



**CITY OF MONTGOMERY**  
10101 Montgomery Road • Montgomery, Ohio 45242  
• (513) 891-2424 • Fax (513) 891-2498

## Public Hearing Agenda

June 23, 2021  
Montgomery City Hall  
10101 Montgomery Road

6:45 P.M.

City Council Work Session will commence in City Hall observing social distancing guidelines and also by teleconference immediately following the conclusion of the Updates. To phone in please use the following phone number: 1-866-228-9900 with access code 204938.

1. Call to Order
2. Roll Call
3. Guests and Residents
4. Old Business
5. New Business
  - a. 2022 Tax Budget
6. Other Business
7. Approval of Minutes
6. Adjournment

April 30, 2021

TO: Brian Riblet, City Manager  
FROM: Katie M. Smiddy, Finance Director *KMS*  
SUBJECT: 2022 Tax Budget

**REQUEST**

In accordance with ORC Section 5705.28, each taxing authority must pass a resolution adopting a tax budget prior to July 15<sup>th</sup> and submit such tax budget to the County Auditor. It is necessary for City Council to consider a Resolution approving the Tax Budget for the fiscal year beginning January 1, 2022 and submit the said tax budget to the Hamilton County Auditor.

**FINANCIAL IMPACT**

Failure to pass a Tax Budget before July 15 and submit a Tax Budget to the County Auditor before July 20 of each year may jeopardize the City's share of the Local Government Fund.

**BACKGROUND**

The Tax Budget requires the City to estimate revenues and expenditures for funds which derive revenues from real and personal property taxes.

The City of Montgomery has two (2) funds which derive money from property taxes: the General Fund and Fire Levy Fund. Detailed schedules for these funds have been included in the 2021 tax budget.

**Assessed Valuation:**

It is estimated that the total assessed valuation for the year 2022, collected in 2021, for the City of Montgomery is estimated to be \$668 million. This is an estimated .15% increase property values from the assessed valuation for tax year 2020 of \$667 million.

**General Fund:**

The General Fund collects 4.5 mills (3 mills inside, 1.5 mills outside) on real property. It is estimated that \$2,635,100 will be collected in property taxes in 2022 for the General Fund; this is an increase of 1% over the 2021 anticipated collections.

Income tax collections in the General Fund are estimated to be \$7,275,000 of the total income tax collection of \$9.1 million estimated for 2022; the assumption is that total income tax revenues are conservatively estimated to remain at

2020 levels. The amount of income tax revenues allocated to the General Fund is 80% in 2021. It is estimated that the General Fund will have a cash balance of approximately \$13.1 million at the end of fiscal year 2022.

Other General Fund revenues are estimated to remain relatively flat due to the economy. Total revenues of the General Fund for 2022 are estimated at \$10,735,000 as compared to \$11,000,000 estimated for 2021. This is a decrease of \$265,000 or approximately 2.4% which is attributed to the conservative estimates in income and property tax revenues.

Expenditures of the General Fund are estimated to be \$12,600,000 in 2022, as compared to \$12,400,000 in 2021. This is an increase of \$200,000 which can be attributed to increased allocations to capital outlay.

Transfers from the General Fund programmed for 2021 and estimated for 2022 are as follows:

Line Item	2021	2022
School Resource Officer	\$64,400	\$66,550
Environmental Impact Tax	\$22,500	\$21,000
Street Maintenance & Repair	\$900,000	\$900,000
Municipal Pool	\$15,000	\$15,000
Total	\$1,001,900	\$1,002,550

Fire Levy Fund:

The Fire Fund consists of two permanent levies with no expiration date. The 5.55 mill levy was passed in 1999 and a 6.0 mill levy was approved by the voters in May of 2018. Total revenues in the Fire Levy Fund are estimated to be \$5,740,000 in 2022 keeping estimated revenues at 2021 levels.

Total expenditures for the 2022 Fire Levy Fund are estimated at \$4,300,000 as compared to \$5,230,000 estimated for 2021. This is a decrease of \$930,000 or approximately 18.0%.

The estimated ending cash balance for the Fire Levy Fund for 2022 is \$11,850,000. This is \$1,450,000 higher than the estimated 2021 ending cash balance. This is an operating reserve of 29 months, which meets the City’s fund balance reserve policy of 6 to 12 months.

