

MEMORANDUM

TO: Mayor and Council
FROM: Tom Crawford, Interim City Administrator
DATE: May 18, 2020
SUBJECT: Resolution to Adopt Ann Arbor City Budget and Related Property Tax Millage Rates for fiscal year 2021

Attached for your review and action is the proposed FY 2021 City Budget that totals \$513 million in revenue and \$466 million in expenditures and is in compliance with the City Charter. This budget resolution reflects the recommended budget delivered to you on April 20, 2020.

General Fund Activities

This recommended budget holds recurring expenditure levels in line with the projected revenue levels.

| | |
|----------------------------|------------------|
| | <u>FY 2021</u> |
| Recurring Revenues | \$ 112,585,428 |
| Non-recurring Revenues | <u>1,261,900</u> |
| Total Revenues | \$ 113,847,328 |
| | |
| Recurring Expenditures | \$ 112,051,595 |
| Non-recurring Expenditures | <u>726,144</u> |
| Total Expenditures | \$ 112,777,739 |

General Fund recurring expenditures increased by \$3,472,556 (+3.2%) compared to FY 2020's adopted budget, and recurring revenues increased by \$3,910,048 (3.6%). Below is a summary of non-recurring expenditures:

| <u>General Fund Non-recurring Expenditures</u> | <u>FY 2021</u> |
|---|-------------------|
| City Administrator-Intern/Job Corps Program | 80,000 |
| City Administrator-Clerk's Office-Creation of Satellite Office for Voter Registration | 25,000 |
| City Administrator-Clerk's Office-High Speed Tabulator | 50,000 |
| City Administrator-926 Mary Street Building Analysis | 10,000 |
| City Administrator-ADA accessibility improvements | 25,000 |
| City Administrator-Sustainability Office-Lead for America Fellow | 47,500 |
| Community Services-Building-Deer Management Funding-Reduce for FY21 | (100,000) |
| Community Services-Planning-Internship | 25,000 |
| Public Services-Systems Planning-Treeline Trail | 40,000 |
| Public Services-Systems Planning-Center of the City | 20,000 |
| Public Services-Resident Driven Sidewalk Gap Program | 100,000 |
| Public Services-Superior Dam gate painting project | 50,000 |
| Police - Command staff professional development training | 25,000 |
| Police-Bicycles & protective gear | 12,500 |
| Police-Bicycle racks | 2,400 |
| Fire-Imagetrend software account services | 12,600 |
| Fire-RFP for architectural plans for Station 4 | 200,000 |
| Fire-Tornado siren repairs | 16,000 |
| Fire-Renovations to Fire Station #1 | 136,000 |
| Non-Departmental-Inclusion training | 97,000 |
| Non-Departmental-Reduce for Capital Sinking Fund Transfer in FY21 | (307,856) |
| Non-Departmental-Workforce planning program | 160,000 |
| Total General Fund Non-recurring Expenditures | <u>\$ 726,144</u> |

FTEs

The City's FTEs are proposed to increase from 762, as amended during FY20, to 771 in FY 2021 (excluding transfers between Service Areas and net of incidental changes):

- 1.0 FTE increase in Community Services, Housing Commission (amended during FY 2020)
- 1.0 FTE increase in Safety Services, Police (amended during FY 2020)
- 1.0 FTE increase in City Administrator, Sustainability (amended during FY 2020)
- 2.0 FTE increase in Public Services, Engineering
- 1.0 FTE increase in Community Services, Housing Commission
- 0.15 FTE increase in Community Services, Planning
- 0.75 FTE increase in City Attorney
- 2.0 FTE increase in Financial Services, Information Technology
- 1.0 FTE increase in Safety Services, Police
- 3.0 FTE increase in City Administrator, Sustainability
- 0.175 FTE increase in City Administrator, Human Resources
- 1.0 FTE decrease in City Administrator, Communications

As part of the workforce planning initiative, Council is authorizing staff to exceed the authorized 771 FTEs by 10 on a temporary basis.

