

FISCAL YEAR 2013
1st QUARTER PROPOSED BUDGET AMENDMENT

	Original 2013 Budget	1st Qtr Amendment	Proposed 2013 Budget
Total Revenues	\$ 106,228,470	\$ 1,586,950	\$ 107,815,420
<i>Operating Expense</i>	\$ 81,028,780	\$ 83,200	\$ 81,111,980
<i>Capital Outlay Expense</i>	9,324,070	3,751,550	13,075,620
<i>Transfer-Out Expense</i>	20,542,430	1,188,200	21,730,630
Total Expenses	\$ 110,895,280	\$ 5,022,950	\$ 115,918,230
To/(From) Fund Balance	\$ (4,666,810)	\$ (3,436,000)	\$ (8,102,810)

Revenue, Expense, and Fund Balance Impact:

The FY 2013 1st Quarter Budget Amendment proposes an increase in total revenues of \$1,586,950 and an increase in total expenses of \$5,022,950. The net increase in revenues less the increase in expenses will have a net impact on citywide fund balances and retained earnings of -\$3,436,000.

The major component of this Budget Amendment is due to capital projects or purchases which were not completed in FY 2012 that are proposed to be "carried over" into FY 2013:

Citywide Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital Changes	Difference
Major Road Summary	\$ 178,050	\$ 599,660	\$ 421,610
Local Street Summary	\$ 35,000	\$ 35,000	\$ -
Water Resources Summary	\$ -	\$ 103,000	\$ 103,000
Fire Capital Summary	\$ -	\$ -	\$ -
Pathway Construction Summary	\$ 3,000	\$ -	\$ (3,000)
Capital Improvement Fund Summary	\$ -	\$ -	\$ -
Water & Sewer Capital Summary	\$ 1,691,000	\$ 2,084,000	\$ 393,000
Facilities Summary	\$ 163,000	\$ 413,000	\$ 250,000
MIS Summary	\$ 14,520	\$ 74,000	\$ 59,480
Fleet Summary	\$ 442,890	\$ 442,890	\$ -
Capital Project Total	\$ 2,527,460	\$ 3,751,550	\$ 1,224,090

As part of the FY 2012 4th Quarter Budget Amendment, \$2,527,460 was projected to be "carried forward" from the FY 2012 Budget and into the FY 2013 Budget to continue projects/purchases that were not completed in FY 2012. The revised amount being requested in FY 2013 Budget is \$3,751,550. Variances between projected and proposed are described in more detail within the appropriate fund summaries.

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Summary by Fund

101 - General Fund

General Fund expenditures are proposed to increase by \$20,000 due to:

- Increase of \$20,000 in operating expenditures due to the carryover of the final phase of IS-11 / Citywide Radio Changeover program

The increase in expenditures will have a net impact on fund balance of -\$20,000.

202 - Major Road Fund

Major Road Fund expenditures are proposed to increase by \$599,660 due to:

- Increase of \$599,660 in capital projects:
 - MR-27: Major Road Bridge Rehabilitation Program difference due to no restoration needed in FY 2013
 - MR-40A: Tienken Road [Livernois – Sheldon] difference due to:
 - Less ROW Acquisition performed in FY 2012 than anticipated, resulting in greater remaining funding requested for FY 2013 [\$342,000] and
 - Due to moving project funding [\$26,610] included in the 2015 Budget forward into the FY 2013 Budget.
 - MR-43: Rain Tree Drive Reconstruction difference due to additional restoration needed in FY 2013.
 - MR-49G: Avon @ Livernois Intersection Enhancements difference due to less work being performed in FY 2012 than anticipated, resulting in greater remaining funding requested for FY 2013.

Major Road Fund - Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
MR-03A: Major Road Concrete Program	\$ 5,000	\$ 5,000	\$ -
MR-27: Major Road Bridge Rehabilitation Program	\$ 3,000	\$ -	\$ (3,000)
MR-40A: Tienken Road [Livernois - Sheldon]	\$ -	\$ 366,610	\$ 366,610
MR-43: Rain Tree Drive Reconstruction	\$ -	\$ 3,000	\$ 3,000
MR-49D: Avon Road [Crooks - Livernois]	\$ 87,050	\$ 87,050	\$ -
MR-49G: Avon & Livernois Enhancements	\$ 15,000	\$ 70,000	\$ 55,000
MR-51: Rochester Hills Drive Rehabilitation	\$ 21,000	\$ 21,000	\$ -
PW-01: Pathway Rehab Program [Grosse Pines]	\$ 5,000	\$ 5,000	\$ -
PW-49D: Avon PW [Old Perch - Stag Ridge]	\$ 42,000	\$ 42,000	\$ -
Capital Project Total	\$ 178,050	\$ 599,660	\$ 421,610

The increase in expenditures will have a net impact on fund balance of -\$599,660.

