




CITY OF HUDSON

FINANCE DEPARTMENT

DATE: June 12, 2014
TO: City Council Members, Mayor and City Manager
FROM: Jeffrey F. Knoblauch, Finance Director 
RE: May 2014 Financial Report

Attached are the May 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%.

City of Hudson
Statement of Cash Position with MTD Totals

From: 1/1/2014 to 5/31/2014
Funds: 101 to 822

Include Inactive Accounts: No

Fund	Description	Beginning Balance	Revenues MTD	Revenues YTD	Expenses MTD	Expenses YTD	Unexpended Balance	Encumbrance YTD	Ending Balance
101	GENERAL FUND	\$7,499,277.04	\$2,025,488.61	\$8,612,460.63	\$2,276,527.55	\$8,872,982.33	\$7,238,775.34	\$1,359,085.90	\$5,879,689.44
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	\$174,618.39	\$659,274.72	\$1,570,594.05	\$185,043.48	\$1,695,375.45	\$49,836.99	\$373,653.02	(\$323,816.03)
202	STATE HIGHWAY IMPROVEMENT	\$29,688.23	\$6,313.53	\$31,012.64	\$0.00	\$0.00	\$60,700.87	\$65,000.00	(\$4,299.13)
203	CEMETERY	\$206,422.92	\$18,317.45	\$110,778.71	\$26,694.35	\$102,123.59	\$215,078.04	\$86,824.70	\$128,253.34
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	\$2,562,762.29	\$173,939.39	\$621,691.70	\$78,150.84	\$309,761.27	\$2,874,992.72	\$92,896.87	\$2,781,795.85
206	HUDSON CABLE 25	\$66,325.18	\$80.00	\$83,655.35	\$28,733.85	\$176,110.70	(\$26,130.17)	\$11,904.10	(\$38,034.27)
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	\$0.00	\$810.02
213	LAW ENFORCEMENT/EDUCATION	\$40,698.36	\$677.00	\$1,322.00	\$0.00	\$0.00	\$42,020.36	\$0.00	\$42,020.36
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	\$1,408,214.37	\$179,288.92	\$655,336.92	\$87,349.82	\$611,329.30	\$1,452,221.99	\$118,745.89	\$1,333,476.10
224	EMERGENCY MEDICAL SERVICE	\$114,250.05	\$137,432.91	\$529,886.90	\$120,640.66	\$627,786.65	\$16,350.30	\$139,021.19	(\$122,670.89)
225	ECONOMIC DEVELOPEMENT FUND	\$194,626.16	\$0.00	\$0.00	\$19,543.29	\$88,474.97	\$106,151.19	\$25,264.55	\$80,886.64
230	HUDSON TEEN PROGRAM	\$21,990.29	\$0.00	\$4,570.00	\$3,522.63	\$3,622.63	\$22,937.66	\$1,042.36	\$21,895.30
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	\$431,399.44	\$145,318.00	\$728,205.00	\$0.00	\$3,592.84	\$1,156,011.60	\$0.00	\$1,156,011.60
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.	\$288,030.67	\$0.00	\$67,900.51	\$0.00	\$791.75	\$355,139.43	\$0.00	\$355,139.43
315	PARK ACQUISITION DEBT	\$62,245.06	\$30,452.90	\$257,810.59	\$121.41	\$5,641.15	\$314,414.50	\$0.00	\$314,414.50

