

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## **Executive Summary**

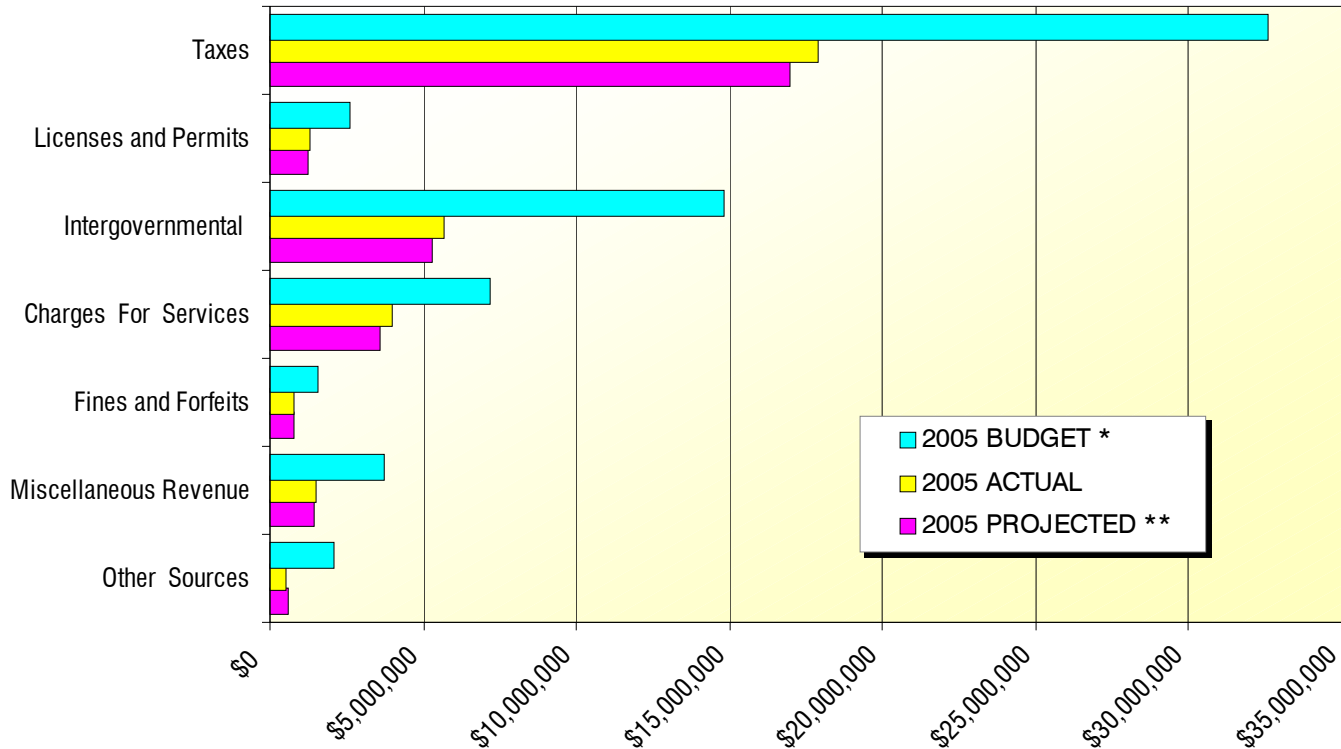
At the end of the second quarter of 2005 revenues are ahead of projections and an we anticipate the General Fund will meet or exceed 2005 budget estimates. Expenditures are on track with the 2005 budget allocations.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## General Revenue - Budget vs. Actual



\* "2005 Budget" figures represent 2005 amended budget annual amounts.

\*\* Based on past revenue history, the "2005 Projected" figures represent portions of 2005 amended budget amounts, as projected at the end of this quarter. Projections are adjusted throughout the year as new information becomes available.

