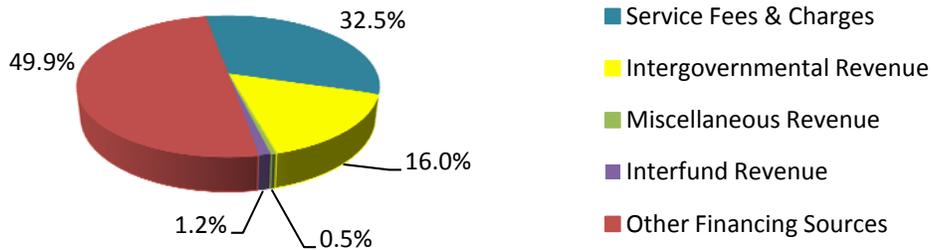


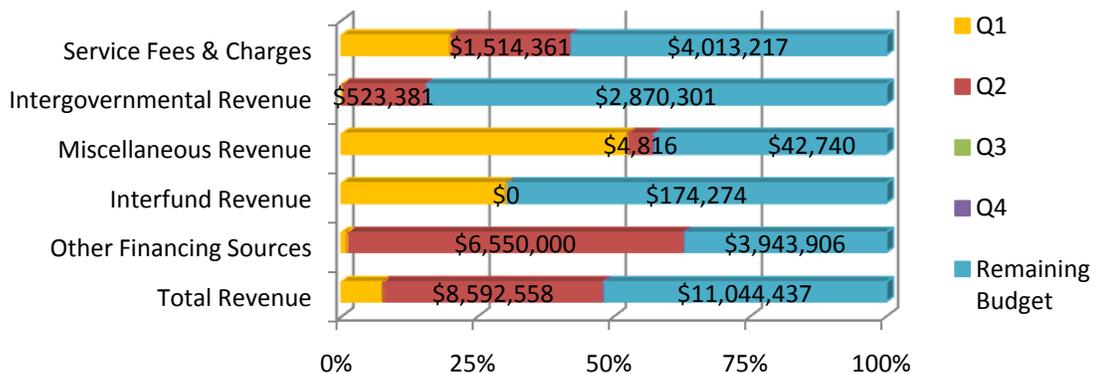
Non-General Fund Analysis

Agency Budgeted Revenues By Source



- The main sources of Non-General Fund revenue for the Sanitary Engineer's Office are: Sanitary Water fees collected from residents and businesses that connect to the water lines (\$1,688,413); Sanitary Sewer fees collected from residents and businesses that connect to the sewer lines (\$3,745,197); American Recovery and Reinvestment Act (ARRA) (\$1,049,030); Federal Grants (\$1,582,200); Bond Funds (\$6,550,000); and the Ohio Water Development Authority (OWDA) loan (\$3,700,232).

Non-General Fund - Revenue



	1 st Quarter	2 nd Quarter	3 rd Quarter	4 th Quarter	YTD	Total*
Prior Year Actuals	\$1,648,196	\$1,405,668	\$1,556,869	\$1,437,927	\$3,053,864	\$6,048,660
Current Year Actuals	\$1,613,654	\$8,592,558			\$10,206,212	\$21,250,649

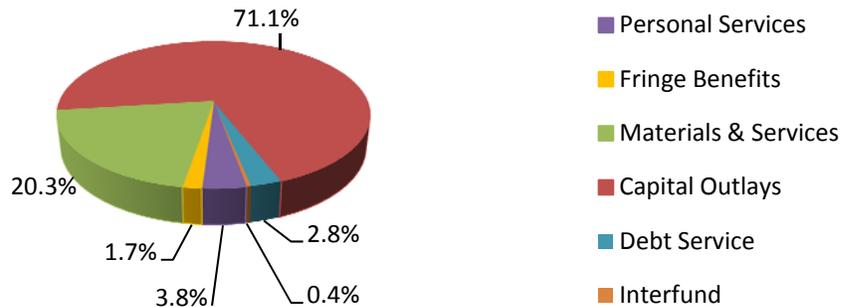
* Current year total represents revised budget.

- Second quarter revenues of \$8,592,558 represent 40.4% of the budgeted amount for the year. YTD revenues of \$10,206,212 represent 48.0% of the budgeted amount for the year.
- Within the Service Fees and Charges line-item, the agency has collected a total of \$2,893,678 YTD or 42% of the budget and is projected to align with budget by 4th quarter. Water and sewer services have collected \$2,683,511 YTD or 49% of the budget.

