

FINANCE COMMITTEE MINUTES

JUNE 21, 2016

The Finance Committee meeting was held on June 21, 2016 at North Royalton City Hall, 14600 State Road. The meeting was called to order at 6:26 p.m.

PRESENT: **Committee Members:** Chairman Larry Antoskiewicz, Vice Chair Gary Petrusky, Paul Marnecheck; **Council:** John Nickell, Dan Langshaw, Steve Muller, Dan Kasaris; **Administration:** Mayor Robert Stefanik, Law Director Thomas Kelly, Fire Chief Robert Chegan, Safety Director Bruce Campbell, Finance Director Eric Dean; **Other:** Lou Krzepina, Isabelle Moryan, George Masavage.

APPROVAL OF MINUTES

Moved by Mr. Petrusky, seconded by Mr. Marnecheck to **approve the May 17, 2016 Finance Committee minutes**. Yeas: 3. Nays: 0. **Motion carried.**

UNFINISHED BUSINESS

1. Monthly Finance report including tax collections status

Mr. Dean reviewed the report, a copy of which is attached to these minutes. He said that he asked RITA if the fact that we are up so much has anything to do with the new tax codes or are we just doing well. He said that they told him that they are seeing other cities up as well, so this may be more of a wait and see approach. He said it is encouraging news. Mr. Antoskiewicz asked him to explain the new way that they are doing the quarterly collections. Mr. Dean said that one of the things on the new income tax ordinance that went into effect in 2016 is that they moved up the dates for the estimate about 1 month. For example residents who pay quarterly taxes pay it in June now instead of July. Looking at the whole year we could possibly have more collections this year due to the earlier payments. Mr. Kasaris asked if the increase will play a role in the streets that we plan on repaving this year. Mr. Dean said that he thinks it will help. He said that he was conservative with the estimate for tax collections so this will help to be able to fund the streets program. He said that we have an amendment on the agenda this evening to fund this. He said the original budget had about \$220,000. Due to the increase in collections we can bump this up to what the city is looking at doing for the road program.

2. Overtime

Mr. Dean reviewed the report, a copy of which is attached to these minutes. Mr. Kasaris asked what the source of overtime is for the Mayor's Court. Mayor Stefanik said it is for training. We have been training Karen Pokrandt to take over for Darlene Thomas when she retires.

3. EMS Levy

Mr. Dean said that the EMS levy expires in 2017. A memo from Bond Counsel Roetzel was presented to Council, a copy of which is attached to these minutes. Mr. Dean said that Roetzel looked at this and pointed out that there are some rules in the Ohio Revised Code regarding when you can replace a levy, that being the last tax year of our collection. Therefore we could not replace this levy until November 2017. This is Option #1. This would be to replace the levy from the discounted 1.7 mills back to the actual 1.7 mills. We would not receive this money until possibly 2019 because taxes are always a year behind. He said that this is not a great option. Option #2 is to issue a brand new levy for 1.7 mills, which is the same mills as the original 1993 levy, and let the current levy expire. This would replace 1.7 mills at 1993's rate with 1.7 mills at today's rate. He said that we have had growth in the Fire Department/EMS since 1993. Mr. Kasaris asked if the ballot language would say it is a new levy. Mr. Kasaris asked if we could use language that says "new (replacement)". Mr. Dean said that would be up to the lawyers but this is the intent of what we are doing. We don't want to wait 3 years to collect the current rate of 1.7 mills and this is really our only option. Regarding Option #1, Mr. Marnecheck asked if the city has looked at whether or not the 1.7 mill levy would meet the demands that we want the levy to meet by having to wait. Mr. Dean said that Option 1 is a replacement. Mr. Marnecheck said that we would have to wait a whole year to receive the money. Mr. Dean said it's a timing issue and it would take longer. He said what is currently driving this is our increase in general operating monies to fund the EMS services. He said that we would