Other Operating Funds:

The other operating funds addressed in the 2021 Tax Budget are estimated to be continuations of current budget spending levels with adjustments made for healthcare and personnel costs by labor contracts.

Capital Projects Spending:

Capital spending is projected at \$11,177,086 being spent on permanent improvements. These projects were taken from the 2017-2021 Capital Improvement Program and are projects which were reviewed and approved by Council on an individual basis. The presentation of these projects in this Tax Budget is intended to indicate a level of spending for capital outlay.

Debt Service:

A schedule of Outstanding Debt is presented in the 2022 Tax Budget. It is estimated that the City will have approximately \$65.4 million outstanding in debt as of January 1, 2022 for Special Obligation, Special Assessment and General Obligation debt. Debt service payments for this debt in 2022 will be \$955,000 for principal repayment and \$1,299,560 for interest expense.

**STAFF RECOMMENDATION**

It is recommended that City Council hold a Public Hearing on the Tax Budget on June 23, 2021 to enable staff to report on the 2022 Tax Budget to City Council and members of the public.

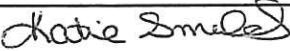
It is recommended that City Council place this Resolution on the July 7, 2021, Business agenda for consideration that evening.

**City of Montgomery, Ohio  
Hamilton County, Ohio  
July 15, 2021**

This Budget must be adopted by the Council of Montgomery Ohio on or before July 15th, and two copie must be submitted to the County Auditor on or before July 20th. FAILURE TO COMPLY WITH SEC. 5705.28 R.C. SHALL RESULT IN LOSS OF LOCAL GOVERNMENT FUND ALLOCATION.

**To the County Auditor of said County:**

The following Budget year beginning January 1, 2022, has been adopted by Council and is herewith submitted for consideration of the County Budget Commission.

Signed	 <b>Katie M. Smiddy, Director of Finance</b>
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**SCHEDULE A**

**SUMMARY OF AMOUNTS REQUIRED FROM GENERAL PROPERTY TAX APPROVED BY BUDGET COMMISSION,  
AND COUNTY AUDITOR'S ESTIMATED RATES**

For Municipal Use	For Budget Commission Use			For County Auditor Use	
FUND	Budget Year Amount Requested of Budget Commission Inside/Outside	Budget Year Amount Approved Budget Commission 10 Mill Limitation	Budget Year Amount Derived From Levies Outside 10 Mill Limitation	County Auditor's Estimate of Tax Rate to be Levied	
				Inside 10 Mill Limit Budget Year	Outside 10 Mill Limit Budget Year
<b>GOVERNMENT FUNDS</b>					
GENERAL FUND	2,289,984				
FIRE LEVY FUND	5,264,388				
<b>PROPRIETARY FUNDS</b>					
<b>FIDUCIARY FUNDS</b>					
<b>TOTAL ALL FUNDS</b>	<b>7,554,372</b>				



FUND NAME: GENERAL FUND  
 FUND TYPE/CLASSIFICATION: GOVERNMENTAL-GENERAL

DESCRIPTION	2019 Actual	2020 Actual	Current Year Estimated for 2021	Budget Year Estimated for 2022
<b>REVENUES</b>				
Local Taxes				
General Property Taxes-Real Estate	2,323,421	2,371,584	2,336,984	2,289,984
Tangible Personal Property Taxes	-	-	-	-
Municipal Income Taxes	7,931,123	8,116,708	7,350,000	7,275,000
Other Local Taxes	-	-	-	-
Total Local Taxes	10,254,545	10,488,292	9,686,984	9,564,984
Intergovernmental Revenues				
Local Government- State	19,397	39,579	16,200	16,200
Local Government- County	130,963	129,491	105,000	105,000
Estate Tax	-	-	-	-
Cigarette Tax	213	150	100	100
Liquor Tax	21,009	3,814	11,250	21,000
Property Tax Allocation (homestead rollback)	287,168	289,029	271,735	266,355
Other State Shared Taxes and Permits	-	-	-	-
Total State Shared Taxes and Permits	458,750	462,063	404,285	408,655
Federal Grants or Aid				
State Grants or Aid			-	-
Other Grants or Aid	6,651	5,827	2,000	2,000
Total Intergovernmental Revenues	465,401	467,890	406,285	410,655
Interest Income	210,398	114,821	210,000	210,000
Special Assessments	-	-	-	-
Building and Construction Permits	283,610	298,236	200,000	100,000
Charges for Services	383,067	286,089	329,200	324,770
Fines, Licenses and Permits	103,568	81,766	79,725	59,175
Miscellaneous Revenues	261,958	586,151	50,840	64,892
Other Financing Sources:				
Lease Payments			-	-
Transfers	3,712	930	35,113	500
Reimbursements			-	-
Other Sources			-	-
<b>TOTAL REVENUES</b>	<b>11,966,259</b>	<b>12,324,175</b>	<b>10,998,147</b>	<b>10,734,976</b>