	2005 Budget Adopted	2005 Budget Supp'ls	2005 Budget Amended	Actual as of 06/30/05	% Collected To Date	Projected as of 06/30/05
Taxes	32,612,911	0	32,612,911	17,891,165	54.86%	16,946,630
Licenses and Permits	2,400,940	210,000	2,610,940	1,285,803	49.25%	1,267,997
Intergovernmental	12,957,937	1,868,725	14,826,662	5,705,843	38.48%	5,297,335
Charges For Services	6,995,804	207,352	7,203,156	3,999,090	55.52%	3,619,889
Fines and Forfeits	1,547,983	0	1,547,983	773,318	49.96%	781,865
Miscellaneous Revenue	3,695,451	25,998	3,721,449	1,528,992	41.09%	1,460,235
Other Sources	2,099,433	0	2,099,433	543,314	25.88%	608,948
<b>Total Revenue</b>	<b>62,310,459</b>	<b>2,312,075</b>	<b>64,622,534</b>	<b>31,727,525</b>	<b>49.10%</b>	<b>29,982,899</b>

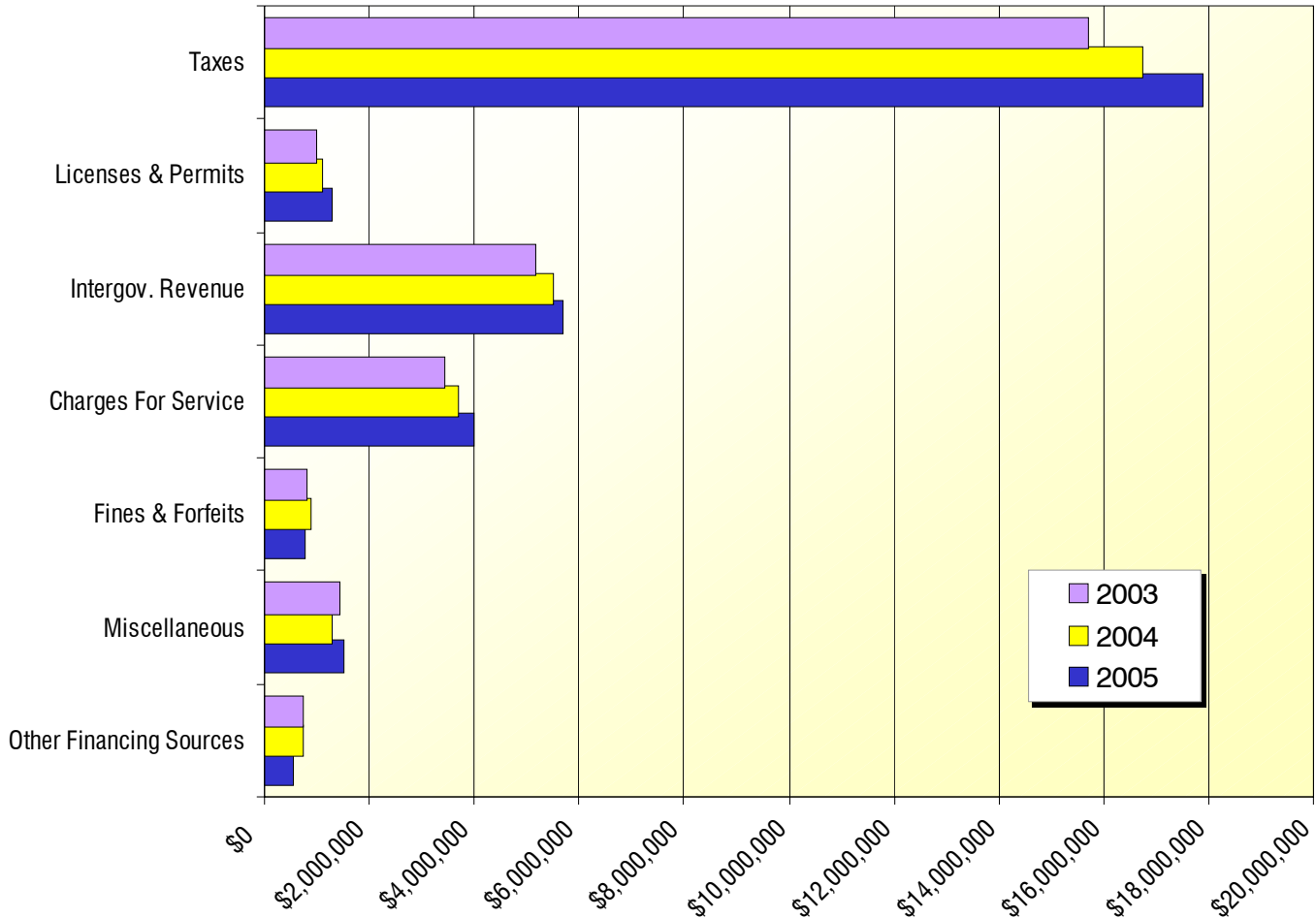
See pages 4 and 5 for General Fund Revenue Notes.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## General Fund Revenue to Date - Compared to Prior Years