have a longer period to keep funding more and more of the EMS services. He said that it is not ideal to wait that long to try to make up this difference. Mr. Langshaw asked with Option #2 would we see an increase of \$638,366.91. Mr. Dean said yes. The levy would go on the November ballot as a new levy and at the same time we would have legislation to discontinue the current levy stating that if the new levy passed we would discontinue the old levy and collect only on the new levy. This would be on 2016's taxes and collected in 2017. Mr. Petrusky asked if the ballot language would state that the old levy would be discontinued. He felt that otherwise the residents might think that they will be paying both levies for a short period of time. Mr. Kelly said that Amanda Gordon of Roetzel had apologized for not being able to be present this evening due to prior commitments. He said that Ms. Gordon is someone we rely upon heavily for advice in these areas and she has never failed us. The levy language on the ballot if Option 2 is chosen would say new levy at 1.7 mills. The Resolution to terminate the collection of the existing levy would be a matter of publication that we would have to promote locally and would not be in the ballot language. Mayor Stefanik said that we would introduce this Resolution at the same meeting that we introduce the levy Ordinance. Mr. Antoskiewicz asked if the figures provided by Mr. Dean at the last meeting would remain the same, and that the only difference is the way we have to approach this on the ballot. Mr. Dean said this is correct. Mr. Kasaris said that we have to change the form, not the substance. Mr. Kelly said that we need Council to provide direction on which way they want to go. Mr. Antoskiewicz recommended Option 2. Mr. Petrusky recommended Option 2 as well. Mr. Marnecheck asked how much the General Fund is subsidizing the safety forces currently. Mr. Dean said that just the EMS levy this year is \$1.7 million. This has grown over the years due to increases in the contracts, etc., and unfortunately property tax does not increase which is why the collections go down. He said that this is straining other areas of the budget. Mr. Langshaw said that the money we save from the General Fund by not transferring to EMS could be used for roads and other infrastructure projects in the city. Mr. Kasaris said that given the amount of money that the city has lost as a result of Governor Kasich balancing the state budget on the backs of the municipalities he feels that this makes sense and is something we have to do. Mr. Langshaw agrees that Option 2 is the way to go. We can't wait to do this. The cost to taxpayers is \$4.96 per month for a \$200,000 home. This will address some issues we have with our budget and ensure that we have a quality service for our residents. Mr. Marnecheck asked why this could not be placed on a special election ballot. Mr. Dean said that he believes that these are Ohio Revised Code regulations. Mr. Dean said that the Board of Elections needs our legislation by mid-August so we must approve the legislation by the last meeting in July.

Moved by Mr. Antoskiewicz, seconded by Mr. Petrusky to **have legislation prepared for Option #2 as well as the Resolution to discontinue the existing levy**. Roll Call: Yeas: 3. Nays: 0. **Motion carried.**

NEW BUSINESS

No new business.

ADJOURNMENT

Moved by Mr. Petrusky, seconded by Mr. Marnecheck to **adjourn the Finance Committee meeting**. Yeas: 3. Nays: 0. **Motion carried. Finance Committee meeting adjourned at 6:45 p.m.**

CITY OF NORTH ROYALTON

Tuesday, May 31, 2016

CASH ON DEPOSIT

Institution	Account Description	Reconciled Balance
Fifth Third Bank	Operating	\$ 7,689,151.28
Fifth Third Bank	Payroll	\$ 136,782.55
Cash on Hand	Petty Cash	\$ 4,800.00
Total Operating Cash		\$ 7,830,733.83
Fifth Third Bank	Investment account	\$ 5,252,977.50
Star Ohio	Investment account	\$ 1,755,723.92
Total Investments		\$ 7,008,701.42
Total Cash and Investements		\$ 14,839,435.25

