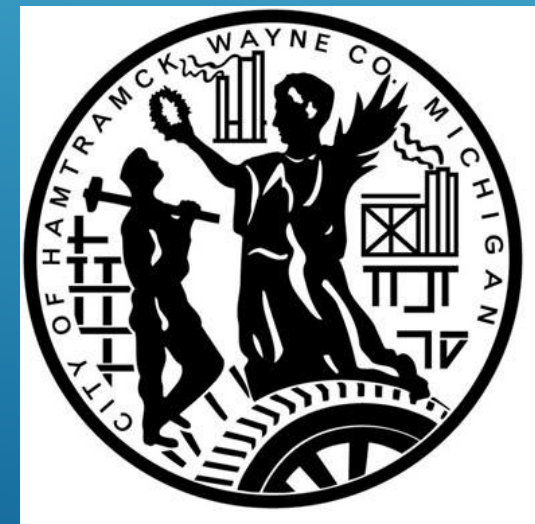


CITY OF HAMTRAMCK

2019-20


General Fund Budget Workshop
Overview



CURRENT YEAR KEY AREAS OF ACCOMPLISHMENT

- ✓ Police Radio System – Phase I - Counsel Replacement \$63,000
- ✓ Implementation of Chief's Advisory Board
- ✓ Monthly Training for Police Department Personnel \$2,140
- ✓ Residential and Commercial Alley Replacement Program \$1,052,000
- ✓ Finalized the multi-year re-appraisal of all city parcels* \$82,700
- ✓ LED conversion of all city owned indoor and outdoor lighting throughout City

CURRENT YEAR KEY AREAS OF ACCOMPLISHMENT

- ✓ Recycling Bin Grant – Placement in Spring 2019* \$13,100
 - ✓ Improvements at Veteran's Park* – Conversion to Soccer Arena \$188,315
 - ✓ Going Pro Grant for Staff Training* \$7,470
 - ✓ Installed Stop Signs to Improve Pedestrian and Vehicular Safety
 - ✓ Replacement of Roof at City Hall* \$212,668
 - ✓ Potholes filled with Domino's Pizza Grant* \$5,000
 - ✓ Ongoing Rehabilitation of Right of First Refusal Properties
 - ✓ Major Update to Sign Ordinance
- 

CURRENT YEAR KEY AREAS OF ACCOMPLISHMENT

- ✓ Veteran's Park Improvement - Sand Volleyball Courts* \$17,166
- ✓ FEMA Grant for Fire Department Equipment* \$19,302
- ✓ Ongoing Training for Fire Department Personnel
- ✓ Veteran's Park Improvement – Spring '19 Camera System* \$25,000
- ✓ Successful Joint Meetings with Hamtramck Public Schools
- ✓ Indigent Defense Fund Grant for 31st District Court* \$201,327
- ✓ Veteran's Park Improvement - Sidewalk Replacement* \$57,779
- ✓ Regular Staff Team Building Outings – No cost
- ✓ Regular Staff Training – No cost

CURRENT YEAR KEY AREAS OF ACCOMPLISHMENT


- ✓ Significant Increase (67%+) to Code Enforcement activities* \$24,650
- ✓ Groundbreaking for Sarah Garrett Park* \$50,000
- ✓ Began Project Rising Tide Program
- ✓ Improved Multiple Streets and Roads* \$615,429
- ✓ Successful Water Meter Replacement Program \$174,582
- ✓ Extensive Lead Testing \$54,000
- ✓ Target Market Analysis Project* – Starting Soon \$40,000
- ✓ TAP Grant for Bike Lanes on Jos Campau* - Spring 2020 \$409,720
- ✓ Ongoing process towards Redevelopment Ready status

CURRENT YEAR KEY AREAS OF ACCOMPLISHMENT PARTNERSHIPS

- ▶ Memo of Understanding - Friends of Historic Hamtramck Stadium for Improvements to Baseball Field
- ▶ Ralph Wilson Foundation Grant \$807,200- Cooperative Agreement with Michigan Municipal League, Hamtramck Public Schools and City of Hamtramck for Master Plan for Park and Improvement to Keyworth Stadium Turf
- ▶ Wayne County Commissioner Martha G. Scott – Park Grants \$100,000 over two years