Statement of Cash Position with MTD Totals

From: 1/1/2014 to 5/31/2014

Fund	Description	Beginning Balance	Revenues MTD	Revenues YTD	Expenses MTD	Expenses YTD	Unexpended Balance	Encumbrance YTD	Ending Balance
316	VILLAGE SOUTH BOND DEBT	\$9,580.27	\$15,226.45	\$129,280.32	\$60.91	\$2,825.13	\$136,035.46	\$0.00	\$136,035.46
318	SPECIAL ASSESSMENT	\$149,653.49	\$0.00	\$58,096.09	\$0.00	\$779.83	\$206,969.75	\$0.00	\$206,969.75
320	LIBRARY CONST. DEBT	\$32,404.77	\$47,152.90	\$399,812.40	\$188.33	\$8,742.24	\$423,474.93	\$0.00	\$423,474.93
321	DOWNTOWN TIF FUND	\$1,800.18	\$29,648.00	\$301,453.69	\$0.00	\$3,749.55	\$299,504.32	\$0.00	\$299,504.32
401	PERMISSIVE CAPITAL FUND	\$106,485.77	\$13,920.00	\$65,558.98	\$0.00	\$0.00	\$172,044.75	\$245,000.00	(\$72,955.25)
415	GOLF CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
430	STREET SIDEWALK CONSTRUCTION	\$1,747,187.69	\$270,044.69	\$699,804.52	\$130,602.88	\$327,474.90	\$2,119,517.31	\$2,106,693.22	\$12,824.09
431	STORM SEWER IMPROVEMENTS	\$468,640.96	\$0.00	\$0.00	\$0.00	\$3,562.59	\$465,078.37	\$19,072.55	\$446,005.82
440	CITY ACQUISITION & CONSTRUCT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
445	Road Reconstruction Fund	\$4,439,154.53	\$2,546.25	\$10,105.62	\$0.00	\$0.00	\$4,449,260.15	\$2,500,547.76	\$1,948,712.39
450	WATER CAP PROJ-DEBT	\$49,886.43	\$0.00	\$0.00	\$0.00	\$1,500.01	\$48,386.42	\$48,224.58	\$161.84
452	WASTEWATER CAPITAL PROJECTS	\$176,445.04	\$98.06	\$392.22	\$0.00	\$5,500.00	\$171,337.26	\$98,747.97	\$72,589.29
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	\$713,387.58	\$409.18	\$1,623.99	\$0.00	\$0.00	\$715,011.57	\$529,668.29	\$185,343.28
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	\$893,232.02	\$622.38	\$202,321.09	\$2,492.94	\$10,520.72	\$1,085,032.39	\$6,402.05	\$1,078,630.34
490	YOUTH DEVL P CENTER	\$424,857.97	\$107.43	\$616.68	\$0.00	\$237,742.04	\$187,732.61	\$115,231.35	\$72,501.26
501	WATER FUND	\$497,324.87	\$189,921.81	\$795,738.36	\$135,061.30	\$505,278.15	\$787,785.08	\$160,465.98	\$627,319.10
502	WASTEWATER FUND	\$1,121,074.33	\$320,440.74	\$1,614,602.60	\$115,034.72	\$1,660,343.61	\$1,075,333.32	\$1,625,027.85	(\$549,694.53)
503	ELECTRIC FUND	\$13,240,712.56	\$1,690,081.30	\$8,240,049.55	\$1,428,831.99	\$8,058,044.62	\$13,422,717.49	\$9,003,444.33	\$4,419,273.16
504	STORM WATER UTILITY	\$733,714.54	\$108,483.00	\$542,415.00	\$120,359.13	\$436,596.62	\$839,632.92	\$228,985.43	\$610,547.49
505	GOLF COURSE	\$42,671.58	\$192,697.61	\$331,646.22	\$165,833.13	\$469,724.69	(\$95,406.89)	\$211,105.66	(\$306,512.55)
508	UTILITY DEPOSITS	\$241,548.85	\$5,950.00	\$24,750.00	\$1,399.09	\$7,019.93	\$259,278.92	\$0.00	\$259,278.92
601	EQUIP RESERVE & FLEET MAINT	\$648,533.97	\$71,310.38	\$389,371.55	\$137,781.75	\$775,969.32	\$261,936.20	\$675,851.90	(\$413,915.70)
602	SELF-INSURANCE	\$15,537.27	\$13,421.82	\$66,287.73	\$10,970.28	\$65,752.49	\$16,072.51	\$85,897.96	(\$69,825.45)
603	FLEXIBLE BENEFITS	\$15,630.38	\$14,004.84	\$52,782.17	\$7,520.25	\$74,610.80	(\$6,198.25)	\$60,075.45	(\$66,273.70)
604	INFORMATION SERVICES	\$65,305.85	\$0.00	\$270,178.37	\$47,509.93	\$227,777.81	\$107,706.41	\$24,092.78	\$83,613.63
605	Medical Self Insurance Fund	\$205,186.80	\$126,154.83	\$281,491.27	\$25,032.98	\$207,837.10	\$278,840.97	\$245,864.43	\$32,976.54