Millage Rates

The following millages are the maximum allowable levy after the Headlee rollback multiplier is applied (for FY 2021 the Headlee rollback multiplier is anticipated to be 0.9912):

| | PROPOSED FY 2021 | ACTUAL FY 2020 | CHANGE |
|---|-----------------------------|---------------------------|-----------------|
| GENERAL OPERATING | 5.8365 | 5.8884 | (0.0519) |
| EMPLOYEE BENEFITS | 1.9454 | 1.9627 | (0.0173) |
| AAATA | 1.9454 | 1.9627 | (0.0173) |
| REFUSE COLLECTION | 2.3341 | 2.3549 | (0.0208) |
| STREET, BRIDGE & SIDEWALK MILLAGE | 2.0291 | 1.9981 | 0.0310 |
| PARK MAINTENANCE & CAPITAL IMPROVEMENTS | 1.0807 | 1.0903 | (0.0096) |
| OPEN SPACE & PARKLAND PRESERVATION | <u>0.4519</u> | <u>0.4560</u> | <u>(0.0041)</u> |
| TOTAL | 15.6231 | 15.7131 | (0.0900) |

Prepared by: Matthew V. Horning, Interim Chief Financial Officer

Approved by: Tom Crawford, Interim City Administrator

RESOLUTION TO ADOPT ANN ARBOR CITY BUDGET
AND RELATED PROPERTY TAX MILLAGE RATES
FOR FISCAL YEAR 2021

Whereas, City Council has reviewed the City Administrator's proposed budget for FY 2021 for the City of Ann Arbor, which was submitted on April 20, 2020 in accordance with Charter Section 8.2; and

Whereas, A public hearing and various public meetings have been held to obtain citizen input on the proposed budget; and

RESOLVED, That Council adopts the General Fund Allocations as listed in the FY 2021 Consolidated Plan, to be funded out of the Community Development Budget;

RESOLVED, That any contributions to the Special Assistance Fund in excess of the budgeted amount, shall be appropriated at the time of receipt and for the purpose of the Ann Arbor Assistance Fund;

RESOLVED, That any funds contributed to the Parks Memorials and Contributions fund in excess of the budgeted amount shall be appropriated at the time of receipt for the purpose of that fund without regard to fiscal year;

RESOLVED, That any contributions to the Drug Enforcement Fund, the Federal Equitable Sharing Forfeiture Fund and the Michigan Justice Training Fund in excess of the budgeted amount, shall be appropriated at the time of receipt, without regard to fiscal year, and for the purpose of the Drug Enforcement Fund, the Federal Equitable Sharing Forfeiture Fund and the Michigan Justice Training Fund, respectively;

RESOLVED, That the proposed list of Capital Improvement projects in the amount of \$253,948,050 are approved; and that \$60,676,050 be appropriated in FY 2021 for these or similar projects, within the respective funds, as determined by the Service Area, and may be carried forward without regard to fiscal year;

RESOLVED, That the Technology Improvement projects in the amount of \$1,640,268 be appropriated without regard to fiscal year;

RESOLVED, That a total 771 full-time equivalent positions be adopted in the FY 2021 budget;

RESOLVED, That as part of the workforce planning initiative, Council is authorizing staff to exceed the authorized 771 FTEs by 10 on a temporary basis;

RESOLVED, That the City Administrator be authorized to transfer funds between service units within the designated service areas or from Non-Departmental within the same fund, or from the City Administrator budget within the same fund;

RESOLVED, that any unspent FY 2020 Special Event Funding in the General Fund Building & Rental service unit budget carry forward to FY 2021;

RESOLVED, that any unspent FY 2020 Annexation Funding in the General Fund Planning service unit budget carry forward to FY 2021;

RESOLVED, that any unspent DDA Grants included in the FY21 budget and approved by the DDA Board may be carried forward without regard to fiscal year;

RESOLVED, That the City Council approve the proposed FY 2021 Ann Arbor-Ypsilanti SmartZone LDFA budget, as a component unit of the City of Ann Arbor in Fiscal Year 2021 in a dedicated fund containing \$6,085,125 in revenues and \$6,085,125 in expenditures;