PURPOSE

GENERAL FUND BUDGET WORKSHOP

- ▶ Provide overview of the general fund budget
 - ▶ Consider opportunities for revenue enhancements
 - ▶ Consider potential decreases in expenditures
 - ▶ Adopt a balanced budget by June 2, 2019
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REVENUE ASSUMPTIONS


GENERAL FUND BUDGET WORKSHOP

Update

- ▶ GM announced that the plant is scheduled to remain in operation until January, 2020. This allows us to project more revenue than previously stated at the last workshop.
- ▶ Governor Proposed Budget – 3% increase to revenue sharing beginning October 1, 2019. Legislature will now consider. We projected a 1% increase.

REVENUE SOURCES

GENERAL FUND BUDGET WORKSHOP

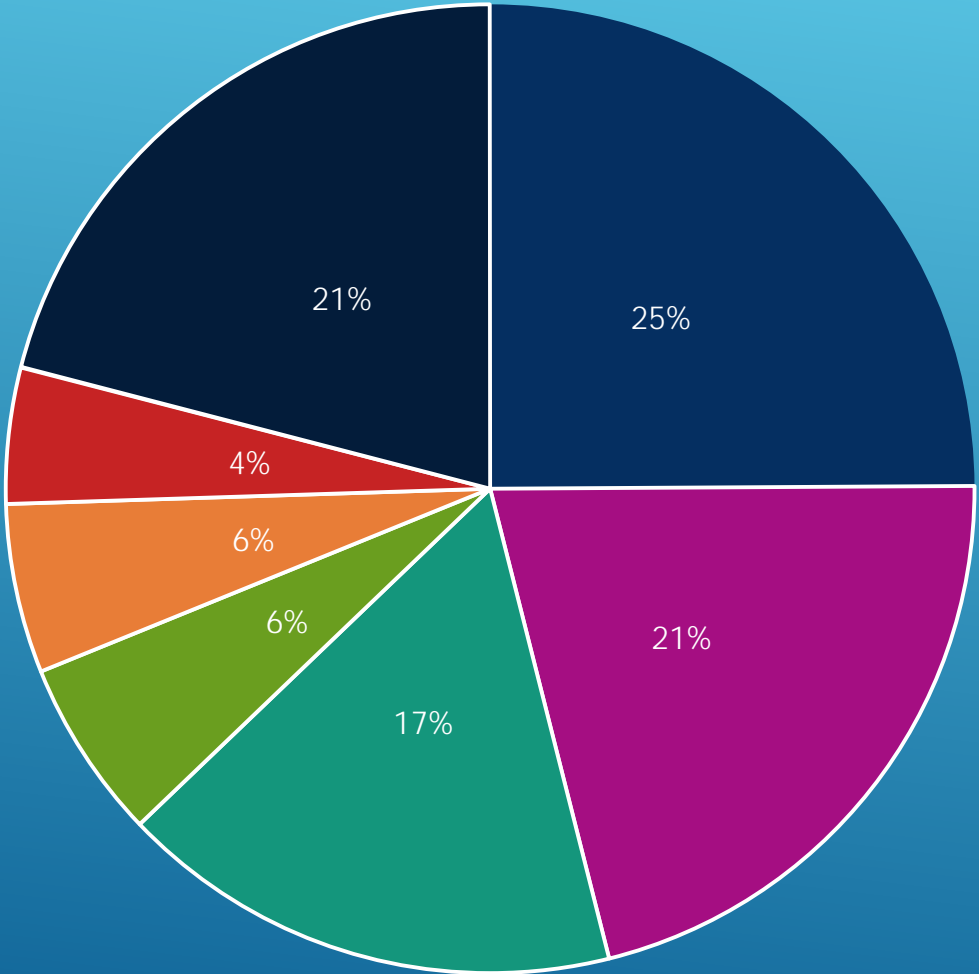
- ▶ Revenue Sources
 - ▶ Property Taxes – 41% - \$6,254,000.00
 - ▶ State Share and State Sources – 24% - \$3,544,320
 - ▶ Income Tax – 17% - \$2,564,600
 - ▶ Licenses and Permits – 8% - \$1,191,000
 - ▶ District Court – 8% - \$1,250,000
 - ▶ All other Sources – 2% - \$513,500
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FUND BALANCE IMPACT

