

Department of Finance

July 2023 Financial Report



Executive Report

Revenue Source	<u>Original</u> Budget 2023	<u>Revised</u> Budget 2023	<u>Actual to Date</u> July 2023	% of Revised Budget
Prior Year Unappropriated Funds	\$ 13,741,934.12	\$ 13,741,934.12	\$ 14,211,555.82	
Prior Year General Fund Reserve	\$ 1,445,000.00	\$ 1,445,000.00	\$ 1,445,000.00	
Total Prior Year Carryforward Balance	\$ 15,186,934.12	\$ 15,186,934.12	\$ 15,656,555.82	
Taxes, assessments, & related revenue	\$ 13,989,600.00	\$ 13,989,600.00	\$ 11,635,855.81	83.2%
Local revenue	\$ 29,600.00	\$ 29,600.00	\$ 28,890.25	97.6%
Development related revenue	\$ 773,500.00	\$ 773,500.00	\$ 269,044.47	34.8%
Other revenue	\$ 1,753,845.00	\$ 1,753,845.00	\$ 2,046,039.69	116.7%
Total Operating Revenue	\$ 16,546,545.00	\$ 16,546,545.00	\$ 13,979,830.22	84.5%
Total Available Funds	\$ 31,733,479.12	\$ 31,733,479.12	\$ 29,636,386.04	93.4%
Expenditure Source	<u>Adopted</u> Budget 2023	<u>Revised</u> Budget 2023	<u>Actual to Date</u> July 2023	% of Revised Budget
Personnel	\$ 7,456,512.00	\$ 7,482,375.00	\$ 3,823,060.33	51.1%
Operating Expenses	\$ 2,825,160.00	\$ 2,829,031.12	\$ 1,480,544.44	52.3%
Prior Year Remaining Encumbrances		\$ 452,755.78		
Operating Expenditures	\$ 10,281,672.00	\$ 10,764,161.90	\$ 5,303,604.77	49.3%
Excess (deficiency) of operating revenues over operating expenditures	\$ 6,264,873.00	\$ 5,782,383.10	\$ 8,676,225.45	
Capital Equipment	\$ 1,077,800.00	\$ 1,440,301.69	\$ 583,342.23	40.5%
Transfers	\$ 3,471,000.00	\$ 4,295,500.00	\$ 2,057,400.00	47.9%
Addition to 27th Payroll Reserve	\$ 18,000.00	\$ 18,000.00	\$ 18,000.00	100.0%
Addition to Comp Abs Reserve	\$ 12,000.00	\$ 12,000.00	\$ 12,000.00	100.0%
Advances				
Additional to reserve fund balance	\$ 535,000.00	\$ 535,000.00	\$ 333,750.00	62.4%
Contingencies	\$ 50,000.00	\$ 50,000.00	\$ 13,125.00	26.3%
Nonoperating Expenditures	\$ 5,163,800.00	\$ 6,350,801.69	\$ 3,017,617.23	47.5%
Total Expenditures	\$ 15,445,472.00	\$ 17,114,963.59	\$ 8,321,222.00	48.6%
Excess (deficiency) of revenue over all expenditures	\$ 1,101,073.00	\$ (568,418.59)	\$ 5,658,608.22	
Ending Year Unappropriated Funds	\$ 12,597,497.85	\$ 9,848,238.98	\$ 19,870,164.04	
Ending Year General Fund Reserve	\$ 1,980,000.00	\$ 1,445,000.00	\$ 1,778,750.00	
Total Current Year Balance	\$ 14,577,497.85	\$ 11,293,238.98	\$ 21,648,914.04	
Total Available Funds	\$ 31,733,479.12	\$ 31,733,479.12	\$ 29,636,386.04	

58.3% = Target expenditure and revenue collection rate.

