

BEACHWOOD CITY COUNCIL FINANCE AND INSURANCE COMMITTEE MEETING
MONDAY, MAY 4, 2020 AT 6:00 P.M.

This Finance and Insurance Committee meeting was held by Video Conferencing Via Zoom and livestreamed on the City of Beachwood website.

This meeting was duly notice and was held in accordance with Ohio Revised Code Section 121.22 specific to recent Amendments made in light of the current COVID-19 declared emergency.

The meeting was called to order at 6:03 P.M. by Chairman Eric Synenberg.

ROLL CALL: Present B. B. Janovitz, E. Synenberg, J. Taylor
Absent: None.
Also Present: Mayor Martin S. Horwitz, J. Berns, M. Burkons,
A. Isaacson, J. Pasch, D.A. Calta, L. Heiser, T. Turick

1. **Mayor's Reports.**

None.

2. **Discussion regarding City of Beachwood Finances in light of the current COVID-19 Emergency**

Mr. Synenberg introduced this item and turned the discussion over to Mr. Heiser and Mayor Horwitz.

Mayor Horwitz discussed the down turn in revenues that City's are currently facing and will be facing in the coming months.

Mayor Horwitz discussed some of the areas where spending cuts could occur and stated that better predictions of revenue loss could take up to a month.

Mr. Heiser asked if there were any immediate questions. He stated he has amended cash flows but not the overall budget.

Mr. Heiser discussed the amended seven (7) year cash flow spreadsheet which is attached hereto for the official record.

Mr. Pasch asked if the Road Program will be put on hold and Mr. Heiser stated he would leave that up to Mayor Horwitz to decide.

Mayor Horwitz stated that he would like more data before he makes any further decisions.

Mayor Horwitz stated that before any decisions are made, the Administration will come back to Council for further discussions.

Mayor Horwitz stated he would not be making a list of priorities regarding Capital Projects in the City.

Mr. Pasch thanked the Mayor for his attention and thought towards this matter and advised caution while continuing to move forward with City issues.

Mayor Horwitz asked if Mr. Heiser wanted to discuss Worker’s Compensation coverage.

Mr. Heiser discussed his desire to withdraw from the self-insured pool and would like to join the state offered “regular BWC system” in light of HB308.

Mr. Heiser stated that premiums have risen and he expects they will continue to do so.

The Committee agreed with Mr. Heiser and asked the Clerk to place on the next available Council Agenda for approval.

Mr. Synenberg asked if there were any further questions and there were none.

3. Any other matters coming before the Finance and Insurance Committee

None.

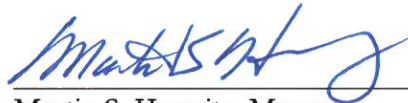
Adjournment

Moved by E. Synenberg, seconded by B. B. Janovitz, at 6:56 P.M. to adjourn the Finance and Insurance Committee to the next regularly scheduled Council Meeting.

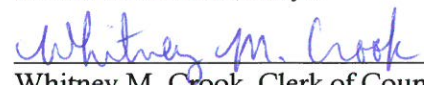
Yes:	B. B. Janovitz, E. Synenberg, J. Taylor
No:	None.
Abstain:	None.
Not Voting:	None.

MOTION ADOPTED

Approved:



 Martin S. Horwitz, Mayor



 Whitney M. Crook, Clerk of Council

Pursuant to Ordinance Number 2017-107 Council has determined that the official Minutes of its Body, its Committees, and those of the Planning and Zoning Commission shall consist of the Audio Recording of the meetings together with a written synopsis of all agenda items and votes.