FUND NAME: GENERAL FUND  
 FUND TYPE/CLASSIFICATION: GOVERNMENTAL-GENERAL

DESCRIPTION	2019 Actual	2020 Actual	Current Year Estimated for 2021	Budget Year Estimated for 2022
<b>EXPENDITURES</b>				
Security of Persons and Property				
Personal Services and Benefits	3,283,230	3,150,179	3,542,646	3,735,755
Travel Transportation	32,461	19,019	29,805	30,500
Contractual Services	294,091	272,270	291,300	286,009
Supplies and Materials	82,366	76,193	109,208	109,241
Capital Outlay	131,813	31,425	136,317	82,572
Total Security of Persons and Property	3,823,961	3,549,085	4,109,276	4,244,077
Public Health Services				
Personal Services and Benefits	-	-	-	-
Travel Transportation	-	-	-	-
Contractual Services	-	-	-	-
Supplies and Materials	54,593	58,050	58,250	58,250
Capital Outlay	-	-	-	-
Total Public Health Services	54,593	58,050	58,250	58,250
Leisure Time Activities				
Personal Services and Benefits	572,933	543,907	616,447	644,340
Travel Transportation	7,653	1,705	11,000	11,000
Contractual Services	387,412	303,591	415,991	410,957
Supplies and Materials	154,092	146,855	153,590	166,059
Capital Outlay	32,190	64,281	59,500	69,000
Total Leisure Time Activities	1,154,280	1,060,339	1,256,528	1,301,356
Community Environment				
Personal Services and Benefits	338,287	222,647	407,513	426,191
Travel Transportation	6,549	2,668	9,700	9,700
Contractual Services	415,024	376,741	521,013	435,900
Supplies and Materials	13,538	13,755	11,500	11,550
Capital Outlay	1,107	4,179	1,600	-
Total Community Environment	774,505	619,991	951,326	883,341
Basic Utility Services				
Personal Services and Benefits	-	-	-	-
Travel Transportation	-	-	-	-
Contractual Services	681,736	682,106	685,000	685,000
Supplies and Materials	-	-	-	-
Capital Outlay	-	-	-	-
Total Basis Utility Services	681,736	682,106	685,000	685,000



