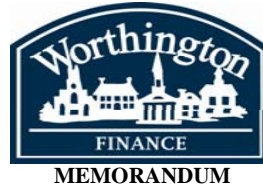




City of Worthington, Ohio

Second Quarter 2012
Financial Report



Date: August 3, 2012

To: Matt Greeson, City Manager

From: Molly Roberts, Finance Director

Subject: Financial Report Highlights for the Second Quarter 2012

Second Quarter 2012 Financial Report Highlights:

- General fund balance as of June 30, 2012 is \$4,143,397 an increase of \$1,201,835 from the January 1, 2012 balance of \$2,941,562.
- Total general fund revenues exceeded expenditures by \$1,201,835 or 10.19%. General fund expenditures tracked at 93.80% of appropriations.
- Gross income tax collections are above 2011 year to date collections by \$818,888 or 8.19% and above estimates by \$276,261 or 2.62%.
- Second quarter 2012 general fund revenues are above 2011 second quarter revenues by \$499,562 or 4.0%.
- Total 2012 general fund revenues are above estimated revenues by \$238,230 or 1.87%.
- Total 2012 revenues for all funds are above estimated revenue by \$848,813 or 5.05%.
- Second quarter 2012 revenues for all funds are above 2011 second quarter revenue by \$743,257 or 4.45%.
- Expenditures for all funds tracked at 85.79% of total appropriations and prior year encumbrances.
- Revenues for all funds exceeded expenditures by \$2,251,742.
- Fund balances for all accounts increased to \$14,974,676 from \$12,722,934 on January 1, 2012.

City of Worthington
Second Quarter 2012
Financial Report
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CASH RECONCILIATION
as of June 30, 2012

Total Fund Balances	<u><u>\$ 14,974,675.50</u></u>
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Depository Balances:

General Account Checking	\$ 2,938,061.57	
EMS Lock Box	1,416,921.72	
Total Bank Balances		\$ 4,354,983.29

Investments:

Certificates of Deposit	\$ 2,203,904.75	
Star Ohio	1,215,943.73	
Fifth Third Bank Money Market Sweep & CD's	7,110,745.45	
Federal Instruments	-	
FSA Savings	5,360.96	
Bicentennial	69,988.00	
J.K. Memorial Library	12,219.32	
Total Investments		\$ 10,618,162.21

Petty Cash/Change Fund	1,530.00
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Total Treasury Balance As of June 30, 2012	<u><u>\$ 14,974,675.50</u></u>
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INVESTMENTS - INTERIM FUNDS

June 30, 2012

Certificates of Deposit - General Fund	\$	2,203,904.75
Star Ohio		1,215,943.73
Fifth Third Bank Money Market Sweep & CD's		7,110,745.45
Federal Instruments		-
FSA Savings		5,360.96
Bicentennial		69,988.00
J.K. Memorial Library		12,219.32
Total Investments - Interim Funds	\$	<u>10,618,162.21</u>
Total Interest Earnings for the Period	\$	11,708.94
Average Prevailing Interest Rate for the Maturing Investments		
Certificates of Deposit		0.82%
Repurchase Agreements		0.04%

