

# **Finance Department Annual Report**

**2014**

*Pride, Progress, Possibilities*



April 30, 2015

Dear City Manager, Mayor, City Council and Citizens of the City of Riverside:

The Finance Department oversees all financial activities of the City. The Finance Director and Assistant monitor city revenues and expenditures to insure that spending stays within the City Council approved budget. The Department maintains records of all physical assets of the City such as buildings, vehicles, and equipment; and processes payroll and pays bills for city operations. The Finance Director manages city debt and makes sure all loan payments are made in a timely manner. The Finance Director also serves as the Income Tax Administrator. In this role, he upholds the tax ordinances passed by City Council, and provides administrative support to the City Board of Tax Appeals. The Tax Administrator also assists residents with tax issues and coordinates with the Regional Income Tax Agency, which processes tax returns for the City.

At year-end 2014, the total balance of all city funds was \$10,806,600. Total revenue in 2014 was nearly \$19,000,000. Expenditures were just over \$18,000,000. This year income tax revenue increased \$937,000 over 2013. Income tax is the largest source of funds for the City and is more than twice as large as real estate property taxes. This year, real estate tax revenue increased only slightly to \$2,511,965. In addition, the Montgomery County Auditor completed its revaluation of property values throughout the County. On average, Riverside residential properties decreased 10% in assessed value. The reduced property values will reduce real estate tax revenue next year. The Police Department alone anticipates \$125,000 less revenue from its operating levy.

During 2014, several renovation and improvement projects occurred. We completed renovations of the Eintracht Club recreation site on the Great Miami River. A Clean Ohio grant of \$223,168 made this project possible along with several local organizations contributing \$38,769 and the City's contribution of \$58,787. The Greater Dayton Regional Transit Authority (RTA) also provided grant funding to improve bus shelters throughout the City. Also in 2014, the Harshman Road reconstruction project near Stebbins High School was finished. The Ohio Public Works Commission provided grant funding of \$780,000 and also loaned the City \$200,000 for the project. Burkhardt Road resurfacing was also an OPWC project. OPWC provided grant funding of \$490,000 and loaned the City an additional \$490,000 for the project. This project should be complete in the spring of this year.

The City contracted Honeywell Building Solutions to perform HVAC, building envelope, and lighting upgrades to City facilities for long term energy savings. This project was funded with an \$830,000 20 year loan. The City anticipates receiving \$25,500 in Dayton Power & Light rebates because of the energy upgrades.

The Ohio legislature passed House Bill 5 in December 2014 and it has been signed into law. House Bill 5 becomes effective in January 2016 and will make changes to local income tax. This bill and some of the new provisions could reduce income tax revenues to the City by about \$100,000 annually. Despite these income tax changes and reduced real estate tax values, the City anticipates no changes in the services provided to our residents in the near future.

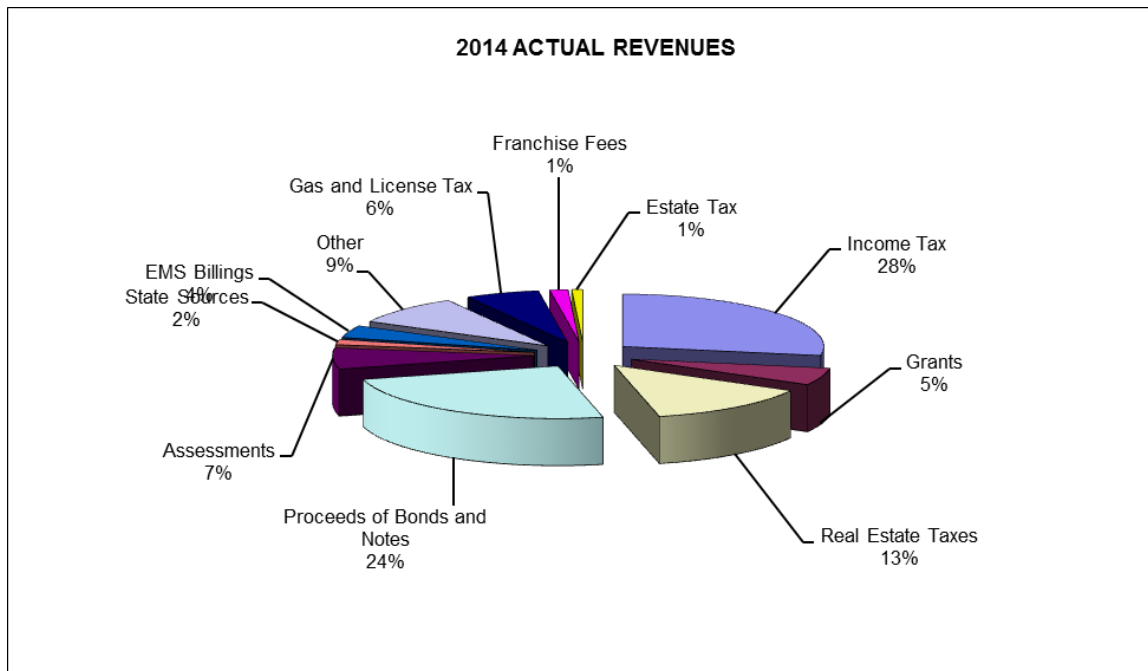
The pages that follow detail some of the key financial information about City operations. If you have further questions or concerns, please do not hesitate to call or contact me.