City of Beachwood Seven Year Cash Flow Projection

Assumption total loss of income tax revenue over 3 years at 10.5 million; Loss of other taxes \$800,000 Other losses such as Recreation/ EMS / Fines 1 year loss 1.3 million Local Govt loss ongoing

	Actual			Projected							
	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027
1 General Fund											
2 Local Taxes											
3 Property Taxes	\$ 2,564,499	\$ 2,550,043	\$ 2,792,450	\$ 3,065,200	\$ 3,068,265	\$ 3,071,333	\$ 3,086,690	\$ 3,089,777	\$ 3,092,867	\$ 3,108,331	\$ 3,123,873
4 Municipal Income Tax	\$ 30,549,274	\$ 32,160,000	\$ 34,688,301	\$ 29,910,000	\$ 31,657,750	\$ 33,449,194	\$ 34,285,424	\$ 35,142,560	\$ 36,021,124	\$ 36,921,652	\$ 37,844,693
5 Other Local Taxes	\$ 1,568,026	\$ 1,539,982	\$ 1,469,722	\$ 936,932	\$ 1,355,671	\$ 1,362,784	\$ 1,410,440	\$ 1,436,649	\$ 1,467,422	\$ 1,496,770	\$ 1,526,705
6 Total Local Taxes	\$ 34,681,799	\$ 36,183,825	\$ 38,970,474	\$ 33,912,132	\$ 36,081,686	\$ 37,903,311	\$ 38,782,554	\$ 39,670,986	\$ 40,581,413	\$ 41,526,753	\$ 42,495,271
7 Intergovernmental Revenues											
8 Local Government Fund	\$ 122,524	\$ 98,395	\$ 146,766	\$ 119,500	\$ 119,500	\$ 119,500	\$ 119,500	\$ 119,500	\$ 119,500	\$ 119,500	\$ 119,500
9 Estate Tax	\$ 16,795	\$ 1,325	\$ 4,253	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
10 Other Intergovernmental	\$ 21,895	\$ 23,116	\$ 22,176	\$ 28,200	\$ 28,764	\$ 29,339	\$ 29,926	\$ 30,525	\$ 31,136	\$ 31,759	\$ 32,394
11 Rollbacks/Homestead	\$ 184,380	\$ 183,970	\$ 199,916	\$ 186,700	\$ 187,634	\$ 188,572	\$ 189,515	\$ 190,463	\$ 191,415	\$ 192,372	\$ 193,334
12 Miscellaneous	\$ 576,984	\$ 15,458	\$ 19,767	\$ 7,500	\$ 7,725	\$ 7,957	\$ 8,195	\$ 8,441	\$ 8,695	\$ 8,955	\$ 9,224
13 Total Intergovernmental	\$ 922,578	\$ 322,264	\$ 392,879	\$ 341,900	\$ 343,623	\$ 345,368	\$ 347,136	\$ 348,929	\$ 350,746	\$ 352,586	\$ 354,452
14 Charges for Services											
15 General Government	\$ 1,700,039	\$ 2,023,379	\$ 2,031,973	\$ 1,779,855	\$ 2,031,973	\$ 2,092,932	\$ 2,155,720	\$ 2,220,392	\$ 2,287,004	\$ 2,355,614	\$ 2,426,282
16 Recreation Programs	\$ 1,053,113	\$ 1,102,454	\$ 1,141,131	\$ 46,242	\$ 1,141,131	\$ 1,175,365	\$ 1,210,626	\$ 1,246,945	\$ 1,284,353	\$ 1,322,884	\$ 1,362,571
17 Miscellaneous	\$ 12,515	\$ 11,515	\$ 4,268	\$ 9,400	\$ 9,588	\$ 9,780	\$ 9,976	\$ 10,176	\$ 10,380	\$ 10,588	\$ 10,800
18 Total Charges for Services	\$ 2,765,667	\$ 3,137,348	\$ 3,177,371	\$ 1,835,497	\$ 3,182,692	\$ 3,278,077	\$ 3,376,322	\$ 3,477,513	\$ 3,581,737	\$ 3,689,086	\$ 3,799,653
