




CITY OF HUDSON

FINANCE DEPARTMENT

DATE: July 7, 2015
TO: City Council Members, Mayor and City Manager
FROM: Jeffrey F. Knoblauch, Finance Director 
RE: June 2015 Financial Report

Attached are the June month end financial reports. The reports include the following:

1. A Statement of Cash from Revenue and Expense
2. An Executive Summary of the City's major funds: including the General Fund, Street M&R (Service), Cemetery, Parks, Cable TV, Fire, Emergency Medical Services, Water, Wastewater, Electric, Storm Water, Golf Course and Fleet Maintenance Funds. This report shows variance ratios of year-to-date revenues and expenditures compared to previous year-to-date and current budget figures.
3. Bank Report has been included to summarize the investment instruments on which the City earns interest income.
4. Variance Notes have been included to highlight variations from budget projections listed on the Executive Summary.
5. Utility Billing Delinquency Report has been included to show the past due balance totals for our utility customers along with the balances that have been turned over to collections and certified to Summit County and placed as a lien on the property. Also included is the balances written off due to bankruptcy, collection company fees and smaller, immaterial amounts.
6. Bank Reconciliation has been included to show the City's accounts and related reconciling items.

Note: As requested, at the bottom of the Utility Billing Delinquency Report, we added the year to date amount received from the collection companies. We currently use Babcock & Wasserman Co, LPA as our collection agency at a discounted rate of 18%.

The mission of the Hudson City Government is to serve, promote and support, in a fiscally responsible manner, an outstanding community that values quality of life, a well-balanced tax base, historic preservation with a vision to the future and professionalism in volunteer and public service.

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City of Hudson Statement of Cash Position with MTD Totals

From: 1/1/2015 to 6/30/2015
Funds: 101 to 822

Include Inactive Accounts: No
Page Break on Fund: No

Fund	Description	Beginning Balance	Net Revenue MTD	Net Revenue YTD	Net Expenses MTD	Net Expenses YTD	Unexpended Balance	Encumbrance YTD	Ending Balance
101	GENERAL FUND	\$5,975,206.14	\$1,922,837.29	\$10,265,357.05	\$1,774,016.18	\$9,967,798.57	\$6,272,764.62	\$1,282,480.58	\$4,990,284.04
103	INCOME TAX FUND	\$3,447,972.57	\$0.00	\$0.00	\$0.00	\$0.00	\$3,447,972.57	\$0.00	\$3,447,972.57
105	EMERGENCY MANAGED RESERVE FUND	\$434,843.80	\$0.00	\$0.00	\$0.00	\$0.00	\$434,843.80	\$0.00	\$434,843.80
201	STREET MAINT & REPAIR	\$231,353.48	\$227,500.93	\$1,465,891.45	\$137,373.40	\$1,601,079.73	\$96,165.20	\$356,478.52	(\$260,313.32)
202	STATE HIGHWAY IMPROVEMENT	\$41,509.28	\$6,569.66	\$38,435.59	\$65,000.00	\$65,000.00	\$14,944.87	\$0.00	\$14,944.87
203	CEMETERY	\$171,414.89	\$17,390.36	\$126,315.32	\$21,494.54	\$126,216.95	\$171,513.26	\$46,465.72	\$125,047.54
204	PARK DEVELOPMENT	\$97,277.03	\$0.00	\$0.00	\$0.00	\$0.00	\$97,277.03	\$0.00	\$97,277.03
205	HUDSON PARKS	\$2,791,284.22	\$161,518.81	\$818,630.08	\$130,788.39	\$545,250.79	\$3,064,663.51	\$344,602.82	\$2,720,060.69
206	HUDSON CABLE 25	\$44,620.08	\$700.00	\$155,624.96	\$28,067.06	\$154,655.15	\$45,589.89	\$6,000.32	\$39,589.57
208	STATE PERMISSIVE AUTO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
209	DRUG LAW ENFOR(DARE)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
210	COUNTY PERMISSIVE AUTO	\$810.02	\$0.00	\$0.00	\$0.00	\$0.00	\$810.02	\$810.02	\$0.00
213	LAW ENFORCEMENT/EDUCATION	\$44,680.36	\$245.00	\$95,836.51	\$22,500.00	\$22,500.00	\$118,016.87	\$0.00	\$118,016.87
215	COURT COMPUTER FUND	\$18,426.68	\$0.00	\$0.00	\$0.00	\$0.00	\$18,426.68	\$0.00	\$18,426.68
221	FIRE DISTRICT	\$1,716,697.51	\$167,132.12	\$831,042.88	\$107,134.64	\$773,464.05	\$1,774,276.34	\$105,744.20	\$1,668,532.14
224	EMERGENCY MEDICAL SERVICE	\$93,605.98	\$127,126.63	\$690,102.18	\$124,923.20	\$681,718.21	\$101,989.95	\$116,582.54	(\$14,592.59)
225	ECONOMIC DEVELOPEMENT FUND	\$120,288.36	\$0.00	\$0.00	\$4,000.00	\$40,345.74	\$79,942.62	\$49,148.00	\$30,794.62
230	HUDSON TEEN PROGRAM	\$23,933.66	\$0.00	\$5,610.00	\$323.00	\$3,907.00	\$25,636.66	\$1,166.00	\$24,470.66
232	FEMA FUND	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
234	DUI TASK FORCE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
301	BOND RETIREMENT	\$623,945.53	\$144,240.00	\$865,440.00	\$221,291.35	\$224,884.19	\$1,264,501.34	\$0.00	\$1,264,501.34
307	FIRE/EMS DEBT SERVICE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
310	GEN.OBLIG.BOND FD-SO.INDUST.	\$300,063.92	\$0.00	\$70,099.65	\$4,458.84	\$5,495.94	\$364,667.63	\$0.00	\$364,667.63
315	PARK ACQUISITION DEBT	\$5,827.02	\$33,272.74	\$292,825.20	\$41,531.05	\$45,781.55	\$252,870.67	\$0.00	\$252,870.67

