



**proud past, promising future**

**CLARK COUNTY**  
WASHINGTON

# Quarterly Finance Report 2016 Third Quarter

October 18, 2016

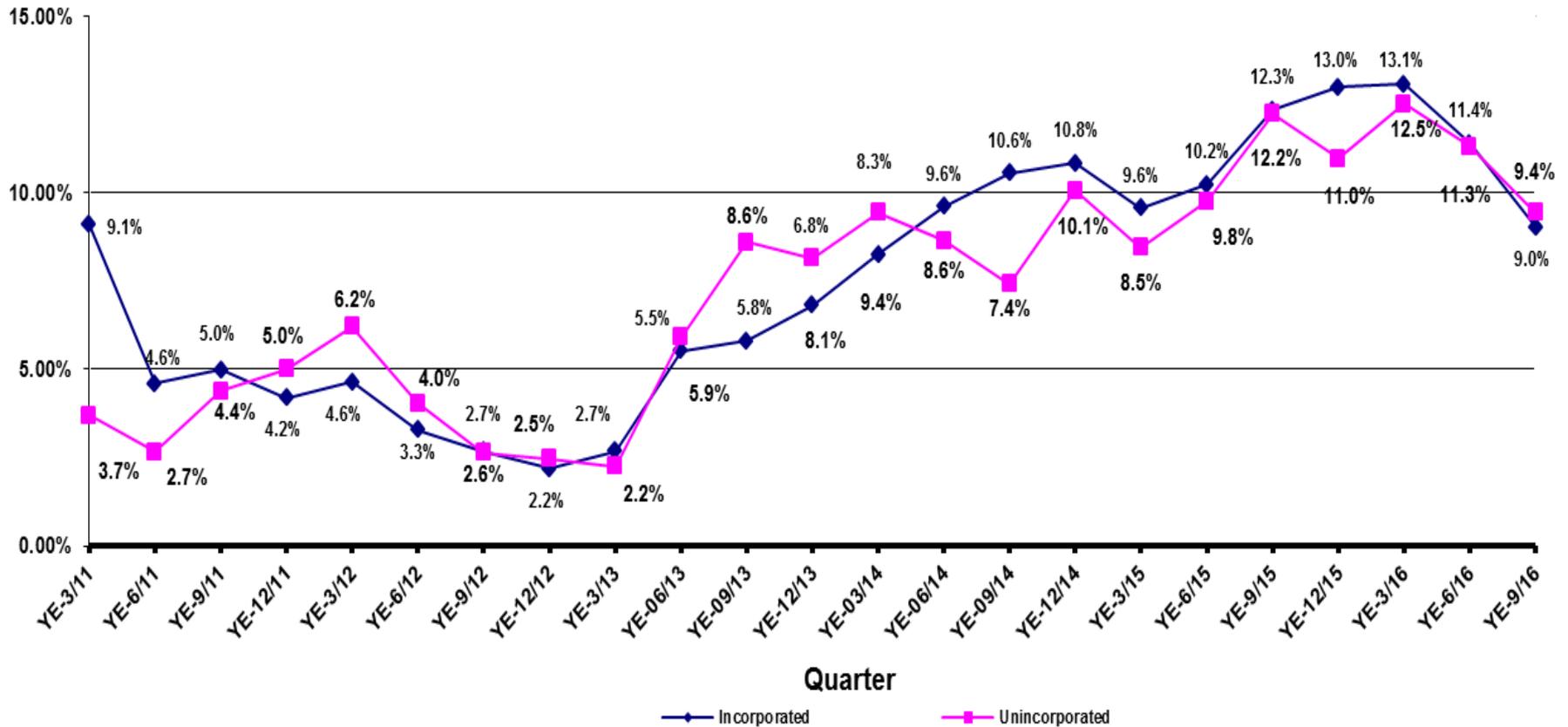
# Overview Quarterly Report Sections

- Leading Indicators pgs. 3-6
  - Retail Sales, Building Permits, Home Sales, Inflation, Unemployment, Jail Bed Days.
- Revenue and Expense Overview pgs. 7-9
- Major Fund Analysis pgs. 10-18
  - General Fund, Community Development, Road Fund, Health Department, Event Center, Central Support (Facilities)
- Employment pgs. 19-21
- Major Revenue Detail pg. 22
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- Appendix pgs 45-49
  - Ten years history