Quick Facts

ALL FUNDS

7/31/2023

Cash Balance

\$34,688,714.57

↑ \$5,570,289.60 from 1/1/2023

7/31/2023

Unencumbered Balance

\$29,979,759.36

GENERAL FUND (GF)

7/31/2023

Cash Balance

\$19,870,164.04

↑ \$5,658,608.22 from 1/1/2023

7/31/2023

Unencumbered Balance

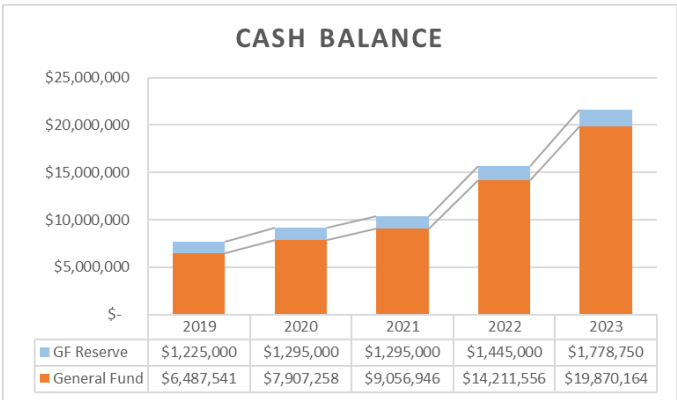
\$18,394,002.79

General Fund Highlights

The General Fund balance = **\$21,648,914**. This figure includes the general reserve fund. The unencumbered balance of **\$18,394,003** is 170.68% of the 5-Yr GF revenue average;

- \$5.2M in excess of the short-term range (50%)
- \$7.8M in excess of the fiscally prudent range (75%)

Per the Fund Balance Policy, excess funds over the fiscally prudent range may be allocated to capital improvements.

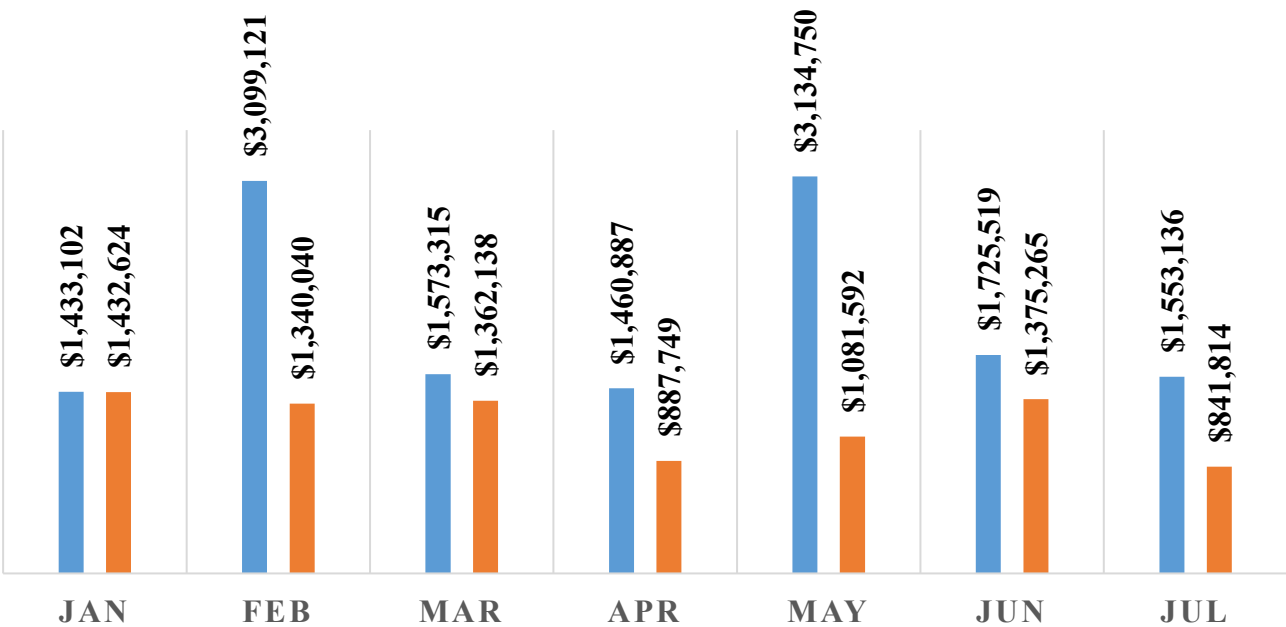


General Fund Cash Flow Analysis

Total GF Revenue: **\$13,979,830**

Total GF Expenditures: **\$8,321,222**

Net Cash Flow: **\$5,658,608**



YTD Revenue as of July 2023 increased by \$4,907,654, or 54.1%, compared to July 2022. When adjusted by the one-time subsidy from the ARPA fund to the General Fund, YTD revenue increased by 38.6%, or \$3,501,016, compared to July 2022.

