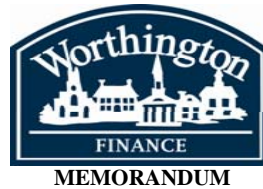


City of Worthington
2012
Financial Report

Department of Finance
as of
December 31, 2012



Date: January 18, 2013

To: Matt Greeson, City Manager

From: Molly Roberts, Finance Director

Subject: Financial Report Highlights as of December 31, 2012

2012 Financial Report Highlights:

- General fund balance as of December 31, 2012 is \$5,070,388, an increase of \$2,128,826 from the January 1, 2012 balance of \$2,941,562.
- Total general fund revenues exceeded expenditures by \$2,128,826 or 8.17%. General fund expenditures tracked at 95% of appropriations.
- Gross income tax collections are above 2011 year to date collections by \$1,455,279 or 7.42% and above estimates by \$394,106 or 1.91%.
- Total 2012 general fund revenues are above 2011 revenues by \$1,773,795 or 7.30%.
- Total 2012 general fund revenues are above estimated revenues by \$843,491 or 3.34%.
- Total 2012 revenues for all funds are above estimated revenue by \$1,438,968 or 4.28%.
- 2012 revenues for all funds are above 2011 total revenue by \$2,563,591 or 7.90%.
- Expenditures for all funds tracked at 89.37% of total appropriations and prior year encumbrances.
- Revenue for all funds exceeded expenditures by \$2,525,072.
- Fund balances for all accounts increased to \$15,248,006 from \$12,722,934 on January 1, 2012.

City of Worthington
2012
Financial Report
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CASH RECONCILIATION
as of December 31, 2012

Total Fund Balances \$ 15,248,005.79

Depository Balances:

General Account Checking	\$ 2,857,871.41	
EMS Lock Box	1,744,545.51	
Total Bank Balances		\$ 4,602,416.92

Investments:

Certificates of Deposit	\$ 2,203,904.75	
Star Ohio	1,216,495.86	
Fifth Third Bank Money Market Sweep & CD's	7,136,089.98	
Federal Instruments	-	
FSA Savings	5,360.96	
Bicentennial	69,988.00	
J.K. Memorial Library	12,219.32	
Total Investments		\$ 10,644,058.87

Petty Cash/Change Fund 1,530.00

Total Treasury Balance As Of December 31, 2012 \$ 15,248,005.79

INVESTMENTS - INTERIM FUNDS

December 31, 2012

Certificates of Deposit - General Fund	\$	2,203,904.75
Star Ohio		1,216,495.86
Fifth Third Bank Money Market Sweep & CD's		7,136,089.98
Federal Instruments		-
FSA Savings		5,360.96
Bicentennial		69,988.00
J.K. Memorial Library		12,219.32
Total Investments - Interim Funds	\$	<u>10,644,058.87</u>
Total Interest Earnings for Fourth Quarter	\$	12,736.34
Average Prevailing Interest Rate for the Maturing Investments		
Certificates of Deposit		0.84%
Repurchase Agreements		0.04%