**NORTH ROYALTON
CASH POSITION REPORT
1/01/2016 to 5/31/2016**

6/21/2016
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Page 1 of 2

All Funds	Beginning Cash Balance 1/01/2016	MTD 5/01/2016 - 5/31/2016 Receipts	MTD 5/01/2016 - 5/31/2016 Expense	1/01/2016 thru 5/31/2016 2016 Receipts	1/01/2016 thru 5/31/2016 2016 Expense	Cash Balance w/o Encumb	Thru 5/31/2016 Encumbrances	Ending Balance
101 General Fund	1,488,439.69	1,645,626.63	1,325,322.10	6,377,945.24	5,547,693.79	2,318,691.14	1,297,417.86	1,021,273.28
203 DARE Fund	-	0.00	0.00	-	-	0.00	-	0.00
205 Enforcement & Education Fund	45,458.98	4,192.14	0.00	8,491.82	1,206.04	52,744.76	-	52,744.76
206 Drug Law Enforcement Fund	224.66	0.00	0.00	-	-	224.66	-	224.66
207 Police Facility Operating Fund	16,909.49	33,717.14	81,192.90	358,290.05	359,019.05	16,180.49	29,527.44	-13,346.95
208 Law Enforcement Fund	9,937.43	50.00	0.00	300.00	-	10,237.43	-	10,237.43
209 EMS Levy Fund	8,924.40	208,000.00	307,775.30	1,128,831.72	1,103,896.62	33,859.50	5,373.94	28,485.56
210 Motor Vehicle License Tax Fund	315,045.92	15.00	0.00	77,959.96	189,350.85	203,655.03	111,189.15	92,465.88
211 SCMR Fund	838,449.37	221,703.88	264,565.99	1,266,623.06	2,010,854.06	94,218.37	348,286.56	-254,068.19
212 State Highway Fund	103,108.36	1,464.44	736.93	34,587.80	29,183.14	108,513.02	29,516.86	78,996.16
213 City Income Tax Fund	125,892.89	35,382.91	55,672.94	148,339.10	198,511.22	75,720.77	-	75,720.77
215 Police Levy Fund	228,490.82	13,000.00	100,000.00	725,989.39	413,508.17	540,972.04	115,075.48	425,896.56
216 Fire Levy Fund	93,971.86	9,000.00	0.00	515,862.21	250,000.00	359,834.07	-	359,834.07
217 Recycling Grant Fund	6,144.99	0.00	0.00	-	4,400.80	1,744.19	-	1,744.19
218 FEMA Fund	-	0.00	0.00	-	-	0.00	-	0.00
219 Office on Aging Fund	19,678.07	14,745.32	19,700.73	112,986.64	120,777.94	11,886.77	3,003.94	8,882.83
221 NOPEC Grant Fund	-	0.00	0.00	-	-	0.00	-	0.00
236 Court Computer Services Fund	89,480.05	0.00	48.56	-	2,676.52	86,803.53	480.00	86,323.53
237 Community Diversion Fund	43,816.82	0.00	0.00	1,200.00	248.95	44,767.87	751.05	44,016.82
238 Cemetery Maintenance Fund	18,065.80	150.00	0.00	1,700.00	-	19,765.80	-	19,765.80
239 Enterprise Zone Fund	14,996.12	0.00	0.00	1,000.00	500.00	15,496.12	-	15,496.12
249 YMCA Spcial Revenue Fund	367,730.47	49,853.98	258,669.00	243,392.83	263,665.00	347,458.30	-	347,458.30
260 Accrued Balances Fund	481,671.91	32,527.26	35,188.32	65,591.21	69,198.06	478,065.06	-	478,065.06
261 Police Pension Fund	77,221.18	102,000.00	73,538.62	234,942.10	262,558.96	49,604.32	-	49,604.32
262 Fire Pension Fund	77,148.91	102,000.00	84,584.56	234,942.26	294,027.77	18,063.40	-	18,063.40
321 General Bond Retirement Fund	511,079.85	111,669.00	254,869.88	295,486.07	417,480.22	389,085.70	-	389,085.70
341 Special Assess Bond Rtmt Fund	575,363.12	0.00	6,556.25	83,780.68	26,592.52	632,551.28	-	632,551.28
414 Industrial Park Fund	-	0.00	0.00	-	-	0.00	-	0.00
430 Service Capital Fund	4,143.49	19,516.35	4,603.53	39,354.71	4,603.53	38,894.67	66,156.84	-27,262.17
431 Rec Capital Improvement Fund	101,170.20	2,749.25	0.00	4,259.83	50,000.00	55,430.03	-	55,430.03
432 Future Capital Improvem't Fund	1,410,280.86	32,927.26	0.00	1,241,089.02	11,673.12	2,639,696.76	-	2,639,696.76
433 Storm Sewer & Drainage Fund	489,674.80	99,163.88	2,357.44	418,589.32	361,750.90	546,513.22	208,519.76	337,993.46
434 Fire Capital Improvement Fund	363,527.49	14,606.07	0.00	171,741.43	92,019.20	443,249.72	9,525.23	433,724.49
435 Route 82 Fund	348,469.31	0.00	0.00	-	-	348,469.31	-	348,469.31
437 YMCA Capital Reserve	-	150,000.00	0.00	150,000.00	-	150,000.00	-	150,000.00
442 Issue 1 - Bennet Road	6,837.02	0.00	0.00	-	-	6,837.02	1,366.28	5,470.74
443 Edgerton Road Waterline Fund	-	0.00	0.00	-	-	0.00	-	0.00
444 Excessive Load Fund	37,740.00	339.00	0.00	1,093.00	-	38,833.00	-	38,833.00
445 Water Main Fund	58,940.44	650.00	41,703.96	1,650.00	41,703.96	18,886.48	52,171.04	-33,284.56

