



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

## Public Hearing Agenda

June 22, 2022  
Montgomery City Hall  
10101 Montgomery Road

6:45 P.M.

1. Call to Order
2. Roll Call
3. Guests and Residents
4. Old Business
5. New Business
  - a. 2023 Tax Budget
6. Other Business
7. Approval of Minutes
6. Adjournment

April 29, 2022

TO: Brian Riblet, City Manager  
FROM: Katie M. Smiddy, Finance Director  
SUBJECT: 2023 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, 2023, 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 2022 tax budget.

**Assessed Valuation:**

It is estimated that the total assessed valuation for the year 2022 collected in 2023 for the City of Montgomery is estimated to be \$662 million. This is an estimated .15% increase property values from the assessed valuation for tax year 2020 of \$661 million.

**General Fund:**

The General Fund collects 4.5 mills (3 mills inside, 1.5 mills outside) on real property. It is estimated that \$2,335,984 will be collected in property taxes in 2023 for the General Fund; this is an increase of 1% over the 2022 anticipated collections.

Income tax collections in the General Fund are estimated to be \$8,080,000 of the total income tax collection of \$10.6 million estimated for 2023; the assumption is that **total** income tax revenues are estimated to increase 1% over

the amount collected in 2022. The amount of income tax revenues allocated to the General Fund is 75% in 2022. It is estimated that the General Fund will have a cash balance of approximately \$12.1 million at the end of fiscal year 2023.

Other General Fund revenues are estimated to remain relatively flat due to the economy. Total revenues of the General Fund for 2023 are estimated at \$12,161,468 as compared to \$11,583,659 estimated for 2022. This is an increase of \$1,426,492 or approximately 5% which is attributed to the estimated increase in income and property tax revenues.

Expenditures of the General Fund are estimated to be \$12,982,352 in 2023, as compared to \$17,021,739 in 2022. This is a decrease of \$4,039,387 which can be attributed to decreased allocations to capital outlay.

Transfers from the General Fund programmed for 2022 and estimated for 2023 are as follows:

Line Item	2022	2023
School Resource Officer	\$66,500	\$66,550
Environmental Impact Tax	\$21,000	\$21,000
Street Maintenance & Repair	\$900,000	\$900,000
Municipal Pool	\$15,000	\$15,000
480	\$4,000,000	\$0
Total	\$5,002,550	\$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 \$5,730,000 in 2023 keeping estimated revenues at 2022 levels.

Total expenditures for the 2023 Fire Levy Fund are estimated at \$5,709,867 as compared to \$4,223,056 estimated for 2022. This is an increase of \$1,486,811.

The estimated ending cash balance for the Fire Levy Fund for 2023 is \$13,542,485. This is \$20,436 higher than the estimated 2022 ending cash balance. This is an operating reserve of 27 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 2022 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 \$3,205,100 being spent on permanent improvements. These projects were taken from the 2022-2026 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 2023 Tax Budget. It is estimated that the City will have approximately \$63.5 million outstanding in debt as of January 1, 2023, for Special and General Obligation debt. Debt service payments for this debt in 2023 will be \$1,025,000 for principal repayment and \$1,847,801 for interest expense.

**STAFF RECOMMENDATION**

It is recommended that City Council hold a Public Hearing on the Tax Budget on June 22, 2022, to enable staff to report on the 2023 Tax Budget to City Council and members of the public.

It is recommended that City Council place this Resolution on the July 6, 2022, Business agenda for consideration that evening.





<b>FIDUCIARY FUNDS</b>					
<b>TOTAL ALL FUNDS</b>	7,600,372				



Fund, Levy authorized by voters on		
not to exceed      years. Authorized under Sect.                      ,R.C.		
Fund, Levy authorized by voters on		
not to exceed      years. Authorized under Sect.                      ,R.C.		
Fund, Levy authorized by voters on		
not to exceed      years. Authorized under Sect.                      ,R.C.		