Year-to-Date General Fund Cash Position

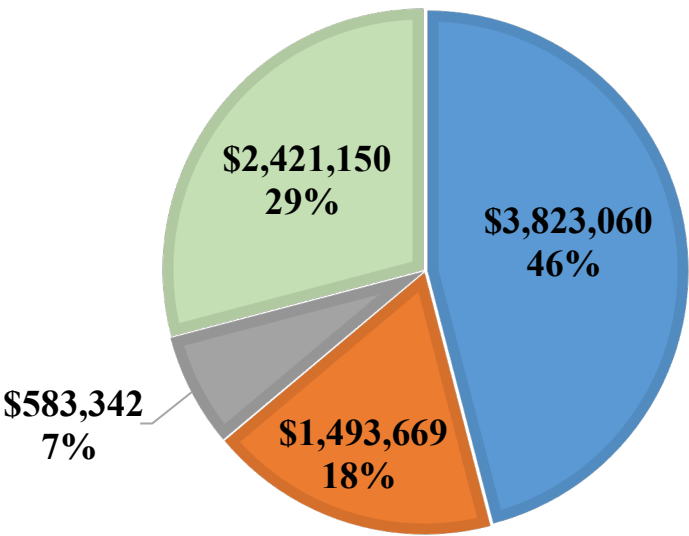
Month	Revenues	Expenditures	Transfers	Net	Liquidity	2022 Net	Change
January	\$ 1,433,102	\$ 856,374	\$ 576,250	\$ 478	\$ 576,728	\$ (623,323)	↑ \$ 623,802
February	\$ 3,099,121	\$ 702,540	\$ 637,500	\$ 1,759,081	\$ 2,396,581	\$ 280,217	↑ \$ 1,478,864
March	\$ 1,573,315	\$ 1,062,138	\$ 300,000	\$ 211,177	\$ 511,177	\$ 301,536	↓ \$ (90,360)
April	\$ 1,460,887	\$ 887,749	\$ -	\$ 573,138	\$ 573,138	\$ 746,786	↓ \$ (173,648)
May	\$ 3,134,750	\$ 724,192	\$ 357,400	\$ 2,053,158	\$ 2,410,558	\$ 1,278,838	↑ \$ 774,320
June	\$ 1,725,519	\$ 825,265	\$ 550,000	\$ 350,254	\$ 900,254	\$ (1,056,427)	↑ \$ 1,406,681
July	\$ 1,553,136	\$ 841,814	\$ -	\$ 711,322	\$ 711,322	\$ 728,055	↓ \$ (16,733)
Total	\$ 13,979,830	\$ 5,900,072	\$ 2,421,150	\$ 5,658,608	\$ 8,079,758	\$ 705,216	↑ \$ 4,002,927

