



# City of Ann Arbor FY 20-21 Budget

Discussion with Environmental Commission  
January 2019 Meeting



# Presentation's Intent



- Provide background on the City's financial planning process
- Provide an overview of the City budget
- Get your thoughts on priorities
- Share some of our thinking regarding investments



# City Budgeting Process

December 2018/January 2019 Work Sessions

- Review Financial Projections
- Establish Council Strategic Direction & Priorities

Feb – Mar 2019 (Council Work Sessions)

- Staff Presents Budget Requests to Deliver Council Strategic Direction & Priorities within Financial Constraints

April 2019 (Council Presentation)

- City Administrator Presents Recommended Budget (2 Year Plan)

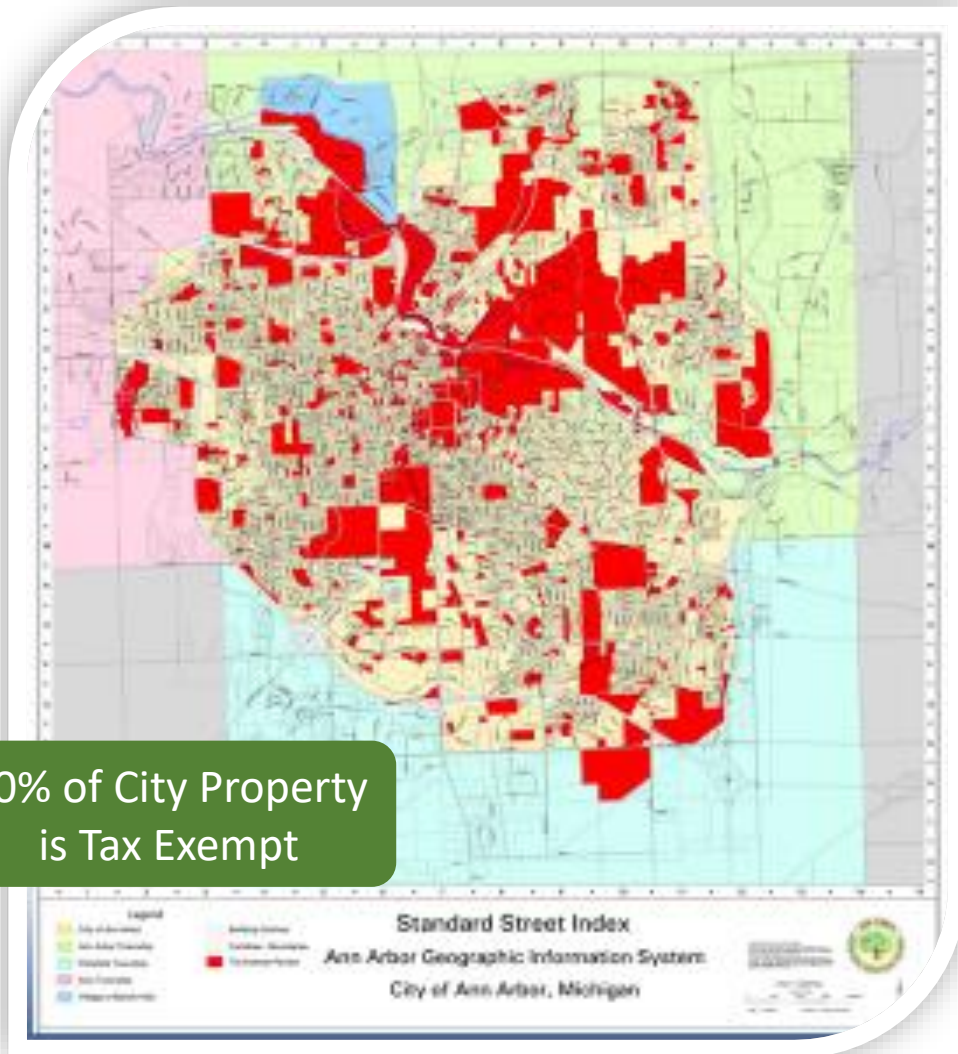
May 2019 (Public Hearing)

- Public Hearing on Recommended Budget and Fee Changes

May 2019 (Council Consideration)

