

Department of Finance

August 2022 Financial Report



Executive Report

Revenue Source	Original Budget 2022	Revised Budget 2022	Actual to Date August 2022	% of Revised Budget
Prior Year Unappropriated Funds	\$ 8,981,945.82	\$ 8,981,945.82	\$ 8,981,945.82	
Prior Year General Fund Reserve	\$ 1,370,000.00	\$ 1,370,000.00	\$ 1,370,000.00	
Total Prior Year Carryforward Balance	\$ 10,351,945.82	\$ 10,351,945.82	\$ 10,351,945.82	
Taxes, assessments, & related revenue	\$ 12,349,550.00	\$ 12,349,550.00	\$ 9,998,034.42	81.0%
Local revenue	\$ 35,200.00	\$ 35,200.00	\$ 18,306.07	52.0%
Development related revenue	\$ 788,500.00	\$ 788,500.00	\$ 468,435.16	59.4%
Other revenue	\$ 336,467.00	\$ 336,467.00	\$ 162,010.02	48.2%
Total Operating Revenue	\$ 13,509,717.00	\$ 13,509,717.00	\$ 10,646,785.67	78.8%
Total Available Funds	\$ 23,861,662.82	\$ 23,861,662.82	\$ 20,998,731.49	88.0%
Expenditure Source	Adopted Budget 2022	Revised Budget 2022	Actual to Date July 2022	% of Revised Budget
Personnel	\$ 6,742,376.00	\$ 6,802,372.58	\$ 4,067,918.28	59.8%
Operating Expenses	\$ 2,133,516.00	\$ 2,458,236.88	\$ 1,339,910.77	54.5%
Prior Year Remaining Encumbrances		\$ 309,658.55		
Operating Expenditures	\$ 8,875,892.00	\$ 9,570,268.01	\$ 5,407,829.05	56.5%
Excess (deficiency) of operating revenues over operating expenditures	\$ 4,633,825.00	\$ 3,939,448.99	\$ 5,238,956.62	
Capital Equipment	\$ 301,400.00	\$ 561,656.51	\$ 106,284.84	18.9%
Transfers	\$ 399,261.00	\$ 2,434,711.00	\$ 2,409,711.00	99.0%
Addition to 27th Payroll Reserve	\$ 18,261.00	\$ 18,261.00	\$ 18,261.00	100.0%
Addition to Comp Abs Reserve	\$ 12,356.00	\$ 10,000.00	\$ 10,000.00	100.0%
Advances	\$ -	\$ -	\$ -	
Additional to reserve fund balance	\$ 75,000.00	\$ 75,000.00	\$ 75,000.00	100.0%
Contingencies	\$ 75,000.00	\$ 80,000.00	\$ 9,800.60	12.3%
Nonoperating Expenditures	\$ 881,278.00	\$ 3,179,628.51	\$ 2,629,057.44	82.7%
Total Expenditures	\$ 9,757,170.00	\$ 12,749,896.52	\$ 8,036,886.49	63.0%
Excess (deficiency) of revenue over all expenditures	\$ 3,752,547.00	\$ 759,820.48	\$ 2,609,899.18	
Ending Year Unappropriated Funds	\$ 12,734,492.82	\$ 9,848,238.98	\$ 11,591,845.00	
Ending Year General Fund Reserve	\$ 1,445,000.00	\$ 1,445,000.00	\$ 1,445,000.00	
Total Current Year Balance	\$ 14,179,492.82	\$ 11,293,238.98	\$ 13,036,845.00	
Total Available Funds	\$ 23,936,662.82	\$ 24,043,135.50	\$ 21,073,731.49	

66.7% = Target expenditure and revenue collection rate.