	2003	2004	2005
Taxes	15,727,184	16,743,819	17,891,165
Licenses & Permits	1,013,757	1,117,373	1,285,803
Intergov. Revenue	5,187,941	5,513,533	5,705,843
Charges For Service	3,450,764	3,697,981	3,999,090
Fines & Forfeits	807,558	905,001	773,318
Miscellaneous	1,447,761	1,291,758	1,528,992
Other Financing Sources	745,097	734,791	543,314
<b>Total Revenue</b>	<b>28,380,062</b>	<b>30,004,256</b>	<b>31,727,525</b>

See pages 4 and 5 for General Fund Revenue Notes.

# Whatcom County Second Quarter 2005 Financial Report

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## General Fund Revenue Notes

### Taxes

*Property tax and retail sales tax make up 93% of Whatcom County's tax revenue budget.*

Tax revenues are \$1,147,345 greater than second quarter 2004 amounts. Property tax collections are \$635,000 greater than collections at this time last year and are at 55% of budget. Collection of interest and penalties on property taxes increased \$106,150. Sales tax revenue increased \$414,270, or 10%, over second quarter 2004. Construction, car sales, and purchases by Conocco Phillips contributed to the sales tax increase. Other tax amounts were similar to prior years.

### Licenses & Permits

*Building permits account for 67.5% of "Licenses & Permits" budgets. Health Department, marriage and fire control licenses and permits account for the remaining 32.5%.*

Building permit revenues were \$114,400 or 14%, higher than second quarter 2004, with total revenue of \$934,280.

### Intergovernmental Revenue

*"Intergovernmental Revenue" comes from a variety of sources including grant revenue, state entitlements and payment for intergovernmental services rendered.*

Revenues collected as of quarter end were 37.6% of budget and comparable to second quarter 2004. Two large grants were awarded during the second quarter with combined anticipated revenue of 1,710,000. Rapid Border Prosecution was awarded \$860,000 dollars and Birch Bay Sewer Project was awarded \$850,000. Revenue for these two grants will be collected as expenditures are made throughout the year.

### Charges for Services

*"Charges for Services" include document recording fees (Auditor), motor vehicle license fees (Auditor), plan check fees (Planning & Development Services), adult probation fees (District Court Probation), immunizations (Health Department) and several other miscellaneous service fees that help cover the costs of providing specific services used by individual customers.*

"Charges for Services" revenues are 55.5% collected as of the end of the second quarter. This category was \$301,000, or 8% greater than collected in the second quarter 2004. Revenue from zoning, subdivision fees, and site reviews increased \$113,400 from second quarter 2004. Plan check fees increased \$157,000, or 33%. A moratorium was placed on building within the Lake Whatcom Watershed causing a rush of applicants to schedule and pay for plan checks.



