

# City of Rochester Hills Final Report Outline

## Overview of the Historic Larger Local Roads Issue



- It's been an issue for most cities *What is the Issue, Road Subsidies*
- Note lack of available federal and state aid
- Note historic ACT 51 revenue trends - *flat line*
- Cite ongoing transfers to the Local Roads Fund
- Cite current financial condition in a general sense

*avoid Political  
Pitfalls*

## Overview of the Current Local Roads Issue Facing Rochester Hills in Regard to Need

- Narrative and illustrative findings of road condition *road conditions*
- Note likely negative influence on property values *Negative affect on Prop Values*
- Narrative on impact of worsening conditions
- Illustrate debt burden
- Illustrate financial model results on operational deficit
- Illustrate financial model results on capital needs

## Funding Options Available to Rochester Hills to Address the Local Roads Issue, and Related Limitations on Revenue Generation

- Discuss ACT 51 and limitations *Primary Revenue Source*
- Discuss General Fund transfers and limitations (SSR issues and declining new growth) *1600 acres out of 82000  
300 withdrawn  
constraints*
- Discuss Major Roads Fund transfers and limitations
- Discuss historic SAD and limitations on this approach
- Briefly mention the lack of additional state or federal funding - *State should Revenue*

## Conclusions and Recommendations Regarding Funding

- Reiterate cost of delay *- Create Act*
- Reiterate likely negative impact on property values
- Specify (by pie chart) amount of expense portion likely covered by ACT 51 over 5, 7 and 10 years
  - Operational cost *3*
  - Capital needs
- Introduce financial projections for operation and related shortfall
- Specify millage required: 5,7,10 years

*distributed at 5/27 cov mtg  
By Mark Rothley*