MID-OHIO REGIONAL
MORPC
PLANNING COMMISSION

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Memorandum

TO: William Murdock, Executive Director
Executive Committee

FROM: Shawn Hufstedler
Chief Operating Officer

DATE: August 1, 2025

SUBJECT: Financial Report – June 2025

Summary

As of June 30, 2025, the operating reserve (investment and cash accounts) was $2,541,211.
Expenses totaled $8,650,825 or 28% of the year's total budgeted expenses of $30,436,359.
A net loss from all operations was recorded year-to-date as of June 30, 2025, most of which was expected and relates to revenues recorded in prior years and expenses incurred in the current year.

The actual fringe and indirect rate variances were unfavorable primarily due to lower than anticipated direct labor.

Budget vs. Expenses

Expenses through the quarter ending June 30, 2025, totaled $8,650,825 or 28% of the year's total budgeted expenses of $30,436,359.

From a programmatic perspective (Expenses by Program Area), expenses differed from the budget for the following reasons:

- The under-spending of $754,494 in Transportation programs is primarily attributable to lower than anticipated expenditures; specifically, $871,025 less than budgeted for the FTA Section 5310 Program, which supports Enhanced Mobility for Seniors and Individuals with Disabilities. MORPC administers subgrants under this program for vehicle acquisitions and other eligible expenses. These subgrant disbursements can vary significantly, and many vehicle purchases have been delayed due to ongoing market supply constraints.

William Murdock, AICP *Executive Director* | **Chris Amorose Groomes** *Chair* | **Michelle Crandall** *Vice Chair* | **Ben Kessler** *Secretary*

- The under-spending of $3,262,746 in Planning and Sustainability is primarily the result of an executive order that temporarily paused the use of federal funds, delaying the initiation of several major projects. This includes a $908,829 delay associated with the Electric Vehicle Charger Reliability and Accessibility Accelerator (EVC RAA) program which is now underway, as well as an ongoing hold on the Charging and Fueling Infrastructure (CFI) grant resulting in under-spending of $1,714,982.

- The under-spending of $946,037 in Weatherization programs is primarily attributable to the high level of funding budgeted for the multi-year Bipartisan Infrastructure Law (BIL) grant, combined with limited client availability for both the State and Columbia Gas Warm Choice Weatherization Programs.

- The $225,319 underspending in Housing Programs is primarily attributable to delays throughout project implementation. Notably, the anticipated amendment to the existing Franklin County Urgent Home Repair contract has yet to be executed, resulting in lower-than-expected expenditures contributing to the variance of $139,280. The ODOD Lead Safe project also experienced delays due to changes in the environmental review process, leading to an additional underspend of $132,085.

- The Other category is underspent by $587,356. The budget shows the operating reserve replenishment, which is not represented as an actual expense. This Other category also represents some underspending for programs for the second half, like the Summit on Sustainability which will be held in the fall. Additionally, indirect and fringe variance recapture from prior years are shown on this line for the budget, with the actual costs recaptured shown in the program line items above.

MORPC also budgeted for potential programs/projects that have not been funded at this time (and for which there have not been any expenses). Potential programs that come to fruition show the actual costs in the appropriate category above.

Operating Cash/Reserve

MORPC's operating reserve consists of operating cash and investment accounts. As of June 30, 2025, the cash account held $752,135 while the investment account had a balance of $1,789,076. The investment account is held in STAROhio. Combining both accounts equated to $2,541,211, or 30 days of budgeted expenses, which is less than the 60-day target threshold identified in the Operating Reserve Policy.

The current operating budget may be adjusted downward this autumn to reflect changes in grant funding due to changing federal priorities, which resulted in certain grants being paused or discontinued, as well as other updated budget expectations to better reflect current year activity. As

a reference, the operating reserve is approximately 54 days of actual expenses (vs. the budgeted expenses figure of 30 days noted above).

Operating Income (Change in Net Position)

There was a decrease in net position (loss from operations) for the year-to-date through June 30, 2025. The decrease was ($482,382). The decrease was primarily the result of revenue recognized in prior years with expenses occurring in the current year:

- A ($397,028) net loss year-to-date for programs funded by COTA in lieu of COVID and NTD (National Transit Database) funding, and Franklin County TID (Transportation Improvement District) funding. As expected, this operating loss is due to revenue recognized in prior years and expenses occurring in the current year.
- A ($83,785) net loss year-to-date for depreciation related to leasehold improvements as expected.
- A ($50,377) net loss year-to-day for Columbia Gas Warm Choice Program. This loss is primarily due to the less than projected households to serve in the first half of the year.

