

CITY OF ROCHESTER HILLS FISCAL YEAR 2015 FINAL BUDGET HIGHLIGHTS



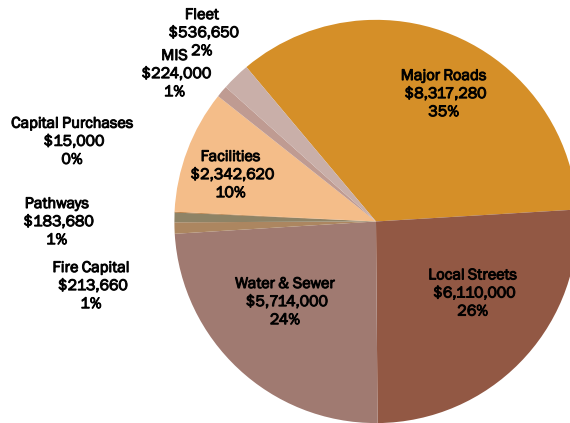
FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: CITYWIDE

	Original 2015 Budget	Final 2015 Budget (Proposed)	Final - Original Budget \$\$	Final - Original Budget %
Total Revenues	\$ 112,724,970	\$ 117,619,320	\$ 4,894,350	4%
Operating Expense	\$ 85,862,860	\$ 83,365,040	\$ (2,497,820)	-3%
Capital Outlay Expense	32,046,540	23,656,890	(8,389,650)	-26%
Transfer-Out Expense	22,407,120	26,209,930	3,802,810	17%
Total Expenses	\$ 140,316,520	\$ 133,231,860	\$ (7,084,660)	-5%
To/(From) Fund Balance	\$ (27,591,550)	\$ (15,612,540)	\$ 11,979,010	-43%

- Revenues are anticipated to be +\$4.9 million higher [or +4%]
- Expenditures are anticipated to be (\$7.1 million) lower [or -5%]
 - Decrease of (\$2.5 million) [or -3%] in operating expenditures
 - Decrease of (\$8.4 million) [or -26%] in capital outlay
 - The primary reason for capital outlay expenses ending the year under the original adopted budget is due to projects that were not completed in FY 2015 and are to be requested to have funding "carried over" into FY 2016
 - Increase of \$3.8 million [or +17%] in transfers-out

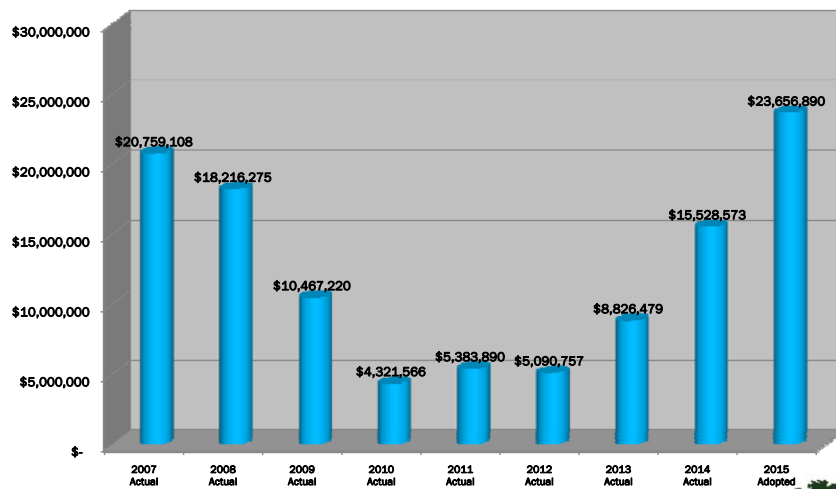


FISCAL YEAR 2015 CITYWIDE CAPITAL OUTLAY SUMMARY



• Major Roads, Local Streets, Water & Sewer = 85%

FISCAL YEAR 2015 CITYWIDE CAPITAL OUTLAY SUMMARY



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: GENERAL FUND

101 - General Fund	Original 2015 Budget	Final 2015 Budget (Proposed)	Final - Original Budget \$\$	Final - Original Budget %
Revenue	\$ 20,377,720	\$ 20,799,020	\$ 421,300	2%
Expenditure - Operating	\$ 15,407,810	\$ 14,852,600	\$ (555,210)	-4%
Expenditure - Transfer-Out	9,218,790	9,141,580	(77,210)	-1%
Expenditure	\$ 24,626,600	\$ 25,994,180	\$ (632,420)	-3%
To/(From) Fund Balance	\$ (4,248,880)	\$ (3,195,160)	\$ 1,053,720	-25%

