

**City of Dearborn
Information Systems Fund
Proposed FY2018 Budget**

Since FY10, 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 rolling five-year technology plan. Funding to cover the cost of the MIS Department operations will come from a service charge to user departments. An annual charge for year 2 of 5 is included for replacement of computer and copier equipment according to the five-year plan that went into effect in FY17.

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 the equipment replacement plan. Also included is a \$115,000 annual service charge to Dearborn Heights for staff services provided contractually.
- The City received a \$263,000 CGAP grant from the State in FY14 for equipment to facilitate the shared information and technology services initiative between Dearborn and Dearborn Heights and a \$3.2 million CGAP grant in FY15 for radios and other equipment for the consolidated dispatch initiative. Grant activity on the FY15 grant is still in progress.
- Operating transfers in FY17 include \$120,000 funding from the Water Fund for technology projects, and \$664,015 from the General Fund for the consolidated dispatch initiative.

Expenditures:

- Technology projects are based on a five-year plan and expenditures may not occur until future years.
- FY18 capital outlay includes project activity related to equipment replacement, technology projects and the equipment replacement program.
- Unspent technology projects budgets are recorded in the undistributed appropriations account.

Fund Balance/Equity:

- There is no debt currently outstanding and the fund has sufficient resources for its anticipated capital needs.
- During FY15, the City adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions. As a result of implementing this Statement, the beginning net position of the Information Systems Fund was restated to indicate a decrease of \$938,295 related to the liability for the unfunded legacy costs.