

City of Southfield  
Michigan

# Municipal Budget *Executive Summary*

2024 • 2025



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## Executive Summary

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# Executive Summary







# City of Southfield

26000 Evergreen Rd. • P.O. Box 2055 • Southfield, MI 48037-2055 • [www.cityofsouthfield.com](http://www.cityofsouthfield.com)

May 6, 2024

Honorable City Council  
City of Southfield  
Municipal Building  
26000 Evergreen Road  
Southfield, Michigan

RE: Recommended Budget for 2024-25 Fiscal Year

Dear Sirs & Mesdames:

Presented herewith, pursuant to Chapter VIII, Subsection 8.2 of the Charter of the City of Southfield, is the City Administrator's recommended municipal budget as reviewed and approved by the Mayor for the fiscal year beginning July 1, 2024.

## General Fund Overview

Despite the slow recovery from the Great Recession and the unique pressures brought on by the pandemic, the City continues to be resilient in the face of challenges and the Southfield community continues to thrive and grow. The proposed budget provides continuity of high-level services to our residents and other stakeholders while maintaining structural balance and long-term sustainability.

The proposed budget is based on projected revenues complemented by a judicious draw on existing fund balance. Total General Fund revenue of \$100,644,709 relies heavily on property taxes which comprise \$61,537,776 or 61% of total revenue. Revenue sharing and Local Community Stabilization funds expected to be received from the State of Michigan comprise \$11,410,372 or 11% of total revenue. Fees, licenses, permits and other charges for services are budgeted to bring in \$8,763,464 or 9% of total revenue. The draw on fund balance totals \$6,587,547 or 7% of total revenue and is comprised of a \$650,000 use of Metro Act funds in the restricted fund balance and a \$5,937,547 use of unrestricted fund balance.

Total General Fund expenditures are budgeted at \$100,644,709 driven by personnel costs of \$72,536,982 or 73% of total expenditures. Police and Fire services continue to be a significant portion of General Fund expenditures at \$59,143,871 or 59% of total expenditures. The draw on fund balance includes the following significant items:

- ▶ \$1.2 million for pedestrian improvements, placemaking, and non-motorized transit improvements
- ▶ \$500,000 for a police mobile command center
- ▶ \$680,000 for improvements to fire stations
- ▶ \$292,000 in technology and software improvements

**Mayor**  
Dr. Kenson J. Siver

**Council President**  
Michael "Ari" Mandelbaum

**City Clerk**  
Janet Jackson

**City Treasurer**  
Irv M. Lowenberg

Nancy L.M. Banks

Daniel Brightwell

Dr. Lloyd C. Crews

**City Council**

Yolanda Haynes

Charles Hicks

Coretta Houge



## All Funds Overview

Total revenues and expenditures across funds, after eliminating interfund transactions, decreased by \$3.1 million or 1.5% to \$213,561,295. This change is primarily related to capital projects. The fiscal 2024-25 budget includes the following significant capital projects:

- ▶ Local Street Fund road construction projects total \$7.6 million and include:
  - > Section 35 - Hyde Park & Roseland neighborhood \$5.7 million
  - > Oakland Village - Gleneyrie & Edgemont \$1.0 million
  - > Farmbrook – Telegraph to 900 ft west \$800 thousand
  
- ▶ Major Street Fund road construction projects total \$7.1 million and include:
  - > North Park Drive reconstruction \$2.6 million
  - > Rutland Road reconstruction \$2.2 million
  - > Coral Gables \$500 thousand
  - > Mt. Vernon & Northwestern SD signals \$500 thousand
  - > 12 Mile pathway, Evergreen to Southfield \$500 thousand
  - > 10 Mile, Telegraph to Lahser \$360 thousand
  - > 12 Mile, Northwestern to Telegraph \$255 thousand
  
- ▶ Parks & Recreation Fund significant capital projects include:
  - > Evergreen Hills Golf Course cart paths \$490 thousand
  - > Civic Center Park restrooms \$400 thousand
  - > Senior Center in the Pavilion \$500 thousand
  
- ▶ Library significant projects include:
  - > HVAC upgrades and repairs \$2.8 million
  - > Structural repairs and reconfigurations \$615 thousand
  - > Technology upgrades and improvements \$148 thousand
  - > Electrical repairs and upgrades \$100 thousand
  
- ▶ Water & Sewer Fund significant capital projects include:
  - > Section 35 – Hyde Park & Roseland neighborhood \$7.9 million
  - > Section 24 -Sherwood Village West \$4.7 million
  - > Lift stations \$2.8 million
  - > North Park Drive \$1.7 million
  - > Rutland Road \$725 thousand

Property taxes are expected to generate just over \$86 million for the City to fund operations. In addition to Proposal A, the City had a Headlee rollback for fiscal year 2023 which permanently reduced the maximum allowable millage levy. Despite these challenges and significant loss of revenue to the City, Southfield continues to provide outstanding services to our residents and stakeholders and remains committed to keeping the City a vibrant, thriving community as we move into the future. The proposed 2024-2025 budget for all City funds anticipates balanced revenues and expenditures of \$213,561,295 to do so.