- Revenues are anticipated to be **+\$421,300 higher [or +2%]**
- Expenditures are anticipated to be **(\$632,420) lower [or -3%]**
 - Decrease of **(\$555,210) [or -4%]** in operating expenditures
 - Decrease of **(\$77,210) [or -1%]** in transfers-out
 - Final Transfer-Out Budget includes:
 - \$6.1 million = Local Streets
 - \$2.3 million = Fire Stations Renovation #1, 2, 3, & 5



FISCAL YEAR 2015 GENERAL FUND BALANCE

- Oct 5 / GF Draw (budget): (\$5,562,970)
- Oct 5 / Est Draw (final): (\$4,062,970)
- **Oct 5 / Est Variance: +\$1,500,000 ***

- Oct 5 / GF Draw (budget): (\$5,562,970)
- Dec 14/ New Est Draw (final): (\$3,195,160)
- **Dec 14/ Est Variance: +\$2,367,810 ***

- *** = Identified as a funding source for \$3.0 million GF contribution for Fire Station #4**



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: MAJOR ROADS

202 - Major Road Fund	Original 2015 Budget	Final 2015 Budget (Proposed)	Final - Original Budget \$\$	Final - Original Budget %
Revenue	\$ 4,015,320	\$ 4,677,910	\$ 662,590	17%
Expenditure - Operating	\$ 2,213,780	\$ 2,017,570	\$ (196,210)	-9%
Expenditure - Capital	7,439,760	8,317,280	877,520	12%
Expenditure - Transfer-Out	387,500	387,500	-	0%
Expenditure	\$ 10,041,040	\$ 10,722,350	\$ 681,310	7%
To/(From) Fund Balance	\$ (6,025,720)	\$ (6,044,440)	\$ (18,720)	0%

- Revenues are anticipated to be **+\$662,590 higher [or +17%]**
 - Increases of \$236,590 in operating revenues
 - Increases of \$426,000 in one-time revenues from State of MI
- Expenditures are anticipated to be **+\$681,310 higher [or +7%]**
 - Decrease of (\$196,210) [or -9%] in operating expenditures
 - Increase of **+\$877,520 [or +12%]** in capital projects
 - Hamlin Road [Hamlin Court – Dequindre]
 - Tienken Road [Livernois – Rochester]
 - Funding was “carried over” from FY 2014