## General Fund Revenue Notes, continued

### Fines and Forfeits

*"Fines and Forfeits" consist principally of traffic infraction revenue and criminal traffic misdemeanor penalties, which include driving while intoxicated penalties.*

"Fines and Forfeits" revenues are 50% percent collected as of the end of the second quarter. This category decreased \$131,800, or 17% less than second quarter 2004. Traffic infraction revenue decreased \$121,600 from second quarter 2004. We believe this is the result of the Washington State Supreme Court ruling prohibiting suspending driver's licenses for non-payment of infractions.

### Miscellaneous

*"Miscellaneous" revenues are made up of interest earnings, rents, contributions, refunds, and various small, otherwise unclassified, amounts.*

"Miscellaneous" revenues were \$237,200 or 18% greater than second quarter 2004 collections. Investment interest is up \$190,000 over 2004 due to higher interest rates.

### Other Financing Sources

*The "Other Financing Sources" revenue budget is 32% state timber revenues and 68% operating transfers from other Whatcom County funds.*

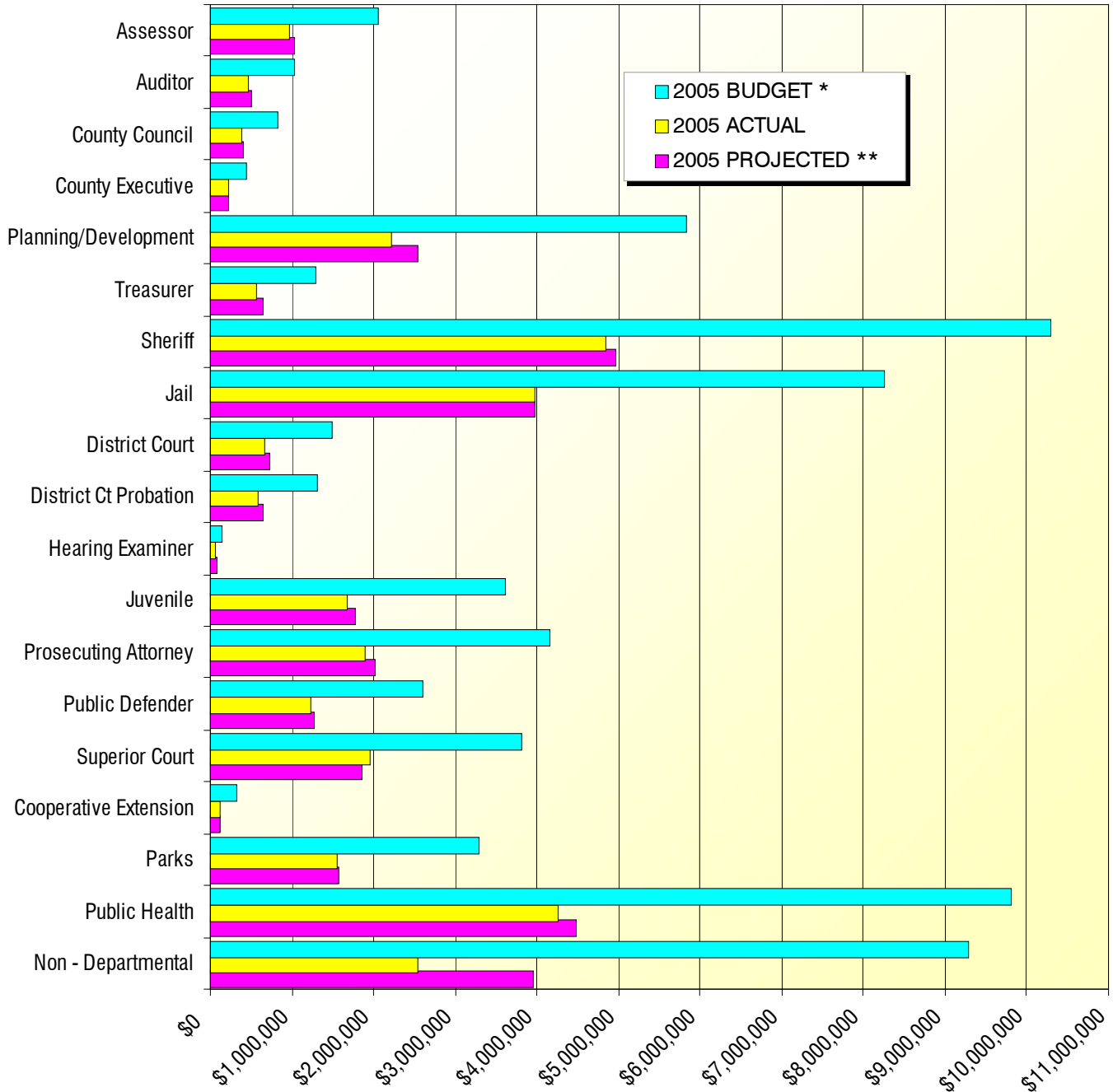
These two revenue sources were \$192,400, or 35% less than second quarter 2004 revenue amounts. Some operating transfers did not get completed for the first half of the year. The revenue will be collected during the third quarter. State timber sale revenue was \$60,000 less than second quarter 2004. There is a cyclical nature to this revenue stream and these decreases were anticipated.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## General Fund Expenditures - Budget vs. Actual