Statement of Cash Position with MTD Totals

From: 1/1/2014 to 5/31/2014

Fund	Description	Beginning Balance		Revenues		Expenses		Unexpended Balance	Encumbrance YTD	Ending Balance
		Balance		MTD	YTD	MTD	YTD			
701	POLICE PENSION	\$0.00	\$14,735.26	\$125,039.40	\$2,732.22	\$58.86	\$122,307.18	\$0.00	\$0.00	\$122,307.18
704	HUDSON CEMETERY IMPR TRUST	\$4,163.38	\$0.00	\$0.00	\$0.00	\$0.00	\$4,163.38	\$0.00	\$0.00	\$4,163.38
705	TREE TRUST	\$48,342.81	\$0.00	\$0.00	\$0.00	\$0.00	\$48,342.81	\$14,600.00	\$0.00	\$33,742.81
709	PERF BOND/UNCLAIMED FUNDS	\$31,789.52	\$0.00	\$0.00	\$0.00	\$0.00	\$31,789.52	\$0.00	\$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	\$0.00
712	CHADDS FORD INSPECTION FUND	\$0.00	\$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	\$0.00
724	MORNING SONG INSPECTIONS	\$1,841.39	\$0.00	\$0.00	\$0.00	\$0.00	\$1,841.39	\$0.00	\$0.00	\$1,841.39
727	CONTRACTOR'S DEPOSITS	\$228,960.89	\$1,099.00	\$55,056.00	\$20,416.59	\$7,794.33	\$263,600.30	\$217,006.59	\$0.00	\$46,593.71
729	DEVELOPERS SEWER TAP IN FEES	\$3,100.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,100.00	\$0.00	\$0.00	\$3,100.00
730	CULVERT BONDS	\$297,638.86	\$7,750.00	\$41,700.00	\$9,715.50	\$1,700.00	\$329,623.36	\$145,442.38	\$0.00	\$184,180.98
731	EMERGENCY MEDICAL SVC. TRUST	\$9,015.82	\$405.00	\$620.92	\$489.89	\$60.36	\$9,146.85	\$475.53	\$0.00	\$8,671.32
732	TREE COMMISSION PLAQUE FUND	\$98.00	\$0.00	\$0.00	\$0.00	\$0.00	\$98.00	\$0.00	\$0.00	\$98.00
734	CLOCK TOWER REPAIR TRUST	\$425.00	\$0.00	\$0.00	\$0.00	\$0.00	\$425.00	\$0.00	\$0.00	\$425.00
735	PLAYGROUND TRUST	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
736	BANDSTAND TRUST	\$15,072.83	\$8.63	\$34.28	\$0.00	\$0.00	\$15,107.11	\$0.00	\$0.00	\$15,107.11
737	CLOCK TOWER TRUST	\$6,677.65	\$3.82	\$15.20	\$0.00	\$0.00	\$6,692.85	\$0.00	\$0.00	\$6,692.85
738	POOR ENDOWMENT NONEX TRUST	\$40,579.62	\$23.29	\$92.39	\$0.00	\$0.00	\$40,672.01	\$0.00	\$0.00	\$40,672.01
740	LIBRARY LEVY FUND	\$0.00	\$112,970.47	\$958,063.55	\$958,063.55	\$112,970.47	\$0.00	\$942,883.62	\$0.00	(\$942,883.62)
742	DEAN MAY TRUST	\$1,813.50	\$0.06	\$0.41	\$0.00	\$0.00	\$1,813.91	\$0.00	\$0.00	\$1,813.91
750	DEDICATED TAX REVENUE FUND	\$0.00	\$158,539.53	\$566,176.75	\$566,176.75	\$158,539.53	\$0.00	\$692,242.49	\$0.00	(\$692,242.49)
760	FIRE/EMS SERVICE DISTRIBUTION	\$169,075.61	\$10.59	\$553.21	\$8,494.03	\$0.00	\$161,144.79	\$0.00	\$0.00	\$161,144.79
770	VETERANS MEMORIAL GARDEN FUND	\$17,533.62	\$10.06	\$39.92	\$250.00	\$250.00	\$17,323.54	\$0.00	\$0.00	\$17,323.54
802	FIRE CLAIM FUND	\$21,420.00	\$0.00	\$0.00	\$0.00	\$0.00	\$21,420.00	\$0.00	\$0.00	\$21,420.00
805	STORM SEWER ASSESSMENTS	\$329,046.53	\$0.00	\$0.00	\$0.00	\$0.00	\$329,046.53	\$0.00	\$0.00	\$329,046.53
Totals:		\$44,366,431.28	\$6,784,380.81	\$29,500,995.45	\$27,155,253.31	\$5,436,381.04	\$46,712,173.42	\$22,276,488.73	\$0.00	\$24,435,684.69