Kenson J. Siver, Ed. D.  
Mayor



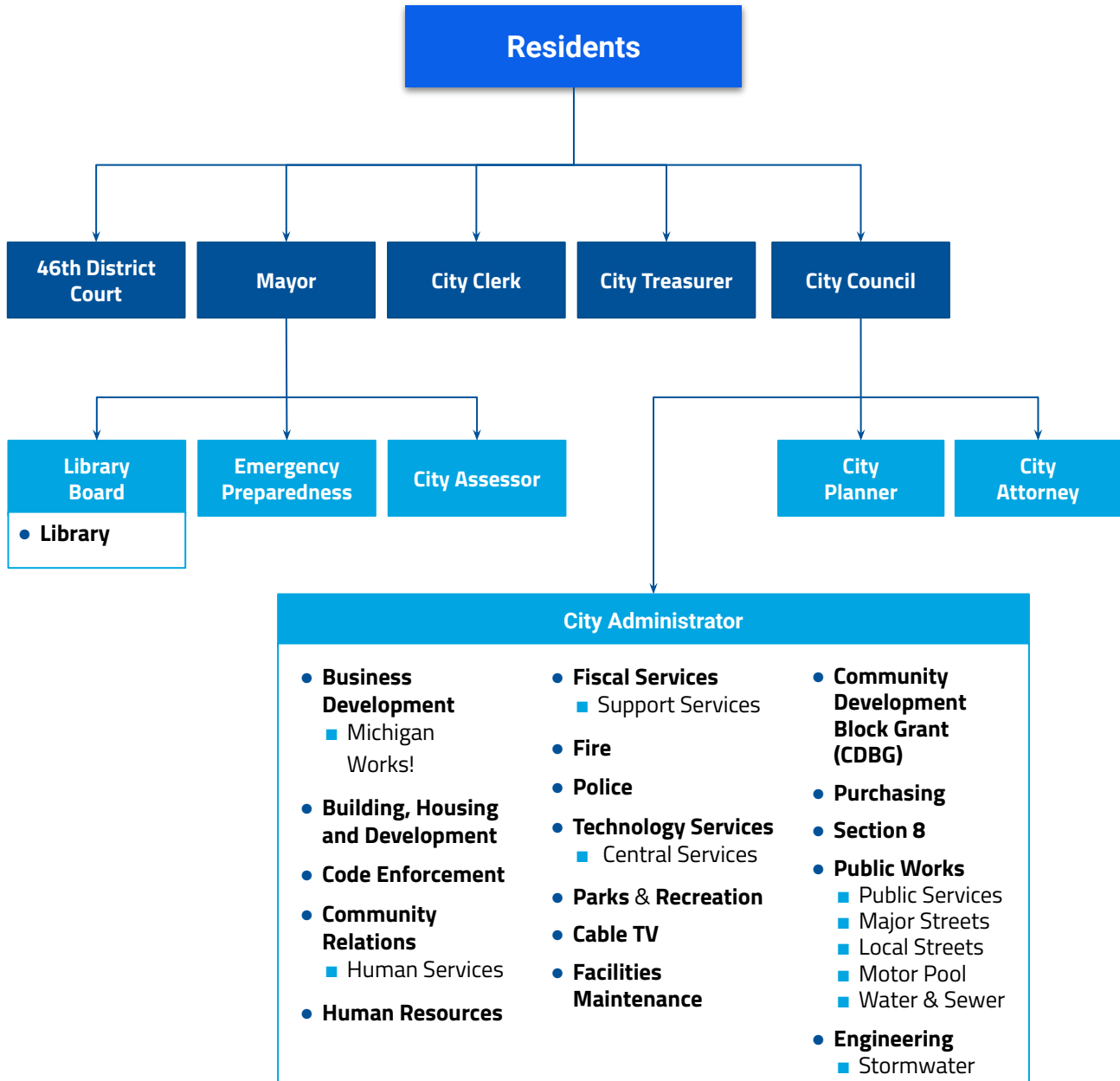
Frederick E. Zorn, Jr., CEcD  
City Administrator



Austen T. Michaels, CPA  
Director of Fiscal Services



# City of Southfield Organization Chart





# 2024-2025 Recommended Budget

	Recommended Revenues
<b>General Fund:</b>	
General Operating Levy	\$ 20,565,948
Police & Fire Levy	21,440,491
Police & Fire Pension Levy	16,644,364
Publicity Levy	49,776
Tax Administration Fees & 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 Charges	4,321,188
Building Revenues	2,929,593
Engineering Revenues	1,655,521
District Court Revenues	2,437,372
Reimbursements and other	1,872,451
Fees, Licenses & 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
<b>Total General Fund</b>	<b>\$ 100,644,709</b>
Cable TV Fund	\$ 540,199
Donations, Mem. 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 & Recreation Fund	9,501,648
Water & Sewer Fund	54,191,243
<b>Total Outside Funds</b>	<b>\$ 112,525,147</b>
Auto Theft Prevention	\$ 197,170
Comm. Development Block Grant	447,949
Michigan Indigent Defense Grant	1,261,628 *
Michigan Works Grants	2,250,000 *
Section 8 Housing Grants	2,159,661 *
<b>Total Grant Funds</b>	<b>\$ 6,316,408</b>
<b>Total All Funds</b>	<b>\$ 219,486,264</b>
<b>(Duplicating Transfers)</b>	<b>\$ (9,535,925)</b>
<b>Total Revenues</b>	<b>\$ 209,950,339</b>

\* Preliminary Estimates Pending Awards

	Recommended Expenditures
<b>General Fund:</b>	
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
<b>Total General Fund</b>	<b>\$ 100,644,709</b>
Cable TV Fund	\$ 540,199
Donations, Mem. Trusts & Sponsorships	100,000
Drug Law Enforcement Fund	9,800
Facilities Maintenance Fund	5,090,139
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<b>Total Expenditures</b>	<b>\$ 209,950,339</b>

# 2023-2024 Recommended Budget

	Recommended Revenues
<b>General Fund:</b>	
General Operating Levy	\$ 19,415,911
Police & Fire Levy	20,241,550
Police & Fire Pension Levy	16,983,308
Publicity Levy	49,967
Tax Administration Fees & Penalties	2,720,676
Sales Tax Returns - Constitutional	9,684,305
Sales Tax Returns - Statutory	1,293,340
Local Community Stabilization	1,500,000
Cable Franchise Fees	1,294,139
Sanitation Charges	3,062,893
Building Revenues	2,828,873
Engineering Revenues	1,558,871
District Court Revenues	2,362,622
Reimbursements and other	1,667,520
Fees, Licenses & Permits	3,633,267
Investment Income	1,000,000
Interfund Reimbursements	4,196,697
Use of Restricted Fund Balance:	
Right-of-way/Metro Authority	600,000
Use of Unrestricted Fund Balance	3,210,733
<b>Total General Fund</b>	<b>\$ 97,304,672</b>
Cable TV Fund	\$ 730,672
Donations, Mem. Trusts & Sponsorships	100,000
Drug Law Enforcement Fund	71,073
Facilities Maintenance Fund	4,595,622
Library Fund	14,014,538
Local Streets Fund	17,861,218
Major Streets Fund	9,931,883
Motor Pool Fund	4,868,899
Parks & Recreation Fund	14,180,978
Water & Sewer Fund	55,377,677
<b>Total Outside Funds</b>	<b>\$ 121,732,560</b>
Auto Theft Prevention	\$ 176,032
Comm. Development Block Grant	437,080
Michigan Indigent Defense Grant	591,900 *
Michigan Works Grants	2,700,000 *
Section 8 Housing Grants	2,200,000 *
<b>Total Grant Funds</b>	<b>\$ 6,105,012</b>
<b>Total All Funds</b>	<b>\$ 225,142,244</b>
<b>(Duplicating Transfers)</b>	<b>\$ (8,397,712)</b>
<b>Total Revenues</b>	<b>\$ 216,744,532</b>

\* Preliminary Estimates Pending Awards

	Recommended Expenditures
<b>General Fund:</b>	
Administration	\$ 803,745
Assessing	1,319,181
Building	2,502,999
Business Development	416,672
Central Services	1,097,759
City Attorney	1,178,843
Clerk	1,365,491
Code Enforcement	1,504,459
Community Relations	897,362
Council	225,648
Court - 46th District	3,971,492
Emergency Preparedness	155,960
Engineering	1,993,262
Fire	23,535,567
Fiscal Services	3,186,278
Human Resources	2,262,820
Mayor's Office	128,210
Planning	2,377,079
Police	32,858,761
Sanitation	3,062,893
Road Maintenance & Administration	2,904,071
Support Services	4,169,153
Technology Services	3,760,874
Traffic Services	524,980
Treasurer	1,101,113
<b>Total General Fund</b>	<b>\$ 97,304,672</b>
Cable TV Fund	\$ 730,672
Donations, Mem. Trusts & Sponsorships	100,000
Drug Law Enforcement Fund	71,073
Facilities Maintenance Fund	4,595,622
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<b>Total Expenditures</b>	<b>\$ 216,744,532</b>



## Recommended Budget Highlights

The fundamental message of this budget continues to be sustainability and responsible budgeting to maintain structural balance and live within our means. The proposed budget is based on projected revenues complemented by a judicious draw on existing fund balance including both restricted (Metro Act) and unrestricted amounts.