\* "2005 Budget" figures represent 2005 amended budget annual amounts.

\*\* Based on past expenditure history, the "2005 Projected" figures represent portions of 2005 amended budget amounts, as projected at the end of this quarter. Projections are adjusted throughout the year as new information becomes available.

See page 7 for chart detail and page 9 for General Fund Expenditure Notes.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## General Fund Expenditures - Budget vs. Actual

	Adopted 2005 Budget	Budget Supplementals	Amended Budget	Actual as of 06/30/05	% Expended To Date	Projected as of 06/30/05
Assessor	2,054,428	9,706	2,064,134	966,380	46.82%	1,019,921
Auditor	1,030,042	5,987	1,036,029	467,091	45.08%	512,481
County Council	814,012	10,561	824,573	377,768	45.81%	398,925
County Executive	436,446	5,542	441,988	212,076	47.98%	224,363
Planning & Development	4,891,532	939,235	5,830,767	2,226,357	38.18%	2,537,064
Treasurer	1,178,235	106,038	1,284,273	562,872	43.83%	645,587
Sheriff	9,645,221	658,321	10,303,542	4,845,461	47.03%	4,963,214
Jail	7,838,239	413,637	8,251,876	3,970,691	48.12%	3,967,024
District Court	1,481,532	2,151	1,483,683	675,200	45.51%	723,654
District Court Probation	1,299,482	3,327	1,302,809	577,658	44.34%	637,649
Hearing Examiner	149,071	0	149,071	69,087	46.35%	73,520
Juvenile	3,599,239	21,593	3,620,832	1,683,568	46.50%	1,778,436
Prosecuting Attorney	4,025,594	123,295	4,148,889	1,901,796	45.84%	2,026,677
Public Defender	2,488,327	115,177	2,603,504	1,240,716	47.66%	1,273,644
Superior Court	3,709,678	110,850	3,820,528	1,955,080	51.17%	1,859,211
Cooperative Extension	317,278	0	317,278	115,875	36.52%	127,207
Park	3,239,811	49,386	3,289,197	1,550,399	47.14%	1,581,922
Public Health	9,773,286	32,392	9,805,678	4,263,178	43.48%	4,479,169
Non - Departmental	8,545,673	738,764	9,284,437	2,546,214	27.42%	3,952,439
<b>Total General Fund Exp</b>	<b>66,517,126</b>	<b>3,345,962</b>	<b>69,863,088</b>	<b>30,207,467</b>	<b>43.24%</b>	<b>32,782,107</b>

