

**RESOLUTION TO PUT FORWARD AN AMENDMENT TO
THE FISCAL YEAR 2022 BUDGET**

Whereas, PA 57 of 2018 requires that the Director of the Authority will prepare and submit for the approval of the DDA Board a budget for the operation of the Authority for the ensuing fiscal year;

Whereas, Before the budget may be adopted by the board, the statute requires that it be approved by the governing body of the municipality before final adoption by the DDA Board;

Whereas, The DDA did complete the budget creation process for FY22 and did adopt the FY22 budget in June of 2021 for its five funds, including the Parking Fund;

Whereas, The DDA does monitor its activities compared to budget on an on-going basis and at March 31 it became apparent that a deviation at June 30 could be anticipated in the Parking Fund due to an increase in parking activity/revenues and a resulting increase in certain expenditures which are directly related to revenue streams;

Whereas, The Michigan Uniform Budget Manual requires that a legislative body amend the budget as soon as a deviation is apparent and prior to the close of the budget year;

Whereas, The DDA’s Finance Committee has reviewed the budget analysis and proposed budget amendment and recommends that the DDA Board approve putting forward this FY22 amendment to City Council;

Whereas, Once City Council has approved the amendment, the amendment will be brought back to the DDA Board for final appropriation into the FY22 Budget in the same manner as the process for the adoption of the original budget;

RESOLVED, The DDA Board accepts the recommendation of its Finance Committee and authorizes DDA staff to put forward the following amendment for the FY22 Budget to the Ann Arbor City Council for their approval:

Ann Arbor DDA FY22 Budget Amendment			
231 Parking Fund	Original Budget	Proposed Amendment	Amended Budget
Revenue	14,763,000	5,166,800	19,929,800
Expenditure	17,599,936	1,423,100	19,023,036
Net Rev (Exp)	(2,836,936)	3,743,700	906,764
Beginning Fund Balance	6,412,254		6,412,254
Ending Fund Balance	3,575,318		7,319,018

A vote on the resolution showed:

Ayes: Bartelme, Dieck, Dohoney, Kim, Kinley, Klopf, Letaw, McKinnon

Nays: None

Absent: Massey

The resolution was approved.

May 4, 2022

Ann Arbor DDA
Budget Analysis and Amendment Calculation
FY22 Parking Fund

Category	Item	FY22 Budget	3/31 Actual	YTD %	Balance Remaining	4th Qtr Projection	Calculated Amendment
Revenues	Parking Revenues	14,548,000	13,214,800	91%	1,333,200	6,500,000	5,166,800
	Budget Amendment - Revenues						5,166,800
Expenditures	City 20% Payment	2,920,000	2,695,800	92%	224,200	1,300,000	1,075,800
	Credit Card Charges	730,000	719,800	99%	10,200	357,500	347,300
Budget Amendment - Expenditures						1,423,100	
Net Amendment							3,743,700

Note:
The City 20% Payment and Credit Card Fees are expenditures that are directly related to revenue levels.
Parking revenues at 3/31/22 are 91%, compared to the anticipated 75% at this point in the year.
4th Quarter revenues are anticipated to be as much as \$6.5M (high end estimate).
Related expenditures are anticipated to come in as much as \$1.4M over current budget levels.
A budget amendment is needed to allow the DDA to meet its obligations to the City and others.