

COMMITTEE OF THE WHOLE

December 5, 2024

AGENDA

1. PUBLIC COMMENT

2. RESOLUTION IN NEED OF OFFER AND SUPPORT – Approving the minutes of the previous regular meeting of November 19, 2024.

3. ORDINANCE ON THE TABLE - ORDINANCE NO. 24-1831 – “An Ordinance to amend the Zoning Ordinance of the City of Dearborn by amending Section 17.03 of Article 17.00, Entitled ‘Development Standards’.”
RESOLUTION IN NEED OF OFFER AND SUPPORT – To take from the table for its final reading.

4. ECONOMIC DEVELOPMENT – Recommending –
ORDINANCE NO. 24-1832 – IN NEED OF INTRODUCTION.
SYNOPSIS – “An Ordinance to amend the Zoning Ordinance of the City of Dearborn by amending Section 1.03 of Article 1.00, Entitled ‘Short Title, Rules of Construction and Definition’, Article 3.00, Entitled ‘Nonconformities’, and Section 29.02 of Article 29.00, Entitled ‘Schedule of Regulations’.
RESOLUTION IN NEED OF OFFER AND SUPPORT – To table the Ordinance.

5. ECONOMIC DEVELOPMENT – Recommending –
ORDINANCE NO. 24-1833 – IN NEED OF INTRODUCTION.
SYNOPSIS – “An ordinance to Amend Section 9.02 of Ordinance No. 06-1111 of the City of Dearborn by Rezoning the Properties Located at 6329 Greenfield Rd., 15600 and 15740 Lundy Parkway from a TR (Technology and Research District) to a BC (General Business District) zoning classification.”
RESOLUTION IN NEED OF OFFER AND SUPPORT – To table the Ordinance.

6. FIRE – Recommending –
ORDINANCE NO. 24-1834 – IN NEED OF INTRODUCTION.
SYNOPSIS – “An Ordinance to Amend Chapter 10 of the Code of the City of Dearborn by Amending Article II, Section 10-38 and Section 10-38.1, Entitled ‘Fire Prevention Code’.”
RESOLUTION IN NEED OF OFFER AND SUPPORT – To table the Ordinance.

7. ECONOMIC DEVELOPMENT – Requesting that the Finance Director be authorized to recognize and appropriate a donation from Ford World Headquarters in the amount of \$1,500 as a contribution to the Jingle Bell Bash event expenditures and requesting immediate effect.
8. PURCHASING – Requesting to award a contract to Progressive AE in the amount of \$50,000 for Phase 2 and 3 of the Housing Market Analysis. [2-568 (6) (e)]
9. PURCHASING – Requesting to award a contract to Fer-Pal Construction USA LLC., lowest responsive and responsible bid, in an amount not expected to exceed \$224,880, with a 5% contingency in the amount of \$11,244, for Water Main Lining Under Railroad at Miller and Industrial; also requesting that the City Engineer be authorized to execute all change orders or modifications that utilize all approved contingency and requesting immediate effect. (40-1)
10. PURCHASING – Requesting to award a contract to Maverick Excavating in the amount of \$130,800 for the Demolition and Disposal of Trailers at Camp Dearborn and requesting immediate effect. [2-568 (6) e]
11. PURCHASING – Requesting to award a best source contract to MCD Architects in an amount not to exceed \$400,000 for A&E (Architectural and Engineering) Services for the renovation of Esper Library and requesting immediate effect. [2-568 (b) (6) I]
12. PURCHASING – Requesting to extend the contract with Orkin (C.R. 11-569-23) in the annual amount of \$145,920 for City-Wide Sewer Vector Services for a term of one-year, with four (4) one-year renewal options and requesting immediate effect.
13. PURCHASING – Requesting to authorize additional expenditures to Nationwide Construction Group (C.R. 9-491-24) in an amount not to exceed \$84,790 to allow a Change Order for Digital Signage Counters for three (3) Parking Garages and requesting immediate effect.
14. PARKS & RECREATION – Requesting to approve the Fiscal Year 2025 SMART Municipal and Community Credit Contract in the total amount of \$364,928 and requesting immediate effect.