All Funds - Cash Position

Fund	Description	Beg. Balance	Net Change	End. Balance
100	GENERAL FUND	\$ 14,211,556	\$ 5,658,608	\$ 19,870,164
101	GENERAL FUND RESERVE	\$ 1,445,000	\$ 333,750	\$ 1,778,750
105	CORMA FUND	\$ 135,310	\$ 139,925	\$ 275,235
110	27TH PAYROLL RESERVE FUND	\$ 131,977	\$ 18,000	\$ 149,977
111	COMPENSATED ABSENCES RESERVE FUND	\$ 12,356	\$ 12,000	\$ 24,356
210	MUNICIPAL MOTOR VEHICLE LICENSE FUND	\$ 71,316	\$ 42,751	\$ 114,067
211	STREET CONSTRUCTION MAINTENANCE	\$ 2,974,968	\$ (264,241)	\$ 2,710,728
221	STATE HIGHWAY IMPROVEMENT	\$ 334,454	\$ 51,161	\$ 385,614
241	PARKS & RECREATION	\$ 1,347,307	\$ (446,458)	\$ 900,849
265	LAW ENFORCEMENT ASSISTANCE FUND	\$ 20,114	\$ -	\$ 20,114
266	AMERICAN RESCUE PLAN ACT	\$ 1,406,639	\$ (1,406,639)	\$ -
271	LAW ENFORCEMENT FUND	\$ 13,192	\$ -	\$ 13,192
281	DRUG LAW ENFORCEMENT	\$ 5,214	\$ 185	\$ 5,399
291	BOARD OF PHARMACY-LAW ENFORCEMENT	\$ 7,006	\$ 150	\$ 7,156
295	P&R REC. PROGRAMS	\$ 156,051	\$ 138,504	\$ 294,555
296	VETERAN'S MEMORIAL FUND	\$ 8,423	\$ 400	\$ 8,823
298	POLICE CANINE SUPPORT FUND	\$ 20,137	\$ (396)	\$ 19,741
310	SELDOM SEEN TIF DEBT SERVICE FUND	\$ 47	\$ (47)	\$ -
311	CAPITAL IMPROVEMENTS BOND	\$ 5,147	\$ -	\$ 5,147
317	GOLF VILLAGE DEBT SERVICE FUND	\$ -	\$ -	\$ -
319	POLICE FACILITY DEBT SERVICE	\$ 1,449	\$ -	\$ 1,449
451	DOWNTOWN TIF PUBLIC IMPROVEMENT	\$ 2,675,656	\$ 293,603	\$ 2,969,258
452	DOWNTOWN TIF HOUSING RENOVATION	\$ 45,135	\$ (6,830)	\$ 38,305
453	SELDOM SEEN TIF PUBLIC IMPROVEMENTS	\$ 1,595	\$ 44,472	\$ 46,066
455	SAWMILL CORRIDOR COMM IMPR TIF	\$ 1,064,582	\$ 207,542	\$ 1,272,124
470	SANITARY SEWER AGREEMENTS	\$ -	\$ -	\$ -
491	CAPITAL PROJECTS FUND	\$ 1,597,747	\$ 791,475	\$ 2,389,222
492	VILLAGE DEVELOPMENT FUND	\$ 315,938	\$ 23,605	\$ 339,543
494	VOTED CAPITAL IMPROVEMENT FUND	\$ 35,107	\$ -	\$ 35,107
497	SELDOM SEEN TIF PARK IMPROVEMENTS	\$ 273,820	\$ -	\$ 273,820
910	UNCLAIMED FUNDS FUND	\$ 860	\$ -	\$ 860
911	FLEXIBLE BENEFITS PLAN FUND	\$ 299	\$ (1,442)	\$ (1,144)
991	BOARD OF BUILDING STANDARDS	\$ 364	\$ 77	\$ 441
992	ENGINEERING INSPECTIONS FUND	\$ 685,894	\$ 14,264	\$ 700,157
994	ESCROWED DEPOSITS FUND	\$ 92,532	\$ (58,918)	\$ 33,614
996	FINGERPRINT PROCESSING FEES	\$ 1,236	\$ 4,789	\$ 6,025
Grand Total		\$29,098,425	\$5,590,290	\$ 34,688,715

