

Finance Committee.

10/15/ 2018 MEETING REPORT

Attending: Mayor Callery, Councilperson Waugaman, Administrator/Clerk Bohman, and Scott Campling, Bob Hagadorn, Tom Noll, and Councilperson Vaden. Guest John Chamberlin of Van Gorder, Walker & Co., Inc. and Jim Cahill.

The Finance Committee Meeting was called to order at 7:00 pm at 719 Rogers Road.

Discussion:

Councilman Waugaman, Scott Campling, Bob Hagadorn and Tom Noll to the City Administrator/Clerk Bohman submitted questions for the September financials. City Administrator/Clerk Bohman replied to the questions.

- (01) Mr. Chamberlin addressed the Finance Committee on the audit for our 2017-2018 fiscal year. The audit stated that the financial statements are neutral, consistent, and clear. The auditors encountered no difficulties in dealing with management in performing and completing the audit. The management comments from the auditor was no issue with segregation of duties do to an outside accountant and Finance committee we have.
- (02) City of Villa Hills Audit Rotation: Van Gorder, Walker & Co., Inc. have been engaged since 2003 doing our audits. They have completed 16 audits. There have been 20 separate individuals six of which are CPAs acting in three different and distinct roles over 16 years.
- (03) The Committee questions ask were answered by City Administrator/Clerk Bohman.
- (04) This month the legal fees just for our city attorney are as follows: Defend Villa Hills Appeals \$4,474.70, Ordinances/Contracts \$188.50, Nuisance/Liens Enforcement \$72.50 all other cost were \$2,004.32 for a total of \$6,740.02.
- (05) I would like to address Council on the cost of the Defend Villa Hills. The past five months has increased our legal fees by \$29,000.00. Our budget for legal is \$60,000.00, so you can see this is about half of the budget for a fiscal year. This fiscal year we have spent \$8014.00 for Defend Villa Hills with the total for all our legal fees being \$18,504.00 through September 2018. There was a total of \$20,986.00 spent in last year's budget.
- (06) KMA negative net income was discussed.

- (07) P&L Contract Services City Engineer were discussed.
- (08) Capital Fund was discussed.
- (09) Codification expense was discussed.
- (10) Miscellaneous expenses were discussed.
- (11) Parks and Recreation utilities were discussed.
- (12) Update where we are financially with the city's current budget. Here is the breakdown as of September 30 2018.

Total Assets -	\$3,787,459.96
Total Liabilities -	\$ 397,648.06
Difference -	\$3,389,811.90
The \$3,389,811.89 is broken down as follows:	
Designated Funds for Buttermilk Pike -	\$345,977.00
Designated Funds for cash flow -	\$750,000.00
Designated Payroll Tax -	\$128,735.00
Undesignated Fund Balance -	\$ 524,702.52
Net Income -	\$1,640,397.38
Total - Liabilities & Equity	\$3,787,459.96

The Finance Committee recommended to submit the September financials to Council for approval and be posted on the city website.

- (13) **Next meeting November 19th 2018 7:00 pm 719 Rogers Road.**
- (14) Meeting adjourned 8:00 pm.

Respectfully Submitted
 Gary Waugaman Chairman Finance/Councilman