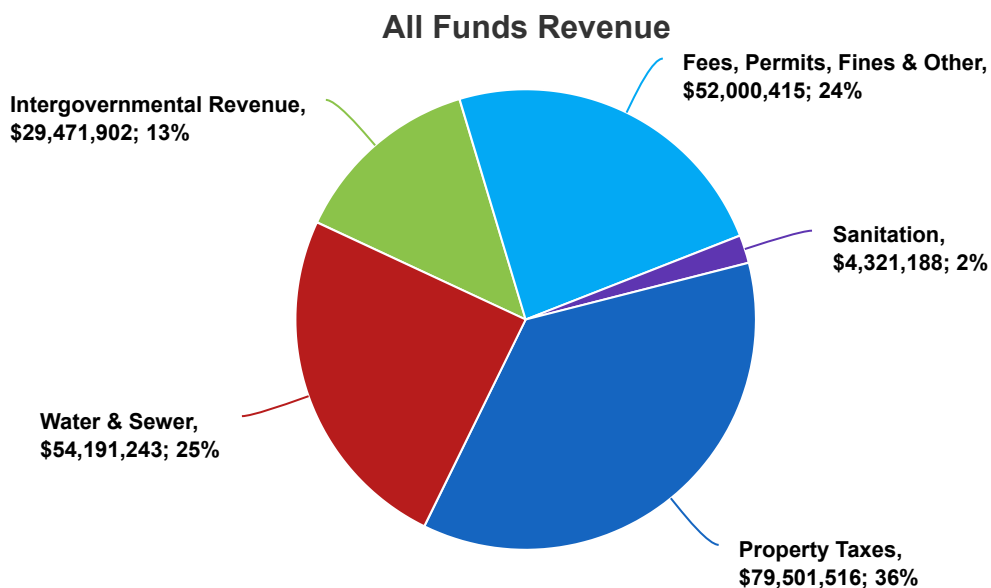
Despite the slow recovery from the Great Recession and the unique pressures brought on by the pandemic, the City continues to be resilient in the face of challenges and the Southfield community continues to thrive and grow. The proposed budget provides continuity of high-level services to our residents and other stakeholders while maintaining structural balance and long-term sustainability.

### Budget Assumptions

- ▶ Continued but modest growth in taxable property values are limited by State statute
- ▶ State shared revenues are based on State of Michigan projections
- ▶ Building revenue projections are based on Council approved fee schedule
- ▶ District Court revenues and expenses continue to decline with reduced caseload
- ▶ Contributions to the City's pension plans are budgeted at the actuarially determined amounts
- ▶ Contributions for retiree healthcare continue to be limited to the "pay as you go" basis of funding
- ▶ Budgeted staffing vacancies will be filled as necessary

### Revenue Snapshot

- ▶ Property taxes represent 61% of General Fund revenues and 36% of all funds revenue. Projected taxable value is \$3,157,576,313 which represents an increase of approximately \$183 million or 6.2% over the 2023-24 projection
- ▶ The millage rate decreased by 0.8405 mills comprised of 0.4269 decrease in the Police & Fire Pension rate, by a decrease of 0.0010 to the Public Act 59 rate, a decrease of 0.1826 for Drains at Large, and a 0.23 decrease in the UTGO Road Bond rate. The resultant levy is 26.7174 mills.
- ▶ State shared revenues increased by approximately 2% compared to the prior budget year. Constitutional and statutory revenue payments from the State of Michigan are projected at \$8,433,612 and \$1,276,760, respectively and represent 11% of the General Fund revenues
- ▶ Combined General fund revenues are proposed at approximately \$100.6 million, a 3.4% increase over 2023-24
- ▶ Total revenues of all funds are proposed at approximately \$219.5 million, a 2.5% increase from 2023-2024

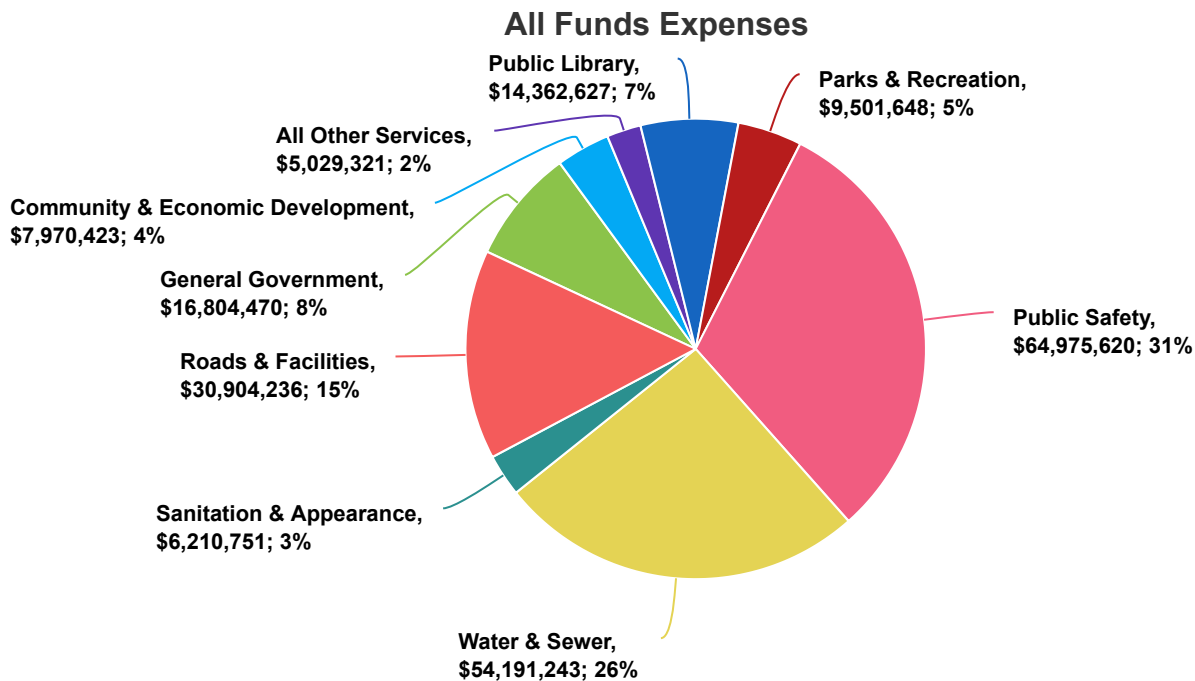


**Total Revenues = \$219,486,264**

## Recommended Budget Highlights (cont.)

### Expenditure Snapshot

- ▶ At \$60.4 million, Police and Fire services continue to be the largest General Fund expenditure, making up approximately 60% of all General Fund expenditures, an increase of \$4.0 million over the prior year
- ▶ The proposed budget includes approximately \$17 million for general government expenditures. These costs comprise approximately 17% of the General Fund expenditures and include Administration, elected officials, City Clerk, City Attorney, City Treasurer, Assessing, Fiscal Services, Technology Services, Human Resources, and Community Relations
- ▶ Combined General Fund expenditures are proposed at approximately \$100.6 million, a 3.4% increase from 2023-24
- ▶ Total expenditures of all funds are proposed at approximately \$219.5 million, a 2.5% increase from 2023-24



