



*Interdepartmental
Correspondence Sheet*

November 2, 2022

TO: Mayor and Members of City Council

FROM: Sheryl M.M. Long, City Manager

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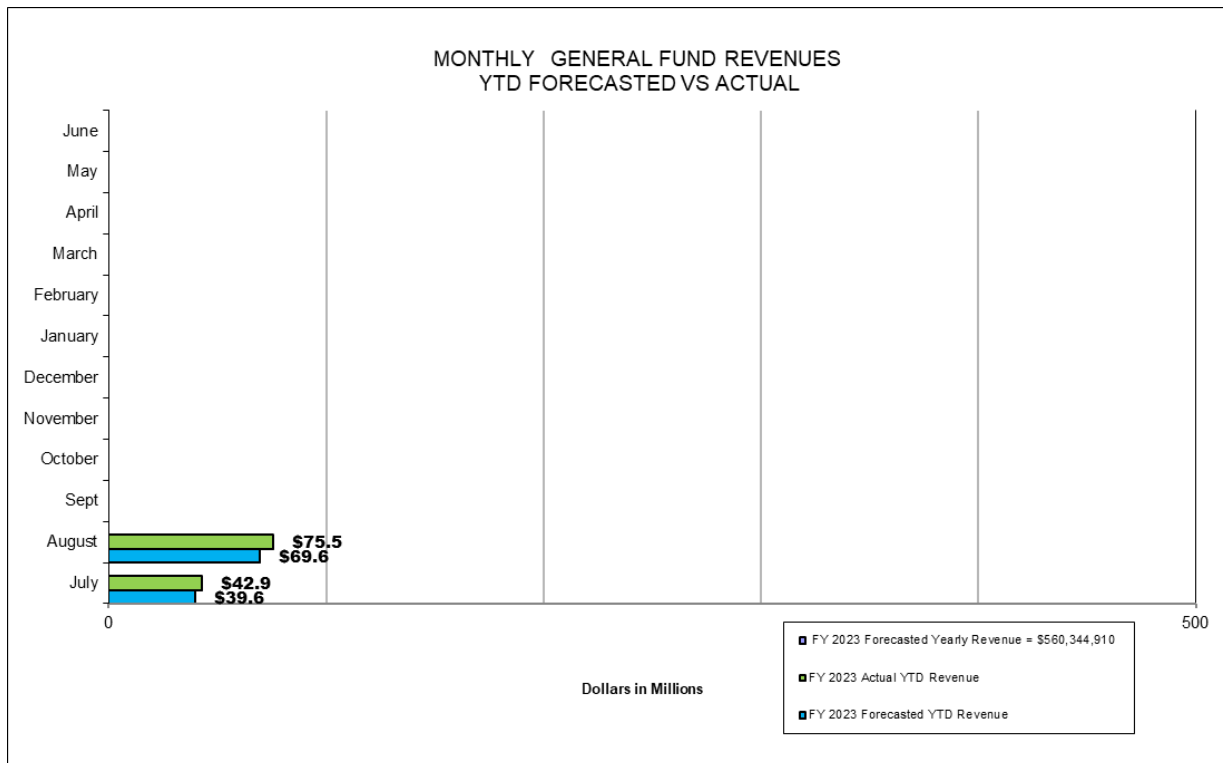
SUBJECT: Department of Finance Reports for the Month Ended August 31, 2022

**AUGUST 2022
MONTHLY FINANCIAL REPORTS**

The following report provides an update on the City of Cincinnati’s financial condition as of the month ending August 31, 2022. Variances are based on current year estimates and prior year activity in attached schedules.

A more detailed explanation of revenues is attached for review, including reports comparing current year actual revenue vs. forecasted revenue and prior year actual revenue vs. current year actual revenue. Both of those reports are presented on a monthly and year-to-date basis.

The chart below portrays the performance of actual revenue collected against the forecasted revenue collected through August 31, 2022 and shows that actual revenue of \$75.5 million was above forecasted revenue of \$69.6 million by \$5.9 million.



The major revenue components of the General Fund are listed in the table below. This table highlights the year-to-date variance (favorable and unfavorable) in General Fund revenue collections as compared to forecasted revenue collections. Each major category that differs significantly from forecasted collections will be discussed in further detail.

GENERAL FUND REVENUE SOURCES		
	FAVORABLE VARIANCE	(UNFAVORABLE) VARIANCE
General Property Tax	37,702	
City Income Tax	2,794,462	
Admissions Tax	540,537	
Short Term Rental Excise Tax	235,671	
Licenses & Permits	305,787	
Fines, Forfeitures, & Penalties	533,371	
Investment Income	74,336	
Local Government	142,852	
Casino	300,052	
Police	262,154	
Buildings and Inspections	117,498	
Fire	180,104	
Parking Meter	100	
Other	362,090	
	5,886,716	\$0
Difference	5,886,716	

General Fund (favorable variance) is \$5.9 million above the amount forecasted thru August in the FY 2023 Budget. This is the second month's report for the new fiscal year. What follows is an explanation of significant variances of individual General Fund revenue components.

Income Tax (favorable variance) is \$2.8 million above the forecasted amount. This amount can fluctuate throughout the year as quarterly net profits are due. Administration will continue to watch the trends very closely.

Admission Tax (favorable variance) is \$541k above estimate. This estimate was set at pre-pandemic levels and may not reflect increased economic activity and events since the pandemic. Finance will keep watch on this revenue group as the fiscal year continues.

Fines, Forfeitures and Penalties (favorable variance) is up \$533k. This favorable variance is mostly contributed to an increase in Parking Fine collections.

Restricted Funds:

Convention Center (favorable variance) is \$939k above estimate. The convention center venue is starting this fiscal year off better than it has in several years with many bookings taking place. In addition, hotel bookings are up as more people are visiting the city

which has resulted in increased TOT revenue.

Cincinnati Health District (favorable variance) is up \$374k. FEMA reimbursements were received that cover prior year COVID expenses such as supplies and vaccine clinics. This was not estimated in FY 2023 as the timeliness of these reimbursements are difficult to predict.

Submitted herewith are the following Department of Finance reports:

1. Comparative Statement of Revenue (Actual, Forecast and Prior Year) as of August 31, 2022.
2. Audit of the City Treasurer's Report for the month ended July 31, 2022
3. Statement of Balances in the various funds as of August 31, 2022.

By approval of this report, City Council appropriates the revenues received in the various restricted funds on the attached Statement of Balances and as stated in greater detail on the records maintained by the Department of Finance, Division of Accounts & Audits. Such revenues are to be expended in accordance with the purposes for which the funds were established.

c: William "Billy" Weber, Assistant City Manager
Karen Alder, Finance Director