City of Worthington, Ohio
General Fund Overview
as of
June 30, 2012

<u>Revenues</u>		2011 Year End Actual	2012 Original Budget	2012 Revised Budget	2012 2nd Quarter Budget	2012 2nd Quarter Actual	2012 Variance Over/(Under)	Variance as % of Budget
Municipal Income Tax	1	\$ 15,681,068	\$ 16,585,655	\$ 16,585,655	\$ 8,433,017	\$ 8,654,026	\$ 221,009	2.62%
Property Tax	2	2,550,733	2,793,000	\$ 2,793,000	1,396,500	1,355,831	\$ (40,669)	-2.91%
Local Government	*	857,612	593,800	\$ 593,800	296,900	385,034	\$ 88,134	29.68%
Inheritance Tax	2	376,497	350,000	\$ 350,000	175,000	59,696	\$ (115,304)	-65.89%
Interest Income	*	81,927	100,000	\$ 100,000	50,000	21,490	\$ (28,510)	-57.02%
Fines & Forfeitures	*	170,559	195,000	\$ 195,000	97,500	97,677	\$ 177	0.18%
Township Fire Service	2	455,464	475,000	\$ 475,000	237,500	297,807	\$ 60,307	25.39%
Community Center Membership/Progra	*	1,135,335	800,000	\$ 800,000	400,000	665,844	\$ 265,844	66.46%
EMS Transport	*	593,571	600,000	\$ 600,000	300,000	298,513	\$ (1,487)	-0.50%
All Other Revenue	*	1,148,292	1,406,000	\$ 1,406,000	703,000	491,499	\$ (211,501)	-30.09%
Reserve Account	1	1,243,946	1,326,852	\$ 1,326,852	\$ 674,641	674,871	\$ 229	0.03%
Total Revenues		\$ 24,295,004	\$ 25,225,307	\$ 25,225,307	\$ 12,764,059	\$ 13,002,288	\$ 238,230	1.87%
Expenditures								
Engineering		\$ 680,589	\$ 740,894	\$ 740,894	\$ 370,447	\$ 346,191	\$ (24,256)	93.45%
General Government		8,056,631	8,505,851	\$ 8,846,849	\$ 4,402,926	4,161,406	\$ (241,520)	94.51%
Fire Operations		5,606,666	6,039,688	\$ 6,081,689	\$ 3,040,845	2,801,929	\$ (238,916)	92.14%
Parks & Recreation		2,897,443	3,082,459	\$ 3,081,459	\$ 1,540,730	1,456,360	\$ (84,370)	94.52%
Police Operations		3,985,556	4,132,051	\$ 4,132,051	\$ 2,066,026	1,965,966	\$ (100,060)	95.16%
Service Department		1,451,052	1,560,876	\$ 1,560,876	\$ 780,438	712,935	\$ (67,503)	91.35%
Total Expenditures		\$ 22,677,938	\$ 24,061,819	\$ 24,443,818	\$ 12,201,410	\$ 11,444,785	\$ (756,625)	93.80%
Excess of Revenues Over (Under) Expenditures		\$ 1,617,066	\$ 1,163,488	\$ 781,489	\$ 562,649	\$ 1,557,503		
Fund Balance at Beginning of Year		\$ 1,689,206	\$ 2,941,563	\$ 2,941,563	\$ 2,941,563	\$ 2,941,563		
Unexpended Appropriations (98.0%)			481,236	488,876	122,219			
Expenditures versus Prior Year Enc		364,709	549,102	502,890	502,890	355,669		
Fire CIP Expense Transfer		-	-	-				
Fund Balance at End of 2nd Quarter		\$ 2,941,563	\$ 4,037,185	\$ 3,709,038	\$ 3,123,541	\$ 4,143,397		

1 - Income Tax budget based on individual monthly projections by quarter.

2 - These revenue budgets are based on semi-annual payments.

* - All other revenue budgets are spread equally over each quarter.

All expenditure budgets are spread equally over each quarter.

Revised Budget includes all revenue amendments and supplemental appropriation ordinances approved to date
Fund Balance at End of Year includes the General Fund Reserve.

TABLE I
CITY OF WORTHINGTON
INTERIM COMBINED STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND TRANSFERS
as of 06/30/2012
ALL FUNDS

Fund	Balance 1/1/2012	Transfers In	Receipts	Transfers Out	Disbursements	Balance 6/30/2012
General	\$ 2,941,562	\$ -	\$ 13,002,288	\$ 200,000	\$ 11,600,454	4,143,397
Street M&R	23,308	50,000	306,141		345,394	34,055
State Highway Imp.	5,219	50,000	24,822		34,136	45,905
Water	117,788		21,546		20,733	118,601
Sanitary Sewer	24,192		20,182		31,380	12,993
Police Pension	98,779	100,000	92,076		274,709	16,147
Law Enforcement Trust	59,801		1,375		5,915	55,261
M.M.V.L.T.	366,006		56,480	-	-	422,486
Enforcement & Education	29,638		2,950		-	32,588
Community Technology	80,000		-		-	80,000
Court Clerk Computer	190,562		6,711		454	196,818
Economic Development	412,190	-	-		24,680	387,511
P&R Revolving	123,383		477,457	-	299,054	301,785

