

**FINANCE COMMITTEE MINUTES
JANUARY 16, 2018**

The Finance Committee meeting was held on January 16, 2018 at North Royalton City Hall, 14600 State Road. The meeting was called to order at 6:08 p.m.

PRESENT: Committee Members: Chairman Larry Antoskiewicz, Vice Chair Gary Petrusky, Paul Marnecheck; Council: John Nickell, Dan Langshaw, Cheryl Hannan, Dan Kasaris; Administration: Mayor Robert Stefanik, Law Director Thomas Kelly, Finance Director Eric Dean, Fire Chief Robert Chegan, Police Chief Ken Bilinovich; Other: Pat Powers.

APPROVAL OF MINUTES

Moved by Mr. Petrusky, seconded by Mr. Marnecheck to **approve the minutes for the November 20, 2017 Special Finance Committee Meeting, the November 21, 2017 Finance Committee meeting and the November 29, 2017 Special Finance Committee meeting.** Yeas: 3. Nays: 0. **Motion carried.**

UNFINISHED BUSINESS

1. Monthly Finance report including tax collections status

Mr. Dean reviewed these reports, copies of which are attached to these minutes.

2. Overtime

Mr. Dean reviewed this report, a copy of which is attached to these minutes.

NEW BUSINESS

1. HB 49 – Chapter 881 Municipal Income Tax amendments

Mr. Dean explained that RITA has recommended these changes. He said that it addresses the changes that the State of Ohio made under HB 49 dealing with the timing of collection dates. RITA also suggested some clarifications to our code since its original adoption. Mr. Kasaris asked for some examples of the clarifications. Mr. Dean said that they had to do with the definition of net profits and the taxable income. They were minor changes, in some cases just a few words. He feels that these recommendations make our code stronger. He said that there is still an injunction on the collection of net profits and the state being a part of the municipal net profit tax. Mr. Kasaris asked if we know how much income was generated as a result of gambling now being taxable. Mr. Dean said that this might be difficult to ascertain because a lot of people are just claiming it as additional income on their returns. He will check to see if RITA has information on this. Mr. Langshaw asked when HB 49 was passed. Mr. Dean said that it was passed in 2017.

Moved by Mr. Petrusky, seconded by Mr. Marnecheck to **remove this item from committee.** Roll Call: Yeas: 3. Nays: 0. **Motion carried.**