Quick Facts

ALL FUNDS

08/31/2022	08/31/2022
Cash Balances	Unencumbered Balance
\$28,201,463	\$21,149,477
↑ \$7,924,905 from 1/1/2022	

GENERAL FUND (GF)

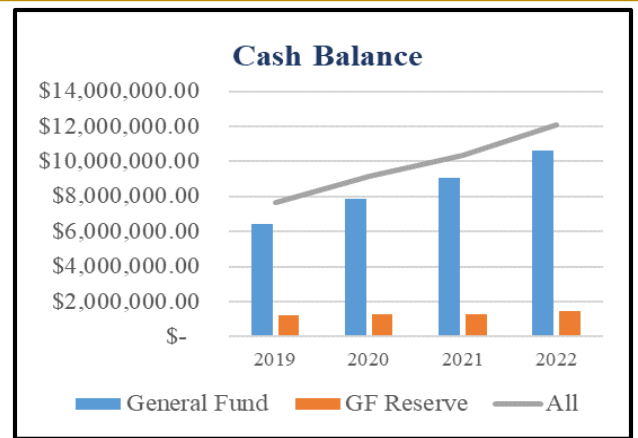
07/31/2022	07/31/2022
Cash Balance	Unencumbered Balance
\$11,591,845	\$10,370,551
↑ \$3,233,222 from 1/1/2022	

General Fund Highlights

The General Fund balance = **\$13,036,845**. This figure includes the general reserve fund. The unencumbered balance of **\$10,370,551** is 117.42% of the 5-Yr GF revenue average;

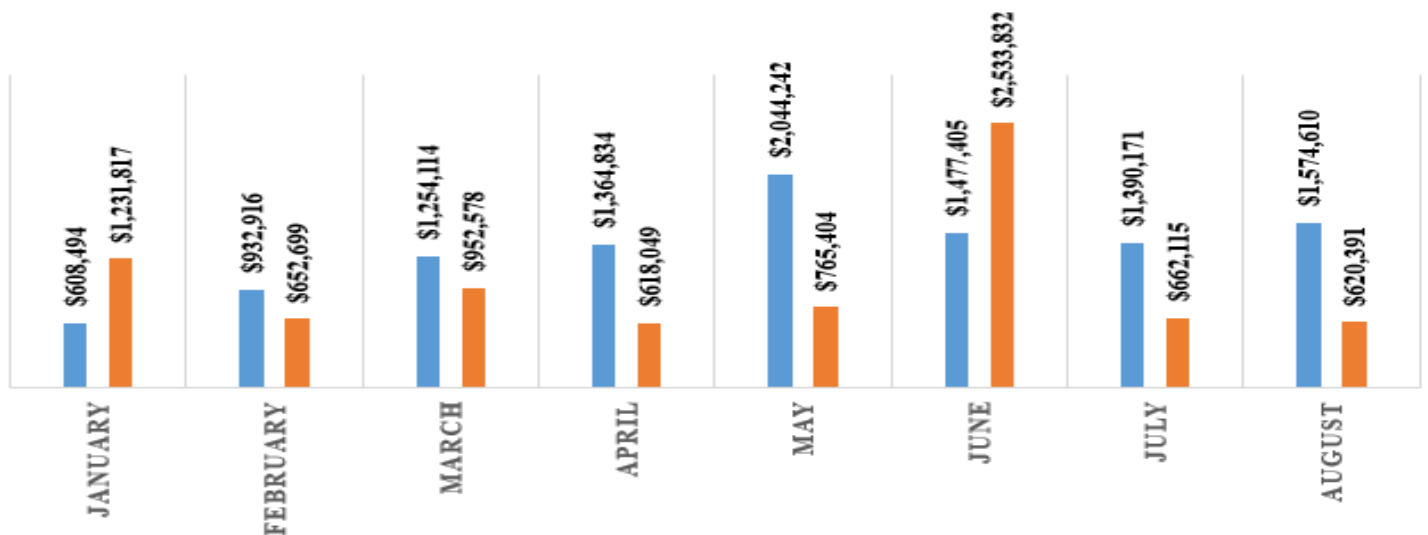
- \$5.94 M in excess of the short-term range (50%)
- \$3.7 M in excess of the fiscally prudent range (75%)

Per the Fund Balance Policy, an excess of the fiscally prudent range can be allocated to capital improvements.