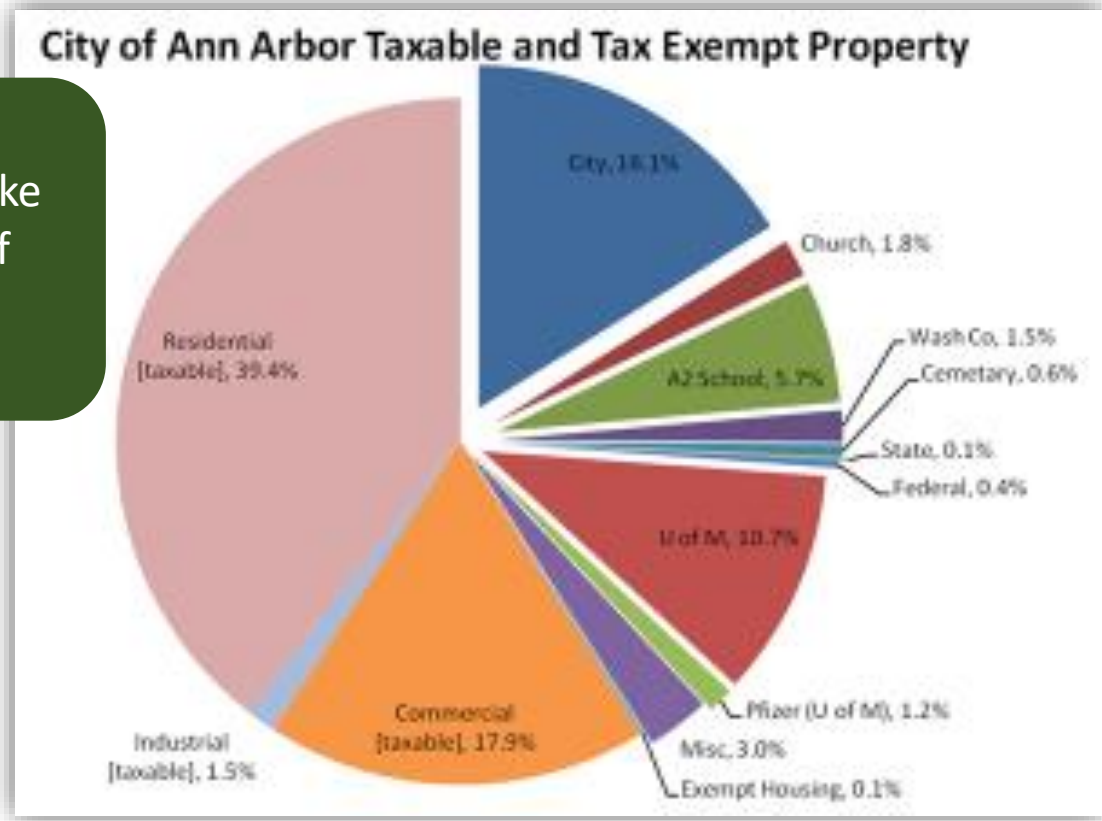
- Council Considers and Adopts Budget (2 Year Plan)