The losses were partially offset by gains totaling $48,814 in the following programs:

- Investment Income $41,890
- Miscellaneous Local Programs $6,924

Member Dues

Member dues revenue was $851,934 for the year-to-date ending June 30, 2025. Use of member dues was over budget by ($18,555). The use of all current year member dues was as follows:

Use of Member Dues	Budget	Actual	Variance (Over)/Under
Services to Members	$450,446	$469,022	($18,576)
Local Matching Funds/Reserve	$213,113	$208,022	$5,091
Development Fund	$38,338	$52,268	($13,930)
Building Lease	$93,800	$93,800	$0
Other	$37,683	$28,823	$8,860
Total	**$833.380**	**$851,935**	**($18,555)**

Members Dues are expected to come back within budget throughout the year, as some expenses were disproportionately high during the first half.

Fringe Benefit and Indirect (Overhead) Variances

Fringe Benefits
The actual fringe benefit cost rate for the year-to-date is 60.55%, which is slightly more than the budgeted rate of 59.00%, creating an unfavorable variance for the year-to-date of $35,348.

Indirect (Overhead)
The actual indirect cost variance for the year-to-date is 61.26%, which is slightly more than the budgeted rate of 61.00% resulting in an unfavorable variance for the year-to-date of $30,977. While indirect expenditures were less than budgeted, the direct labor base used to fund indirect was less than budgeted as well therefore providing less indirect funding than needed thus far in 2025.

Statement of Net Position

- On June 30, 2025, operating cash on hand was $752,135. The operating reserve investment account was $1,789,076 and the management reserve was $22,970.
- The Central Ohio Greenways Fund is administered and held by the Columbus Foundation and had a balance of $42,521.

- Accounts Receivable as of June 30, 2025, totaled $3,499,739, reflecting a decrease from $4,212,527 on June 30, 2024. We continue to actively engage with our funders to expedite the collection of the remaining balances as well as evaluating our invoicing practices to encourage faster payment by our funders.

- Accounts Payable plus other current accrued liabilities as of June 30, 2025 totaled $611,468 compared to $1,033,378 as of June 30, 2024.

- The GASB Statement 68 Pension and the GASB Statement 75 OPEB (other postemployment benefits, i.e. retiree healthcare) have a net liability of $5,994,814 and represent estimates of the Commission's proportional share of the unfunded liabilities/assets of the Ohio Public Employees Retirement System (OPERS). The Government Accounting Standards Board mandates that these amounts be shown in the financial statements, but such amounts do not represent an actual legal liability of MORPC to OPERS per State of Ohio law. Excluding the impact of GASB Statements 68 and 75, net position would be approximately $6 million greater, or a positive balance of $4,201,692 as of June 30, 2025.

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL

FOR THE YEAR-TO-DATE ENDING June 30,2025

	Year-to-Date Budget	Year-to-Date Actual	Variance under / (over)
Revenues			
Transportation	$ 3,464,838	$ 2,511,411	$ 953,427
Infrastructure & Econ. Dev.	$ 569,703	$ 378,925	$ 190,777
Planning & Sustainability	$ 4,803,368	$ 1,540,614	$ 3,262,754
Weatherization	$ 2,696,336	$ 1,700,472	$ 995,864
Housing	$ 1,416,697	$ 1,191,377	$ 225,319
Services to Members & Development	$ 620,268	$ 643,912	$ (23,644)
Other	$ 824,601	$ 201,731	$ 622,870
Potential Funding	$ 822,370	$ -	$ 822,370
Total Operating Revenues	**$ 15,218,180**	**$ 8,168,443**	**$ 7,049,737**
Expenses by Program Area			
Transportation	$ 3,464,838	$ 2,710,344	$ 754,494
Infrastructure & Econ. Dev.	$ 569,703	$ 577,025	$ (7,323)
Planning & Sustainability	$ 4,803,368	$ 1,540,622	$ 3,262,746
Weatherization	$ 2,696,336	$ 1,750,298	$ 946,037
Housing	$ 1,416,697	$ 1,191,377	$ 225,319
Services to Members & Development	$ 620,268	$ 643,912	$ (23,644)
Other	$ 824,601	$ 237,245	$ 587,356
Potential Funding	$ 822,370	$ -	$ 822,370
Total Expenses by Program Area	**$ 15,218,180**	**$ 8,650,825**	**$ 6,567,355**
Expenses by Account Category			
Salaries and Benefits	$ 5,739,457	$ 4,929,359	$ 810,097
Materials and Supplies	$ 91,554	$ 49,346	$ 42,208
Services, Charges, & Other	$ 3,049,946	$ 1,435,948	$ 1,613,998
Subcontracted Services	$ 5,736,836	$ 1,748,570	$ 3,988,267
Depreciation and Amortization	$ 600,388	$ 487,602	$ 112,786
Total Expenses by Account Category	**$ 15,218,180**	**$ 8,650,825**	**$ 6,567,355**
Operations income (loss)	$ -	$ (482,382)	$ 482,382
Increase (decrease) in net position	**$ -**	**$ (482,382)**	**$ 482,382**