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

DESCRIPTION	2020 Actual	2021 Actual	Current Year Estimated for 2022	Budget Year Estimated for 2023
REVENUES				
Local Taxes				
General Property Taxes-Real Estate	2,371,584	2,608,250	2,312,884	2,335,984
Tangible Personal Property Taxes	-	-	-	-
Municipal Income Taxes	8,116,708	8,668,707	8,000,000	8,080,000
Other Local Taxes	-	-	-	-
Total Local Taxes	10,488,292	11,276,957	10,312,884	10,415,984
Intergovernmental Revenues				
Local Government- State	39,579	47,986	40,000	40,000
Local Government- County	129,491	163,286	125,000	125,000
Estate Tax	-	-	-	-
Cigarette Tax	150	188	100	100
Liquor Tax	3,814	21,153	20,000	20,000
Property Tax Allocation (homestead rollback)	289,029	318,898	300,000	300,000
Other State Shared Taxes and Permits	-	-	-	-
Total State Shared Taxes and Permits	462,063	551,511	485,100	485,100
Federal Grants or Aid				
State Grants or Aid			-	-
Other Grants or Aid	5,827	83,300	2,000	2,000
Total Intergovernmental Revenues	467,890	634,811	487,100	487,100
Interest Income	114,821	77,271	60,000	63,000
Special Assessments	-	-	-	-
Building and Construction Permits	298,236	804,244	250,000	250,000
Charges for Services	286,089	353,028	342,050	347,050
Fines, Licenses and Permits	81,766	85,787	81,525	81,525
Miscellaneous Revenues	586,151	125,147	49,600	55,230
Other Financing Sources:				
Lease Payments			-	-
Transfers	930	214,641	500	461,579
Reimbursements			-	-
Other Sources			-	-
TOTAL REVENUES	12,324,175	13,571,886	11,583,659	12,161,468

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

DESCRIPTION	2020 Actual	2021 Actual	Current Year Estimated for 2022	Budget Year Estimated for 2023
<b>EXPENDITURES</b>				
Security of Persons and Property				
Personal Services and Benefits	3,195,184	3,398,295	3,735,755	3,735,571
Travel Transportation	19,019	23,114	30,500	30,500
Contractual Services	272,270	110,415	286,009	313,500
Supplies and Materials	76,193	65,634	109,241	112,308
Capital Outlay	31,425	127,352	102,572	140,350
Total Security of Persons and Property	3,594,090	3,724,810	4,264,077	4,332,229
Public Health Services				
Personal Services and Benefits	-	-	-	-
Travel Transportation	-	-	-	-
Contractual Services	-	-	-	-
Supplies and Materials	58,050	57,152	58,250	59,000
Capital Outlay	-	-	-	-
Total Public Health Services	58,050	57,152	58,250	59,000
Leisure Time Activities				
Personal Services and Benefits	543,907	562,276	644,340	664,830
Travel Transportation	1,705	2,093	11,000	11,000
Contractual Services	303,591	318,704	472,413	434,060
Supplies and Materials	146,855	102,769	266,059	173,261
Capital Outlay	64,281	54,983	69,000	78,000
Total Leisure Time Activities	1,060,339	1,040,825	1,462,812	1,361,151
Community Environment				
Personal Services and Benefits	222,647	242,565	426,191	404,573
Travel Transportation	2,668	2,809	9,700	9,700
Contractual Services	376,741	732,536	535,900	549,502
Supplies and Materials	13,755	15,634	11,550	25,050
Capital Outlay	4,179	85,746	-	12,900
Total Community Environment	619,991	1,079,290	983,341	1,001,725
Basic Utility Services				
Personal Services and Benefits			-	-
Travel Transportation			-	-
Contractual Services (solid waste)	682,106	683,307	700,000	701,325
Supplies and Materials	-	-	-	-
Capital Outlay	-	-	-	-
Total Basis Utility Services	682,106	683,307	700,000	701,325

