

2007 - 08

Budget Resolution

Moved By: Councilperson Frasier
Supported By: Councilperson Siver

Date: June 18, 2007

BE IT RESOLVED: Consistent with the Uniform Budgeting and Accounting Act, expenditure authority is hereby appropriated to the following budgetary centers for the fiscal year commencing July 1, 2007 and ending June 30, 2008:

GENERAL FUND:

| | |
|---|------------|
| Administration | \$ 297,928 |
| City Clerk..... | 1,042,231 |
| City Council..... | 166,582 |
| Community Relations | 657,335 |
| Court - State 46th District | 3,596,862 |
| Administrative Services Group | 11,827,838 |
| Human Services | 489,649 |
| Law | 963,172 |
| Mayor's Office | 212,243 |
| Public Safety Group..... | 39,911,999 |
| Community Development Administration | 1,108,395 |
| Building..... | 1,934,453 |
| Planning | 643,669 |
| Public Works Administration..... | 655,421 |
| Streets & Highways..... | 117,279 |
| Transportation | 428,880 |
| Engineering | 1,158,179 |
| Sanitation | 3,366,242 |
| Treasurer's Office..... | 744,379 |
| TOTAL GENERAL FUND..... | 69,322,736 |
| CAPITAL IMPROVEMENT FUND | 14,907,140 |
| BUILDING AUTHORITY FUND..... | 2,600,962 |
| FACILITIES MAINTENANCE FUND..... | 8,232,452 |
| MOTOR POOL FUND | 3,999,771 |
| CABLE TELEVISION FUND..... | 852,000 |
| PARKS AND RECREATION FUND | 9,131,556 |
| LIBRARY FUND..... | 8,371,226 |
| D.P.S. HIGHWAY FUNDS: | |
| Major Street Fund | 6,185,558 |
| Local Street Fund..... | 7,293,403 |
| Municipal Street Fund | 933,356 |
| WATER AND SEWER FUND..... | 37,899,278 |
| DRUG LAW ENFORCEMENT FUND | 480,604 |
| SECTION 8 HOUSING GRANTS FUND | 2,345,756 |
| COMMUNITY DEVELOPMENT BLOCK GRANT FUND..... | 526,863 |
| MICHIGAN WORKS GRANTS FUND | 2,318,823 |
| AUTO THEFT GRANT..... | - |

AND BE IT FURTHER RESOLVED: That the revenues for the 2007-08 fiscal year are estimated as follows:

GENERAL FUND:

| | |
|--|----------------|
| General Operating Tax Levy - 6.6094 mills..... | \$23,931,464 |
| Police & Fire Levy - 2.8325 mills..... | 10,255,980 |
| Police & Fire Pension Levy - 1.7672 mills | 6,398,718 |
| Tax Administration Fees, Interest & Penalties..... | 2,495,626 |
| State Shared Revenues..... | 6,823,803 |
| Engineering and Building Department Revenues | 2,439,860 |
| Court Revenues..... | 4,784,122 |
| Reimbursements..... | 1,604,725 |
| Sanitation Fees..... | 3,334,842 |
| Other Fees, Permits, Licenses, and Charges | 3,764,699 |
| Investment Income..... | 800,000 |
| Interfund Reimbursements..... | 1,788,897 |
| Fund Balance Appropriated | <u>900,000</u> |

TOTAL GENERAL FUND..... 69,322,736

CAPITAL IMPROVEMENT FUND..... 14,907,140

BUILDING AUTHORITY FUND..... 2,600,962

FACILITIES MAINTENANCE FUND..... 8,232,452

MOTOR POOL FUND..... 3,999,771

CABLE TELEVISION FUND..... 852,000

PARKS AND RECREATION FUND:

| | |
|--|------------------|
| Parks & Recreation Tax Levy - 1.6524 mills | 5,983,047 |
| Investment Income..... | 45,000 |
| Program Revenues (arenas, pool, & other recreation programs) | <u>3,103,509</u> |