City of Worthington, Ohio
General Fund Overview
as of
December 31, 2012

<u>Revenues</u>		2011 Year End Actual	2012 Original Budget	2012 Revised Budget	2012 Year End Actual	2012 Variance Over/(Under)	Variance as % of Budget
Municipal Income Tax	1	\$ 15,681,068	\$ 16,585,655	\$ 16,585,655	\$ 16,845,291	\$ 259,636	1.57%
Property Tax	2	2,550,733	2,793,000	\$ 2,793,000	2,505,236	\$ (287,764)	-10.30%
Local Government	*	857,612	593,800	\$ 593,800	593,872	\$ 72	0.01%
Inheritance Tax	2	376,497	350,000	\$ 350,000	1,193,606	\$ 843,606	241.03%
Interest Income	*	81,927	100,000	\$ 100,000	47,502	\$ (52,499)	-52.50%
Fines & Forfeitures	*	170,559	195,000	\$ 195,000	185,333	\$ (9,667)	-4.96%
Township Fire Service	2	455,464	475,000	\$ 475,000	439,709	\$ (35,291)	-7.43%
Community Center Membership/Progra	*	1,135,335	800,000	\$ 800,000	1,201,067	\$ 401,067	50.13%
EMS Transport	*	593,571	600,000	\$ 600,000	626,137	\$ 26,137	4.36%
All Other Revenue	*	1,148,292	1,406,000	\$ 1,406,000	1,100,873	\$ (305,127)	-21.70%
Reserve Account	1	1,243,946	1,326,852	\$ 1,326,852	1,330,172	\$ 3,320	0.25%
Total Revenues		\$ 24,295,004	\$ 25,225,307	\$ 25,225,307	\$ 26,068,798	\$ 843,491	3.34%
Expenditures							
Engineering		\$ 680,589	\$ 740,894	\$ 740,894	\$ 699,102	\$ (41,792)	94.36%
General Government		8,056,631	8,505,851	\$ 9,029,349	8,693,984	\$ (335,365)	96.29%
Fire Operations		5,606,666	6,039,688	\$ 6,081,689	5,741,972	\$ (339,717)	94.41%
Parks & Recreation		2,897,443	3,082,459	\$ 3,081,459	2,907,662	\$ (173,797)	94.36%
Police Operations		3,985,556	4,132,051	\$ 4,132,051	4,027,242	\$ (104,809)	97.46%
Service Department		1,451,052	1,560,876	\$ 1,587,606	1,509,085	\$ (78,521)	95.05%
Total Expenditures		\$ 22,677,937	\$ 24,061,819	\$ 24,653,048	\$ 23,579,047	\$ (1,074,001)	95.64%
Excess of Revenues Over (Under) Expenditures		\$ 1,617,067	\$ 1,163,488	\$ 572,259	\$ 2,489,751		
Fund Balance at Beginning of Year		\$ 1,689,206	\$ 2,941,564	\$ 2,941,564	\$ 2,941,564		
Unexpended Appropriations (98.0%)			481,236	493,061			1 - Income Tax budget based on individual monthly projections by quarter.
Expenditures versus Prior Year Enc		364,709	549,102	549,102	360,925		2 - These revenue budgets are based on semi-annual payments.
Fire CIP Expense Transfer		-	-	-			* - All other revenue budgets are spread equally over each quarter.
Fund Balance		\$ 2,941,564	\$ 4,037,186	\$ 3,457,782	\$ 5,070,388		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 12/31/2012
ALL FUNDS

Fund	Balance 1/1/2012	Transfers In	Receipts	Transfers Out	Disbursements	Balance 12/31/2012
General	\$ 2,941,562	\$ 100,000	\$ 25,968,798	\$ 820,000	\$ 23,119,972	5,070,388
Street M&R	23,308	50,000	627,079		678,465	21,922
State Highway Imp.	5,219	50,000	50,783		97,005	8,997
Water	117,787		50,824		104,601	64,010
Sanitary Sewer	24,192		44,100		55,620	12,672
Police Pension	98,779	395,000	173,997		551,707	116,069
Law Enforcement Trust	59,801		3,490		13,802	49,489
M.M.V.L.T.	366,006		115,335		150,000	331,341
Enforcement & Education	29,637		7,637		-	37,274
Community Technology	80,000		-		-	80,000
Court Clerk Computer	190,562		10,304		4,751	196,115
Economic Development	412,190	325,000	-		143,203	593,987
FEMA Grant Fund	-		2,951		2,951	-
P&R Revolving	123,383		788,955	100,000	653,711	158,627

TABLE I
CITY OF WORTHINGTON
INTERIM COMBINED STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND TRANSFERS
as of 12/31/2012
ALL FUNDS

