

City of the Village of Indian Hill



Budget In Brief Fiscal Year 2019

November 19, 2018

Mayor

Mark D. Kuenning

Vice-Mayor

Melissa S. Cowan

Council

John B. Armstrong

Stephen A. Krehbiel

Donald C. McGraw

Monique A. Sewell

Abbot A. Thayer

Administration

City Manager – Dina C. Minneci

Assistant City Manager – Jonathan D. West

Clerk of Council/Comptroller – Paul C. Riordan

Solicitor – Scott D. Phillips

Chief of Police – Charles W. Schlie

Fire Chief – Stephen M. Ashbrock

Finance Director/Tax Commissioner – Scott A. Gully

Public Works/Waterworks Superintendent – Jason L. Adkins

About the Budget

The Village of Indian Hill's Fiscal Year 2019 *Budget In Brief* is provided to serve as an overview of the Village's budget. This document provides a summary of the highlights to the budget, revenues the Village expects to receive and the planned areas where the money will be spent.

The budget was developed with input from the various Department Heads, Comptroller, Council's Standing Committees, including the Finance Committee. It will form the basis for the adoption of a 2019 Appropriation Ordinance on December 17, 2018.

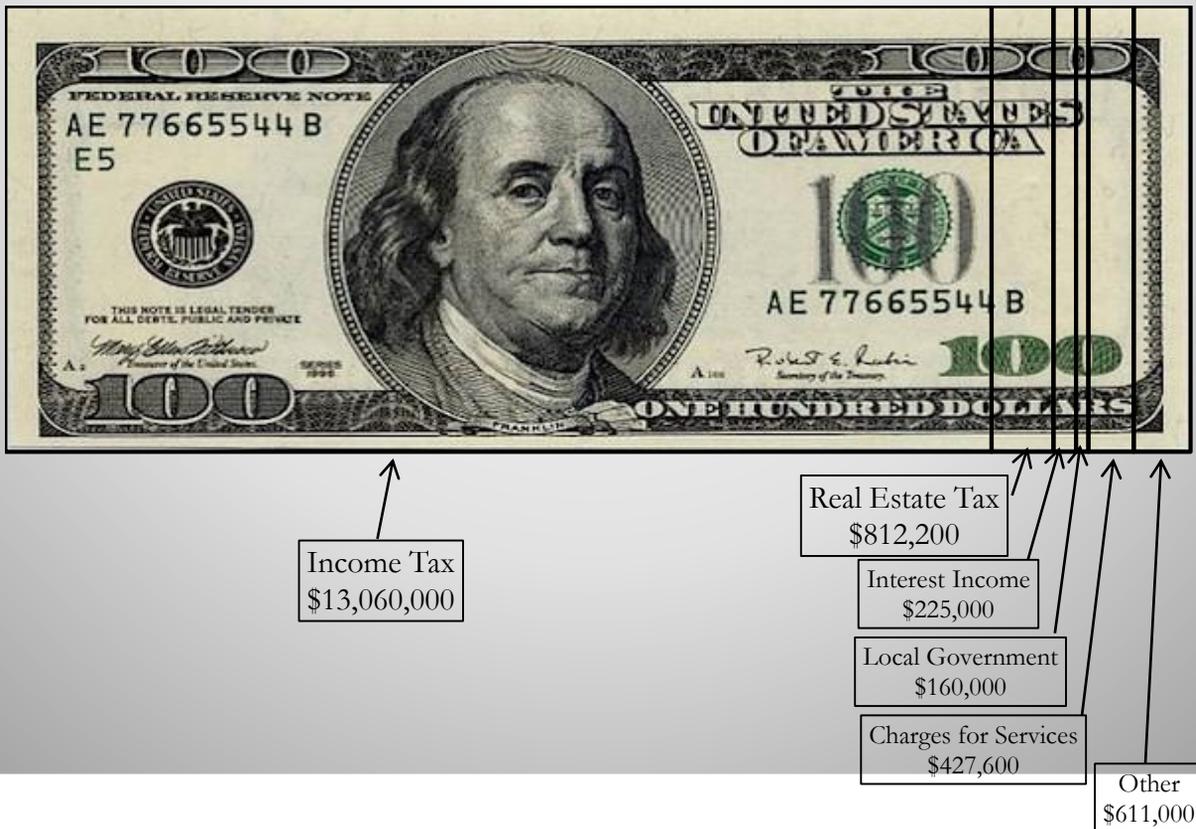
The following summary information represents the 2019 budget as proposed by the administration and reviewed and accepted by the various Council standing committees. All budget expenditures are finalized with the passage of related ordinances at the December Council meeting. The Village of Indian Hill uses budgetary practices and techniques recommended by the Governmental Accounting Standards Board (GASB). As required by State law, the proposed budget is balanced, meaning operational expenditures will not exceed operating revenues and available reserve funds.

