

Medina County Commissioners

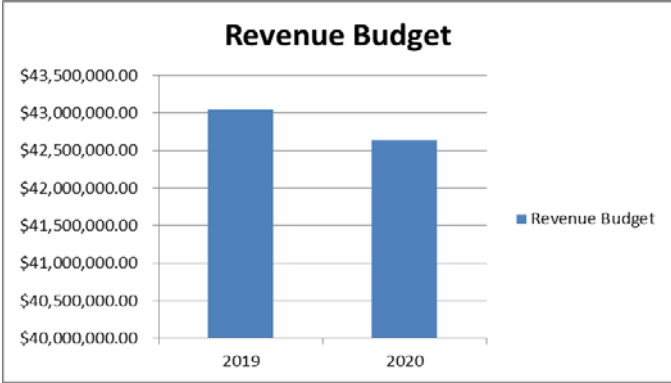
County Administration Building

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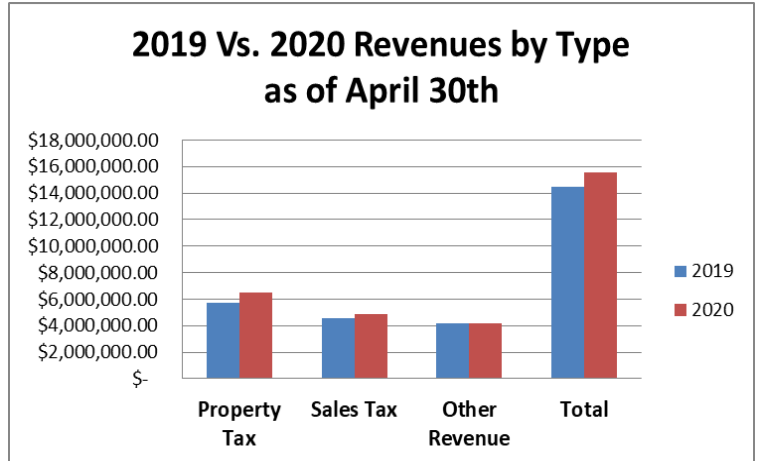
Medina County's financial outlook for 2020 remains cautiously optimistic. In mid-March, revenue estimates were adjusted to anticipate the impact of Covid-19 on county revenues. These adjustments consisted of a 15% decrease to the County's sales tax over the course of six months, as well as a reduction of \$500,000 in casino revenue. The impact of this adjustment can be seen in the Revenue Budget chart, where the County's 2020 revenue estimate is below 2019.



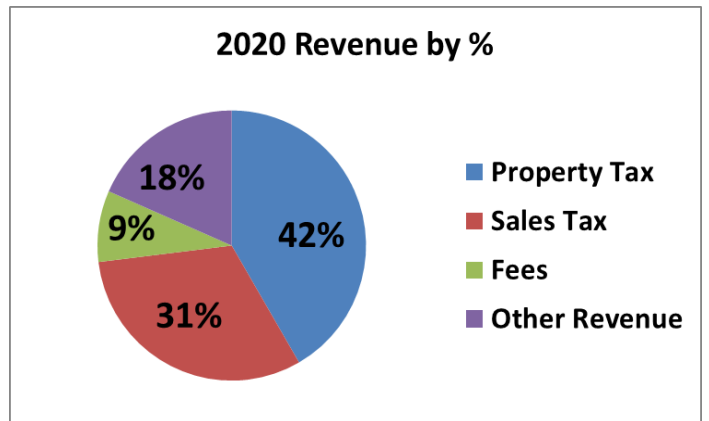
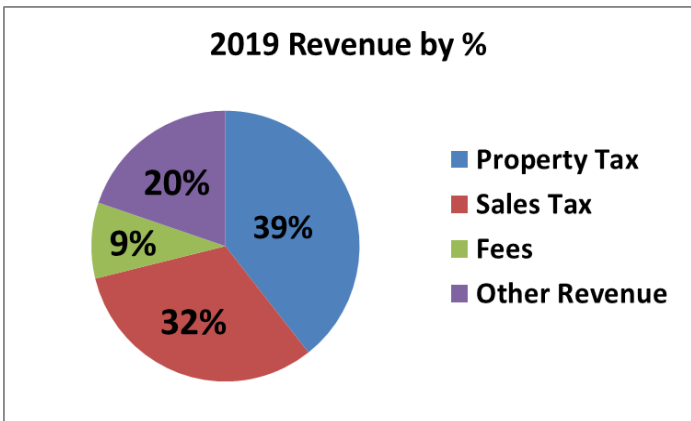
Revenues

The revenues for Medina County as of April 30th are up from the same point last year. As of April 30th of this year, the County has brought in \$15,518,559.27 compared to 2019 where \$14,485,916.26 was received. This is a 7.1% increase in revenue from last year.

It is evident by the 2019 vs. 2020 Revenue by Type chart that revenues are up in 2020 compared to 2019 for property tax, sales tax, as well as the total amount. In mid-May, the County continued to see an increase in sales tax revenue with an 8.4% increase for the month.