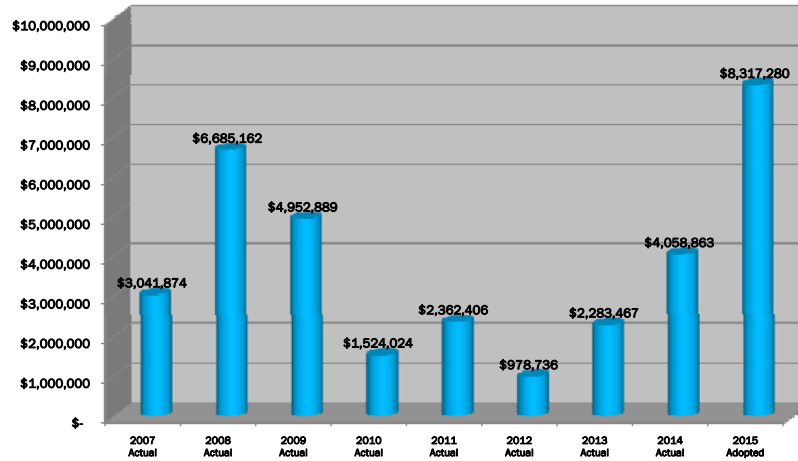


FISCAL YEAR 2015 MAJOR ROAD CONSTRUCTION

Project Title	Final 2015 Project Budget
MR-02B Hamlin Road Reconstruction [Hamlin Ct - Dequindre Rd]	\$ 3,750,000
MR-40C Tienken Road Rehabilitation [Adams - Livernois]	\$ 1,521,930
MR-40A Tienken Road Reconstruction [Livernois - Rochester]	\$ 750,000
MR-03A Major Road Concrete Replacement Program "2015"	\$ 400,000
PW-02B Hamlin Pathway [Hamlin Ct - Dequindre Rd]	\$ 340,000
MR-58 Streamwood Drive Rehabilitation	\$ 223,130
MR-55 Regency Drive Reconstruction	\$ 215,000
MR-03B LDFA Concrete Replacement Program "2015"	\$ 200,000
No CIP Tienken Pathway [Adams - Livernois]	\$ 193,900
MR-40D Tienken Roundabouts @ Livernois, Sheldon, Washington	\$ 150,000
MR-13A Dequindre Road [Auburn Rd - South Blvd] ROW	\$ 149,940
MR-02B Hamlin Road [Hamlin Ct - Rochester Rd] ROW	\$ 110,000
PW-01 Pathway Rehabilitation Program	\$ 100,000
MR-40A Tienken Road [Livernois - Rochester] ROW	\$ 54,000
MR-02H Hamlin Boulevard Irrigation [Adams - Crooks]	\$ 50,000
MR-24C Brewster Road: Right-Turn Lane @ Walton	\$ 35,000
MR-40C Tienken Road [Adams - Livernois] ROW	\$ 16,000
MR-12 Major Road Traffic Calming Program	\$ 15,000
MR-15C Butler Road: Right-Turn Lane @ Adams	\$ 14,380
MR-13A Dequindre Road Reconstruction [Auburn Rd - South Blvd]	\$ 10,000
MR-31D John R Rd @ South Blvd / Intersection Improvements	\$ 7,000
MR-03A Major Road Concrete Replacement Program "2014"	\$ 5,000
MR-53 Falcon Drive Rehabilitation	\$ 2,500
MR-54 Firewood Drive Rehabilitation	\$ 2,500
MR-24C Brewster Road: Right-Turn Lane @ Walton ROW	\$ 1,000
MR-15C Butler Road: Right-Turn Lane @ Adams ROW	\$ 1,000
Capital Project Total	\$ 8,317,280



FISCAL YEAR 2015 MAJOR ROAD CONSTRUCTION



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: LOCAL STREETS

	Original 2015 Budget	Final 2015 Budget (Proposed)	Final - Original Budget \$\$	Final - Original Budget %
203 - Local Street Fund				
Revenue	\$ 10,265,970	\$ 10,778,260	\$ 512,290	5%
Expenditure - Operating	\$ 4,227,050	\$ 4,033,990	\$ (193,060)	-5%
Expenditure - Capital	5,404,650	6,110,000	705,350	13%
Expenditure - Transfer-Out	634,270	634,270	-	0%
Expenditure	\$ 10,265,970	\$ 10,778,260	\$ 512,290	5%
To/(From) Fund Balance	\$ -	\$ -	\$ -	-

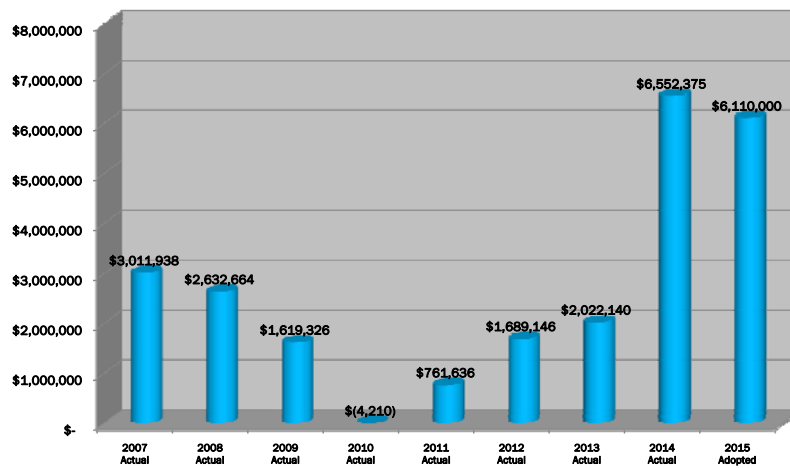
- Revenues are anticipated to be **+\$512,290 higher [or +5%]**
- Expenditures are anticipated to be **+\$512,290 higher [or +5%]**
 - Decrease of **(\$193,060) [or -5%]** in operating expenditures
 - Increase of **+\$705,350 [or +13%]** in capital projects
 - 2015 Local Street Concrete Reconstruction Program (Option #2)

