



Legislation Text

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Resolution to Adopt Ann Arbor City Budget and Related Property Tax Millage Rates for Fiscal Year 2017

Attached for your review and action is the proposed FY 2017 City Budget that totals \$370 million and is in compliance with the City Charter. This budget resolution reflects the recommended budget delivered to you on April 18, 2016.

General Fund Activities

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

	<u>FY 2017</u>
Recurring Revenues	\$ 99,714,625
Non-recurring Revenues	<u>3,124,739</u>
Total Revenues	\$102,839,364
Recurring Expenditures	\$ 99,374,091
Non-recurring Expenditures	<u>3,465,273</u>
Total Expenditures	\$102,839,364

General Fund recurring expenditures increased by \$2,881,465 (+3.0%) compared to FY 2016's adopted budget, and recurring revenues increased by \$2,041,179 (+1.8%). Below is a summary of non-recurring expenditures:

<u>General Fund Non-recurring Expenditures</u>	<u>FY 2017</u>
City Administrator-Strategic management assistance	\$38,588
City Clerk-Election equipment	161,000
Housing Commission-One-time support	105,000
Community Services-Non-lethal deer management	35,000
Community Services-Purchase vehicle for Zoning Inspector	12,500
Community Services-Update hardware for inspectors	5,000
Community Services-Consultant for sign ordinance changes	100,000
Public Services-Streetlight asset condition assessment	120,000
Public Services-Guy C. Larcom Building freight elevator	200,000
Public Services-Fire Stations 1 & 6 rehab	221,000
Public Services-Fire Stations 3 & 4 rehab	100,000
Public Services-Fire Station generators (CIP item)	100,000
Public Services-Barton and Superior Dam work	250,000
Public Services-City share of connector project	183,950
Public Services-Ellsworth Road corridor study	109,421
Public Services-Stone School sidewalk gap	50,000
Public Services-Contractual support for Sustainability Plan	80,000

District Court-Document Imaging Project	11,600
Safety Services-Police-CALEA accreditation	25,297
Safety Services-Police-Fair & Impartial police training	25,000
Safety Services-Fire-Three vehicles for inspectors	63,129
Safety Services-Fire-Extrication replacement	33,495
Safety Services-Fire-One year support for Fire Dashboard	15,293
Non-departmental-Streetlight replacement	720,000
Non-departmental-Workforce planning	500,000
Non-departmental-Contribution for capital needs	50,000
Non-departmental-Pedestrian Safety - sidewalk gaps & enforcement	100,000
Non-departmental-Provision for Human Rights Commission Police recommendations	50,000
Total General Fund Non-recurring Expenditures	\$3,465,273

FTEs

The City's FTEs are proposed to increase from 722 to 729 in FY 2017 (excluding transfers between Service Areas and net of incidental changes):

- .5 FTE increase in City Attorney
- .5 FTE decrease in City Administrator, Human Resources
- .5 FTE increase in City Administrator, Safety
- 2 FTE increase in Community Services, Planning and Development
- 1 FTE increase in Community Services, Planning
- 2 FTE increase in Community Services, Housing Commission
- 1 FTE increase in Public Services, Administration
- 1 FTE increase in Public Services, Systems Planning

As part of the workforce planning initiative, Council is authorizing staff to exceed the authorized 729 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 2017 the Headlee rollback multiplier is anticipated to be 0.9913):

	PROPOSED FY 2017	ACTUAL 2016	FY DIFFERENCE
GENERAL OPERATING	6.1121	6.1657	(0.0536)
EMPLOYEE BENEFITS	2.0373	2.0552	(0.0179)
AAATA	2.0373	2.0552	(0.0179)
REFUSE COLLECTION	2.4445	2.4660	(0.0215)

STREET & SIDEWALK RECONSTRUCTION	2.1057	2.1242	(0.0185)
PARK MAINTENANCE & CAPITAL IMPROVEMENTS	1.0900	1.0996	(0.0096)
OPEN SPACE & PARKLAND PRESERVATION	<u>0.4735</u>	<u>0.4777</u>	<u>(0.0042)</u>
TOTAL	16.3004	16.4436	(0.1432)

Prepared by: Matt Horning, Acting Chief Financial Officer

Approved by: Tom Crawford, Interim City Administrator

Whereas, City Council has reviewed the City Administrator's proposed budget for FY 2017 for the City of Ann Arbor; and