TABLE I
CITY OF WORTHINGTON
INTERIM COMBINED STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND TRANSFERS
as of 06/30/2012
ALL FUNDS

<u>Fund</u>	<u>Balance 1/1/2012</u>	<u>Transfers In</u>	<u>Receipts</u>	<u>Transfers Out</u>	<u>Disbursements</u>	<u>Balance 3/31/2012</u>
Special Parks	\$ 7,764		\$ -	\$ -	\$ -	\$ 7,764
Bicentennial	70,059		-		-	70,059
Trunk Sanitary Sewer	375,149		-		-	375,149
Capital Improvements	6,659,029		1,863,399	-	791,576	7,730,852
Co. Permissive Tax	-		-		-	-
General Bond Retirement	838,727	-	1,552,864		1,759,038	632,554
Special Assessment Bond Retirement	278,448		-		-	278,448
Accrued Acreage Benefit	16,875		-		4,756	12,119
O.B.B.S.	1,459		1,230		1,196	1,493
Petty Cash/Change Fund	1,530		-			1,530
Worthington Station TIF	1,465		15,696		-	17,161
Total All Funds	<u>\$ 12,722,934</u>	<u>\$ 200,000</u>	<u>\$ 17,445,216</u>	<u>\$ 200,000</u>	<u>\$ 15,193,475</u>	<u>\$ 14,974,676</u>

STATEMENT OF INDEBTEDNESS

CITY OF WORTHINGTON

AS OF JUNE 30, 2012

<u>Bond Book Page</u>	<u>Ord. No.</u>	<u>Description</u>	<u>Bond Term</u>	<u>Interest Rate</u>	<u>Unvoted General Debt</u>	<u>Assessment</u>	<u>Total</u>
78	#34-00	Community Center Addition			\$ -	\$ -	\$ -
	#35-00	Municipal Police Complex	2001-2021	3.87%	6,915,000.00	-	6,915,000.00
Total Bonded Debt					<u>\$ 6,915,000.00</u>	<u>\$ -</u>	<u>\$ 6,915,000.00</u>

BOND ANTICIPATION NOTES

<u>Date of Issuance</u>	<u>Ord. No.</u>	<u>Description</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Amount</u>	<u>Total</u>
1/26/2012	#54-2011	BAN - Ladder Truck & Davis Estates Water	1/25/2013	0.88%	\$ 1,500,000.00	\$ 1,500,000.00
1/26/2012	#55-2011	BAN - Community Center Window Repl	1/25/2013	0.88%	\$ 360,000.00	\$ 360,000.00
Total Bond Anticipation Notes					<u>\$ 1,860,000.00</u>	<u>\$ 1,860,000.00</u>

**TRANSFER OF APPROPRIATIONS
CITY MANAGER AUTHORIZED
04/01/2012 through 06/30/2012**

<u>Purpose</u>	<u>From</u>	<u>To</u>	<u>Amount</u>
Meeting Expenses	101.1070.512215	101.1030.512215	\$ 150.00
Annual Post Office Box Fees	101.1030.540506	101.1030.540509	\$ 10.00
Meeting Expenses	101.1040.540513	101.1010.521022	\$ 90.00
IT Consulting Fees	101.4040.540566	101.1160.540606	\$ 1,000.00
Columbus Bar Association Fees	101.1060.512213	101.1060.512214	390.00
 Total City Manager Approved Transfers Second Quarter, 2012			 1,640.00