City of Hudson
Executive Summary
May 2014 Financial Report

Category	2013 YTD Actual	2014 YTD Actual	2013 vs. 2014 YTD Variance	2014 YTD Budget	2014 Bud. vs. Actual Variance
General Fund Revenue					
Real Property Taxes	\$1,347,322	\$1,318,672	(\$28,650)	\$1,315,757	\$2,915
Income Tax	\$6,026,327	\$6,044,985	\$18,658	\$6,207,117	(\$162,132)
Local Government Funds	\$183,501	\$167,456	(\$16,045)	\$177,225	(\$9,769)
Estate Tax	\$638,348	\$326,606	(\$311,742)	\$313,986	\$12,620
Kilowatt-Hour Tax	\$295,698	\$302,559	\$6,861	\$306,495	(\$3,936)
Zoning and Building Fees	\$38,011	\$34,657	(\$3,354)	\$37,530	(\$8,733)
Fines, Licenses & Permits	\$28,143	\$35,296	\$7,153	\$25,020	\$10,276
Interest Income	\$95,967	\$75,020	(\$20,947)	\$81,993	(\$6,973)
Transfers In, Advances and Reimb.	\$143,250	\$196,372	\$53,122	\$155,578	\$40,794
Miscellaneous	\$48,238	\$69,339	\$21,101	\$39,615	\$29,724
Total Revenue	\$8,844,805	\$8,570,962	(\$273,843)	\$8,660,316	(\$89,354)
General Fund Cash Balance, January 1	\$10,664,787	\$10,947,250	\$282,463	\$10,947,250	\$0
Total Available	\$19,509,592	\$19,518,212	\$8,620	\$19,607,566	(\$89,354)
General Fund Expenditures					
Police	\$1,700,118	\$1,980,364	(\$280,246)	\$1,973,882	(\$6,482)
County Health District	\$152,659	\$152,659	\$0	\$152,659	\$0
Community Development	\$326,703	\$359,499	(\$32,796)	\$398,943	\$39,444
Street Trees and ROW	\$162,616	\$89,912	\$72,704	\$114,608	\$24,696
RITA Fees	\$188,889	\$183,184	\$5,705	\$176,571	(\$6,613)
Mayor & Council	\$71,919	\$96,463	(\$24,544)	\$98,821	\$2,358
City Solicitor	\$105,966	\$91,780	\$14,186	\$135,357	\$43,577
Administration	\$491,044	\$464,795	\$26,249	\$498,098	\$33,303
Finance	\$364,143	\$382,167	(\$18,024)	\$381,119	(\$1,048)
Engineering	\$465,205	\$475,550	(\$10,345)	\$507,506	\$31,956
Public Properties	\$386,592	\$452,003	(\$65,411)	\$431,003	(\$21,000)
Public Works Administration	\$231,000	\$247,927	(\$16,927)	\$260,102	\$12,175
Transfers and Advances Out	\$3,228,960	\$3,896,660	(\$667,700)	\$3,358,160	(\$538,500)
Total Expenditures	\$7,875,814	\$8,872,963	(\$997,149)	\$8,486,829	(\$386,134)
General Fund Cash Balance, January 31	\$11,633,778	\$10,645,249	(\$988,529)	\$11,120,737	(\$475,488)
Other Operating Funds:					
Revenue					
Street Maintenance and Repair	\$1,055,955	\$1,570,594	\$514,639	\$1,150,920	\$419,674
Cemeteries	\$104,802	\$110,779	\$5,977	\$104,310	\$6,469
Parks	\$645,301	\$621,692	(\$23,609)	\$627,730	(\$6,038)
Cable TV	\$164,732	\$83,655	(\$81,077)	\$78,126	\$5,530
Fire Department	\$640,463	\$655,337	\$14,874	\$657,093	(\$1,756)
Emergency Medical Service	\$600,594	\$529,887	(\$70,707)	\$585,241	(\$55,354)
Utilities:					
Water	\$743,152	\$795,738	\$52,586	\$710,004	\$85,734
Wastewater	\$1,555,286	\$1,614,603	\$59,317	\$1,589,465	\$25,138
Electric	\$7,520,082	\$8,240,050	\$719,968	\$7,285,491	\$954,559
Stormwater	\$502,069	\$542,415	\$40,346	\$542,100	\$315
Ellsworth Meadows Golf Course	\$382,173	\$331,646	(\$50,527)	\$369,750	(\$38,104)
Equipment Reserve (Fleet)	\$265,572	\$389,372	\$123,800	\$326,310	\$63,062
Total Revenues	\$14,180,181	\$15,485,768	\$1,305,587	\$14,026,539	\$1,459,229
Other Operating Fund Cash Balance, January 1	\$19,376,815	\$20,816,625	\$1,439,810	\$20,816,625	\$0
Total Available - Other Operating Funds	\$33,556,996	\$36,302,393	\$2,745,397	\$34,843,164	\$1,459,229
Expenditures					
Street Maintenance and Repair	\$1,292,636	\$1,695,375	(\$402,739)	\$1,187,830	(\$507,545)
Cemeteries	\$86,585	\$102,124	(\$15,539)	\$134,727	\$32,603
Parks	\$347,066	\$309,761	\$37,305	\$411,886	\$102,125
Cable TV	\$167,286	\$176,111	(\$8,825)	\$168,339	(\$7,772)
Fire Department	\$703,702	\$611,329	\$92,373	\$804,133	\$192,804
Emergency Medical Services	\$523,391	\$627,787	(\$104,396)	\$581,188	(\$46,599)
Utilities:					
Water	\$467,475	\$505,278	(\$37,803)	\$548,742	\$43,464
Wastewater	\$1,819,229	\$1,660,344	\$158,885	\$1,815,494	\$155,150
Electric	\$7,192,968	\$8,058,045	(\$865,077)	\$7,735,747	(\$322,298)
Stormwater	\$432,979	\$436,597	(\$3,618)	\$476,303	\$39,706
Ellsworth Meadows Golf Course	\$457,868	\$469,725	(\$11,857)	\$448,421	(\$21,304)
Equipment Reserve (Fleet)	\$580,926	\$775,969	(\$195,043)	\$755,844	(\$20,125)
Total Expenditures	\$14,072,111	\$15,428,445	(\$1,356,334)	\$15,068,653	(\$359,792)
Other Operating Funds Cash Balance, January 31	\$19,484,885	\$20,873,948	\$1,389,063	\$19,774,511	\$1,099,437

