



DEPARTMENT OF FINANCE

MEMO

TO: Matthew H. Greeson, City Manager

FROM: Molly Roberts, Finance Director

DATE: February 10, 2011

SUBJECT: 2011 Income Tax Collection January Update

Please find the summary reports for income tax collections for the month of January, 2011 attached. I am pleased to report that gross income tax collections for the month of January, 2011 were above January, 2010 monthly collections and estimates. January, 2011 income tax collections are above January, 2010 collections by 245,406 or 20.49% and above estimates by \$50,877 or 3.69%. This increase is primarily attributed to the income tax rate increase.

Income tax collections are reported as three different account types: withholding, individual and net profit filers. The breakdown of collections for the month of January, 2011 is indicated below:

- Withholding accounts equate to 80% of collections
- Individual accounts equate to 6% of collections
- Net profit accounts equate to 14% of collections.

January, 2011 collections were above the prior year reporting for withholding accounts and below for both individual and net profit accounts. We continue to monitor collections closely and work with RITA to identify areas of concern.

**City of Worthington Income Tax Collections
Estimated vs Actual**

Month	2011 Estimated	2011 Actual	Variance Favorable/ (Unfavorable)	Cumulative Variance Favorable/ (Unfavorable)
Jan	\$ 1,378,618.00	\$ 1,429,494.73	\$ 50,876.73	\$ 50,876.73
Feb	1,156,131.00	-		
Mar	1,316,112.00	-		
Apr	1,410,922.00	-		
May	1,645,122.00	-		
Jun	1,800,024.00	-		
Jul*	1,563,508.00	-		
Aug	1,616,305.00	-		
Sep	1,726,134.00	-		
Oct	1,555,683.00	-		
Nov	1,701,898.00	-		
Dec	1,761,617.00	-		
Total	\$ 18,632,074.00	\$ 1,429,494.73	\$ 50,876.73	

City of Worthington Income Tax Collections

Yearly Comparison

<u>Month</u>	<u>Monthly Total 2010</u>	<u>Cumulative Total 2010</u>	<u>86.40% General Fund</u>	<u>13.60% CIP Fund</u>	<u>Monthly Total 2011</u>	<u>Cumulative Total 2011</u>	<u>86.40% General Fund</u>	<u>13.60% CIP Fund</u>	<u>Monthly Increase 2011/2010</u>	<u>Cumulative Increase 2011/2010</u>
Jan	\$ 1,197,756.49	\$ 1,197,756.49	\$ 1,034,861.61	\$ 162,894.88	\$1,443,162.23	\$1,443,162.23	\$1,246,892.17	\$196,270.06	20.49%	20.49%
Feb	1,004,457.95	2,202,214.44	\$ 867,851.63	\$ 136,606.24						
Mar	1,143,451.36	3,345,665.80	987,941.98	155,509.38						
Apr	1,225,822.86	4,571,488.66	1,059,110.97	166,711.89						
May	1,429,298.09	6,000,786.75	1,234,913.55	194,384.54						
Jun	1,563,878.22	7,564,664.97	1,340,971.05	222,906.93						
Jul	1,358,391.32	8,923,056.29	1,173,650.10	184,741.30						
Aug	1,404,261.14	10,327,317.43	1,213,281.62	190,979.60						
Sep	1,499,682.22	11,826,999.65	1,295,725.44	203,956.86						
Oct	1,351,592.21	13,178,591.86	1,167,775.67	183,816.62						
Nov	1,478,918.84	14,657,510.70	1,277,785.88	201,132.96						
Dec	1,532,855.90	16,190,366.60	1,324,387.50	208,468.40						
Total	\$ 16,190,366.60		\$ 13,978,256.99	\$ 2,212,109.61	\$1,443,162.23	\$1,443,162.23	\$1,246,892.17	\$196,270.06		

Income Tax Rate increased to 2.0% on January 1, 2004.

Income Tax Rate increased to 2.5% on July 1, 2010.

Additional 6.4% is being set aside in a Reserve Account in the General Fund until a balance of \$1.5 million is obtained.

**City of Worthington Income Tax Collections
Monthly Comparison**

<u>Month</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Jan	\$ 1,069,253.96	\$ 1,276,204.13	\$ 1,340,934.57	\$ 1,292,415.41	\$1,197,756.49	\$1,443,162.23
Feb	1,312,604.18	1,251,043.74	1,414,793.27	1,168,164.70	\$1,004,457.95	\$0.00
Mar	1,132,444.55	1,242,730.81	1,214,088.84	1,279,767.18	\$1,143,451.36	\$0.00
Apr	1,021,574.05	1,054,284.51	1,240,724.46	1,169,285.60	\$1,225,822.86	\$0.00
May	1,560,743.11	1,666,353.49	1,993,520.12	1,312,695.84	\$1,429,298.09	\$0.00
Jun	1,742,018.52	1,625,603.23	1,557,166.92	1,662,181.88	\$1,563,878.22	\$0.00
Jul	1,336,951.59	1,177,697.37	1,282,428.79	1,815,363.34	\$1,358,391.32	\$0.00
Aug	1,247,791.29	1,238,261.58	1,395,932.96	1,118,633.50	\$1,404,261.14	\$0.00
Sep	1,190,103.68	1,320,777.18	1,245,595.55	1,265,175.93	\$1,499,682.22	\$0.00
Oct	1,339,542.02	1,205,065.10	1,318,752.46	1,163,932.38	\$1,351,592.21	\$0.00
Nov	1,278,239.60	1,408,494.28	1,206,995.39	1,165,687.35	\$1,478,918.84	\$0.00
Dec	1,093,430.63	1,187,960.61	1,372,282.58	1,310,298.02	\$1,532,855.90	\$0.00
Total	\$ 15,324,697.18	\$ 15,654,476.03	\$ 16,583,215.91	\$ 15,723,601.13	\$16,190,366.60	\$1,443,162.23

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