

FISCAL YEAR 2019
1st QUARTER PROPOSED BUDGET AMENDMENT

	Current 2019 Budget	1st Qtr Amendment	Proposed 2019 Budget
Total Revenues	\$ 149,087,670	\$ 7,522,190	\$ 156,609,860
<i>Operating Expense</i>	<i>\$ 100,027,820</i>	<i>\$ 895,310</i>	<i>\$ 100,923,130</i>
<i>Capital Outlay Expense</i>	<i>27,842,810</i>	<i>15,067,730</i>	<i>42,910,540</i>
<i>Transfer-Out Expense</i>	<i>39,734,030</i>	<i>2,862,280</i>	<i>42,596,310</i>
Total Expenses	\$ 167,604,660	\$ 18,825,320	\$ 186,429,980
To/(From) Fund Balance	\$ (18,516,990)	\$ (11,303,130)	\$ (29,820,120)

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

The FY 2019 1st Quarter Budget Amendment proposes an increase in total revenues of \$7,522,190 and an increase in total expenses of \$18,825,320. The proposed increase in revenues less the increase in expenses will have a net impact on citywide fund balances and retained earnings of (\$11,303,130).

Some of the most significant financial items presented as part of this FY 2019 1st Quarter Budget Amendment include:

- Increase of \$7,522,190 in Total Revenues:
 - Due to State of MI Grants for Avon Creek and Livernois Road carried over from FY 2018, Auburn Road Corridor STPU Federal Grant, and Livernois Federal Grant.
 - Due to the transfers-in of funding with corresponding transfers-out from other funds
- Increase of \$895,310 in Operating Expenditures:
 - Due to the carryover of Hamlin Road site development agreement in the LDFA Fund, maintenance and repair projects in the Facilities Fund, and Master Thoroughfare Plan in the Major Road and Pathway Maintenance Fund.
- Increase of \$15,067,730 million in Capital Projects:
 - Due to the carryover of projects not fully completed in FY 2018
 - Due to funding for the Auburn Road Corridor Project

Major Road Fund	\$ 5,110,690
Local Street Fund	\$ 1,264,000
Storm Water Fund	\$ 110,000
Fire Capital Fund	\$ -
Pathway Construction Fund	\$ 20,000
Capital Improvement Fund	\$ 12,000
W&S Capital Fund	\$ 1,314,000
Facilities Fund	\$ 6,552,460
MIS Fund	\$ 35,000
Fleet Fund	\$ 649,580
TOTAL	\$ 15,067,730

- Increase of \$2,862,280 in Transfers-Out
 - Due to transfers out from the Capital Improvement Fund (420) to the Local Street Fund (203) and Facilities Fund (631) for the Auburn Road Corridor Project.

Summary by Fund

101 - General Fund

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General Fund expenditures are proposed to change due to:

- Increase of +\$57,810 in operating expenditures due to:
 - Cemetery / Operating Supplies = +\$10,000
 - Cemetery Software System (carryover from FY 2018)
 - Parks / Professional Services = +\$20,000
 - Spencer Park Feasibility Study (carryover from FY 2018)
 - Natural Resources / Professional Services = +\$20,000
 - Forestry Management Plan (carryover from FY 2018)
 - Museum / Professional Services = +\$20,000
 - Custom Roller Shades (carryover from FY 2018)
- Decrease of (\$57,810) in transfers-out due to:
 - Decrease of (\$57,810) to Capital Improvement Fund to balance

The change in expenditures has not impact on fund balance.

202 - Major Road Fund

Major Road Fund revenues are proposed to increase by +\$2,674,000 due to:

- Increase of \$474,000 due to Auburn Road Corridor Federal STPU Grant
- Increase of \$700,000 due to State of Michigan Grant / Livernois Road
- Increase of \$3,400,000 due to Livernois Federal Grant
 - Timing of grant moved up to FY 2019 from FY 2020
- Increase of \$100,000 Transfer-In from Tree Fund due to Auburn Road Corridor Tree Plantings
- Decrease of (\$2,000,000) Transfer-In from Capital Improvement Fund due to Auburn Road Corridor Parking Lots, Plaza, and Corridor Features being reclassified to the Facilities Fund
 - Remaining funding to be used for Auburn Road Corridor Landscape and Streetscape

