
CITY OF ROCHESTER HILLS**Fiscal**

Julie Jenuwine, Finance Director

DATE: September 28, 2005

TO: Mayor & City Council

RE: 2006 Budget Changes

Please find enclosed the 2006 Budget Technical Appendix document with changes to the Mayor's Proposed Budget (delivered to City Council on August 3, 2005). These changes are based on developments from the Budget Workshops, the primary election and recent City Council actions. The following list intends to serve as a compilation of those changes and/or the effects of those changes.

General Fund Revenues (101)

- 101.401002 Fund Balance to Balance (as a revenue source)
 - Increased \$23,140 / Fund balance needed to balance appropriations
- 101.435000 Taxes – IFT
 - Decreased due to the passage of Green Space Millage (0.3000), changing IFT Tax split
- 101.436000 Taxes – Special In Lieu Of
 - Decreased due to the passage of Green Space Millage (0.3000), changing In Lieu Of Tax split
- 101.437000 Taxes – Special (Street Lighting)
 - Increased \$680 due to recent notice of DTE increasing rate (City pass-through)
- 101.451001 L&P – Comcast Franchise Fee
 - Decreased \$47,500 / PEG revenue by one-half, as one-half will be contributed to CMN
- 101.451002 L&P – WOW
 - Decreased \$15,200 / PEG revenue by one-half, as one-half will be contributed to CMN

General Fund / Expenditures (101)

- 171.703000+ Mayor's Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Finance)
- 209.703000+ Assessing Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Assessing / Treasurer)
- 209.960000 Assessing Department – Tax Tribunals
 - Decreased due to change with Pathway Millage (increased 0.0593 to 0.1281 mill)
- 215.703000+ Clerk's Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (City Clerk)
- 233.703000+ Human Resources – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Human Resources)
- 253.703000+ Treasury Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Assessing / Treasury)
- 371.703000+ Building Department – Salaries & related benefits line-items

- Increased Directors pay by 2% (Director of Building/Ordinance)
- 372.703000+ Ordinance Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Building/Ordinance)
- 401.703000+ Planning Department – Salaries & related benefits line items
 - Increased Directors pay by 2% (Director of Planning & Development)
 - Reinstated department overtime level as indicated in Directors Requested budget
- 401.801000 Planning Department – Professional Services
 - Decreased \$50,000 / Master Thoroughfare Plan, moved to Major Rd Fund
 - Decreased \$25,000 / Non-Motorized System Plan, moved to Pathway Fund
- 401.900000 Planning Department – Printing & Publishing
 - Decreased \$20,000 / moved marketing to LDFA Fund
- 448.921000 Special Lighting – Street Lighting
 - Increased \$680 in cost charged by DTE for Christian Hills subdivision, based on recent notice
- 535.703000+ Weed Control – Salaries & related benefits line-item
 - Increased Directors pay by 2% (Director of Building/Ordinance)
- 756.703000+ Parks Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Parks)
 - Reinstated department overtime level as indicated in Director Requested budget
- 756.881000 Parks Department – Interlocal Agreements
 - Increased \$7,040 / P.C.T. Survey project and \$750 for P.C.T. GASB 34 project
- 774.703000+ Forestry Department – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of Parks)
- 990.999420 Transfer Out – Capital Improvement Fund
 - Increased \$8,000 / transfer funds for Parks / Trailer to CIF
- 990.999848 Transfer Out – LDFA
 - Decreased due to passage Green Space Millage ballot proposal

Major Road Fund (202)

- 202.401002 Fund Balance to Balance (as a revenue source)
 - Increased in amount of Fund Balance needed to balance appropriations
- 202.610005 Chg. For Service – Engineering
 - Increased \$3,250 / recognizing offsetting private development revenue for Prof. Services
- 492.703000+ Major Road / Administration – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of DPS)
- 492.801000 Major Road / Administration – Professional Services
 - Increased \$50,000 / Master Thoroughfare Plan formerly in Planning & Development budget

Local Road Fund (203)

- 203.401002 Fund Balance to Balance (as a revenue source)
 - Decreased in amount of Fund Balance needed to balance appropriations

- 203.610005 Chg. For Service – Engineering
 - Increased \$8,000 / recognizing offsetting private development revenue for Prof. Services
- 494.703000+ Local Street / Administration – Salaries & related benefits line-item
 - Increased Directors pay by 2% (Director of DPS)

Fire Department Fund (206)

- 206.435000 Taxes – IFT
 - Decreased due to passage of Green Space Millage (0.3000) changing IFT Tax split
- 206.436000 Taxes – Special In Lieu Of
 - Addition of Green Space Millage (0.3000) changed In Lieu Of Tax split
- 206.701001 Fund Balance to Balance (increase in est. Fund Balance)
 - Increase in amount of Fund Balance needed to keep Fund Balance at 17.5% of annual operating expenditures
- 206.703000 Fire / Administration – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Fire Chief)
- 206.960000 Fire / Administration – Tax Tribunals
 - Decreased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mill)
- 206.999402 Fire / Administration – Transfer-Out to Fire Capital Fund
 - Decreased slightly to keep Fund Balance at 17.5% of operating expenditures