**NORTH ROYALTON
CASH POSITION REPORT
1/01/2016 to 5/31/2016**

6/21/2016

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Page 2 of 2

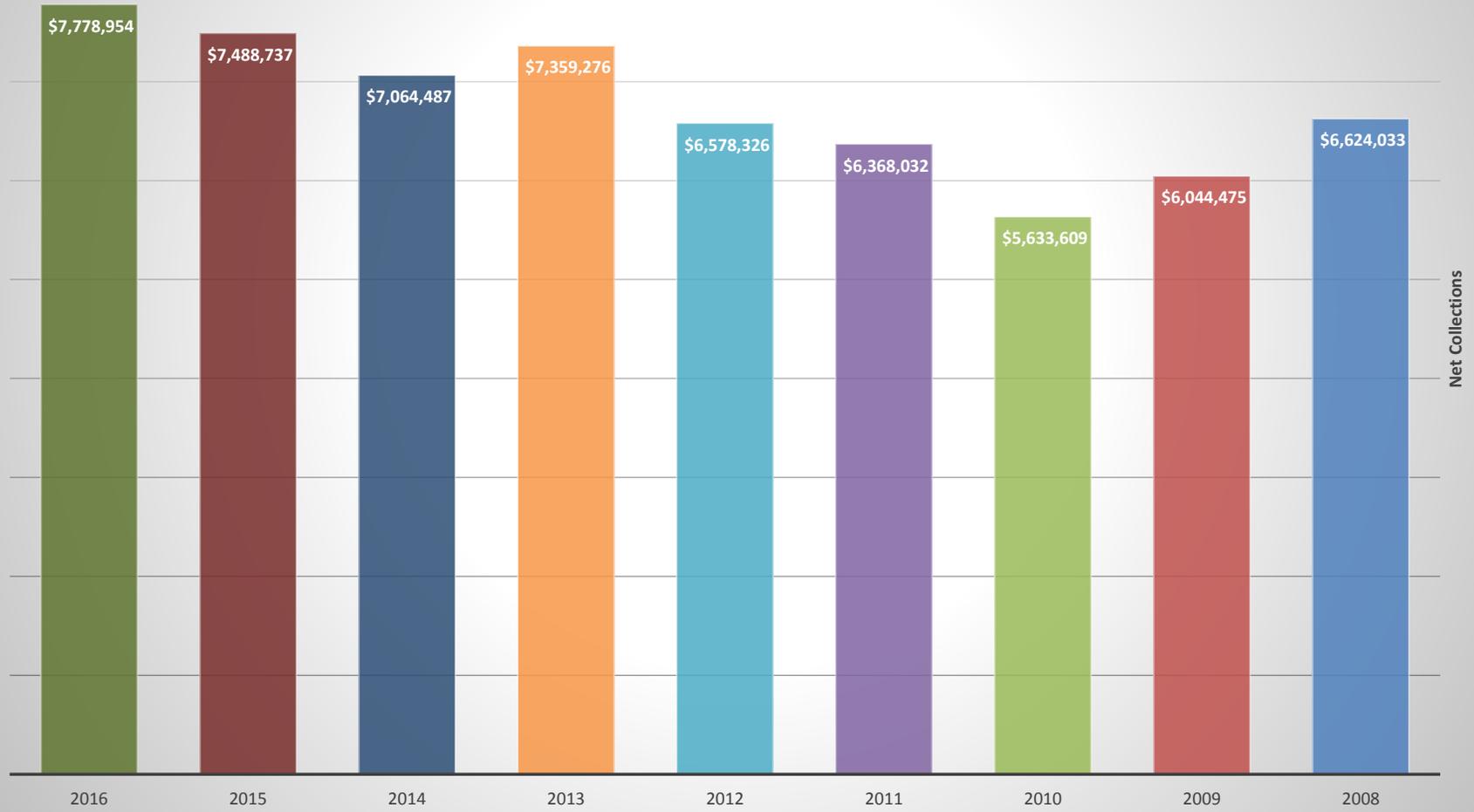
All Funds	Beginning Cash Balance - 1/01/2016	MTD 5/01/2016 - 5/31/2016 Receipts	MTD 5/01/2016 - 5/31/2016 Expense	1/01/2016 thru 5/31/2016 2016 Receipts	1/01/2016 thru 5/31/2016 2016 Expense	Cash Balance w/o Encumb	Thru 5/31/2016 Encumbrances	Ending Balance
446 State & Wallings Intersection	-	0.00	0.00	-	-	0.00	-	0.00
448 York Road Sewer Fund	46.52	0.00	0.00	-	-	46.52	-	46.52
449 YMCA Capital Improvement Fund	-	0.00	0.00	-	-	0.00	-	0.00
451 Issue 1 - Sprague Rd	2,108.55	0.00	0.00	1,358,858.38	1,215,662.02	145,304.91	-	145,304.91
551 Wastewater Treatment Fund	1,725,890.39	640,243.37	205,597.52	2,142,649.95	1,492,710.29	2,375,830.05	1,115,539.04	1,260,291.01
552 Wastewater Maintenance Fund	3,732.41	179,640.87	94,599.56	594,313.01	454,318.54	143,726.88	108,425.21	35,301.67
553 Wastewater Debt Service Fund	296,688.88	207,223.38	29,907.13	697,669.18	29,907.13	964,450.93	-	964,450.93
555 Wastewater Rep & Replace Fund	653,719.57	32,471.67	17,198.95	78,711.21	271,789.37	460,641.41	151,958.08	308,683.33