Major Road Fund expenditures are proposed to increase by +\$5,235,690 due to:

- Increase of +\$125,000 in operating expenditures due to:
 - Master Thoroughfare Plan (carryover from FY 2018)
- Increase of +\$5,110,690 in capital projects:

Major Road Fund Capital Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmment	2019 Amended Budget
Eddington Realignment [Carryover]	\$ -	\$ 20,000	\$ 20,000
Adams High School / Left-Turn Lane [Carryover]	\$ -	\$ 75,000	\$ 75,000
MR-26G: Livernois Road [Avon - N of Walton] P/E [Carryover]	\$ -	\$ 66,750	\$ 66,750
MR-07A /Auburn Road Turn Lanes [Carryover]	\$ -	\$ 88,000	\$ 88,000
MR-16A: Auburn Road Corridor [Major Road Construction]	\$ 5,386,500	\$ 2,738,500	\$ 8,125,000
MR-03A: Harding Avenue Rehabilitation [Defer to 2020]	\$ 512,000	\$ (512,000)	\$ -
MR-46: Star Batt Reconstruction [Move up from 2020]	\$ 130,000	\$ 1,532,500	\$ 1,662,500
MR-02J: Hamlin Road [W City Limit - E of Adams] [Carryover]	\$ -	\$ 952,000	\$ 952,000
MR-13A: Dequindre Road ROW [Auburn - South Blvd] [Carryover]	\$ -	\$ 149,940	\$ 149,940
All Other Major Road Capital Projects	\$ 5,121,000	\$ -	\$ 5,121,000
Capital Project Total	\$ 11,149,500	\$ 5,110,690	\$ 16,260,190

The decrease in revenues less the increase in expenditures will have a net impact on fund balance of (\$2,561,690).

203 – Local Street Fund

Local Street Fund revenues are proposed to increase by +\$1,264,000 due to:

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- Increase of +\$1,264,000 Transfer-In from Capital Improvement Fund for
 - Auburn Road Corridor Alleyways

Local Street Fund expenditures are proposed to increase by +\$1,264,000 due to:

- Increase of +\$1,264,000 in capital projects:

Local Street Capital Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendment	2019 Amended Budget
-01: "2018" Local Street Concrete Program [Carryover]	\$ -	\$ 149,000	\$ 149,000
LS-13: School Road Paving P/E [Carryover]	\$ -	\$ 25,000	\$ 25,000
MR-16A: Auburn Road Corridor [Local Street Work]	\$ 1,000,000	\$ 1,075,000	\$ 2,075,000
LS-13: School Road Paving ROW [Carryover]	\$ -	\$ 15,000	\$ 15,000
All Other Local Street Capital Projects	\$ 5,543,000	\$ -	\$ 5,543,000
Capital Project Total	\$ 6,543,000	\$ 1,264,000	\$ 7,807,000

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

214 – Pathway Maintenance Fund

Pathway Maintenance Fund expenditures are proposed to change due to:

- Increase of +\$25,000 in operating expenditures due to:
 - Master Thoroughfare Plan [Non-Motorized] (carryover from FY 2018)
- Decrease in Transfers Out by (\$25,000) due to:
 - Balance Pathway Maintenance Fund

The change in expenditures will have no impact on fund balance.

232 – Tree Fund

Tree Fund expenditures are proposed to change due to:

- Decrease in operating expenditures by (\$400,000) due to
 - Tree planting for Auburn Road Corridor and Innovation Hills coming out of Major Road Fund and Facilities Fund respectively
- Increase in Transfers Out by \$400,000 due to
 - Transfers out to Major Road Fund for Auburn Road Corridor tree planting
 - Transfers out to Facilities Fund for Innovation Hills tree planting

The change in expenditures will have no impact on fund balance.

