



*DEPARTMENT OF FINANCE*  
**MEMO**

TO: Matthew H. Greeson, City Manager  
FROM: Molly Roberts, Finance Director  
DATE: July 7, 2010  
SUBJECT: 2010 Income Tax Collection Update as of June 30, 2010

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Please find the summary reports for income tax collections for the month of June, 2010 attached. The gross income tax collections for the month of June, 2010 were below June, 2009 monthly collections and estimates by \$98,304 or -5.91%. Year to date collections are below estimates and 2010 collections by \$319,846 or -4.06%. Income tax refunds are above 2009 refund levels by \$188,702.

Income tax collections are reported as three different account types: withholding, individual and net profit filers. The breakdown of collections for the month of June, 2010 is indicated below:

- Withholding accounts equate to 76.5% of collections
- Individual accounts equate to 19% of collections
- Net profit accounts equate to 4.5% of collections.

For the month of June, 2010, income tax liabilities and collections are above the prior year period for withholding accounts. However, individual and net profit accounts are below the prior year collection levels.

Included in the totals above is the 2009 retainer refund as received from RITA in the amount of \$159,684. The retainer fee assessed by RITA is allocated based on collections and associated expenses. The adjusted percentage cost for 2009 income tax collections through RITA is 1.80% after factoring in this refund.

**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	1,225,822.86	\$ 56,537.26	\$ (338,144.23)
May	1,312,695.84	1,429,298.09	\$ 116,602.25	\$ (221,541.98)
Jun	1,662,181.88	1,563,878.22	\$ (98,303.66)	\$ (319,845.64)
Jul*	1,849,000.00			
Aug	1,164,998.00			
Sep	1,311,540.00			
Oct	1,209,957.00			
Nov	1,276,222.00			
Dec	1,440,833.00			
Total	<u>\$ 16,137,060.61</u>	<u>\$ 7,564,664.97</u>	<u>\$ (319,845.64)</u>	

\*Estimates Revised for Income Tax Rate Increase to 2.5% effective 07/01/2010.

**City of Worthington Income Tax Collections**

**Yearly Comparison**

Month	Monthly Total 2009	Cumulative Total 2009	86.40% General Fund	13.60% CIP Fund	Monthly Total 2010	Cumulative Total 2010	86.40% General Fund	13.60% CIP Fund	Monthly Increase 2010/2009	Cumulative Increase 2010/2009
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	\$1,225,822.86	\$4,571,488.66	\$1,059,110.97	\$166,711.89	4.84%	-6.89%
May	1,312,695.84	6,222,328.73	1,134,169.21	178,526.63	\$1,429,298.09	\$6,000,786.75	\$1,234,913.55	\$194,384.54	8.88%	-3.56%
Jun	1,662,181.88	7,884,510.61	1,436,125.14	226,056.74	\$1,563,878.22	\$7,564,664.97	\$1,351,190.78	\$212,687.52	-5.91%	-4.06%
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	\$ 15,723,601.13		\$ 13,585,191.38	\$ 2,138,409.75	\$7,564,664.97		\$6,535,870.51	\$1,028,794.46		

**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.**