

Finance Department 2010 Annual Report

The Finance Department consists of three members: the Finance Director, the Finance/Income Tax Administrator and the Finance Assistant. It is responsible for safeguarding the assets of the City of Riverside and protecting the fiscal integrity of the City in a manner consistent with the requirements of the Ohio Revised Code and the Codified Ordinances of the City of Riverside. The Finance Department carries out these responsibilities by placing the City's cash in secured deposits and investments, keeping the City's expenditures within the budget set by the City Council, maintaining records of the City's property and equipment, tracking federal grants awarded to the City, and providing timely and accurate financial reports.

During the year 2010, the Finance Department performed many services to fulfill these responsibilities. For instance, the Finance Department processed 2,142 checks to pay our vendors for necessary services, supplies and equipment and 615 purchase orders related to the vendor payments. The Finance Department also processed payroll checks for 65 full time and 44 part time employees. On the other side of the ledger, the Finance Department recorded 535 receipts for revenue transactions. The Finance Department sent 270 invoices for required clean up and mowing services on properties that were in violation of the City's zoning laws. The Finance Department also processed over 12,000 individual assessments for trash removal, street lighting and remedying problems with noxious weeds and plant growth on properties located within the City.

In addition to the above, the Finance Department prepares many records required by federal, state, or local law. These include the monthly income tax withholding reports, monthly pension reports, worker's compensation reports, and the job and family services statistical reports. The Finance Department also keeps track of all employee payroll deductions and forwards them to the proper agency at the proper time, along with all required reports and paperwork. The Finance Department also keeps a record of the physical assets of the City, such as vehicles and equipment. The Finance Department keeps track of various grants awarded to the City, and submits the required paperwork for reimbursements. The Finance Department manages the City's debt and makes sure that all principal and interest payments are made when due.

The Finance Department is also responsible for the City's compliance with finance related laws, rules and regulations, primarily Ohio Revised Code Chapter 5705 and City of Riverside Codified Ordinances Chapters 139, 181, 183, and 185. The Finance Department offers guidance to other departments and the public on the requirements of these sections. The Finance Department assists the citizens of the City of Riverside with questions on their income tax (City of Riverside Codified Ordinance Chapter 181).

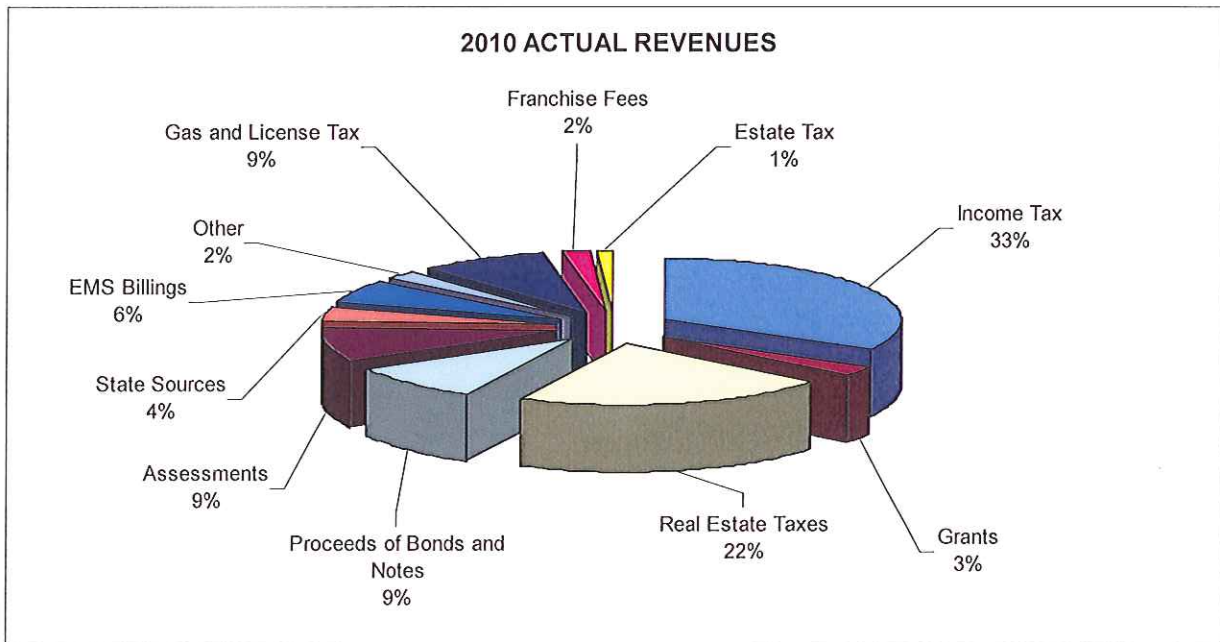
The primary duty of the Finance Department is to maintain the financial records and accounts of the City of Riverside. These records are then used to prepare reports which aid in keeping the Citizens of the City of Riverside informed of the financial status of the City. This financial information is audited once each year by the Auditor of the State of Ohio, and the Finance Department is responsible for gathering the materials to be examined during the audit.