Thomas Garrett,  
Finance Director

# Revenues and Expenditures

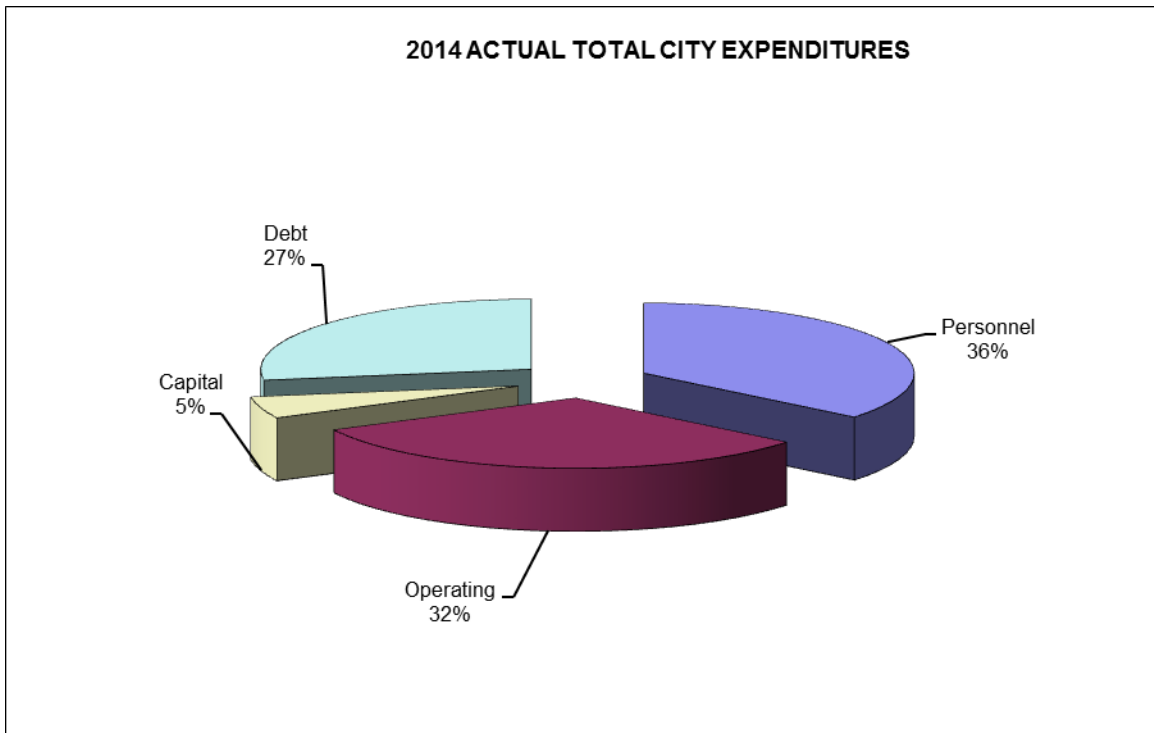
## 2014 ACTUAL REVENUE

Income Tax	\$5,228,289
Grants	\$999,028
Real Estate Taxes	\$2,511,965
Proceeds of Bonds and Notes	\$4,603,798
Assessments	\$1,223,107
State Sources	\$293,184
EMS Billings	\$709,565
Other	\$1,705,168
Gas and License Tax	\$1,116,203
Franchise Fees	\$274,782
Estate Tax	\$164,041
	\$18,829,130



