



Rochester Hills

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Master

File Number: 2018-0263

File ID: 2018-0263

Type: Administration

Status: To Council

Version: 1

Reference: 2018-0263

Controlling Body: City Council
Regular Meeting

File Created Date : 06/11/2018

File Name: Request for Approval of RARA's Deficit Elimination Plan

Final Action:

Title label: Request for Approval of the Rochester-Avon Recreation Authority (RARA) Deficit Elimination Plan

Notes:

Sponsors:

Enactment Date:

Attachments: 061818 Agenda Summary.pdf, State of MI Notice 050218.pdf, Numbered Letter 2016-1 061818.pdf, RARA Deficit Elimination Plan Cover Letter 061818.pdf, RARA Revenues 053118.pdf, RARA Expenditures 053118.pdf, Resolution (Draft).pdf

Enactment Number:

Contact:

Hearing Date:

Drafter:

Effective Date:

History of Legislative File

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
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Text of Legislative File 2018-0263

Title

Request for Approval of the Rochester-Avon Recreation Authority (RARA) Deficit Elimination Plan

Body

Whereas, the Rochester-Avon Recreation Authority's (RARA) Fund has a \$24,246 deficit fund balance on December 31, 2017; and

Whereas, 1971 PA 140 requires that a Deficit Elimination Plan be formulated by the local unit of government and filed with the Michigan Department of Treasury;

Now, Therefore, It Is Resolved, that the Rochester Hills City Council adopts the following as the Rochester-Avon Recreation Authority Fund Deficit Elimination Plan:

Revenue:

Municipal Contributions	\$ 719,510
Charges for Service	\$ 1,843,030
Other Revenue	\$ 31,000
Total Revenue	\$ 2,593,540

Expenditures:

Salaries & Wages	\$ 1,242,163
Supplies	\$ 217,800
Contractual Services	\$ 523,225
Utilities	\$ 58,000
Maintenance & Repairs	\$ 58,000
Other Expenditures	\$ 69,100
Depreciation	
Debt Service	\$ 265,981
Capital Outlay	\$ 9,000
Total Expenditures	\$ 2,443,269

Add Back Depreciation (Net Investment in Capital Assets Net Position)

\$ -

Unrestricted Net Position (Deficit) Dec. 31

\$ 126,025

2018

CA-CL (Deficit) Jan. 1	\$ (24,246)
Revenues	\$ 2,593,540
Expenditures	\$ (2,443,269)
Add Back Depreciation	\$ -
CA-CL (Deficit) Dec. 31	\$ 126,025

Explanation:

- Revenue increase due to increased Municipal Contributions and Charges for Services due to recent conservative trends.
- Expenditure decrease due primarily to reduction in capital outlay, as build-out renovation of new complex was completed in Fiscal Year 2017.

Be It Further Resolved, that the Rochester-Avon Recreation Authority's Treasurer/City of Rochester Hills Chief Financial Officer submit the Deficit Elimination Plan to the Michigan Department of Treasury for certification.