**Total Expenditures = \$209,950,339**

- ▶ Proposed infrastructure Investments total approximately \$34.3 million based on available funding. The below table presents a comparison of proposed and current year projects. Additionally, the City is working to identify funding sources for a municipal pool and potential expansion of the ice arena.

### Comparison of Proposed and current year projects

Department	2023-2024		2024-2025	
	# of Projects	Total Investment	# of Projects	Total Investment
Local Streets	5	\$ 13,600,000	5	\$ 8,250,000
Major Streets	6	3,958,000	11	7,964,215
Water & Sewer	7	18,300,000	5	18,105,000
	<b>18</b>	<b>\$ 35,858,000</b>	<b>21</b>	<b>\$ 34,319,215</b>



# Recommended Budget Highlights (cont.)

## Comparison of budgeted career employees

Budget Year	Employee Count (Career only)	Change Over Prior Year
2022-2023	595	-6
2023-2024	606	+11
2024-2025	627	+21

### Summary Statement

The slow recovery from the Great Recession and restoration of our tax base, the City’s primary source of funding for general operations, continues at a modest pace. Fiscal 2018 was the start of the recovery but still represents a loss of approximately \$1.3 Billion in taxable value as compared to 2009. The cumulative loss since 2009 is conservatively estimated at upwards of \$100 million. However, due to the limits imposed by proposal A, the growth in taxable value will not attain 2009 levels for several years into the future. Additionally, the ultimate impact of the pandemic on property values and other sources of funding for operations has not yet been realized. The City continues a conservative approach with regards to spending with strong emphasis on providing high-quality services, maintaining community appearance, and encouraging economic development vital to the City’s long-term goals.

## Budget Comparison - All Funds

Fund	23-24 Approved Budget	24-25 Recomm. Budget	% Change
General Fund	\$ 97,304,672	\$ 100,644,709	3.43%
Cable TV Fund	730,672	540,199	(26.07%)
Donations, Mem.Trusts and Sponsorships	100,000	100,000	-%
Drug Law Enforcement Fund	71,073	9,800	(86.21%)
Facilities Maintenance Fund	4,595,622	5,090,139	10.76%
Library Fund	14,014,538	14,362,627	2.48%
Local Street Fund	17,861,218	11,871,485	(33.53%)
Major Street Fund	9,931,883	12,569,527	26.56%
Motor Pool Fund	4,868,899	4,288,479	(11.92%)
Parks and Recreation Fund	14,180,978	9,501,648	(33.00%)
Water and Sewer Fund	55,377,677	54,191,243	(2.14%)
Auto Theft Grant	176,032	197,170	12.01%
Community Development Block Grant	437,080	447,949	2.49%
Michigan Indigent Defense Grant	591,900	1,261,628	113.15%
Michigan Works Grants	2,700,000	2,250,000	(16.67%)
Section 8 Housing Grants	2,200,000	2,159,661	(1.83%)
<b>Total Operating funds</b>	<b>225,142,244</b>	<b>219,486,264</b>	<b>(2.5%)</b>
(Less Duplicating Transfers)	(8,397,712)	(9,535,925)	13.6%
<b>Total Budget</b>	<b>\$ 216,744,532</b>	<b>\$ 209,950,339</b>	<b>(3.1%)</b>



# Infrastructure Capital Projects

## Local Streets

Section 35 - Hyde Park & Roseland neighborhood	\$	5,700,000
Farmbrook - Telegraph to 900 ft west		800,000
Oakland Village - Gelneyrie and Edgemont		1,000,000
Tamarack Trail Bridge rehabilitation		100,000
Asphalt & Concrete - at large		650,000
<b>Sub-total</b>	<b>\$</b>	<b>8,250,000</b>

## Major Streets

North Park Drive reconstruction	\$	2,565,000
Rutland Road reconstruction		2,175,000
Coral Gables		500,000
Mt. Vernon & Northwestern SD signals		500,000
9 Mile traffic signals		127,450
10 Mile, Telegraph to Lahser		360,000
10 Mile, Evergreen to Greenfield		100,000
12 Mile, Northwestern to Telegraph		255,000
12 Mile pathway, Evergreen to Southfield		500,000
Bridge Street bridge		100,000
Asphalt & Concrete - at large		781,765
<b>Sub-total</b>	<b>\$</b>	<b>7,964,215</b>