The Fiscal Year 2019 budget was developed to assure that high level services are appropriately delivered and programs are maintained at current levels. The budget is a responsible allocation of public resources that maintains the Village of Indian Hill as a safe and secure environment for the benefit of all employees, residents and visitors of the City of the Village of Indian Hill.

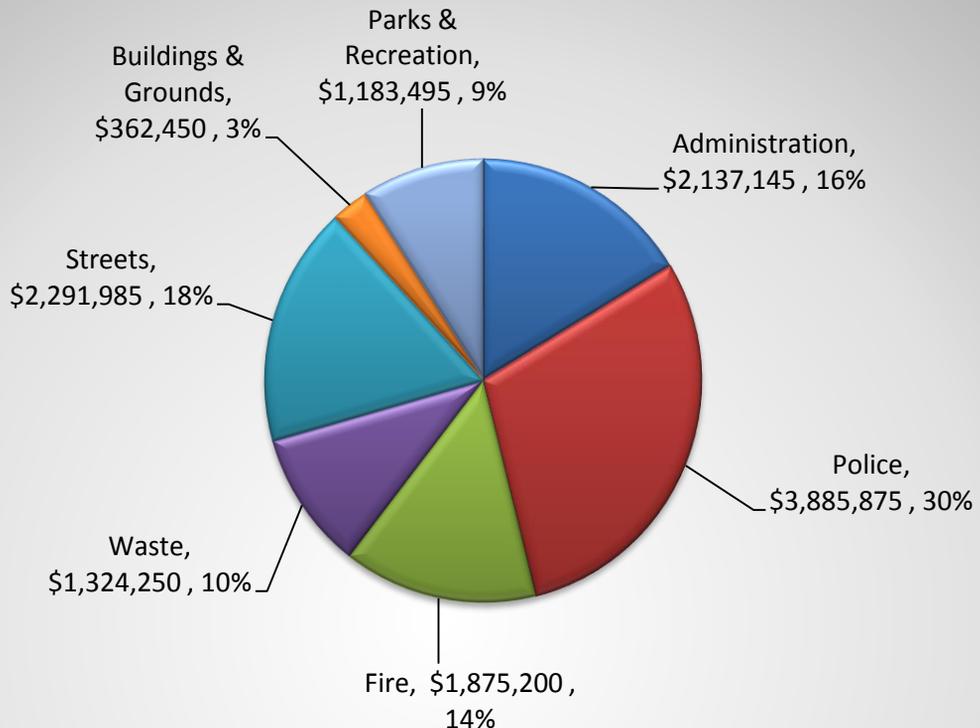
Operating Budget: Revenue

Budgeted revenues in 2019 increased \$1,860,000, or 13.8% from 2018 year-end estimates. Tax law changes at the end of 2017 led to an estimated increase in prepayment of income tax of \$2 million in December 2017, which led to decreased collections in 2018. 2018 estimated year-end income tax receipts of \$10.8 million, based on the 0.55% tax rate, are expected to be \$940,000, or 9.5% higher than originally budgeted. Income tax receipts in 2019 are budgeted at \$13 million and are based on 2018's estimate (plus prior year prepayment estimate), with a two percent increase to account for anticipated growth. Other anticipated revenue that contributes to the increase is an anticipated grant from the Hamilton County Municipal Road Fund of \$164,000 to replace a culvert and land slide on Remington Rd./State Route 126.

