

Third Quarter 2025 Financial Report

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COUNCIL FINANCE AND ADMINISTRATIVE SERVICES COMMITTEE

DECEMBER 9, 2025



Our Financial Story Continues to Evolve

- Q3 revenue collection at 65% of budget – this is down slightly from Q3 2024 where 71% of the budget collected due in part to the past practice of early recognition of grants. Actuals are \$463K higher than 2024.
- Expenditures at 68% - while departmental spending increased, we are still within historic % of budget spent through Q3.
- The story continues with:





Budget Supplementals – Historical View

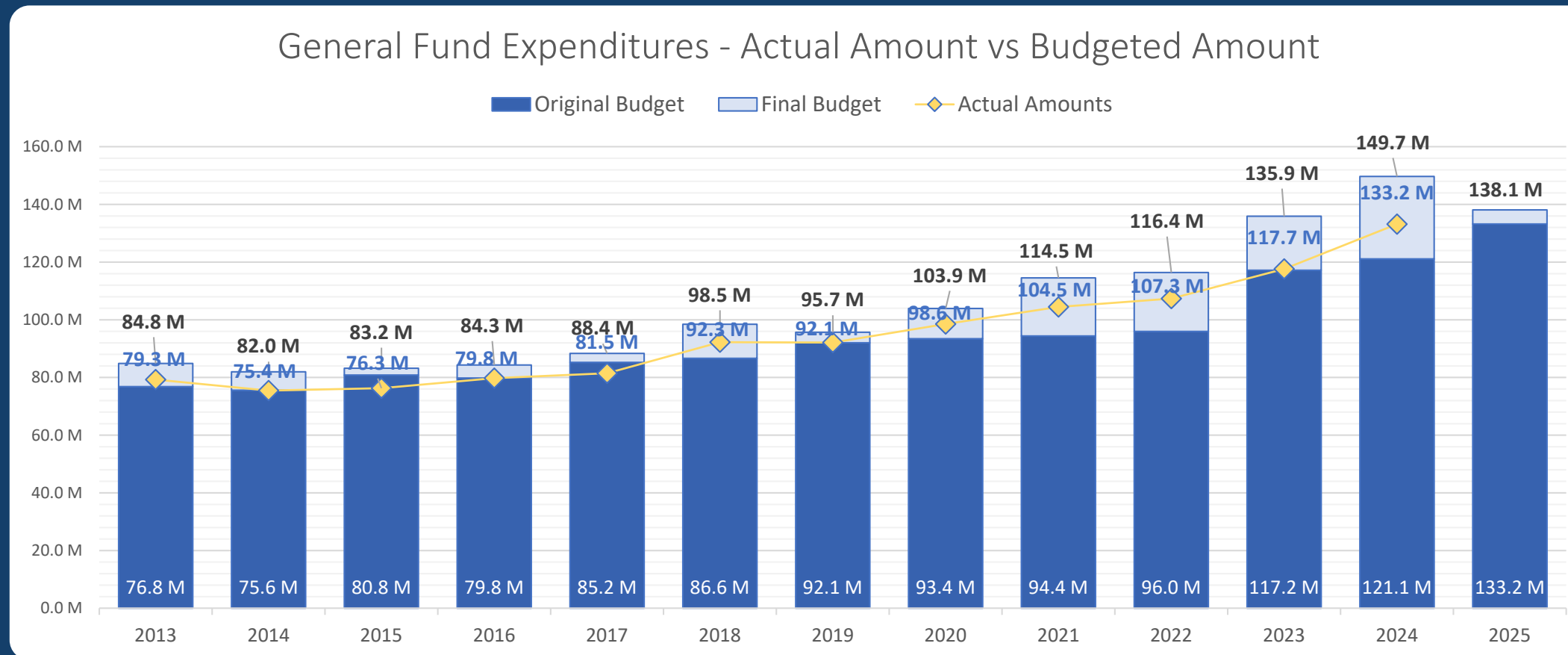


Chart includes budget supplemental data from January 1, 2013 to December 9th, 2025, including proposed budget supplemental #12 and continuing appropriations.