TOTAL PARKS AND RECREATION FUND..... 9,131,556

LIBRARY FUND:

| | |
|---|----------------|
| Library Tax Levy -2.0934 mills | 7,579,830 |
| Investment Income..... | 85,000 |
| Fines, Fees, State Aid, Contributions and Other Revenue | 497,796 |
| Contractual Income..... | <u>208,600</u> |

TOTAL LIBRARY FUND..... 8,371,226

D.P.S HIGHWAY FUNDS:

| | |
|--|-------------------|
| Gas & Weight Tax Returns..... | 5,317,827 |
| Residential Street Maintenance Levy - .9440 mills..... | 3,418,056 |
| Public Act 298 of 1917 - .2539 mills..... | 919,327 |
| Interest Income..... | 20,000 |
| Dust Control, Department Sales, & Other Income..... | 3,125,690 |
| Interfund Transfer..... | <u>1,611,417</u> |
| TOTAL HIGHWAY FUNDS..... | 14,412,317 |

D.P.S. WATER AND SEWER FUND:

| | |
|--|-------------------|
| Water Sales..... | 13,431,600 |
| Sewer Charges - Evergreen & SEOC..... | 13,419,252 |
| Interest Income..... | 75,000 |
| Service & Meter Installations..... | 303,750 |
| Penalties, Debt Service, Interest & Other Revenue..... | <u>10,669,676</u> |
| TOTAL WATER & SEWER FUNDS..... | 37,899,278 |

| | |
|---|-----------|
| DRUG LAW ENFORCEMENT FUND..... | 480,604 |
| SECTION 8 HOUSING GRANTS FUND..... | 2,345,756 |
| COMMUNITY DEVELOPMENT BLOCK GRANT FUND..... | 526,863 |
| MICHIGAN WORKS GRANTS FUND..... | 2,318,823 |
| AUTO THEFT GRANT..... | - |

AND BE IT FURTHER RESOLVED: That under Section 2.7 of Chapter 17 of Title II of the Ordinance Code of the City of Southfield, the Council does hereby determine that the annual service charge for the fiscal year commencing on July 1, 2007 and ending June 30, 2008 shall be \$195.02 per annum per residential unit for the collection and disposal of garbage and rubbish. Further, that the City Clerk certify to the City Assessor the service charge of \$195.02 per annum per residential unit, which charge shall be collected and returned in the same manner as other municipal taxes are certified, assessed, collected and returned; and

BE IT FURTHER RESOLVED: That under Sections 2.153 and 2.154 of Chapter 20 and Section 2.171 of Chapter 21 of Title II of the Ordinance Code of the City of Southfield, the Council does hereby determine that the combined water and sewer rate is herewith established at, and all bills rendered on or after July 1, 2007, shall be computed on \$58.62 per Mcf of consumption; such combined rate being comprised of \$21.32 per Mcf for water service, \$6.50 per Mcf for the water system capital improvement program, \$22.66 per Mcf for sewer service; and \$8.14 per Mcf for the sewer system capital improvement program; in addition to revised meter and industrial waste control charges as outlined in Appendix M; and

BE IT FURTHER RESOLVED: That Appendices A, B, C, D, E, F, G, H, I, J, K, L, M, N, O and P of the budget summary be approved as set forth in the 2007-08 published City Budget document, with Appendix H funding approved in the aggregate in support of Building Authority projects; and

BE IT FURTHER RESOLVED: That the following property tax revenue and tax rates be authorized and that the City Treasurer is ordered to levy such funds and rates and collect and deposit to the various specific uses and funds as required by ordinance or resolution; and that the City Treasurer is hereby authorized to impose a 1% property tax administration fee for all property taxes due, and a late penalty charge when applicable, in conformance with Section 44 of Public Act 503 of 1982; and