Statement of Cash Position with MTD Totals

From: 1/1/2015 to 6/30/2015

Fund	Description	Beginning Balance	Net Revenue MTD	Net Revenue YTD	Net Expenses MTD	Net Expenses YTD	Unexpended Balance	Encumbrance YTD	Ending Balance
316	VILLAGE SOUTH BOND DEBT	\$5,005.21	\$15,628.10	\$137,630.56	\$19,036.56	\$21,033.01	\$121,602.76	\$0.00	\$121,602.76
318	SPECIAL ASSESSMENT	\$145,582.65	\$0.00	\$55,692.71	\$11,381.25	\$12,172.49	\$189,102.87	\$0.00	\$189,102.87
320	LIBRARY CONST. DEBT	\$15,715.53	\$47,892.58	\$421,819.86	\$66,201.14	\$72,319.30	\$365,216.09	\$0.00	\$365,216.09
321	DOWNTOWN TIF FUND	\$623.35	\$43,454.96	\$47,574.08	\$0.00	\$459.94	\$47,737.49	\$0.00	\$47,737.49
401	PERMISSIVE CAPITAL FUND	\$144,888.43	\$15,206.25	\$84,688.85	\$245,000.00	\$245,000.00	(\$15,422.72)	\$0.00	(\$15,422.72)
415	GOLF CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
430	STREET SIDEWALK CONSTRUCTION	\$1,563,339.90	\$138,108.00	\$828,648.00	\$436,001.26	\$776,040.65	\$1,615,947.25	\$2,232,451.17	(\$616,503.92)
431	STORM SEWER IMPROVEMENTS	\$457,506.95	\$0.00	\$0.00	\$0.00	\$0.00	\$457,506.95	\$11,964.13	\$445,542.82
440	CITY ACQUISITION & CONSTRUCT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
441	Downtown Phase II	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$36,744.30	(\$36,744.30)
445	Road Reconstruction Fund	\$2,376,989.47	\$1,342.71	\$7,562.28	\$321,632.27	\$416,626.36	\$1,967,925.39	\$1,913,368.76	\$54,556.63
450	WATER CAP PROJ-DEBT	\$11,430.04	\$0.00	\$0.00	\$0.00	\$0.00	\$11,430.04	\$11,268.20	\$161.84
452	WASTEWATER CAPITAL PROJECTS	\$164,982.70	\$97.07	\$541.69	\$0.00	\$0.00	\$165,524.39	\$91,583.63	\$73,940.76
456	POLICE STATION ACQUISITION	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
471	MILFORD/SR 91 CONNECTOR	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
475	SEASONS ROAD INTERCHANGE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
476	ATTERBURY BLVD RECONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
477	ATTERBURY BRIDGE REPLACEMENT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
480	FIRE CAPITAL REPLACEMENT FUND	\$89,863.11	\$157.27	\$200,610.02	\$17,499.16	\$39,783.70	\$250,689.43	\$6,484.83	\$244,204.60
490	YOUTH DEVL P CENTER	\$15,412.31	\$9.07	\$45.25	\$724.24	\$724.24	\$14,733.32	\$7,399.28	\$7,334.04
501	WATER FUND	\$604,758.54	\$150,488.33	\$960,012.59	\$143,351.24	\$766,426.75	\$798,344.38	\$281,795.90	\$516,548.48
502	WASTEWATER FUND	\$889,795.49	\$299,328.95	\$1,869,759.85	\$304,676.39	\$2,180,890.37	\$578,664.97	\$1,136,774.21	(\$568,109.24)
503	ELECTRIC FUND	\$12,952,720.95	\$1,419,454.95	\$9,402,376.34	\$1,545,297.77	\$9,116,877.45	\$13,238,219.84	\$8,995,073.93	\$4,243,145.91
504	STORM WATER UTILITY	\$760,714.83	\$100,300.00	\$601,650.00	\$121,785.98	\$525,191.18	\$837,173.65	\$141,250.43	\$695,923.22
505	GOLF COURSE	\$94,522.08	\$176,847.27	\$607,382.11	\$223,276.39	\$658,236.67	(\$16,332.48)	\$169,513.80	(\$185,846.28)
508	UTILITY DEPOSITS	\$288,085.28	\$6,250.00	\$27,000.00	\$2,050.00	\$11,922.46	\$303,162.82	\$0.00	\$303,162.82
510	BROADBAND SERVICES	\$0.00	\$800,000.00	\$800,000.00	\$0.00	\$0.00	\$800,000.00	\$440,581.85	\$359,418.15
601	EQUIP RESERVE & FLEET MAINT	\$460,381.83	\$46,596.14	\$424,128.27	\$53,168.21	\$632,259.70	\$252,250.40	\$729,293.19	(\$477,042.79)
602	SELF-INSURANCE	\$29,314.98	\$1,254.72	\$50,857.98	\$14,855.28	\$90,760.06	(\$10,587.10)	\$68,940.19	(\$79,527.29)
603	FLEXIBLE BENEFITS	\$9,075.06	\$9,176.37	\$58,781.20	\$12,620.21	\$70,882.50	(\$3,026.24)	\$64,117.50	(\$67,143.74)

