

Street Openings

The year to date amount for received for street openings is \$144,103 which is \$134,103 over initial projections. This amount has been applied to the street fund and does not directly affect the general fund. The street funds revenue has been insufficient to support its expenses in 2013 and early 2014 which has required transfer of funds from the general fund. The current increase in revenue offers much needed cash infusion in the street fund. In August there was an increase of \$50,000 in contractual appropriations in the street fund. Further increases based upon increased revenue may be considered at the next finance meeting.

Cash Flow

The current cash flow projections for the general fund have a year end projected balance of (\$470,910) with additional projected encumbrances of \$250,000 leaves a total year end projected balance of (\$720,910). If the City's current increased monthly revenue trend holds until year end the projected general fund cash balance will be \$69,302 with projected encumbrances of \$250,000 leaving a total year end projection of (\$180,698).

While you did not request spreadsheets I thought it would be helpful to include the City's monthly cash flow spreadsheet which I use to project monthly expenses. This single page gives an overview of the City's actual and projected 2014 cash position. The projected cash balance mentioned above is indicated on this overview. I have also included the year to date revenue and revenue versus projected revenue charts with which you are familiar.

I hope you find this information helpful. If you have any questions, please do not hesitate to contact my office.

Sincerely,

Jim Stith, Auditor
City of Norwood, Ohio



James P. Stith II

City Auditor

Marcus Patterson, MBA
Deputy Auditor

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Thomas F. Williams, Mayor
City of Norwood

28 August, 2014

Dear Tom,

As requested I have prepared a summary of the City's current financial position. The following figures represent the revenue and cash position as of the close out of July 2014. These are presented in unaudited form.

Revenue

As of July 31, the actual general fund revenue exceeds the projected revenue by \$683,813. This increase is comprised of earnings tax, \$531,780, intergovernmental \$113,234, license and permits \$116,911, SAFER grant, and other sources. Several areas of revenue are under projections but are not as great as the areas of increase.

Certificate of Estimated Resources

Our certificate of estimated resources available for appropriations, initially \$17,433,677, has been increased four times this year to its current \$18,646,981. This increase is due to increased projected revenue and decreased 2013 encumbrances through the closing out of purchase orders. This increase has been used to cover budgetary payroll gaps in the 2014 appropriations.

Outstanding Payments

In the first half of 2014 the City has made great strides in catching up on outstanding payments owed from 2013. Retiree's health care is now current. The City's Police and Fire Pension Fund payments are within 60 days. General Fund vendor payments are up to date. Bond payments remain current.

In June 2014 the City began making monthly payments to the C-9 trust. It will take many months to catch up these payments. The current amount owed the C-9 trust \$293,519. The 2014 appropriations for the retiree's health care and C-9 trust will have to be increased to cover ongoing expenses. Any further increase in the certificate of estimated resources should be applied to these inadequate appropriations.

"Gem of The Highlands"