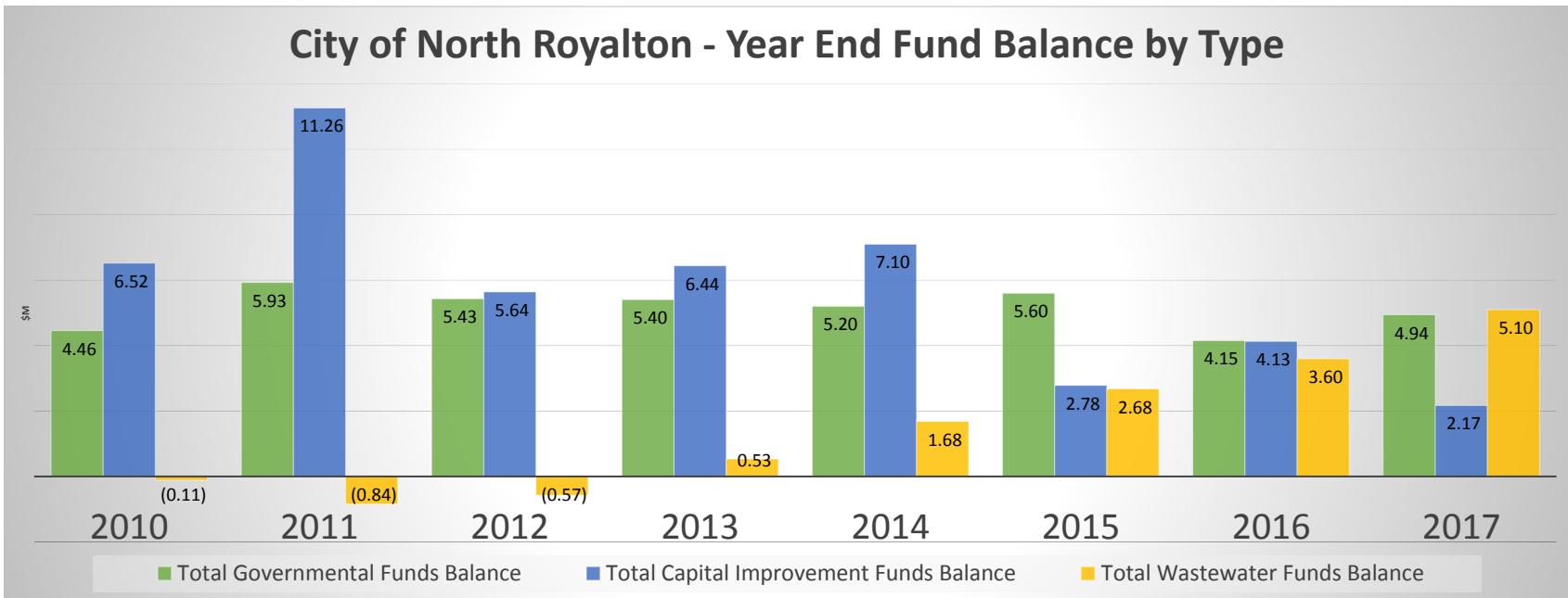
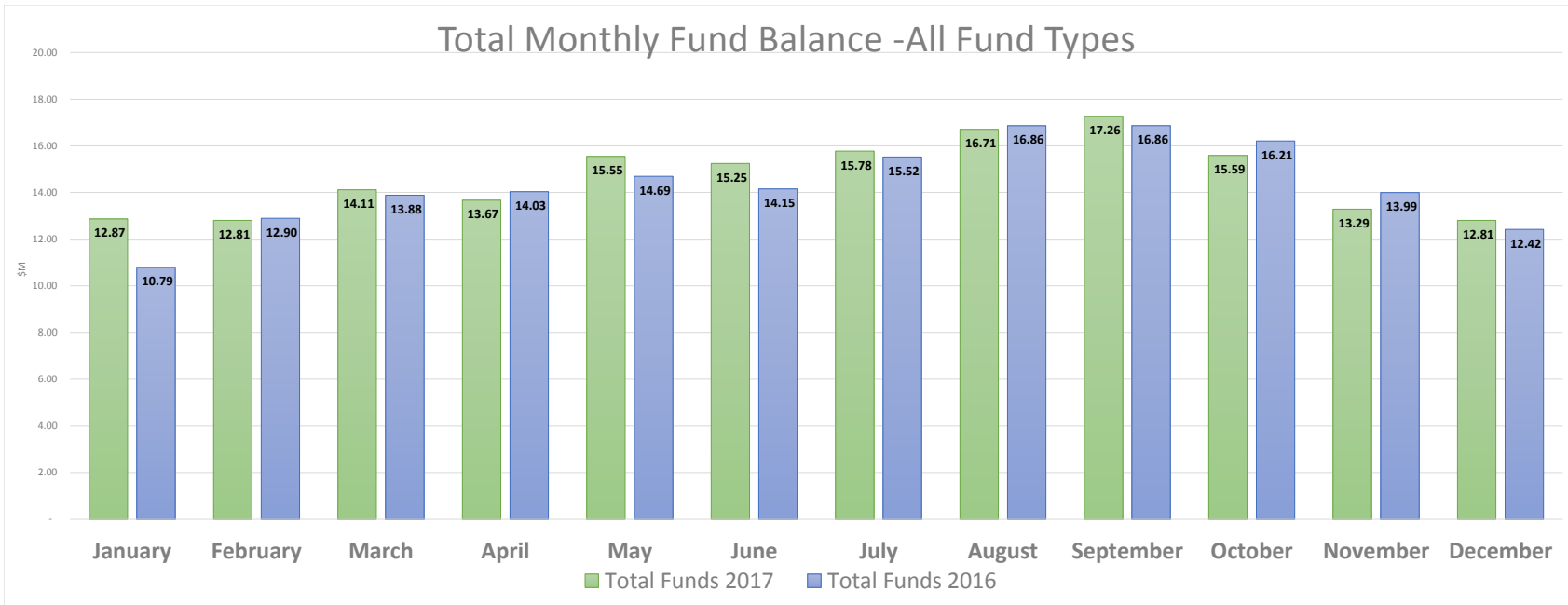
ADJOURNMENT