GENERAL FUND BUDGET WORKSHOP

2017-2018 BUDGETED TO DRAW FROM FUND BALANCE	\$339,749.00
2018-2019 BUDGETED TO DRAW FROM FUND BALANCE*	\$598,066.00
*Alley reconstruction project	
*Emergency Loan Board (ELB) Loan Payment	
2019-2020 REQUESTED DRAW FROM FUND BALANCE*	\$2,342,442.00
* Decrease in Revenue - Based on Revenue Assumptions -\$701,080	
* Expenditure - MERS contributions increased \$320,270 (based on actuarial study)	
* Expenditure - Alley reconstruction - \$300,000 (pending Council approval)	
* Expenditure - ELB Loan Payment - \$193,725 (1 of 2 payments remaining through FY 21)	
* Decrease in Revenue – Elimination of CDBG Admin and Code Enforcement Funds - \$103,264	
* Expenditure - Increase Fire Department - \$279,051	
* Expenditure - Increase Police Department - \$129,941	
* Decrease in Revenue - DEA Funding for Position Eliminated - \$55,390.00	
* Expenditure - Phase 2 Police Radio System - \$101,038 (pending Council approval)	
* Expenditure - Increase in Worker’s Comp insurance costs \$30,000	

ALLOCATION OF REQUESTED BUDGET GENERAL FUND BUDGET WORKSHOP



■ Police ■ Fire ■ Retirees ■ General Administration ■ Building & Grounds ■ District Court ■ All other


ANTICIPATED USE OF REQUESTED FUNDS

GENERAL FUND BUDGET WORKSHOP

PAYROLL AND PAYROLL RELATED	40%
ALL MERS CONTRIBUTIONS (ACTIVE & RETIREE)	27%
CURRENT RETIREE HEALTH CARE COSTS	6%
OTHER OPERATING COSTS	25%
CAPITAL	2%
	100%


FIGURES NOT YET INCLUDED

GENERAL FUND BUDGET WORKSHOP

- ▶ Future Impact - POAM Command Officers contract settlement (in negotiations)
 - ▶ Future Impact - AFSCME employee contract settlement (expires 06/2019)
 - ▶ Future Impact - IAFF contract settlement (expires 01/2020)
- 

WHAT'S NEXT?

GENERAL FUND BUDGET WORKSHOP

- ▶ Establish Mayor & Council priorities
 - ▶ Identify opportunities to increase revenue
 - ▶ Identify opportunities to decrease expenditures
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ESTABLISH ONGOING BUDGET PRIORITIES

GENERAL FUND BUDGET WORKSHOP

- ❑ Police Radio Replacement - Phase II \$101,038
- ❑ Alley Reconstruction \$300,000
- ❑ Emergency Loan Board FY '20 \$244,930 (through FY 2024)
- ❑ Michigan Finance Authority Debt \$193,725 (through FY 2021)
- ❑ Meet pension obligation \$4,720,590

COUNCIL AND ADMINISTRATION ACTION PLAN

GENERAL FUND BUDGET WORKSHOP

- ▶ Sub-committee review of all options regarding public safety
- ▶ Continue to improve systems for collection of all funds due the city
- ▶ Improve cash flow projections to explore additional investment opportunities
- ▶ Explore options for all healthcare savings
- ▶ Review all OPEB obligations
- ▶ Reconvene sub-committee to finalize recommendation for new parking system
- ▶ Continue to seek out additional grant programs
- ▶ Identify any non-essential expenditures and/or alternative opportunities
- ▶ Other

Next Steps

General Fund Budget Workshop

Next meeting Tuesday, March 12, 6 p.m.

City Council Chambers

To begin review of individual department requested budgets

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