

FISCAL YEAR 2019
3rd QUARTER PROPOSED BUDGET AMENDMENT

	Current 2019 Budget	3rd Qtr Amendment	Proposed 2019 Budget
Total Revenues	\$ 160,823,210	\$ 51,960	\$ 160,875,170
<i>Operating Expense</i>	<i>\$ 100,997,510</i>	<i>\$ (578,610)</i>	<i>\$ 100,418,900</i>
<i>Capital Outlay Expense</i>	<i>41,833,170</i>	<i>1,213,780</i>	<i>43,046,950</i>
<i>Transfer-Out Expense</i>	<i>46,358,380</i>	<i>448,950</i>	<i>46,807,330</i>
Total Expenses	\$ 189,189,060	\$ 1,084,120	\$ 190,273,180
To/(From) Fund Balance	\$ (28,365,850)	\$ (1,032,160)	\$ (29,398,010)

Grand Total Citywide Revenue, Expense, and Fund Balance Impact:

The FY 2019 3rd Quarter Budget Amendment proposes an increase in total revenues of +\$51,960 and an increase in total expenses of +\$1,084,120. The proposed increase in revenues less the increase in expenses will have a net impact on citywide fund balances and retained earnings of (\$1,032,160).

On a Citywide basis, all funds with Interfund Charges are being amended to reflect FY 2018 True-up amounts. These Interfund True-up amounts attempt to reflect the true cost of services provided in FY 2018 to the various user departments for Administrative, Facilities, MIS, and Insurance costs per audited actual amounts as compared to the original budgeted FY 2018 amounts. Grand Total 2018 Interfund True-up charges net a total reduction of (\$578,820) less in charges allocated out Citywide.

Summary by Fund

101 - General Fund

General Fund Revenues are proposed to decrease by (\$89,370) due to:

- Decreases in Interfund Charges – Administration due to FY 2018 allocation look-back

General Fund expenditures are proposed to decrease by (\$89,370) due to:

- Decrease of (\$153,360) in operating expenditures due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back
- Increase of \$63,990 in transfer-out expenditures due to:
 - Decrease of (\$27,120) in transfer-out to the Local Street Fund, as less funding is needed to balance the Local Street Fund
 - Increase of \$270 in transfer-out to the Water Resources Fund, as additional funding is needed to balance the Water Resources Fund
 - Increase of \$91,050 in transfer-out to the Capital Improvement Fund, to balance the General Fund and to provide funding for future Citywide capital projects
 - Decrease of (\$210) in transfer-out to the Facilities Fund due to FY 2018 Facilities allocation look-back.

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

202 - Major Road Fund

Major Road Fund expenditures are proposed to decrease by (\$42,250) due to:

- Decrease of (\$42,250) in operating expenditures due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back

The decrease in expenditures will have a net impact on fund balance of +\$42,250.

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203 – Local Street Fund

Local Street Fund revenues are proposed to decrease by (\$27,120) due to:

- Decrease of (\$27,120) in transfer-in from the General Fund to balance Local Street Fund

Local Street Fund expenditures are proposed to decrease by (\$27,120) due to:

- Decrease of (\$27,120) in operating expenditures due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back

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

206 – Fire Fund

Fire Fund expenditures are proposed to change due to:

- Decrease of (\$77,250) in operating expenditures due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back
- Increase of \$77,250 in transfers-out to the Fire Capital Fund (402) to balance the Fire Operating Fund (206) and to provide funding for future Fire Capital & Apparatus

The changes in expenditures have no impact on fund balance.

207 – Special Police Fund

Special Police Fund expenditures are proposed to decrease by (\$7,020) due to:

- Decrease of (\$7,020) in operating expenditures due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back

The decrease in expenditures will have a net impact on fund balance of +\$7,020.

214 – Pathway Maintenance Fund

Pathway Maintenance Fund expenditures are proposed to change due to:

- Decrease of (\$6,710) in operating expenditures due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back
- Increase of \$6,710 in transfers-out to the Pathway Construction Fund (403) to balance the Pathway Maintenance Fund (214) and to provide funding for future Pathway projects

The change in expenditures has no impact on fund balance.

244 – Water Resources Fund

Water Resources Fund revenues are proposed to increase by +\$270 due to:

- Increase of \$270 in transfers-in from the General Fund (101) to balance operations

Water Resources Fund expenditures are proposed to increase by +\$270 due to:

- Increase of \$270 in operating expenditures due to:
 - Increases in various Interfund Charges due to FY 2018 allocation look-back

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

402 – Fire Capital Fund

Fire Capital Fund revenues are proposed to increase by +\$77,250 due to:

- Increase in transfers-in from the Fire Operating Fund (206) to balance and provide funding for future Fire Capital & Apparatus

The increase in revenues will have a net impact on fund balance of +\$77,250.