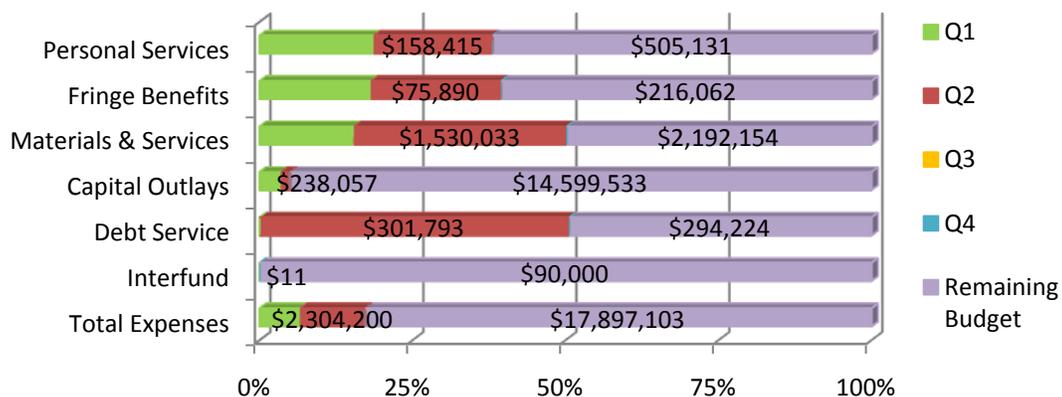
- Intergovernmental Revenue includes American Recovery and Reinvestment Act (ARRA) related projects in the amount of \$1,049,030 and \$1,582,200 for the Timberlake Water Plant. As of the 2nd quarter, \$523,381 has been collected for ARRA related projects. The Timberlake Water Plant project has begun and has several additional funding sources, such as federal grants and Ohio Water Development Authority (ODWA) loan proceeds.
- Miscellaneous Revenue, such as reimbursements and refunds from water and sewer expenses, are collected every month. To date, the agency has collected \$57,261, of which \$50,501 is related to 1st half real estate collections.
- Within Interfund Revenue, \$75,567 has been collected from Community Development Block Grant (CDBG) funds for the Cleveland Heights project. By the end of the year, 90% of the residents will be connected to the system, and 100% in 2011.
- Other Financing includes the Sanitary Engineer Bond revenue \$6,550,000 that supports the Brown East Road project, and Mon-E-Bak project. The remaining revenue budget reflects ODWA loans. It is not known at this time if these revenues will be received in 2010, as ARRA funds need to be spent first.
- The ARRA projects, CDBG and the Sanitary Engineer Bond revenue collected are one-time revenues for 2010.

Non-General Fund Analysis

Agency Budgeted Expenses By Type



Non-General Fund - Expenses



	1 st Quarter	2 nd Quarter	3 rd Quarter	4 th Quarter	YTD	Total*
Prior Year Actuals	\$1,358,799	\$1,652,608	\$1,612,039	\$1,769,951	\$3,011,407	\$6,393,397
Current Year Actuals	\$1,437,945	\$2,304,200			\$3,742,145	\$21,639,248

* Current year total represents revised budget.

- Second quarter expenditures of \$2,304,200 represent 10.7% of the budgeted amount for the year. YTD expenditures of \$3,742,145 represent 17.3% of the budgeted amount for the year.
- Materials and Services expenditures are on budget. Within this category, the water and sewer line expenses are \$1,710,195 of the \$3,365,442, or 51%.
- ARRA related projects have spent \$216,129 to date, which is included in Capital Outlays.
- Capital Outlays activities for projects such as Brown Road East, Mon-E-Bak and Cleveland Heights have begun, and \$777,024 has been expended year-to-date. All three of the projects are expected to be 100% complete by 1st quarter 2011. Other projects, such as the Timberlake projects, have expenses budgeted in 2010 but will probably carryover into 2011.



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- Interfund expenditures are for the Franklin County Water Drainage project, which will begin in the 3rd quarter.
- There were no significant one-time expenses in the current quarter or YTD.

Non-General Fund Analysis

Personal Services

<u>Quarter</u>	<u>Agency Budget</u>	<u>Actual Expenditures</u>	<u>% of Budget Expended</u>
1st Quarter	\$186,541	\$152,687	81.9%
2nd Quarter	\$186,541	\$158,415	84.9%
3rd Quarter	\$223,395		
4th Quarter	\$219,755		
Total	\$816,233	\$311,102	38.1%

- There are 20 FTEs budgeted; 15 are currently active.
- The agency is under budget due to 5 vacant positions. The agency is working with Human Resources to begin the hiring process and expects to have all 5 positions filled during 3rd quarter 2010. As of the 2nd quarter, 12 of 26 pay periods have occurred, which represents 46% of budget.

Budget Corrective Items

Approved

- Resolution No. 0254-10 authorized the issuance of bonds in a principal amount not to exceed \$6,630,000 to support improvements to the Brown Road East and Mon-E-Bak projects.
- Resolution No. 0388-10 authorized a non-general fund supplemental appropriation in the amount of \$762,452.45 for the American Recovery and Reinvestment Act of 2009 (ARRA) for the Cleveland Heights Phase 3, Timberlake Wastewater System and Agler Road/Fern Street Sewer Improvement projects.
- Resolution No. 0474-10 authorized a transfer of General Fund appropriations from the Commissioners Reserves in the amount of \$818,512 and Non-General Fund supplemental appropriations in the amount of \$431,979 to various agencies. These appropriations were to be used to provide a 1% salary and wage increase to non-bargaining employees.

Pending

- Resolution No. 0535-10, authorizing a transfer of \$700,000 from the General Fund to the Stormwater Management Fund for the Stormwater Management Program, was approved at the beginning of the 3rd quarter.

Not Recommended

- There have been no requests for budget adjustments not approved to date.

Budget Recommendations

- Based upon this analysis, there are no recommendations for budget savings or organizational performance improvements at this time.