FUND NAME: GENERAL FUND  
 FUND TYPE/CLASSIFICATION: GOVERNMENTAL-GENERAL

DESCRIPTION	2019 Actual	2020 Actual	Current Year Estimated for 2021	Budget Year Estimated for 2022
Public Works				
Personal Services and Benefits	495,986	596,943	578,089	607,236
Travel Transportation	5,741	410	8,000	8,500
Contractual Services	116,210	101,579	133,300	137,400
Supplies and Materials	8,886	13,700	14,000	13,700
Capital Outlay	3,400	7,705	23,400	2,500
Total Public Works	630,223	720,337	756,789	769,336
General Government				
Personal Services and Benefits	1,366,699	1,693,257	1,792,885	1,907,066
Travel Transportation	104,472	53,200	102,900	107,300
Contractual Services	1,358,686	1,234,856	1,596,755	1,548,866
Supplies and Materials	94,786	86,768	61,650	61,450
Capital Outlay	9,237	17,998	10,400	10,800
Total General Government	2,933,880	3,086,080	3,564,590	3,635,482
<b>Total General Fd Before Other Uses</b>	<b>10,053,178</b>	<b>9,775,988</b>	<b>11,381,760</b>	<b>11,576,842</b>
Debt Service				
Redemption of Principal				
Interest				
Total Debt Service				
Other Uses of Funds				
Transfers				
to Street Maintenance Fund	683,000	900,000	900,000	900,000
to Municipal Pool	-	15,000	15,000	15,000
to Downtown Improvement Fund	-	-	-	-
to General Bond Retirement	-	-	-	-
to School Resource Officer Fund	-	120,000	64,400	66,550
to Environmental Impact	-	24,000	22,500	21,000
Total Other Uses of Funds	683,000	1,059,000	1,001,900	1,002,550
Advances Out				
<b>TOTAL EXPENDITURES</b>	<b>10,736,178</b>	<b>10,834,988</b>	<b>12,383,660</b>	<b>12,579,392</b>
Revenues over/(under) Expenditures	1,230,082	1,489,187	(1,385,513)	(1,844,416)
Beginning Unencumbered Balance	13,585,116	14,815,198	16,304,385	14,918,872
Ending Cash Balance	14,815,198	16,304,385	14,918,872	13,074,456
Estimated Encumbrances (outstanding at year end)	181,594	181,594	300,000	300,000
Estimated Ending Unencumbered Fund Balance	14,633,604	16,122,791	14,618,872	12,774,456

FUND NAME: FIRE LEVY FUND

FUND TYPE/CLASSIFICATION: GOVERNMENTAL-SPECIAL REVENUE FUND

DESCRIPTION	2019 Actual	2020 Actual	Current Year Estimated for 2021	Budget Year Estimated for 2022
<b>REVENUES</b>				
Real Estate				
Real Estate Property Tax	5,388,333	5,444,002	5,264,388	5,264,388
Personal Property Tax	-	-	-	-
Property Tax Allocation	242,572	242,044	230,000	230,000
Other	70,776	229,392	25,197	45,604
Interest	68,705	51,406	24,500	24,500
EMS Fees	223,491	190,813	175,000	175,000
Total Real Estate Taxes	5,993,877	6,157,656	5,719,085	5,739,492
			-	
Transfer from General Fund				
Miami Conservancy	-			-
Charter Fire Force				
Proceeds From Debt				
Charter Fire Force				
<b>TOTAL REVENUES</b>	<b>5,993,877</b>	<b>6,157,656</b>	<b>5,719,085</b>	<b>5,739,492</b>
<b>EXPENDITURES</b>				
Personal Services and Benefits	2,390,855	2,289,414	3,765,089	3,919,731
Travel Transportation	34,520	14,350	41,200	41,200
Contractual Services	264,146	269,825	345,434	241,354
Supplies and Materials	45,051	38,913	64,050	67,149
Capital Outlay	295,886	170,808	1,013,539	67,056
			-	-
<b>TOTAL EXPENDITURES</b>	<b>3,030,458</b>	<b>2,783,309</b>	<b>5,229,312</b>	<b>4,336,490</b>
Revenues over/(under) Expenditures	2,963,419	3,374,346	489,773	1,403,002
Beginning Unencumbered Balance	3,666,834	6,580,253	9,954,599	10,444,372
Ending Cash Balance	6,580,253	9,954,599	10,444,372	11,847,374
Estimated Encumbrances (outstanding at year end)	2,364,420	2,364,420	500,000	65,000
Estimated Ending Unencumbered Fund Balance	4,215,833	7,590,179	9,944,372	11,782,374

FUND NAME:  
 FUND TYPE/CLASSIFICATION: GOVERNMENTAL-SPECIAL REVENUE FUND

DESCRIPTION	2019 Actual	2020 Actual	Current Year Estimated for 2021	Budget Year Estimated for 2022
<b>REVENUES</b>				
Local Taxes				
General Property Taxes-Real Estate				
Tangible Personal Property Taxes				
Total Local Taxes			-	-
Charges for Services				
Interest Income				
Transfers from				
<b>TOTAL REVENUES</b>	-	-	-	-
<b>EXPENDITURES</b>				
Personal Services and Benefits				
Travel Transportation			-	-
Contractual Services			-	-
Supplies and Materials			-	-
Capital Outlay			-	-
			-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
Revenues over/(under) Expenditures	-	-	-	-
Beginning Unencumbered Balance	-	-	-	-
Ending Cash Balance	-	-	-	-
Estimated Encumbrances (outstanding at year end)	-	-	-	-
Estimated Ending Unencumbered Fund Balance	-	-	-	-

