



Preparing for the Future City of Defiance Financial Outlook

General Fund Revenues, Expenditures and Fund Balances

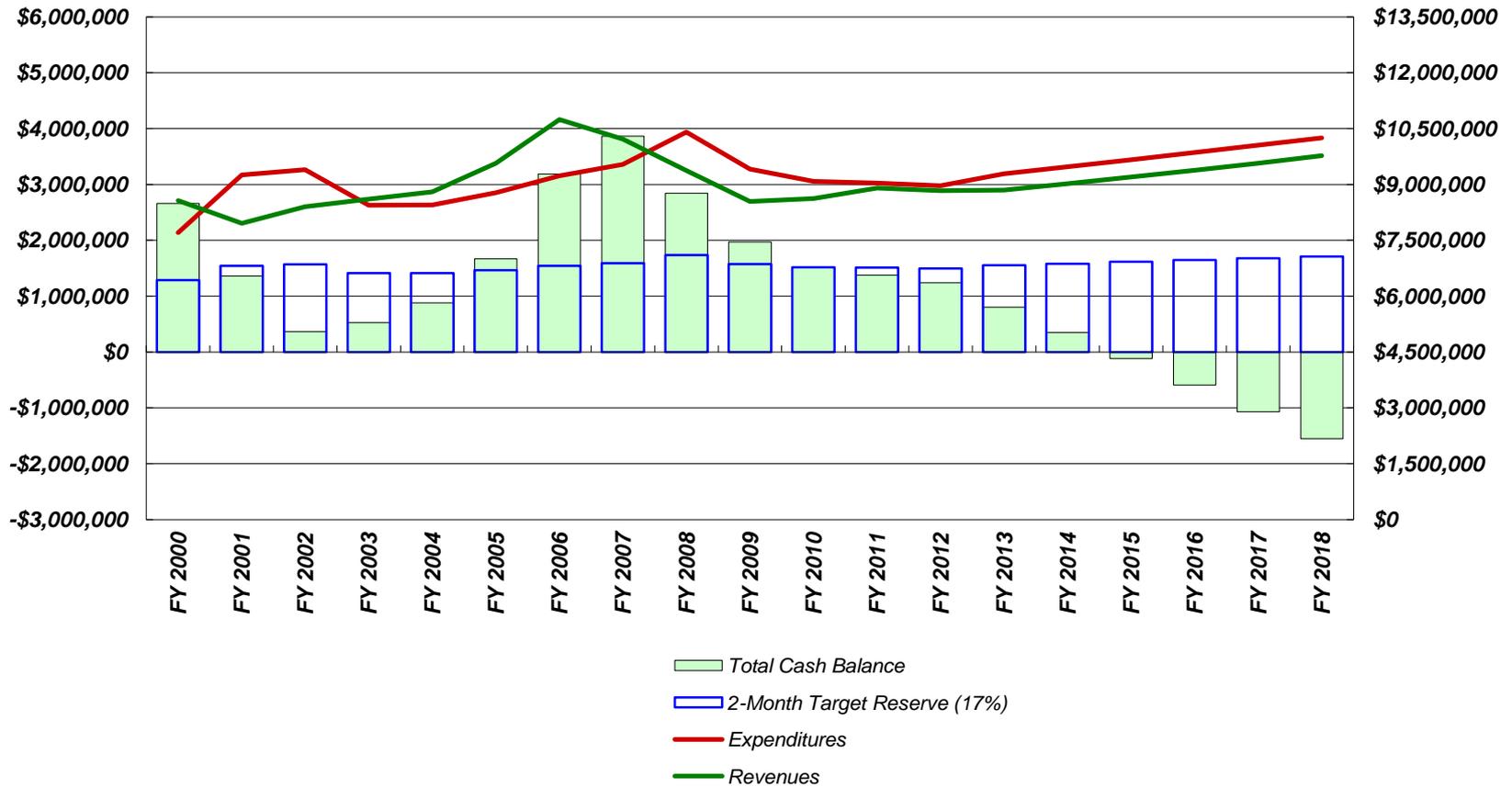
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Beginning Balance	\$1,376,242	\$1,511,693	\$1,970,107	\$2,840,494	\$3,866,343
Revenues	8,831,048	8,901,881	8,358,947	8,546,209	9,377,084
Expenditures	8,968,195	9,037,332	8,817,361	9,416,596	10,402,933
Ending Balance	<u>\$1,239,095</u>	<u>\$1,376,242</u>	<u>\$1,511,693</u>	<u>\$1,970,107</u>	<u>\$2,840,494</u>
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Beginning Balance	\$3,184,285	\$1,670,830	\$879,949	\$524,064	\$364,716
Revenues	10,217,683	10,745,595	9,573,150	8,803,907	8,604,627
Expenditures	9,535,625	9,232,140	8,782,269	8,448,022	8,445,279
Ending Balance	<u>\$3,866,343</u>	<u>\$3,184,285</u>	<u>\$1,670,830</u>	<u>\$879,949</u>	<u>\$524,064</u>