### 2014 Actual Expenditures

Personnel	\$6,512,052
Operating	\$5,764,691
Capital	\$907,962
Debt	\$5,000,527
total	\$ 18,185,232



# Expenditures by Department

2013

	Total	Major Departments			
	Expenditures	Fire	Service	Police	Admin
Personnel	\$6,510,303	\$2,036,383	\$945,569	\$2,845,721	650,146
Operating	\$3,859,121	\$319,304	\$456,976	\$594,112	651,759
Capital	\$5,933,734	\$89,689	\$28,048	\$97,181	2,483,397
Debt	\$347,730	\$134,759	\$8,935	\$0	0

2014

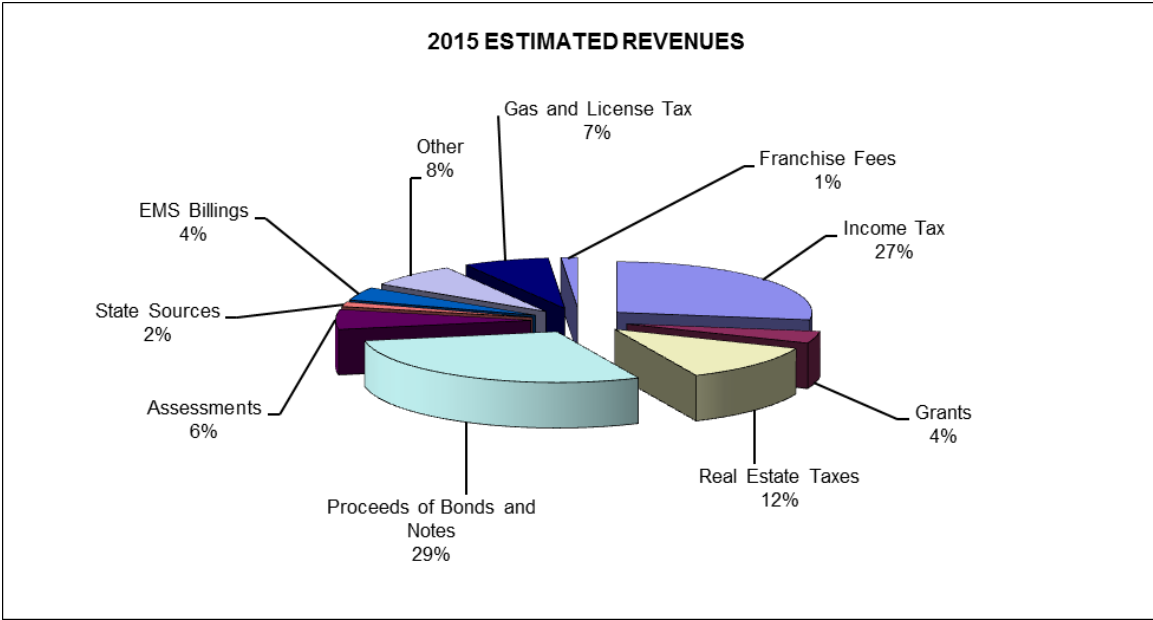
	Total	Major Departments			
	Expenditures	Fire	Service	Police	Admin
Personnel	\$6,512,052	\$2,039,878	\$960,980	\$2,832,709	644,510
Operating	\$5,764,691	\$335,824	\$882,039	\$586,663	1,493,975
Capital	\$907,962	\$99,052	\$110,899	\$220,499	86,527
Debt	\$5,000,527	\$130,001	\$8,760	\$0	0

2015

	Total	Major Departments			
	Expenditures	Fire	Service	Police	Admin
Personnel	\$7,112,660	\$2,142,370	\$1,011,800	\$3,199,450	718,010
Operating	\$6,524,425	\$394,350	\$1,094,700	\$694,100	1,207,850
Capital	\$1,951,605	\$150,000	\$523,655	\$120,000	55,000
Debt	\$5,376,200	\$262,000	\$79,900	\$0	0