General Fund Cash Flow Analysis

Total GF Revenue: **\$ 10,646,786** Total GF Expenditures: **\$8,036,787** Net Cash Flow: **\$2,609,999**



The City is averaging monthly expenditures (net of transfers) of \$690,489. On average, the cash balance is increasing at a rate of \$326,238 per month after transfers. This figure is expected to increase by year-end.

A detailed variance report will be provided to Council.

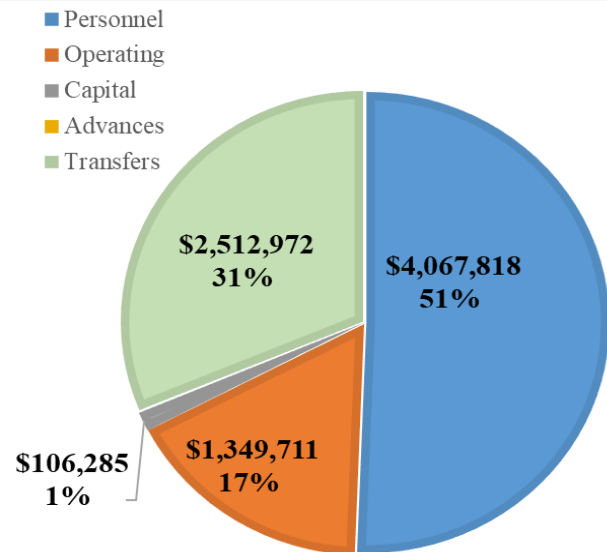
Year-to-Date General Fund Cash Position

Month	Revenues	Expenditures	Transfers	Net	Liquidity
January	\$ 608,494	\$ 782,556	\$ 449,261	\$ (623,323)	\$ (174,062)
February	\$ 932,916	\$ 652,699	\$ -	\$ 280,217	\$ 280,217
March	\$ 1,254,114	\$ 952,578	\$ -	\$ 301,536	\$ 301,536
April	\$ 1,364,834	\$ 618,049	\$ -	\$ 746,786	\$ 746,786
May	\$ 2,044,242	\$ 590,404	\$ 175,000	\$ 1,278,838	\$ 1,453,838
June	\$ 1,477,405	\$ 645,121	\$ 1,888,711	\$ (1,056,427)	\$ 832,284
July	\$ 1,390,171	\$ 662,115	\$ -	\$ 728,055	\$ 728,055
August	\$ 1,574,610	\$ 620,391	\$ -	\$ 954,219	\$ 954,219
Total	\$ 10,646,786	\$ 5,523,914	\$ 2,512,972	\$ 2,609,900	\$ 5,122,872