Statement of Cash Position with MTD Totals

From: 1/1/2015 to 6/30/2015

Fund	Description	Beginning Balance	Net Revenue MTD	Net Revenue YTD	Net Expenses MTD	Net Expenses YTD	Unexpended Balance	Encumbrance YTD	Ending Balance
604	INFORMATION SERVICES	\$89,187.17	\$0.00	\$245,671.20	\$40,851.77	\$252,533.48	\$82,324.89	\$25,618.63	\$56,706.26
605	Medical Self Insurance Fund	\$219,013.66	\$27,673.00	\$122,394.98	\$13,393.41	\$225,912.26	\$115,496.38	\$151,155.90	(\$35,659.52)
701	POLICE PENSION	\$0.00	\$16,961.55	\$135,103.09	\$59.57	\$1,991.61	\$133,111.48	\$0.00	\$133,111.48
704	HUDSON CEMETERY IMPR TRUST	\$4,163.38	\$0.00	\$0.00	\$0.00	\$0.00	\$4,163.38	\$0.00	\$4,163.38
705	TREE TRUST	\$44,262.81	\$0.00	\$400.00	\$7,500.00	\$7,500.00	\$37,162.81	\$0.00	\$37,162.81
709	PERF BOND/UNCLAIMED FUNDS	\$31,789.52	\$0.00	\$0.00	\$0.00	\$0.00	\$31,789.52	\$0.00	\$31,789.52
710	WILLOWS OF HUDSON II INSPECTN	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
712	CHADDS FORD INSPECTION FUND	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
713	CHADDS FORD SETTLEMENTS ADDTN	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
724	MORNING SONG INSPECTIONS	\$1,841.39	\$0.00	\$0.00	\$0.00	\$0.00	\$1,841.39	\$0.00	\$1,841.39
727	CONTRACTOR'S DEPOSITS	\$291,550.79	\$1,183.00	\$50,969.00	\$150.00	\$48,125.12	\$294,394.67	\$247,480.96	\$46,913.71
729	DEVELOPERS SEWER TAP IN FEES	\$3,100.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,100.00	\$0.00	\$3,100.00
730	CULVERT BONDS	\$362,003.36	\$10,800.00	\$42,700.00	\$1,500.00	\$5,900.00	\$398,803.36	\$188,222.38	\$210,580.98
731	EMERGENCY MEDICAL SVC. TRUST	\$8,880.38	\$0.00	\$594.52	\$64.56	\$443.11	\$9,031.79	\$1,031.21	\$8,000.58
732	TREE COMMISSION PLAQUE FUND	\$98.00	\$0.00	\$0.00	\$0.00	\$0.00	\$98.00	\$0.00	\$98.00
734	CLOCK TOWER REPAIR TRUST	\$425.00	\$0.00	\$0.00	\$0.00	\$0.00	\$425.00	\$0.00	\$425.00
735	PLAYGROUND TRUST	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
736	BANDSTAND TRUST	\$15,178.52	\$8.93	\$49.82	\$0.00	\$0.00	\$15,228.34	\$0.00	\$15,228.34
737	CLOCK TOWER TRUST	\$6,724.49	\$3.95	\$22.05	\$0.00	\$0.00	\$6,746.54	\$0.00	\$6,746.54
738	POOR ENDOWMENT NONEX TRUST	\$40,864.23	\$24.04	\$134.17	\$0.00	\$0.00	\$40,998.40	\$0.00	\$40,998.40
740	LIBRARY LEVY FUND	\$0.00	\$113,008.34	\$996,427.23	\$113,008.34	\$996,427.23	\$0.00	\$893,787.39	(\$893,787.39)
742	DEAN MAY TRUST	\$1,814.39	\$0.07	\$0.42	\$0.00	\$0.00	\$1,814.81	\$0.00	\$1,814.81
750	DEDICATED TAX REVENUE FUND	\$0.00	\$148,645.07	\$740,732.30	\$129,271.20	\$721,358.43	\$19,373.87	\$556,251.35	(\$536,877.48)
760	FIRE/EMS SERVICE DISTRIBUTION	\$150,065.71	\$10.07	\$59.86	\$0.00	\$1,859.47	\$148,266.10	\$0.00	\$148,266.10
770	VETERANS MEMORIAL GARDEN FUND	\$17,405.42	\$10.24	\$57.15	\$456.63	\$456.63	\$17,005.94	\$43.37	\$16,962.57
802	FIRE CLAIM FUND	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
805	STORM SEWER ASSESSMENTS	\$329,046.53	\$0.00	\$0.00	\$0.00	\$0.00	\$329,046.53	\$0.00	\$329,046.53
Grand Total:		\$38,821,883.97	\$6,398,454.54	\$34,643,288.30	\$6,527,714.48	\$32,158,212.04	\$41,306,960.23	\$20,711,675.21	\$20,595,285.02

