

**Clinton County  
General Fund Analysis  
December 31, 2014**

Clinton County  
December 2014  
General Fund Operating Results Analysis  
Presented May 29, 2015

The year-end 2014 financial analysis for the County has been completed and the following items are some of the highlights:

Budget Note: For 2014, the County budgeted \$19.8 million in revenue and \$19.8 million in expenditures. The final actual results show that the county General Fund's revenues for 2014 exceeded expenditures by approximately \$568,686. (Actual Revenues were at 99% of Budget while Actual Expenditures were at 96% of Budget.)

1. Cash and Investments held by the County General Fund at December 31, 2014 are approximately \$ 191,392 higher than the balance at December 31, 2013.
2. Accounts receivables are \$338,971 higher at December 31, 2014 than at December 31, 2013.
3. The County's payables and other liabilities at December 31, 2014 are approximately \$ 409,877 higher in comparison to those balances at December 31, 2013.
4. Overall, Net Assets at December 31, 2014 are approximately \$568,686 higher than at December 31, 2013.
5. In comparison to the budget for 2014, the following are the variances:
  - a. For 2014, tax revenues were approximately \$141,121 over budget. (The Current Real Estate Taxes were approximately \$53,334 over budget.)
  - b. In Lieu of Taxes were more than \$10,000 over budget for 2014. This is a direct result of the County receiving additional revenue from the Housing Authority.
  - c. The County did not utilize its contingency reserve budget and did make its original budgeted Contribution to the Retirement Fund.
  - d. The County underspent the Interfund Transfers (County Match) Budget by approximately \$180,769.

6. County Prison revenue was budgeted at \$3.6 million and the actual revenue was approximately \$4.2 million. The operating expenses were under budget by approximately \$314,614. The Commissioners have been diligent in their efforts to increase in State prisoners' population and did increase the rate in August of 2013.
7. In 2014 the County did receive \$513,011 of Gas Impact Funding that is limited to specific expenditures. The County did not Budget for these revenues nor did they budget for any expenses. The County did spend \$677,481 on Human Services expenditures with that coming from prior years funding.

At the end of 2014, the General Fund fund balance is approximately \$1.9 million. This fund balance is approximately 10 % of budgeted operating expenses. We recommend that the County's fund balance be at 10% of budgeted operating expenditures.

Starting in 2013 the Commissioners did adopt a plan to make ARC payments on an annual basis to avoid additional Pension bonds or a large contribution to the fund. The County did continue to pay their budgeted amount of \$435,000 without jeopardizing the 2014 county budget.

Overall the County did increase its fund balance by \$ 568,686, in turn bringing its fund balance to the recommended amount of ten percent of the operating expenses. However, based upon the proposed budget by the new Governor, the County doesn't expect any significant funding increases from the state. They are also expecting a possible decrease in funding from the gas industry, host agreement fees and the negative long term effects of the Affordable Care Act on the cost of medical insurance. The Board of Commissioners needs to continue to search for enhancements of County revenue and ways to minimize expenditures in order to maintain the recommended fund balance.

Thank You.

CLINTON COUNTY  
Statement of Net Assets  
December 31, 2014

	<u>Adjustments</u>
	<u>Governmental</u>
	<u>Activities</u>
<b>Assets</b>	
Cash and Cash Equivalents	\$ 685,814
Investments	-
Receivables	-
Accounts	1,092,376
Unbilled Revenue	-
Taxes	541,531
Grants	56,990
Other	
Due from Other Funds	1,245,689
Total Assets	<u>\$ 3,622,400</u>
<b>Liabilities</b>	
Accounts Payable	\$ 439,141
Accrued Expenses and Withholdings	802,081
Deferred Revenue	333,180
Current Portions of Long Term Liabilities:	-
Note Payable	-
Due to Other Funds	115,267
Due to Other Governments	-
Total Liabilities	<u>\$ 1,689,669</u>
Total Net Assets	<u>\$ 1,932,731</u>