Fund	Balance 1/1/2012	Transfers In	Receipts	Transfers Out	Disbursements	Balance 12/31/2012
Special Parks	\$ 7,764		\$ 7,272	\$ -	\$ -	\$ 15,036
Bicentennial	70,059		210		-	70,269
Trunk Sanitary Sewer	375,149		-		-	375,149
Capital Improvements	6,659,029		3,715,884	-	3,512,741	6,862,172
Co. Permissive Tax	-		-		-	-
General Bond Retirement	838,727	-	2,502,627		2,464,075	877,279
Special Assessment Bond Retirement	278,448		-		-	278,448
Accrued Acreage Benefit	16,875		12,180		10,844	18,211
O.B.B.S.	1,459		3,306		3,255	1,510
Petty Cash/Change Fund	1,530		-			1,530
Worthington Station TIF	1,465		26,044		20,000	7,509
Total All Funds	\$ 12,722,930	\$ 920,000	\$ 34,111,774	\$ 920,000	\$ 31,586,702	\$ 15,248,002

STATEMENT OF INDEBTEDNESS

CITY OF WORTHINGTON

AS OF DECEMBER 31, 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%	6,345,000.00	-	6,345,000.00
Total Bonded Debt					<u>\$ 6,345,000.00</u>	<u>\$ -</u>	<u>\$ 6,345,000.00</u>

BOND ANTICIPATION NOTES

<u>Date of Issuance</u>	<u>Ord. No.</u>	<u>Description</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Unvoted General Debt</u>	<u>Assessment</u>	<u>Total</u>
1/26/2012	#54-2011	BAN - Ladder Truck & Davis Estates W	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
10/01/2012 through 12/31/2012**

<u>Purpose</u>	<u>From</u>	<u>To</u>	<u>Amount</u>
ORC Updates	101.1060.512213	101.1060.512214	\$335.00
Abandoned Property 25% obligation to Franklin County	214.1414.512216	214.1414.540591	452.00
Ceremonial Activities	101.1010.521021	101.1010.521022	100.00
City Public Event	101.1040.512216	101.1010.521022	100.00
Testing & Assessment Expenses	101.1040.512216	101.1040.540513	900.00

NOTES TO THE FINANCIAL STATEMENTS

A. INVESTMENTS:

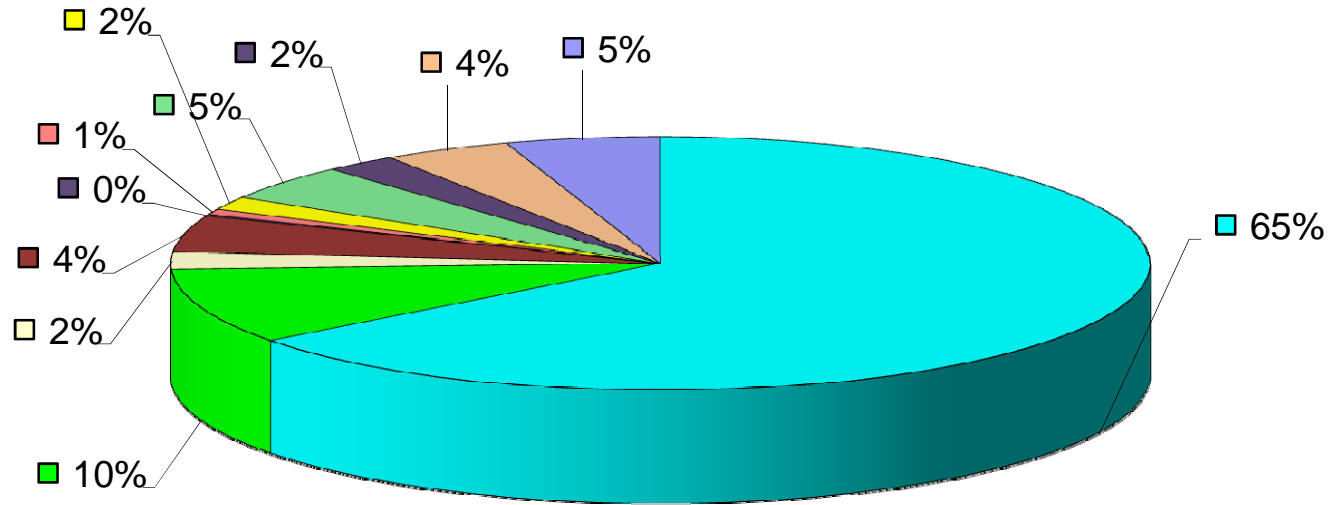
Approximately 83% of available funds are invested in C.D.'S, StarOhio, Fifth Third Money Market and Federal Instruments as of December 31, 2011. Certificates of Deposit provide a secure and stable investment instrument to meet our flexible cash flow needs. Our corporate checking account is invested in repurchase agreements which allows us the opportunity to keep 100% of our available funds invested.

