

2024-2025
Budget Resolution

June 10, 2024

Moved By: Banks
Supported By: Houge

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, 2024 and ending June 30, 2025:

GENERAL FUND	
Administration	\$812,497
Assessing	1,333,088
Building	2,776,527
Business Development	471,900
Central Services	1,079,628
City Attorney	1,204,248
Clerk	1,485,190
Code Enforcement	1,603,067
Community Relations	934,300
Council	232,333
Court - 46th District	4,250,622
Emergency Preparedness	155,648
Engineering	2,082,904
Fire	26,266,010
Fiscal Services	2,883,246
Human Resources	2,399,450
Mayor's Office	130,232
Planning	2,670,980
Police	34,096,370
Purchasing	365,061
Sanitation	4,321,188
Road Maintenance & Administration	474,759
Support Services	3,965,279
Technology Services	2,904,718
Traffic Services	704,985
Treasurer	1,040,479
TOTAL GENERAL FUND	\$100,644,709
CABLE TELEVISION FUND	540,199
DONATIONS, MEMORIAL TRUSTS & SPONSORSHIPS	100,000
DRUG LAW ENFORCEMENT FUND	9,800
FACILITIES MAINTENANCE FUND	5,090,139
LIBRARY FUND	14,362,627
LOCAL STREETS FUND	11,871,485
MAJOR STREETS FUND	12,569,527
MOTOR POOL FUND	4,288,479
PARKS AND RECREATION FUND	9,501,648
WATER AND SEWER FUND	54,191,243
AUTO THEFT GRANT FUND	197,170
COMMUNITY DEVELOPMENT BLOCK GRANT FUND	447,949
MICHIGAN INDIGENT DEFENSE GRANT	1,261,628
MICHIGAN WORKS GRANT FUND	2,250,000
SECTION 8 GRANT FUND	2,159,661

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AND BE IT FURTHER RESOLVED: That the revenues for the 2024-25 fiscal year are estimated as follows:

GENERAL FUND:

General Operating Tax Levy - 6.5281 mills	\$ 20,565,948
Police & Fire Levy -6.8057 mills	21,440,491
Police & Fire Pension Levy - 5.7102 mills	16,644,364
Publicity Levy - 0.0168	49,776
Tax Administration Fees, Interest, & Penalties	2,837,197
Sales Tax Returns - Constitutional	8,433,612
Sales Tax Returns - Statutory	1,276,760
Local Community Stabilization	1,700,000
Cable Franchise Fees	1,008,000
Sanitation Fees	4,321,188
Building Revenues	2,929,593
Engineering Revenues	1,655,521
Court Revenues	2,437,372
Reimbursements and other	1,872,451
Fees, Licenses, and Permits	3,961,420
Investment Income	1,000,000
Interfund Reimbursements	1,923,469
Use of Restricted Fund Balance:	
Right-of-way/Metro Authority	650,000

Use of Unrestricted Fund Balance	5,937,547
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TOTAL GENERAL FUND	\$ 100,644,709
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CABLE TELEVISION FUND	540,199
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DRUG LAW ENFORCEMENT FUND	9,800
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FACILITIES MAINTENANCE FUND	5,090,139
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MOTOR POOL FUND	4,288,479
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LIBRARY FUND

Library Tax Levy - 2.7655 mills	\$ 8,712,356
Fine, Fees, State Aid, Contributions, & Other Sources	336,000
Contractual Income	119,900
Use of Restricted Fund Balance	5,194,371

TOTAL LIBRARY FUND	\$ 14,362,627
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PARKS & RECREATION FUND

Parks & Recreation Tax Levy - 1.7283 mills	\$ 5,444,789
Program & Other Revenues	4,056,859
Use of Restricted Fund Balance	-

TOTAL PARKS & RECREATION FUND	\$ 9,501,648
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STREETS & HIGHWAYS FUNDS

Gas & Weight Tax Returns	\$ 11,002,877
Residential Street Maintenance Levy - 0.9876 mills	3,111,308
Public Act 298 - 0.2207 mills	695,287
Other Income	1,700,000
Interfund Transfer	5,000,000
Use of Restricted Fund Balance	2,931,540

TOTAL HIGHWAYS FUND	\$ 24,441,012
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WATER & SEWER FUND	
Water Sales	\$ 14,177,611
Sewer Charges - Evergreen & SEOC	22,695,964
Penalties, Debt Service, & Other Revenue	15,385,284
Use of Restricted Fund Balance	<u>1,932,384</u>
TOTAL WATER & SEWER FUND	54,191,243
AUTO THEFT GRANT FUND	197,170
COMMUNITY DEVELOPMENT BLOCK GRANT FUND	447,949
DONATIONS, MEMORIAL TRUSTS, & SPONSORSHIPS	100,000
MICHIGAN INDIGENT DEFENSE GRANT	1,261,628
MICHIGAN WORKS GRANTS FUND	2,250,000
SECTION 8 HOUSING GRANTS FUND	2,159,661

AND BE IT FURTHER RESOLVED: That the fund balances for the 2024-25 fiscal year are estimated as follows:

