



PINE COUNTY

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Commissioners

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J.J. Waldhalm – Dist. 4
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County Administrator

David J. Minke

TO: Pine County Commissioners
FROM: David Minke, County Administrator
DATE: October 15, 2021
SUBJECT: Third Quarter 2021 Budget Report

At the end of September 2021, the county's budget is sound for nine months, or 75% into the year.

Chart 1 shows revenue and expenditure as a percentage of the budget for the county by the three major funds (General, Health & Human Services, and Road & Bridge) and the total of all funds. As of September 30, all major funds are below 75% spent while total expenditures are at 76%. Total expenditures include approximately \$500,000 of ARPA expenditures which were not included in the 2021 budget.

Revenues are strong in all funds and at 81% of budget overall. This calculation includes the \$2.9 million of ARPA funds that were not included in the 2021 budget. Road and Bridge revenue and expenditure look out of balance but are where expected at this time of the year due to the timing of state aid and the payment schedule of construction work.

Chart 2 compares the 2020 and 2021 revenue in the General Fund by budget department through September 30. Revenues are as expected at this point in the year. Overall revenue is at 60% of budget for 2021, virtually identical to the 59% in 2020.

Recorder revenues are trending ahead of budget due to the significant number of real estate transactions. Activity generally slows in the fall, but it is likely this department will exceed budget for revenues. Jail revenue from boarding in prisoners is down from a year ago. There is typically a 60-day lag on border revenue, so the chart overstates the lack of revenue, but this is an area that has been negatively impacted by the pandemic.

Chart 3 shows the expenditures of the larger departments in the General Fund through the end of September 2021 compared to the same period last year. All departments are below 75% spent except for the Recorder and Planning and Zoning. The Recorder spending is due to the use of the Recorder Technology and Recorder Compliance Funds which are used for software contracts and capital purchase. These purchases are typically made at the beginning of the year. Planning & Zoning is over 75% spent due to the low-income septic grant program. These grants do not impact the health of the operating budget.

Chart 4 shows the Health and Human Services revenues and expenditures. Public Health is at 77% spent, while all other divisions are below 70% and revenues are where expected at the end of the third quarter.

Chart 1
2021 Revenue & Expenditure by Major Fund and County Total as of September 30, 2021