	<u>as of</u> <u>12/31/2011</u>	<u>as of</u> <u>12/31/2012</u>
Total Fund Balances	\$ 12,722,933.70	\$ 15,248,005.79
Total Investments	10,596,684.58	10,644,058.87
% Invested	83.3%	69.8%
Interest Earned Y-T-D	81,926.68	47,501.50
Average Interest Rate	0.90%	0.84%

B. CASH POSITION:

- The General Fund balance increased from \$2,941,562 on January 1, 2012 to \$5,070,388 as of December 31, 2012.
- Total General Fund revenues exceeded expenditures by \$2,128,826 or 8.17%. Expenditures and prior year expenses tracked at approximately 95% of anticipated expenditure levels.
- 2012 Income tax collections are above 2011 collections by \$1,455,279 or 7.42% and above estimates by \$394,106 or 1.91%.
- Total General Fund revenues are above estimates by \$843,491 or 3.34% which is largely attributed to inheritance tax receipts.
- Revenues for all funds exceeded expenditures by \$1,438,968. Expenditures for all funds tracked at 89.37% of anticipated expenditure levels.

General Fund Revenues as of 12/31/2012



■ Municipal Income Tax

■ Property Tax

□ Local Government

■ Inheritance Tax

■ Interest Income

■ Fines & Forfeitures

■ Township Fire Service

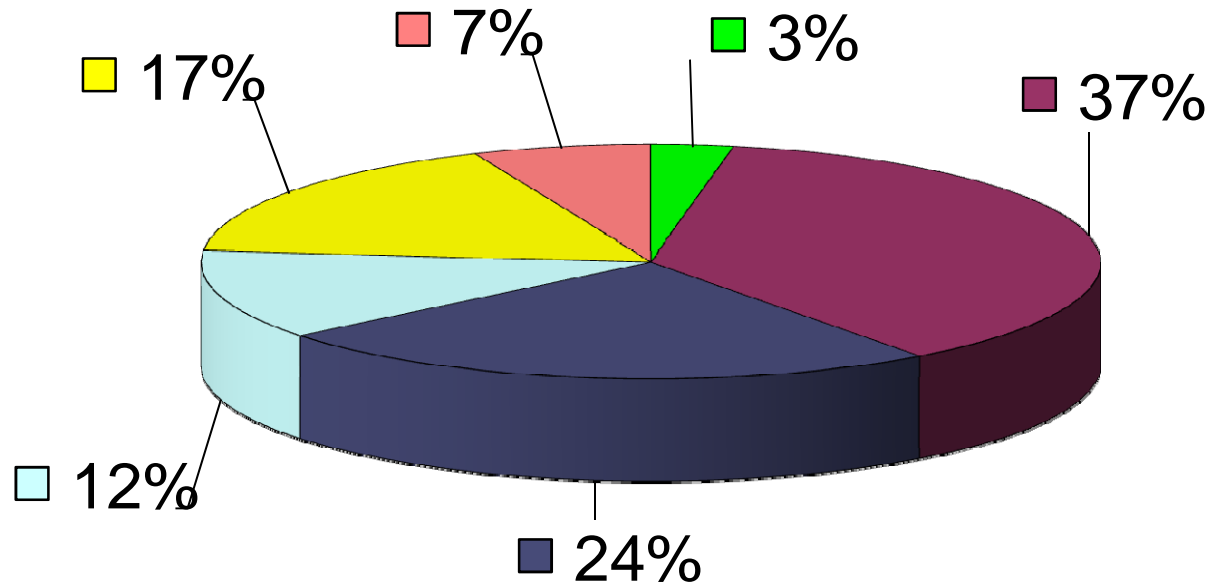
■ Community Center Membership

■ EMS Transport

■ All Other Revenue

■ Reserve Account

General Fund Expenditures as of 12/31/2012



■ Engineering

■ General Government

■ Fire Operations

■ Parks & Recreation

■ Police Operations

■ Service Department

	Actual 2009	%	Actual 2010	%	Actual 2011	%	Actual 2012	%	Estimated 2013	%	Estimated 2014	%	Estimated 2015	%	Estimated 2016	%	Estimated 2017	%
General Fund Cash Balance - January 1	\$ 2,593,458		\$ 2,348,396		\$ 1,689,206		\$ 2,941,562		\$ 5,070,389		\$ 6,507,754		\$ 6,448,930		\$ 6,466,432		\$ 6,535,540	
REVENUE:																		
Income Tax	\$ 12,578,881	60%	\$ 12,952,293	60%	\$ 15,681,068	65%	\$ 16,845,291	65%	\$ 16,834,440	66%	\$ 17,086,950	70%	\$ 17,428,689	70%	\$ 17,777,263	70%	\$ 18,132,808	70%