NOTES TO THE FINANCIAL STATEMENTS

A. INVESTMENTS:

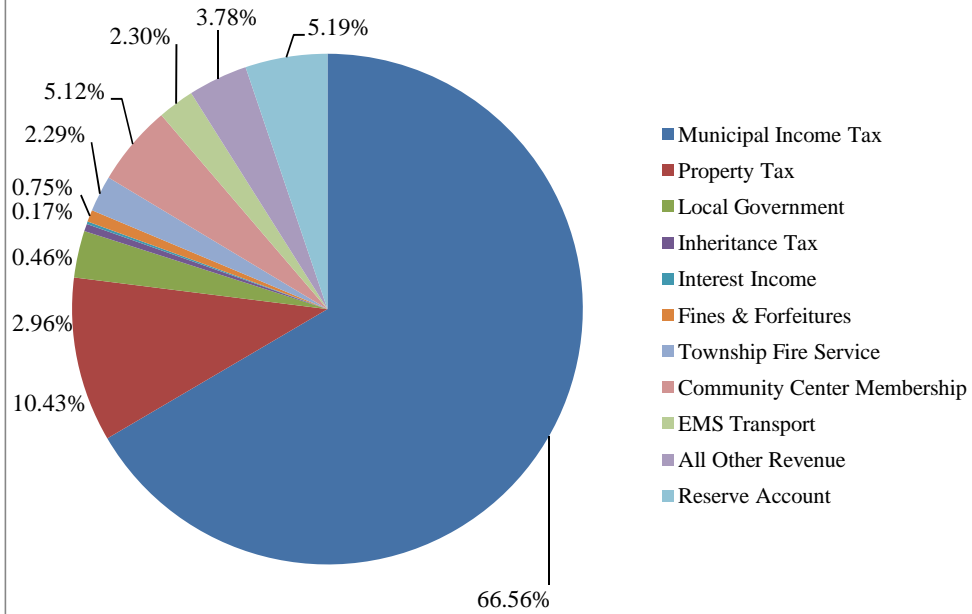
Approximately 71% of available funds are invested in C.D.'S, StarOhio, Fifth Third Money Market and Federal Instruments as of June 30, 2012. Certificates of Deposit provide a secure and stable investment instrument to meet our flexible cash flow needs. Our corporate checking account is invested in repurchase agreements which allows us the opportunity to keep 100% of our available funds invested.

	<u>as of</u> <u>6/30/2011</u>	<u>as of</u> <u>6/30/2012</u>
Total Fund Balances	\$ 14,251,281.77	\$ 14,974,675.50
Total Investments	10,535,230.60	10,618,162.21
% Invested	73.9%	70.9%
Interest Earned Y-T-D	29,505.22	21,489.72
Average Interest Rate	0.90%	0.82%

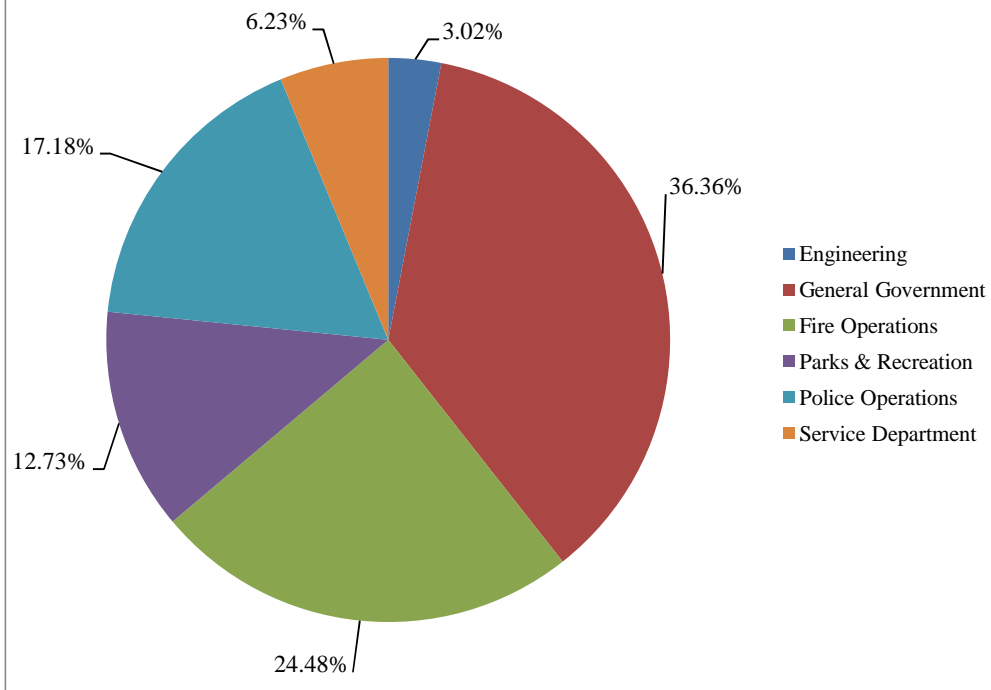
B. CASH POSITION:

The General Fund balance increased from \$2,941,562 on January 1, 2012 to \$4,143,397 as of June 30, 2012. Total General Fund revenues exceeded expenditures by \$1,201,834 or 10.19%. Expenditures tracked at 93.80% of appropriations. Income tax collections are above 2011 collections by \$818,888 or 8.19% and above estimates by \$276,261 or 2.62%. Total General Fund revenues are above estimates by \$238,230 or 1.87%. Revenues for all funds exceeded expenditures by \$2,251,742 or 14.63%. Expenditures for all funds tracked at 85.79% of anticipated expenditure levels.

General Fund Revenue Second Quarter 2012



General Fund Expenditures Second Quarter 2012



City of Worthington
General Fund
Five-Year Forecast

	Actual 2008	%	Actual 2009	%	Actual 2010	%	Actual 2011	%	Estimated 2012	%	Estimated 2013	%	Estimated 2014	%	Estimated 2015	%	Estimated 2016
Fund Balance - January 1	\$ 2,037,933		\$ 2,593,458		\$ 2,348,396		\$ 1,689,205		\$ 2,941,562		\$ 3,939,184		\$ 4,581,408		\$ 4,066,267		\$ 3,675,354
REVENUE:																	
Income Tax	\$ 13,266,573	61%	\$ 12,578,881	60%	\$ 12,952,293	60%	\$ 15,681,068	65%	\$ 16,585,655	66%	\$ 16,917,368	67%	\$ 17,340,302	70%	\$ 17,773,810		\$ 18,307,024
Property Tax	2,648,452	12%	2,676,643	13%	2,715,536	12%	2,550,733	10%	2,793,000	11%	2,793,000	11%	2,848,860	12%	2,905,837		2,963,954
Local Government Fund	986,018	5%	852,319	4%	868,987	4%	857,612	4%	593,800	2%	427,215	2%	450,000	2%	500,000		500,000
Inheritance Tax	641,550	3%	395,991	2%	383,545	2%	376,497	2%	350,000	1%	-	0%	-	0%	-		-
Interest Earned	512,606	2%	272,543	1%	149,523	1%	81,927	0%	100,000	0%	200,000	1%	250,000	1%	250,000		250,000
Fines & Forfeitures	194,510	1%	183,734	1%	186,390	1%	170,559	1%	195,000	1%	195,000	1%	198,900	1%	202,878		206,936
All Other Revenue	1,607,974	7%	1,295,220	6%	1,302,460	6%	1,148,291	5%	1,026,000	4%	1,163,500	5%	1,194,488	5%	1,226,288		1,258,922
Township Fire Service	457,497	2%	452,497	2%	449,456	2%	455,464	2%	475,000	2%	484,500	2%	494,190	2%	504,074		514,155
Comm Ctr Membership/Programs	930,881	4%	794,956	4%	1,105,428	5%	1,135,335	5%	1,180,000	5%	1,180,000	5%	1,203,600	5%	1,227,672		1,252,225
EMS Transport	504,341	2%	465,630	2%	612,580	3%	593,571	2%	600,000	2%	612,000	2%	624,240	3%	636,725		649,459
Reserve Account			992,838		1,025,964		1,243,946		1,326,852		1,353,389		-		-		-
TOTAL REVENUE	\$ 21,750,402		\$ 20,961,252		\$ 21,752,162		\$ 24,295,003		\$ 25,225,307		\$ 25,325,972		\$ 24,604,580		\$ 25,227,283		\$ 25,902,676