Total Expenditures by Categories = \$8,321,222

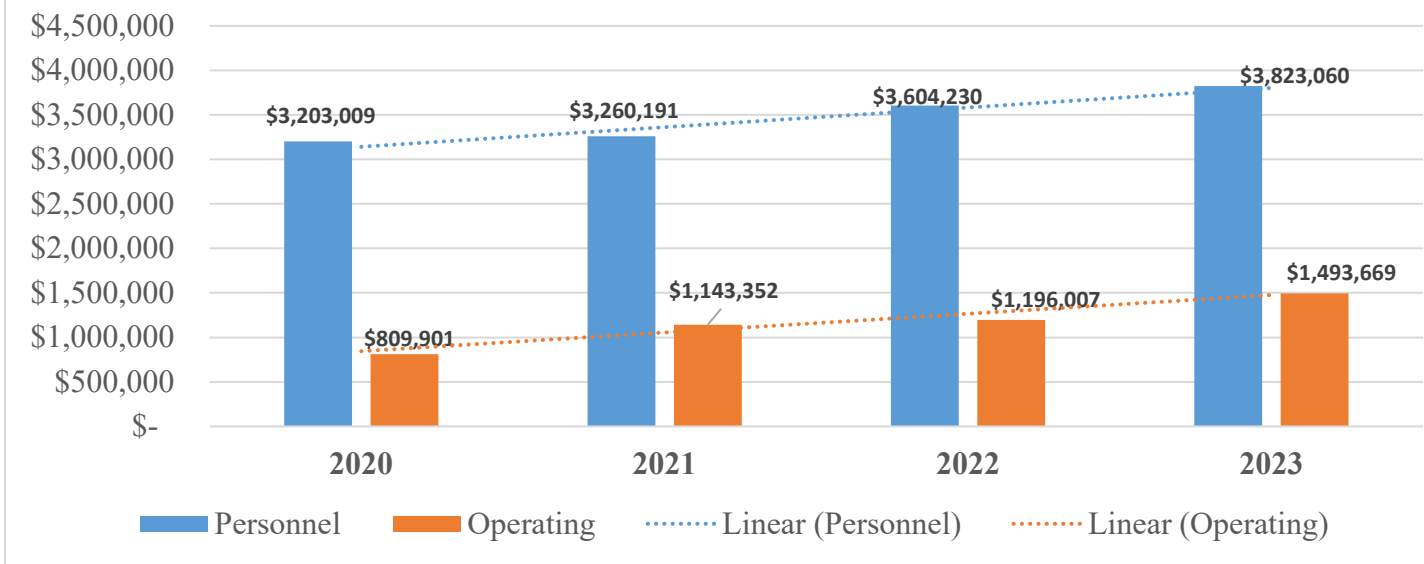
■ Personnel ■ Operating ■ Capital ■ Advances ■ Transfers



Anticipated percentage of expenditures = 58.3% of budget

- At month-end, **personnel expenses** were 51.1% of the budget, a favorable variance of \$539,164, or 7.2%. The favorable variance is due to healthcare savings and vacancy credits.
- **Operating expenses** ended at 52.3% of the budget, a favorable variance of \$168,781 or 6.0%.
- **Capital expenses** are 40.5% of the budget, a favorable variance of \$256,353, or 17.8%. Variance is due to the timing of building improvements and accounting software.
- **Transfers** are 47.9% of the budget. The Finance Director will execute transfers based on fund liquidity, fund balances, and timing of debt expenses.

General Fund Expense Comparison



Personnel and operating expenditures are \$5,316,730.

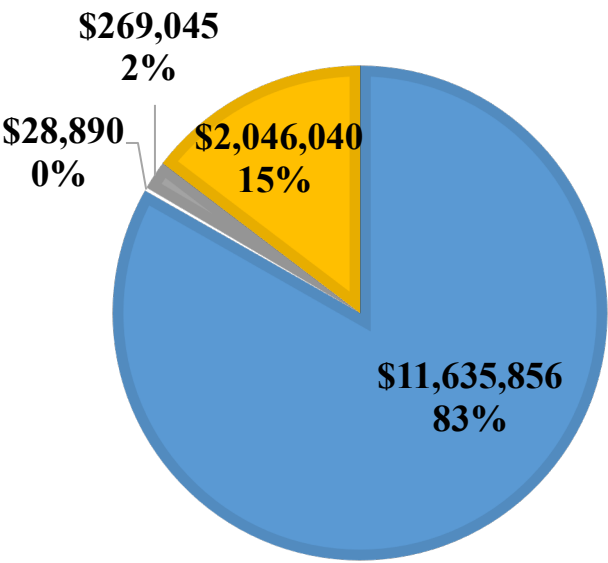
This reflects an increase of 10.8% from the previous year. This change is in alignment with budgetary increases.