All Funds - Cash Position

Fund	Description	Beginning Balance	Net Revenue	Net Expenses	Cash Balance
100	GENERAL FUND	\$8,981,946	\$10,773,033	\$8,163,133	\$11,591,845
101	GENERAL FUND RESERVE	\$1,370,000	\$75,000	\$0	\$1,445,000
105	CORMA FUND	\$112,386	\$152,067	\$20,021	\$244,433
110	27TH PAYROLL RESERVE FUND	\$113,716	\$18,261	\$0	\$131,977
111	COMPENSATED ABSENCES RESERVE FUND	\$2,356	\$10,000	\$0	\$12,356
210	MUNICIPAL MOTOR VEHICLE LICENSE FUND	\$71,168	\$47,203	\$0	\$118,371
211	STREET CONSTRUCTION MAINTENANCE & REPAIR FUND	\$2,091,994	\$791,526	\$199,444	\$2,684,076
221	STATE HIGHWAY IMPROVEMENT	\$610,131	\$50,186	\$349,945	\$310,372
241	PARKS & RECREATION	\$1,221,930	\$163,631	\$1,682	\$1,383,879
265	LAW ENFORCEMENT ASSISTANCE FUND	\$9,493	\$10,621	\$0	\$20,114
266	AMERICAN RESCUE PLAN ACT	\$700,523	\$706,116	\$0	\$1,406,639
271	LAW ENFORCEMENT FUND	\$13,192	\$0	\$0	\$13,192
281	DRUG LAW ENFORCEMENT	\$4,826	\$253	\$0	\$5,079
291	BOARD OF PHARMACY-LAW ENFORCEMENT	\$6,756	\$150	\$0	\$6,906
295	P&R REC. PROGRAMS	\$271,043	\$326,555	\$350,674	\$246,923
296	VETERAN'S MEMORIAL FUND	\$8,083	\$500	\$290	\$8,293
298	POLICE CANINE SUPPORT FUND	\$25,428	\$0	\$4,078	\$21,350
310	SELDOM SEEN TIF DEBT SERVICE FUND	\$15	\$32	\$38,475	(\$38,428)
311	CAPITAL IMPROVEMENTS BOND	\$273,056	\$547,121	\$15,067	\$805,110
317	GOLF VILLAGE DEBT SERVICE FUND	\$0	\$127,050	\$127,050	\$0
319	POLICE FACILITY DEBT SERVICE	\$2,249	\$196,000	\$10,900	\$187,349
321	POWELL CIFA DEBT SERVICE	\$0	\$14,350	\$14,350	\$0
451	DOWNTOWN TIF PUBLIC IMPROVEMENT	\$2,130,144	\$576,624	\$9,070	\$2,697,699
452	DOWNTOWN TIF HOUSING RENOVATION	\$39,262	\$5,824	\$80	\$45,007
453	SELDOM SEEN TIF PUBLIC IMPROVEMENTS FUND	\$1	\$240,868	\$2,561	\$238,308
455	SAWMILL CORRIDOR COMM IMPR TIF	\$790,965	\$459,355	\$83,329	\$1,166,992
470	SANITARY SEWER AGREEMENTS	\$0	\$142,669	\$79,069	\$63,600
491	CAPITAL PROJECTS FUND	\$61,000	\$1,995,458	\$106,747	\$1,949,711
492	VILLAGE DEVELOPMENT FUND	\$190,214	\$112,908	\$0	\$303,122
494	VOTED CAPITAL IMPROVEMENT FUND	\$35,095	\$12	\$0	\$35,107
497	SELDOM SEEN TIF PARK IMPROVEMENTS FUND	\$273,820	\$0	\$0	\$273,820
900	AGENCY FUNDS	\$1,023,316	\$54,917	\$254,972	\$823,261
Grand Total:		\$20,434,109	\$17,598,291	\$9,830,936	\$28,201,463

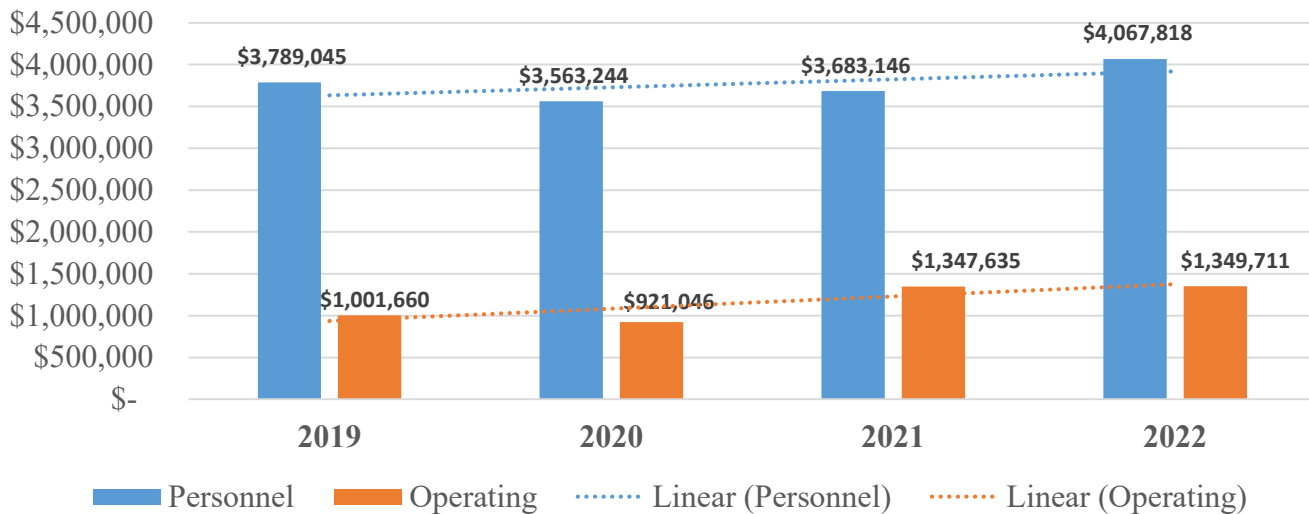
Total Expenses by Type = \$8,036,787.