MID-OHIO REGIONAL PLANNING COMMISSION

STATEMENT OF NET POSITION AS OF June 30, 2025

	Balance at 06/30/2025 excludes impact of GASB 68 & 75	GASB 68 & 75 (Pension & OPEB) 06/30/2025	Balance at 06/30/2025 includes impact of GASB 68 & 75	Balance at 06/30/2024 includes impact of GASB 68 & 75	Yearly Difference
Assets					
Current Assets					
Cash	752,135		752,135	905,850	(153,715)
Cash-Operating Reserve	1,789,076		1,789,076	1,704,464	84,612
Cash-Management Reserve	22,970		22,970	18,619	4,351
Cash-Greenways Fund	42,521		42,521	37,182	5,339
Accounts Receivable	3,499,739		3,499,739	4,212,527	(712,788)
Prepaid Expenses	158,467		158,467	166,258	(7,791)
Total Current Assets	6,264,908		6,264,907	7,044,900	(779,993)
Non-Current Assets					-
Assets Net of Accumulated Depreciation	1,196,042		1,196,042	1,391,601	(195,559)
Intangible Asset Building/Equipment Lease/IT Subscriptions Net of Accumulated Amortization	4,238,161		4,238,161	4,840,066	(601,905)
Total Non-Current Assets	5,434,203		5,434,203	6,231,667	(797,464)
Deferred Outflows of Resources - GASB 68 & 75	-	4,031,694	4,031,694	4,635,594	(603,900)
Total Deferred Outflows of Resources	-	4,031,694	4,031,694	4,635,594	(603,900)
Total Assets	11,699,110	4,031,694	15,730,804	17,912,162	(2,181,357)
Liabilities					
Current Liabilities					
Accounts Payable	124,579		124,579	554,868	(430,289)
Accrued Payroll and Fringe Benefits	486,889		486,889	478,510	8,379
Unearned Revenue	1,831,061		1,831,061	1,445,169	385,892
Accrued Building/Equipment Lease	276,666		276,666	267,153	9,513
Accrued IT Subscriptions	-		-	80,467	(80,467)
FC Temporary Cash Advance	-		-	750,000	(750,000)
Total Current Liabilities	2,719,195		2,719,196	3,576,167	(856,972)
Non-Current					
Accrued PTO & Sick Leave	617,229		617,229	516,057	101,172
Other Mortgages-Deferred Income	-		-	-	-
Accrued Building/Equipment Lease	4,160,992		4,160,992	4,652,080	(491,088)
Acrrued SBITA	-		-	-	-
GASB 68 & 75	-	9,717,347	9,717,347	9,943,599	(226,252)
Total Non-Current	4,778,221	9,717,347	14,495,568	15,111,737	(616,169)
Deferred Inflows of Resources - GASB 68 & 75	-	309,161	309,161	4,921,120	4,538,857
Total Deferred Inflows of Resources	-	309,161	309,161	352,136	(42,975)
Total Liabilities	7,497,416	10,026,508	17,523,925	19,040,040	(1,516,115)
Net Position					
Beginning Net Position	4,684,074	(5,994,814)	(1,310,740)	(418,688)	(892,052)
Current YTD Net Income	(482,382)		(482,382)	(709,190)	226,808
Total Net Position	4,201,692	(5,994,814)	(1,793,122)	(1,127,878)	(665,244)
Total Liabilities and Net Position	11,699,110	4,031,694	15,730,804	17,912,162	(2,181,357)