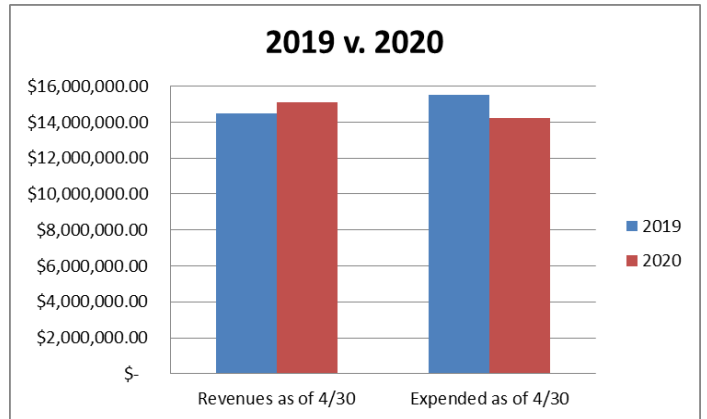
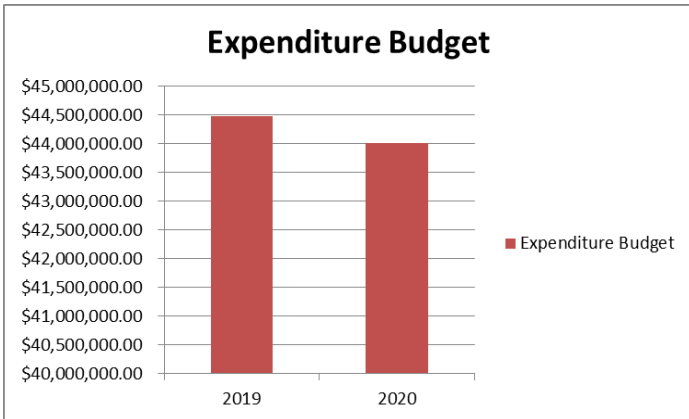


Below are two charts comparing the percentage of the County's source of revenues, which shows that overall the impact of Covid-19 has not significantly altered the County's revenue stream. The increase for property tax from 2019 to 2020 is largely due to the appraisal of tax valuation that took place in 2019 and affect in 2020 collections.

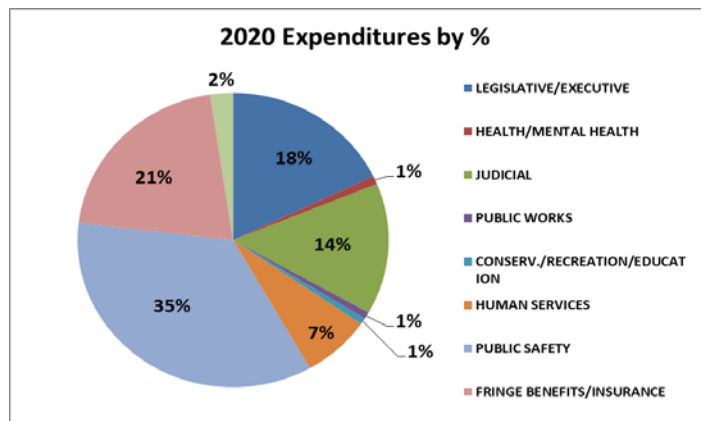
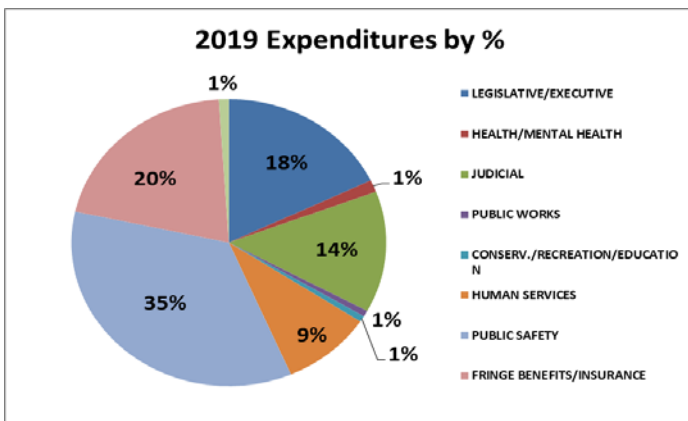
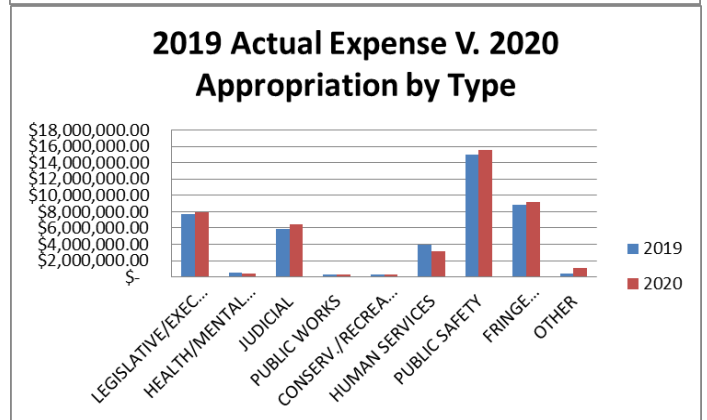


Expenditures

Similar to revenues, expenditures for the County has seen a beneficial trend. As of April 30th, a reduction of \$873,575.44 in spending has been recognized representing a 5.8% decrease in expenditures from 2019 to 2020. The two charts below show that both budgeted expenditures and actual expenditures for 2020 are below that of 2019.