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

RESOLVED, That Council adopts the General Fund Allocations as listed in the FY 2017 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 \$245,414,019 are approved; and that \$40,575,894 be appropriated in FY 2017 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 \$486,696 be appropriated without regard to fiscal year;

RESOLVED, That a total 729 full-time equivalent positions be adopted in the FY 2017 budget;

RESOLVED, That as part of the workforce planning initiative, Council is authorizing staff to exceed the authorized 729 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;

RESOLVED, That the City Council approve the proposed FY 2017 Ann Arbor-Ypsilanti SmartZone LDFA budget, as a component unit of the City of Ann Arbor in Fiscal Year 2017 in a dedicated fund containing \$3,316,419 in revenues and \$2,761,168 in expenditures;

RESOLVED, That the following appropriations constitute the General Fund budget for FY 2017;

REVENUES

CITY ATTORNEY	\$230,151
CITY ADMINISTRATOR	
Clerk Services	192,500
COMMUNITY SERVICES	
Planning & Development Services	1,726,200
Planning	264,000
Parks and Recreation Services	4,480,240
FINANCIAL SERVICES	
Financial and Budget Planning	27,747,015
Treasury	44,459,436
Customer Service	80,000
PUBLIC SERVICES	
Field Operations	90,900
Water Treatment	411,273
SAFETY SERVICES	
Police	3,040,925
Fire	420,000
DISTRICT COURT	2,072,557
NON-DEPARTMENTAL	17,624,167
TOTAL GENERAL FUND REVENUES	\$102,839,364

EXPENDITURES

MAYOR AND CITY COUNCIL	\$375,406
CITY ATTORNEY	2,144,764
CITY ADMINISTRATOR	
City Administrator	688,956
Human Resources	1,839,055
Clerk Services	1,267,166
Safety	326,450
COMMUNITY SERVICES	
Planning & Development Services	1,560,120
Planning	1,252,731
Community Development	4,392,775
Parks and Recreation	5,934,520
FINANCIAL SERVICES	
Accounting	802,957
Assessor	1,070,973

Customer Service	231,180
Financial and Budget Planning	1,024,748
Information Technology	3,362,150
Procurement	274,921
Risk Management	83,214
Treasury	679,103
PUBLIC SERVICES	
Field Operations	4,952,580
Fleet & Facilities	3,957,068
Project Management	3,754,787
Public Services Administration	166,668
Systems Planning	143,953
Water Treatment Services	468,358
SAFETY SERVICES	
Police	26,593,353
Fire	15,885,039
DISTRICT COURT	4,533,708
NON-DEPARTMENTAL	15,072,661
TOTAL GENERAL FUND EXPENDITURES	\$ 102,839,364

RESOLVED, That the following other funds revenue and expenditure appropriations are adopted for FY 2017 budget; and

REVENUES

Fund #	Fund Name	Amount
0001	DDA/HOUSING FUND	\$402,163
0002	ENERGY PROJECTS	259,472
0003	DOWNTOWN DEVELOPMENT	6,438,768
0009	SMART ZONE LDFA	3,316,419
0010	GENERAL	102,839,364
0011	CENTRAL STORES	1,398,849
0012	FLEET SERVICES	11,575,769
0014	INFORMATION TECHNOLOGY	7,176,836
0016	COMMUNITY TELEVISION	12,034,207
0021	MAJOR STREET	8,724,702
0022	LOCAL STREET	2,243,961
0023	COURT FACILITIES	225,000
0024	OPEN SPACE & PARKLAND	2,499,641
0025	BANDEMER PROPERTY	8,243
0026	CONSTRUCTION CODE FUND	3,001,097
0027	DRUG ENFORCEMENT	18,762
0028	FEDERAL EQUITABLE SHARE	18,791
0033	DDA PARKING MAINTENANCE	4,543,960
0034	PARKS MEMORIALS & COM	40,484
0035	GENERAL DEBT SERVICE	8,855,244