Anticipated percentage of expenditures = 66.7% of budget

- Personnel expenses are 59.8% of budget, a favorable variance of \$469,264 or 6.9%. This variance is driven by open positions and health care savings.
- Operating expenses are 48.8% of budget, a favorable variance of \$496,475 or 18.0%. The increase of the favorable variance is in part due to a slight increase in budget (supplemental appropriation).
- Capital expenses are 18.9% of budget, a favorable variance of \$268,340 or 47.8%. Favorable variance is driven by the deferral of scheduled building improvements.
- All Departments, except for Lands and Bldgs. – meeting rooms, are under the 66.7% target.

General Fund Expense Comparison



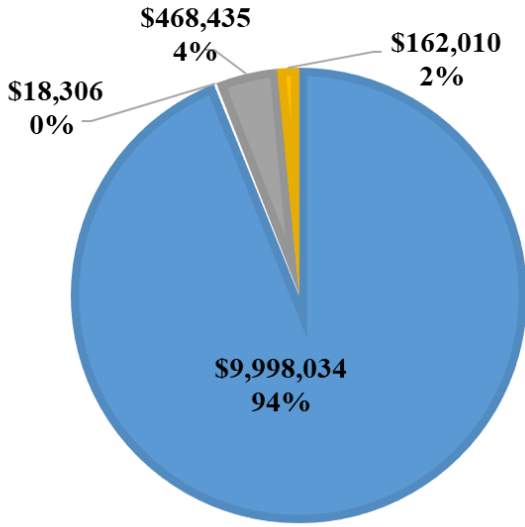
YTD personnel and operating expenditures are averaging a 7.5% increase as compared to 2021 expenditures. However, 2022 expenditures are normalizing to pre-pandemic levels. Adjusting for pre-pandemic data, personnel expenses are increasing at an average of 2.12% per year, and operating expenses at an average of 7.7% per year.

Notable Activity

- Building Department - City administration signed a contract with SAFEbuilt for plan review services.
- Engineering – City administration signed a contract with EMH&T for 2022 Permit Compliance Services.
- Finance – Notable operational expenses this month includes the following:
 - o RITA of \$34,208.48
 - o SSI License (acct. software) of \$14,023.38
 - o CSH (audit services) of \$11,135
 - o TrueGreen (turf maintenance) of \$5,333.82