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

DESCRIPTION	2020 Actual	2021 Actual	Current Year Estimated for 2022	Budget Year Estimated for 2023
Public Works				
Personal Services and Benefits	546,943	585,212	611,527	637,799
Travel Transportation	410	886	8,500	8,500
Contractual Services	101,579	108,718	131,400	134,500
Supplies and Materials	10,305	13,704	14,000	14,200
Capital Outlay	16,095	20,390	49,800	4,100
Total Public Works	675,332	728,910	815,227	799,099
General Government				
Personal Services and Benefits	1,693,257	1,734,000	1,907,066	1,827,273
Travel Transportation	53,200	45,241	107,300	144,300
Contractual Services	1,234,856	1,324,000	1,648,866	1,683,750
Supplies and Materials	86,768	35,900	61,450	62,150
Capital Outlay	17,998	9,541	10,800	7,800
Total General Government	3,086,080	3,148,682	3,735,482	3,725,273
<b>Total General Fd Before Other Uses</b>	<b>9,775,988</b>	<b>10,462,976</b>	<b>12,019,189</b>	<b>11,979,802</b>
Debt Service				
Redemption of Principal				
Interest				
Total Debt Service				
Other Uses of Funds				
Transfers				
to Street Maintenance Fund	900,000	900,000	900,000	900,000
to Municipal Pool	15,000	15,000	15,000	15,000
to Downtown Improvement Fund	-	-	4,000,000	-
to General Bond Retirement	-	-	-	-
to School Resource Officer Fund	120,000	64,400	66,550	66,550
to Environmental Impact	24,000	22,500	21,000	21,000
Total Other Uses of Funds	1,059,000	1,001,900	5,002,550	1,002,550
Advances Out				
<b>TOTAL EXPENDITURES</b>	<b>10,834,988</b>	<b>11,464,876</b>	<b>17,021,739</b>	<b>12,982,352</b>
Revenues over/(under) Expenditures	1,489,187	2,107,009	(5,438,080)	(820,884)
Beginning Unencumbered Balance	14,701,306	16,242,584	18,349,593	12,911,513
Ending Cash Balance	16,242,584	18,349,593	12,911,513	12,090,629
Estimated Encumbrances (outstanding at year end)	61,798	124,432	300,000	300,000
Estimated Ending Unencumbered Fund Balance	16,180,786	18,225,161	12,611,513	11,790,629

## FUND NAME: FIRE LEVY FUND

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

DESCRIPTION	2020 Actual	2021 Actual	Current Year Estimated for 2022	Budget Year Estimated for 2023
<b>REVENUES</b>				
Real Estate				
Real Estate Property Tax	5,444,002	5,428,903	5,264,388	5,264,388
Personal Property Tax	-	-	-	-
Property Tax Allocation	242,044	236,558	230,000	230,000
Other	230,230	58,370	35,600	10,915
Interest	51,406	39,103	50,000	50,000
EMS Fees	190,813	240,582	175,000	175,000
Total Real Estate Taxes	6,158,494	6,003,516	5,754,988	5,730,303
Transfer from General Fund				
Miami Conservancy			-	-
Charter Fire Force				
Proceeds From Debt				
Charter Fire Force				
<b>TOTAL REVENUES</b>	<b>6,158,494</b>	<b>6,003,516</b>	<b>5,754,988</b>	<b>5,730,303</b>
<b>EXPENDITURES</b>				
Personal Services and Benefits	2,289,414	2,879,143	3,738,165	4,015,760
Travel Transportation	14,350	30,021	45,000	43,709
Contractual Services	255,309	235,086	311,872	338,987
Supplies and Materials	38,913	49,148	58,800	60,564
Capital Outlay	177,745	552,291	69,219	1,250,847
<b>TOTAL EXPENDITURES</b>	<b>2,775,730</b>	<b>3,745,689</b>	<b>4,223,056</b>	<b>5,709,867</b>
Revenues over/(under) Expenditures	3,382,764	2,257,827	1,531,932	20,436
Beginning Unencumbered Balance	6,349,526	9,732,290	11,990,117	13,522,049
Ending Cash Balance	9,732,290	11,990,117	13,522,049	13,542,485
Estimated Encumbrances (outstanding at year end)	2,364,420	463,606	400,000	400,000
Estimated Ending Unencumbered Fund Balance	7,367,870	11,526,511	13,122,049	13,142,485