403 – Pathway Construction Fund

Pathway Construction Fund revenues are proposed to increase by +\$6,710 due to:

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- Increase in transfers-in from the Pathway Maintenance Fund (214) to balance and provide funding for future Pathway projects

The increase in revenues will have a net impact on fund balance of +\$6,710.

420 – Capital Improvement Fund

Capital Improvement Fund revenues are proposed to increase by +\$91,050 due to:

- Increase in transfers-in from the General Fund (101) to balance and provide funding for future Citywide capital projects

Capital Improvement Fund expenditures are proposed to increase by +\$301,000 due to:

- Dairy Barn Roof Architectural/Design Services
- Dairy Barn Roof Pre-Construction Services

The increase in revenues less the increase in expenditures will have a net impact on fund balance of (\$209,950).

510 – Sanitary Sewer Division

Sanitary Sewer expenses are proposed to decrease by (\$60,760) due to:

- Decrease of (\$60,760) in operating expenses due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back

The decrease in expenses will have a net impact on retained earnings of +\$60,760.

530 – Water Division

Water expenses are proposed to decrease by (\$69,500) due to:

- Decrease of (\$69,500) in operating expenses due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back

The decrease in expenses will have a net impact on retained earnings of +\$69,500.

593 – Water & Sewer Capital Fund

Water & Sewer Capital Fund expenses are proposed to increase by +\$970,000 due to:

- Capital projects increased +\$970,000 due to:

Water & Sewer Capital Fund Project Change Summary			
Project Title	2019 Adopted Budget	3rd Qtr Amendment	2019 Amended Budget
OMIDD Special Assessment #1	\$ -	\$ 970,000	\$ 970,000
All Other W&S Capital Projects	\$ 3,256,500	\$ -	\$ 3,256,500
Capital Project Total	\$ 3,256,500	\$ 970,000	\$ 4,226,500

- This Special Assessment pre-payment amount from the Oakland-Macomb Interceptor Drainage District (OMIDD) is the first of a series of assessments to the City of Rochester Hills for improvements needed to rehabilitate the Northeast Sewage Pumping Station (“NESPS”) and also the Northeast Interceptor-East Arm which is planned to be rehabilitated over the next 2-3 years.

The increase in expenses will have a net impact on retained earnings of +\$970,000.

631 - Facilities Fund

Facilities Fund revenues are proposed to increase by +\$317,880 due to:

- Increase of +\$17,090 in Interfund Facility Charges due to FY 2018 allocation look-back
- Decrease of (\$210) in Transfer-In from General Fund due to FY 2018 allocation look-back
- Increase of +\$301,000 in Transfer-In from Capital Improvement Fund for the Dairy Barn Roof Project

Facilities Fund expenses are proposed to increase by +\$249,820 due to:

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- Decrease of (\$51,180) in operating expenses due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back
- Capital projects increased +\$301,000 due to:

Facilities Fund Project Change Summary			
Project Title	2019 Adopted Budget	3rd Qtr Amendmdent	2019 Amended Budget
Dairy Barn Roof Project	\$ -	\$ 301,000	\$ 301,000
All Other Facilities Capital Projects	\$ 9,469,460	\$ -	\$ 9,469,460
Capital Project Total	\$ 9,469,460	\$ 301,000	\$ 9,770,460

The increase in revenues less the increase in expenses will have a net impact on retained earnings of +\$68,060.

636 - MIS Fund

MIS Fund revenues are proposed to decrease by (\$141,050) due to:

- Decreases in Interfund MIS Charges due to FY 2018 allocation look-back

MIS Fund expenses are proposed to decrease by (\$1,080) due to:

- Decrease of (\$1,080) in operating expenses due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back

The decrease in revenues less the decrease in expenses will have a net impact on retained earnings of (\$139,970).

661 - Fleet Fund

Fleet Fund expenses are proposed to decrease by (\$139,870) due to:

- Decrease of (\$82,650) in operating expenses due to:
 - Decreases in various Interfund Charges due to FY 2018 allocation look-back
- Capital expenditures decreased (\$57,220) due to:

Fleet Fund Project Change Summary			
Project Title	2019 Adopted Budget	3rd Qtr Amendmdent	2019 Amended Budget
Wheeled Excavator (Reclassify-In)	\$ -	\$ 247,000	\$ 247,000
Wheeled Excavator (Reclassify-Out)	\$ 304,220	\$ (304,220)	\$ -
All Other Facilities Capital Projects	\$ 1,112,300	\$ -	\$ 1,112,300
Capital Project Total	\$ 1,416,520	\$ (57,220)	\$ 1,359,300

The decrease in expenses will have a net impact on retained earnings of +\$139,870.

677 - Insurance Fund

Insurance Fund revenues are proposed to decrease by (\$183,660) due to:

- Decreases of (\$365,280) in Interfund Insurance Charges due to FY 2018 allocation look-back
- Increase of \$181,620 in Refund & Rebates due to the distribution of excess net assets from insurance provided (MMRMA)

The decrease in revenues will have a net impact on retained earnings of (\$183,660).