RESOLVED, That the following appropriations constitute the General Fund budget for FY 2021;

| <u>REVENUES</u> | |
|------------------------------------|-----------------------|
| CITY ATTORNEY | \$ 283,366 |
| CITY ADMINISTRATOR | |
| Human Resources | 309,644 |
| Safety | 358,839 |
| Clerk Services | 245,053 |
| Fleet & Facilities | 1,720,490 |
| Communications | 334,000 |
| COMMUNITY SERVICES | |
| Community Development | 3,022,955 |
| Building & Rental Services | 1,218,700 |
| Planning | 480,010 |
| Parks and Recreation Services | 4,772,411 |
| FINANCIAL SERVICES | |
| Financial and Budget Planning | 19,743,948 |
| Treasury | 51,589,549 |
| Information Technology | 4,147,669 |
| PUBLIC SERVICES | |
| Engineering | 2,278,539 |
| Public Works | 49,211 |
| Public Services Administration | 86,648 |
| Water Treatment | 425,000 |
| SAFETY SERVICES | |
| Police | 3,932,368 |
| Fire | 679,680 |
| DISTRICT COURT | 1,798,529 |
| NON-DEPARTMENTAL | 16,370,719 |
| TOTAL GENERAL FUND REVENUES | \$ 113,847,328 |

EXPENDITURES

| | |
|--|-----------------------|
| MAYOR AND CITY COUNCIL | \$ 492,262 |
| CITY ATTORNEY | 2,561,961 |
| CITY ADMINISTRATOR | |
| City Administrator | 1,177,144 |
| Human Resources | 2,210,982 |
| Clerk Services | 1,609,511 |
| Police Commission | 150,000 |
| Safety | 351,820 |
| Sustainability & Innovation | 549,045 |
| Fleet & Facilities | 3,539,066 |
| Communications Office | 459,343 |
| COMMUNITY SERVICES | |
| Building & Rental Services | 1,263,597 |
| Planning | 1,431,930 |
| Community Development | 5,050,508 |
| Parks and Recreation | 8,836,952 |
| FINANCIAL SERVICES | |
| Accounting | 862,661 |
| Assessor | 1,124,066 |
| Financial and Budget Planning | 1,112,166 |
| Information Technology | 4,069,330 |
| Procurement | 161,023 |
| Risk Management | 118,379 |
| Treasury | 974,718 |
| PUBLIC SERVICES | |
| Public Works | 49,091 |
| Engineering | 4,652,261 |
| Public Services Administration | 118,349 |
| Systems Planning | 60,000 |
| Water Treatment Services | 459,494 |
| SAFETY SERVICES | |
| Police | 30,746,848 |
| Fire | 17,232,601 |
| DISTRICT COURT | 4,975,589 |
| NON-DEPARTMENTAL | 16,377,042 |
| TOTAL GENERAL FUND EXPENDITURES | \$ 112,777,739 |

RESOLVED, That the following other funds revenue and expenditure appropriations are adopted for FY 2021 budget; and