Moved by Mr. Marnecheck, seconded by Mr. Petrusky to **adjourn the Finance Committee meeting.** Yeas: 3. Nays: 0. **Motion carried. Finance Committee meeting adjourned at 6:14 p.m.**

CITY OF NORTH ROYALTON
Sunday, December 31, 2017

CASH ON DEPOSIT

Institution	Account Description	Reconciled Balance
Fifth Third Bank	Operating	\$5,769,748.66
Fifth Third Bank	Payroll	\$ -
Cash on Hand	Petty Cash	\$ 5,050.00
Total Operating Cash		\$ 5,774,798.66
Fifth Third Bank	Investment account	\$ 5,250,000.00
Star Ohio	Investment account	\$ 1,780,854.90
Total Investments		\$ 7,030,854.90
Total Cash and Investements		\$ 12,805,653.56



City of North Royalton
City Income Tax Collections
1/16/2018

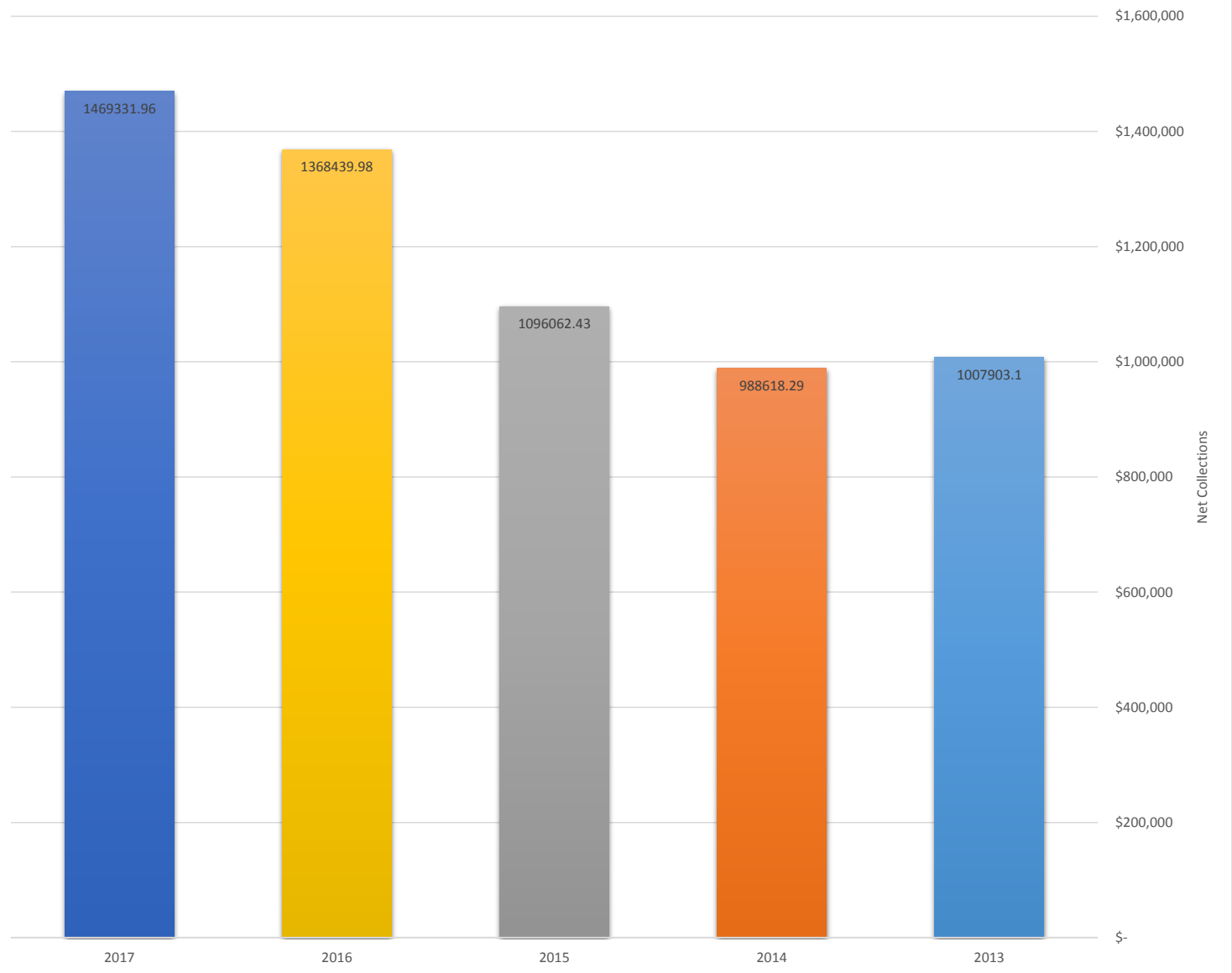
CURRENT MONTHLY RECEIPTS	Net Receipts
received in collections for the month of December-2017 / January-2018	\$ 1,469,332.00