City of Hudson
Executive Summary
June 2015 Financial Report

Category	2014 YTD	2015 YTD	2014 vs. 2015	2015 YTD	2015
	Actual	Actual	YTD Variance	Budget	Bud. vs. Actual Variance
General Fund Revenue					
Real Property Taxes	\$1,318,672	\$1,404,200	\$85,528	\$1,345,068	\$59,132
Income Tax	\$7,442,473	\$7,810,586	\$368,113	\$7,591,322	\$219,264
Local Government Funds	\$206,933	\$225,893	\$18,960	\$205,000	\$20,893
Estate Tax	\$326,606	\$4,306	(\$322,300)	\$0	\$4,306
Kilowatt-Hour Tax	\$353,920	\$344,505	(\$9,415)	\$365,000	(\$20,495)
Zoning and Building Fees	\$48,780	\$85,299	\$36,519	\$45,000	\$40,299
Fines, Licenses & Permits	\$41,349	\$31,786	(\$9,563)	\$30,000	\$1,786
Interest Income	\$87,385	\$105,053	\$17,668	\$126,398	(\$21,345)
Transfers In, Advances and Reimb.	\$219,795	\$159,862	(\$59,933)	\$158,855	\$1,008
Miscellaneous	\$227,505	\$93,867	(\$133,638)	\$47,500	\$46,367
Total Revenue	\$10,273,418	\$10,265,357	(\$8,061)	\$9,914,142	\$351,215
General Fund Cash Balance, January 1	\$10,947,250	\$9,423,179	(\$1,524,071)	\$9,423,179	\$0
Total Available	\$21,220,668	\$19,688,536	(\$1,532,132)	\$19,337,321	\$351,215
General Fund Expenditures					
Police	\$2,350,787	\$2,206,711	(\$144,076)	\$2,210,627	(\$3,916)
County Health District	\$152,659	\$152,675	\$16	\$152,675	\$0
Community Development	\$426,326	\$502,057	\$75,731	\$423,724	\$78,333
Economic Development	\$0	\$98,657	\$98,657	\$172,670	(\$74,013)
Street Trees and ROW	\$145,578	\$156,139	\$10,561	\$187,872	(\$31,733)
RITA Fees	\$219,118	\$239,037	\$19,919	\$215,259	\$23,779
Mayor & Council	\$106,539	\$80,514	(\$26,025)	\$86,661	(\$6,147)
City Solicitor	\$111,086	\$119,910	\$8,824	\$166,604	(\$46,694)
Administration	\$539,627	\$632,529	\$92,902	\$646,450	(\$13,921)
Finance	\$454,441	\$413,533	(\$40,908)	\$472,409	(\$58,876)
Engineering	\$584,946	\$565,412	(\$19,534)	\$615,190	(\$49,778)
Public Properties	\$505,936	\$496,149	(\$9,787)	\$479,725	\$16,425
Public Works Administration	\$292,935	\$257,834	(\$35,101)	\$290,051	(\$32,217)
Transfers and Advances Out	\$4,568,292	\$4,046,642	(\$521,650)	\$3,951,142	\$95,500
Total Expenditures	\$10,458,270	\$9,967,799	(\$490,471)	\$10,071,054	(\$103,255)
Month End General Fund Cash Balance	\$10,762,398	\$9,720,737	(\$1,041,661)	\$9,266,267	\$454,470
Other Operating Funds:					
<u>Revenue</u>					
Street Maintenance and Repair	\$1,804,887	\$1,465,891	(\$338,996)	\$1,403,250	\$62,641
Cemeteries	\$118,878	\$126,315	\$7,437	\$116,932	\$9,384
Parks	\$767,378	\$818,630	\$51,252	\$775,075	\$43,555
Cable TV	\$84,622	\$155,625	\$71,003	\$151,250	\$4,375
Fire Department	\$806,015	\$831,043	\$25,028	\$798,375	\$32,668
Emergency Medical Service	\$650,050	\$690,102	\$40,052	\$661,925	\$28,177
Utilities:					
Water	\$935,524	\$960,013	\$24,489	\$881,022	\$78,991
Wastewater	\$1,917,424	\$1,869,760	(\$47,664)	\$1,835,627	\$34,133
Electric	\$9,592,914	\$9,402,376	(\$190,538)	\$9,303,845	\$98,531
Stormwater	\$650,748	\$601,650	(\$49,098)	\$600,000	\$1,650
Ellsworth Meadows Golf Course	\$535,803	\$607,382	\$71,579	\$651,054	(\$43,672)
Equipment Reserve (Fleet)	\$451,812	\$424,128	(\$27,684)	\$459,254	(\$35,126)
Total Revenues	\$18,316,055	\$17,952,915	(\$363,140)	\$17,637,608	\$315,307
Other Operating Fund Cash Balance, January 1	\$20,816,625	\$20,751,870	(\$64,755)	\$20,751,870	\$0
Total Available - Other Operating Funds	\$39,132,680	\$38,704,785	(\$427,895)	\$38,389,478	\$315,307
<u>Expenditures</u>					
Street Maintenance and Repair	\$1,891,483	\$1,601,080	(\$290,403)	\$1,453,418	\$147,663
Cemeteries	\$167,204	\$126,217	(\$40,987)	\$125,639	\$578
Parks	\$429,720	\$545,251	\$115,531	\$651,797	(\$106,546)
Cable TV	\$200,463	\$154,655	(\$45,808)	\$142,078	\$12,577
Fire Department	\$697,498	\$773,464	\$75,966	\$918,822	(\$145,358)
Emergency Medical Services	\$729,477	\$681,718	(\$47,759)	\$659,874	\$21,845
Utilities:					
Water	\$666,191	\$766,427	\$100,236	\$849,073	(\$82,646)
Wastewater	\$2,268,109	\$2,180,890	(\$87,219)	\$2,259,010	(\$78,120)
Electric	\$9,580,454	\$9,116,877	(\$463,577)	\$10,134,122	(\$1,017,245)
Stormwater	\$598,684	\$525,191	(\$73,493)	\$567,716	(\$42,525)
Ellsworth Meadows Golf Course	\$669,730	\$658,237	(\$11,493)	\$641,776	\$16,462
Equipment Reserve (Fleet)	\$1,062,061	\$632,260	(\$429,801)	\$705,888	(\$73,628)
Total Expenditures	\$18,961,074	\$17,762,267	(\$1,198,807)	\$19,109,210	(\$1,346,943)
Month End Other Operating Funds Cash Balance	\$20,171,606	\$20,942,518	\$770,912	\$19,280,268	\$1,662,250

