

**City of Dearborn
Facility Fund
Proposed FY2018 -2020 Budget**

This fund contains city buildings and their associated repair and maintenance. Funding is established by charging a facility lease to departments housed in city owned buildings.

General Comments:

- This fund was created in FY2010.

Revenue:

- Revenues consist of lease payments that include utilities, the services of the Powerhouse and Building Services & Maintenance Departments, and operational repair and maintenance costs.
- Funding for capital improvements will be received via contributions from the related Funds.
- Bond revenue totaling \$10,960,000 is being received in FY17. This is for the redevelopment of the Wagner Place Infrastructure, and Ford Woods Pool complex.
- HVAC upgrades at the Powerhouse are planned. Bond revenue totaling \$13,270,000 is expected to be received in FY18.
- A Donation From Private Sources totaling \$10,925,000 is expected in FY18. This is for the Wagner Place Parking Deck asset which is expected to be contributed to the City from the BRA once completed.

Expenditures:

- Facility based utility bills will be paid out of this fund.
- The other major expenditures will be service charges from the Powerhouse and Building Services & Maintenance departments. These two divisions were moved into this fund in FY2011.
- Debt for Parking has been transferred into this fund.
The principal, interest, and debt fee amounts will be paid from operating transfers from the General Fund.
The Parking debts will be paid off in FY2019 and 2026.
- Payments for newly issued debt for the Wagner Place Infrastructure / Ford Woods Pool Complex, and Powerhouse HVAC upgrades will begin in FY18 and 19, respectively. Debt payments for the Wagner Infrastructure / Ford Woods Pool will be transferred from the 101 fund, while debt payments for the Powerhouse HVAC upgrade will be allocated to the main campus users: Library, FCPAC, Court, Police, and transferred from their respective funds.
- Use of fund cash was used for the Powerhouse HVAC project in FY17. At \$1,500,000, this will be reimbursed to the fund when the bond revenues are received in FY18.

Fund Balance/Equity:

- The equity of this fund is largely invested in capital assets.
- The projected 2018 budget reflects an increase of retained earnings.