



DEPARTMENT OF FINANCE

MEMO

TO: Matthew H. Greeson, City Manager

FROM: Molly Roberts, Finance Director

DATE: April 7, 2010

SUBJECT: 2010 Income Tax Collection Update

Attached please find the summary reports for income tax collections for the month of March, 2010. Income tax collections for March, 2010 continued to decline from 2009 collections and 2010 estimates. March, 2010 income tax collections were below March, 2009 collections by \$136,316 or -10.65%. Year to date collections are below estimates in the amount of \$394,681 or -10.55% as of March 31, 2010. Please note that income tax estimates for 2010 were projected flat in comparison to 2009 collections.

We continue to monitor collections closely and work with RITA to identify areas of concern. Income tax collections are reported as three different account types: withholding, individual and net profit filers. Income tax liabilities and collections are below the prior two years in each of the account filing types for 2010, as reported by RITA. Additionally, refunds have increased significantly this year from 2009.

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

Month	2010 Estimated	2010 Actual	Variance Favorable/ (Unfavorable)	Cumulative Variance Favorable/ (Unfavorable)
Jan	\$ 1,292,415.41	\$ 1,197,756.49	\$ (94,658.92)	\$ (94,658.92)
Feb	1,168,164.70	1,004,457.95	\$ (163,706.75)	\$ (258,365.67)
Mar	1,279,767.18	1,143,451.36	\$ (136,315.82)	\$ (394,681.49)
Apr	1,169,285.60			
May	1,312,695.84			
Jun	1,662,181.88			
Jul	1,815,363.34			
Aug	118,633.50			
Sep	1,265,175.93			
Oct	1,163,932.38			
Nov	1,165,687.35			
Dec	1,310,298.02			
Total	\$ 14,723,601.13	\$ 3,345,665.80	\$ (394,681.49)	

City of Worthington Income Tax Collections

Yearly Comparison

<u>Month</u>	<u>Monthly Total 2009</u>	<u>Cumulative Total 2009</u>	<u>86.40% General Fund</u>	<u>13.60% CIP Fund</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 Increase 2010/2009</u>	<u>Cumulative Increase 2010/2009</u>
Jan	\$ 1,292,415.41	\$ 1,292,415.41	\$ 1,116,646.91	\$ 175,768.50	\$1,197,756.49	\$1,197,756.49	\$1,034,861.61	\$162,894.88	-7.32%	-7.32%
Feb	1,168,164.70	2,460,580.11	\$ 1,009,294.30	\$ 158,870.40	\$1,004,457.95	\$2,202,214.44	\$867,851.63	\$136,606.24	-14.01%	-10.50%
Mar	1,279,767.18	3,740,347.29	1,105,718.84	174,048.34	\$1,143,451.36	\$3,345,665.80	\$987,941.98	\$155,509.38	-10.65%	-10.55%
Apr	1,169,285.60	4,909,632.89	1,010,262.76	159,022.84						
May	1,312,695.84	6,222,328.73	1,134,169.21	178,526.63						
Jun	1,662,181.88	7,884,510.61	1,436,125.14	226,056.74						
Jul	1,815,363.34	9,699,873.95	1,568,473.93	246,889.41						
Aug	1,118,633.50	10,818,507.45	966,499.34	152,134.16						
Sep	1,265,175.93	12,083,683.38	1,093,112.00	172,063.93						
Oct	1,163,932.38	13,247,615.76	1,005,637.58	158,294.80						
Nov	1,165,687.35	14,413,303.11	1,007,153.87	158,533.48						
Dec	1,310,298.02	15,723,601.13	1,132,097.49	178,200.53						
Total	<u>\$ 15,723,601.13</u>		<u>\$ 13,585,191.38</u>	<u>\$ 2,138,409.75</u>						

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

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