REVENUES

| Fund # | Fund Name | Amount |
|--------|---|-----------------------|
| 0001 | DDA/HOUSING FUND | \$ 1,301,500 |
| 0002 | ENERGY PROJECTS | 160,446 |
| 0003 | DOWNTOWN DEVELOPMENT AUTHORITY | 9,915,400 |
| 0009 | SMART ZONE LDFA | 6,085,125 |
| 0010 | GENERAL | 113,847,328 |
| 0011 | CENTRAL STORES | 1,229,675 |
| 0012 | FLEET SERVICES | 8,788,735 |
| 0014 | INFORMATION TECHNOLOGY | 9,932,921 |
| 0016 | COMMUNITY TELEVISION NETWORK | 2,140,499 |
| 0021 | MAJOR STREET | 15,169,405 |
| 0022 | LOCAL STREET | 3,185,708 |
| 0023 | COURT FACILITIES | 225,000 |
| 0024 | OPEN SPACE & PARKLAND PRESERVATION | 3,014,705 |
| 0025 | BANDEMER PROPERTY | 9,215 |
| 0026 | CONSTRUCTION CODE FUND | 4,852,934 |
| 0027 | DRUG ENFORCEMENT | 49,031 |
| 0028 | FEDERAL EQUITABLE SHARING | 178,542 |
| 0033 | DDA PARKING MAINTENANCE | 10,693,000 |
| 0034 | PARKS MEMORIALS & CONTRIBUTIONS | 170,787 |
| 0035 | GENERAL DEBT SERVICE | 10,006,764 |
| 0036 | METRO EXPANSION | 440,984 |
| 0038 | ANN ARBOR ASSISTANCE | 5,227 |
| 0041 | OPEN SPACE ENDOWMENT | 32,836 |
| 0042 | WATER SUPPLY SYSTEM | 31,812,018 |
| 0043 | SEWAGE DISPOSAL SYSTEM | 34,745,754 |
| 0048 | AIRPORT | 964,174 |
| 0049 | PROJECT MANAGEMENT | 5,522,920 |
| 0052 | VEBA TRUST | 14,413,531 |
| 0053 | POLICE AND FIRE RELIEF | 66,097 |
| 0054 | CEMETERY PERPETUAL CARE | 5,343 |
| 0055 | ELIZABETH R DEAN TRUST | 61,274 |
| 0057 | RISK FUND | 34,495,955 |
| 0058 | WHEELER CENTER | 596,707 |
| 0059 | EMPLOYEES RETIREMENT SYSTEM | 51,672,534 |
| 0061 | ALTERNATIVE TRANSPORTATION | 670,595 |
| 0062 | STREET, BRIDGE & SIDEWALK MILLAGE | 15,613,053 |
| 0063 | DDA PARKING SYSTEM | 31,118,400 |
| 0064 | MICHIGAN JUSTICE TRAINING | 21,298 |
| 0069 | STORMWATER SEWER SYSTEM | 13,225,109 |
| 0070 | AFFORDABLE HOUSING | 17,298 |
| 0071 | PARK MAINTENANCE & CAPITAL IMPROVEMENTS | 6,765,523 |
| 0072 | SOLID WASTE FUND | 18,623,947 |
| 0082 | STORMWATER BOND | 5,055,000 |
| 0084 | DEVELOPER OFFSET MITIGATION | 600,000 |
| 0086 | 2019-A CAPITAL IMPROVEMENT BONDS | 4,059,200 |
| 0088 | SEWER BOND | 16,125,750 |
| 0089 | WATER BOND | 18,104,000 |
| 0096 | WATER BOND | 574,200 |
| 0100 | COUNTY MENTAL HEALTH MILLAGE | 3,652,400 |
| 0101 | CAPITAL SINKING FUND | 100,000 |
| 00CP | GENERAL CAPITAL FUND | 2,556,000 |
| | | \$ 512,673,847 |

EXPENDITURES

| Fund # | Fund Name | Amount |
|--------|---|------------------------------|
| 0001 | DDA/HOUSING FUND | \$ 1,301,500 |
| 0002 | ENERGY PROJECTS | 159,819 |
| 0003 | DOWNTOWN DEVELOPMENT AUTHORITY | 9,915,400 |
| 0009 | SMART ZONE LDFA | 6,085,125 |
| 0010 | GENERAL | 112,777,739 |
| 0011 | CENTRAL STORES | 1,229,675 |
| 0012 | FLEET SERVICES | 8,763,802 |
| 0014 | INFORMATION TECHNOLOGY | 9,521,795 |
| 0016 | COMMUNITY TELEVISION NETWORK | 2,000,422 |
| 0021 | MAJOR STREET | 15,153,357 |
| 0022 | LOCAL STREET | 3,185,708 |
| 0023 | COURT FACILITIES | 225,000 |
| 0024 | OPEN SPACE & PARKLAND PRESERVATION | 1,425,515 |
| 0025 | BANDEMER PROPERTY | 6,290 |
| 0026 | CONSTRUCTION CODE FUND | 4,852,934 |
| 0027 | DRUG ENFORCEMENT | 47,235 |
| 0028 | FEDERAL EQUITABLE SHARING | 175,879 |
| 0033 | DDA PARKING MAINTENANCE | 10,693,000 |
| 0034 | PARKS MEMORIALS & CONTRIBUTIONS | 100,787 |
| 0035 | GENERAL DEBT SERVICE | 10,006,764 |
| 0036 | METRO EXPANSION | 440,984 |
| 0038 | ANN ARBOR ASSISTANCE | 5,000 |
| 0041 | OPEN SPACE ENDOWMENT | 15,000 |
| 0042 | WATER SUPPLY SYSTEM | 23,452,036 |
| 0043 | SEWAGE DISPOSAL SYSTEM | 25,433,011 |
| 0048 | AIRPORT | 939,160 |
| 0049 | PROJECT MANAGEMENT | 5,522,920 |
| 0052 | VEBA TRUST | 927,519 |
| 0053 | POLICE & FIRE RELIEF | 50,000 |
| 0055 | ELIZABETH R DEAN TRUST | 61,274 |
| 0057 | RISK FUND | 33,752,652 |
| 0058 | WHEELER CENTER | 435,219 |
| 0059 | EMPLOYEES RETIREMENT SYSTEM | 46,290,718 |
| 0061 | ALTERNATIVE TRANSPORTATION | 542,849 |
| 0062 | STREET, BRIDGE & SIDEWALK MILLAGE | 14,279,531 |
| 0063 | DDA PARKING SYSTEM | 31,118,400 |
| 0064 | MICHIGAN JUSTICE TRAINING | 21,000 |
| 0069 | STORMWATER SEWER SYSTEM | 10,143,003 |
| 0071 | PARK MAINTENANCE & CAPITAL IMPROVEMENTS | 6,756,282 |
| 0072 | SOLID WASTE FUND | 18,232,010 |
| 0082 | STORMWATER BOND | 5,055,000 |
| 0086 | 2019-A CAPITAL IMPROVEMENT BONDS | 4,059,200 |
| 0088 | SEWER BOND | 16,125,750 |
| 0089 | WATER BOND | 18,104,000 |
| 0100 | COUNTY MENTAL HEALTH MILLAGE | 3,652,400 |
| 0101 | CAPITAL SINKING FUND | 100,000 |
| 00CP | GENERAL CAPITAL FUND | 2,556,000 |
| | | <u>\$ 465,698,664</u> |