2019 Estimated Revenues



Operating Budget



The Village's Operating Budget of \$13,099,000 reflects a 4.6% increase, (\$579,600) over the 2018 Estimated Year End Expenditures. Significant highlights include:

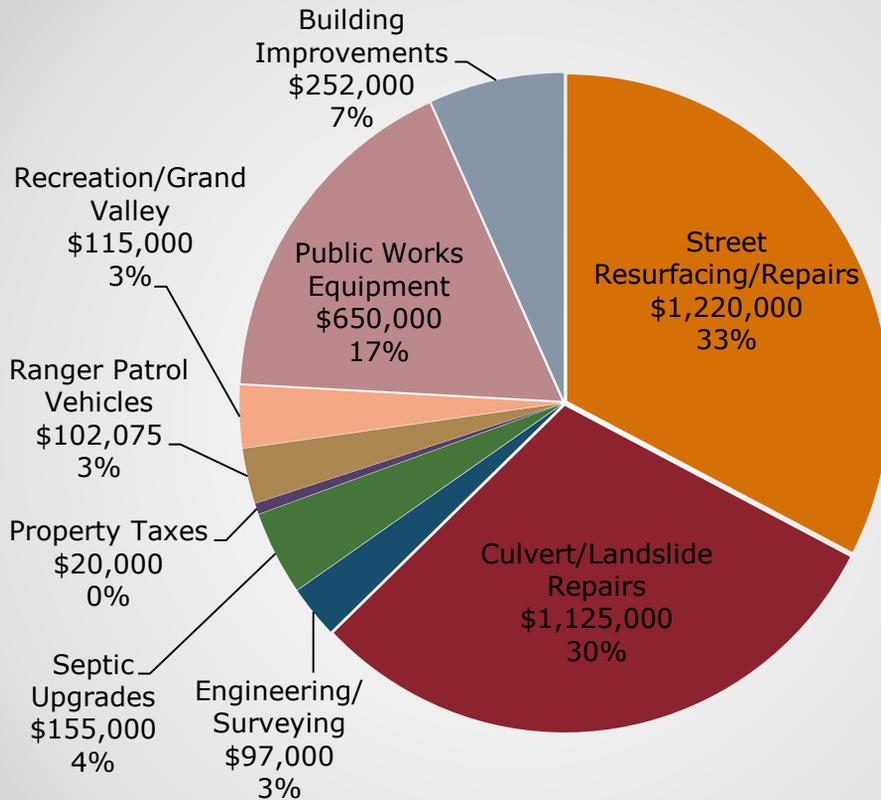
- The creation of a new detective classification/position within the Police Department (\$140,000)
- Madeira & Indian Hill Joint Fire District contract increased \$237,000, primarily due to replacing three part-time positions with full-time positions
- Replacing culvert on Remington Rd./State Route 126. (Expenses of \$330,000 will be offset by potential grant funding of \$164,000)

Expenses offset by decreases associated with:

- Decreased Solicitor fees (\$165,000)
- Decreased tax refunds (\$400,000)

Capital Improvement Reserve Fund

The 2019 Capital Improvement Reserve Fund (CIRF) equates to \$3.74 million and reflects a \$360,000 or 10.7% increase from 2018 year end estimates. The CIRF expenditures are shown in the following graph:



These capital projects are the Village's continued commitment to catch up on much needed infrastructure improvements that had been delayed in previous years due to uncertain economic times.

The 2018 year-end CIRF expenditure forecast is \$203,000 or 6.4% more than originally projected. This overage is due to an unexpected landslide repair on Shawnee Run Road (\$320,000).