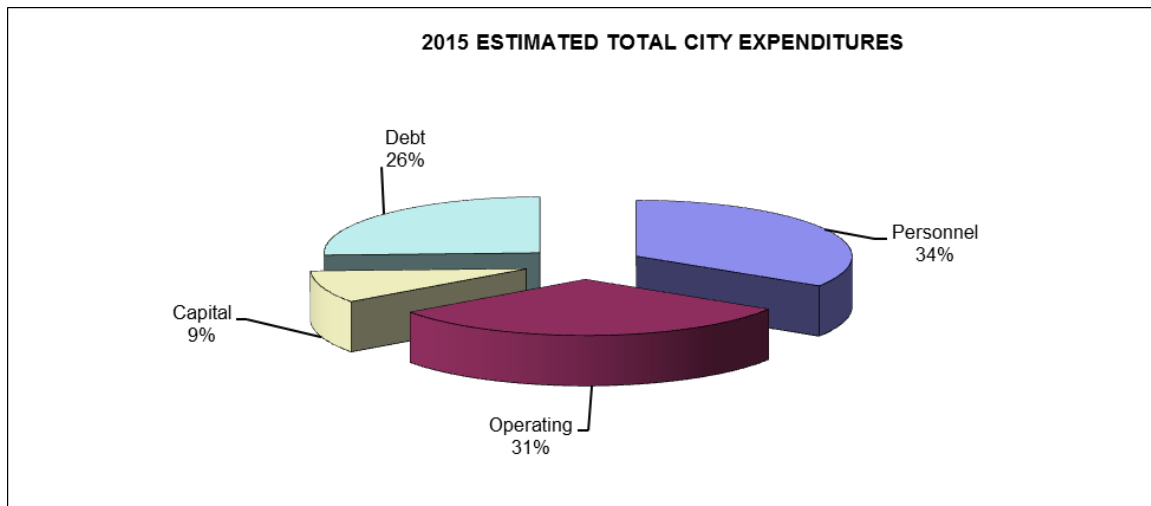
# 2015 Estimated Revenues

Income Tax	\$5,243,000
Grants	\$728,138
Real Estate Taxes	\$2,297,564
Proceeds of Bonds and Notes	\$5,541,000
Assessments	\$1,207,300
State Sources	\$280,600
EMS Billings	\$800,000
Other	\$1,432,100
Gas and License Tax	\$1,358,200
Franchise Fees	\$260,000
	<b>\$19,147,902</b>



# 2015 Estimated Expenses

Personnel	\$7,112,660
Operating	\$6,524,425
Capital	\$1,951,605
Debt	\$5,376,200
Total	\$20,964,890





# Tax Rates by City

## Regional Municipal Property Tax Rates

Trotwood	23.80
Beavercreek	14.10
Clayton	13.78
<b>Riverside</b>	<b>11.34</b>
Fairborn	11.30
Huber Heights	11.29
Englewood	10.59
Oakwood	10.05
Dayton	10.00
Miamisburg	7.03
Kettering	6.79
Xenia	6.70
West Carrollton	6.25
Vandalia	4.14
Springfield	4.12
Moraine	2.50
Centerville	2.35
Springboro	1.11

## Regional Municipal Income Tax Rates

<u>Municipality</u>	<u>Rate</u>	<u>Credit</u>
Oakwood	2.50%	2.50%
Dayton	2.25%	2.25%
Kettering	2.25%	2.25%
Miamisburg	2.25%	2.25%
Trotwood	2.25%	2.25%
West Carrollton	2.25%	2.25%
Huber Heights	2.25%	2.25%
Xenia	2.25%	1.50%
Moraine	2.00%	2.00%
Vandalia	2.00%	2.00%
Springfield	2.00%	1.00%
Brookville	1.75%	1.75%
Centerville	1.75%	1.75%
Englewood	1.75%	1.75%
Clayton	1.50%	1.50%
Fairborn	1.50%	1.50%
<b>Riverside</b>	<b>1.50%</b>	<b>0.75%</b>
Springboro	1.50%	1.00%