City of Hudson Bank Report

Banks: 5/3 GENERAL ACCOUNT to PENSON FIN SERVICES
As Of: 1/1/2014 to 5/31/2014

Include Inactive Bank Accounts: No

Code	Description	Beginning Bal.	MTD Revenue	YTD Revenue	MTD Expense	YTD Expense	YTD Other	Ending Bal.
5/3 GENERAL ACCOUNT	GENERAL CITY INVESTMENTS							
CASH	CASH DRAWER/PETTY CASH	\$200,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$200,000.00
CDARS	LORAIN NATIONAL BANK	\$1,400.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,400.00
DOLLAR BANK CD	DOLLAR BANK CD	\$4,001,542.74	\$0.00	\$3,270.57	\$0.00	\$0.00	\$0.00	\$4,004,813.31
FIRST MERIT MONEY MK	DEAN MAY	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$500,000.00)	\$1,000,000.00
FIRSTMERIT - GOLF	ELLSWORTH GOLF COURSE	\$1,813.50	\$0.06	\$0.41	\$0.00	\$0.00	\$0.00	\$1,813.91
FNB GENERAL	PRIMARY CHECKING ACCT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
MBS GENERAL INVEST	INVESTMENT POOLED MONIES	\$14,373,448.03	\$5,304,330.82	\$23,779,058.14	\$2,369,404.88	\$15,317,000.68	(\$5,352,229.45)	\$17,483,276.04
MORGAN BANK CD'S	CD INVESTMENTS	\$15,981,001.69	\$0.00	\$0.00	\$0.00	\$0.00	(\$221,276.32)	\$15,759,725.37
MORGAN FIRE-EMS	MORGAN BANK FIRE/EMS SERVICE AWARDS	\$8,100,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$8,100,000.00
Payroll - First merit	First Merit	\$207,225.32	\$10.59	\$553.21	\$0.00	\$8,484.03	(\$38,149.71)	\$161,144.79
Grand Total:		\$44,366,431.28	\$5,304,341.47	\$23,782,882.33	\$3,956,341.70	\$21,437,140.19	\$0.00	\$46,712,173.42