FISCAL YEAR 2015 LOCAL STREET CONSTRUCTION

Project Title		Final 2015 Project Budget
LS-03	Local Street Concrete Replacement Program "2015"	\$ 2,550,000
LS-01	Local Street Asphalt Rehabilitation Program "2015"	\$ 2,050,000
LS-01	Local Street Asphalt / Christian Hills	\$ 1,200,000
LS-10	Crestline Street Paving	\$ 170,000
No CIP	Local Street Gravel-to-Asphalt SAD Program	\$ 80,000
LS-01	Local Street Asphalt Rehabilitation Program "2014"	\$ 35,000
LS-03	Local Street Asphalt Rehabilitation Program "2014"	\$ 25,000
Capital Project Total		\$ 6,110,000



FISCAL YEAR 2015 LOCAL STREET CONSTRUCTION



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: FIRE DEPARTMENT

	Original 2015 Budget	Final 2015 Budget (Proposed)	Final - Original Budget \$\$	Final - Original Budget %
206 - Fire Fund				
Revenue	\$ 7,565,970	\$ 9,866,960	\$ 2,300,990	30%
Expenditure - Operating	\$ 7,618,230	\$ 8,245,970	\$ 626,840	8%
Expenditure - Transfer-Out	-	1,621,890	1,621,890	100%
Expenditure	\$ 7,618,230	\$ 9,866,960	\$ 2,248,730	30%
To/(From) Fund Balance	\$ (52,260)	\$ -	\$ 52,260	-100%

- Revenues are anticipated to be **+\$2,300,990 higher [or +30%]**
 - Increase in tax revenue due to increase in Fire millage rate resulting from Nov. 4, 2014 election
- Expenditures are anticipated to be **+\$2,248,730 higher [or +30%]**
 - Increase of **\$626,840 [or +8%]** in operating expenditures
 - Primarily due to the hire of nine (9) additional Full-Time Firefighters for a portion of the year as a result of the new Fire millage
 - Increase of **\$1,621,890 [or +100%]** in transfers-out
 - To Fire Capital Fund (402) to balance



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: FIRE CAPITAL

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
402 - Fire Capital Fund				
Revenue	\$ 98,450	\$ 1,660,890	\$ 1,562,440	1587%
Expenditure - Operating	\$ 150,160	\$ 200,000	\$ 49,840	33%
Expenditure - Capital	2,605,610	213,660	(2,391,950)	-92%
Expenditure	\$ 2,755,770	\$ 413,660	\$ (2,342,110)	-85%
To/(From) Fund Balance	\$ (2,657,320)	\$ 1,247,230	\$ 3,904,550	-147%

- Revenues are anticipated to be **+\$1,562,440 higher [or +1,587%]**
- Expenditures are anticipated to be **(\$2,342,110) lower [or -85%]**

Project Title	2016 Project "Carry Over"
IS-04D: SCBA Replacement & Air Compressor	\$ 800,000
IS-08: Aerial Truck (Ladder #1)	\$ 1,129,510
IS-08: Ladder #5 (Carried Over from FY 2014)	\$ 652,780
IS-08: Ambulance (Bravo #23)	\$ 195,770
IS-08: Ambulance (Alpha #22)	\$ 195,770
Fire Capital Capital Project Total	\$ 2,973,830



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: POLICE

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
207 - Special Police Fund				
Revenue	\$ 9,498,320	\$ 9,580,780	\$ 82,460	1%
Expenditure - Operating	\$ 9,178,940	\$ 9,149,680	\$ (29,260)	0%
Expenditure - Transfer-Out	319,380	319,380	-	0%
Expenditure	\$ 9,498,320	\$ 9,469,060	\$ (29,260)	0%
To/(From) Fund Balance	\$ -	\$ 111,720	\$ 111,720	100%

- Revenues are anticipated to be \$82,460 higher [or +1%]
- Expenditures are anticipated to be (\$29,260) lower [or -0%]



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: GREEN SPACE

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
299 - Green Space Fund				
Revenue	\$ 917,450	\$ 915,120	\$ (2,330)	0%
Expenditure - Operating	\$ 79,910	\$ 93,540	\$ 13,630	17%
Expenditure - Transfer-Out	1,000,000	3,000,000	2,000,000	200%
Expenditure	\$ 1,079,910	\$ 3,093,540	\$ 2,013,630	186%
To/(From) Fund Balance	\$ (162,460)	\$ (2,178,420)	\$ (2,015,960)	1241%