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>			
Montgomery Park Annex Bin Enclosure Modification	\$75,000	\$75,000	Capital Improvement Fund
Asphalt Path Repairs	\$16,000	\$16,000	Capital Improvement Fund
Pioneer Park lighting, landscaping and accessories	\$10,000	\$10,000	Capital Improvement Fund
Pfeiffer Park tennis court resurfacing	\$50,000	\$50,000	Capital Improvement Fund
Johnson Nature Preserve pedestrian bridge replacement	\$30,000	\$30,000	Capital Improvement Fund
Swaim Park walking trail addition	\$70,000	\$70,000	Capital Improvement Fund
<b>Swaim and Terwilliger Lodges</b>			
Building Repair and Maintenance & HVAC	\$22,000	\$22,000	Capital Improvement Fund
Replacement of Existing Swaim Lodge Facility	\$450,000	\$450,000	Capital Improvement Fund
Lodge staining/sealing deck	\$4,500	\$4,500	Capital Improvement Fund
<b>Historical Building Operations</b>			
Wilder Swaim House Exterior Painting	\$13,200	\$13,200	Capital Improvement Fund
<b>Public Works Administration</b>			
	\$0	\$0	Capital Improvement Fund
<b>Street Maintenance and Repair</b>			
Annual Resurfacing	\$1,100,000	\$1,100,000	Capital Improvement Fund
Asphalt Surface Treatments	\$130,000	\$130,000	Capital Improvement Fund
Crack Sealing Program	\$80,000	\$80,000	Capital Improvement Fund
Curb Repairs	\$60,000	\$60,000	Capital Improvement Fund
Contingencies	\$40,000	\$40,000	Capital Improvement Fund
Sidewalk Repairs	\$52,000	\$52,000	Capital Improvement Fund
Small Drainage Projects	\$100,000	\$100,000	Capital Improvement Fund
Repair/Replace Corrugated Metal Pipe Infrastructure	\$40,000	\$40,000	Capital Improvement Fund
Traffic Signal Improvements (North side)	\$203,000	\$203,000	Capital Improvement Fund
Traffic Signal Improvements (South side)	\$10,000	\$10,000	Capital Improvement Fund
Public Works Building Repairs/Replacements	\$16,400	\$16,400	Capital Improvement Fund
New City Logo Implementation	\$45,000	\$45,000	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 and Structure	\$25,000	\$25,000	Capital Improvement Fund
Pool Deck	\$1,000	\$1,000	Capital Improvement Fund
Electrical Upgrade	\$15,000	\$15,000	Capital Improvement Fund
<b>Montgomery Quarter Construction Fund</b>			
	\$0	\$0	Tax Increment Financing
<b>Urban Redevelopment Fund</b>			
	\$0	\$0	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
Cemetery fence replacement	\$35,000	\$35,000	Capital Improvement Fund
<b>TOTAL PERMANENT IMPROVEMENTS</b>	<b>\$3,205,100</b>	<b>\$3,205,100</b>	
<b>Break Down by Name of Paying Fund</b>			
Capital Improvement Fund	\$3,205,100	\$3,205,100	
Tax Increment Financing	\$0	\$0	
Urban Redevelopment Fund	\$0	\$0	