**CITY OF HUDSON
VARIANCE NOTES FOR MAY 2014 FINANCIAL REPORT**

REVENUE:

2013 Year-To-Date (YTD) vs. 2014 YTD Actual

Income Tax revenues are \$18,658 higher in 2014 and \$162,000 below estimate. Through the end of May 2014, Withholding taxes are down 2.1%, Individual taxes are down .4% and Net Profit taxes are up 14.8%. Including Parks, Fire, EMS and Hudson Schools, **income taxes are up \$1,784 (less than 1%)**. Through the first settlement for June, **income taxes are up \$158,000 or 1.67%**. The reason for the drop in May and subsequent rebound in June is due to timing differences.

	<u>2013</u>	<u>2014</u>	<u>Diff</u>	<u>%</u>
RITA				
Withholding	\$ 5,350,651	\$ 5,238,204	\$ (112,447)	-2.1%
Individual	\$ 1,945,549	\$ 1,937,597	\$ (7,952)	-0.4%
Net Profit	\$ 873,478	\$ 1,002,841	\$ 129,363	14.8%
Total RITA	\$ 8,169,678	\$ 8,178,642	\$ 8,964	0.1%
Feb Muni Tax	\$ 18,260	\$ 23,009	\$ 4,749	26.0%
May Muni Tax	\$ 57,061	\$ 45,132	\$ (11,929)	-20.9%
Total All	\$ 8,244,999	\$ 8,246,783	\$ 1,784	0.0%

Estate Taxes are \$312,000 lower in 2014 due to the phase out of the tax. We are \$13,000 above the original estimate. We do not expect to receive any additional estate tax.

Transfers, Advances and Reimbursements are \$53,000 higher in 2014 primarily due to advances back to the General Fund from Cable TV (\$30,000) and Cemeteries (\$10,000) plus several smaller reimbursements in 2014.

Street Maintenance & Repair Fund revenue is \$515,000 higher in 2014 primarily due to increased transfers in over 2013 for snow and ice control expense.

Cable TV revenue \$81,000 lower in 2014 due to the timing of the TimeWarner quarterly franchise fee payment. We averaged \$78,000 per quarter in 2013 so this variance should normalize by the end of June.

EMS revenue is \$71,000 lower in 2014 due to \$74,000 lower ambulance fees. Ambulance calls in the 1st quarter were down 16% plus there were processing delays by the billing company. We continue to monitor this revenue stream.

Electric revenue is \$719,000 higher in 2014 due to \$707,000 increased customer sales from increased consumption and cost of power.

Ellsworth Meadows revenue is down \$51,000 compared to 2013 primarily due to poor weather conditions for April and May 2014. The total number of rounds through May 2014 is down 21% compared to May 2013.

Fleet revenue is \$124,000 higher in 2014 due to timing of inter-departmental charges and adjustments to chargeback to cover operating costs.

EXPENDITURES:

2013 YTD Actual vs. 2014 YTD Actual

General Fund expenditures increased \$997,000 through May 2014 as compared to May 2013. The largest increases were \$280,000 in *Police Department* expenditures primarily due to the \$143,000 payment for the 800 MHz radio system in 2014 (\$67,000 of the expenditure will be reimbursed via a grant) and \$78,000 increased personnel related costs. *Community Development* increased \$33,000 primarily due to increased personnel expenses due to vacancies in 2013. *Public Properties* expenditures increased \$65,000 primarily due to \$87,000 increase in snow removal expenditures in 2014. *Transfers out* increased \$668,000 due to larger transfers for the Street Maintenance (Service) Fund and Bond Retirement Fund.

Street Maintenance & Repair expenditures are \$402,000 higher in 2014 primarily due to \$233,000 increased cost of road salt purchases; \$19,000 increase in snow removal overtime; 28,000 increase in cul de sac snow removal and \$122,000 increase in inter-departmental vehicle charges offset by \$81,000 in severance pay in 2013.

EMS Fund expenditures are \$104,000 higher in 2014 due to the \$31,000 in computer equipment replacements and building improvement expenses in January 2014 plus severance pay in 2014.

Wastewater Fund expenditures are \$159,000 lower in 2014 primarily due to an additional month of NEORS payments for \$128,000 made in 2013 vs. 2014 and \$57,000 payment for the Clinton St pump station in 2013.