Total Revenues by Type = \$10,646,786

■ Taxes & Assessments ■ Local ■ Development ■ Other

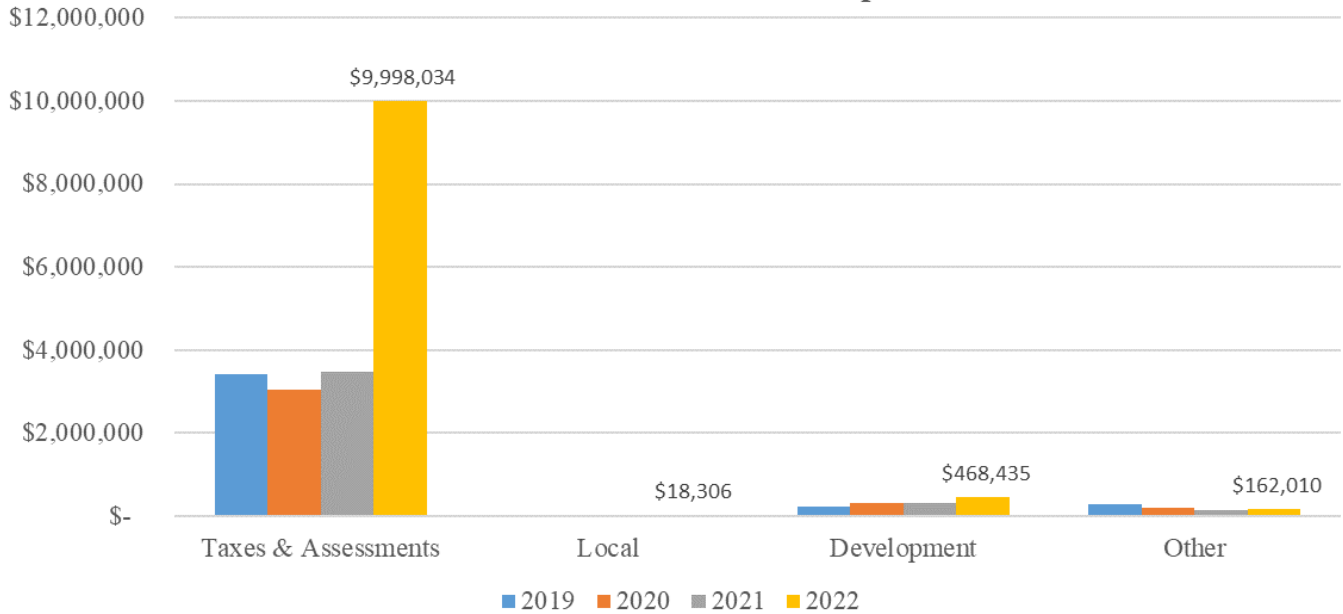


Anticipated percentage of revenues for August = 66.7% of budget

Total revenues are 78.8% of budget; a positive variance of \$1,635,804

- Taxes and Assessments revenues are 81.0% of budget, a favorable variance of \$1,760,885 or 14.3%.
- Local revenues are 52.0% of budget, an unfavorable variance of \$5,172.33 or 14.7%. This is not uncommon for a small budget line item. The unfavorable variance is mainly driven by rental income.
- Development revenues are 59.4% of budget, an unfavorable variance of \$57,494 or 7.3% (no changes from last month).
- Other revenues are 48.2% of budget, an unfavorable variance of 18.5% or \$62,413. This is timing related.