# Budget Considerations / Realities



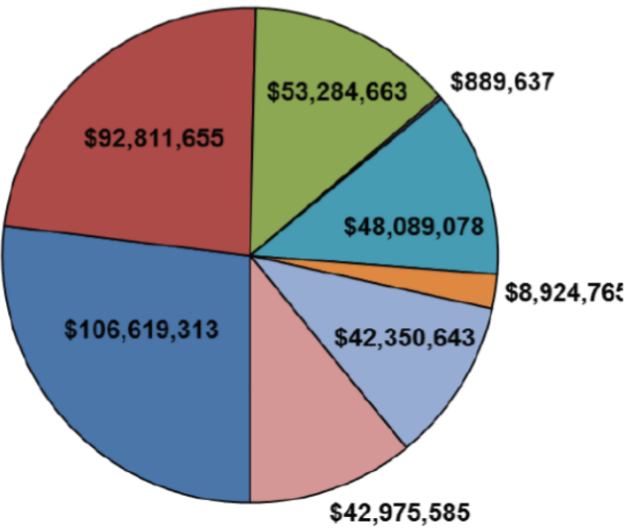
40% of City Property is Tax Exempt

The City, UM, and AAPS make up the bulk of tax exempt property



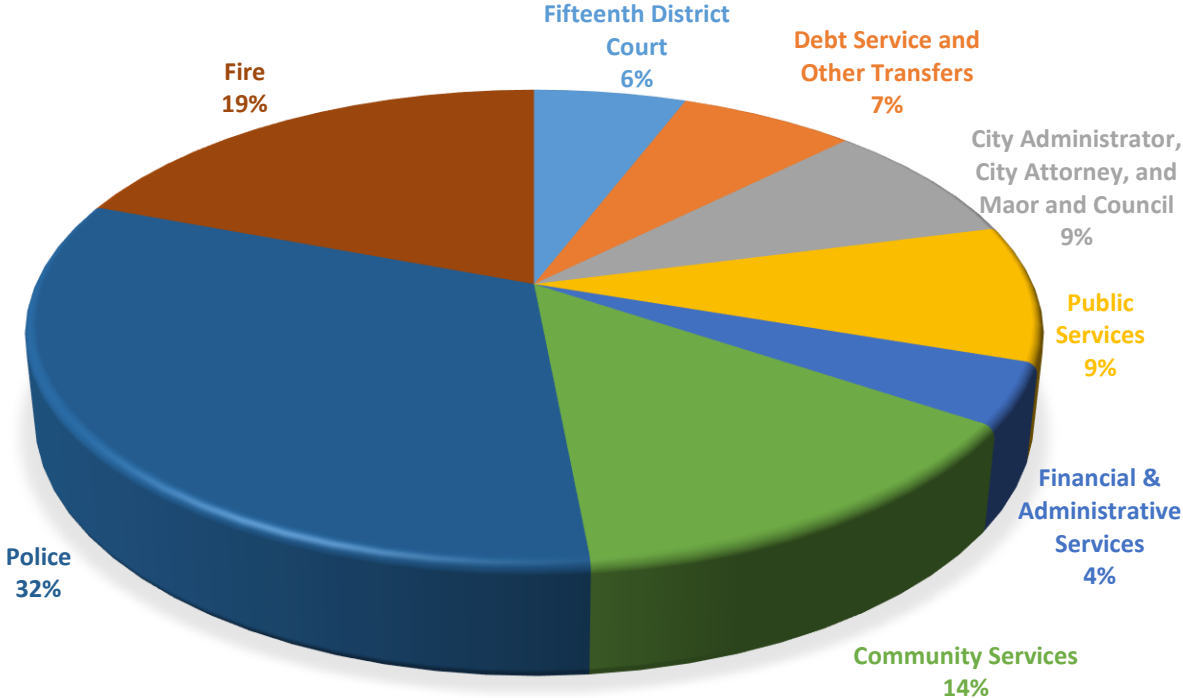
# Budget Considerations / Realities

FY 2019 Budgeted Expenditures by Fund Type



Total \$395,945,339

FY 2019 GENERAL FUND ALLOCATIONS



Safety Services now represent over 50% of the General Fund operating budget (excl. pass-throughs)



# Budget Considerations / Realities

Fund #	Fund Name
0001	DDA/HOUSING FUND
0002	ENERGY PROJECTS
0003	DOWNTOWN DEVELOPMENT AUTHORITY
0009	SMART ZONE LDFA
0010	GENERAL
0011	CENTRAL STORES
0012	FLEET SERVICES
0014	INFORMATION TECHNOLOGY
0016	COMMUNITY TELEVISION NETWORK
0021	MAJOR STREET
0022	LOCAL STREET
0023	COURT FACILITIES
0024	OPEN SPACE & PARKLAND PRESERVATION
0025	BANDEMUR PROPERTY
0026	CONSTRUCTION CODE FUND
0027	DRUG ENFORCEMENT
0028	FEDERAL EQUITABLE SHARING
0033	DDA PARKING MAINTENANCE
0034	PARKS MEMORIALS & CONTRIBUTIONS
0035	GENERAL DEBT SERVICE
0036	METRO EXPANSION
0038	ANN ARBOR ASSISTANCE
0041	OPEN SPACE ENDOWMENT
0042	WATER SUPPLY SYSTEM
0043	SEWAGE DISPOSAL SYSTEM
0048	AIRPORT
0049	PROJECT MANAGEMENT
0052	VEBA TRUST
0053	POLICE AND FIRE RELIEF
0054	CEMETERY PERPETUAL CARE
0055	ELIZABETH R DEAN TRUST
0057	RISK FUND
0058	WHEELER CENTER
0059	EMPLOYEES RETIREMENT SYSTEM
0060	GENERAL DEBT /SPECIAL ASSESSMENTS

0061	ALTERNATIVE TRANSPORTATION
0062	STREET, BRIDGE & SIDEWALK MILLAGE
0063	DDA PARKING SYSTEM

13

0064	MICHIGAN JUSTICE TRAINING
0069	STORMWATER SEWER SYSTEM
0070	AFFORDABLE HOUSING
0071	PARK MAINTENANCE & CAPITAL IMPROVEMENTS
0072	SOLID WASTE FUND
0082	STORMWATER BOND
0088	SEWER BOND
0089	WATER BOND
00CP	GENERAL CAPITAL FUND

- Environmental concerns are addressed through multiple funding sources.
- It is more important to think in terms of outcomes/metrics/policy agenda rather than focusing on specific funding
- The General Fund is the most competitive fund
- Office of Sustainability and Innovations works within the:
  - General Fund
  - Energy Fund
  - Water Fund
  - Sewage Fund
  - Stormwater Fund
  - Solid Waste Fund
  - County Millage Rebate



# Ongoing Issues of Concern

- **Water Quality**
  - PFAS and related compounds
  - 1,4-dioxane
  - Water treatment plant design and construction
  - Sanitary sewer discharges
  - Rate structure
- **Resource Reduction, Recovery, Recycling, and Reuse**
  - Solid waste regionalization
  - Recycling operations
  - Organics collection
  - Downtown operations
  - Long term funding



# Some OSI Priorities

**Resilience** – Resilience hubs; Equity; Emergency Preparedness; Flooding Preparedness

**Engagement** – Sustaining Ann Arbor Together; Community Outreach and Engagement; Listening Tours

**Energy** – Net Zero Energy Affordable Housing & Emergency Services; Volunteer Solar; Rental Efficiency; Aging in Place Efficiently; Carbon Neutral City Operations; Enabling More Community Efficiency and Solar

**Transparency & Tracking** – Reporting; Updated Metrics and Reporting (e.g., Dashboard)





# Your Ideas and Priorities



WELCOME TO  
ANN ARBOR  
*the biggest little city... in the middle!*



# Thank You



Howard Lazarus  
City Administrator  
hlazarus@a2gov.org

Missy Stults  
S&I Manager  
mstults@a2gov.org