City of Hudson Bank Report

Banks: 5/3 GENERAL ACCOUNT to YDC Demo Note
As Of: 1/1/2015 to 6/30/2015

Include Inactive Bank Accounts: No

Bank	Beginning Bal.	MTD Revenue	YTD Revenue	MTD Expense	YTD Expense	YTD Other	Ending Bal.
GENERAL CITY INVESTMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Broadband Services Note	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$800,000.00	\$800,000.00
CASH DRAWER/PETTY CASH	\$1,400.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,400.00
LORAIN NATIONAL BANK	\$4,004,813.31	\$0.00	\$3,291.89	\$0.00	\$0.00	(\$1,500,000.00)	\$2,508,105.20
DOLLAR BANK CD	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
DEAN MAY	\$1,814.39	\$0.07	\$0.42	\$0.00	\$0.00	\$0.00	\$1,814.81
ELLSWORTH GOLF COURSE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PRIMARY CHECKING ACCT	\$6,116,010.80	\$5,598,852.46	\$28,925,950.84	\$4,548,016.88	\$18,999,913.49	(\$5,079,284.48)	\$10,962,763.67
INVESTMENT POOLED MONIES	\$19,747,812.76	\$0.00	\$0.00	\$0.00	\$0.00	(\$3,163,169.31)	\$16,584,643.45
CD INVESTMENTS	\$8,100,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$9,600,000.00
MORGAN BANK FIRE/EMS SERVICE AWA	\$150,032.71	\$10.07	\$59.86	\$0.00	\$1,859.47	\$0.00	\$148,233.10
First Merit	\$0.00	\$0.00	\$0.00	\$1,180,105.66	\$7,442,453.79	\$0.00	\$0.00
Note Investment	\$700,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$700,000.00
Grand Total:	\$38,821,883.97	\$5,598,862.60	\$28,929,303.01	\$5,728,122.54	\$26,444,226.75	\$0.00	\$41,306,960.23

**CITY OF HUDSON
VARIANCE NOTES FOR JUNE 2015 FINANCIAL REPORT**

REVENUE:

2014 Year-To-Date (YTD) vs. 2015 YTD Actual

Real Property Taxes are \$86,000 higher than 2014 and \$59,000 above the 2015 estimate. We assumed a 2% increase over 2014; our year to date actual is 4.4% over 2014.