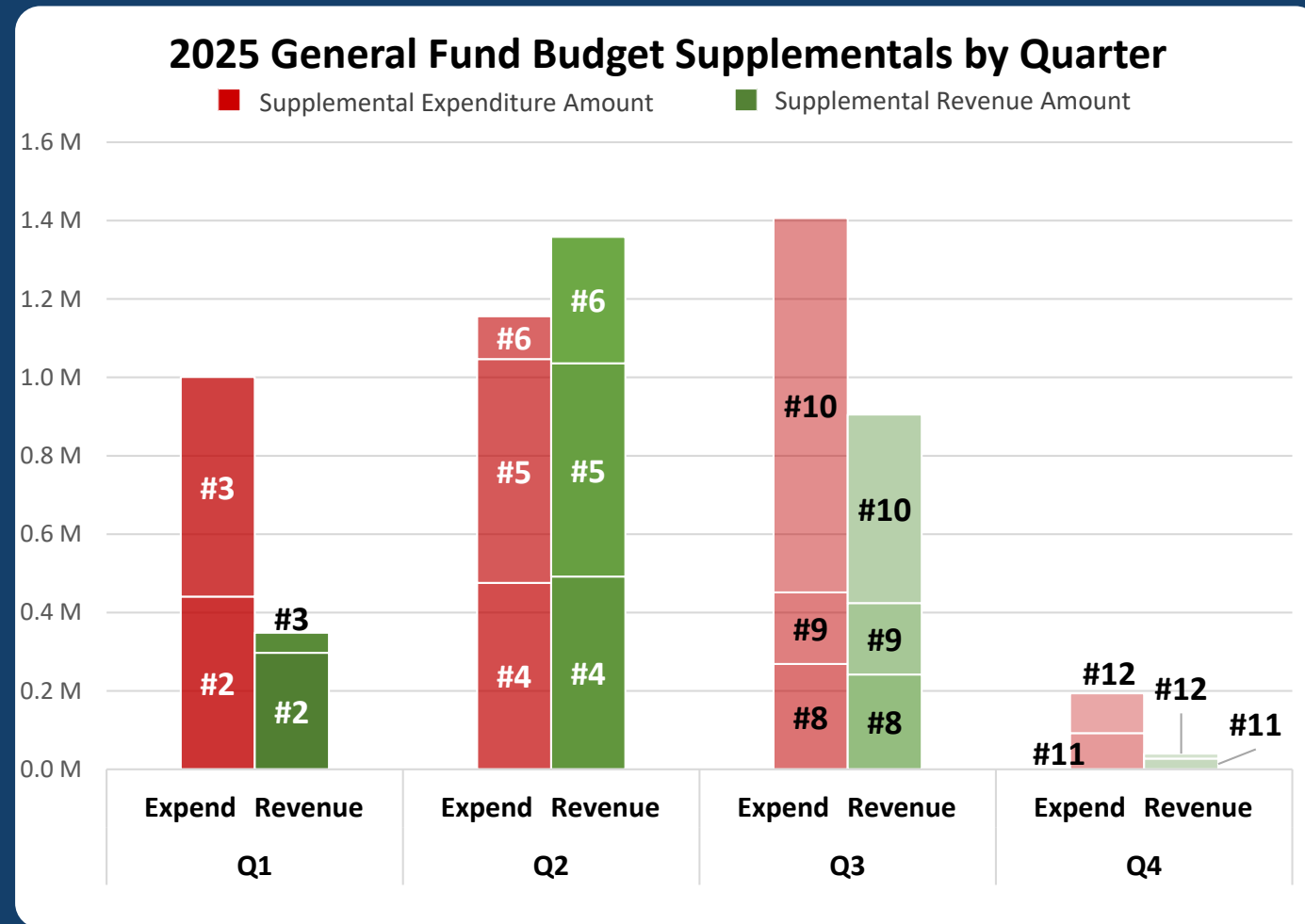


General Fund Budget Supplementals, 2025

- Council adopted 10 general fund supplemental budget requests in 2025

CA/ Quarter	Expenditures	Revenue	General Fund Draw Down
CA	\$1.1M	\$0.5M	\$0.7M
Q1	\$1.0M	\$0.3M	\$0.7M
Q2	\$1.2M	\$1.4M	\$(0.2M)
Q3	\$1.4M	\$0.9M	\$0.5M
Q4	\$0.2M	\$0.04M	\$0.2M
2025	\$4.9M	\$3.1M	\$1.8M