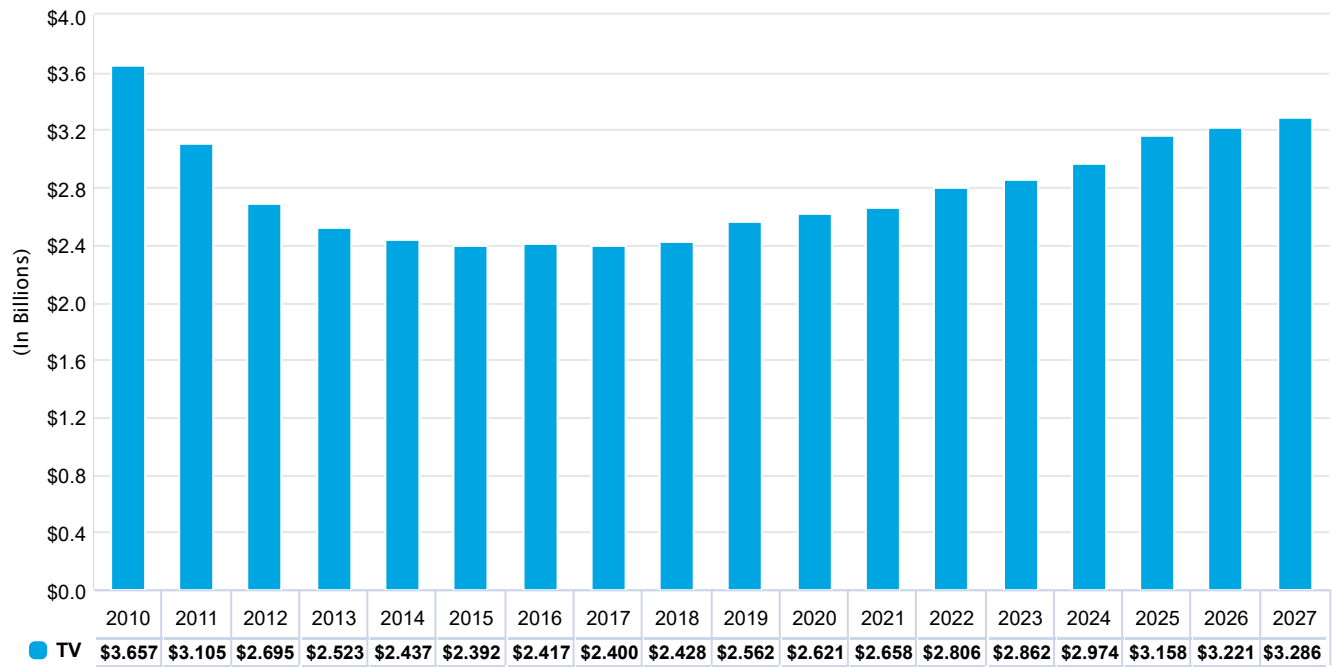
## Water & Sewer

Water Infrastructure	\$	5,000,000
Section 35 - Hyde Park & Roseland neighborhood		7,900,000
Lift Stations		2,770,000
North Park Drive reconstruction		1,710,000
Rutland Road reconstruction		725,000
<b>Sub-Total</b>	<b>\$</b>	<b>18,105,000</b>

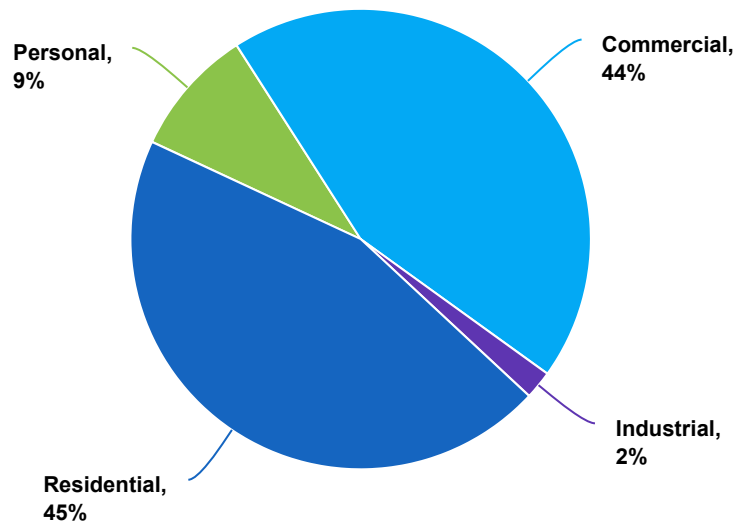
<b>Infrastructure Capital Projects Grand Total</b>	<b>\$</b>	<b>34,319,215</b>
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# Taxable Property Values 2010-2027

**\*2% growth projected  
beginning in 2026**



## Composition of Taxable Value





## Tax Rate Comparative

	2023-24	2024-25	Increase / (Decrease)
<b>Operating:</b>			
General Operations	6.5281	6.5281	(0.0000)
Public Safety	6.8057	6.8057	0.0000
Police & Fire Pension	5.7102	5.2833	(0.4269)
Residential Street Maintenance	0.9876	0.9876	0.0000
Parks & Recreation	1.7283	1.7283	0.0000
Library	2.7655	2.7655	0.0000
Public Act 298	0.2207	0.2207	0.0000
Public Act 59	0.0168	0.0158	(0.0010)
<b>Total Operating</b>	<b>24.7629</b>	<b>24.3350</b>	<b>(0.4279)</b>
<b>Debt Service:</b>			
County Drains At Large	0.2150	0.0324	(0.1826)
UTGO Road Bond	2.5800	2.3500	(0.2300)
<b>Total Levy</b>	<b>27.5579</b>	<b>26.7174</b>	<b>(0.8405)</b>
<b>Tax Levy</b>	<b>Total Mills</b>		<b>Revenue</b>
Operations	24.3350	\$	76,839,620
Non-operating	2.3824	\$	7,522,610
<b>Totals</b>	<b>26.7174</b>	<b>\$</b>	<b>84,362,229</b>

## 2024-2025 Recommended Budget Tax Revenues and Rates

	Revenue	Rate*
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	695,287	0.2207
Public Act 59	49,776	0.0158
<b>Total Operating</b>	<b>76,664,319</b>	<b>24.3350</b>
County Drains at Large	102,072	0.0324
UTGO Road Bond	7,403,376	2.3500
Smart Zone	395,998	**
Brownfield Redevelopment Authority	1,778,017	**
	<b>86,343,782</b>	<b>26.7174</b>
Taxable Valuation (TV)	3,157,576,313	
Less:		
Captured by DDA/TIF	23,757,785	
Captured by Smart Zone	14,821,732	
Captured by Brownfield Redevelopment Authority	66,549,034	
Captured by Renaissance Zone (Tool & Die)		
<b>Total Taxable Value excluding Capture Districts</b>	<b>3,052,447,762</b>	

\*Mills per \$1,000 of TV

\*\*Total millage of 24.3674 (total reduced by UTGO road bond millage) applied to taxable value of LDFA and other special authorities.

## Tax Revenue Factors

24-25 Tax Base for City Operations	\$ 3,157,576,313
23-24 Tax Base for City Operations	\$ 2,974,205,453
A difference of:	\$ 183,370,860 or 6.2%

## Change in Tax Revenues for City Operations

	23-24	24-25	\$ / % Difference	
General Fund:				
General Operating	\$ 19,415,911	\$ 20,565,948	1,150,037 /	5.9%
Police & Fire	20,241,550	21,440,491	1,198,941 /	5.9%
Police & Fire Pension	16,983,308	16,644,364	(338,944) /	-2.0%
Publicity (PA59)*	49,821	49,967	146 /	0.3%
<b>Total General Fund Operating</b>	<b>56,690,590</b>	<b>58,700,770</b>	<b>2,010,180 /</b>	<b>3.5%</b>
Roadside Appearance (PA298)	656,407	695,287	38,880 /	5.9%
Residential Streets	2,937,325	3,111,308	173,983 /	5.9%
Parks & Recreation	5,140,319	5,444,789	304,470 /	5.9%
Library	8,225,165	8,712,356	487,191 /	5.9%
<b>Total Operating</b>	<b>73,649,806</b>	<b>76,664,510</b>	<b>3,014,704 /</b>	<b>4.1%</b>

\*PA 59 was first levied in 2012-13. It allows for up to \$50,000 annually for business attraction programs.

