



ANNUAL BUDGET PRESENTATION

For the Fiscal Year Beginning July 1, 2015

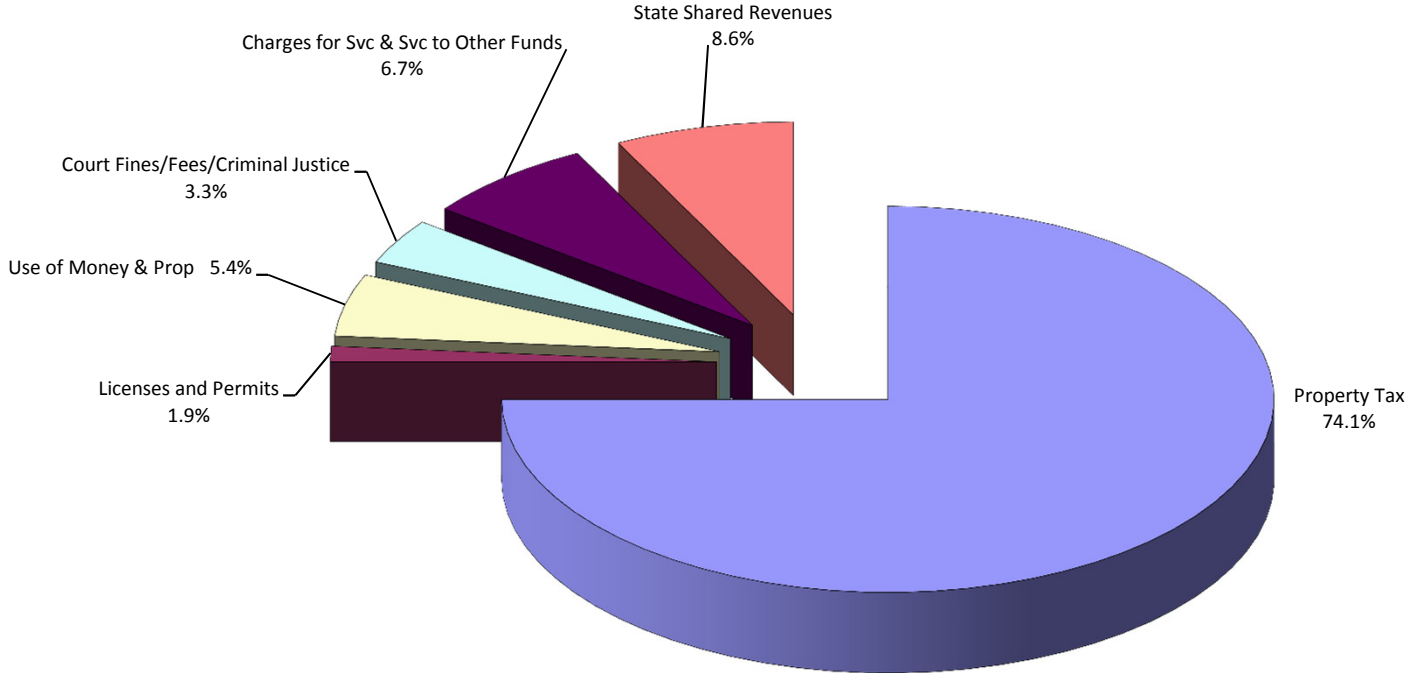
City of Grosse Pointe

- The City Administration has presented a balanced budget for fiscal year 2015-2016 without a general operating property tax rate increase or using fund balance