- Decrease from 2024 requests drew down the General Fund \$3.9M



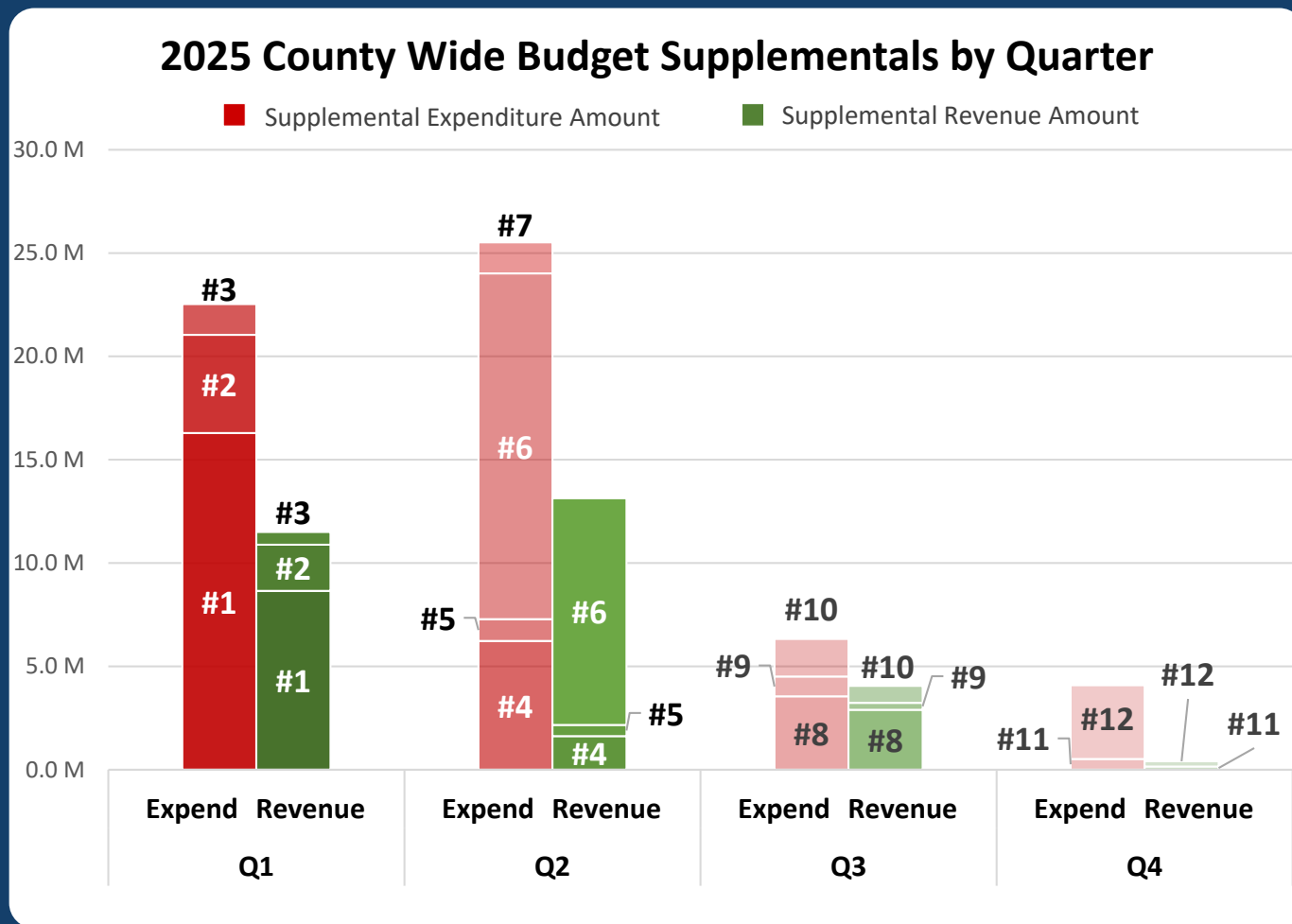


County Wide Budget Supplementals, 2025

- Council adopted 12 supplemental budget requests in 2025

CA/ Quarter	Expenditures	Revenue	County-Wide Draw Down
CA	\$17.5M	\$2.3M	\$15.1M