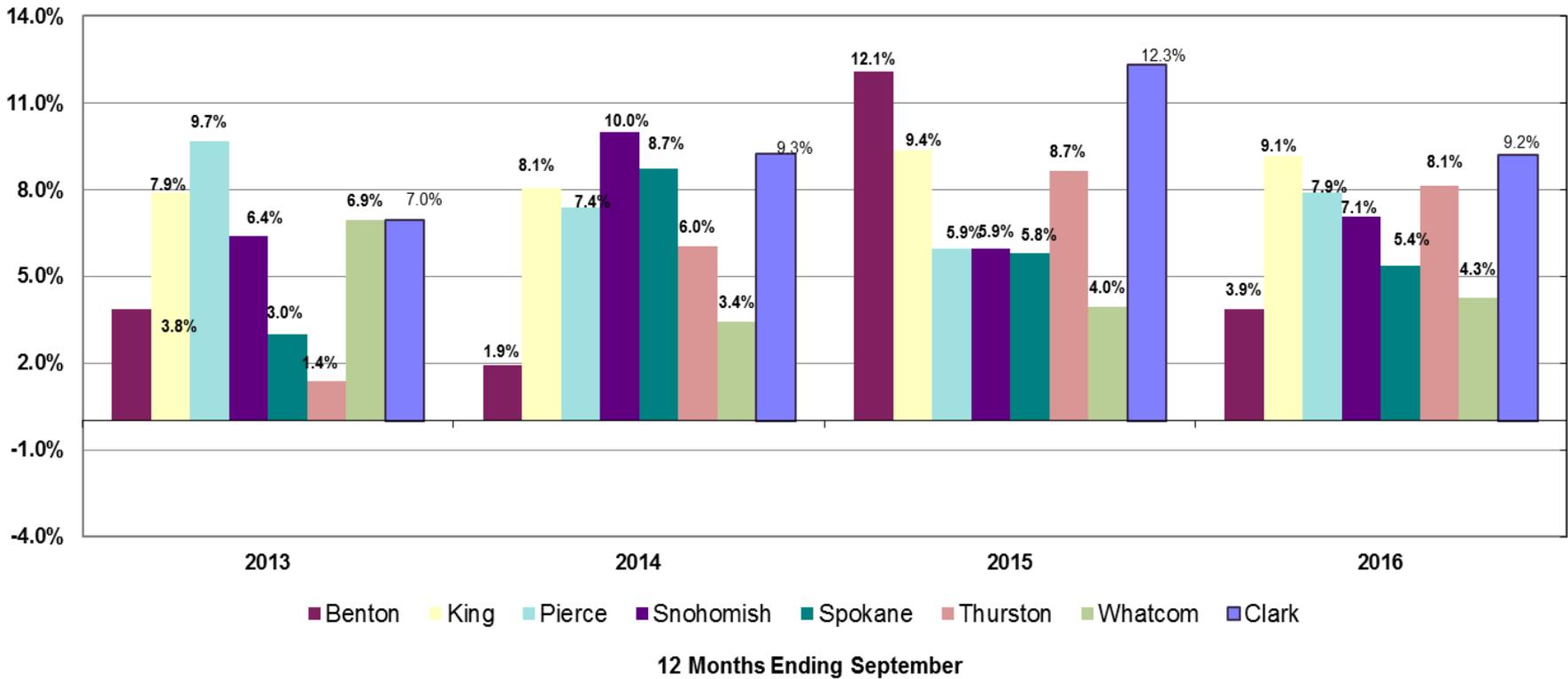
# Leading Indicators

1. Building Permits (Slowing Growth)
2. Land Use Review Permits (Steady)
3. Median Home Sales Price (Steady)
4. Home Sales (Steady)
5. Retail Sales (Slowing Growth)
6. Construction as a % of Retail Sales (Steady)
7. Employment (Steady)