Income Tax revenues are \$368,000 higher in 2015 and \$219,000 above estimate. Through the end of June 2015, Withholding taxes are up 7.7%, Individual taxes are up 12.4% and Net Profit taxes are down 19.5%. Including Parks, Fire, EMS and Hudson Schools, income taxes are up \$520,000 or 5.1%. We assumed at 2% increase over 2014. The decrease in Net Profits taxes are due in part to \$100,000 in refunds issued in 2015.

	<u>2014</u>	<u>2015</u>	<u>Diff</u>	<u>%</u>
RITA				
Withholding	\$ 6,385,321	\$ 6,875,643	\$ 490,322	7.7%
Individual	\$ 2,318,735	\$ 2,606,173	\$ 287,438	12.4%
Net Profit	\$ 1,112,894	\$ 895,867	\$ (217,027)	-19.5%
Total RITA	\$ 9,816,950	\$ 10,377,683	\$ 560,733	5.7%
Refund	\$ 284,894	\$ 278,820	\$ (6,074)	-2.1%
Feb Muni Tax	\$ 23,009	\$ 20,855	\$ (2,154)	-9.4%
May Muni Tax	\$ 45,132	\$ 12,660	\$ (32,472)	-71.9%
Total All	\$ 10,169,985	\$ 10,690,018	\$ 520,033	5.1%

Estate Taxes are \$322,000 lower in 2015 due to the elimination of the tax.

Zoning and Building Fees are up \$37,000 primarily due to \$29,600 in charges paid to the city for our Engineering Department inspection services.

Transfers, Advances and Reimbursements are \$60,000 lower in 2015 primarily due to advances back to the General Fund from Cable TV (\$30,000) and several smaller reimbursements in 2014.

Miscellaneous revenue is \$134,000 lower in 2015 primarily due to \$114,000 income tax revenue sharing receipt from the City of Twinsburg in June 2014.

Street Maintenance & Repair revenue is down \$339,000 compared to 2014 due to \$355,000 reduced transfer into the fund to cover snow removal expense overage for 2015.

Parks and *EMS* revenue is higher due to increased income tax revenue. EMS ambulance billing is also up \$11,900 over 2014. *Fire's* increase in income tax revenue for 2015 is offset by \$20,000 grant revenue in 2014.

Cable TV revenue is \$71,000 higher in 2015 due to the timing of the receipt of the quarterly franchise fee payment from TimeWarner. The payment in May 2015 was \$74,000. For the year to date 2015, we are \$1,200 (less than 1%) below estimate in franchise fee revenue.

Ellsworth Meadows revenue is \$72,000 higher due to \$82,000 advance from the General Fund to pay for replacement equipment in 2015. The golf course revenue is \$44,000 below estimate in revenue for the year.

EXPENDITURES:

2014 YTD Actual vs. 2015 YTD Actual

General Fund expenditures decreased \$490,000 through June 2015 as compared to June 2014. The **Police Department** decreased \$144,000 due to \$164,000 purchases of radio and computer equipment in 2014. **Community Development** expenditures increased \$76,000 primarily due to payments for the Comp Plan update and software upgrades. **Economic Development** is included in the General Fund budget rather than a separate fund. Through June 2015, we have spent \$99,000 vs. \$108,000 through June 2014. **Administration** increased \$93,000 primarily due to \$136,000 in tax incentive payments in June 2015. **Transfers and Advances Out** decreased \$522,000 due to reduced debt service, Sewer and Street Maintenance & Repair Fund transfers.

Street Maintenance & Repair expenditures are \$290,000 lower in 2015 primarily due to \$163,000 decrease in road salt payments; \$24,000 purchase of an asphalt trailer in 2014; \$11,000 decrease in cul de sac snow removal and several other smaller decreases in expenses vs. 2014.

Cemetery expenditures are \$41,000 lower in 2015 due to \$46,000 purchase of replacement excavator in 2014.

Parks expenditures are \$116,000 higher in 2015 due to \$116,000 in playground equipment purchases in 2015.

Cable TV Fund expenditures are \$46,000 lower in 2015 due the \$30,000 advance back to the General Fund and \$8,900 in payments for control room equipment purchases in 2014.