0036	METRO EXPANSION	354,534
0038	ANN ARBOR ASSISTANCE	4,000
0041	OPEN SPACE ENDOWMENT	10,000
0042	WATER SUPPLY SYSTEM	25,965,640
0043	SEWAGE DISPOSAL SYSTEM	25,299,827
0048	AIRPORT	898,274
0049	PROJECT MANAGEMENT	4,957,161
0052	VEBA TRUST	10,611,323
0053	POLICE AND FIRE RELIEF	3,000
0054	CEMETERY PERPETUAL CARE	800
0055	ELIZABETH R DEAN TRUST	59,517
0057	RISK FUND	28,909,224
0058	WHEELER CENTER	465,372
0059	EMPLOYEES RETIREMENT	37,688,000
0060	GENERAL DEBT /SPECIAL	42,405
0061	ALTERNATIVE TRANSPORTATION	491,861
0062	STREET REPAIR MILLAGE	12,970,180
0063	DDA PARKING SYSTEM	23,478,048
0064	MICHIGAN JUSTICE TRAINING	20,000
0069	STORMWATER SEWER SYSTEM	7,260,292
0070	AFFORDABLE HOUSING	14,937
0071	PARK MAINTENANCE & CARE	5,564,903
0072	SOLID WASTE FUND	17,211,872
0082	STORMWATER BOND	4,955,700
0088	SEWER BOND	8,420,500
0089	WATER BOND	8,847,500
00CP	GENERAL CAPITAL FUND	2,084,371
		\$ 392,210,973

EXPENDITURES

Fund #	Fund Name	Amount
0001	DDA/HOUSING FUND	\$402,163
0002	ENERGY PROJECTS	255,627
0003	DOWNTOWN DEVELOPMENT	6,438,767
0009	SMART ZONE LDFA	2,761,168
0010	GENERAL	102,839,364
0011	CENTRAL STORES	1,398,849
0012	FLEET SERVICES	11,490,847
0014	INFORMATION TECHNOLOGY	7,176,836
0016	COMMUNITY TELEVISION	12,023,372
0021	MAJOR STREET	8,724,702
0022	LOCAL STREET	2,243,961
0023	COURT FACILITIES	225,000
0024	OPEN SPACE & PARKLAND	1,330,341
0025	BANDEMER PROPERTY	737

0026	CONSTRUCTION CODE FU	2,983,753
0027	DRUG ENFORCEMENT	18,762
0028	FEDERAL EQUITABLE SHA	18,791
0033	DDA PARKING MAINTENAN	3,764,817
0034	PARKS MEMORIALS & CON	30,000
0035	GENERAL DEBT SERVICE	8,855,244
0036	METRO EXPANSION	347,093
0038	ANN ARBOR ASSISTANCE	4,000
0041	OPEN SPACE ENDOWMEN	10,000
0042	WATER SUPPLY SYSTEM	21,207,121
0043	SEWAGE DISPOSAL SYSTE	21,212,099
0048	AIRPORT	894,280
0049	PROJECT MANAGEMENT	4,935,327
0052	VEBA TRUST	662,319
0055	ELIZABETH R DEAN TRUST	157,636
0057	RISK FUND	28,909,224
0058	WHEELER CENTER	465,372
0059	EMPLOYEES RETIREMENT	37,671,827
0060	GENERAL DEBT /SPECIAL	42,405
0061	ALTERNATIVE TRANSPOR	491,861
0062	STREET REPAIR MILLAGE	12,970,180
0063	DDA PARKING SYSTEM	3,478,048
0064	MICHIGAN JUSTICE TRAIN	20,000
0069	STORMWATER SEWER SY	6,888,009
0071	PARK MAINTENANCE & CA	5,547,546
0072	SOLID WASTE FUND	17,211,872
0082	STORMWATER BOND	4,955,700
0088	SEWER BOND	8,420,500
0089	WATER BOND	8,847,500
00CP	GENERAL CAPITAL FUND	2,009,371
		\$370,242,391

RESOLVED, That the following millages shall be levied for the City of Ann Arbor for FY 2017:

	PROPOSED
GENERAL OPERATING	6.1121
EMPLOYEE BENEFITS	2.0373
AAATA	2.0373
REFUSE COLLECTION	2.4445
STREET & SIDEWALK RECONSTRUCTION	2.1057
PARK MAINTENANCE & CAPITAL IMPROVEMENTS	1.0900
OPEN SPACE & PARKLAND PRESERVATION	<u>0.4735</u>
TOTAL	<u>16.3004</u>

See Attached Budget Amendments as Approved by Ann Arbor City Council on May 16, 2016.