15. FINANCE – Submitting the Fiscal Year 2024 Annual Comprehensive Financial Report (ACFR) Highlights and the Plante & Moran, PLLC Auditor Management Letter.
16. FINANCE – Submitting the Fiscal Year 2024 Annual Comprehensive Financial Report (ACFR).
17. FINANCE – Submitting the Fiscal Year 2024 Fourth Quarter Audited Financial Reports.
18. MAYOR – Requesting concurrence in the appointment of Thomas Saroglia to the Dearborn Historical Advisory Commission with a term ending June 30, 2027 and requesting immediate effect.
19. MAYOR – Requesting concurrence in the appointment of Batoull Haidar to the Environmental Commission with a term ending June 30, 2025 and requesting immediate effect.
20. MAYOR – Requesting concurrence in the appointment of Machhadie Assi to the Environmental Commission with a term ending June 30, 2025 and requesting immediate effect.
21. MAYOR – Requesting concurrence in the appointment of Rene Ziaja to the Environmental Commission with a term ending June 30, 2025 and requesting immediate effect.
22. MAYOR – Requesting concurrence in the appointment of Lamis Srour to the Environmental Commission with a term ending June 30, 2026 and requesting immediate effect.
23. MAYOR – Requesting concurrence in the appointment of Paul Boyce to the Environmental Commission with a term ending June 30, 2026 and requesting immediate effect.
24. MAYOR – Requesting concurrence in the appointment of Asma Said to the Environmental Commission with a term ending June 30, 2026 and requesting immediate effect.

25. MAYOR – Requesting concurrence in the appointment of Ramsey Saymuah to the Environmental Commission with a term ending June 30, 2027 and requesting immediate effect.
26. MAYOR – Requesting concurrence in the appointment of Mahmoud Tanana to the Environmental Commission with a term ending June 30, 2027 and requesting immediate effect.
27. MAYOR – Requesting concurrence in the appointment of Mohamed Dabaja to the Environmental Commission with a term ending June 30, 2027 and requesting immediate effect.

PUBLIC COMMENT WILL FOLLOW ANY WALK-ON ITEMS



EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST: Zoning Language Amendment: Nonconformities – Amending Articles 1.00, 3.00, & 29.00

DEPARTMENT: Economic Development

BRIEF DESCRIPTION:

- The proposed ordinance amendment will increase flexibility for residents looking to invest in their single-family homes.
 - The proposed ordinance amendment will align nonconformity regulations to be consistent with case law and community preferences.
 - The Planning Commission recommended approval of the request at the November 18th, 2024 meeting.
 - The Planning & Zoning Division recommended approval to the Planning Commission.
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PRIOR COUNCIL ACTION: N/A

BACKGROUND:

City Council has requested updates and modifications to nonconformity regulations to provide more flexibility for existing single-family homes with nonconforming setbacks.

FISCAL IMPACT: N/A

COMMUNITY IMPACT:

This will eliminate a significant procedural barrier by reducing the amount of cases that get reviewed by the Zoning Board of Appeals.

IMPLEMENTATION TIMELINE:

Requires two readings by City Council.

COMPLIANCE/PERFORMANCE METRICS: N/A



EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council

FROM: Planning Commission

VIA: Mayor Abdullah H. Hammoud

SUBJECT: Zoning Language Amendment:

DATE: December 5th, 2024 (COW)

Background:

Approximately 45% of homes in Dearborn were built prior to 1950. As a result, the City's aging housing stock is experiencing increasing pressure for major modifications, expansions, and repairs to meet modern market standards and preferences. However, existing single-family homes are often met with procedural barriers due to strict nonconformity regulations which permits only small modifications to nonconforming structures.

What is a nonconformity?