CLINTON COUNTY  
STATEMENT OF REVENUE AND EXPENDITURES  
December 31, 2014

	Budget	Statement Balances
<b>Revenues</b>		
Taxes	\$ 10,693,050	\$ 10,834,171
Hotel Taxes	240,000	224,051
In Lieu of Taxes	416,460	427,396
Licenses and Permits	40,983	29,869
Interest and Rents	38,000	18,644
Intergovernmental	650,339	737,885
Charges for Services	5,350,835	5,774,480
Miscellaneous Income	885,364	960,467
	<hr/>	<hr/>
Total Revenues	18,315,031	19,006,963
<b>Expenditures</b>		
Current:		
General Government - Administration	5,201,231	4,935,970
General Government - Judicial	3,096,814	3,058,604
Corrections	7,025,167	6,718,229
Public Safety	287,690	290,077
Human Services	253,737	244,154
Culture and Recreation	388,415	400,161
Conservation & Development	542,418	536,815
Debt Service	1,901,436	1,901,952
	<hr/>	<hr/>
Total Expenditures	18,696,908	18,085,962
Excess of Revenues Over (Under) Expenditures	<hr/> (381,877)	<hr/> 921,001
<b>Other Financing Sources (Uses)</b>		
Sale of Property	-	-
Operating Transfers In	1,525,756	610,795
Operating Transfers (Out)	1,143,879	963,110
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	2,669,635	1,573,905
Net Change in Fund Balances	-	568,686
Fund Balances as of 12/31/13 ( Adj)	<hr/>	<hr/> 1,364,045
Fund Balances as of 12/31/14	<hr/> \$ -	<hr/> \$ 1,932,731

CLINTON COUNTY  
Statement of Net Assets  
December 31, 2013

	<u>Adjustments</u> <u>Governmental</u> <u>Activities</u>
<b>Assets</b>	
Cash and Cash Equivalents	\$ 494,422
Investments	-
Receivables	-
Accounts	753,405
Unbilled Revenue	-
Taxes	462,262
Grants	37,641
Other	-
Due from Other Funds	804,600
Total Assets	<u>\$ 2,552,330</u>
<b>Liabilities</b>	
Accounts Payable	\$ 465,448
Accrued Expenses and Withholdings	341,565
Deferred Revenue	282,651
Current Portions of Long Term Liabilities:	-
Note Payable	-
Due to Other Funds	37,576
Due to Other Governments	152,552
Total Liabilities	<u>\$ 1,279,792</u>
Total Net Assets	<u>\$ 1,272,538</u>

CLINTON COUNTY  
STATEMENT OF REVENUE AND EXPENDITURES  
December 31, 2013

	Budget	Statement Balances
<b>Revenues</b>		
Taxes	\$ 10,717,361	\$ 10,614,325
Hotel Taxes	269,500	244,352
In Lieu of Taxes	416,460	417,922
Licenses and Permits	11,400	34,777
Interest and Rents	33,500	34,539
Intergovernmental	576,021	724,998
Charges for Services	5,402,812	4,733,748
Miscellaneous Income	768,593	1,015,170
	<hr/>	<hr/>
Total Revenues	18,195,647	17,819,831
<b>Expenditures</b>		
Current:		
General Government - Administration	4,946,608	4,882,044
General Government - Judicial	2,961,301	2,929,266
Corrections	7,043,747	6,432,465
Public Safety	247,092	256,807
Human Services	240,354	233,289
Culture and Recreation	395,415	379,882
Conservation & Development	535,512	526,052
Debt Service	1,802,932	1,788,573
	<hr/>	<hr/>
Total Expenditures	18,172,961	17,428,378
Excess of Revenues Over (Under) Expenditures	<hr/> 22,686	<hr/> 391,453
<b>Other Financing Sources (Uses)</b>		
Sale of Property	-	-
Operating Transfers In	1,516,900	529,755
Operating Transfers (Out)	1,539,586	752,589
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	3,056,486	1,282,344
Net Change in Fund Balances	-	168,619
Fund Balances as of 12/31/12	<hr/>	<hr/> 1,103,919
Fund Balances as of 12/31/13	<hr/> \$ -	<hr/> \$ 1,272,538