General Fund Revenues Comparison

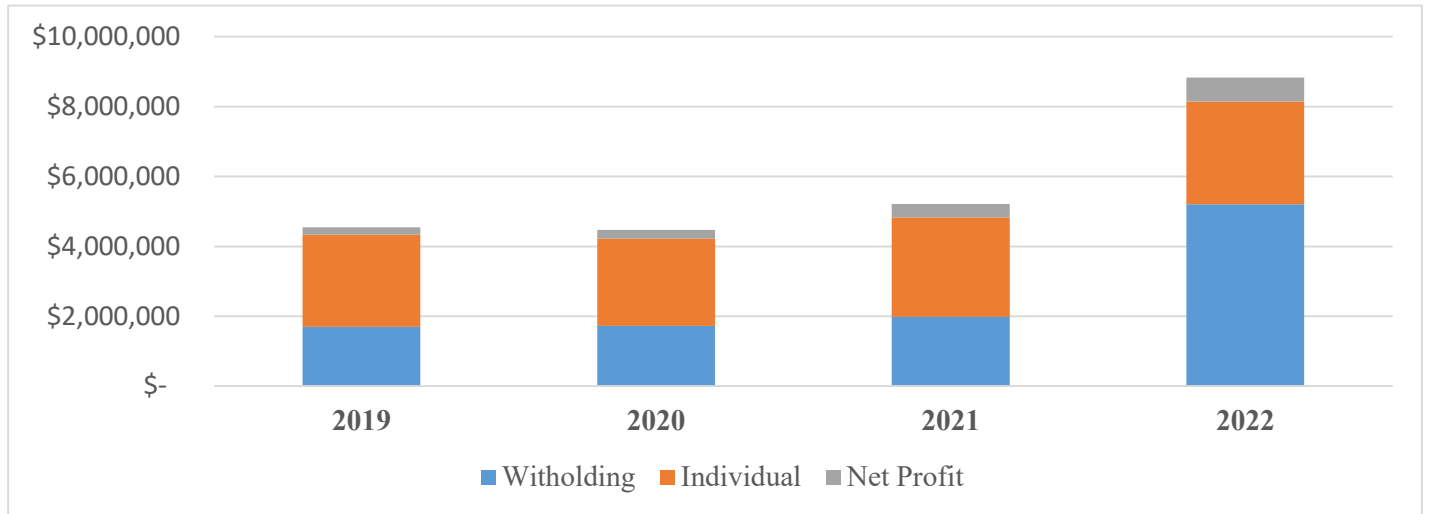


Notable Activity

- Property Tax Settlement from Delaware County was received for \$351,488 (gross of fees).
- In addition, a quarterly franchise fee from Charter Communications was received for \$23,658.72

As of August 2022, YTD income tax receipts totaled \$8,893,537, a favorable variance of 69.3%, or \$3,640,283, compared to receipts over the same period in 2021. The 2022 budgeted income tax revenue is \$11,000,000. The City has collected 80.85% of the expected revenue, a favorable variance of 14.2% or \$1,556,537.

Income Tax Comparison



	2019	2020	2021	2022	% Change
Withholding	\$1,698,100	\$1,724,698	\$1,983,729	\$5,201,773	
Individual	\$2,634,259	\$2,504,596	\$2,843,368	\$2,945,357	
Net Profit	\$ 214,369	\$ 243,209	\$ 390,505	\$ 682,040	
Total	\$4,546,728	\$4,472,503	\$5,217,602	\$8,829,170	69.2%

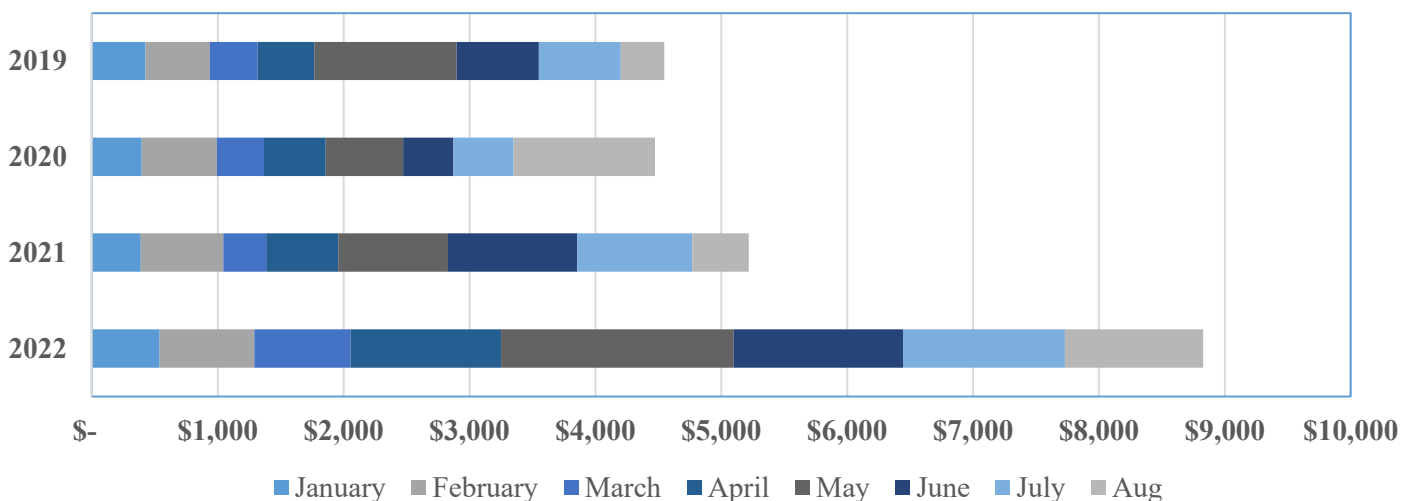
Comparing YTD August 2022 to August 2021