Notable Activity:

- Downtown Landscaping = \$8,150
- Street Light Repairs = \$33,474
- Vehicle Maintenance = \$4,926
- IT Annual Subscriptions = \$40,150 (Community Core - building & Tyler Technologies – finance)
- Council Chambers Improvements = \$38,088

Total Revenues by Type = \$13,979,830

Taxes & Assessments Local Development Other



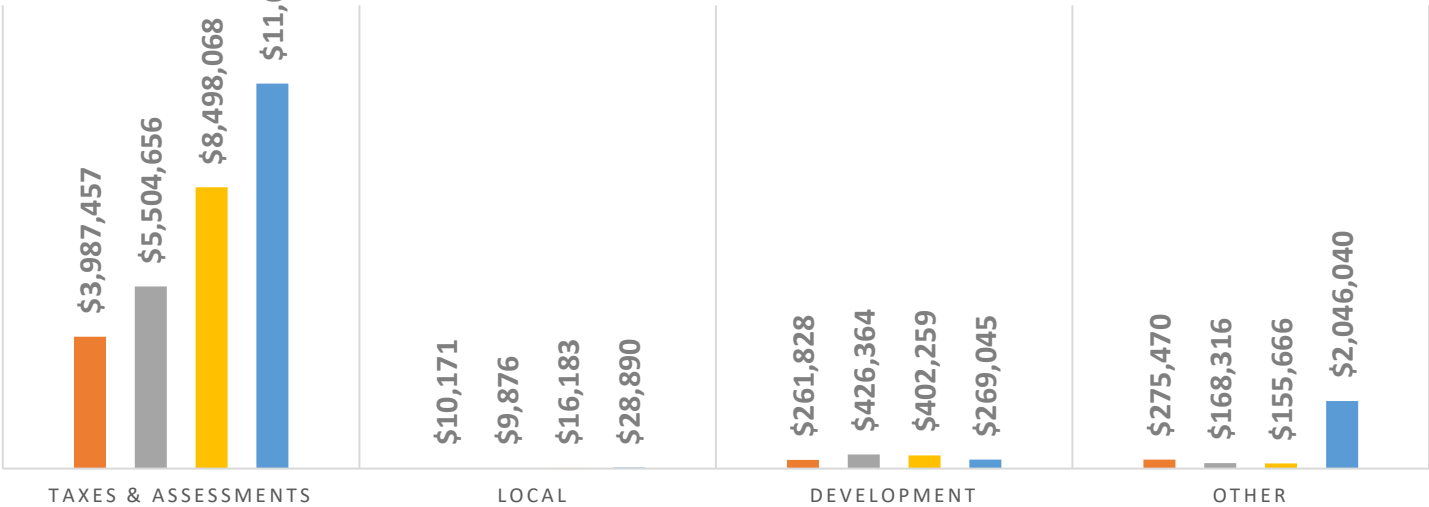
Anticipated percentage of revenues for April = 58.3% of the budget

Total revenues are 84.5% of the budget, a favorable variance of \$4,333,195.

- **Taxes and Assessments** revenues are 83.2% of the budget, a favorable variance of \$3,479,919. See the next page for additional information.
- **Local revenues** are 97.6% of the budget, a favorable variance of \$11,633.
- **Development-related revenues** are 34.8% of the budget, an unfavorable variance of \$181,906. This is consistent with the previous results.
- **Other revenue** shows a favorable variance of \$1,023,548 due to the ARPA subsidy (timing) and interest.

