City of Ann Arbor

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Legislation Details (With Text)

File #:	21-1041	**Version:** 1 **Name:**	6/21/21 Resolution to Amend Ann Arbor City Budget for Fiscal Year 2021
Type:	Resolution	**Status:**	Passed
File created:	6/21/2021	**In control:**	City Council
On agenda:	6/21/2021	**Final action:**	6/21/2021
Enactment date:	6/21/2021	**Enactment #:**	R-21-236
Title:	Resolution to Amend Ann Arbor City Budget for Fiscal Year 2021 (8 Votes Required)		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	1. City Budget Amendment for FY2021 attachment.pdf		

Date	Ver.	Action By	Action	Result
6/21/2021	1	City Council	Approved	Pass

Resolution to Amend Ann Arbor City Budget for Fiscal Year 2021 **(8 Votes Required)**
Attached for your review and approval, please find a resolution to amend the Ann Arbor City Budget for Fiscal Year 2021.

The Michigan Public Act 2 of 1968, as amended, provides that the City shall not incur expenditures in excess of the amounts appropriated. In order to comply with PA 2, the City monitors expenditures against the adopted budget on a monthly basis and appropriates budget amendments be adopted by Council as needed.

Management of the City has monitored the revenue and expenditure activity against the adopted budget for the various funds throughout the year. In addition, management has attempted to periodically forecast the remainder of the fiscal year's revenue and expenditures.

In monitoring the various funds, management has forecasted certain variances versus budget that require budget amendments to remain in compliance with PA 2 as indicated above. These variances and the reasons for the variances are listed on the attachment.

The total requested General Fund budget amendment is $612,500. A portion of this amount is covered by $550,000 from assigned fund balance for severances. The budget amendment for all other funds totals $112,500. A detail of the requested appropriations is attached.

Passage of this Resolution and approval of the fiscal year 2021 budget amendments as prepared is recommended.
Prepared by: Kim Buselmeier, Budget & Finance Supervisor
Reviewed by: Marti Praschan, Financial Services Area Administrator & CFO
Approved by: Tom Crawford, City Administrator
Whereas, On May 18, 2020, City Council adopted the annual operating budget for FY 2020 for the City of Ann Arbor;

Whereas, The Michigan Public Act 2 of 1968, as amended, provides that the City shall not incur expenditures in excess of the amounts appropriated;

Whereas, The City's management have monitored revenues and expenditures and have forecasted revenues and expenditures against the adopted budget;

Whereas, The forecasted expenditures are in excess of the City's adopted budget for some units in the General Fund, and certain other funds in total as listed below;

RESOLVED, That Council amend the General Fund expenditure budget by $612,500 as follows, with the source of funding for severances of $550,000 from assigned fund balance and the remaining $62,500 from a use of fund balance:

GENERAL FUND EXPENDITURES

NON-DEPARTMENTAL	612,500
TOTAL GENERAL FUND EXPENDITURES	**612,500**

RESOLVED, That Council amend the following other funds' revenue and expenditure budgets for FY 2021, with the source of funding as indicated:

REVENUES

Fund	Fund Name	Amount
0023	COURT FACILITIES FUND-Transfer from the General Fund	62,500

EXPENDITURES

Fund	Fund Name	Amount
0058	WHEELER CENTER-From fund balance in fund 0058	50,000

ATTACHMENT

City of Ann Arbor
Proposed Fiscal Year 2021 Budgeted Amendments

GENERAL FUND EXPENDITURES

Service Area/Unit	Reasons	Impact
Finance:		
Non-departmental:	Higher than normal severance expenditures from assigned fund balance) and increased Court Facilities to avoid fund deficit	612,500
Total		$ 612,500

Non- General Funds

Fund	Reasons	Impact
Court Facilities Fund-Revenues	Underrun of revenue-this will avoid a fu deficit (transferring funds from the Gene	62,500
Wheeler Service Center	ADA compliance corrections	50,000
Total Non-General Funds		**$ 112,50**