RESOLVED, That the following millages shall be levied for the City of Ann Arbor for FY 2021:

| | PROPOSED |
|---|-----------------|
| GENERAL OPERATING | 5.8365 |
| EMPLOYEE BENEFITS | 1.9454 |
| AAATA | 1.9454 |
| REFUSE COLLECTION | 2.3341 |
| STREET, BRIDGE & SIDEWALK MILLAGE | 2.0291 |
| PARK MAINTENANCE & CAPITAL IMPROVEMENTS | 1.0807 |
| OPEN SPACE & PARKLAND PRESERVATION | 0.4519 |
| TOTAL | <u>15.6231</u> |

Prepared by: Matthew V. Horning, Interim Chief Financial Office
Approved by: Tom Crawford, Interim City Administrator

**BUDGET AMENDMENTS AS PROPOSED BY ANN ARBOR CITY COUNCIL
ON MAY 18, 2020**

Amendment 1 - Approved on a Voice Vote

Amendment to Maintain Funding for Street Repair

Whereas, The poor condition of Ann Arbor streets is a continuing source of concern for Ann Arbor residents and “fixing the roads” is a priority frequently and passionately expressed by residents; and

Whereas, The Budget Priority Survey conducted in October and November 2018 asked residents if the city should spend more, less or the same in 57 budget categories and, of the categories residents indicated the City should spend more, the “fixing the roads” categories rated #1, #2, and #4; and

Whereas, Respondents to the March 2019 County Millage Usage survey rated “additional funding for street resurfacing/repair” as the 2nd highest usage category slightly behind mental health services; and

Whereas, The largest source of funding for street re-surfacing and repair is the dedicated Street and Sidewalk tax millage, but additional funding is provided by the State of Michigan through Act 51 which passes back to local governments gasoline taxes the state collects; and

Whereas, The State of Michigan classifies streets as either “Major Streets” or “Local Streets” and roughly 2/3’s of the Ann Arbor street system are Local Streets; and

Whereas, The COVID-19 pandemic has reduced state gasoline tax collections and while the precise amount of reduction is not known, it is estimated that the city’s FY21 revenues from the state will be reduced by \$2.1million for Major Streets and \$600,000 for Local Streets.

Whereas, On May 11, the Interim City Administrator presented to city council a Financial Recovery Plan that included for the Local Street Fund a \$495,000 reduction in reduced road maintenance; and

Whereas, With traffic volume down substantially as a result of the COVID-19 pandemic, the 2020 construction season is a good time for road repair as the level of disruption caused by the construction is significantly reduced.