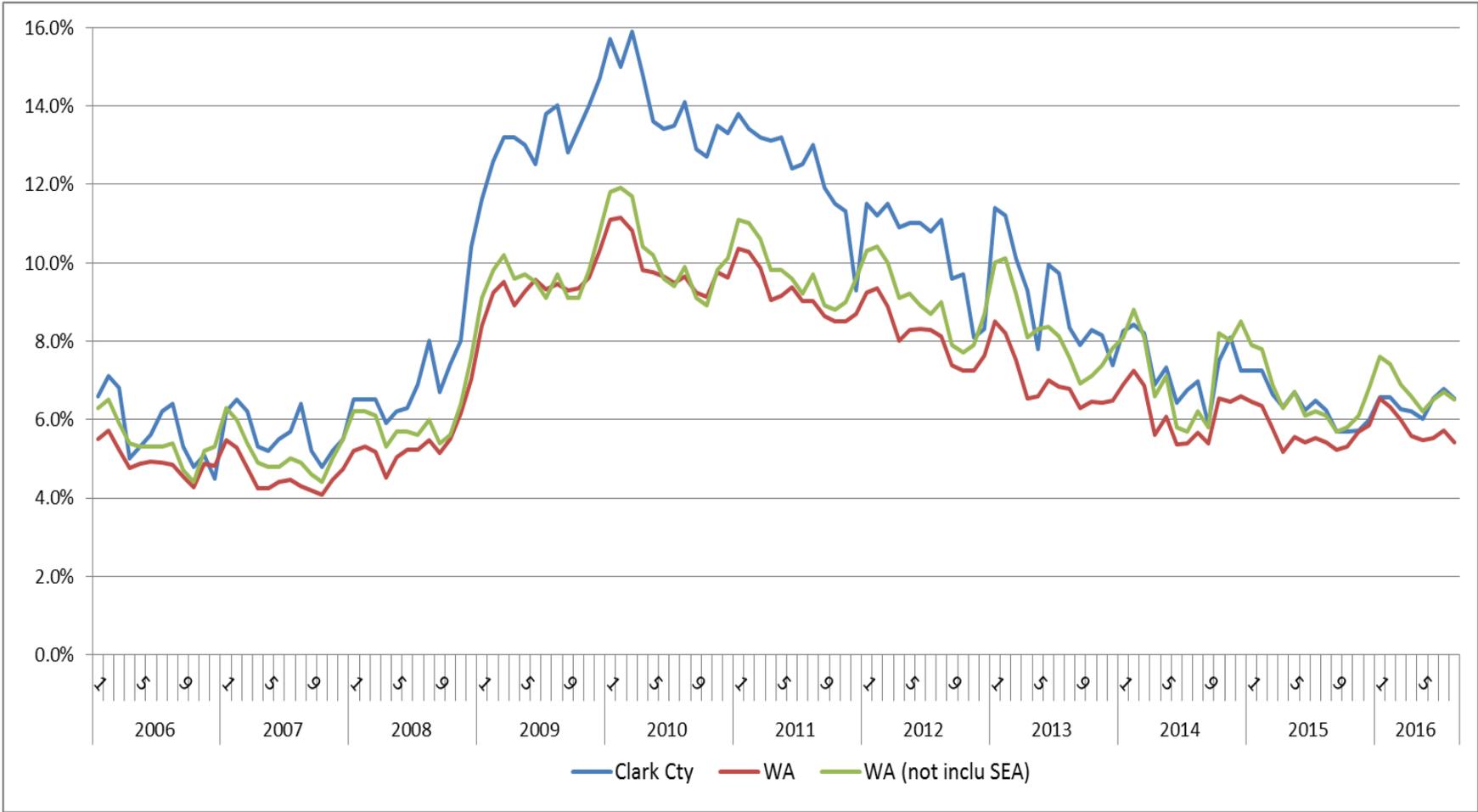
# Clark County 12 Months Ending Retail Sales Growth/Decline (p.8 & 46)