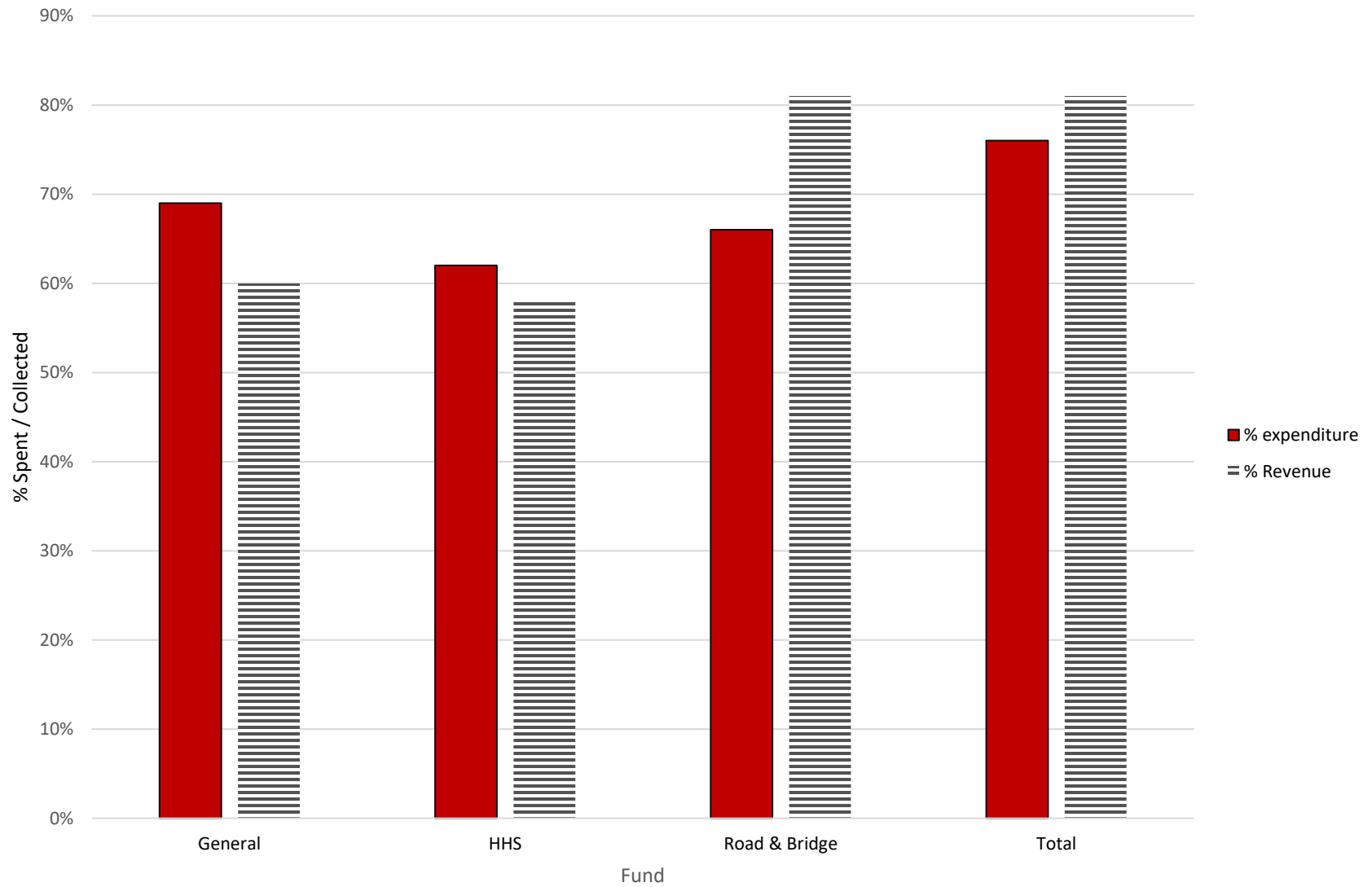


Chart 2
General Fund Revenue by Dept -- 2020 compared to 2021 -- Through September 30