- Revenues are anticipated to be (\$2,330) lower [or -0%]
- Expenditures are anticipated to be \$2,013,630 higher [or +186%]
 - Increase of \$13,630 [or +17%] in operating expenditures
 - Increase of \$2,000,000 [or +200%] in transfers-out to the Green Space Perpetual Care Trust Fund (761)



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: SANITARY SEWER

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
510 - Sewer Division				
Revenue	\$ 15,000,510	\$ 14,068,160	\$ (932,350)	-6%
Expense - Operating	\$ 12,264,220	\$ 11,604,780	\$ (659,440)	-5%
Expense - Transfer-Out	3,191,340	3,323,870	132,530	4%
Expense	\$ 15,455,560	\$ 14,928,650	\$ (526,910)	-3%
To/(From) Retained Earnings	\$ (455,050)	\$ (860,490)	\$ (405,440)	89%

- Revenues are anticipated to be (\$932,350) lower [or -6%]
 - Primarily due to a reduction in sanitary sewer customer volumes
- Expenses are anticipated to be (\$526,910) lower [or -3%]
 - Decrease of (\$659,440) [or -5%] in operating expenditures
 - Reduced personnel and sanitary sewer charges
 - Increase of +\$132,530 [or +4%] in transfer-out expenditures



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: WATER

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
530 - Water Division				
Revenue	\$ 18,463,710	\$ 16,418,790	\$ (2,044,920)	-11%
Expense - Operating	\$ 15,882,990	\$ 14,511,420	\$ (1,371,570)	-9%
Expense - Transfer-Out	2,399,060	2,485,020	85,960	4%
Expense	\$ 18,282,050	\$ 16,996,440	\$ (1,285,610)	-7%
To/(From) Retained Earnings	\$ 181,660	\$ (577,650)	\$ (759,310)	-418%

- Water Division revenues are anticipated to be (\$2,044,920) lower [or -11%]
 - Primarily due to a reduction in water consumption customer volumes
- Water Division expenses are anticipated to be (\$1,285,610) lower [or -7%]
 - Decrease of (\$1,371,570) [or -9%] in operating expenses
 - Primarily due to reduced water charges
 - Increase of +\$85,960 [or 4%] in transfer-out expenses



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: W&S CAPITAL

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
593 - W&S Capital Fund				
Revenue	\$ 4,519,250	\$ 4,702,140	\$ 182,890	4%
Expense - Operating	\$ 3,824,010	\$ 3,815,000	\$ (9,010)	0%
Expense - Capital	8,115,310	5,714,000	(2,401,310)	-30%
Expense	\$ 11,939,320	\$ 9,529,000	\$ (2,410,320)	-20%
To/(From) Retained Earnings	\$ (7,420,070)	\$ (4,826,860)	\$ 2,593,210	-35%

- Revenues are anticipated to be **+\$182,890 higher [or +4%]**
- Expenses are anticipated to be **(\$2,410,320) lower [or -20%]**
 - Decrease of **(\$9,010) [or -0%]** in operating expenses due to:
 - Lower system depreciation
 - Decrease of **(\$2,401,310) [or -30%]** in capital projects