Whereas, That by preserving the FY 21 Local Street Fund road maintenance work plan, fund balance will potentially fall below the required minimum established by City policy;

RESOLVED, That City staff develop a plan to restore the Local Street Fund fund balance to the minimum required by City policy by reducing an equivalent amount in future years;

RESOLVED, That Local Street Fund FY21 spending on street repair is maintained at levels originally proposed in the Interim City Administrator's April 16 Budget Proposal with funding up to \$495,000 provided as necessary through the temporary use of Local Street Fund fund balance.

Sponsor: Lumm

Amendment 2 – Approved on a Roll Call Vote (6 - 5)

Amendment Regarding the Nixon Corridor Improvement Project

Whereas, City Council approved the Nixon Farms (North and South) residential development in December 2015 adding approximately 475 new residential units to the Nixon Corridor and in September 2016, City Council approved the Woodbury Club residential development adding an additional 275 units;

Whereas, These 750 new residential units will exacerbate the already problematic traffic flow and congestion conditions along the Nixon Corridor and the Nixon Farms traffic study projected that future turning movements at several locations along Nixon will operate at an unacceptable Level of Service (LOS) E and F during both AM and PM peak hours;

Whereas, During discussions of the residential developments, City Council acknowledged that improvements to traffic flow along the corridor would be necessary; and

Whereas, The design phase of the Nixon Corridor Improvement Project is largely complete and reflects a series of roundabouts along the corridor that would be constructed in three phases; and

Whereas, The City's FY21-FY26 Capital Improvements Plan (CIP) reflects the following schedule and costs for construction of the Nixon Corridor Improvements Project:

FY2025 – \$2,020,000 for Phase 1 (Huron Parkway to Bluett)

FY2026 - \$3,494,000 for Phase 2 (Bluett to DhuVarren)

FY2027 (or later) - \$2,000,000 for Phase 3 (Dhu Varren to M14)

Whereas, In May 2019, City Council adopted a FY20 budget amendment requesting acceleration of the project timing if possible, but staff subsequently informed council the plan was to maintain the project schedule in the CIP; and

Whereas, The adverse financial impacts on the city of the COVID-19 pandemic could result in deferral of capital projects.

RESOLVED, That City Council re-affirms its commitment to fulfill its pledge made in 2015 and 2016 to improve the traffic flow along the Nixon Corridor and believes that delivering on that promise more than 10 years after it was made is not appropriate.

RESOLVED, That City Council requests and encourages City staff and the City Planning Commission to re-consider accelerating the timing of the Nixon Corridor Improvement Project and at a minimum, maintain the project timing reflected in the FY21-26 CIP.

Sponsor: Lumm

Amendment 3 – Approved on a Voice Vote

Amendment Regarding LDFA/SPARK, and Local Business Support

Whereas, The COVID-19 pandemic has had a devastating impact on small businesses nationally and there are estimates that over 100,000 small businesses will permanently close even with the loan support being provided by the federal government; and

Whereas, City Council recognizes that small local businesses are major contributors to Ann Arbor's unique vibrancy, charm and our strong quality of life; and

Whereas, The primary economic development activities in Ann Arbor are led by the SmartZone LDFA and SPARK, but the LDFA's ability to support businesses is limited to tech companies by its enabling language established by the Michigan Economic Development Corporation (MEDC); and

Whereas, The LDFA annual TIF revenues are over \$4 million and its reserves are projected to be \$3.7 million at the end of FY20; and

Whereas, The LDFA has committed to support the City's \$5 million Fiber project and the LDFA's FY21 budget proposal includes a \$1.5 million grant for the project as well as \$400,000 for other strategic initiative grants and a \$300,000 budget increase for major events: and

Whereas, SPARK has already implemented several initiatives to facilitate support for small local businesses and a Washtenaw County COVID-19 Business Impact survey has been launched

RESOLVED, That City Council expresses its appreciation for SPARK's efforts during the crisis and the LDFA's commitment to support the Fiber project and City Council commits to work with these organizations and others to support small business recovery efforts.

RESOLVED, That City Council requests the LDFA discuss with MEDC what flexibility there may be in utilizing its funding for general business recovery purposes and if there is flexibility, City Council requests the LDFA consider utilizing a portion of the \$700,000 in the FY21 budget (\$400,000 strategic initiative grants and \$300,000 major events) and/or deferring funding for the Fiber project in order to provide funding for small business recovery programs.

RESOLVED, That City Council requests the LDFA and SPARK consider and inform the City of any actions that should be considered by the City to facilitate and better leverage the ongoing recovery efforts.