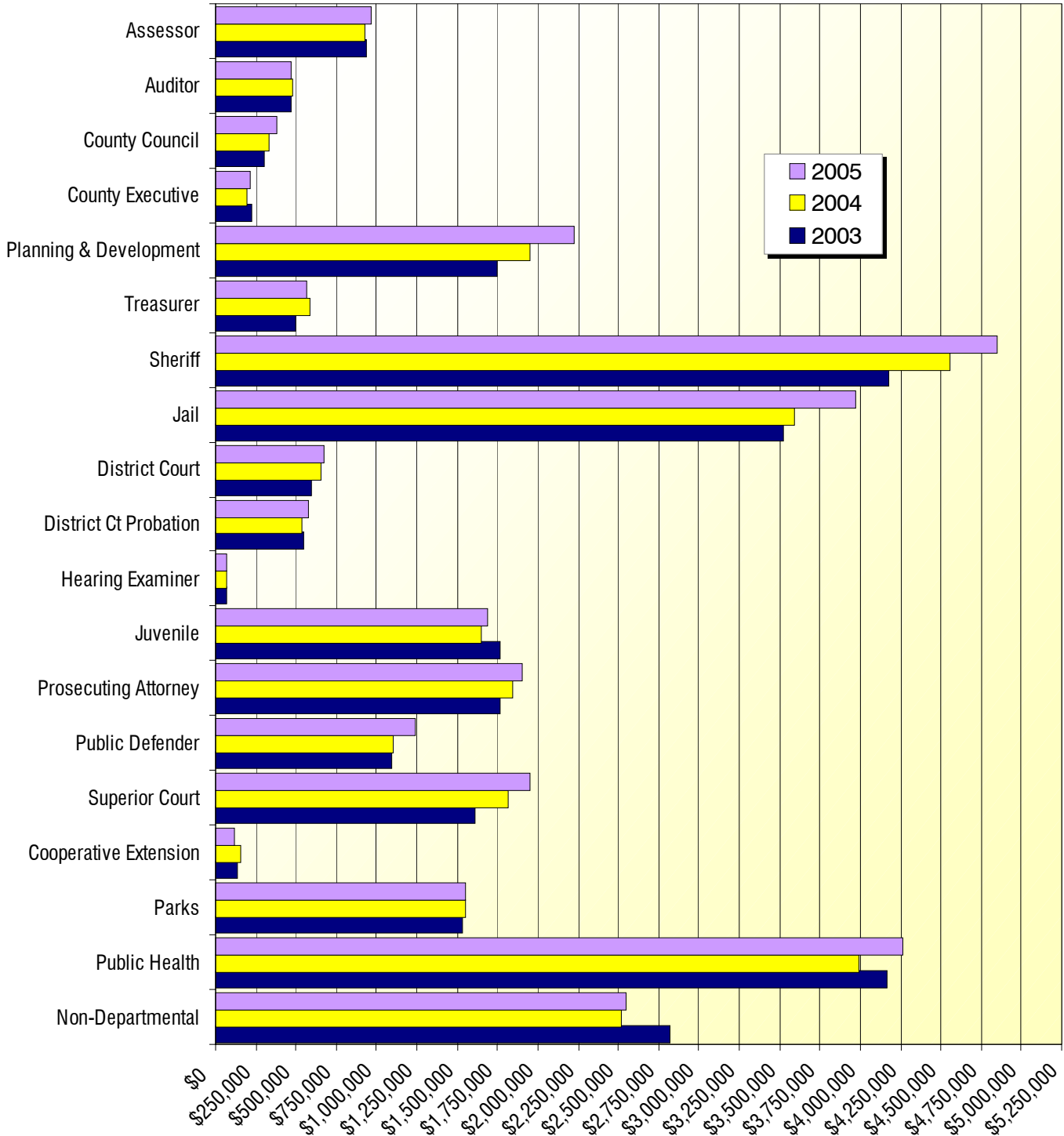
See page 9 for General Fund Expenditure Notes.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## General Fund Expenditures to Date - Compared to Prior Years