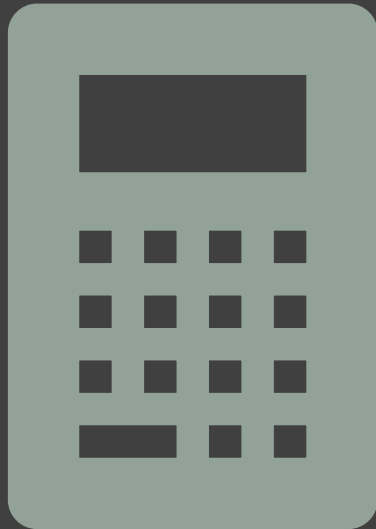
Total of all Funds

\$3,205,100

\$3,205,100

PURPOSE OF BONDS AND NOTES	Authority for Levy Outside 10 Mill Limit	Date of Issue	Due Date	Ordinance or Resolution	Serial or Term	Rate of Interest	Amount of Bonds & Notes Outstanding Beginning of Budget Year 1-1-2023	Amount Required for Interest	Amount Required for Principal
<b>INSIDE THE 10 MILL LIMIT</b>									
<b>Special Assessments</b>									
Montgomery Woods Siderwalk- Special Assessment		09/97	12/17	97-17	S	6.00%	-	-	-
Village Woods 1999		12/04	12/19	99-8	S	6.00%	-	-	-
Various Purpose Refunding 2003		Various	Various	030-3	S	3.80-2.00%	-	-	-
<b>Total</b>							-	-	-
<b>General Obligation Notes</b>									
Series 2022 GO BAN (MO) estimated		6/23/2020	8/6	4-2020	S	1.50%	7,612,188	112,188	375,000
<b>Total</b>							7,612,188	112,188	375,000
<b>Special Obligation Revenue Bonds</b>									
Series 2013 Bonds/Refunding- Village Club		05/13	Dec-37	6/13	S	4.30%	12,514,229	893,314	550,000
Series 2018 Bonds- Village Club North PH II		6/18	Dec-37	5/18	S	4.50%	7,740,706	238,406	100,000
Series 2020 Bonds-MO Phase I		12/22	Dec-2050	11-2020	S	3.20%	35,664,304	663,893	-
<b>Total</b>							55,919,239	1,735,613	650,000
<b>Grand Total</b>							63,531,427	1,847,801	1,025,000





# 2023 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 \$125,000 in 2023.
- It is estimated that the total assessed valuation for the year 2022, collected in 2023, for the City of Montgomery will be \$662M. The assessed valuation for tax year 2021 was \$661M. This is a .15% increase in property value from tax year 2021.

# Background

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

- General Fund
- Fire Levy Fund

# 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 2023 Tax Budget:

- General Fund receives 75%
- Capital Improvement Fund receives 20%
- General Bond Retirement Fund receives 5%

# General Fund

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Description	2020 Actual	2021 Actual	2022 Estimate	2023 Estimate
<b>Revenues</b>	\$ 12,324,175	\$ 13,571,886	\$ 11,583,659	\$ 12,161,468
<b>Expenditures</b>	10,834,988	11,464,876	17,021,739	12,982,352
<b>Net Revenue</b>	1,489,187	2,107,009	(5,438,080)	(820,884)
<b>Beg Cash Balance</b>	14,701,306	16,190,493	18,297,502	12,859,422
<b>Ending Cash Balance</b>	16,190,493	18,297,502	12,859,422	12,038,538

# Fire Levy Fund

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Description	2020 Actual	2021 Actual	2022 Estimate	2023 Estimate
<b>Revenues</b>	\$ 6,158,494	\$6,003,516	\$ 5,754,988	\$ 5,730,303
<b>Expenditures</b>	2,775,730	3,745,689	4,223,056	5,709,867
<b>Net Revenue</b>	3,382,764	2,257,827	1,531,932	20,436
<b>Beg Cash Balance</b>	6,349,526	9,732,290	11,190,117	13,522,049
<b>Ending Cash Balance</b>	9,732,290	11,990,117	13,522,049	13,542,485



# Capital Improvement Program

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Capital Outlay by Fund	Amount Programmed for 2023
Capital Improvement Fund	\$ 3,205,100
Total	3,205,100

# Debt

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Purpose of Bonds	Bonds outstanding as of 1/1/23
Special Obligation Revenue Bonds	\$ 55,919,239
General Obligation	7,612,188
Special Assessment	0
<b>Total</b>	<b>\$63,531,427</b>

# Questions?

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