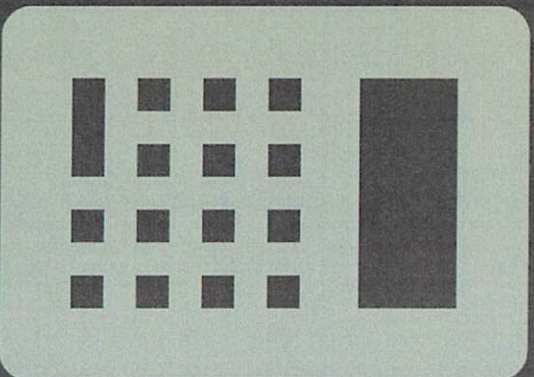
## STATEMENT OF PERMANENT IMPROVEMENTS

DESCRIPTION	Estimated Cost of Permanent Improvements	Amount to be Budgeted During Current Year	Name of Paying Fund
<b>City Parks</b>			
Parking Lot Repairs/Striping	\$22,000	\$22,000	Capital Improvement Fund
Asphalt Path Repairs	\$16,000	\$16,000	Capital Improvement Fund
Replacement of Playground equipment	\$125,000	\$125,000	Capital Improvement Fund
Weller Park Storm Drainage	\$13,200	\$13,200	Capital Improvement Fund
Swaim Park Roof	\$22,000	\$22,000	Capital Improvement Fund
<b>Swaim and Terwilliger Lodges</b>			
Building Repair and Maintenance &HVAC	\$13,000	\$13,000	Capital Improvement Fund
Replacement of Existing Swaim Lodge Facility	\$450,000	\$450,000	Capital Improvement Fund
Lodge roof replacements	\$32,600	\$32,600	Capital Improvement Fund
<b>Historical Building Operations</b>			
Yost Tavern Roof Replacement	\$10,700	\$10,700	Capital Improvement Fund
Yost Tavern Exterior Painting	\$4,800	\$4,800	Capital Improvement Fund
<b>Public Works Administration</b>			
Fountain repair/refurbishing	\$5,000	\$5,000	Capital Improvement Fund
City Hall HVAC replacement	\$6,600		
<b>Street Maintenance and Repair</b>			
Annual Resurfacing	\$1,050,000	\$1,050,000	Capital Improvement Fund
Asphalt Surface Treatments	\$125,000	\$125,000	Capital Improvement Fund
Crack Sealing Program	\$75,000	\$75,000	Capital Improvement Fund
Curb Repairs	\$55,000	\$55,000	Capital Improvement Fund
Contingencies	\$35,000	\$35,000	Capital Improvement Fund
Sidewalk Repairs	\$48,000	\$48,000	Capital Improvement Fund
Small Drainage Projects	\$95,000	\$95,000	Capital Improvement Fund
Repair/Replace Corrugated Metal Pipe Infrastructure	\$30,000	\$30,000	Capital Improvement Fund
Pfeiffer Rd/Deerfield Roundabout	\$1,274,936	\$1,274,936	Capital Improvement Fund
Traffic Signal Improvements	\$33,000	\$33,000	Capital Improvement Fund
<b>Municipal Pool</b>			
Bathhouse Repairs	\$3,000	\$3,000	Capital Improvement Fund
Concession Area Updates	\$1,000	\$1,000	Capital Improvement Fund
Paint, Repair Pool Facility	\$4,000	\$4,000	Capital Improvement Fund
Paint, Repair Pool Structure	\$2,000	\$2,000	Capital Improvement Fund
Pool Deck	\$1,000	\$1,000	Capital Improvement Fund
Site Parking and Paving	\$9,100	\$9,100	Capital Improvement Fund
<b>Montgomery Quarter</b>	\$7,000,000	\$7,000,000	Tax Increment Financing
<b>Urban Redevelopment Fund</b>			
Sidewalk-Remington and Main	\$107,150	\$107,150	Urban Redevelopment Fund
<b>Cemetery Expendable Trust</b>			
Asphalt Road and Curb Repairs	\$4,000	\$4,000	Capital Improvement Fund
Sealing of Asphalt Walking Paths	\$4,000	\$4,000	Capital Improvement Fund
Cemetery Columbarium Expansion Project	\$500,000	\$500,000	Capital Improvement Fund
<b>TOTAL PERMANENT IMPROVEMENTS</b>	<b>\$11,177,086</b>	<b>\$11,177,086</b>	
<b>Break Down by Name of Paying Fund</b>			
Capital Improvement Fund	\$4,069,936	\$4,069,936	
Tax Increment Financing	\$7,000,000	\$7,000,000	
Urban Redevelopment Fund	\$107,150	\$107,150	
<b>Total of all Funds</b>	<b>\$11,177,086</b>	<b>\$11,177,086</b>	