Q1	22.5M	11.5M	11.0M
Q2	25.5M	13.1M	12.4M
Q3	6.3M	4.1M	2.3M
Q4	4.1M	0.4M	3.7M
2025	\$75.9M	\$31.4M	\$44.5M

- Decrease from 2024 requests which drew down county funds \$64.7M





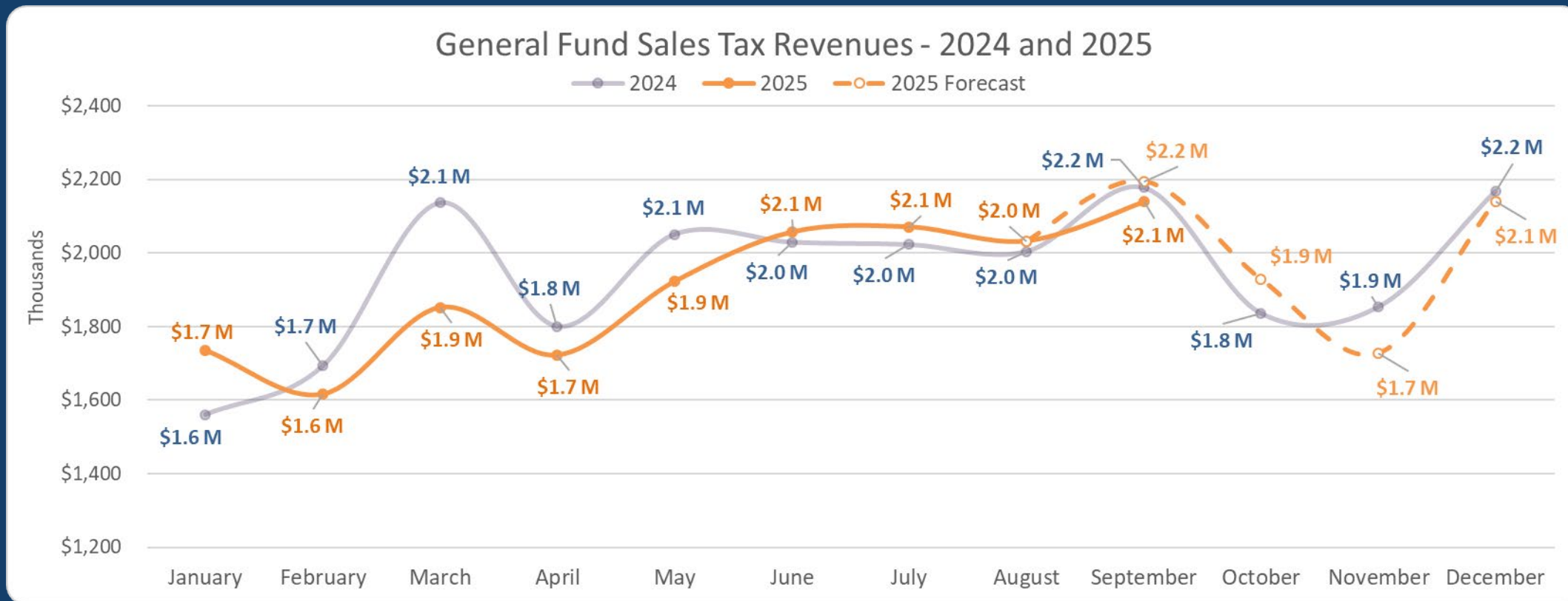
Q3 & Q4 Supplemental Budget Request Details