Electric Fund expenditures are \$865,000 higher in 2014 due to \$884,000 increased purchase of power cost through May. The increase in severe temperatures and increased costs from AMP caused the significant spike in the purchase price.

Fleet Fund expenditures are \$195,000 higher in 2014 primarily due to \$145,000 increased payments for vehicle purchases in 2014.

2014 YTD Actual vs. 2014 Budget

Income tax revenue is below estimate due in part to timing differences. We will monitor the rebound for June. *EMS* revenue is \$55,000 below budget due to a decrease of \$74,000 in ambulance fees as noted above. *Electric* revenue is greater than estimated as the increased cost of power noted above is passed onto the customers. *Ellsworth Meadows* revenue is \$38,000 below estimate due to the inclement weather for April and May 2014.

The majority of expenses has a favorable variance or is within a reasonable range of budget except *Transfers Out* of the General Fund. The increased transfer was to cover the additional winter related expenses, as noted above. *Public Properties* also exceeds budget due to snow related costs as previously noted. The *Street Maintenance Fund* expenses are greatly exceeding budget due to the increased salt purchases needed for snow removal as noted above. *Fire* expenditures are \$192,000 below budget due to reduced personnel costs and projects not yet completed. *EMS* expenditures are \$47,000 over budget primarily due to severance pay. *Wastewater* has a \$155,000 favorable expense variance due in part to NEORS actual cost coming in \$92,000 below estimate and projects not yet completed. *Electric* has \$322,000 unfavorable variance due to increased purchase of power noted above. The additional cost of power is passed along to the customers.

Utility Billing Delinquency Report

	<u>May-13</u>	<u>Jun-13</u>	<u>Jul-13</u>	<u>Aug-13</u>
30 DAYS - ACTIVE ACCOUNTS	\$45,336.87	\$47,519.62	\$55,951.29	\$54,479.87
60 DAYS - ACTIVE ACCOUNTS	\$6,572.54	\$6,558.43	\$7,762.86	\$5,553.21
90 DAYS - ACTIVE ACCOUNTS	\$5,076.35	\$5,439.98	\$5,459.23	\$5,602.46
ACCOUNTS RECENTLY CLOSED (1)	\$15,621.56	\$14,746.48	\$18,061.50	\$16,650.32
ACCOUNTS CERTIFIED TO THE COUNTY	\$58,483.81	\$58,483.81	\$58,483.81	\$57,777.80
ACCOUNTS SENT TO COLLECTIONS	\$66,525.67	\$66,395.58	\$66,395.58	\$66,388.90
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$197,616.80	\$199,143.90	\$212,114.27	\$206,452.56
	<u>Sep-13</u>	<u>Oct-13</u>	<u>Nov-13</u>	<u>Dec-13</u>
30 DAYS - ACTIVE ACCOUNTS	\$37,305.31	\$45,743.11	\$36,575.25	\$48,672.04
60 DAYS - ACTIVE ACCOUNTS	\$1,128.95	\$1,533.08	\$2,034.81	\$4,454.68
90 DAYS - ACTIVE ACCOUNTS	\$4,209.20	\$4,060.48	\$3,688.45	\$3,326.37
ACCOUNTS RECENTLY CLOSED (1)	\$15,842.00	\$19,097.94	\$18,692.02	\$18,192.75
ACCOUNTS CERTIFIED TO THE COUNTY	\$49,497.40	\$49,497.40	\$90,278.19	\$90,278.19
ACCOUNTS SENT TO COLLECTIONS	\$65,890.21	\$66,049.47	\$65,896.85	\$67,103.50
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$173,873.07	\$185,981.48	\$217,165.57	\$232,027.53
	<u>Jan-14</u>	<u>Feb-14</u>	<u>Mar-14</u>	<u>Apr-14</u>
30 DAYS - ACTIVE ACCOUNTS	\$36,387.89	\$35,995.47	\$39,011.67	\$40,714.95
60 DAYS - ACTIVE ACCOUNTS	\$3,264.78	\$3,781.10	\$3,299.94	\$5,420.41
90 DAYS - ACTIVE ACCOUNTS	\$2,938.88	\$3,194.37	\$2,112.49	\$1,836.59
ACCOUNTS RECENTLY CLOSED (1)	\$18,205.16	\$17,559.34	\$18,216.62	\$18,720.50
ACCOUNTS CERTIFIED TO THE COUNTY	\$90,278.19	\$90,278.19	\$90,278.19	\$64,842.39
ACCOUNTS SENT TO COLLECTIONS	\$67,305.48	\$68,891.63	\$68,666.02	\$68,140.39
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$218,380.38	\$219,700.10	\$221,584.93	\$199,675.23
	<u>May-14</u>			
30 DAYS - ACTIVE ACCOUNTS	\$36,657.32			
60 DAYS - ACTIVE ACCOUNTS	\$5,863.14			
90 DAYS - ACTIVE ACCOUNTS	\$1,807.82			
ACCOUNTS RECENTLY CLOSED (1)	\$18,030.32			
ACCOUNTS CERTIFIED TO THE COUNTY	\$64,842.39			
ACCOUNTS SENT TO COLLECTIONS	\$69,301.10			
TOTAL UTILITY BILLING DELINQUENT AMOUNT	\$196,502.09			
TOTAL YEAR TO DATE ACCOUNT WRITE-OFF'S	\$241.50	(2)		
YEAR TO DATE COLLECTION COMPANY RECEIPTS	\$1,068.92			

