

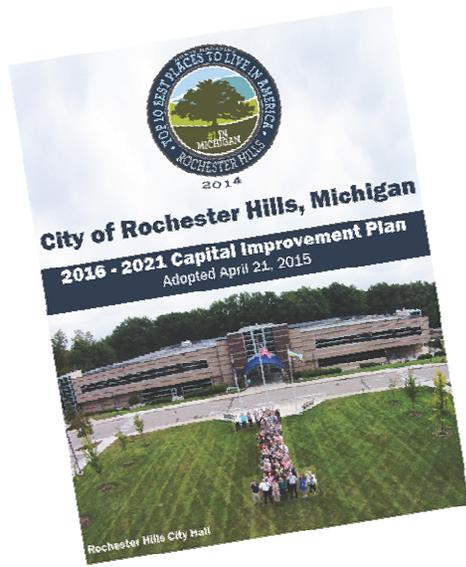
**City Council  
Special Budget Meeting**

**August 17, 2015**

**FY 2016-18 Budget Presentations**



# The Budget Process



Seven Year Financial Forecast  
Fiscal Years 2016-2022



# WHAT WE LEARNED FROM THE FORECAST

- General Fund is a funding source for several other funds like Local Streets
- Local Streets needs funding sources for subdivision reconstruction (capital) activity
  - General Fund is able to provide support in this area
- Fire Fund was able to add additional staffing to improve service levels
  - Need to review and update capital replacement schedule to ensure capital fund longevity
- Water Resource Fund needs a funding source if it is to survive beyond FY 2018
  - City Council has asked its Public Safety and Infrastructure Committee to look at and provide funding ideas for City Council to consider



# **BUDGET OVERVIEW**

## **FISCAL YEARS 2016, 2017, AND 2018**



# BUDGET OVERVIEW

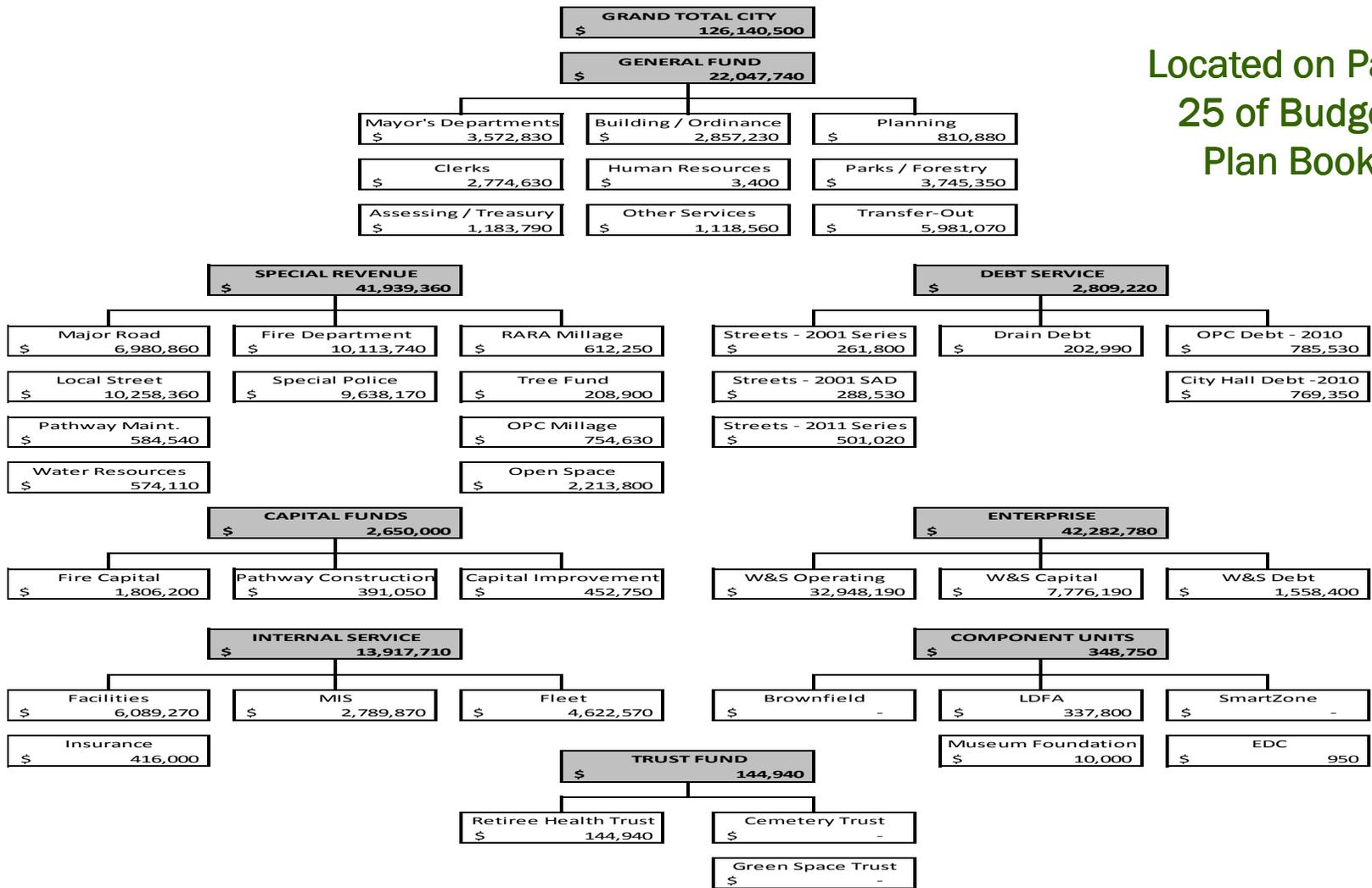
- Continuing our three-year budget
- Budgets are based on our Best Estimates and Projections for the future
- Budgets based on delivering quality services
- Revenues drive services
  - Conservatively estimate revenues to ensure services proposed in budget can be delivered