- Highlights from the Q3 & Q4 supplemental budget requests include:
 - \$1.5M in **expenditure** to fund a transfer from REET I to establish a project fund for leasehold improvements for the new Sheriff's Office
 - \$1.02M in **revenue** to fund companion to Justice Facility project based supplemental to accept transfer of County Funds
 - \$1M in **expenditure** to fund companion to Lummi Ferry Replacement Project using road fund
 - \$1M in **expenditure** to fund behavioral health contracts for youth mental health
 - \$1M in **revenue** and matching **expenditure** to fund behavioral health contracts using behavioral health millage
 - \$632k in **revenue** to fund companion for East Smith/Hannegan Intersection Project to accept transfer of County funds
 - \$850k in **expenditure** to fund overtime expenses for the Corrections Bureau of the Sheriff's Office
 - \$753k in **expenditure** and \$243k in partially offsetting **revenue** (510k net expenditure) to fund L&I claims
 - \$500k in **expenditure** to fund conflict assignments & overflow cases for indigent defendants



Sales Tax

- Compared to 2024 sales tax revenues, we see a decrease of 1.87% year over year through September.





Operational Updates

- New budget software – Euna Budget Professional
 - Weekly implementation meetings are underway
 - On-site implementation manager visit: mid/late January 2026
 - Expected improvements to budget management and reporting
- Year-End Activities
 - 2026 budget adjustments being processed – document is now online
 - Year-end close preparations
 - Audit progress



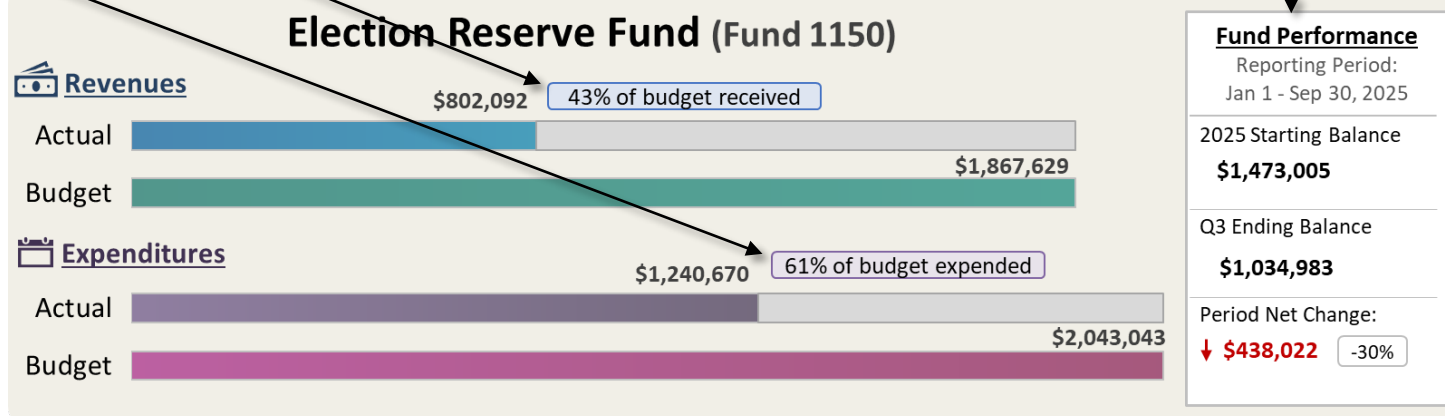
Q3 Financial Report Changes

- The Q3 Financial Report has updated visuals of the fund charts

For Project Budget, Special Revenue Funds, Capital Project Funds, and Enterprise and Internal Service Funds:

Indicators show the % of budget received & expended for:
Project Budget Funds: *Life of the project*
All other funds: *YTD*

Fund Performance box
shows the fund balances
and net change for YTD





Questions?
