

Quarterly Financial Report

2019

Second Quarter

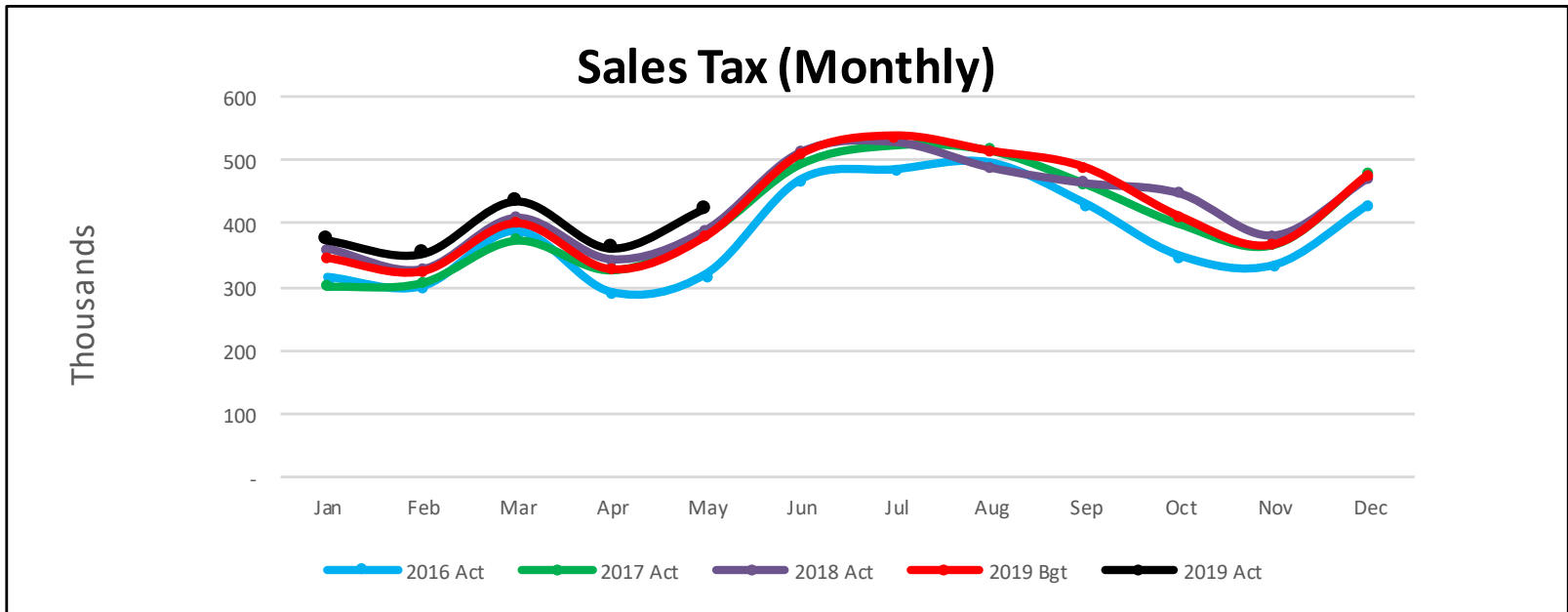
Summary

- After taking seasonal variations into account, all funds are receiving Revenue that is either at, or higher, than budget.
- 46 out of 55 (83%) Categories/Departments are within Expense budget and without issues.
- 2 out of 55 (4%) Categories/Departments are expected to over-spend their Expense budgets.
- Another 7 out of 55 (13%) are on the Watch List, as they *might* go over budget before year end.

Positive Revenue Developments

- Unanticipated revenue has been received, including:
 - PILT funding up \$495,500 due to Fed action.
 - Sales Tax Revenue, up 9.5%. If this trend continues, the County could receive as much as \$450,000 more than budgeted by year end. (split 50/50 between the General and Road & Bridge funds).
 - Interest Income significantly up, and could be \$160,000+ more than budget by year end.
- Excess revenue (*net of deficient revenue*), can be used to cover over-budget expenditures. The unused portion will roll to the applicable fund balance and can help with unfunded Capital Projects.

Sales Tax



Expense Control

- 46 out of 55 Categories/Departments are well under control.
- 2 Categories/Departments are projected to exceed their annual expense budgets:
 - **County Treasurer:** Will exceed their expense budget modestly because of bank fees. (This will be covered by interest revenue significantly over budget).
 - **Solid Waste – Administration:** Will exceed their expense budget modestly because of Workman's Compensation expense and unbudgeted storage materials. The Workman's Compensation is beyond management control and the storage materials relate to a safety issue.

Watch List

- The following additional departments have been placed on the County Watch List, as they are either currently over budget, or are at risk for going over budget by year end. These include:
- **Human Resources:** Moving and Recruitment expense is well over budget. There is still the possibility of not going over budget, if other categories are not fully consumed.
- **Sheriff – Administration:** Several categories are over budget, especially Utilities, but also Body Armor, Uniforms, Dues & Subscriptions. Currently the over budget amounts are mostly compensated by under spending in other categories.
- **Sheriff – Detention:** Looks under budget, but only because 2 months of inmate housing has not been invoiced. That category is projected to exceed budget by at least \$155,000. Many other categories are coming in low, and they “might” offset the Inmate Housing costs to a considerable extent.
- **Transportation – Mountain Express:** Wages and Fuel costs might put this department over budget modestly at year end.

Finance Department Highlights

- “Rating” Presentation to Moody’s, result: Aa3 Bond Rating and A1 COP Rating.
- Assisted in “closure” of COP financing for Detention Center, result: \$13,151,000 to Project Fund, 25 Years – 7 Year Call Feature and 3.078% True Interest Rate.
- Completed 2020 Cost Allocation Plan (and submitted to State)
- 2018 Audit Field Work Completed
- AP/PR Clerk – Special Projects, including:
 - Continues working with B&G Dept. to lower utility costs
 - Coding/payment processes related to utilities was re-engineered
 - Continues expansion of scanning projects
 - Payroll and AP processes continue to be processed accurately and on-time.
- Continued updating Revenue Projections and Long Range Forecasts, in preparation for the 2020 budget process.