

Projected Budget Report

City of Dearborn

Local Unit Code: 822030-DEARBORN

Fiscal Year Ended: June 30

General Fund

	Fiscal Year:			
	2018	2019	% Change	
	Adopted	Forecast	Increase	Assumptions:
	Budget	Budget	-Decrease	
Revenues & Income Sources:				
Taxes and related sources	\$ 66,692,727	\$ 66,999,087	0.5%	Level activity with limited fee increases.
Licenses & Permits	2,698,515	2,695,515	-0.1%	Level activity with limited fee increases.
Intergovernmental	17,793,468	18,578,575	4.4%	Estimated increase in the Local Community Stabilization Act in 2019
Charges for Services	15,504,032	15,966,321	3.0%	Activity/ fee increases estimated.
Fines & Forfeits	4,467,130	4,461,130	-0.1%	Level activity estimated.
Miscellaneous Revenues	9,650,450	7,473,069	-22.6%	Return of previous project fundings not used in 2018 (\$2.2 million)
Subtotal operating revenues:	116,806,322	116,173,697	-0.5%	
Interest Income	283,600	283,600	0.0%	
Total Revenues and Sources:	\$ 117,089,922	\$ 116,457,297	-0.5%	
Expenses & Uses:				
Policy Formulation & Administration:				
Mayor	\$ 1,068,591	\$ 1,104,590	3.4%	See Note 1
City Council	\$ 395,994	\$ 406,097	2.6%	See Note 1
Subtotal:	1,464,585	1,510,687	3.1%	
Executive & Enterprise Support Services:				
Clerk & Elections	947,824	969,896	2.3%	See Note 1
Assessor	1,078,320	1,104,534	2.4%	See Note 1
Corporate Counsel	1,769,099	1,821,375	3.0%	See Note 1
Corporate Counsel - City Plan Commission	203,478	342,140	68.1%	Land Acquisition projects including Rouge River Access & Revitalization
Finance-Accounting	1,258,396	1,242,416	-1.3%	See Note 1
Finance-Purchasing	738,945	757,470	2.5%	See Note 1
Finance-Treasury	780,028	804,847	3.2%	See Note 1
Human Resources	906,859	950,082	4.8%	See Note 1
Subtotal:	7,682,949	7,992,760	4.0%	
Protection of Persons and Property:				
19th District Court	3,625,551	3,760,219	3.7%	See Note 1
Police Operations	40,863,901	41,793,881	2.3%	See Note 1
Fire Operations	27,095,620	27,350,267	0.9%	See Note 1
Property Maint & Development Svcs	3,796,501	3,872,872	2.0%	See Note 1
Subtotal:	75,381,573	76,777,239	1.9%	
Public Works:				
Administration	663,298	577,408	-12.9%	See Note 1 and one time capital projects "Mayburn Berm Fence" and "DAC door replacements" in FY2018
Line Crew + 20% Bldg Services	889,266	931,385	4.7%	See Note 1
Sanitation-DPW	441,683	547,215	23.9%	See Note 1 and increase in projected loose leaf disposal in FY2019
Sanitation-Res Serv	5,162,231	5,201,542	0.8%	See Note 1
Neighborhood Services	1,210,683	1,226,385	1.3%	See Note 1
Neighborhood Services - CDBG	275,000	275,000	0.0%	See Note 1
Environmental Services - CDBG	113,663	90,180	-20.7%	Reduction of Community Development Block Grant covered costs
Highways	5,871,559	5,972,176	1.7%	See Note 1
Parks	4,020,201	4,010,919	-0.2%	See Note 1
Parking	1,019,730	1,329,439	30.4%	See Note 1 and increase in facility lease costs for Parking lot replacement program in 2019
Train Station	302,550	296,550	-2.0%	See Note 1
Subtotal:	19,969,864	20,458,199	2.4%	

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	2018 Adopted Budget	2019 Forecast Budget	Increase -Decrease	
Community Services:				
Recreation	14,161,159	16,119,765	13.8%	2019 includes increased Facility costs for capital recreation projects and upgrades (\$1.5 million), Bond principal & interest (\$500 thousand) and parking lot capital projects (\$250 thousand)
Economic & Community Development	1,283,461	1,318,173	2.7%	See Note 1
Historical Commission	327,852	322,772	-1.5%	See Note 1
Public Information	894,796	916,819	2.5%	See Note 1
Subtotal:	16,667,268	18,677,529	12.1%	
Subtotal Operating Expenses:	121,166,239	125,416,414	3.5%	
Non-Departmental Contributions Out:				
To Capital Improvement Fund	-	1,000,000	0.0%	Based on Capital Improvement Plan
To Fleet & Gen Liab Insurance Fund	100,000	100,000	0.0%	Tax refunds
Subtotal Contributions Out:	100,000	1,100,000	1000.0%	
Total Expenses and Uses:	\$ 121,266,239	\$ 126,516,414	4.3%	
Revenues over (under) Expenses	\$ (4,176,317)	\$ (10,059,117)		

General Notes:

Voters approved a 5-year operating millage increase of up to 3.5 mills setting the maximum Home Rule Charter operating millage levy at 18.5 mills. The first year of the supplemental levy was FY2013 and the final year FY2017 renewed in August primary election 2016 for another 5 years through FY2022.

Departments are charged a technology fee for funding ongoing technology related costs and one-time initiatives that is paid to the internal services Information Systems Fund.

Departments are charged a fee based on utilized space for operating and capital costs, where applicable, that is paid to the internal services Facilities Fund.

The ongoing annual funding for asset replacement and major capital components was restored in the FY2013 budget, but reserves are inadequate and below the calculated need.

Departments are charged an annual allocation for legal cases, where applicable, based on recovering settlements and/or on estimated reserves.

Note 1:

Minimal dollar variance. Overall 2019 Forecast Budget is estimated to be \$126.5 million.

The funding for post-employment health care is above "pay as you go", but not at the actuarial determined contribution.

The majority of labor group contracts are settled with wage increases and are current with a new expiration on July 1, 2021.

The compensation package cost increases are driven by pay rates and employee benefits, specifically health care and the legacy components for retirement and retiree health care. Employees are cost sharing for health care and retirement programs.

The annual funding for retiree pension benefits is at the actuarially determined level.