Property Tax	2,676,643	13%	2,715,536	12%	2,550,733	10%	2,496,628	10%	2,507,000	10%	2,550,000	10%	2,601,000	10%	2,653,020	10%	2,706,080	10%
Local Government Fund	852,319	4%	868,987	4%	857,612	4%	593,872	2%	427,215	2%	450,000	2%	500,000	2%	500,000	2%	500,000	2%
Inheritance Tax	395,991	2%	383,545	2%	376,497	2%	1,193,606	5%	50,000	0%	-	0%	-	0%	-	0%	-	0%
Interest Earned	272,543	1%	149,523	1%	81,927	0%	47,502	0%	100,000	0%	125,000	1%	150,000	1%	200,000	1%	250,000	1%
Fines & Forfeitures	183,734	1%	186,390	1%	170,559	1%	185,333	1%	195,000	1%	195,000	1%	198,900	1%	202,878	1%	206,936	1%
All Other Revenue	1,295,220	6%	1,302,460	6%	1,148,291	5%	1,109,482	4%	1,629,000	6%	1,629,000	7%	1,671,669	7%	1,715,438	7%	1,760,301	7%
Township Fire Service	452,497	2%	449,456	2%	455,464	2%	439,709	2%	475,000	2%	475,000	2%	484,500	2%	494,190	2%	504,074	2%
Comm Ctr Membership/Programs	794,956	4%	1,105,428	5%	1,135,335	5%	1,201,067	5%	1,200,000	5%	1,250,000	5%	1,275,000	5%	1,300,500	5%	1,326,510	5%
EMS Transport	465,630	2%	612,580	3%	593,571	2%	626,137	2%	600,000	2%	600,000	2%	612,000	2%	624,240	2%	636,725	2%
Income Tax Reserve Allocation (6.4%)	992,838		1,025,964		1,243,946		1,330,172		1,346,755		-		-		-		-	
TOTAL REVENUE	\$ 20,961,252		\$ 21,752,162		\$ 24,295,003		\$ 26,068,798		\$ 25,364,410		\$ 24,360,956		\$ 24,921,758		\$ 25,467,529		\$ 26,023,433	
EXPENDITURES:																		
Fire Operations	\$ 5,235,228	25%	\$ 5,495,657	25%	\$ 5,606,666	25%	\$ 5,741,972	24%	\$ 5,988,412	25%	\$ 5,989,518	24%	\$ 6,109,308	24%	\$ 6,231,495	24%	\$ 6,356,124	24%
Police Operations	3,894,326	19%	4,016,314	18%	3,985,556	18%	4,027,241	17%	4,228,093	17%	4,299,359	17%	4,385,346	17%	4,473,053	17%	4,562,514	17%
Parks & Recreation	2,926,209	14%	2,885,177	13%	2,897,443	13%	2,907,662	12%	3,140,581	13%	3,188,469	13%	3,252,238	13%	3,317,283	13%	3,383,629	13%
Service/Eng Department (as of 2013)	1,292,585	6%	1,428,051	6%	1,451,122	6%	1,509,085	6%	1,831,337	8%	1,857,134	7%	1,894,277	7%	1,932,162	7%	1,970,805	7%