- Withholding collections increased by 231.8% or \$554K
- Individual collections increased by 36.6% or \$58K
- Net Profit collections increased by 79.3% or \$40K

Comparing August 2022 to July 2022

- Withholding collections increased by 21.9% or \$142,287
- Individual collections decreased by 61.7% or \$349,421
- Net Profit collections increased by 32.9% or \$22,546

Income Tax Receipts by Month (in Thousands)



Current Period
07/01/22 to 07/31/22

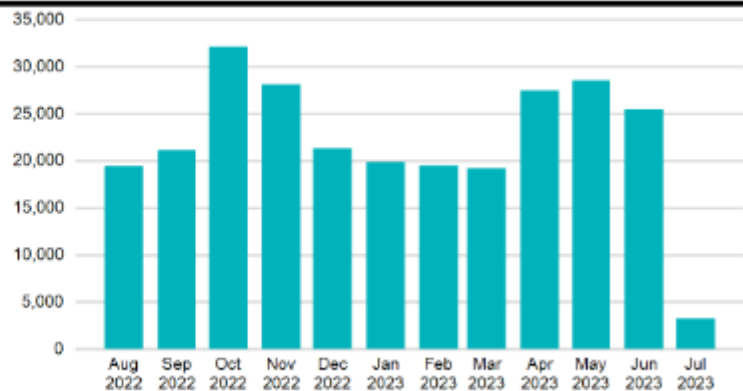
Beginning Market Value	\$18,282,939.40
Taxable Interest	-3,980.74
Fees and Expenses	-1,519.22
Cash Receipts	2,000,000.00
Change in Investment Value	73,459.35
Change in Accrued Income	27,957.25
Ending Market Value	\$20,378,856.04

PORTFOLIO CHARACTERISTICS

Portfolio Yield to Maturity	2.12%
Portfolio Effective Duration	1.95 yrs
Weighted Average Maturity	2.08 yrs

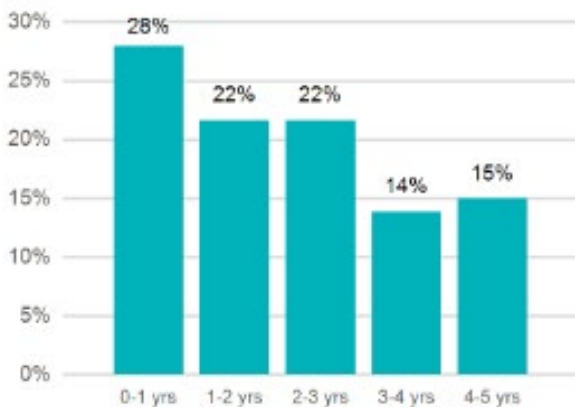
*Portfolio characteristics as of Jul 2022.

PROJECTED MONTHLY INCOME SCHEDULE



Market Rates – As of July 28, 2022 (Provided by Meeder)

MATURITY DISTRIBUTION



	Yesterday	Last Week	Last Year
GDP (\$0-\$25MM)	1.50%	1.50%	NA
STAR Ohio	2.32%	2.28%	0.08%
2 Yr T Note	3.36%	3.22%	0.24%
5 Yr T Note	3.20%	3.02%	0.80%