See page 9 for chart detail and General Fund Expenditure Notes.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## General Fund Expenditures to Date - Compared to Prior Years

	2003	2004	2005
Assessor	936,024	931,371	966,380
Auditor	469,072	474,493	467,091
County Council	305,771	334,634	377,768
County Executive	224,070	199,357	212,076
Planning & Development	1,746,707	1,950,414	2,226,357
Treasurer	498,987	586,077	562,872
Sheriff	4,175,146	4,555,209	4,845,461
Jail	3,524,927	3,594,659	3,970,691
District Court	596,966	652,783	675,200
District Ct Probation	550,595	537,810	577,658
Hearing Examiner	65,991	69,920	69,087
Juvenile	1,770,886	1,653,324	1,683,568
Prosecuting Attorney	1,770,888	1,844,464	1,901,796
Public Defender	1,089,649	1,099,833	1,240,716
Superior Court	1,612,902	1,812,345	1,955,080
Cooperative Extension	139,992	156,609	115,875
Parks	1,535,947	1,552,520	1,550,399
Public Health	4,170,255	3,988,047	4,263,178
Non-Departmental	2,824,146	2,519,029	2,546,214
<b>TOTAL</b>	<b>28,008,921</b>	<b>28,512,898</b>	<b>30,207,467</b>

## General Fund Expenditure Notes

Overall expenditures for the General Fund were at 43.2% of the approved budget. This is an increase of 6% over expenditures for second quarter 2004. All departmental spending, with the exception of Superior Court, were within expectations. Superior Court spent 51.2% percent of their approved budget due to payments made for expiring grant programs.

# Whatcom County Second Quarter 2005 Financial Report

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## General Fund Conclusion

	Approved Budget	Projected
<b>Beginning Fund Balance</b>	18,454,667	22,276,285
<b>Revenues</b>		
Budgeted Revenues 2005	62,310,459	62,310,459
Supplemental Budgets 2005	-	2,312,075
<b>Total Revenue</b>	<b>62,310,459</b>	<b>64,622,534</b>
<b>Expenditures</b>		
Budgeted Expenditures 2005	66,517,126	66,517,126
Continuing Appropriations 2005	-	642,017
Supplemental Budgets 2005	-	2,703,945
<b>Total Expenditures</b>	<b>66,517,126</b>	<b>69,863,088</b>
<b>Adjusted Surplus (Deficit)</b>	<b>(4,206,667)</b>	<b>(5,240,554)</b>
<b>Other Considerations</b>		
Estimated Budget Lapse	2,420,416	2,660,685
<b>Ending Fund Balance</b>	<b>14,248,000</b>	<b>19,696,416</b>
 <b>Recap of Ending Fund Balance</b>		
Dedicated Reserve		319,820
Emergency Reserve		1,000,000
Unreserved Fund Balance		18,376,596
<b>Total Fund Balance</b>		<b>19,696,416</b>

## General Fund Conclusion Notes

Revenues at the end of the second quarter of 2005 are \$31,727,525 or 49% of the 2005 revenue budget. Revenues are \$1,723,269 more than revenues received in the same period in 2004.

Expenditures are on track with authorized budgets. The General Fund's 2005 ending fund balance is currently projected to be \$19.7.