# Major County Retail Sales Growth (p.8)



# County Unemployment Compared to State (p.6 )



Source: Employment Security Department/LMEA; U.S. Bureau of Labor Statistics, Local Area Unemployment Statistics

# General Fund

- GF 2016 revenues are flat compared to 2015. Increase in Sales taxes offset reductions in other revenues (Court, Timber, Criminal Justice and other revenues)
- GF biennium-to-date expenses were approximately 84.8 percent of budget, just below the biennium benchmark of 87.5 percent.
- General Fund unassigned fund balance is \$8.7M, down from \$11.0M at September 2015.

# General Fund Headcount Analysis

	Adopted 1/1/2015	Current (1) 9/30/2016	Inc/Dec	Departmental Changes
<b>Budgeted Positions</b>	1,108.4	1,098.7	(9.7)	Assr (3), Juv (3), Clk (2)
<b>Filled Positions</b>	1,008.0	1,013.0	5.0	Assr 4, IT 4, SO 3, DES 3, PA 2, Juv (9), PIO (2)
<b><u>Unfilled Positions</u></b>	<b><u>100.4</u></b>	<b><u>85.7</u></b>	<b><u>(14.7)</u></b>	

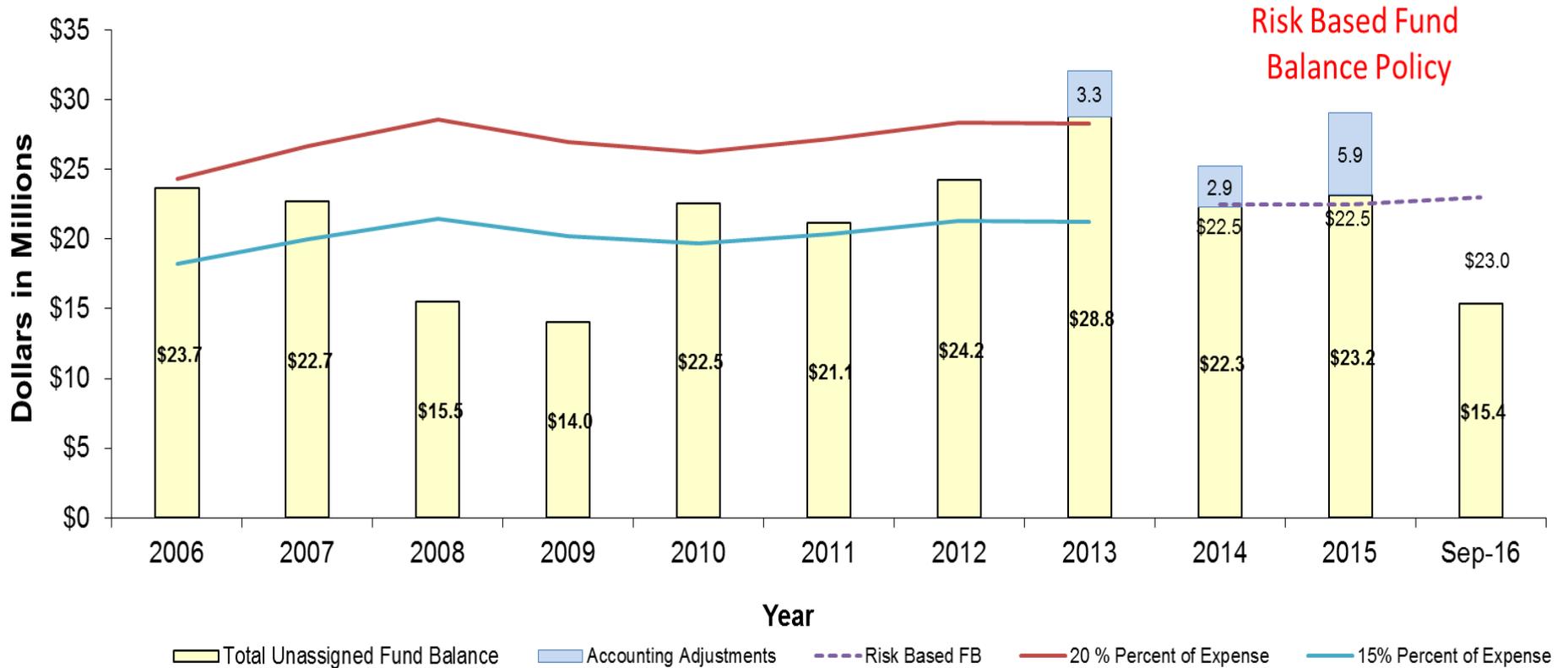
(1) Excludes 5 added positions paid for by Fund 1033 Mental Health Sales Tax. These 5 positions have no general fund impact.