19 Fines, Permits, and Licenses											
20 Fines and Forfeitures	\$ 258,074	\$ 194,925	\$ 262,033	\$ 120,534	\$ 245,000	\$ 252,350	\$ 259,921	\$ 267,718	\$ 275,750	\$ 284,022	\$ 292,543
21 Permits and Licenses	\$ 1,009,278	\$ 891,666	\$ 803,468	\$ 1,100,000	\$ 1,122,000	\$ 1,144,440	\$ 1,167,329	\$ 1,190,676	\$ 1,214,490	\$ 1,238,780	\$ 1,263,556
22 Total Fines, Permits and Licenses	\$ 1,267,352	\$ 1,086,591	\$ 1,065,501	\$ 1,220,534	\$ 1,367,000	\$ 1,396,790	\$ 1,427,250	\$ 1,458,394	\$ 1,490,240	\$ 1,522,802	\$ 1,556,099
23 Other Revenue											
24 Miscellaneous Revenue	\$ 531,439	\$ 834,385	\$ 1,120,616	\$ 934,000	\$ 952,680	\$ 971,734	\$ 991,168	\$ 1,010,992	\$ 1,031,211	\$ 1,051,836	\$ 1,072,872
25 Sale of Assets	\$ 4,658	\$ 650,041	\$ 18,635	\$ 49,250	\$ 50,728	\$ 52,249	\$ 53,817	\$ 55,431	\$ 57,094	\$ 58,807	\$ 60,571
26 Reimbursements	\$ 693,562	\$ 849,597	\$ 1,072,530	\$ 1,082,000	\$ 1,103,640	\$ 1,125,713	\$ 1,148,227	\$ 1,171,192	\$ 1,194,615	\$ 1,218,508	\$ 1,242,878
27 Refunds	\$ 20,357	\$ 58,895	\$ 19,728	\$ 16,000	\$ 16,000	\$ 16,974	\$ 17,484	\$ 18,008	\$ 18,548	\$ 19,105	\$ 19,678
28 Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
29 Total Other Revenue	\$ 1,250,016	\$ 2,392,918	\$ 2,231,509	\$ 2,081,250	\$ 2,123,528	\$ 2,166,670	\$ 2,210,696	\$ 2,255,623	\$ 2,301,470	\$ 2,348,255	\$ 2,396,000
30 Total General Fund Revenue	\$ 40,887,412	\$ 43,122,945	\$ 45,837,733	\$ 39,391,313	\$ 43,098,529	\$ 45,090,216	\$ 46,143,958	\$ 47,211,445	\$ 48,305,605	\$ 49,439,483	\$ 50,601,474
32 Percentage Increase/Decrease	-3.154%	5.468%	6.295%	-14.064%	9.411%	4.621%	2.337%	2.313%	2.318%	2.347%	2.350%
35 Expenditures											
36 Council	\$ 199,529	\$ 214,346	\$ 165,208	\$ 162,012	\$ 167,682	\$ 173,551	\$ 179,625	\$ 185,912	\$ 192,419	\$ 199,154	\$ 206,124
37 Mayor's Office	\$ 613,883	\$ 553,797	\$ 592,732	\$ 662,400	\$ 685,584	\$ 709,579	\$ 734,414	\$ 760,118	\$ 786,722	\$ 814,257	\$ 842,756
38 Economic Development	\$ 278,449	\$ 212,696	\$ 130,856	\$ 199,364	\$ 206,342	\$ 213,564	\$ 221,039	\$ 228,775	\$ 236,782	\$ 245,069	\$ 253,646
39 Economic Dev. Incentives	\$ 293,309	\$ 258,778	\$ 294,514	\$ 378,000	\$ 391,230	\$ 404,923	\$ 419,095	\$ 433,763	\$ 448,945	\$ 464,658	\$ 480,921
40 Finance Department	\$ 2,861,770	\$ 2,999,066	\$ 2,861,823	\$ 3,376,344	\$ 3,494,516	\$ 3,616,824	\$ 3,743,413	\$ 3,874,432	\$ 4,010,037	\$ 4,150,388	\$ 4,295,652
Human Resources Department	\$ -	\$ -	\$ 198,662	\$ 228,712	\$ 236,717	\$ 245,002	\$ 253,577	\$ 262,452	\$ 271,638	\$ 281,145	\$ 290,985