The following information represents an overview of the City's financial operations for 2010 and projected operations for 2011, based on the records maintained by the Finance Department.

CALENDAR YEAR 2010 ACTUAL REVENUES AND EXPENDITURES:

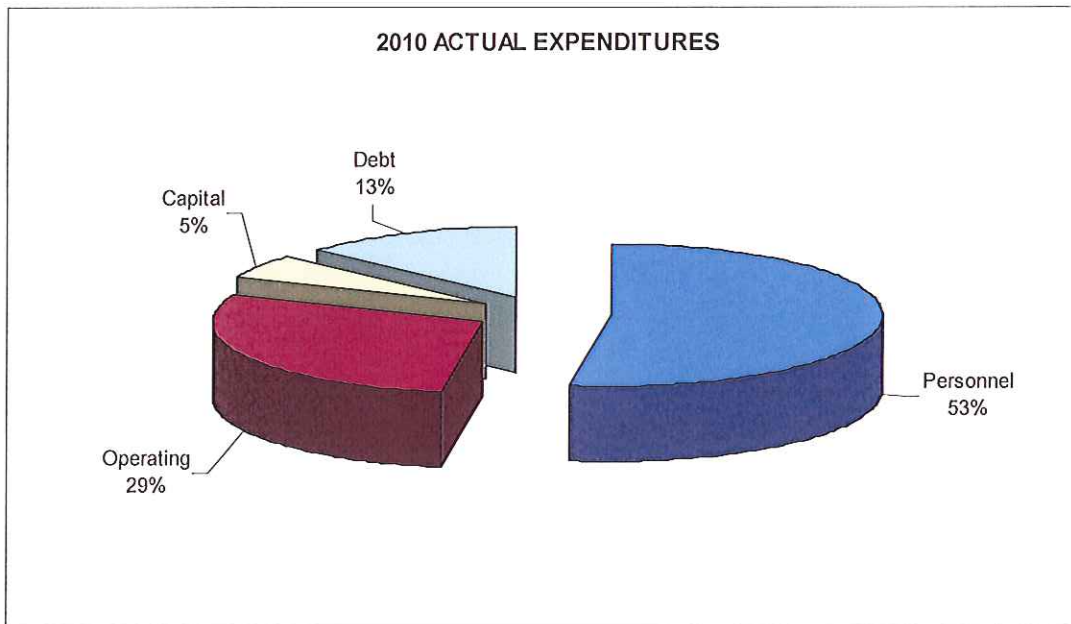
2010 ACTUAL REVENUE

Income Tax	\$4,203,552
Grants	\$343,996
Real Estate Taxes	\$2,754,220
Proceeds of Bonds and Notes	\$1,200,000
Assessments	\$1,156,996
State Sources	\$481,116
EMS Billings	\$779,247
Other	\$270,557
Gas and License Tax	\$1,116,551
Franchise Fees	\$243,048
Estate Tax	\$153,963



ACTUAL 2010 TOTAL EXPENDITURES FOR THE CITY AND FOR EACH MAJOR DEPARTMENT:

	Total	Major Departments		
	Expenditures	Fire	Service	Police
Personnel	\$6,488,727	\$1,836,048	\$888,810	\$3,002,763
Operating	\$3,600,455	\$293,929	\$542,528	\$697,543
Capital	\$653,249	\$11,125	\$387,764	\$34,660
Debt	\$1,638,095	\$145,176	\$9,318	\$0