Water Works Fund

The 2019 Water Works operating expenditure budget equates to \$2.4 million (net sewer reimbursements to the Metropolitan Sewer District) and is a 9% increase (\$197,000) over the 2018 year-end forecast. The majority of this increase is due to:

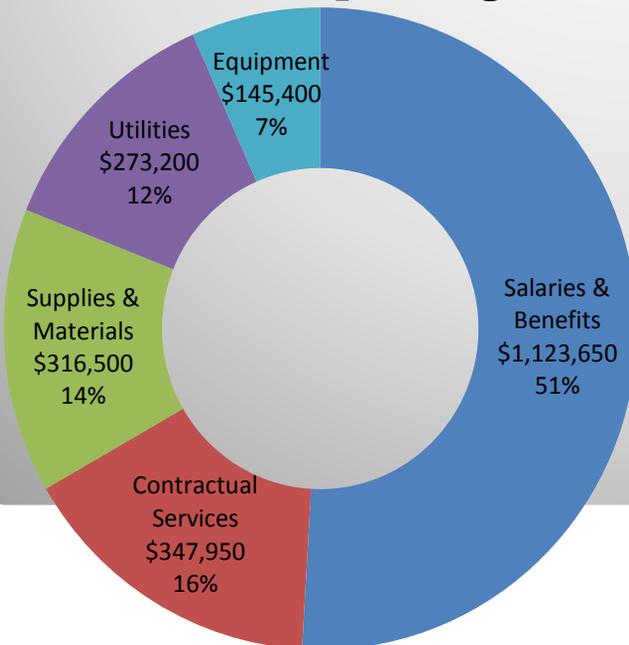
- Contractual services increased \$40,000 primarily due to funds requested for next phase of the Source Water Protection Plan (Salt Storage) and well maintenance.
- Specific supply and utility accounts having to be budgeted at the fullest level as they are associated with unpredictable weather conditions (\$83,000)
- Salary and fringe benefit expenses increased due to a vacant position not being filled for a large portion of 2018, yet being fully funded in 2019 (\$66,000).

The 2018 Water Works year-end operating expenditures forecast is \$143,500 or 6% less than originally budgeted. Net sewer revenue is forecasted to be negative \$365,000 due to MSD changing their sewer collections from quarterly to monthly, which resulted in two extra months of reimbursements in 2018.

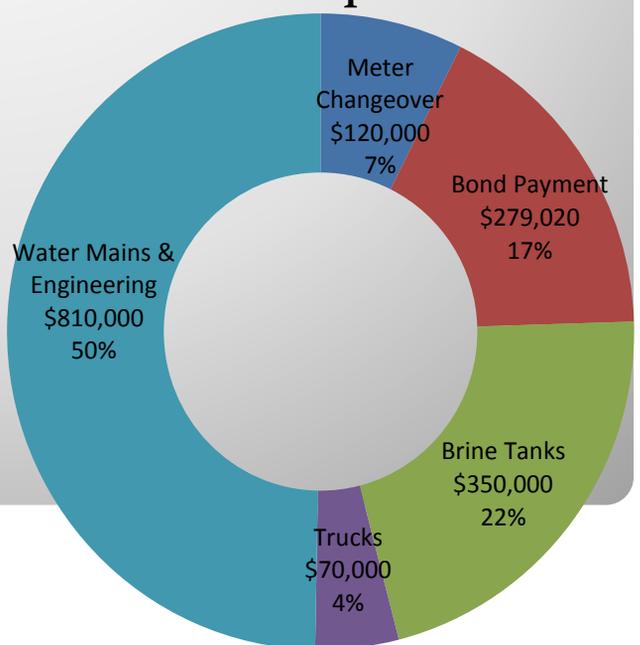
The 2019 Water Works Capital Improvement Reserve Fund (CIRF) and Retirement Reserve Fund equates to \$1.7 million and reflects an \$440,000 or 20.5% decrease from 2018 year-end. A significant portion of the CIRF is dedicated to \$785,000 for a water main repair on Shillito Lane.

The 2018 year-end Water Works CIRF and Retirement Reserve Fund expenditure forecast \$484,000 or 18.2% less than originally budgeted.

Water - Operating



Water - Capital





For the full version of the 2019 budget please go to
www.ihill.org

Prepared by the
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