41 Law Department	\$ 507,010	\$ 567,645	\$ 541,573	\$ 608,396	\$ 629,690	\$ 651,729	\$ 674,540	\$ 698,149	\$ 722,584	\$ 747,874	\$ 774,050
42 Police Department	\$ 9,312,680	\$ 9,752,408	\$ 9,935,966	\$ 9,945,200	\$ 10,293,282	\$ 10,653,547	\$ 11,026,421	\$ 11,412,346	\$ 11,811,778	\$ 12,225,190	\$ 12,653,072
43 Fire Department	\$ 7,517,447	\$ 7,740,587	\$ 8,867,127	\$ 7,569,116	\$ 7,834,035	\$ 8,108,226	\$ 8,392,014	\$ 8,685,734	\$ 8,989,735	\$ 9,304,376	\$ 9,630,029
44 Service Department	\$ 9,208,701	\$ 9,433,918	\$ 8,963,082	\$ 10,472,600	\$ 10,839,141	\$ 11,218,511	\$ 11,611,159	\$ 12,017,550	\$ 12,438,164	\$ 12,873,500	\$ 13,324,073
45 Human Services Department	\$ 588,977	\$ 609,710	\$ 623,472	\$ 680,340	\$ 704,152	\$ 728,797	\$ 754,305	\$ 780,706	\$ 808,031	\$ 836,312	\$ 865,583
46 Recreation Department	\$ 2,493,497	\$ 2,415,005	\$ 2,493,767	\$ 1,563,356	\$ 1,618,073	\$ 1,674,706	\$ 1,733,321	\$ 1,793,987	\$ 1,856,777	\$ 1,921,764	\$ 1,989,026
47 Property and Equipment	\$ 1,311,594	\$ 1,013,727	\$ 1,049,607	\$ 1,761,930	\$ 1,823,598	\$ 1,887,424	\$ 1,953,484	\$ 2,021,856	\$ 2,092,621	\$ 2,165,863	\$ 2,241,668
49 Building Department	\$ 1,129,695	\$ 1,172,025	\$ 1,168,549	\$ 1,354,148	\$ 1,401,543	\$ 1,450,597	\$ 1,501,368	\$ 1,553,916	\$ 1,608,303	\$ 1,664,594	\$ 1,722,855
50 One-Time Transfer to Self Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
51 Total General Fund Expenditures	\$ 36,316,540	\$ 36,943,708	\$ 37,886,932	\$ 38,961,918	\$ 40,325,585	\$ 41,736,980	\$ 43,197,775	\$ 44,709,696	\$ 46,274,536	\$ 47,894,144	\$ 49,570,440
53 Percentage Increase/Decrease	1.630%	1.727%	2.553%	2.837%	3.500%	3.500%	3.500%	3.500%	3.500%	3.500%	3.500%
54 Excess Revenue over Expenditures	\$ 4,570,872	\$ 6,179,237	\$ 7,950,802	\$ 429,395	\$ 2,772,944	\$ 3,353,236	\$ 2,946,183	\$ 2,501,749	\$ 2,031,069	\$ 1,545,339	\$ 1,031,034
56 Bond Proceeds	\$ 9,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
57 Transfers Out	\$ (12,761,000)	\$ (4,000,000)	\$ (6,000,000)	\$ (3,300,000)	\$ (4,100,000)	\$ (4,400,000)	\$ (4,400,000)	\$ (4,400,000)	\$ (3,700,000)	\$ (3,650,000)	\$ (3,725,000)
58 Transfers/Advances In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
59 Beginning Balance	\$ 23,742,976	\$ 24,552,848	\$ 26,749,438	\$ 28,700,239	\$ 25,829,634	\$ 24,502,578	\$ 23,455,814	\$ 22,001,997	\$ 20,103,746	\$ 18,434,814	\$ 16,330,153
60 Prior Period Adj.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
61 Ending Balance	\$ 24,552,848	\$ 26,749,438	\$ 28,700,239	\$ 25,829,634	\$ 24,502,578	\$ 23,455,814	\$ 22,001,997	\$ 20,103,746	\$ 18,434,814	\$ 16,330,153	\$ 13,636,188