YEAR TO DATE RECEIPTS	Net Receipts
Fiscal Year 2018	\$ 1,469,332.00
Fiscal Year 2017	\$ 1,368,440.00
Increase (Decrease)	\$ 100,892.00

COLLECTION DETAIL

	This Year	Prior Year		
	January-2018	January-2017	Difference	%
WITHHOLDING	\$ 548,557.00	\$ 511,667.52	\$ 36,889	7.21%
INDIVIDUAL TAXES	\$ 825,863.09	\$ 805,763.27	\$ 20,100	2%
NET PROFIT TAXES	\$ 145,663.89	\$ 96,414.97	\$ 49,249	51%
TOTAL GROSS RECEIPTS	\$ 1,520,083.98	\$ 1,413,845.76	\$ 106,238	8%
3% withholding for collection fees	(45,602.52)	\$ (42,415)	\$ (3,187)	8%
legal fees/court costs	(5,149.79)	\$ (2,990)	\$ (2,159)	72%
TOTAL LEGAL FEES AND COLLECTION COSTS	(50,752.31)	\$ (45,406)	\$ (5,347)	12%
TOTAL NET RECEIPTS	1,469,331.67	1,368,439.98	\$ 100,892	7.37%

Year to Date Income Tax



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

2018

Month Received	#101 - General Fund			#207 Police Facility	#211 - SCMR	#219 Office on Aging	#213 - Income Tax	#433 - Storm Water	Refunds	Overhead & Legal Fees	Net Receipts
	Original Tax	Additional Tax	#101 - General								
January	\$ 935,808.54	\$ 198,749.29	\$ 1,134,557.83	\$ 16,666.67	\$ 198,749.29	\$ 14,583.33	\$ 58,347.52	\$ 99,374.65	\$ (2,195.01)	\$ (50,752.32)	\$ 1,469,331.96
February			-		-						-
March			-		-						-
April			-		-						-
May			-		-						-
June			-		-						-
July			-		-						-
August			-		-						-
September			-		-						-
October			-		-						-
November			-		-						-
December			-		-						-
Total	\$ 935,808.54	\$ 198,749.29	\$ 1,134,557.83	\$ 16,666.67	\$ 198,749.29	\$ 14,583.33	\$ 58,347.52	\$ 99,374.65	\$ (2,195.01)	\$ (50,752.32)	\$ 1,469,331.96
Original Fiscal Budget			\$ 12,000,000.00	\$ 200,000.00	\$ 2,100,000.00	\$ 175,000.00	\$ 720,000.00	\$ 650,000.00	\$ (300,000.00)	\$ (475,000.00)	\$ 15,070,000.00
			9%	8%	9%	8%	8%	15%	1%	11%	10%