556 WW NR Conv Fund	-	0.00	0.00	-	-	0.00	-	0.00
557 WW NEORSD Conv Fund	-	0.00	0.00	-	-	0.00	-	0.00
763 Improvement Holding Fund	341,418.99	2,592.58	41,550.98	3,592.58	42,550.98	302,460.59	-	302,460.59
764 OBBS Fund	598.53	292.27	369.17	821.20	1,003.17	416.56	-	416.56
766 Bldg Construction Bond Fund	227,050.00	5,500.00	3,500.00	16,000.00	13,500.00	229,550.00	-	229,550.00
768 Office on Aging Trust Fund	13,360.67	300.00	1,213.00	1,035.00	1,948.00	12,447.67	-	12,447.67
769 Unclaimed Funds	7,600.90	0.00	0.00	5.00	-	7,605.90	-	7,605.90
Total All Funds	11,650,250.18	3,973,313.65	3,311,023.32	18,839,674.96	15,650,489.89	14,839,435.25	3,654,283.76	11,185,151.49

City of North Royalton
City Income Tax Collections
6/15/2016

	Net Receipts
Current Income taxes collected by R.I.T.A. for the period of May, 2016 and distributed to the city in June, 2016	<u>\$ 1,369,311.03</u>
Current Year to date collection of Income Tax distributed to City January 1, 2016 to June, 2016	<u>\$ 7,778,953.64</u>
Prior Year to date collection of Income Tax Distributed to City January 1, 2015 to June, 2015	<u>\$ 7,488,736.68</u>
Increase (Decrease) in Income Tax collections for Current Fiscal Year	<u><u>\$ 290,216.96</u></u>