(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

May-14

FIRST MERIT BANK BAL	5,843,331.57
SWEEP	12,350,000.00
FIRST MERIT BANK BALANCE	18,193,331.57

ADJUSTMENTS TO BANK

DEPOSIT ON STMT-NOT BOOKS-UB	0.00
SWEEP INTEREST	0.00
payroll bank rec - outstanding items	(371,707.68) PAYROLL
OUTSTANDING CHECKS-FIRST MERIT	(357,022.87)
GC CHECK #1465 OUTSTANDING	(345.12)
GC CHECK #1466 OUTSTANDING	(547.90)

DEPOSITS IN TRANSIT

5/29 CC	3,988.30
5/30 CC	4,150.13
5/30 DEPOSIT	3,194.29
5/31 CC	5,897.85
5/31 DEPOSIT	2,337.47

TOTAL ADJUSTMENTS TO BANK BALANCE	(710,055.53)
ADJUSTED BANK BALANCE	17,483,276.04

BOOK BALANCE	17,483,276.04
UNRECONCILED	0.00

CDARS-LORAIN NATIONAL BANK

BALANCE PER BANK	4,004,813.31
MATURITY POSTED FOLLOWING MONTH	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
CD IN TRANSIT	0.00
ADJUSTED BANK BALANCE	4,004,813.31

BOOK BALANCE	4,004,813.31
UNRECONCILED	0.00

MORGAN BANK FIRE EMS

BALANCE PER BANK	161,122.74
OUTSTANDING CHECKS	0.00
CHECKS POSTED THE FOLLOWING MONTH	0.00
STOP PAYMENT POSTED FOLLOWING MONTH	(33.00)
INTEREST POSTED FOLLOWING MONTH	10.95
ADJUSTED BANK BALANCE	161,144.79

BOOK BALANCE	161,144.79
UNRECONCILED	0.00

MBS GENERAL INVESTMENTS

BALANCE PER BANK	15,759,725.37
BANK TRANSFER POSTED FOLLOWING MONTH	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	15,759,725.37

BOOK BALANCE	15,759,725.37
UNRECONCILED	0.00

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4/9/14

BANK RECONCILIATION

May-14

5/3 GENERAL INVESTMENTS	
BALANCE PER BANK	200,000.00
OUTSTANDING CHECKS	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	200,000.00
BOOK BALANCE	200,000.00
UNRECONCILED	0.00

MORGAN BANK CD INVESTMENTS	
BALANCE PER BANK	8,100,000.00
POSTING ERROR	0.00
CD IN TRANSIT	0.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	8,100,000.00
BOOK BALANCE	8,100,000.00
UNRECONCILED	0.00

DOLLAR BANK CD'S	
BALANCE PER BANK	1,000,000.00
INTEREST POSTED FOLLOWING MONTH	0.00
ADJUSTED BANK BALANCE	1,000,000.00
BOOK BALANCE	1,000,000.00
UNRECONCILED	0.00

MORGAN BANK PASS THROUGH ACCOUNT	
BALANCE PER BANK	50.13
OUTSTANDING CHECKS	0.00
BANK CHECK IN TRANSIT	50.13
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	1,813.91
TOTAL BOOK BALANCE	46,712,173.42
TOTAL BANK BALANCE	46,712,173.42
UNRECONCILED	0.00

W 6/1/14