244 – Water Resources Fund

Water Resource Fund revenues are proposed to increase by +\$110,000 due to:

- Increase of \$80,910 in Federal Grant revenues (offsetting expenditure)
- Increase of \$29,090 in Transfer-In from Capital Improvement Fund (City Share)

Water Resources Fund expenditures are proposed to increase by +\$110,000 due to:

- Increase of +\$110,000 in capital projects:

Water Resource Capital Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendment	2019 Amended Budget
Avon Creek Phase IV [Carryover]	\$ -	\$ 110,000	\$ 110,000
All Other Water Resource Capital Projects	\$ -	\$ -	\$ -
Capital Project Total	\$ -	\$ 110,000	\$ 110,000

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

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402 – Fire Capital Fund

Fire Capital Fund expenditures are proposed to increase by +\$15,000 due to:

- Increase of +\$15,000 in operating expenditures due to:
 - Operating equipment carried over from FY 2018

The increase expenditures will have a net impact on fund balance of (\$15,000).

403 – Pathway Construction Fund

Pathway Construction Fund revenues are proposed to decrease by (\$25,000) due to:

- Decreased Transfer-Out from Pathway Maintenance Fund

Pathway Construction Fund expenditures are proposed to increase by +\$20,000 due to:

- Increase of +\$20,000 in capital projects:

Pathway Capital Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmndent	2019 Amended Budget
PW-01 / 2018 Pathway Rehabilitation Program [Carryover]	\$ -	\$ 20,000	\$ 20,000
All Other Pathway Capital Projects	\$ 175,000	\$ -	\$ 175,000
Capital Project Total	\$ 175,000	\$ 20,000	\$ 195,000

The decrease in revenues less the increase in expenditures will have a net impact on fund balance of (\$45,000).

420 – Capital Improvement Fund

Capital Improvement Fund revenues are proposed to decrease by (\$57,810) due to:

- Less funding transferred in from General Fund

Capital Improvement Fund expenditures are proposed to increase by +\$2,557,090 due to:

- Increase of +\$12,000 in capital projects:

Capital Improvement Fund Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmndent	2019 Amended Budget
Media Capital Equipment Replacement [Carryover]	\$ 25,000	\$ 12,000	\$ 37,000
All Other Capital Projects	\$ -	\$ -	\$ -
Capital Project Total	\$ 25,000	\$ 12,000	\$ 37,000

- Increase of +\$2,545,090 in transfers out due to:
 - Decrease of (\$2,000,000) to the Major Road Fund due to reclassifying Auburn Road Corridor Parking Lots, Plaza, and Corridor Features to the Facilities Fund
 - Increase of +\$2,264,000 to the Local Street Fund due to carryover projects from FY 2018 that were not fully completed as well as the Auburn Road Corridor Alleyway project
 - Increase of +\$29,090 to the Water Resources Fund due to the City Share for the Avon Creek [Phase IV] project
 - Increase of +\$15,000 to the Facilities Fund due to Museum Equipment Barn architectural and engineering brought forward from FY 2020
 - Increase of +\$3,237,000 to the Facilities Fund due to reclassifying Auburn Road Corridor Parking Lots, Plaza, and Corridor Features to the Facilities Fund

The decrease in revenues less the increase in expenditures will have a net impact on fund balance of (\$2,614,900).

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510 – Sanitary Sewer Division

Sanitary Sewer Division expenses are proposed to increase by +\$5,000 due to:

- Increase of +\$5,000 in vactor hose carried over from FY 2018

The increase in expense will have a net impact on retained earnings of (\$5,000).

593 – Water & Sewer Capital Fund

Water & Sewer Capital Fund expenses are proposed to increase by +\$1,314,000 due to:

- Increase of +\$1,314,000 in capital projects including:

Water & Sewer Capital Fund Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmdnt	2019 Amended Budget
WS-07: Booster Station #2 Replacement [Carryover]	\$ -	\$ 244,000	\$ 244,000
WS-36: Section 33 Water Main Replacement [Carryover]	\$ -	\$ 50,000	\$ 50,000
Urgent Water & Sanitary Sewer Repairs [Carryover]	\$ 250,000	\$ 35,000	\$ 285,000
SS-10B: Wimberly Drive Sanitary Sewer Repairs [Carryover]	\$ -	\$ 175,000	\$ 175,000
WS-15: Michelson Water Main [Carryover]	\$ -	\$ 750,000	\$ 750,000
WS-37: Adams High School Water Main [Carryover]	\$ -	\$ 10,000	\$ 10,000
SS-01B: SCADA System Upgrade [Carryover]	\$ 365,000	\$ 50,000	\$ 415,000
All Other Water & Sewer Capital Projects	\$ 3,004,900	\$ -	\$ 3,004,900
Capital Project Total	\$ 3,619,900	\$ 1,314,000	\$ 4,933,900

The increase in expenditures will have a net impact on retained earnings of (\$1,314,000).