Special Police Fund (207)

- 207.401002 Fund Balance to Balance (as a revenue source)
 - Increased in amount of Fund Balance needed to balance appropriations
- 207.435000 Taxes – IFT
 - Addition of Green Space Millage (0.3000) changed IFT Tax split
- 207.436000 Taxes – Special In Lieu Of
 - Decreased due to passage of Green Space Millage (0.3000) changed In Lieu Of Tax split
- 207.451012 L&P – False Alarm Registration
 - Increased \$24,000 / Estimated False Alarm Registration proceeds
- 207.608008 Chg. For Service – False Alarms
 - Increased \$1,000 / Estimated False Alarm Charges for Service fees
- 207.807001 Contractual – Police Services
 - Increased \$116,470 / Additional Patrol Sergeant
- 207.960000 Special Police – Tax Tribunals
 - Decreased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mills)

Pathway Maintenance Fund (214)

- 214.403000 Pathway Maintenance Fund – Taxes Current
 - Increased \$232,890 / Pathway Millage (increased 0.0593 to 0.1281 mills)
- 214.801000 Pathway Maintenance – Professional Services
 - Increased \$25,000 / Non-Motorized System Plan (formerly budgeted in Planning & Development)

- 214.960000 Pathway Maintenance Fund – Tax Tribunals
 - Increased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mills)
- 214.999403 Pathway Maintenance Fund – Transfer Out to Pathway Construction Fund
 - Increased \$207,640 / Transfer excess operating funds to Construction Fund for future Pathway construction needs

Public Improvement / Drain Fund (244)

- 244.401002 Fund Balance to Balance (as a revenue source)
 - Increased in amount of Fund Balance needed to balance appropriations
- 244.435000 Taxes – IFT
 - Addition of Green Space (0.3000) changed IFT Tax split
- 244.436000 Taxes – Special In Lieu Of
 - Decreased due to passage of Green Space (0.3000), changing In Lieu Of Tax split
- 244.610005 Chg. For Service – Engineering
 - Decreased \$27,000 / recognizing offsetting private development revenue for Prof. Services
- 244.703000 Drain Fund – Salaries & Related Benefits
 - Increase Directors pay by 2% (Director of DPS)
- 244.960000 Drain Fund – Tax Tribunals
 - Decreased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mills)

Green Space Fund

- 403000 Green Space Fund – Taxes / Current
 - Increased by \$1,017,870 / equates to 0.3000 mill levy
- 701000 Green Space Fund – Fund Balance to Balance
 - Appropriate entire amount of estimated taxable revenue to fund balance

Drain Debt Fund (331)

- 331.435000 Taxes – IFT
 - Addition of Green Space Millage (0.3000), changing IFT Tax split
- 331.436000 Taxes – Special In Lieu Of
 - Addition of Green Space Millage (0.3000), changing In Lieu Of Tax split
- 331.664001 Interest & Dividend Earnings
 - Increased slightly in order to match estimated revenues with appropriations
- 331.960000 Drain Debt Fund – Tax Tribunals
 - Decreased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mills)

Older Person's Commission – Building Debt Fund (368)

- 368.435000 Taxes – IFT
 - Addition of Green Space (0.3000) changed IFT Tax split
- 368.436000 Taxes – Special In Lieu Of

- Addition of Green Space (0.3000), changing In Lieu Of Tax split
- 368.664001 Interest & Dividend Earnings
 - Increased slightly in order to match estimated revenues with appropriations
- 368.960000 Drain Debt Fund – Tax Tribunals
 - Decreased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mill)

Refunding Bond Debt Fund – 1998 Series (391)

- 391.436000 Taxes – Special In Lieu Of
 - Addition of Green Space (0.3000) changed In Lieu Of Tax split
- 391.664001 Interest & Dividend Earnings
 - Increased slightly in order to match estimated revenues with appropriations
- 391.960000 Drain Debt Fund – Tax Tribunals
 - Decreased due to shift with Pathway Millage increase (0.0593 to 0.1281 mill)

Refunding Bond Debt Fund – 2002 Series (392)

- 392.435000 Taxes – IFT
 - Decreased due to the passage of Green Space (0.3000) millage changing IFT Tax split
- 392.436000 Taxes – Special In Lieu Of
 - Decreased due to the passage of Green Space (0.3000) millage changing In Lieu Of Tax split
- 392.664001 Interest & Dividend Earnings
 - Increased slightly in order to match estimated revenues with appropriations
- 392.960000 Drain Debt Fund – Tax Tribunals
 - Decreased due to shift with Pathway Millage (increased 0.0593 to 0.1281 mill)

Fire Capital Fund (402)

- 402.669206 Transfer-In from Fire Department Fund
 - Decreased slightly to keep Fire Department Fund Balance at 17.5% of operating expenditures
- 402.701001 Fund Balance to Balance (increase in est. Fund Balance)
 - Decreased slightly to as Fire Department reduced transfer-out to Fire Capital Fund, due to less estimated revenue will be anticipated as increasing Fund Balance

