



MIDWEST

S T R A T E G Y G R O U P



**Rochester Hills
City Council Presentation**

November 10, 2025

Budget Update

- **7 Day Continuation Budget Passed on October 1st**
- **\$81 Billion Budget for FY 26 Passed at 4am October 3rd**
- **Ghost Employees**
- **Earmark Transparency**
- **Road Funding & Taxes**



Revenue Sharing

- **Constitutional Revenue Sharing Decreased**
- **Statutory Revenue Sharing Flat**
- **On-going & One-time Public Safety Revenue Sharing**
 - \$50 million is on-going & \$20 million is one-time
 - At least 75% spent on a law enforcement agency or officers
 - No more than 25% spent on non law enforcement public safety
 - Cannot use funds on:
 - Pension or OPEB
 - Lawsuits and claims payments
 - Debt service payments
 - Vehicle weighing more than 15,000 lbs or used for tactical police purpose
 - Facial recognition technology
 - Acquisition or use of a chemical weapon

Rochester Hills Funding

Estimates for Rochester Hills

Current Year Constitutional Funding: \$ 8,222,370

FY 2025-26 Constitutional Funding: \$ 8,057,136

Current Year Statutory Funding: \$ 452,451

FY 2025-26 Statutory Funding: \$ 452,451

New FY 2025-26 Public Safety Funding: \$ 47,109

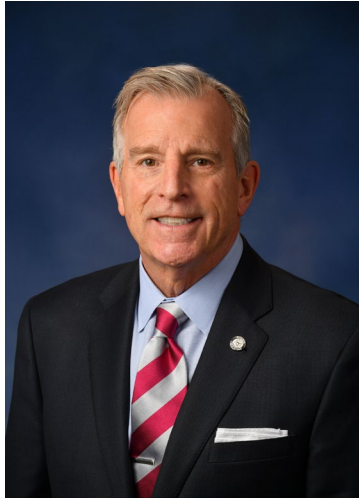
PA 22 Transportation Funding FY 26: \$ 3,322,436

PA 22 Transportation Funding FY 27: \$ 5,133,072

Rochester Hills

Legislatively Directed Spending Item

NOWICKI PARK - \$2 Million



What's Next?

- **Housing Legislation**
- **Disabled Veteran's Property Tax Exemption Fix**
- **Supplemental Budget**
- **Economic Development**
- **Water Affordability Legislation**



2026 – Election Year



- Governor, Secretary of State, Attorney General, US Senate, US House, State Senate, State House up for election.
- Ballot Initiatives – Mop Up Michigan, Ranked Choice Voting, “Tax The Rich” & Ax MI Tax.



Questions?

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