Fire Fund expenditures are \$76,000 higher in 2015 due to \$99,000 in various capital purchases in 2015 including a replacement vehicle for \$24,000.

EMS Fund expenditures are \$48,000 lower in 2015 due the \$27,000 in computer equipment replacements and severance pay in 2014.

Water Fund expenditures are \$100,000 higher in 2015 primarily due to \$169,000 in expenditures for the Division St water line project in 2015.

Electric Fund expenditures are \$464,000 lower in 2015 due to a \$434,000 decreased cost of purchased power. The impact of the decreased cost is reflected in the \$191,000 decrease in Electric Fund revenue as the cost of power is passed on to customers. The decrease in the cost of power is normalizing as compared to the decrease in Electric revenue. This reflects the impact of our 3 month rolling average of passing along through the power cost adjustment.

Fleet Fund expenditures are \$430,000 lower in 2015 primarily due to \$382,000 in decreased payments for vehicles in 2015 vs. 2014. In addition, there was a \$56,000 (30%) in YTD 2015 reduced fuel expenditures due in part from the dramatic drop in gas prices.

2015 YTD Actual vs. 2015 Budget

Income tax YTD revenue increased 5.1% over 2014 due to increased withholding and individual tax receipts putting us over the 2% projected increase. General Fund **Zoning and Building** revenue was \$40,000 over estimate due to inspection services as noted above. **Miscellaneous** revenue was \$46,000 over estimate due to the \$47,000 grant from the Summit County land bank in 2015. **Ellsworth Meadows** revenue is \$44,000 below estimate due to poor weather conditions. Ellsworth was \$41,000 below estimate for the month of June. **General Fund** expenditures were \$103,000 below budget with most departments below budget. **Street Maintenance and Repair Fund** expenditures are \$148,000 over estimated due to the increased cost of snow and ice control from the severe winter weather. The **Electric Fund** expenditures are \$1,017,000 below estimate due to timing issues discussed above plus lower than budgeted cost of power. Several other funds are lower than estimate for expenses but this will normalize as we move through the year and vacancies are filled and/or budgeted capital items are expensed.

Utility Billing Delinquency Report

	<u>May-14</u>	<u>Jun-14</u>	<u>Jul-14</u>	<u>Aug-14</u>
30 DAYS - ACTIVE ACCOUNTS	\$36,657.32	\$36,622.31	\$36,272.12	\$50,623.17
60 DAYS - ACTIVE ACCOUNTS	\$5,863.14	\$2,112.03	\$7,410.69	\$3,263.87
90 DAYS - ACTIVE ACCOUNTS	\$1,807.82	\$1,510.56	\$1,788.89	\$1,850.12
ACCOUNTS RECENTLY CLOSED (1)	\$18,030.32	\$20,751.72	\$26,267.95	\$21,339.12
ACCOUNTS CERTIFIED TO THE COUNTY	\$64,842.39	\$64,842.39	\$64,842.39	\$64,842.39
ACCOUNTS SENT TO COLLECTIONS	\$69,301.10	\$69,641.06	\$69,641.06	\$70,691.61
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$196,502.09	\$195,480.07	\$206,223.10	\$212,610.28
	<u>Sep-14</u>	<u>Oct-14</u>	<u>Nov-14</u>	<u>Dec-14</u>
30 DAYS - ACTIVE ACCOUNTS	\$17,646.14	\$24,704.16	\$44,765.48	\$33,273.78
60 DAYS - ACTIVE ACCOUNTS	\$1,839.08	\$1,368.07	\$2,189.69	\$4,200.27
90 DAYS - ACTIVE ACCOUNTS	\$1,549.75	\$1,388.17	\$366.63	\$537.67
ACCOUNTS RECENTLY CLOSED (1)	\$21,141.40	\$21,824.50	\$20,731.76	\$25,997.74
ACCOUNTS CERTIFIED TO THE COUNTY	\$123,356.86	\$123,356.86	\$125,937.34	\$125,937.34
ACCOUNTS SENT TO COLLECTIONS	\$70,334.23	\$70,434.96	\$69,039.63	\$70,288.33
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$235,867.46	\$243,076.72	\$263,030.53	\$260,235.13
	<u>Jan-15</u>	<u>Feb-15</u>	<u>Mar-15</u>	<u>Apr-15</u>
30 DAYS - ACTIVE ACCOUNTS	\$30,626.81	\$34,012.11	\$33,059.99	\$50,992.00
60 DAYS - ACTIVE ACCOUNTS	\$4,753.04	\$5,561.08	\$2,995.18	\$5,767.73
90 DAYS - ACTIVE ACCOUNTS	\$1,157.85	\$1,302.07	\$1,036.07	\$729.76
ACCOUNTS RECENTLY CLOSED (1)	\$24,807.30	\$27,159.69	\$23,536.76	\$20,868.00
ACCOUNTS CERTIFIED TO THE COUNTY	\$125,937.34	\$125,937.34	\$125,937.34	\$101,992.67
ACCOUNTS SENT TO COLLECTIONS	\$71,633.59	\$72,071.03	\$73,836.03	\$78,636.69
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$258,915.93	\$266,043.32	\$260,401.37	\$258,986.85
	<u>May-15</u>	<u>Jun-15</u>		
30 DAYS - ACTIVE ACCOUNTS	\$37,038.02	\$32,436.54		
60 DAYS - ACTIVE ACCOUNTS	\$3,931.58	\$3,036.63		
90 DAYS - ACTIVE ACCOUNTS	\$1,358.84	\$2,488.92		
ACCOUNTS RECENTLY CLOSED (1)	\$20,943.30	\$19,313.64		
ACCOUNTS CERTIFIED TO THE COUNTY	\$101,992.67	\$101,992.67		
ACCOUNTS SENT TO COLLECTIONS	\$78,404.18	\$78,970.25		
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$243,668.59	\$238,238.65		
TOTAL YEAR TO DATE ACCOUNT WRITE-OFF'S	\$2,428.22	(2)		
YEAR TO DATE COLLECTION COMPANY RECEIPTS	\$1,249.50			

