



Legislation Details (With Text)

File #: 17-0478 **Version:** 2 **Name:** 5/1/17 Resolution to Adopt Budget FY18
Type: Resolution **Status:** Passed
File created: 5/1/2017 **In control:** City Council
On agenda: 5/15/2017 **Final action:** 5/15/2017
Enactment date: 5/15/2017 **Enactment #:** R-17-178
Title: Resolution to Adopt Ann Arbor City Budget and Related Property Tax Millage Rates for fiscal year 2018

Sponsors:

Indexes:

Code sections:

Attachments: 1. Resolution for FY18 Adopted Budget.pdf, 2. Budget Amendments for FY18 as Amended and Approved.pdf, 3. Proposed Budget Amendments for FY18-final.pdf

Date	Ver.	Action By	Action	Result
5/15/2017	1	City Council		
5/15/2017	1	City Council	Amended	Fail
5/15/2017	1	City Council	Amended	Fail
5/15/2017	1	City Council	Amended	Pass
5/15/2017	1	City Council	Amended	Pass
5/15/2017	1	City Council	Amended	Fail
5/15/2017	1	City Council	Amended	Fail
5/15/2017	1	City Council		
5/15/2017	1	City Council	Amended	Fail
5/15/2017	1	City Council	Amended	Fail
5/15/2017	1	City Council	Amended	Pass
5/15/2017	2	City Council	Approved as Amended	Pass
5/1/2017	1	City Council	Held and Closed	

Resolution to Adopt Ann Arbor City Budget and Related Property Tax Millage Rates for fiscal year 2018

Attached for your review and action is the proposed FY 2018 City Budget that totals \$423 million in revenue and \$380 million in expenditures and is in compliance with the City Charter. This budget resolution reflects the recommended budget delivered to you on April 17, 2017.

General Fund Activities

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

	<u>FY 2018</u>
Recurring Revenues	\$102,732,312
Non-recurring Revenues	<u>1,891,397</u>

Total Revenues	\$104,623,709
Recurring Expenditures	\$102,053,059
Non-recurring Expenditures	<u>2,570,650</u>
Total Expenditures	\$104,623,709

General Fund recurring expenditures increased by \$2,578,968 (+2.6%) compared to FY 2017's adopted budget, and recurring revenues increased by \$3,017,687 (+3.0%). Below is a summary of non-recurring expenditures:

<u>General Fund Non-recurring Expenditures</u>	<u>FY 2018</u>
City Administrator-Citizen Survey	\$ 30,000
City Clerk-Election Improvements	34,000
Human Resources-Compensation Study	60,000
Human Resources-Ultipro Improvements	10,000
Housing Commission-One-time support	213,000
City Attorney-Citylaw program	20,000
Community Services-Parks Fairness Resolution	104,857
Public Services-Guy C. Larcom Building Primary Chiller	280,000
Public Services-ADA Accessibility Compliance Study	20,000
Public Services-Barton and Superior Dam work	525,000
Public Services-New Streetlight Funding	150,000
Safety Services-Police-Telestaff upgrade	19,728
Safety Services-Fire-Telestaff upgrade	12,006
Non-departmental-Workforce planning carryover funding	475,000
Non-departmental-Update governance plans	250,000
Non-departmental-Retroactive payments on unsettled contracts	367,059
Total General Fund Non-recurring Expenditures	<u>\$ 2,570,650</u>

FTEs

The City's FTEs are proposed to increase from 729 to 740 in FY 2018 (excluding transfers between Service Areas and net of incidental changes):

- 1.0 FTE increase in City Administrator
- 1.0 FTE increase in City Administrator, City Clerk
- 1.0 FTE increase in City Administrator, Human Resources
- 1.0 FTE decrease in Community Services, Parks and Recreation
- 2.0 FTE increase in Community Services, Housing Commission
- 1.0 FTE increase in Financial Services, Information Technology
- 1.0 FTE increase in Public Services, Engineering
- 1.0 FTE increase in Public Services, Systems Planning
- 1.0 FTE increase in Public Services, Water Treatment Plant
- 1.0 FTE increase for 15th District Court
- 2.0 FTE increase for the Downtown Development Authority

As part of the workforce planning initiative, Council is authorizing staff to exceed the authorized 740 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 2018 the Headlee rollback multiplier is anticipated to be 0.9873):

	PROPOS FY 2018	ACTUAL FY 2017	CHANGE
GENERAL OPERATING	6.0343	6.1120	(0.0777)
EMPLOYEE BENEFITS	2.0114	2.0373	(0.0259)
AAATA	2.0114	2.0373	(0.0259)
REFUSE COLLECTION	2.4134	2.4445	(0.0311)
STREET, BRIDGE & SIDEWALK MILLAGE	2.1250	2.1057	0.0193
PARK MAINTENANCE & CAPITAL IMPROVEMENT	1.6900	1.6900	0.0000
OPEN SPACE & PARKLAND PRESERVATION	0.0674	0.4735	(0.0061)
TOTAL	16.1390	16.3003	(0.1613)

Prepared by: Tom Crawford, Chief Financial Officer

Approved by: Howard Lazarus, City Administrator

(See Attached Amended Resolution)