Expenditures by type have not seen a significant shift in spending due to Covid-19. The two charts below show the percentage of expenditure by type for 2019 and 2020. These changes are also evident in the graph to the right which shows 2019 actual expense against the 2020 appropriation by type of expenditure.



One common question has been on the funding of the courthouse construction project, especially during this time of financial uncertainty. The courthouse project is being funded exclusively from property tax, one of the most stable revenue streams for the County. In the County’s revenue and debt projections, \$1.7 million has been diverted from property taxes to service the debt payment for the courthouse construction beginning in 2021 (See below).

Given the current state of the County’s finances, there is no immediate threat to this year’s budget or future financial plans. The county has planned for and taken into account a decline in certain revenue streams, but these revenue streams have yet to decline. The County will continue to monitor both the County’s revenues and expenditures in a diligent manner to track the County’s financial health.

5 Year Projection of County Revenue and Expenses

	CY 2018 Actual	CY 2019 Actual	CY 2020 Annual Est.	CY 2020 (1) Revised Est	CY 2021 (2) Annual Est.	CY 2022 Annual Est.	CY 2023 Annual Est.	CY 2024 Annual Est.
<u>GENERAL FUND REVENUE:</u>								
January 1 st Fund Balance	\$5,624,386	\$5,875,792	\$6,518,511	\$6,518,511	\$5,661,426	\$5,035,734	\$4,249,397	\$4,421,865
Annual Receipts:								
Property Tax	12,052,941	12,063,286	13,510,560	13,510,560	11,945,666	12,082,122	13,046,871	13,194,340
Permissive Taxes	14,337,477	14,910,500	15,581,426	14,218,668	16,102,348	16,272,633	16,664,531	17,482,691
Local Government Funds	1,575,038	1,651,996	1,678,432	1,678,432	1,680,000	1,696,800	1,713,768	1,730,906
Fines & Fees	5,096,534	4,856,627	4,985,125	4,985,125	4,900,000	5,100,000	5,300,000	5,432,500
Sales and Service	722,287	568,632	599,000	599,000	616,970	623,140	635,602	638,781
Refunds	2,339,178	2,502,310	2,828,190	2,828,190	2,856,472	2,884,754	2,913,601	3,257,305
Investment Income/Other	<u>5,691,767</u>	<u>6,791,577</u>	<u>5,622,600</u>	<u>4,822,600</u>	<u>5,847,504</u>	<u>6,139,879</u>	<u>6,385,474</u>	<u>6,768,603</u>
Total Receipts	\$41,815,222	\$43,344,928	\$44,805,333	\$42,642,575	\$43,948,960	\$44,799,328	\$46,659,847	\$48,505,126
(% Increase/(Decrease) from Previous Year)	4.30%	3.66%	3.37%	(1.62)%	(1.91)%	1.93%	4.15%	3.95%
<u>GENERAL FUND EXPENSES:</u>								
Current Year Expense	\$41,073,359	\$42,183,934	\$42,999,660	\$42,999,660	\$44,074,651	\$45,085,666	\$45,987,379	\$47,367,000
(% Increase/(Decrease) from Previous Year)	6.17%	2.70%	1.90%	1.90%	2.50%	2.29%	2.00%	3.00%
Prior Year Expense	<u>490,458</u>	<u>518,275</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
(% Increase/(Decrease) from Previous Year)	49.87%	5.67%	(3.66)%	(3.66)%	0.00%	0.00%	0.00%	0.00%
Operating Expense Total	<u>41,563,817</u>	<u>42,702,209</u>	<u>43,499,660</u>	<u>43,499,660</u>	<u>44,574,651</u>	<u>45,585,666</u>	<u>46,487,679</u>	<u>47,867,000</u>
(% Increase/(Decrease) from Previous Year)	6.54%	2.74%	1.83%	1.83%	2.47%	2.27%	1.98%	2.97%
Actual/Est. December 31 Cash Balance	<u>\$5,875,792</u>	<u>\$6,518,511</u>	<u>\$7,824,184</u>	<u>\$5,661,426</u>	<u>\$5,035,734</u>	<u>\$4,249,397</u>	<u>\$4,421,865</u>	<u>\$5,059,990</u>
(% Increase/(Decrease) from Previous Year)	4.47%	10.94%	16.69%	(15.14)%	(35.64)%	(15.62)%	4.06%	14.43%
Balance as a % of Annual Revenue	14.05%	15.04%	17.46%	13.28%	11.46%	9.49%	9.48%	10.43%

Note: (1) Revenues were adjusted by \$2,162,758 due to the effects of COVID-19 on the local economy. This effect of COVID 19 will be monitored as we move into 2020.

(2) 2021 revenues includes the diversion of \$1.7 million from property taxes to debt service to cover the cost of constructing the new courthouse.