Revenues since peak in 2006 – Declined 17.8%
Expenditures since peak in 2008 – Reduced 13.8%

W-2 Income Tax Forms Processed in 2000 – 25,493
W-2 Income Tax Forms Processed in 2011 – 18,707
A Decline of 26.6%

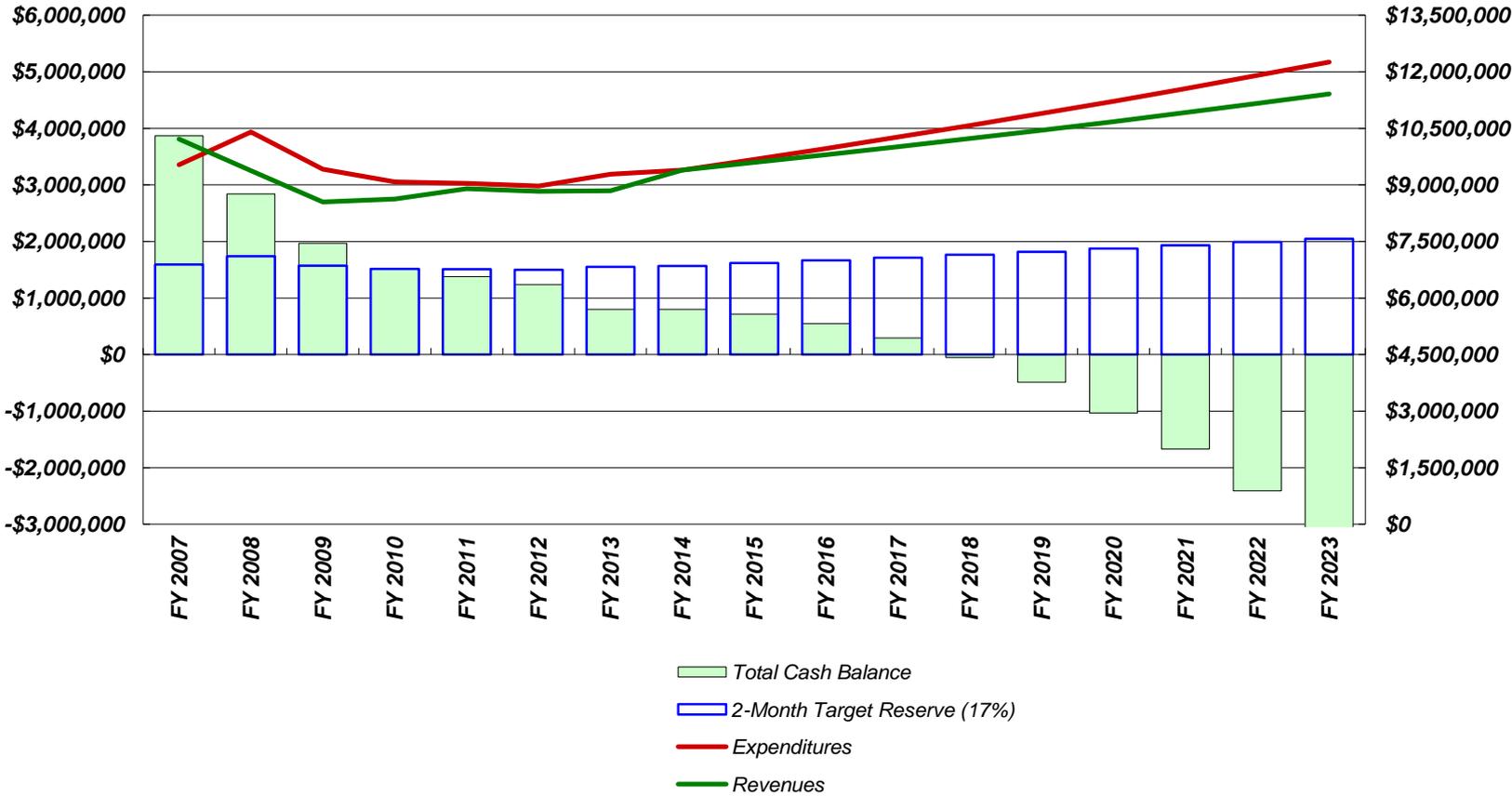
CURRENT DECLINE

General Fund Revenues, Expenditures & Fund Balances



The \$500,000 Option