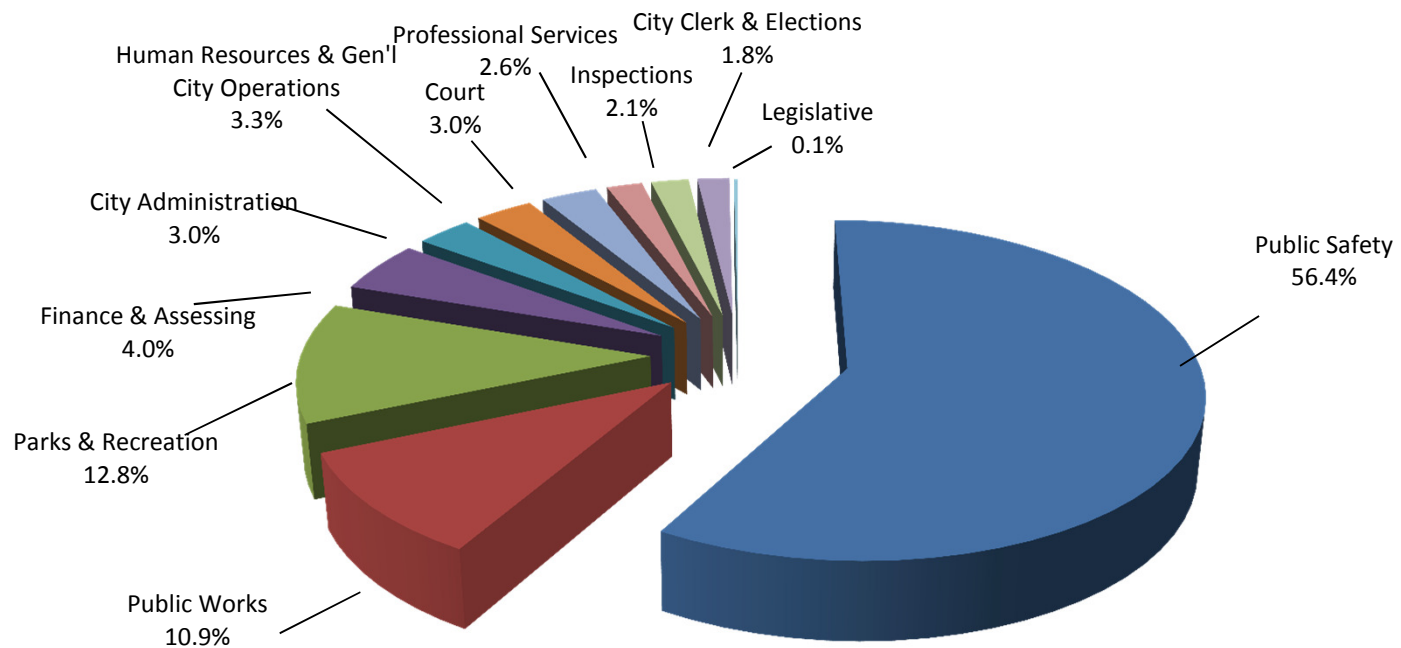
Budget Summary

- General operations levy of 11.8391 mills remains the same
- Solid Waste levy also unchanged
- Increases the level of service through the conversion of 2 unfilled part-time public service positions into one full time public service position
- Public Safety Command contract expires July 1, 2015 and Public Safety Patrol Officers Contract expires July 1, 2016
- Budgets for a full year of retiree healthcare cost in the amount of \$400,000
- Maintains and budgets for the full time position of recreation assistant in the Parks Department

**City of Grosse Pointe
Budgeted Revenue
2015 - 2016**



**City of Grosse Pointe
Budgeted Operating Expenses
2015 - 2016**



Property Taxes & Assessments

- Overall increase in property tax revenues of 1.4%
 - an amount \$40,844 more than last year
- The average assessment increased by more than 8%
- The taxable value increase was capped at 1.6%
- With the same tax rate proposed as last year (which is at the Headlee limit), an individual's residential taxes will not increase more than 1.6% without an addition
- Commercial assessments dropped an average of 10% leading to property tax revenue of less than 1.6% cap

State Shared Revenue

- State Shared Revenue is expected to increase slightly
- Expect to meet reduced EVIP requirements to ensure receipt of these state dollars
- Down more than 42% since 2001. A total loss of \$1.5 million between 2003 and 2013 (source: MML)

General Fund - Revenues

- Overall budgeted revenues increased by 2.6%

General Fund - Expenditures

- General Fund expenses in total increased proportionately with revenue, with an increase of 2.6%

Capital Projects Fund

- Tracks revenues and expenditures related to major general capital equipment, facilities and infrastructure purchases, improvements or construction
- Four Project Areas:
 - Various public safety equipment/projects
 - Various public service equipment
 - Various building improvements
 - Various park equipment/projects

General Debt Fund

The Fund pays for:

- 2011 Unlimited Tax General Obligation Bonds for the Neff Park swimming complex – funded from a taxpayer voted millage
- .7091 mills decreased to .69 to cover cost of paying for pool construction bond, due to decrease in principal payment
- 1994 City Hall and Council Chamber bond paid off in April 2015

Solid Waste Fund

- The existing Cushmans are budgeted to be replaced over the next several years, which are needed to continue rear yard pickup

Water & Sewer Fund

- Water & Sewer rates will increase for fiscal year 2015-2016, due to debt issuance, increased price from the Farms, and increased operating expenses
- Capital outlay of \$241,300 to fund Fisher Road business district water mains; Fisher work to be coordinated with proposed development.

Parking Fund

- Includes debt payments and operational costs for the Village Parking Structure
- No increase in parking fees
- Paid entirely from parking revenues which is generated by people parking in the City.
- Parking revenues budgeted to grow without rate increase by more than \$100,000

Highway Fund

- Anticipate \$323,000 in State Sharing of gas & weight taxes (requires \$276,305 General Fund contribution to pay for street maintenance)
- Cost of Street Resurfacing and Reconstruction is now shown in the City's new Road Fund.

Road Improvement Fund

- New road levy of 2.5 mills is dedicated to road repairs
- Planned projects for 2015-2016 include, Kercheval and St. Paul, to be reviewed in Fall of 2015 prior to engineering

Marina Fund

- Marina well fees to remain unchanged.
- Revenues continue to provide funds to repay the loan from the General Fund
- Marina expected to be full

Drug Forfeiture Fund

- Revenue from drug related property seizures and drunk driving offenses
- Contribution toward Grosse Pointe Farms drug dog expenses
- There are no capital purchases budgeted for fiscal year 2015-2016.

Thank You

- Mayor and City Council
- Department Directors
- City Staff



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