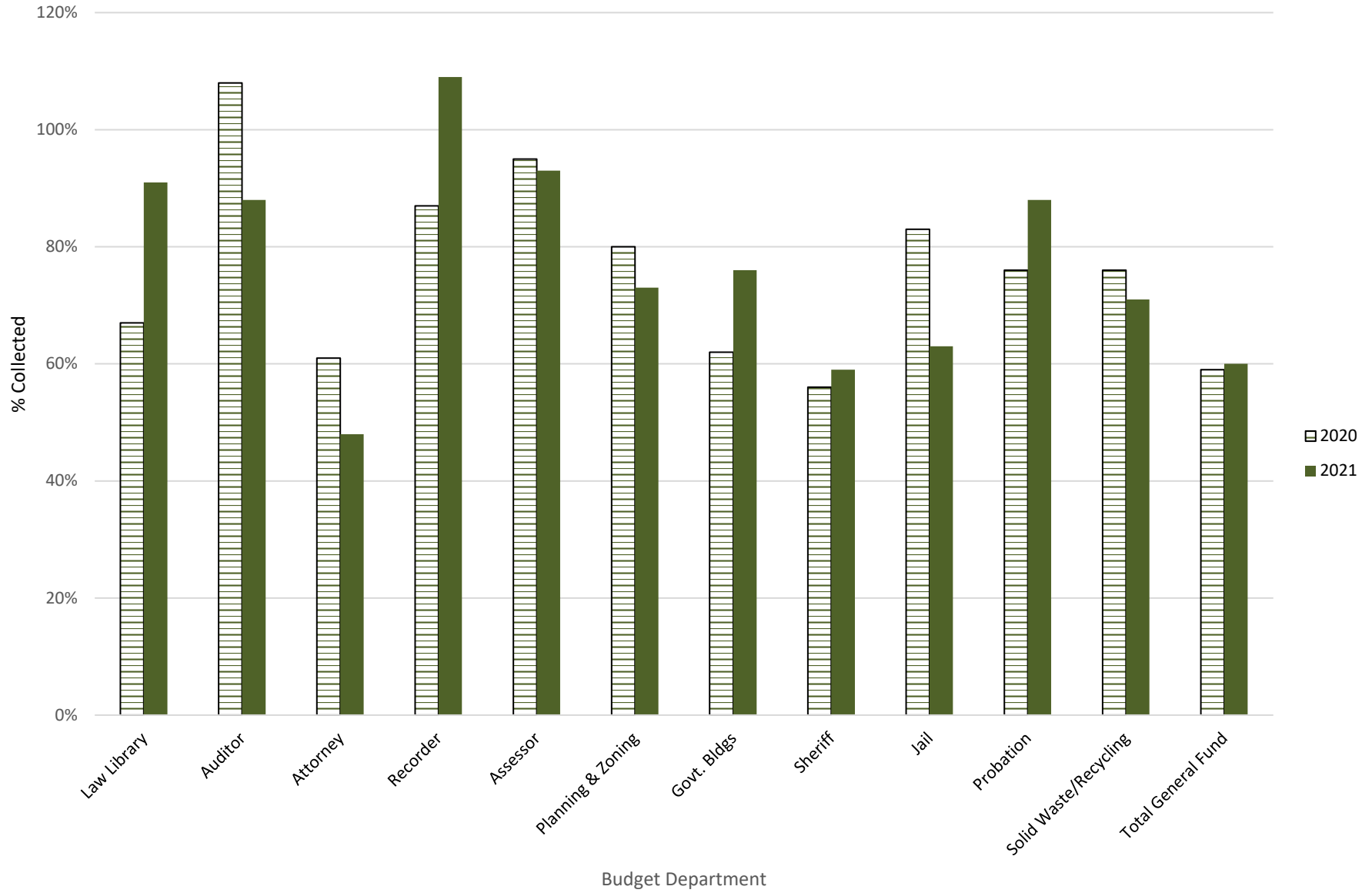


Chart 3
General Fund Expenditures by Budget Department Through September 30, 2021

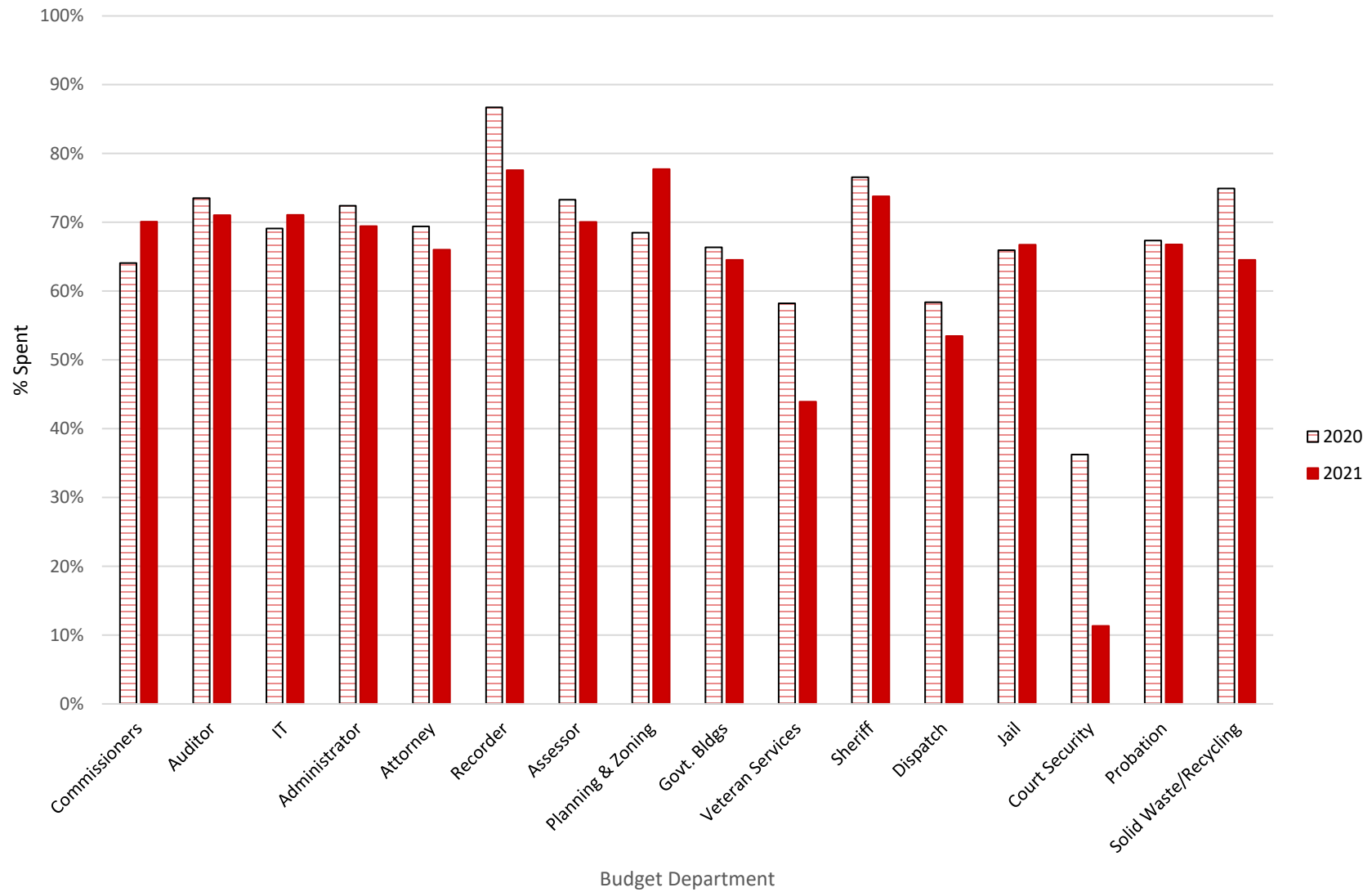


Chart 4
HHS Revenue and Expenditures Through September 30, 2021