A nonconformity is something that met ordinance requirements at the time it was originally lawfully established, but doesn't meet current standards of the ordinance. This concept is outlined in the Michigan Zoning Enabling Act (MCL 125.3208). This concept means that even if a property doesn't meet current requirements it is allowed to continue to exist and operate as it was originally approved, subject to certain triggers.

Why Changes are Necessary

- Improvements and expansions to existing single-family residential homes are strictly regulated. This is a significant barrier to maintaining and improving the quality of Dearborn's housing stock.
- Language needs to be updated to be consistent with case law.
- Existing regulations do not produce consistent results or seem to meet community goals.
- Dearborn is a built-out city. We need to create more flexibility for things that align with community goals while still 'regulating out' things that do not meet community standards.

Summary of Changes:

- Eliminate the following nonconformity triggers for single-family homes:
 - 38% expansion of gross floor area (GFA)
 - 50% of the assessed value of the structure



EXECUTIVE SUMMARY AND MEMORANDUM

- Allow single-family homes to construct along an existing nonconforming side or rear setback (see *pg. 11 of ordinance*).
- Re-organize Article 3 to clearly separate nonconforming structure, uses, and properties. This change will allow the City to be more intentional with what we are trying to regulate.
- Create clear regulations for nonconforming uses including having standards that signal the abandonment of a nonconforming use (this is to ensure consistency with case law).
- Provide the Planning Commission the authority to:
 - Approve the substitution of a nonconforming use to something less intensive (the Zoning Board of Appeals was previously designated with this authority).
 - Make a ruling on classifying nonconforming uses. This is considered a best practice.
- Clear up inconsistencies and relocate regulations as appropriate.

Recommendation:

After due consideration and a public hearing on November 18th, 2024 the following recommendation was made by the Planning Commission:

A motion was made by Commissioner Saymuah, supported by Commissioner King to approve the ordinance amendment for Sections 1.00, 3.00, & 29.00. Upon roll call the following vote was taken: Ayes: (7) (Commissioners Abdallah, Easterly, Fadlallah, Kadouh, King, Phillips, and Saymuah). Absent: (1) (Commissioner Aljahmi). The motion was adopted.

Signature Page

Prepared by:

Kaileigh Bianchini

KAILEIGH BIANCHINI, AICP
Planning and Zoning Manager

Approved:

JORDAN TWARDY
Economic Development Director

JEREMY ROMER
Corporation Counsel

**ORDINANCE NO. xx-xx
AN ORDINANCE TO AMEND THE ZONING ORDINANCE
OF THE CITY OF DEARBORN BY AMENDING
ARTICLE 3.00, ENTITLED "NONCONFORMITIES"**

THE CITY OF DEARBORN ORDAINS TO:

Amend Article 3.00 of the Zoning Ordinance of the City of Dearborn to include the following:

~~Sec. 3.01. Intent.~~

~~—Nonconformities are uses, structures, buildings, or lots which do not conform to one or more provisions or requirements of this ordinance or a subsequent amendment, but which were lawfully established prior to the time of adoption of the ordinance or amendment. Such nonconformities are not compatible with the current or intended use of land in the district in which they are located. Therefore, it is the intent of this ordinance to permit such nonconformities to continue under certain conditions, but to discourage their expansion, enlargement, or extension. Accordingly, the purpose of this section is to establish regulations that govern the completion, restoration, reconstruction, extension, and/or substitution of nonconformities, and to specify the circumstances and conditions under which nonconformities shall be permitted to continue.~~

~~(Ord. No. 93-553, § 3.01, 2-2-1993)~~

~~Sec. 3.02. Definitions.~~

~~—For the purposes of this Article, the following words and phrases shall have the meaning ascribed to them:~~

~~—Effective date. Whenever this Article refers to the "effective date," the reference shall be deemed to include the effective date of any amendments to this ordinance if the amendments created a nonconforming situation.~~