General Fund Revenues, Expenditures & Fund Balances

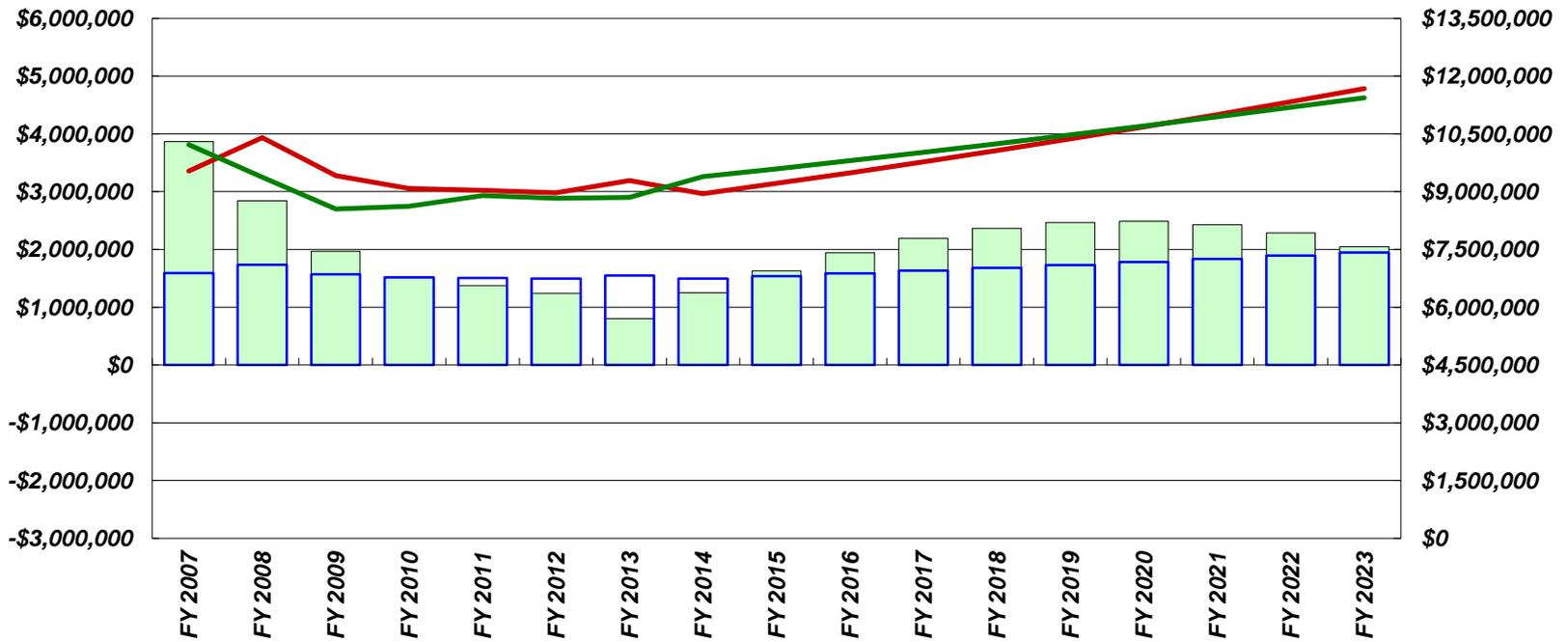


Possible Reductions of Non-Core Functions

DCCC Funding	\$	225,000
CIC Funding	\$	75,000
DDVB Funding	\$	74,000
Historian/Tuttle Museum Funding	\$	43,645
Youth Sports Subsidies	\$	18,750
Close Kingsbury Pool	\$	50,000
Total	\$	486,395