203 – Local Street Fund

Local Street Fund expenditures are proposed to increase by \$35,000 due to:

- Increase of \$35,000 in capital projects:

Local Street Fund - Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
LS-01: Local Street Asphalt Rehabilitation Program	\$ 25,000	\$ 25,000	\$ -
LS-03: Local Street Concrete Reconstruction Program	\$ 10,000	\$ 10,000	\$ -
Capital Project Total	\$ 35,000	\$ 35,000	\$ -

The increase in expenditures will have a net impact on fund balance of -\$35,000.

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211 – Stoney Creek Perpetual Care Fund

Stoney Creek Perpetual Care Fund revenues are proposed to decrease by (\$47,370) due to:

- Closing Stoney Creek Perpetual Care Fund (211) and transferring all operating revenues to the newly created Stoney Creek Perpetual Care Trust Fund (752)

Stoney Creek Perpetual Care Fund expenditures are proposed to increase by \$1,225,000 due to:

- Closing Stoney Creek Perpetual Care Fund (211) and transferring all fund balances to the newly created Stoney Creek Perpetual Care Trust Fund (752)

The decrease in revenues less the increase in expenditures will have a net impact on fund balance of - \$1,272,370 and will close the Stoney Creek Perpetual Care Fund (211).

244 – Water Resources Fund

Water Resources Fund revenues are proposed to increase by \$103,000 due to:

- Increase of \$103,000 in Federal Grant Reimbursement related to the remaining portions of the Avon Creek Phase II and Phase III projects

Water Resources Fund expenditures are proposed to increase by \$103,000 due to:

- Increase of \$103,000 in capital projects:
 - SW-09B: Avon Creek Restoration (Phase II) difference due to less work being performed in FY 2012 than anticipated, resulting in greater remaining funding requested for FY 2013.
 - SW-09C: Avon Creek Restoration (Phase III) difference due to grant award date after FY 2013 Budget adoption date.

Water Resources Fund - Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
SW-09B: Avon Creek Restoration (Phase II)	\$ -	\$ 18,000	\$ 18,000
SW-09C: Avon Creek Restoration (Phase III)	\$ -	\$ 85,000	\$ 85,000
Capital Project Total	\$ -	\$ 103,000	\$ 103,000

The increase in revenues less the increase in expenditures has no impact on fund balance.

510 - Sanitary Sewer Division

Sanitary Sewer Division expenses are proposed to decrease by (\$22,080) due to:

- Decrease of (\$22,080) in transfers-out due to a reduction in Sanitary Sewer System debt service resulting from a bond issue refunding

The decrease in expenses will have a net impact on retained earnings of +\$22,080.

530 - Water Division

Water Division expenses are proposed decrease by (\$14,720) due to:

- Decrease of (\$14,720) in transfers-out due to a reduction in Water System debt service resulting from a bond issue refunding

The decrease in expenses will have a net impact on retained earnings of +\$14,720.

593 – Water & Sewer Capital Fund

Water & Sewer Capital Fund expenses are proposed to increase by \$2,084,000 due to:

- Increase of \$2,084,000 in capital projects:
 - SS-01B: SCADA System Upgrade Schedule difference due to less work being performed in FY 2012 than anticipated (Propagation Study), resulting in greater funding requested for FY 2013 to complete project phase.

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- FA-04B: Old DPS Garage Conversion to Cold Storage difference due to moving forward project funding from FY 2015 per the Capital Improvement Plan (CIP) schedule to coordinate with the FA-04C: DPS Salt Storage Facility project.
- FA-04C: DPS Salt Storage Facility project difference due to less preliminary engineering performed in FY 2012 than anticipated, resulting in greater funding requested for FY 2013.
- Michelson Pump Station Safety Enhancement difference due to no work being performed in FY 2012, resulting in funding requested for FY 2013 to complete safety enhancements.

Water & Sewer Capital - Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
SS-22B: Grant Pump Station Replacement	\$ 695,000	\$ 695,000	\$ -
SS-01B: SCADA System Upgrade Schedule	\$ -	\$ 93,000	\$ 93,000
WS-25B: South Blvd. Water Main [Livernois - Rochester]	\$ 615,000	\$ 615,000	\$ -
FA-04B: Old DPS Garage Conversion to Cold Storage	\$ -	\$ 288,000	\$ 288,000
FA-04C: DPS Salt Storage Facility	\$ 381,000	\$ 388,000	\$ 7,000
Michelson Pump Station Safety Enhancements	\$ -	\$ 5,000	\$ 5,000
Capital Project Total	\$ 1,691,000	\$ 2,084,000	\$ 393,000

The increase in expenses will have a net impact on retained earnings of -\$2,084,000.