GENERAL FUND REVENUES COMPARISON

2020 2021 2022 2023

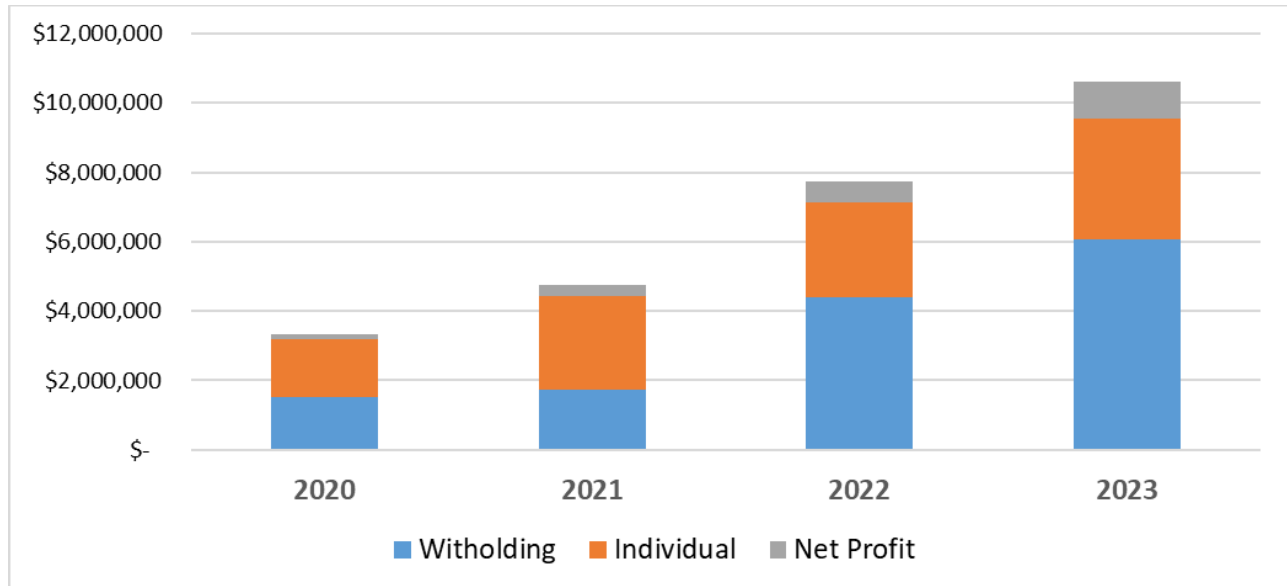


Notable Activity

- Investment Income (Interest) = \$155,268
- Residential building Fees = \$15,098 (11.5% of total YTD revenue)
- ARPA Funds = \$1,406,639
- See the next page for tax information.

As of July 2023, YTD income tax receipts totaled \$10,626,554 a favorable variance of 37.5%, or \$2,897,367, compared to 2022 tax receipts. 2023 tax receipts are 85.13% of the \$12,750,000 budgeted income tax revenue (including the fee reconciliation payment), a favorable variance of 26.8% or \$3,193,304.

Income Tax Comparison



	2020	2021	2022	2023	%Change
Withholding	\$ 1,514,421	\$ 1,744,989	\$ 4,409,531	\$ 6,068,222	
Individual	\$ 1,658,831	\$ 2,684,823	\$ 2,728,780	\$ 3,484,597	
Net Profit	\$ 175,660	\$ 339,670	\$ 590,875	\$ 1,073,735	
Total	\$ 3,348,912	\$ 4,769,483	\$ 7,729,186	\$ 10,626,554	37%