EXPENDITURES:																	
Fire Operations	\$ 5,209,689	25%	\$ 5,235,228	25%	\$ 5,495,657	25%	\$ 5,606,666	25%	\$ 6,039,688	25%	\$ 6,229,097	25%	\$ 6,298,800	25%	\$ 6,424,776		\$ 6,553,272
Police Operations	4,128,505	20%	3,894,326	19%	4,016,314	18%	3,985,556	18%	4,132,051	17%	4,230,391	17%	4,314,999	17%	4,401,299		4,489,325
Parks & Recreation	2,903,138	14%	2,926,209	14%	2,885,177	13%	2,897,443	13%	3,082,459	13%	3,117,560	12%	3,179,911	12%	3,243,509		3,308,380
Service Department	1,461,916	7%	1,292,585	6%	1,428,051	6%	1,451,052	6%	1,560,876	6%	1,598,835	6%	1,630,812	6%	1,663,428		1,696,696
Engineering	569,738	3%	581,828	3%	567,495	3%	680,589	3%	740,894	3%	730,996	3%	745,616	3%	760,528		775,739
General Government	6,457,985	32%	6,789,373	33%	7,607,039	35%	7,956,631	36%	8,405,851	38%	9,080,619	37%	9,262,231	37%	9,447,476		9,636,426
Transfer to CIP (Fire)	-		-		-		-		-		-		-		-		-
Transfer to Street M&R	150,000		100,000		100,000		100,000		100,000		100,000		100,000		100,000		100,000
Supplemental Appropriations	-		-		-		-		100,000		100,000		100,000		100,000		100,000
TOTAL EXPENDITURES	\$ 20,880,971		\$ 20,819,549		\$ 22,099,733		\$ 22,677,937		\$ 24,161,819		\$ 25,187,498		\$ 25,632,369		\$ 26,141,016		\$ 26,659,837
Exp. vs. Prior Year Enc.	313,906		386,765		311,619		364,709		549,102								
Unexpended Appropriations (Avg of 98.0%)									483,236		503,750		512,647		522,820		533,197
Net Annual Cash Position	\$ 555,525		\$ (245,062)		\$ (659,191)		\$ 1,252,357		\$ 997,622		\$ 642,224		\$ (515,141)		\$ (390,913)		\$ (223,964)
Fund Balance - December 31	\$ 2,593,458		\$ 2,348,396		\$ 1,689,205		\$ 2,941,562		\$ 3,939,184		\$ 4,581,408		\$ 4,066,267		\$ 3,675,354		\$ 3,451,390

Carryover F/B as % of Budget	12.2%	11.1%	7.5%	12.8%	15.9%	18.2%	15.9%	14.1%	12.9%
Annual Budget % Increase	1.7%	0.1%	5.7%	2.8%	5.1%	1.9%	1.8%	2.0%	2.0%
Carryover F/B as % of Revenue	11.9%	11.2%	7.8%	12.1%	15.6%	18.1%	16.5%	14.6%	13.3%

INCOME TAX COLLECTIONS:

1995 - 50% of Original 1%, 69.7% of total 1.65%
 *2004 - Increase rate to 2.0%, 80% of total
 2009 - Restricted Reserve at 6.4% of total (Derived from 20% in Capital Improvement Fund)
 7/2010 - Income Tax Rate Increased to 2.5%

Assumptions:

Continuation of Reserve allocation throughout 2013
 Projected Income Tax revenue increases: 2011 - 1% growth factor plus additional income due to rate increase projections; 2012 - 3.6% including additional rate increase projections; 2013-2015 increased 2.