Planning & Development (as of 2013)	581,828	3%	567,495	3%	680,589	3%	699,102	3%	501,819	2%	513,979	2%	524,259	2%	534,744	2%	545,439	2%
General Government	6,789,373	33%	7,607,039	35%	7,956,562	36%	8,593,984	37%	8,525,110	36%	8,869,684	36%	9,047,078	36%	9,228,019	36%	9,412,580	36%
Transfer to CIP (Fire)	-		-		-		-		-		-		-		-		-	
Transfer to Street M&R	100,000		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	\$ 20,819,549		\$ 22,099,733		\$ 22,677,938		\$ 23,579,046		\$ 24,415,352		\$ 24,918,143		\$ 25,412,506		\$ 25,916,756		\$ 26,431,091	
Exp. vs. Prior Year Enc.	386,765		311,619		364,708		360,925											
Unexpended Appropriations (Avg of 98.0%)			-		-				488,307		498,363		508,250		518,335		528,622	
Annual Net Cash Position	\$ (245,062)		\$ (659,190)		\$ 1,252,357		\$ 2,128,827		\$ 1,437,365		\$ (58,824)		\$ 17,502		\$ 69,108		\$ 120,964	
Total General Fund Cash Balance - Dec.	\$ 2,348,396		\$ 1,689,206		\$ 2,941,562		\$ 5,070,389		\$ 6,507,754		\$ 6,448,930		\$ 6,466,432		\$ 6,535,540		\$ 6,656,504	
Carryover Balance Reserve	\$ 992,838		\$ 1,500,000		\$ 1,500,000		\$ 1,500,000		\$ 1,500,000		\$ 1,500,000		\$ 1,500,000		\$ 1,500,000		\$ 1,500,000	
General Fund Cash Balance Less Reser	\$ 1,355,558		\$ 189,206		\$ 1,441,562		\$ 3,570,389		\$ 5,007,754		\$ 4,948,930		\$ 4,966,432		\$ 5,035,540		\$ 5,156,504	

Annual Budget % Increase	0.1%	5.7%	2.8%	3.9%	-0.1%	2.1%	2.0%	2.0%	2.0%
General Fund Balance less Reserve as % of Budget	6.4%	0.8%	6.3%	14.9%	20.9%	20.3%	19.9%	19.8%	19.9%
Total Fund Balance as % of Previous Year Expenditures	11.1%	8.0%	13.1%	22.0%	27.7%	27.0%	26.5%	26.3%	26.2%
Total Fund Balance as % of Previous Year Revenue	10.8%	8.1%	13.5%	20.9%	25.0%	25.4%	26.5%	26.2%	26.1%

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 through 12-31-2013

Projected Income Tax revenue increases: 2013 and 2014 - 1.5%; 2015 -2017 2.0%