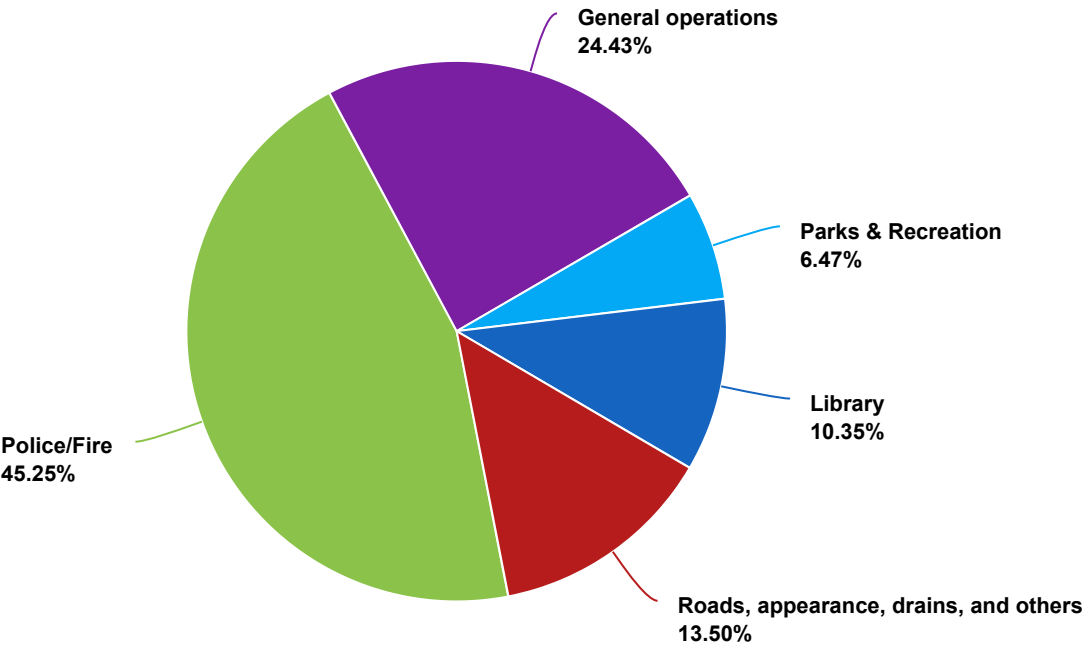


# Services Provided for Property Tax Dollars

Figures are based on a Southfield home with a market value of \$300,000 and a taxable value of \$150,000

City Services Provided:	Millage Rate	Annual Property Taxes
Police/Fire	12.0890	\$ 1,813
General operations	6.5281	979
Parks & Recreation	1.7283	259
Library	2.7655	415
Roads, appearance, drains, and others	3.6065	541
<b>Total City services</b>	<b>26.7174</b>	<b>\$ 4,008</b>

Property Tax Dollars Distribution



## Millage History

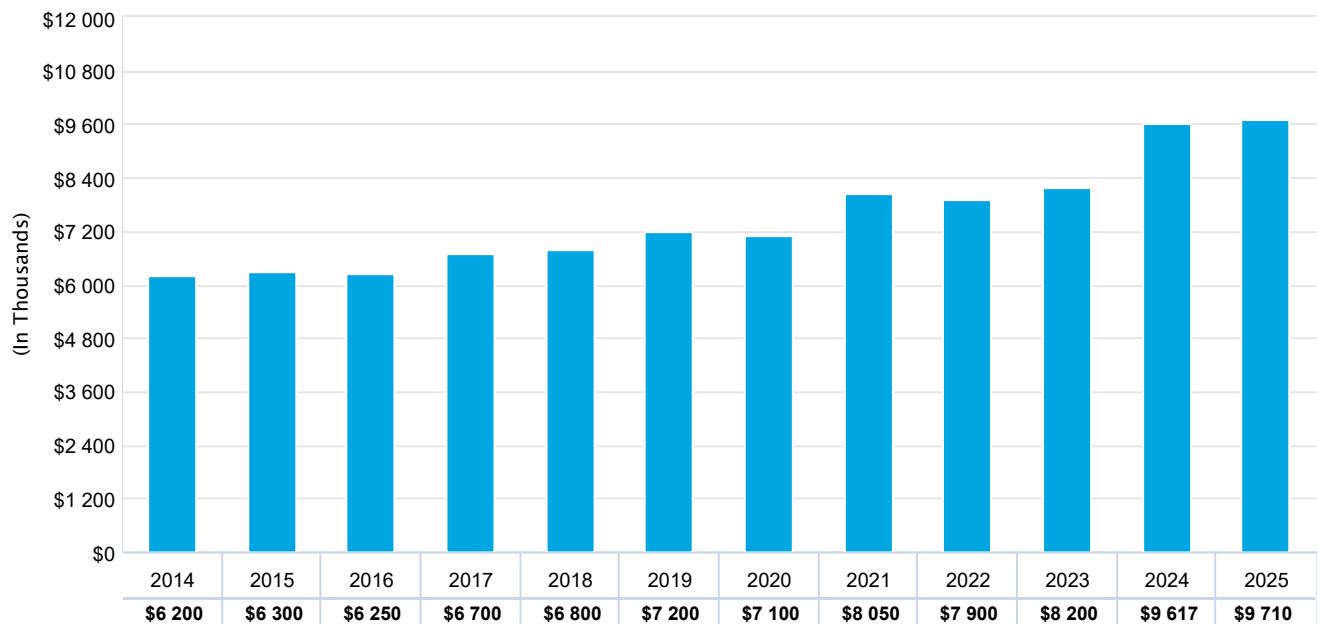
Operating	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11	11-12*	12-11	13-14
General Operations	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094
Public Safety	2.8325	2.8325	2.8325	2.8325	2.8325	2.8325	2.8325	2.8325	6.8906	6.8906	6.8906
Police / Fire Pension	1.4583	1.6017	1.7096	1.6772	1.7672	1.6889	1.7000	1.8788	3.0004	3.9424	4.7197
Res. Street Maint.	0.9440	0.9440	0.9440	0.9440	0.9440	0.9440	0.9440	0.9440	1.0000	1.0000	1.0000
R-O-W Appearance	0.4913	0.4227	0.4227	0.3361	0.2539	0.3322	0.3370	0.1582	0.2207	0.2207	0.2207
Parks & Recreation	1.6524	1.6524	1.6524	1.6524	1.6524	1.6524	1.6524	1.6524	1.7500	1.7500	1.7500
Library	2.0934	2.0934	2.0934	2.0934	2.0934	2.0934	2.0934	2.0934	2.8000	2.8000	2.8000
Public Act 59	-	-	-	-	-	-	-	-	-	0.0214	0.0234
<b>Total Operating</b>	<b>16.0813</b>	<b>16.1561</b>	<b>16.2640</b>	<b>16.1450</b>	<b>16.1528</b>	<b>16.1528</b>	<b>16.1687</b>	<b>16.1687</b>	<b>22.2711</b>	<b>23.2345</b>	<b>24.0138</b>
Debt Service	0.2615	0.0277	-	-	-	-	-	-	-	-	-
Drains-at-Large	-	0.1590	0.0788	0.1978	0.1900	0.1900	0.1741	0.1741	0.3591	0.4873	0.4873
<b>Total</b>	<b>16.3428</b>	<b>16.3428</b>	<b>16.3428</b>	<b>16.3428</b>	<b>16.3428</b>	<b>16.3428</b>	<b>16.3428</b>	<b>16.3428</b>	<b>22.6302</b>	<b>23.7218</b>	<b>24.5011</b>