Sponsor: Lumm, Ramlawi

Amendment 4 – Approved as Amended on a Roll Call Vote (9-2)

Amendment to Reduce Deer Cull Funding and Increase Funding for the Center of the City

Whereas, Funding for the deer cull is \$140,000 in FY21 as part of the FY21 recommended budget;

Whereas, The Treeline Trail project has \$40,000 in funding for FY21 as part of the FY21 recommended budget;

Whereas, The Center of the City has \$20,000 in funding for FY21 as part of the FY21 recommended budget;

Whereas, The Center of the City Task Force did not spend the full amount allocated to its activities in the FY 2020 budget;

RESOLVED, That City Council reduce the amount of funding for the deer cull in the FY21 General Fund budget to \$0.

Sponsor: Hayner

Amendment 5 – Approved on a Voice Vote

Amendment to Postpone the Funding for the Hollywood Blvd Project, Ann Arbor Saline Project, Historic District Survey, and the Capital Sinking Fund Transfer for FY 2021

Whereas, The Hollywood Blvd Project is included in the FY 2021 recommended budget in the General Fund in the amount of \$479,000;

Whereas, The Ann Arbor Saline Project is included in the FY 2021 recommended budget in the General Fund in the amount of \$175,000;

Whereas, The Historic District Survey is included in the FY 2021 recommended budget in the General Fund in the amount of \$40,000;

Whereas, A transfer to the Capital Sinking Fund from the General Fund is included in the FY 2021 recommended budget in the amount of \$400,000;

Whereas, The City of Ann Arbor is experiencing revenue shortfalls due to the COVID19 pandemic;

Whereas, A postponement of the Hollywood Blvd Project, Ann Arbor Saline Project and the Capital Sinking Fund transfer were highlighted as part of the Financial Recovery Plan for FY 2021 presented on May 11, 2020;

RESOLVED, That City Council postpone the Hollywood Blvd Project, Ann Arbor Saline Project, the Historic District Survey, and the Capital Sinking Fund Transfer for FY 2021;

RESOLVED, That City Council approve the reduction in the FY 2021 General Fund budget in the amount of \$479,000 for the Hollywood Blvd Project;

RESOLVED, That City Council approve the reduction in the FY 2021 General Fund budget in the amount of \$175,000 for the Ann Arbor Saline Project;

RESOLVED, That City Council approve the reduction in the FY 2021 General Fund budget in the amount of \$40,000 for the Historic District Survey;

RESOLVED, That City Council approve the reduction in the FY 2021 General Fund budget in the amount of \$400,000 for the Capital Sinking Fund Transfer; and

RESOLVED, That as revenues return to their previous amounts that the Hollywood Blvd Project, Ann Arbor Saline Project, Historic District Survey, and the Capital Sinking Fund Transfer be reconsidered for inclusion in future budgets.

Sponsor: Taylor

Amendment 6 – Approved as Amended on a Voice Vote

Recognition of Parks Fairness Resolution with Budget Amendments

Whereas, On May 17, 2010, Council passed a resolution (R-10-150) adopting policy guidance for the administration of the Parks Maintenance and Capital Improvements Millage that, among other things, that the General Fund Parks & Recreation budget be increased at the same percentage as the average General Fund overall budget percentage increase;

Whereas, On May 16, 2011, Council passed resolution R-11-186 amending the policy guidance;

Whereas, On August 9, 2012, Council reaffirmed via resolution R-12-382, their intent to administer the Parks Maintenance and Capital Improvements Millage policy adopted per resolution R-11-186 for the duration of the current millage;

Whereas, The Parks General Fund budget should be increased \$114,144 to ensure compliance with the 2010, 2011 and 2012 resolutions;

Whereas, Council recognizes that the historic pandemic from the novel coronavirus has brought unprecedented financial stress to the City's general fund both in speed and in depth;

RESOLVED, That the General Fund Parks FY21 expenditure budget not be amended for its increase of \$114,144 based on the prior resolutions as a cost savings effort to assist the rest of the General Fund activities; and

RESOLVED, That this resolution and its precedence from prior resolutions be re-instated for the FY22 and future budgets.

Sponsor: Grand

As Amended and Approved by Ann Arbor City Council on May 18, 2020.