The \$1 Million Option

General Fund Revenues, Expenditures & Fund Balances



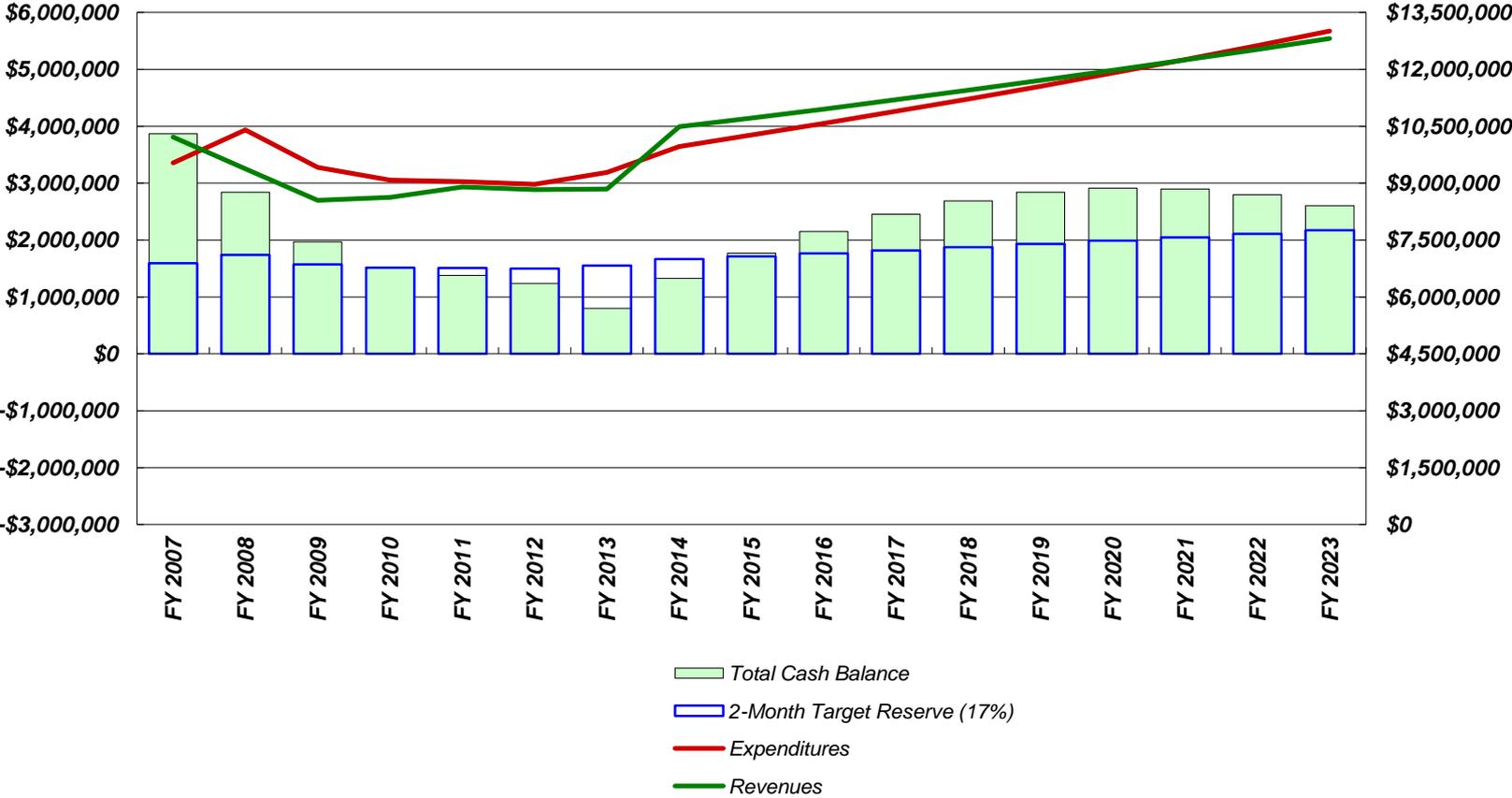
- Total Cash Balance
- 2-Month Target Reserve (17%)
- Expenditures
- Revenues

OTHER POTENTIAL CUTS

Overall Staff Reduction, 10-12	\$500,000
Eliminate EMS/Restructure Fire	\$574,000
Eliminate Seasonal Staffing (Mowing, Nuisance, Lifeguards, etc.)	\$160,000
Privatize Riverside Cemetery	???

The \$1.5 Million Option

General Fund Revenues, Expenditures & Fund Balances



Income Tax vs. Property Tax

Income Tax

Rate Increase: 0.3%
Generates: \$1,428,500

Median Household
Income: \$42,940
Annual Increase: \$128.82
Monthly Cost: \$10.74

Property Tax

New Millage 5.3 mil
Generates: \$1,417,100

Median Value
Owner-Occupied
Dwelling: \$101,700
Annual Increase: \$165.07
Monthly Cost: \$13.76

Offset by State Income Tax Reduction

City Tax Increase

Rate Increase: 0.30%
(From 1.5% to 1.8 %)

Median Household Income: \$42,940
Annual Increase: \$128.82
Monthly Cost: \$10.74

State Tax Reduction

Rate Reduction 0.29%
(At MHI, from 4.11% to
3.82%)

\$42,940
-\$124.52
-\$10.38

Note: 7% State Tax Reduction as Currently Proposed in Ohio House.

Northwest Ohio Municipal Tax Rates

<u>Lower</u>		<u>Equal</u>		<u>Higher</u>	
Kalida	1.00%	Defiance	1.50%	Van Wert	1.72%
Ottawa	1.00%	Archbold	1.50%	Tiffin	1.75%
Findlay	1.25%	Celina	1.50%	Bryan	1.80%
Bellefontaine	1.33%	Lima	1.50%	Bowling Green	2.00%
		Maumee	1.50%	Fostoria	2.00%
		Napoleon	1.50%	Waterville	2.00%
		Perrysburg	1.50%	Oregon	2.25%
				Toledo	2.25%

Questions/Discussion ??