Operating	14-15	15-16	16-17	17-18	18-19	19-20	20-21	21-22	22-23	23-24	24-25
General Operations	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.6094	6.5281	6.5281	6.5281
Public Safety	6.8906	6.8906	6.8906	6.8906	6.8906	6.8906	6.8906	6.8906	6.8057	6.8057	6.8057
Police / Fire Pension	4.4500	4.3971	4.3714	4.5249	5.0552	5.7423	5.7075	6.0227	5.5054	5.7102	5.2833
Res. Street Maint.	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	0.9876	0.9876	0.9876
R-O-W Appearance	0.2207	0.2207	0.2207	0.2207	0.2207	0.2207	0.2207	0.2207	0.2207	0.2207	0.2207
Parks & Recreation	1.7500	1.7500	1.7500	1.7500	1.7500	1.7500	1.7500	1.7500	1.7283	1.7283	1.7283
Library	2.8000	2.8000	2.8000	2.8000	2.8000	2.8000	2.8000	2.8000	2.7655	2.7655	2.7655
Public Act 59	0.0234	0.0234	0.0212	0.0208	0.0203	0.0195	0.0191	0.0188	0.0178	0.0168	0.0158
<b>Total Operating</b>	<b>23.7441</b>	<b>23.6912</b>	<b>23.6633</b>	<b>23.8164</b>	<b>24.3462</b>	<b>25.0325</b>	<b>24.9973</b>	<b>25.3122</b>	<b>24.5591</b>	<b>24.7629</b>	<b>24.3350</b>
UTGO Road Bond	-	2.5800	2.5800	2.5800	2.5800	2.5800	2.5800	2.6000	2.6000	2.5800	2.3500
Drains-at-Large	0.4873	0.4873	0.1467	0.0267	0.1467	0.2150	0.2150	0.2150	0.2150	0.2150	0.0324
<b>Total</b>	<b>24.2314</b>	<b>26.7585</b>	<b>26.3900</b>	<b>26.4231</b>	<b>27.0729</b>	<b>27.8275</b>	<b>27.7923</b>	<b>28.1272</b>	<b>27.3741</b>	<b>27.5579</b>	<b>26.7174</b>

\*Millage Election 5/3/11 approving 4.9183 additional mills

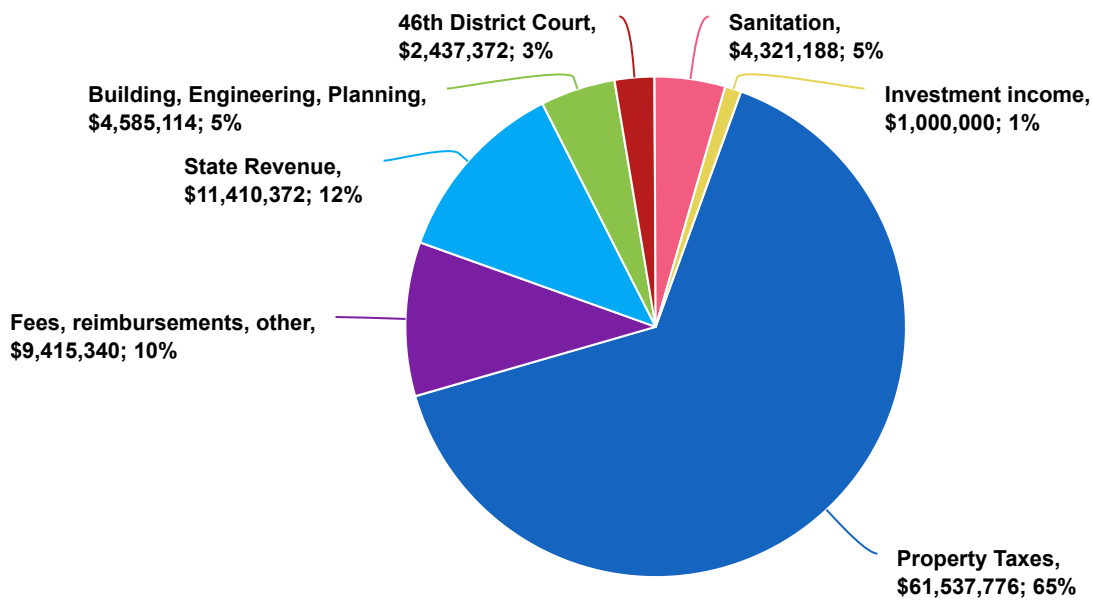
## State Shared Revenue



## Budget Comparison - General Fund Revenues

	23-24 Approved Budget	24-25 Recomm. Budget	% Change
General Operating Levy	\$ 19,415,911	\$ 20,565,948	5.9%
Police & Fire Levy	20,241,550	21,440,491	5.9%
Police & Fire Pension Levy	16,983,308	16,644,364	(2.0%)
Publicity Levy	49,967	49,776	(0.4%)
Tax Administration Fees & Penalties	2,720,676	2,837,197	4.3%
Sales Tax Returns - Constitutional	9,684,305	8,433,612	(12.9%)
Sales Tax Returns - Statutory	1,293,340	1,276,760	(1.3%)
Local Community Stabilization	1,500,000	1,700,000	13.3%
Cable Franchise Fees	1,294,139	1,008,000	(22.1%)
Sanitation Charges	3,062,893	4,321,188	41.1%
Building Department Revenues	2,828,873	2,929,593	3.6%
Engineering Revenues	1,558,871	1,655,521	6.2%
District Court Revenues	2,362,622	2,437,372	3.2%
Reimbursements	1,667,520	1,872,451	12.3%
Fees, Licenses, and Permits	3,633,267	3,961,420	9.0%
Investment Income	1,000,000	1,000,000	-%
Interfund Reimbursements	4,196,697	1,923,469	(100.0%)
Total Revenues Exclusive of Fund Balance	93,493,939	94,057,162	
Use of Restricted Fund Balance:			
Right-of-way/Metro Authority:	600,000	650,000	
Use of Unrestricted Fund Balance	3,210,733	5,937,547	
<b>Total General Fund</b>	<b>\$ 94,093,939</b>	<b>\$ 100,644,709</b>	<b>7.0%</b>

