

2023-2024
Budget Resolution

June 12, 2023

Moved By: Councilman Brightwell
Supported By: Councilwoman Banks

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, 2023 and ending June 30, 2024:

GENERAL FUND

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
TOTAL GENERAL FUND	\$97,304,672
CABLE TELEVISION FUND	\$730,672
DONATIONS, MEMORIAL 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 AND RECREATION FUND	14,180,978
WATER AND SEWER FUND	55,377,677
AUTO THEFT GRANT FUND	176,032
COMMUNITY DEVELOPMENT BLOCK GRANT FUND	437,080
MICHIGAN INDIGENT DEFENSE GRANT	591,900
MICHIGAN WORKS GRANT FUND	2,700,000
SECTION 8 GRANT FUND	2,200,000

AND BE IT FURTHER RESOLVED: That the revenues for the 2023-24 fiscal year are estimated as follows:

GENERAL FUND:	
General Operating Tax Levy - 6.5281 mills	\$ 19,415,911
Police & Fire Levy -6.8057 mills	20,241,550
Police & Fire Pension Levy - 5.7102 mills	16,983,308
Publicity Levy - 0.0168	49,967
Tax Administration Fees, Interest, & 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 Fees	3,062,893
Building Revenues	2,828,873
Engineering Revenues	1,558,871
Court Revenues	2,362,622
Reimbursements and other	1,667,520
Fees, Licenses, and 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
TOTAL GENERAL FUND	\$ 97,304,672
CABLE TELEVISION FUND	730,672
DRUG LAW ENFORCEMENT FUND	71,073
FACILITIES MAINTENANCE FUND	4,595,622
MOTOR POOL FUND	4,868,899
LIBRARY FUND	
Library Tax Levy - 2.7655 mills	\$ 8,225,165
Fine, Fees, State Aid, Contributions, & Other Sources	312,500
Contractual Income	119,900
Use of Restricted Fund Balance	5,356,973
TOTAL LIBRARY FUND	\$ 14,014,538
PARKS & RECREATION FUND	
Parks & Recreation Tax Levy - 1.7283 mills	\$ 5,140,319
Program & Other Revenues	6,869,738
Use of Restricted Fund Balance	2,170,921
TOTAL PARKS & RECREATION FUND	\$ 14,180,978
STREETS & HIGHWAYS FUNDS	
Gas & Weight Tax Returns	\$ 10,720,063
Residential Street Maintenance Levy - 0.9876 mills	2,937,325
Public Act 298 - 0.2207 mills	656,407
Other Income	387,000
Interfund Transfer	13,092,306
TOTAL HIGHWAYS FUND	\$ 27,793,101
WATER & SEWER FUND	
Water Sales	\$ 13,505,820
Sewer Charges - Evergreen & SEOC	23,425,854
Penalties, Debt Service, & Other Revenue	18,446,003
TOTAL WATER & SEWER FUND	\$ 55,377,677

AUTO THEFT GRANT FUND	\$ 176,032
COMMUNITY DEVELOPMENT BLOCK GRANT FUND	437,080
DONATIONS, MEMORIAL TRUSTS, & SPONSORSHIPS	100,000
MICHIGAN INDIGENT DEFENSE GRANT	591,900
MICHIGAN WORKS GRANTS FUND	2,700,000
SECTION 8 HOUSING GRANTS FUND	2,200,000

AND BE IT FURTHER RESOLVED: That the fund balances for the 2023-24 fiscal year are estimated as follows:

GENERAL FUND	\$ 54,070,796
CABLE TELEVISION FUND	165,869
FACILITIES MAINTENANCE FUND	131,578
LIBRARY FUND	4,297,171
MOTOR POOL FUND	10,097,000
PARKS & RECREATION FUND	4,864,538
STREETS & HIGHWAYS FUNDS:	
Local Streets Fund	14,843,676
Major Streets Fund	5,325,237
TOTAL STREETS & HIGHWAYS FUND	<u>\$ 20,168,913</u>
WATER & SEWER FUND	136,082,312
AUTO THEFT GRANT FUND	101,338
COMMUNITY DEVELOPMENT BLOCK GRANT FUND	189,961
DRUG LAW ENFORCEMENT FUND	191,619
DONATIONS, MEMORIAL TRUSTS, & SPONSORSHIPS	641,248
SECTION 8 HOUSING GRANTS FUND	(132,566)
MICHIGAN WORKS GRANTS FUND	84,326
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, 2023 and ending June 30, 2024 shall be \$180.84 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 \$180.84 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, 2023, shall be computed on \$140.79 per Mcf of consumption; such combined rate being comprised of \$38.84 per Mcf for water service, \$63.92 per Mcf for sewer service; and \$38.03 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

(CONTINUED ON NEXT PAGE)

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 2023-24 Southfield Downtown Development Authority budget, in the amount of \$295,539 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

(CONTINUED ON NEXT PAGE)

2023-2024 BUDGET
PROPERTY TAX REVENUES AND RATES

	<u>Revenue</u>	<u>Rate*</u>
General Operations	\$ 19,415,911	6.5281
Police & Fire	20,241,550	6.8057
Police & Fire Pension	16,983,308	5.7102
Residential Street Maintenance	2,937,325	0.9876
Parks & Recreation	5,140,319	1.7283
Library	8,225,165	2.7655
Public Act 298-Sanitation	656,407	0.2207
Public Act 59-Publicity	49,967	0.0168
Total Operating	\$ 73,649,952	24.7629
County Drains at Large	\$ 639,454	0.2150
UTGO Road Bond	7,673,450	2.5800
Local Development Finance Authority III	-	**
Smart Zone	307,105	**
Brownfield Redevelopment Authority	1,302,525	**
Renaissance Zone (Tool and Die)	15,990	**
Grand Total	\$ 83,588,476	27.5579
Taxable Valuation (TV) Excluding Capture Districts	2,909,123,152	
TV Captured by Local Development Finance Authority III	-	
TV Captured by Smart Zone	12,295,049	
TV Captured by Brownfield Redevelopment Authority	52,147,095	
TV Captured by Renaissance Zone (Tool & Die)	640,157	
Total TV	2,974,205,453	

*Mills per \$1,000 of TV

**Total millage of 24.9779 (27.5579 reduced by 2.5800 for UTGO Road Bond) applied to taxable value of LDFA and other special authorities.

(CONTINUED ON NEXT PAGE)

2023-2024
Schedule of Meter Charges
And
Industrial Waste Control Surcharges

1. Meter Charge (Per Month)

5/8"	\$	2.71
3/4"		2.71
1"		2.75
1 1/2"		4.22
2"		5.83
3"		17.35
4"		22.73
6"		33.38
8"		33.38
10"		33.38

2. Industrial Waste Control Surcharge (Per Month)

5/8"	\$	10.49
3/4"		15.74
1"		26.21
1 1/2"		57.66
2"		83.84
3"		151.98
4"		209.62
6"		314.44
8"		518.13
10"		725.35

(CONTINUED ON NEXT PAGE)

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 2023-24 budget shall be automatically amended (a) on July 1 to reappropriate encumbrances outstanding and capital project reserves at June 30, 2023, and (b) to transfer any approved salary adjustments during the fiscal year for which sufficient funds are provided in the Support Services appropriation.

AYES: Mandelbaum, Taylor, Crews, Brightwell, Banks, Frasier, Houge

NAYS: none

ABSENT: none

I, Allyson Bettis, 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 12, 2023, 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 12, 2023



Allyson Bettis, City Clerk