GENERAL FUND	\$ 48,882,178
CABLE TELEVISION FUND	210,314
FACILITIES MAINTENANCE FUND	1,697,814
LIBRARY FUND	608,123
MOTOR POOL FUND	8,527,320
PARKS & RECREATION FUND	4,384,555
STREETS & HIGHWAYS FUNDS:	
Local Streets Fund	11,347,487
Major Streets Fund	<u>6,170,444</u>
TOTAL STREETS & HIGHWAYS FUND	\$ 17,517,931
WATER & SEWER FUND	142,417,718
AUTO THEFT GRANT FUND	54,681
COMMUNITY DEVELOPMENT BLOCK GRANT FUND	385,506
DRUG LAW ENFORCEMENT FUND	419,992
DONATIONS, MEMORIAL TRUSTS, & SPONSORSHIPS	1,021,385
SECTION 8 HOUSING GRANTS FUND	-
MICHIGAN WORKS GRANTS FUND	125,485
MICHIGAN INDIGENT DEFENSE 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, 2024 and ending June 30, 2025 shall be \$256 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 \$256 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

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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, 2024, shall be computed on \$142.90 per Mcf of consumption; such combined rate being comprised of \$39.42 per Mcf for water service, \$64.88 per Mcf for sewer service; and \$38.60 for water and sewer system capital improvements; in addition to revised meter and industrial waste control charges as outlined in the attached schedule; and that a 15% administrative fee shall be added to delinquent water and sewer charges that are entered upon the tax roll pursuant to Sections 2.155 and 2.177 of the City Code; and

BE IT FURTHER RESOLVED: That funding for capital projects placed under the superintending control of the Southfield Building Authority by City Council shall be approved in the aggregate, allowing for transfer of funding between projects by the Building Authority within the total allocation approved by Council; and that the 2024-25 Southfield Downtown Development Authority budget, in the amount of \$538,629 is hereby approved by the City Council, pursuant to Section 28 of PA 1975, No. 197, subject to the express requirement and condition that any sale, conveyance, or other disposition of real property owned by or titled in the name of the Southfield DDA shall require review and approval by the Southfield City Council prior to any such sale, conveyance, or other disposition thereof.

BE IT FURTHER RESOLVED: That the City Administrator is hereby authorized to continue the nominal retirement recognition program for retiring City employees with individual recognition values not to exceed \$150 for up to 20 years of service and \$250 for 20 or more years of service, plus \$75 employee recognition costs, and nominal, reasonable expenditures for the provision of coffee and tea in the various city departments such that coffee and tea will be readily available for meetings involving guests from outside the municipal complex or involving interdepartmental City staff.

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

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2024-2025 BUDGET
PROPERTY TAX REVENUES AND RATES

	<u>Revenue</u>	<u>Rate*</u>
General Operations	\$ 20,565,948	6.5281
Police & Fire	21,440,491	6.8057
Police & Fire Pension	16,644,364	5.2833
Residential Street Maintenance	3,111,308	0.9876
Parks & Recreation	5,444,789	1.7283
Library	8,712,356	2.7655
Public Act 298-Sanitation	695,287	0.2207
Public Act 59-Publicity	49,776	0.0158
Total Operating	\$ 76,664,319	24.3350
County Drains at Large	\$ 102,072	0.0324
UTGO Road Bond	7,403,376	2.3500
Local Development Finance Authority III	-	**
Smart Zone	395,998	**
Brownfield Redevelopment Authority	1,778,017	**
Renaissance Zone (Tool and Die)	-	**
Grand Total	\$ 86,343,782	26.7174
Taxable Valuation (TV) Excluding Capture Districts	3,052,447,762	
TV Captured by Local Development Finance Authority III	-	
TV Captured by Downtown Development Authority/TIF	23,757,785	
TV Captured by Smart Zone	14,821,732	
TV Captured by Brownfield Redevelopment Authority	66,549,034	
TV Captured by Renaissance Zone (Tool & Die)	-	
Total TV	3,157,576,313	

*Mills per \$1,000 of TV

**Total millage of 24.3674 (26.7174 reduced by 2.3500 for UTGO Road Bond) applied to taxable value of LDFA and other special authorities.

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2024-2025
Schedule of Meter Charges
And
Industrial Waste Control Surcharges

1. Meter Charge (Per Month)

5/8"	\$	2.75
3/4"		2.75
1"		2.79
1 1/2"		4.28
2"		5.92
3"		17.61
4"		23.07
6"		33.88
8"		<u>33.88</u>
10"		33.38

2. Industrial Waste Control Surcharge (Per Month)

5/8"	\$	10.65
3/4"		15.98
1"		26.60
1 1/2"		58.52
2"		85.10
3"		154.26
4"		212.76
6"		319.16
8"		528.55
10"		739.95

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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 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 the entertainment events within the appropriations adopted in this budget; that approval is hereby given for the continued use of Dell brand computers, servers, storage area network, and other related equipment 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 2024-25 budget shall be automatically amended (a) on July 1 to reappropriate encumbrances outstanding and capital project reserves at June 30, 2024, and (b) to transfer any approved salary adjustments during the fiscal year for which sufficient funds are provided in the Support Services appropriation.

AYES: BANKS, MANDELBAUM, BRIGHTWELL, HOUGE, HAYNES

NAYS: HICKS

ABSENT: CREWS

I, Janet Jackson, the duly appointed and qualified City Clerk of the City of Southfield, Oakland County, Michigan, do hereby certify that the foregoing resolution was adopted by The Southfield City Council at a Special Meeting held on Monday, June 10, 2024, at 5:30 p.m. in the Council Chambers of the Municipal Building, 26000 Evergreen Road, Southfield, Michigan, pursuant to Section 8.4 of the City Charter.

June 10, 2024



Janet Jackson, City Clerk