# Whatcom County Second Quarter 2005 Financial Report

For the Quarter Ended June 30, 2005



## Special Revenue Funds and Other Funds - Revenues

	2004 Actual As of 6/30/2004	2005 Actual As of 6/30/2005	2005 Budget	% Collected of 2005 Budget
County Road Fund	10,121,025	10,964,281	26,060,799	42.07%
Election Reserve Fund	323,352	338,558	1,267,720	26.71%
Veterans Relief	83,218	91,776	157,674	58.21%
Water Resources Fund	1,016	2,377	-	0.00%
Whatcom County Jail Fund	-	219,842	90,770	242.20%
Low-Income Housing Projects	173,206	170,732	335,000	50.96%
Solid Waste Fund	278,695	358,665	1,046,000	34.29%
WC Convention Center Fund	55,719	61,934	150,000	41.29%
Victim/Witness Assistance Fund	51,267	52,937	112,717	46.96%
CERB fund	-	-	189,360	0.00%
Whatcom Co Drug Fund	207,726	223,227	330,000	67.64%
Auditor's O&M Fund	37,548	37,142	125,400	29.62%
Emergency Management	265,542	373,158	1,620,443	23.03%
Flood Control Zone Dist Fund	1,590,633	1,827,218	3,781,065	48.33%
PT Roberts Fuel Tax	14,327	18,652	30,000	62.17%
Conservation Futures Fund	445,743	580,893	977,465	59.43%
Sub-Flood Zones	64,771	73,641	106,188	69.35%
Real Estate Excise Tax Fund II	-	1,090,884	1,505,172	72.48%
Real Estate Excise Tax Fund I	1,316,521	1,099,916	1,505,172	73.08%
Rural Sales Tax Fund	1,028,853	1,322,084	2,293,425	57.65%
Equipment Rental & Revolving	3,425,412	3,705,782	8,832,630	41.96%
Administrative Services Fund	5,932,019	6,423,199	16,021,068	40.09%

### Notes:

Road Improvement Districts, Capital Project Funds and Debt Service Funds are not shown on this list.

*Water Resources Fund*: with the completion of the Water Resources Inventory Area planning this fund has no planned revenue for 2005.

*Whatcom County Jail Fund*: a new fund established to account for detention facilities sales tax collections effective June 1.

*REET Fund I & II*: higher than anticipated real estate transactions during the first half of the year.

# Whatcom County Second Quarter 2005 Financial Report

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## Special Revenue Funds and Other Funds - Expenditures

	2004 Actual As of 6/30/2004	2005 Actual As of 6/30/2005	2005 Budget	% Expended of 2005 Budget
County Road Fund	8,145,521	8,250,760	33,489,437	24.64%
Election Reserve Fund	345,389	263,089	1,386,756	18.97%
Veterans Relief	71,051	64,719	157,674	41.05%
Water Resources Fund	45,012	-	-	N/A
Solid Waste Fund	505,279	467,991	1,376,845	33.99%
WC Convention Center Fund	77,611	87,322	161,584	54.04%
Victim/Witness Assistance Fund	28,307	29,973	124,096	24.15%
CERB fund	-	-	189,360	0.00%
Whatcom Co Drug Fund	139,644	37,658	737,472	5.11%
Auditor's O&M Fund	154,030	43,886	156,828	27.98%
Emergency Management	195,337	285,216	1,626,082	17.54%
Flood Control Zone Dist Fund	1,815,405	1,541,743	6,730,446	22.91%
Conservation Futures Fund	18,207	245,561	811,908	30.24%
Sub-Flood Zones	2,307.00	30,185	200,250	15.07%
Real Estate Excise Tax Fund II	-	66,817	184,989	36.12%
Real Estate Excise Tax Fund I	1,195,565	1,176,615	1,278,015	92.07%
Rural Sales Tax Fund	138,257	680,380	4,217,032	16.13%
Equipment Rental & Revolving	3,211,268	3,906,453	11,046,523	35.36%
Administrative Services Fund	6,472,127	6,622,174	17,437,084	37.98%

**Note:**

Road Improvement Districts, Capital Project Funds and Debt Service Funds are not shown on this list.

*Water Resources:* with the Water Resources Inventory Area planning completed, no expenditures are planned for 2005.

*Expenditures in the funds listed above are usually project-oriented and do not occur on any regular schedule.*



# 2005 Second Quarter Financial Report

Compiled and Presented by the  
Administrative Services Department,  
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July 29, 2005