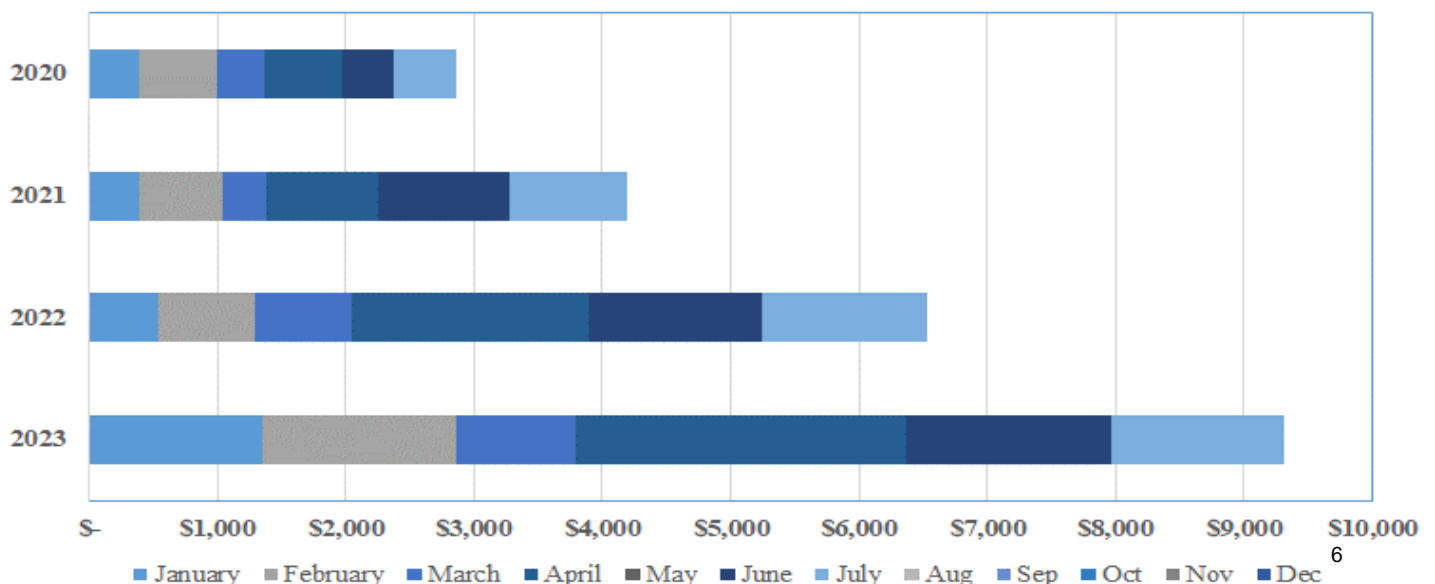
Comparing YTD July 2023 to July 2022

- Withholding collections ↑ by 37.6% or \$1,658,691
- Individual collections ↑ by 27.7% or \$755,816
- Net Profit collections ↑ by 81.7% or \$482,860

Comparing July 2023 to June 2023

- Withholding collections ↑ by 1.1 % or \$8,375
- Individual collections ↓ by 32.6% or \$195,112
- Net Profit collections ↓ by 34.5% or \$86,411

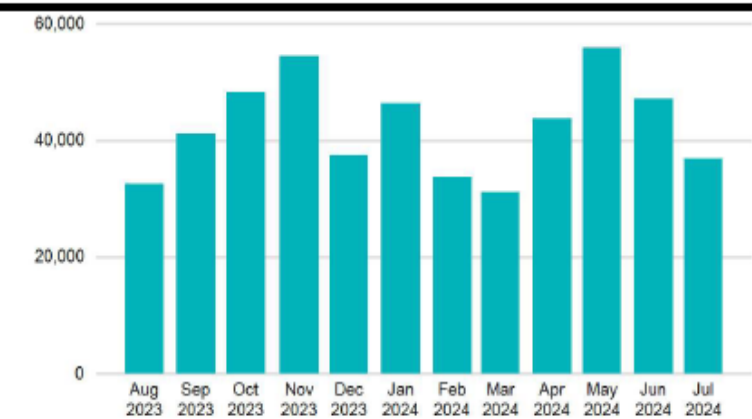
Income Tax Receipts by Month (in Thousands)



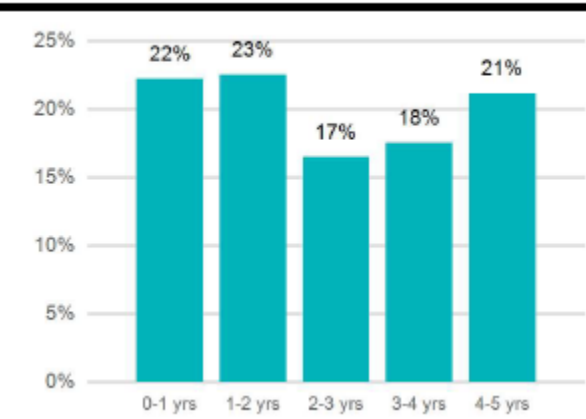
City of Powell Operating Account
PORTFOLIO SUMMARY
As of July 31, 2023

MONTHLY RECONCILIATION		PORTFOLIO CHARACTERISTICS	
Beginning Book Value	23,401,842.72	Portfolio Yield to Maturity	2.92%
Contributions		Portfolio Effective Duration	2.24 yrs
Withdrawals		Weighted Average Maturity	2.41 yrs
Prior Month Management Fees	(1,706.32)		
Prior Month Custodian Fees	(190.46)		
Realized Gains/Losses	7,296.97		
Purchased Interest	(188.89)		
Gross Interest Earnings	29,609.38		
Ending Book Value	23,436,663.40		

PROJECTED MONTHLY INCOME SCHEDULE



MATURITY DISTRIBUTION



Market Rates as of 7/20/2023 (Provided by Meeder Investment Management)

	Yesterday	Last Week	Last Year
GIDP (\$0-\$25MM)	3.40%	3.40%	1.00%
STAR Ohio	5.28%	5.27%	1.66%
2 Yr T Note	4.74%	4.59%	3.15%
5 Yr T Note	4.00%	3.93%	3.06%