Pathway Construction Fund (403)

- 403.401002 Pathway Const. Fund / Fund Balance (as a revenue source)
 - Decreased as now Pathway Maintenance Fund will transfer all excess operating funds to Const. Fund, decreasing the amount of Pathway Construction Fund Balance needed due to increased millage levy
- 403.669214 Pathway Const Fund – Transfer-In from Pathway Maintenance Fund

- Increased \$207,640 / Pathway Maintenance Fund will transfer all excess operating funds to Const. Fund

Capital Improvement Fund (420)

- 420.699101 Capital Improvement Fund – Transfer-In from General Fund
 - Increased \$8,000 / due to additional Transfer-In of funds from General Fund for Parks - Trailer
- 420.701001 CIF – Fund Balance (increase in est. Fund Balance)
 - Increased \$8,000 / due to additional Transfer-In of funds from General Fund for Parks – Trailer

Sewer – Operating & Maintenance (510)

- 510.401004 Retained Earnings to Balance (as a revenue source)
 - Increased in amount of Retained Earnings needed to offset appropriations
- 510.610005 Sewer Fund - Chg. For Service – Engineering
 - Increased \$40,000 / recognizing offsetting private development revenue for Prof. Services
- 510.703000+ Sewer Fund – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of DPS)
- 510.995000 Sewer Fund – Interest Payments
 - Increased \$146,070 / Estimated sewer portion for SS-10 (Section 2 – Debt)

Water – Operating & Maintenance (530)

- 530.401004 Retained Earnings to Balance (as a revenue source)
 - Decreased in amount of Retained Earnings needed to balance appropriations
- 530.610005 Water Fund - Chg. For Service – Engineering
 - Increased \$54,000 / recognizing offsetting private development revenue for Prof. Services
- 530.698001 Water Fund – Bond Proceeds
 - Increased \$6,400,000 / Added WS-22 – Water Tower / Reservoir (Bond Proceeds)
- 530.703000 Water Fund – Salaries & Related Benefits
 - Increased Directors pay by 2% (Director of DPS)
- 530.995000 Water Fund – Interest Payments
 - Increased \$146,070 / Estimated water portion for WS-11 (Section 2 – Debt)
- 530.999531 Water Fund – Transfer-Out to W/S Improvement Fund
 - Increased \$6,400,000 / Added WS-22 – Water Tower / Reservoir

Water – Capital Improvement

- 531.699530 Water CIF – Transfer-In from Water Operating
 - Increased \$6,400,000 / Added WS-22 – Water Tower / Reservoir
- 531.972000 Water CIF – Mains & Services
 - Increased \$6,400,000 / Added WS-22 – Water Tower / Reservoir

Facilities Fund (631)

- 631.401004 Facilities Fund - Retained Earnings to Balance (as a revenue source)
 - Slight increase in amount of Retained Earnings needed to balance appropriations
- 631.546005 Facilities Fund - State Grant / Rails to Trails
 - Decreased \$550,000 / Due to no award for State Grant
- 631.703000+ Facilities Fund – Salaries & related benefits line-items
 - Increased Directors pay by 2% (Director of DPS)
- 631.974000 Facilities Fund – Land Improvements
 - Decreased \$550,000 / Due to no award for State Grant

MIS Fund (636)

- 636.401004 MIS Fund - Retained Earnings to Balance (as a revenue source)
 - Slight increase in amount of Retained Earnings needed to balance appropriations
- 636.703000+ MIS Fund – Salaries & related benefits line-items
 - Increase Directors pay by 2% (Director of MIS)

Fleet Equipment Fund (661)

- 661.401004 Fleet Fund - Retained Earnings to Balance (as a revenue source)
 - Slight increased in amount of Retained Earnings needed to offset appropriations
- 661.703000+ Fleet Fund – Salaries & related benefit line-items
 - Increase Directors pay by 2% (Director of DPS)

LDFA Fund (848)

- 848.404000 LDFA Fund – Taxes / Real
 - Increased slightly due to passage of Green Space Millage (0.3000)
- 848.405000 LDFA Fund – Taxes / Personal Property
 - Increased slightly due to passage of Green Space Millage (0.3000)
- 848.699101 LDFA Fund – Transfer-In from General Fund
 - Decreased slightly due to passage of Green Space Millage (0.3000) and less ineligible LDFA distributions
- 848.900000 LDFA Fund – Printing & Publishing
 - Increased \$20,000 / LDFA marketing expended from LDFA Fund as opposed to Planning & Development Dept. within the General Fund
- 848.973000 LDFA Fund – Land / ROW Acquisition
 - Decreased due to funding LDFA marketing and FA-08 / Interchange Technology Park – Site Preparation, amount set as ROW Acquisition is to balance est. annual revenues against estimated annual appropriations
- 848.974000 LDFA Fund – Land Improvement
 - Increased \$370,000 / FA-08 Interchange Technology Park – Site Preparation

Enclosure: 2006 Budget Technical Appendix Document (on CD)