# General Fund Project Position Analysis

	<u>Approved</u>	<u>Filled</u>	<u>Unfilled</u>	<u>Comments</u>
<b>Grants</b>	<b>5.25</b>	<b>3.00</b>	<b>2.25</b>	<b>Fully funded by new grant revenue</b>
<b>IT Project</b>	<b>5.45</b>	<b>4.00</b>	<b>1.45</b>	<b>Fully funded by assigned project revenue</b>
<b>Temp-Full Time</b>	<b>3.50</b>	<b>0.00</b>	<b>3.50</b>	<b>Asssr, AC, Parks, HR (0.5)</b>
<b>Total</b>	<b>14.20</b>	<b>7.00</b>	<b>7.20</b>	

# General Fund (p.10-11 & 47)

## Clark County General Fund Total Unassigned Fund Balance Compare to Best Practices





## Other Major Funds (p. 12-15)

- Department of Community Development
  - Community Development fund balance increased by \$2.8M from 2015 and remains solid at \$6.4M
  - YTD DCD revenue, not including transfer, was \$8.1M, \$1.0M more than in the same period of 2015:
    - \$6.0M of revenue was from Building activities and
    - \$639.6 K in revenue was attributed to Land Use Revenue
  - The GF obligation to DCD is \$35.0K , after transfer of \$190.0K was made in 3<sup>rd</sup> quarter
- Road Fund
  - Road Fund BTD operating revenues were 77.3% of budget while expenses was at 79.6%.
  - Road Fund fund balance decreased by \$8.2M compared to September 2015.
  - Based on the six year Transportation Improvement Plan (TIP), Road Fund fund balance is committed to a variety of projects and an increase in road preservation and maintenance.
  - The current TIP relies on impact fees. There have been approximately \$5.7M in impact fee waivers granted.
- Event Center
  - The Event Center surplus increased in the 3<sup>rd</sup> quarter to \$705.0K .
  - BTD revenue was at 95.8%of budget, expenditures was below budget at 83.1%
  - The Fair contributed \$504.0K to fund balance in 2015 and \$724.oK in 2016

## Summary

- Economic indicators are steady or continue to show incremental improvement. The retail sale taxes growth rate is beginning to decline. Increased sales tax revenue is currently offsetting lagging revenues in other areas.
- General Fund revenues are on budget. Expense spending is tight with minimal savings anticipated.
- Projected ending General Fund fund balance will comply with the County fund balance policy. Current forecast puts the fund balance in the range of \$25M to \$27M

A copy of the complete third quarter financial report may be obtained at:

<http://www.clark.wa.gov/auditor/financial/finreports.html>