### General Fund Revenues 2024-2025

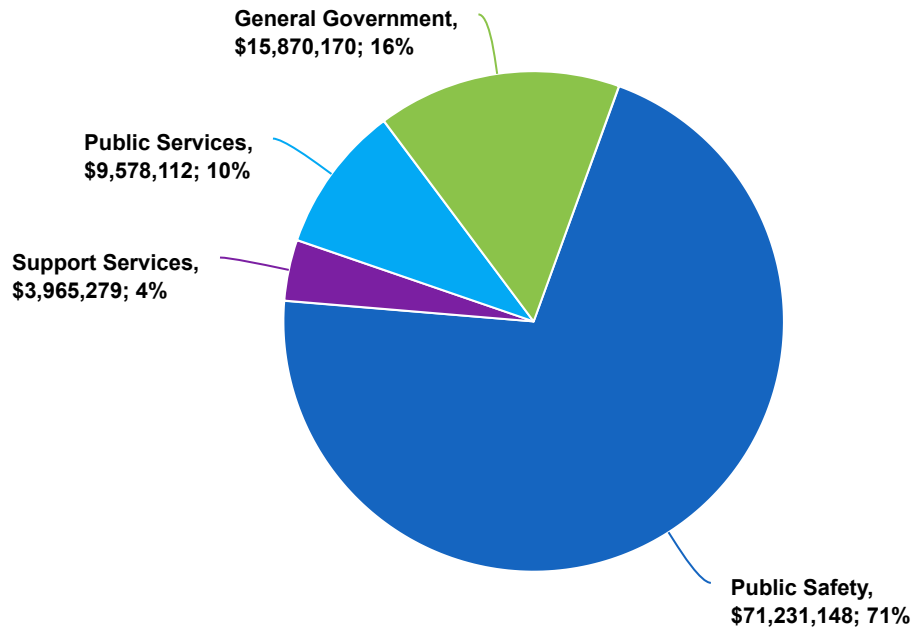




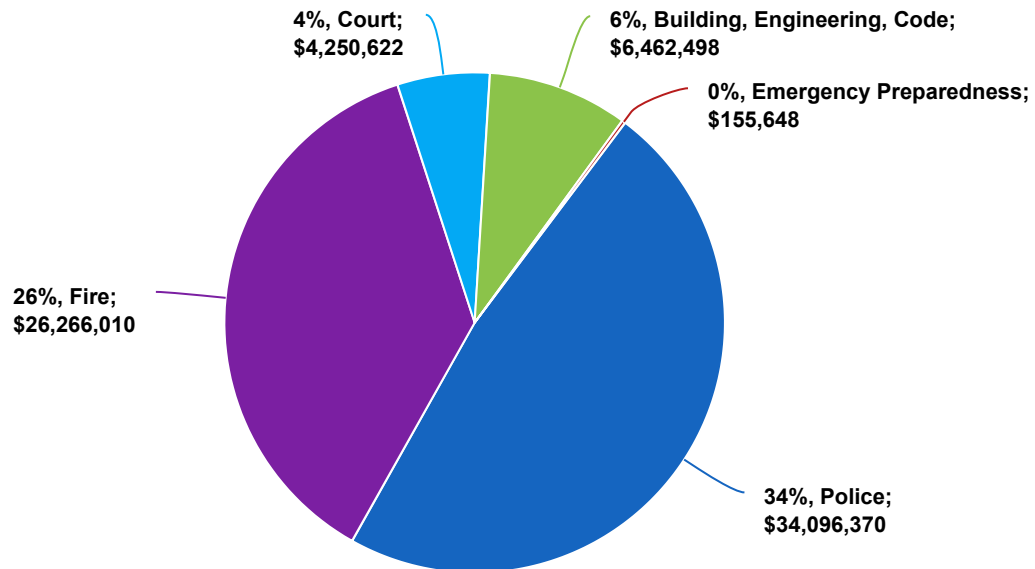
## Budget Comparison - General Fund Expenditures

	23-24 Approved Budget	24-25 Recomm. Budget	% Change
Administration	\$ 803,745	\$ 812,497	1.1%
Assessing	1,319,181	1,333,088	1.1%
Building	2,502,999	2,776,527	10.9%
Business Development	416,672	471,900	13.3%
Central Services	1,097,759	1,079,628	(1.7%)
City Attorney	1,178,843	1,204,248	2.2%
Clerk	1,365,491	1,485,190	8.8%
Code Enforcement	1,504,459	1,603,067	6.6%
Community Relations	897,362	934,300	4.1%
Council	225,648	232,333	3.0%
Court - 46th District	3,971,492	4,250,622	7.0%
Emergency Preparedness	155,960	155,648	(0.2%)
Engineering	1,993,262	2,082,904	4.5%
Fire	23,535,567	26,266,010	11.6%
Fiscal Services	3,186,278	2,883,246	(9.5%)
Human Resources	2,262,820	2,399,450	6.0%
Mayor's Office	128,210	130,232	1.6%
Planning	2,377,079	2,670,980	12.4%
Police	32,858,761	34,096,370	3.8%
Purchasing	-	365,061	-%
Sanitation	3,062,893	4,321,188	41.1%
Road Maintenance & Administration	2,904,071	474,759	(83.7%)
Support Services	4,169,153	3,965,279	(4.9%)
Technology Services	3,760,874	2,904,718	(22.8%)
Traffic Services	524,980	704,985	34.3%
Treasurer	1,101,113	1,040,479	(5.5%)
<b>Total General Fund</b>	<b>\$ 97,304,672</b>	<b>\$ 100,644,709</b>	<b>3.4%</b>

## General Fund Expenditures 2024-2025



## Public Safety Percent of General Fund Expenditures 2024-2025



## General Fund - Fund Balance Constraints

Fund balance classifications comprise a hierarchy based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported. The various classifications reported in the General Fund are defined and detailed below.

**Non-spendable** fund balance includes inventory, prepaid expenditures, and land held for resale.

**Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

**Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority (City Council).

**Assigned** fund balance is intended to be used by the government for specific purposes but does not meet the criteria to be classified as restricted or committed.

**Unassigned** fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

Fund Balance Classification	Amount
Non-spendable	\$ 1,317,595
Restricted for right-of-way (Metro Act)	1,455,341
Committed to specific programs:	
Dispatch improvements	\$ 1,261,529
Equalization reserve	2,000,000
Local improvement revolving - Northland	3,285,955
Building infrastructure reserve	27,000,000
Tax base initiatives reserve	2,000,000
<b>Total Committed</b>	<b>\$ 35,547,484</b>
Assigned:	
Encumbrances	\$ 3,012,268
Subsequent year's expenditures	
<b>Total Assigned</b>	<b>\$ 3,012,268</b>
<b>Unassigned</b>	<b>\$ 17,947,770</b>
<b>Total Fund Balance - June 30, 2023*</b>	<b>\$ 59,280,458</b>

\* 2022-2023 Annual Financial Report







# City of Southfield Michigan