# SIGNIFICANT INITIATIVES IN THE FY 2016 BUDGET

- \$4.8 million in Major Road system improvements
- \$5.3 million in Local Street system improvements
- A Citywide Employee Compensation Study
- Riverbend Park Development proposed for FY 2016-2018
  - Utilizing Contributions & Donations as a source of funding
- Final Funding for the Green Space Perpetual Care Trust
- Building Inspector Laptop/Tablet program
- Creation of a Media Division cost center (formerly part of the Mayor's Department) within General Fund to better track Media related activity and fund those activities with PEG funding





Located on Page  
25 of Budget  
Plan Book

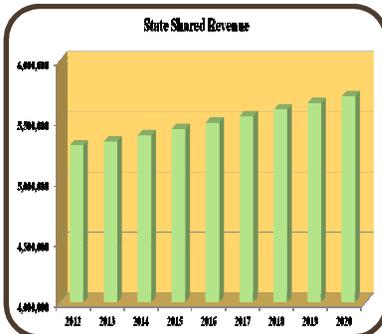
# BUDGET OVERVIEW

- Citywide revenues of \$115 million
  - Decrease of 5% from the current 2015 Amended Budget
  - Proposed use of \$11.2 million from fund balance
    - Used to fund \$18.9 million in capital related projects
- Citywide expenditures of \$126 million
  - Decrease of 17% from the current 2015 Amended Budget
    - Most of the decrease is attributable to a reduction in capital projects and transfers out
- FY 2016 Proposed Budget sets the City millage rate at 10.3605 <sup>(1)</sup>

(1) Does not include the OPC Transportation Millage which expired in FY 2015. Election to be held this November



# BUDGET OVERVIEW



## Improving revenue growth

- Property tax revenues
- State shared revenue
- Charge of services
- Building permits



## Investing in Infrastructure

General Fund to provide \$5.2 million to Local Street Fund

- Local Streets is able to do \$5.3 million of reconstruction



# BUDGET OVERVIEW



## Investing in Infrastructure

Major Road improvements of \$4.8 million



## Investing in Green Space

Final funding of the Green Space Perpetual Care Trust



# BUDGET OVERVIEW



## Investing in our People

Citywide Employee Compensation Study



## Investing in our Parks

Riverbend Park Development

- Utilizing Contributions & Donations as a source of funding



# BUDGET OVERVIEW

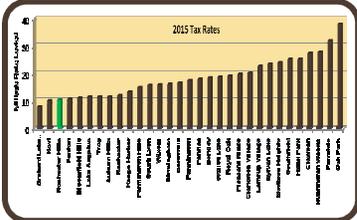


## Investing in Technology

Building Inspector Laptop/Tablet program



# BUDGET OVERVIEW



The City's proposed tax rate for FY 2016 is 10.3605 <sup>(1)</sup>

Our rate is one of the lowest rates of all cities in Oakland County

(1) Does not include the OPC Transportation Millage which expired in FY 2015. Election to be held this November .

