

**BEACHWOOD CITY COUNCIL FINANCE AND INSURANCE COMMITTEE MEETING
MONDAY, AUGUST 17, 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 6:02 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

Mr. Heiser discussed the Seven-year cash flow projections and the 2020 Cost Saving Measures and Budget Changes.

Seven-year cash flow projections and Cost Saving Measures and Budget Changes are attached hereto for the official record.

Mr. Heiser also discussed the need to fill a few positions in the Public Works Department and Police Department.

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

Mr. Heiser did mention the upcoming Citizen Finance Advisory Committee Meeting.

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

None.

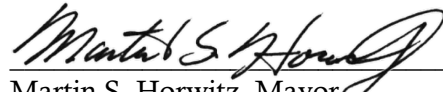
Adjournment

Moved by E. Synenberg, seconded by J. Taylor, at 6:48 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 2020-78 Council has determined that the Video Recording of the meetings shall stand as the official Minutes of its Body, its Committees, and those of the Planning and Zoning Commission. A written synopsis of all agenda items and votes shall also be promptly prepared and kept.

2020 Cost Savings measures
2020 Budget changes

City of Beachwood

Hiring Freeze	6 police positions		\$	635,400
	2 service positions		\$	202,112
	Seasonal Help (Includes camps and pools)		\$	370,268
	Camps and Pools		\$	594,094
Property and Equipment inside the General Fund not purchased at this time			\$	866,000
Expenses relative to camps/senior trips/pool			\$	867,935
Application of ORC 124.393/124.394			\$	130,616
	(use 10% - which would be cutting pay by 1 day per pay period)			
Unions may agree to reduction of pay/hours to save jobs - 0% over year			\$	342,020
No out of State Travel for the rest of 2020.			\$	7,957
No transfer to Capital Projects Fund			\$	3,000,000
				<u>\$ 7,016,402</u>
Known Increases half year	Health Insurance		\$	250,000
Increased Unemployment costs			\$	85,000
BWC 2020			\$	450,000
				<u>\$ 785,000</u>
Lost Revenue (Pool/Camps/senior trips)			\$	1,133,758
Lost Hotel Tax 60% decrease			\$	605,622
Local Govt Fund 50% decrease			\$	73,383
EMS 20 % decrease			\$	232,145
Fines 50% decrease			\$	129,716
Income Tax (Net Profit, Withholding, Individual)		Loss	\$	366,766
	\$ 4,100,000 4/29/2020	Delay	\$	2,603,819
				<u>\$ 5,145,209</u>
Total losses/increases				<u>\$ 5,930,209</u>

**CITY OF BEACHWOOD
FINANCE DEPARTMENT
INTER-OFFICE COMMUNICATION**

TO: Mayor Martin Horwitz
FROM: Larry A. Heiser, Finance Director *LAH*
RE: Budget Changes
DATE: June 22, 2020

Mayor-

I am requesting the following budget amendments for the next Council meeting.

- 1) The HB 481 language requires the City of Beachwood to establish a Local Coronavirus Relief Fund (271) for the purposes of tracking revenues/expenses related to the Coronavirus Relief Fund monies from the State of Ohio. The Local Coronavirus Relief Fund 271 is budgeted for \$160,000.
- 2) The Debt Service fund is approximately \$15,000 short due to fees charged by the County for expenses related to property tax assessments which I did not include in the 2020 Budget. I am requesting to increase appropriations by \$25,000 in the Debt Service Fund by \$25,000 and to increase transfers out of the General Fund by \$100,000 and increase transfers into the Debt Service fund by \$100,000.
- 3) In reviewing the balance with NOPEC for energy related projects there was a \$10.00 difference which I added to appropriations to be expended this year.
- 4) Based upon the current projections- I have reduced revenue by approximately 10% for 2020. Over a \$1 million dollar decrease in recreation, \$2.4 million in income taxes, and \$800,000 in hotel taxes. Although we are only through the half way point of the year spending reductions and hiring freeze more than offsets the revenue reductions.

With your approval I would like to place the transfer and budget amendment on the next Council agenda.

Please let me know if you have any questions.

Thank You.