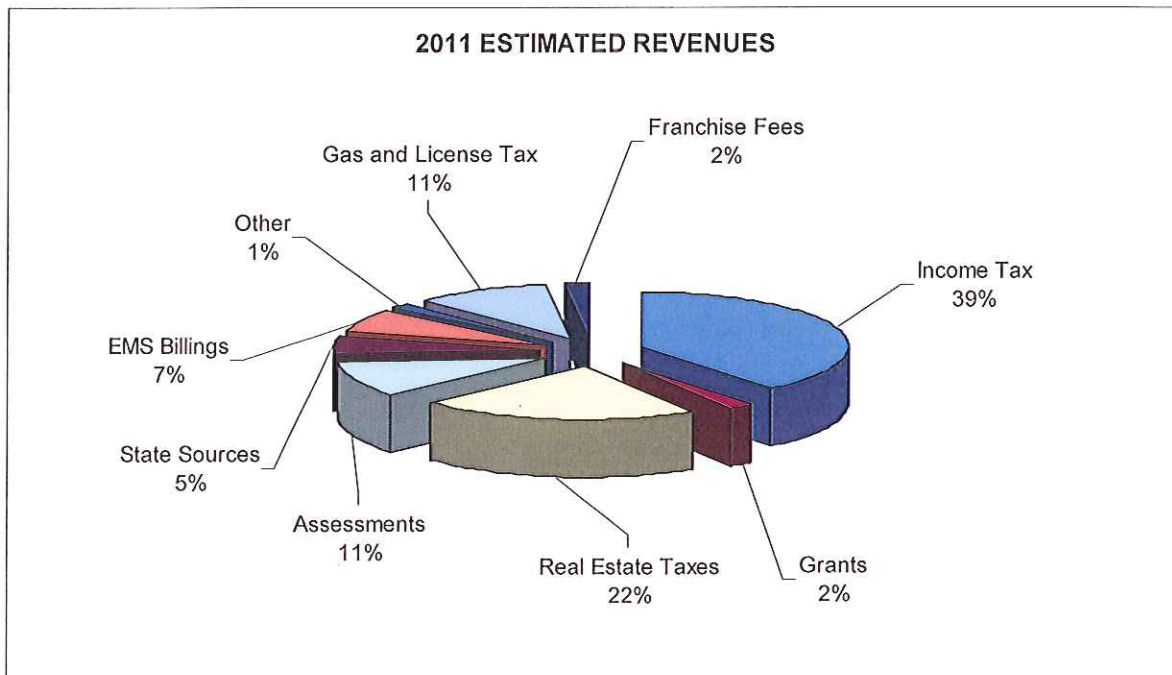


CALENDAR YEAR 2011 ESTIMATED REVENUES AND EXPENDITURES:

On December 2, 2010, the Riverside City Council unanimously adopted the 2011 Municipal Budget. The following represents the budgeted amounts of revenues and expenditures for the calendar year 2011.

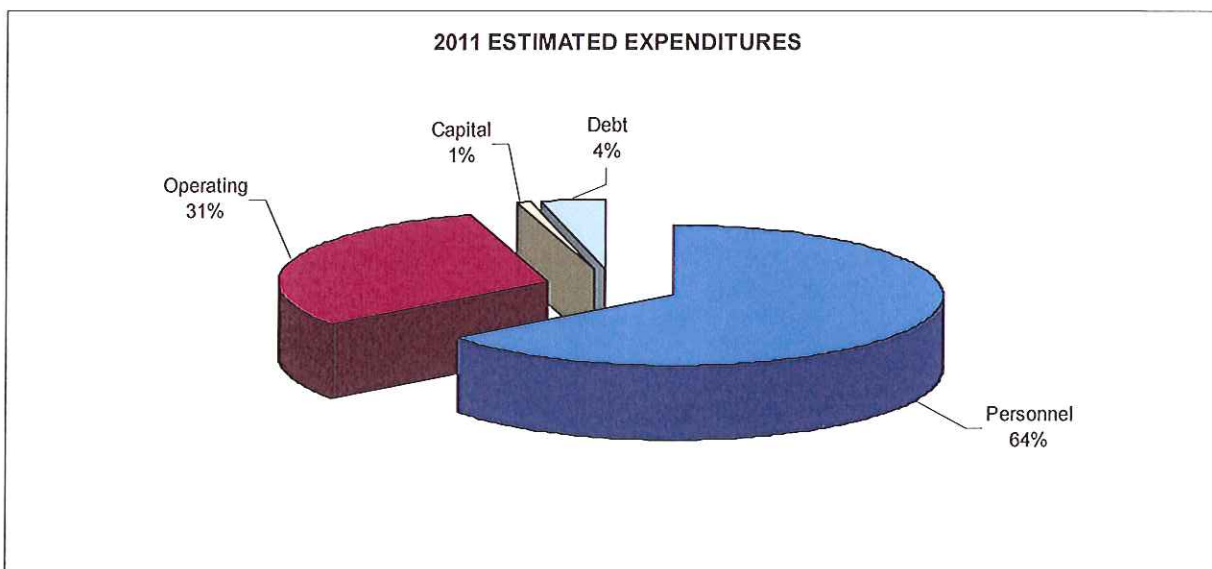
ESTIMATED 2011 REVENUE:

Income Tax	\$4,256,900
Grants	\$213,129
Real Estate Taxes	\$2,404,400
Assessments	\$1,189,000
State Sources	\$544,500
EMS Billings	\$735,000
Other	\$157,050
Gas and License Tax	\$1,160,000
Franchise Fees	\$210,000



ESTIMATED 2011 EXPENDITURES

	Total Expenditures	Major Departments		
		Fire	Service	Police
Personnel	\$6,289,300	\$2,088,400	\$ 938,800	\$ 3,220,600
Operating	\$2,989,425	\$365,475	\$ 508,250	\$ 703,200
Capital	\$64,000	\$0	\$ 64,000	\$0
Debt	\$389,735	\$154,860	\$ 15,769	\$0



These figures and charts represent a general overview of the finances of the City of Riverside. More detailed information may be found in the City's audited annual financial statements at the Auditor of State's website: <http://www.auditor.state.oh.us/auditsearch/search.aspx>.

INCOME TAXES

Income taxes are the City's largest revenue source. Residents of a municipality are taxed on their income earned from sources both inside and outside the municipality. People that work in a community other than their home municipality are taxed on the wages earned there. The City of Riverside and most other municipalities offer a credit to their residents that work in another municipality for any income taxes paid to that other municipality.

For example, we will assume that a Mr. Forbush resides in Riverside, works in Dayton, and earns \$30,000 per year. In this case, Mr. Forbush would owe \$750, or 2.5% of his wages, to the City of Dayton **and** \$450, or 1.5% of his wages, to the City of Riverside. This would come to a total tax bill of \$1,200. However, Riverside offers a credit to Mr. Forbush for 1.5% of his wages because he has already paid income tax on his wages to the City of Dayton. This would lower his tax bill back down to the \$750 paid to the City of Dayton, with no taxes paid to

Riverside. If no credit were available, the total tax bill would be \$1,200 with \$750 going to the City of Dayton and \$450 to the City of Riverside.

As income tax rates vary throughout the region, the following chart is provided to illustrate the current income tax rates levied within the region:

Regional Municipal Income Tax Rates

<u>Municipality</u>	<u>Rate</u>	<u>Credit</u>
Oakwood	2.50%	2.50%
Dayton	2.50%	2.50%
Kettering	2.25%	2.25%
Trotwood	2.25%	2.25%
Huber Heights	2.00%	2.00%
Moraine	2.00%	2.00%
Vandalia	2.00%	2.00%
West Carrollton	2.00%	2.00%
Brookville	1.75%	1.75%
Centerville	1.75%	1.75%
Englewood	1.75%	1.75%
Miamisburg	1.75%	1.75%
Clayton	1.50%	1.50%
Fairborn	1.50%	1.50%
Riverside	1.50%	1.50%
Germantown	1.25%	0.94%

PROPERTY TAXES

Since property taxes are the second largest source of revenue for the City, we thought you should know how your property tax dollar is divided. So, out of each dollar paid, here is to whom the money goes:

- 66 cents goes to Local School Districts
- 21 cents goes to Montgomery County
- 02 cents goes to the Library
- 11 cents goes to the City of Riverside

To summarize, 11 cents of your property tax dollar goes to the City of Riverside, and 89 cents go to other governments.

As property tax rates vary throughout the region, the following chart is provided to illustrate the current property tax rates levied within the region:

<u>Regional Municipal Property Tax Rates</u>	
<u>Municipality</u>	<u>Rate</u>
Trotwood	19.65
Beavercreek	12.95
Fairborn	12.00
Riverside	11.34
Huber Heights	11.29
Englewood	10.59
Dayton	10.00
Kettering	6.79
Oakwood	6.30
West Carrollton	6.25
Moraine	2.50

If more information is desired about a specific property, please consult the Montgomery County Treasurer's website: <http://www.mcoho.org/government/treasurer/index.html>

This presentation is a general description of the duties and responsibilities of the Finance Department. It provides support to the other departments as well as carrying out its own duties and responsibilities to the City of Riverside. If further information is desired, please do not hesitate to contact us via the information at the bottom of the page.