595 - Water & Sewer Debt Fund

Water & Sewer Debt Fund revenues are proposed to decrease by (\$36,800) due to:

- Decrease of (\$36,800) in transfers-in from the Sanitary Sewer and Water Divisions due to a reduction in debt service resulting from a bond issue refunding

Water & Sewer Debt Fund expenses are proposed decrease by (\$36,800) due to:

- Decrease of (\$36,800) in operating expenses due to a reduction in annual debt service resulting from a bond issue refunding

The decrease in revenues less the decrease in expenses has no impact on retained earnings.

631 - Facilities Fund

Facilities Fund revenues are proposed to increase by \$240,000 due to:

- Increase of \$240,000 in Contributions & Donations to offset PK-03E / Calf Barn Restoration Project

Facilities Fund expenses are proposed to increase by \$413,000 due to:

- Increase of \$413,000 in capital projects:
 - PK-03E: Museum Calf Barn Restoration difference due to less work being performed in FY 2012 than anticipated, resulting in additional funding requested for FY 2013 to complete project. Contributions & Donations to offset the entire cost of this project.
 - IS-19: Auditorium Media Upgrades difference due to less work (Acoustical Consultant) being performed in FY 2012 than anticipated, resulting in greater funding requested for FY 2013 to complete project.

Facilities Fund - Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
No CIP: Spencer Park Entrance Booth	\$ 24,000	\$ 24,000	\$ -
PK-03E: Museum Calf Barn Restoration	\$ -	\$ 240,000	\$ 240,000
IS-19: Auditorium Media Upgrades	\$ -	\$ 10,000	\$ 10,000
FA-01H: City Hall Energy Management System	\$ 139,000	\$ 139,000	\$ -
Capital Project Total	\$ 163,000	\$ 413,000	\$ 250,000

The increase in revenues less the increase in expenses will have a net impact on retained earnings of -\$173,000.

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636 – MIS Fund

MIS Fund expenses are proposed to increase by \$74,000 due to:

- Increase of \$74,000 in capital projects:
 - IS-10B: CPU Network Upgrade (Security Enhancements) difference due to less work being performed in FY 2012 than anticipated, resulting in greater funding requested for FY 2013 to complete project phase.
 - IS-16: Ordinance Field Laptop Program difference due to less work being performed in FY 2012 than anticipated, resulting in greater funding requested for FY 2013 to complete project.

MIS Fund - Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
IS-10B: CPU Network Upgrade - Security Enhancements	\$ -	\$ 36,000	\$ 36,000
IS-16: Ordinance Field Laptop Program	\$ 14,520	\$ 38,000	\$ 23,480
Capital Project Total	\$ 14,520	\$ 74,000	\$ 59,480

The increase in expenses will have a net impact on retained earnings of -\$74,000.

661 – Fleet Fund

Fleet Fund expenses are proposed to increase by \$442,890 due to:

- Increase of \$442,890 in capital projects:

Fleet Fund - Citywide Capital Project Change Summary			
Project Title	Projected "Carry Over"	2013 Proposed Capital	Difference
Hydroseeder [Parks]	\$ 22,510	\$ 22,510	\$ -
Sanitary Sewer Truck [DPS-W&S]	\$ 390,000	\$ 390,000	\$ -
Pickup Truck 4wd [DPS-Fleet]	\$ 30,380	\$ 30,380	\$ -
Capital Project Total	\$ 442,890	\$ 442,890	\$ -

The increase in expenses will have a net impact on retained earnings of -\$442,890.

752 – Stoney Creek Perpetual Care Trust Fund

Stoney Creek Perpetual Care Trust Fund revenues are proposed to increase by \$1,328,120 due to:

- Closing Stoney Creek Perpetual Care Fund (211) and transferring all operating revenues and fund balances to the newly created Stoney Creek Perpetual Care Trust Fund (752)
- Increase in Interest & Dividend Earnings of the fund as additional investment options are available due to classification as a Trust Fund

The increase in revenues will have a net impact on fund balance of +\$1,328,120.

851 – SmartZone Fund

SmartZone Fund expenditures are proposed increase by \$100,000 due to:

- Increase of \$100,000 in operating expenditures due to contribution to OU Inc.

The increase in expenditures will have a net impact on fund balance of -\$100,000.