631 - Facilities Fund

Facilities Fund revenues are proposed to increase by +\$3,557,000 due to:

- Transfers In from Tree Fund for Innovation Hills tree planting and from Capital Improvement Fund for Auburn Road Corridor projects

Facilities Fund expenses are proposed to increase by +\$7,197,460 due to:

- Increase of +\$645,000 in operating expenses due to:
 - Parking Lot Study carried over from 2018
 - Auburn Road Corridor house demolition (x3)
 - Maintenance and Repair projects carried over from 2018
- Increase of +\$6,552,460 in capital projects:

Facilities Fund Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmdnt	2019 Amended Budget
PK-13: Innovation Hills Development [Carryover]	\$ 1,890,000	\$ 2,930,000	\$ 4,820,000
Auburn Road Corridor / Parking Lots	\$ -	\$ 632,000	\$ 632,000
Auburn Road Corridor / Plaza & Corridor Features	\$ -	\$ 2,455,000	\$ 2,455,000
PK-03F: Museum Equipment Barn Phase 1-2	\$ -	\$ 20,000	\$ 20,000
Fire Station #4 Renovation [Carryover]	\$ -	\$ 280,710	\$ 280,710
Museum Exhibits [Carryover]	\$ -	\$ 234,750	\$ 234,750
All Other Facilities Capital Projects	\$ 1,027,000	\$ -	\$ 1,027,000
Capital Project Total	\$ 2,917,000	\$ 6,552,460	\$ 9,469,460

The increase in revenues less the increase in expenses will have a net impact on retained earnings of (\$3,640,460).

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636 - MIS Fund

MIS Fund expenses are proposed to increase by +\$54,500 due to:

- Increase of +\$19,500 in operating expenditures due to:
 - Maintenance-Equipment carried over from FY 2018
 - Travel & Seminar carried over from FY 2018
- Increase of +\$35,000 in capital projects

MIS Fund Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmdnt	2019 Amended Budget
IS-02B: City Website Upgrade [Carryover]	\$ -	\$ 35,000	\$ 35,000
All Other MIS Capital Projects	\$ 2,060,000	\$ -	\$ 2,060,000
Capital Project Total	\$ 2,060,000	\$ 35,000	\$ 2,095,000

The increase in expenses will have a net impact on retained earnings of (\$54,500).

661 - Fleet Fund

Fleet Fund expenses are proposed to increase by +\$649,580 due to:

- Increase of +\$649,580 in capital projects:

Fleet Fund Project Change Summary			
Project Title	2019 Adopted Budget	1st Qtr Amendmdnt	2019 Amended Budget
Equipment Trailer [OSCO/Cert] [Carryover]	\$ -	\$ 8,670	\$ 8,670
Utility Structure Trailer [Parks] [Carryover]	\$ -	\$ 33,590	\$ 33,590
Equipment Trailer [Parks] [Carryover]	\$ -	\$ 5,230	\$ 5,230
Water System Truck [Carryover]	\$ -	\$ 239,600	\$ 239,600
Wheeled Excavator [DPS] [Carryover]	\$ -	\$ 273,560	\$ 273,560
Floor Scrubber [Fleet] [Carryover]	\$ -	\$ 58,470	\$ 58,470
Reach Arm Mower [Parks] [Carryover]	\$ -	\$ 30,460	\$ 30,460
All Other Fleet Capital Projects	\$ 1,137,410	\$ -	\$ 1,137,410
Capital Project Total	\$ 1,137,410	\$ 649,580	\$ 1,786,990

The increase in expenses will have a net impact on retained earnings of (\$649,580).

848 – LDFA Fund

LDFA Fund expenses are proposed to increase by +\$403,000 due to:

- Increase of +\$403,000 in operating expenditures due to:
 - Hamlin site development agreement work in LDFA District

The increase in expenses will have a net impact on fund balance of (\$403,000).