2007-08 BUDGET
PROPERTY TAX REVENUES AND RATES

| <u>OPERATING</u> | <u>Revenue</u> | <u>Rate*</u> |
|---|-----------------------|---------------------|
| General Operations | 23,931,464 | 6.6094 |
| Police & Fire | 10,255,980 | 2.8325 |
| Police & Fire Pension | 6,398,718 | 1.7672 |
| Residential Street Maintenance | 3,418,056 | 0.9440 |
| Parks & Recreation | 5,983,047 | 1.6524 |
| Library | 7,579,830 | 2.0934 |
| Public Act 298 of 1917 | <u>919,327</u> | <u>0.2539</u> |
| TOTAL OPERATING | 58,486,422 | 16.1528 |
| | | |
| County Drains At Large | 687,956 | 0.1900 |
| Tax Increment Finance Authority II | 340,685 | ** |
| Local Development Finance Authority I | 489,601 | ** |
| Local Development Finance Authority II | 72,738 | ** |
| Local Development Finance Authority III | 193,835 | ** |
| DDA/Tax Increment Finance Authority | 447,438 | ** |
| Smart Zone | 118,940 | ** |
| Brownfield Redevelopment Authority | <u>54,884</u> | <u>**</u> |
| GRAND TOTAL | <u>60,892,499</u> | <u>16.3428</u> |
| | | |
| Taxable Assessed Valuation (TAV) | 3,620,822,490 | |
| TAV Captured by TIFA II | 20,846,190 | |
| TAV Captured by LDFA I | 29,958,200 | |
| TAV Captured by LDFA II | 4,450,780 | |
| TAV Captured by LDFA III | 11,860,592 | |
| TAV Captured by DDA/TIFA | 27,378,268 | |
| TAV Captured by Smart Zone | 7,277,800 | |
| TAV Captured by BRA | <u>3,358,320</u> | |
| TOTAL TAV | 3,725,952,640 | |

*Mills per \$1,000 of TAV

**Total millage above applied to TIFA TAV, LDFA TAV, and DDA/TIFA TAV.

BE IT FURTHER RESOLVED: That the City Administrator is hereby authorized to make budgetary transfers within the appropriations centers established through this budget, to take any and all steps necessary to allow for completion of the annual audit by December 31, to provide for continuity of the current risk management and insurance program, and to administratively adjust contracts for road and other capital projects up to a maximum of 20% when such adjustments result from circumstances unforeseen at the time of bidding, as long as such adjustments would not exceed the approved total for that particular capital account, and subject to the requirement that all such adjustments be reported to Council on a periodic basis. Further, that the City Administrator is hereby authorized to release bidding documents for those capital items, projects, and recurring commodities expressly authorized in the Appendix of this budget, for public review by the Council following receipt of bids; that authorization is hereby given for acquisition of Library books and subscription services of a continuing and sole vendor nature within the Library appropriation adopted in this budget; that approval and authorization are hereby given for the Mayor and City Clerk to execute contracts for entertainment events within the appropriations adopted in this budget; that approval is hereby given to access the funds of the Kaleidoscope Trust for the purpose of funding 50th City Anniversary Celebration activities; that approval is hereby given for the continued use of Dell brand computers as the City's standard computing platform as previously authorized by Council Resolution #2001.351 of November 26, 2001; and that approval is hereby given for the routine maintenance and software licensing necessary for the continuing functionality of the City's existing computerized business systems and for the use of various professional repair and maintenance services involving electrical, electromechanical and control equipment located in City facilities, in conjunction with Chapter 8, Section 1.279 (2) and (4) of the Southfield Code of Ordinances; and

BE IT FURTHER RESOLVED: That the 2007-08 budget shall be automatically amended (a) on July 1 to reappropriate encumbrances outstanding and capital project reserves at June 30, 2007, and (b) to transfer any approved salary adjustments during the fiscal year for which sufficient funds are provided in the Support Services appropriation.

AYES: Fracassi, Frasier, Jordan, Lantz, Lattimore, Seymour, Siver

NAYS: None

ABSENT: None

I, Nancy L. M. Banks, the duly elected and qualified Clerk of the City of Southfield, Oakland County, Michigan, do hereby certify that the foregoing resolution was adopted by Council at a Special Meeting held June 18, 2007 pursuant to Section 8.4 of the City Charter.

Nancy L. M. Banks, City Clerk