramatically, we are still projecting revenues in excess of budget (by \$336,000, or 3.4%).
- Interest Income:
 - Investments by the County Treasurer are projected to net revenue about \$350,000 higher than budgeted in 2018.

HUTF Revenue

HUTF (YTD)



Sales Tax



Overspending - Reasons

- Executing activity not originally budgeted, but for which unanticipated revenue was received.
- Reasons essentially beyond the control of department supervisors, such as:
 - Equipment breakdowns.
 - Costs of materials.
 - Etc...
- Choices made by department supervisors, resulting in overspending their approved budgets.

Often, more than one reason is at work at the same time...

Unbudgeted Activity Covered by Unanticipated Revenue

- Court Security
 - Providing security at a second court location.
(Grant was provided to cover additional cost).
- County Treasurer
 - Treasurer fee expense higher, due to higher revenue upon which fees are taken.

Overspending Beyond Reasonable Control of Supervisors

- Sheriff-Detention
 - Payments to LaPlata County for inmate housing are driven by number of inmates.
- County Coroner
 - Autopsy costs.
- Sheriff-Investigations:
 - Wages and Overtime associated with expensive investigations.
- Human Resources
 - Higher advertising cost driven by large number of vacant positions.

Overspending Within the Control of Supervisors

- Sheriff-Investigations
 - Training and various supply costs
- Human Resources
 - Placing large, individual advertisements, versus grouped advertisements, etc...

Coverage of Expected Budget Adjustments

- Three methods available:
 - Unanticipated revenue
 - Transfer of underspent operational budget from other departments/funds
 - Deliberate use of appropriated contingency funds
- Unanticipated revenue includes:
 - General Fund: PILT, Sales Tax, Settlement and Investment Revenues
 - Road & Bridge Fund: Sales Tax, HUTF
- We will use savings from underspent budgets first, and then unanticipated revenues second, to cover over spent budgets

Finance Management Highlights

- Significant work was done preparing data in support of the 1A Ballot measure.
- The Department assisted the Combined Dispatch Board in preparation of the 2019 Dispatch budget (there being a vacancy in the Dispatch Manager position).
- Significant work done in support of various CIP projects (R&B and Solid Waste), as there were more than usual during 2018, and some changes in staff occurred.
- 2019 budget work more complicated than usual, on account of 1A Ballot contingency planning.

4th Quarter Projects

- Finish the 2019 Budget, related Budget Resolutions, Budget Book, etc...
- Final calculation of 2018 Budget Adjustments and related Resolutions.
- Certification of Mill Levies.
- Grant reporting updates.
- Preparation for Year End.