Collection Detail by Type				
	Distributed June 2016	Distributed June 2015	Difference	% change
WITHHOLDING	\$ 550,717.25	\$ 492,750.63	\$ 57,966.62	11.76%
INDIVIDUAL TAXES	\$ 786,565.49	\$ 551,715.30	\$ 234,850.19	43%
NET PROFIT TAXES	\$ 77,509.78	\$ 112,462.18	\$ (34,952.40)	-31%
TOTAL GROSS RECEIPTS	<u>\$ 1,414,792.52</u>	<u>\$ 1,156,928.11</u>	<u>\$ 257,864.41</u>	22%
3% withholding for collection fees	(42,443.78)	(34,707.84)	(7,735.93)	22%
legal fees/court costs	(3,037.70)	(620.31)	(2,417.39)	390%
TOTAL LEGAL FEES AND COLLECTION COSTS	<u>(45,481.48)</u>	<u>(35,328.15)</u>	<u>(10,153.32)</u>	29%
TOTAL NET RECEIPTS	<u><u>1,369,311.04</u></u>	<u><u>1,121,599.96</u></u>	<u><u>247,711.09</u></u>	22%

Year to Date Income Tax



**CITY OF NORTH ROYALTON
Income Tax Receipts Summary**

Month Received	General Fund		General Fund	Police Facility	scmr	Total SCMR Fund	Office on Aging	Income Tax Fund	Storm Sewer Fund	Refunds	Overhead & Legal Fees	Net Receipts
	Original Tax	Additional Tax			Additional Tax							
January	\$ 687,657.65	\$ 152,378.14	\$ 840,035.79	\$ 16,666.67	\$ 152,378.14	\$ 152,378.14	\$ 14,583.33	\$ 42,907.02	\$ 76,189.07	\$ (10,779.75)	\$ (35,917.84)	\$ 1,096,062.43
February	810,749.12	176,274.28	987,023.40	16,666.67	176,274.28	176,274.28	14,583.33	50,452.36	88,137.14	(11,193.15)	(40,385.69)	1,281,558.34
March	654,861.33	136,232.02	791,093.35	16,666.67	136,232.02	136,232.02	14,583.33	40,701.21	68,116.01	(13,894.77)	(34,564.19)	1,018,933.63
April	789,937.21	167,169.20	957,106.41	16,666.67	167,169.20	167,169.20	14,583.33	47,769.13	83,584.60	(33,025.34)	(39,778.76)	1,214,075.24
May	1,298,312.42	196,327.76	1,494,640.18	16,666.67	196,327.76	196,327.76	14,583.33	78,491.61	98,163.88	(43,108.70)	(56,751.76)	1,799,012.97
June	967,541.94	169,020.08	1,136,562.02	16,666.67	169,020.08	169,020.08	14,583.33	56,805.65	84,510.04	(63,355.28)	(45,481.48)	1,369,311.03
July												-
August												-
September												-
October												-
November												-
December												-
Total	\$ 5,209,059.67	\$ 997,401.48	\$ 6,206,461.15	\$ 100,000.02	\$ 997,401.48	\$ 997,401.48	\$ 87,499.98	\$ 317,126.98	\$ 498,700.74	\$ (175,356.99)	\$ (252,879.72)	\$ 7,778,953.64
Check Figure												\$ 7,778,953.64
FUND:			101	207		211	219	213	443			
Original Fiscal Budget			\$ 11,300,000.00	\$ 200,000.00		\$ 1,700,000.00	\$ 175,000.00	\$ 700,000.00	\$ 630,000.00	\$ (300,000.00)	\$ (450,000.00)	\$ 13,955,000.00
			55%	50%		59%	50%	45%	79%	58%	56%	56%

NOTES: Shaded columns reflect the additional tax.