**COUNTY AUDITOR'S ESTIMATE**  
 Tax Levies and Rates for  
 Assessed Valuation \$ \_\_\_\_\_

	Amount Approved By Budget Commission	County Auditor's Estimate of Rate in Mills
<b>LEVIES WITH IN 10 MILL LIMITATION</b>		
COUNTY		
TOWNSHIP		
SCHOOL		
VILLAGE		
CITY		
<b>TOTAL</b>		
<b>LEVIES OUTSIDE 10 MILL LIMITATION</b>		
COUNTY		
TOWNSHIP		
SCHOOL		
VILLAGE		
CITY		
STATE		
<b>TOTAL</b>		
<b>TOTAL LEVY FOR ALL PURPOSES</b>		



# 2022 Tax Budget

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PRESENTED BY:  
KATIE SMIDDY

# ORC Section 5705.28

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- Each taxing authority must pass a resolution adopting the tax budget prior to July 15<sup>th</sup> and submit such tax budget to County Auditor
- Failure to pass the tax budget before July 15<sup>th</sup> and submit a tax budget to the County Auditor before July 20<sup>th</sup> of each year may jeopardize the City's share of the Local Government Fund.



# State and County Revenue Reductions

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- The state continues to reduce the Local Government Fund. It is estimated the City will collect approximately \$121,200 in 2022.
- It is estimated that the total assessed valuation for the year 2022, collected in 2021, for the City of Montgomery is estimated to be \$668M. The assessed valuation for tax year 2021 was \$567M. This is a .15% increase in property value from tax year 2020.

# Allocation of Income Tax Revenues

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Tax revenues allocated to the General Fund, and Capital Improvement Fund are apportioned as follows for the 2021 Tax

Budget:

- General Fund receives 80%
- Capital Improvement Fund receives 20%

# Background

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The City has 2 funds that derive money from property taxes:

- General Fund
- Fire Levy Fund

# General Fund

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Description	2019 Actual	2020 Actual	2021 Estimate	2022 Estimate
Revenues	\$ 11,966,259	\$ 12,324,175	\$ 10,998,147	\$ 10,734,976
Expenditures	10,736,178	10,834,988	12,385,513	12,579,392
Net Revenue	1,230,082	1,489,187	(1,385,513)	(1,844,416)
Beg Cash Balance	13,585,116	14,815,198	16,304,385	14,918,872
Ending Cash Balance	14,815,198	16,304,385	14,918,872	13,074,456

# Fire Levy Fund

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Description	2019 Actual	2020 Actual	2021 Estimate	2022 Estimate
Revenues	\$ 5,993,877	\$6,157,656	\$ 5,719,085	\$ 5,739,492
Expenditures	3,030,458	2,783,309	5,229,312	4,336,490
Net Revenue	2,963,419	3,374,346	489,773	1,403,002
Beg Cash Balance	3,666,834	6,580,253	9,954,599	10,444,372
Ending Cash Balance	6,580,253	9,954,599	10,444,372	11,847,374

# Capital Improvement Program

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Capital Outlay by Fund	Amount Programmed for 2022
Capital Improvement Fund	\$ 4,069,936
Urban Redevelopment	107,150
Tax Increment Financing Fund	7,000,000
<b>Total</b>	<b>11,177,086</b>

# Debt

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Purpose of Bonds	Bonds outstanding as of 1/1/22
Special Obligation Revenue Bonds	\$ 57,697,548
General Obligation	7,711,875
Special Assessment	0
Total	65,409,423

Questions?

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