2017

Month Received	#101 - General Fund			#207 Police Facility	#211 - SCMR	#219 Office on Aging	#213 - Income Tax	#433 - Storm Water	Refunds	Overhead & Legal Fees	Net Receipts
	Original Tax	Additional Tax	#101 - General								
January	\$ 913,255.01	\$ 167,494.28	\$ 1,080,749.29	\$ 16,666.67	\$ 167,494.28	\$ 14,583.33	\$ 56,982.26	\$ 83,747.14	\$ (6,377.22)	\$ (45,405.77)	\$ 1,368,439.98
February	613,248.70	181,032.16	794,280.86	16,666.67	181,032.16	14,583.33	38,497.99	90,516.08	(3,852.86)	(37,510.67)	1,094,213.56
March	494,526.68	120,268.36	614,795.04	16,666.67	120,268.36	14,583.33	31,121.48	60,134.18	(9,242.41)	(28,964.46)	819,362.19
April	816,414.19	178,713.64	995,127.83	16,666.67	178,713.64	14,583.33	47,417.81	89,356.82	(38,348.58)	(66,436.60)	1,237,080.92
May	1,409,089.03	296,186.40	1,705,275.43	16,666.67	236,949.12	14,583.33	83,281.51	59,237.28	(71,766.85)	(63,828.56)	1,980,397.93
June	1,042,026.76	338,696.30	1,380,723.06	16,666.67	225,797.53	14,583.33	63,092.10	-	(32,695.45)	(52,138.48)	1,616,028.76
July	1,010,492.21	288,452.53	1,298,944.74	16,666.67	192,301.68	14,583.33	61,027.96	-	(33,227.01)	(52,410.55)	1,497,886.82
August	700,837.88	249,405.70	950,243.58	16,666.67	166,270.46	14,583.33	42,288.00	-	(30,848.83)	(38,726.97)	1,120,476.24
September	564,137.20	184,420.64	748,557.84	16,666.67	147,536.51	14,583.33	34,676.33	36,884.13	(17,762.07)	(34,362.69)	946,780.05
October	1,023,489.50	178,417.53	1,201,907.03	16,666.67	285,143.56	14,583.33	63,785.47	51,506.79	(2,766.66)	(52,667.20)	1,578,158.99
November	647,849.60	207,827.70	855,677.30	16,666.67	150,000.00	14,583.33	40,379.69	100,000.00	(8,688.85)	(37,795.57)	1,130,822.57
December	477,224.16	162,416.70	639,640.86	16,666.63	110,000.00	14,583.37	30,224.69	80,000.00	(5,396.84)	(29,557.20)	856,161.51
Total	\$ 9,712,590.92	\$ 2,553,331.94	\$ 12,265,922.86	\$ 200,000.00	\$ 2,161,507.30	\$ 175,000.00	\$ 592,775.29	\$ 651,382.42	\$ (260,973.63)	\$ (539,804.72)	\$ 15,245,809.52
Original Fiscal Budget			\$ 11,900,000.00	\$ 200,000.00	\$ 2,150,000.00	\$ 175,000.00	\$ 720,000.00	\$ 650,000.00	\$ (300,000.00)	\$ (450,000.00)	\$ 15,045,000.00
			103%	100%	101%	100%	82%	100%	87%	120%	101%

NOTES: Shaded columns reflect the additional tax.

CITY OF NORTH ROYALTON
Summary of Overtime Budgets
2017 Fiscal Year

12/31/2017

Fund	Department	2017 Budget	2017 Actual
General Fund	Police Department	\$ 200,000	\$ 198,544
General Fund	Animal Control	2,000	1,535
General Fund	Fire Department	5,000	3,070
General Fund	Dispatch	6,500	5,110
General Fund	Parks & Recreation	15,500	15,455
General Fund	Building Department	1,000	-
General Fund	Mayor's Office	2,000	1,493
General Fund	Finance Department	2,000	1,300
General Fund	Engineering	100	-
General Fund	Legislative Activity	1,000	1,088
General Fund	Mayor's Court	5,000	2,961
General Fund	City Hall Building and Grounds	1,000	977
Police Facility Operating	Jail	33,000	37,352
EMS Fund	Fire Department	400,000	406,361
SCMR	Storms Sewer and Drainage	10,000	5,670
SCMR	Streets	20,000	16,621
SCMR	Snow removal	35,000	8,019
Office on Aging	Senior Assistance	10,000	4,710
Community Diversion	Police Department	5,000	594
Waste Water	Treatment	85,000	65,167
Waste Water	Maintenance	37,500	38,437
		\$ 876,600	\$ 814,464

93%

Current Date Represents This Percentage of the Year

100%