Month-to-Date Revenues as Percentage of Total Annual Budget
56%

Month Received	General Fund		General Fund	Police Facility	scmr	Total SCMR Fund	Office on Aging	Income Tax Fund	Storm Sewer Fund	Refunds	Overhead & Legal Fees	Net Receipts
	Original Tax	Additional Tax			Additional Tax							
January	\$ 603,572.49	\$ 137,079.61	\$ 740,652.10	\$ 16,666.67	\$ 137,079.61	\$ 137,079.61	\$ 14,583.33	\$ 38,755.16	\$ 68,539.80	\$ 4,149.94	\$ (31,808.32)	\$ 988,618.29
February	849,399.58	187,529.93	1,036,929.51	16,666.67	187,529.93	187,529.93	14,583.33	53,070.44	93,764.96	(6,836.90)	(42,375.74)	1,353,332.20
March	668,551.57	133,895.58	802,447.15	16,666.67	133,895.58	133,895.58	14,583.33	41,726.75	66,947.79	(12,987.54)	(33,094.97)	1,030,184.76
April	788,528.99	150,615.90	939,144.89	16,666.67	150,615.90	150,615.90	14,583.33	47,143.97	75,307.95	(21,866.64)	(59,323.56)	1,162,272.51
May	1,290,484.67	198,227.92	1,488,712.59	16,666.67	198,227.92	198,227.92	14,583.33	80,229.55	99,113.96	(5,114.60)	(59,690.46)	1,832,728.96
June	749,625.28	161,669.74	911,295.02	16,666.67	161,669.74	161,669.74	14,583.33	43,045.54	80,834.87	(71,167.07)	(35,328.14)	1,121,599.96
July	534,717.06	166,288.51	701,005.57	16,666.67	166,288.51	166,288.51	14,583.33	31,305.90	83,144.26	(45,491.38)	(30,016.55)	937,486.31
August	1,104,255.22	169,117.78	1,273,373.00	16,666.67	169,117.78	169,117.78	14,583.33	67,590.49	84,558.89	(28,168.30)	(48,419.19)	1,549,302.67
September	711,230.11	235,088.58	946,318.69	16,666.67	156,725.72	156,725.72	14,583.33	43,701.21	-	(20,225.49)	(37,602.41)	1,120,167.72
October	457,607.33	44,262.28	501,869.61	16,666.67	91,521.47	91,521.47	14,583.33	20,746.37	-	(11,619.57)	(20,694.19)	613,073.69
November	905,802.20	143,602.79	1,049,404.99	16,666.67	269,617.24	269,617.24	14,583.33	56,091.97	-	(15,732.63)	(42,545.36)	1,348,086.21
December	672,295.87	239,246.61	911,542.48	16,666.67	159,497.74	159,497.74	39,583.37	43,908.31	-	(1,818.50)	(38,830.48)	1,130,549.59
Total	\$ 9,336,070.37	\$ 1,966,625.23	\$ 11,302,695.60	\$ 200,000.04	\$ 1,981,787.14	\$ 1,981,787.14	\$ 200,000.00	\$ 567,315.66	\$ 652,212.48	\$ (236,878.68)	\$ (479,729.37)	\$ 14,187,402.87
Check Figure												\$ 14,187,402.87
FUND:			101	207		211	219	213	443			
Original Fiscal Budget			\$ 11,200,000.00	\$ 200,000.00		\$ 1,400,000.00	\$ 175,000.00	\$ 700,000.00	\$ 630,000.00	\$ (325,000.00)	\$ (450,000.00)	\$ 13,530,000.00
			101%	100%		142%	114%	81%	104%	73%	107%	105%

NOTES: Shaded columns reflect the additional tax.

Month-to-Date Revenues as Percentage of Total Annual Budget
55%

CITY OF NORTH ROYALTON
Summary of Overtime Budgets
2016 Fiscal Year

As of 6/11/2016

Fund	Department	2016 Budget	2016 Actual
General Fund	Police Department	\$ 145,000	\$ 67,724
General Fund	Animal Control	2,000	719
General Fund	Fire Department	5,000	445
General Fund	Dispatch	4,000	2,658
General Fund	Cemetery	-	-
General Fund	Parks & Recreation	10,000	2,855
General Fund	Building Department	1,000	313
General Fund	Mayor's Office	2,000	542
General Fund	Finance Department	2,000	744
General Fund	Engineering	100	94
General Fund	Legislative Activity	1,000	373
General Fund	Mayor's Court	5,000	2,074
Police Facility Operating	Jail	20,000	8,348
EMS Fund	Fire Department	400,000	193,689
SCMR	Storms Sewer and Drainage	10,000	2,278
SCMR	Streets	20,000	1,020
SCMR	Snow removal	35,000	10,320
Office on Aging	Senior Assistance	2,000	1,130
Community Diversion	Police Department	5,000	-
Waste Water	Treatment	78,000	21,890
Waste Water	Maintenance	40,000	10,945
		\$ 787,100	\$ 328,159

