

**City of Dearborn  
Information Systems Fund  
Proposed FY2014 Budget**

**Since FY2010, this fund has been used to account for three initiatives: the replacement of equipment (computers, copiers and the telephone system); the accumulation of funds for the five-year Technology Projects plan and the operations of the Management Information Services Department.**

**General Comments:**

- Revenue reported in this fund is being accumulated for the technology projects based on the five-year technology plan. Funding to cover the cost of the MIS Department operations will come from a service charge to user departments. Normally, an annual charge would also be included for replacement of computer and copier equipment according to the five-year plan that went into effect in FY2009, but MIS's current plan will utilize existing fund balance without requiring additional funding after FY2010, with the exception of \$500,000 being allocated to departments over the three years FY2013-2015 to replace the existing land-line phone system.
- Operating transfers include \$619,510 for imaging services for the City Hall move and the Court and \$120,000 funding from the Water Fund for technology projects.

**Revenue:**

- Revenues consist of charges to user departments for MIS Department services, contributions for technology projects submitted to and approved by the CDI Tech Group and a charge for replacement of the phone system in FY2014. Also included is a \$100,000 annual service charge to Dearborn Heights for staff services provided contractually.

**Expenditures:**

- Expenditures for computer equipment and copiers are expected to continue according to the replacement plan.
- Technology projects are based on a five-year plan and expenditures may not occur until future years.
- The use of expenditure credits to distribute charges for MIS operations was discontinued in FY2012 in favor of recording the charges as service fee revenue consistent with the treatment in the City's CAFR.
- The FY2014 capital outlay expenditures of \$500,000 are for the replacement of the citywide phone system.
- Unspent equipment replacement and technology projects budgets are recorded in the undistributed appropriations account.

**Fund Balance/Equity:**

- needs.