(1) "ACCOUNTS RECENTLY CLOSED" - accounts that have been closed and City staff is attempting to collect the balance due. If City staff is unable to collect on the account, it is turned over to a collection agency to pursue.

(2) "TOTAL YEAR TO DATE ACCOUNT WRITE-OFF'S" - Include accounts or amounts written off due to uncollectability, bankruptcy, or collection company fees.

BANK RECONCILIATION
June-15

FIRST MERIT BANK BAL	5,564,440.57
SWEEP	5,985,000.00
FIRST MERIT BANK BALANCE	11,549,440.57

ADJUSTMENTS TO BANK

DEPOSIT ON STMT-NOT BOOKS-UB	0.00
SWEEP INTEREST	0.00
payroll bank rec - outstanding items	(102,285.09) PAYROLL
OUTSTANDING CHECKS-FIRST MERIT	(487,752.21)

6/30/15 NSF POSTED JULY	340.51
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DEPOSITS IN TRANSIT

6/29 GOLF CC	1,485.58
6/30 GOLF CC	717.84
6/30 GOLF DEPOSIT	816.47

TOTAL ADJUSTMENTS TO BANK BALANCE	(586,676.90)
ADJUSTED BANK BALANCE	10,962,763.67

BOOK BALANCE	10,962,763.67
UNRECONCILED	0.00

CDARS-LORAIN NATIONAL BANK

BALANCE PER BANK	2,508,105.20
MATURITY POSTED FOLLOWING MONTH	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
CD IN TRANSIT	0.00
ADJUSTED BANK BALANCE	2,508,105.20

BOOK BALANCE	2,508,105.20
UNRECONCILED	0.00

MORGAN BANK FIRE EMS

BALANCE PER BANK	148,242.85
OUTSTANDING CHECKS	0.00
CHECKS POSTED THE FOLLOWING MONTH	0.00
STOP PAYMENT POSTED FOLLOWING MONTH	0.00
INTEREST POSTED FOLLOWING MONTH	9.75
ADJUSTED BANK BALANCE	148,233.10

BOOK BALANCE	148,233.10
UNRECONCILED	0.00

MBS GENERAL INVESTMENTS

BALANCE PER BANK	16,584,643.45
BANK TRANSFER POSTED FOLLOWING MONTH	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	16,584,643.45

BOOK BALANCE	16,584,643.45
UNRECONCILED	0.00

YDC DEMO NOTE

BALANCE PER BANK	700,000.00
OUTSTANDING CHECKS	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	700,000.00

BOOK BALANCE	700,000.00
UNRECONCILED	0.00

BANK RECONCILIATION
June-15

MORGAN BANK CD INVESTMENTS	
BALANCE PER BANK	9,600,000.00
POSTING ERROR	0.00
CD IN TRANSIT	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	9,600,000.00
BOOK BALANCE	9,600,000.00
UNRECONCILED	0.00

BROADBAND SERVICES NOTE	
BALANCE PER BANK	800,000.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	800,000.00
BOOK BALANCE	800,000.00
UNRECONCILED	0.00

MORGAN BANK PASS THROUGH ACCOUNT	
BALANCE PER BANK	2,793.27
OUTSTANDING CHECKS	0.00
BANK CHECK IN TRANSIT	2,793.27
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	0.00
BOOK BALANCE	0.00
UNRECONCILED	0.00

CASH/CHANGE DRAWERS	1,400.00
FIRST MERIT DEAN MAY	1,814.81
TOTAL BOOK BALANCE	41,306,960.23
TOTAL BANK BALANCE	41,306,960.23
UNRECONCILED	0.00

Handwritten signature and date: 2/2/2015