42%

Current Date Represents This Percentage of the Year 46%

**City of North Royalton
Appropriation Amendment Changes Legend
6-21-2016 City Council Meeting**

Fund	Dept.	Account	Change Requested
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(A) #101 General Fund	Police Department	Traffic Signal Repairs	\$ 27,000.00
(A) #101 General Fund	Fire Department	Contractual Services	\$ 1,300.00
(A) #209 EMS Levy	Fire Department	Operating Supplies	\$ 1,320.00

To reimburse budget line items for signal repairs, vehicle repairs and Lock Box program expenses that were paid by insurance claims and fees.

Net Budget effect of zero

(B) #101 General Fund	Other General Government	Transfer Out - SCMR	\$ 600,000.00
(B) #211 SCMR Fund	Street Reconstruction	Road Reconstruction	\$ 660,000.00

To Transfer funds for the 2016 road program.

(C) #210 Motor Vehicle License Fund	Signals and Supplies	Street Marking	\$ 15,000.00
(C) #211 SCMR Fund	Street Maintenance	Vehicle Equipment	\$ (15,000.00)

To move unused capital funds to street marking for the 2016 striping program.

Net Budget effect of zero

(D) #260 Compensated Absence Fund	various	Personal Service	\$ 4,000.00
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To incese for retirement pay out for Patrol officer.

(E) #430 Service Capital Fund	Street Maintenance	Capital Outlay	\$ (70,000.00)
(E) #430 Service Capital Fund	Street Maintenance	Debt Service	\$ 70,000.00

To account for lease payment on 3 dump trucks leased in 2015.

Net Budget effect of zero

(F) #451 Issue 1 Sprague Road Fund	Street Repairs & Reconstruction	Engineering	\$ (2,000.00)
(F) #451 Issue 1 Sprague Road Fund	Street Repairs & Reconstruction	Road Construction	\$ 4,000.00
(F) #451 Issue 1 Sprague Road Fund	Street Repairs & Reconstruction	Transfer Out - GBF	\$ 17,887.00
(F) #451 Issue 1 Sprague Road Fund	Street Repairs & Reconstruction	Advance Out	\$ 1,172,594.00

To adjust for final project invoices and to repay 2015 advance from the Future Capital Fund. Advance was due to county funds not being received at the end of the fiscal year. Funds were received on 2/17/2016.

Net Budget effect of zero

(G) #553 WasteWater Debt Service	Debt Service		\$ 88,250.00
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To add Ohio Water Development Authority Loan with refinanced interest original budget

MEMORANDUM

Thomas Kelly, Esq., Director of Law
Donna Vozar, Esq., Assistant Director of Law

RE: Options re: EMS Levy – City of North Royalton

Dear Tom and Donna:

This Memorandum summarizes the City of North Royalton's options regarding the existing EMS levy in order to increase the revenues derived from such a levy. The existing levy is a five-year, 1.7 mill levy with the last year of collection authorized through 2018 (tax duplicate 2017).

Under the provisions of the Revised Code, the City has two options if it wishes to maintain the millage amount at 1.7 mills, but to increase the revenues derived for EMS purposes.

1st – the City could place a replacement levy on the ballot at 1.7 mills. This would enable the City to collect the levy off of the then current assessed valuation rather than at the valuation upon which the existing levy is being collected. This would result in increased revenues. However, the timing of such replacement levy cannot occur in 2016. The earliest the issue could be placed on the ballot is November 2017.

2nd – the City could place a new, additional levy on the ballot as early as November 2016 for EMS purposes. The Council could simultaneously pass a resolution conditionally ceasing the collection of the existing levy if the new levy is approved by the electors. Effectively, this would be another way to effectuate a replacement of sorts in November 2016 for first collection in 2017 under the provisions of the Revised Code.

If you or other officials have any further questions, please do not hesitate to call me.

Very truly yours,