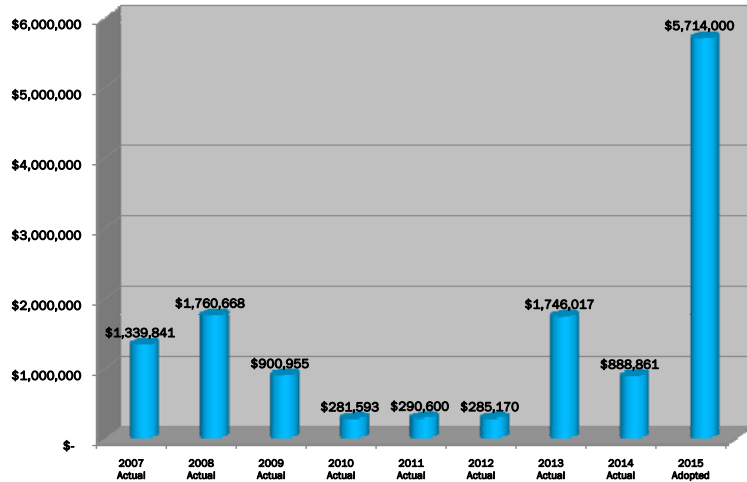


FISCAL YEAR 2015 WATER & SEWER CAPITAL

Project Title	Final 2015 Project Budget
WS-33 Christian Hills Water Main Replacement	\$ 3,825,000
WS-02B Hamlin Road Water Main Replacement	\$ 925,000
IS-13 Utility Billing Software System	\$ 413,500
No CIP Tienken Road Water & Sewer [Adams - Livernois]	\$ 150,000
No CIP Urgent Underground Utility Repairs	\$ 140,000
SS-01B SCADA System Upgrades	\$ 100,000
No CIP Tienken Road Water & Sewer [Livernois - Rochester]	\$ 52,000
SS-24 Sewer Televising Camera	\$ 60,000
No CIP DPS Roof Hatch Access Stairwell	\$ 46,000
SS-02B Sanitary Sewer Rehabilitation Program	\$ 2,500
Capital Project Total	\$ 5,714,000



FISCAL YEAR 2015 WATER & SEWER CAPITAL



FISCAL YEAR 2015 ORIGINAL / FINAL BUDGET: FACILITIES

	Original 2015 Budget	Proposed 2015 Budget	Final - Original Budget \$\$	Final - Original Budget %
631 - Facilities Fund				
Revenue	\$ 8,054,330	\$ 8,308,630	\$ 254,300	3%
Expense - Operating	\$ 4,313,840	\$ 3,773,160	\$ (540,680)	-13%
Expense - Capital	7,336,500	2,342,620	(4,993,880)	-68%
Expense - Transfer-Out	790,330	790,330		0%
Expense	\$ 12,440,670	\$ 6,906,110	\$ (5,534,560)	-44%
To/(From) Retained Earnings	\$ (4,386,340)	\$ 1,402,520	\$ 5,788,860	-132%

- Revenues are anticipated to be \$254,300 higher [or +3%]
 - Primarily due to Contributions for the Calf Barn Renovation (Phase II)
- Expenses are anticipated to be (\$5,534,560) lower [or -44%]
 - Decrease of (\$540,680) [or -13%] in operating expenses
 - Lower personnel, supplies, contractual services, and utilities
 - Decrease of (\$4,993,880) [or -68%] in capital projects
 - Primarily due to Fire Station Renovation “carry over” to FY 2016

FISCAL YEAR 2015 FACILITIES CAPITAL

Project Title		Final 2015 Project Budget
No CIP	Fire Station #1, 2, 3, 5 Upgrades	\$ 1,500,000
PK-04E	Calf Barn: Renovation (Phase II)	\$ 440,000
No CIP	Fire Station #4 Reconstruction (Architect)	\$ 100,000
PK-13	Riverbend Park Development	\$ 100,000
PK-05B	Borden Park: Roller Hockey Rink	\$ 82,120
FA-01G	City Hall: UPS System	\$ 71,000
FA-01F	City Hall: Parking Lot Rehabilitation	\$ 36,500
No CIP	Cemetery: Maintenance Building HVAC	\$ 13,000
Capital Project Total		\$ 2,342,620



FISCAL YEAR 2015 CAPITAL PROJECT CARRYOVER SUMMARY

Citywide Project Carryover Summary		
Fund	2016 Project "Carry Over"	2016 % of Total "Carry Over"
General Fund	\$ 75,000	1%
Major Road Fund	\$ 273,690	3%
Local Street Fund	\$ 40,000	0%
Pathway Maintenance Fund	\$ 47,200	0%
Water Resources Fund	\$ 951,000	9%
Fire Capital Fund	\$ 2,973,830	27%
Pathway Construction Fund	\$ 300,770	3%
Water & Sewer Capital Fund	\$ 150,000	1%
Facilities Fund	\$ 5,563,500	51%
MIS Fund	\$ 500,000	5%
Capital Project Total	\$ 10,874,990	100%



**CITY OF ROCHESTER HILLS
FISCAL YEAR 2015
FINAL BUDGET HIGHLIGHTS**

Thank You City Council for your Support

Questions / Comments