~~—Nonconforming building. A building or portion thereof which was lawfully in existence at the effective date of this ordinance, February 11, 1993, or amendments thereto, that does not meet the limitations on building size, location on a lot, or other regulations for the district in which such building is located.~~

~~—Nonconforming lot. A lot which was lawfully in existence at the effective date of this Ordinance, Feb. 11, 1993, or amendments thereto, that does not meet the minimum area or lot dimensional requirements of the district in which the lot is located.~~

~~—Nonconforming sign. A sign which was lawfully in existence on the effective date of this ordinance, Feb. 11, 1993, or amendments thereto, that does not conform to one or more regulations set forth in the ordinance.~~

~~—Nonconforming use. A use which was lawfully in existence at the effective date of this ordinance, Feb. 11, 1993, or amendment thereto, and which does not now conform to the use regulations of this ordinance for the zoning district in which it is now located.~~

~~—Structural nonconformity. A nonconformity that exists when the height, size, or minimum floor space of a structure, or the relationship between an existing building and other buildings or lot lines, does not conform to the standards of the district in which the property is located. Also sometimes referred to as a dimensional nonconformity.~~

~~(Ord. No. 93-553, § 3.02, 2-2-1993)~~

~~Sec. 3.03. General requirements.~~

~~—The following regulations shall apply to all nonconforming uses, structures, and lots:~~

~~—A. Continuation of nonconforming uses and structures. Any lawful nonconforming use established on or before the effective date of this ordinance, Feb. 11, 1993, or amendment thereto may be continued and shall not be considered to be in violation of this ordinance, provided that, unless otherwise noted in this Article, the building and land involved shall neither be structurally altered, nor enlarged unless such modifications conform to the provisions of this ordinance for the district in which it is located. Nothing in this ordinance shall be deemed to prevent the strengthening or restoring to a safe condition of any building or part thereof declared to be unsafe by an official charged with protecting the public safety, upon order of such official.~~

~~—B. Buildings under construction. To avoid undue hardship, nothing in this ordinance shall be deemed to require a change in plans, construction, or designated use of any building on which actual construction was lawfully begun prior to the effective date of adoption or amendment of this ordinance and upon which actual building construction has been diligently carried on. Actual construction is hereby defined to include the placing of construction materials in permanent position and fastened in a permanent manner. Where demolition or removal of an existing building has begun preparatory to rebuilding, such work shall be deemed to be actual construction, provided that such work shall be diligently carried on until completion of the building involved.~~

~~—C. Discontinuation of nonconforming uses and structures.~~

~~—1. Nonconforming structure. When a nonconforming use of a structure, or structure and land in combination is discontinued or abandoned for one hundred eighty (180) days or discontinued for any period of time without a present intention to reinstate the nonconforming use, the structure or structure and land in combination shall not thereafter be used except in conformance with the provisions of the district in which it is located.~~

~~—2. Nonconforming uses of open land. If any nonconforming use of open land ceases for any reason for a period of more than one hundred eighty (180) days, any subsequent use of such land shall conform to the provisions set forth of the district in which it is located.~~

~~—3. Seasonal uses. In applying this subsection to seasonal uses, the time during the off-season shall not be counted.~~

~~—D. Purchase or condemnation. In order to accomplish the elimination of nonconforming uses and structures which constitute a nuisance or are detrimental to the public health, safety and welfare, the City, pursuant to Section 3a, Public Act 207 of 1921, as amended, may acquire by purchase, condemnation or otherwise, private property for the purpose of removal of nonconforming uses or structures. Where acquisition is contemplated, the procedures set forth in Section 3.06 shall be followed.~~

~~—E. Recording of nonconforming uses and structures. The director of building and safety shall be responsible for maintaining records of nonconforming uses and structures as accurate as is feasible, and for determining legal nonconforming uses and structures in existence on the effective date of this ordinance. Failure on the part of a property owner to provide the director of building and safety with necessary information to determine legal nonconforming status may result in denial of required or requested permits.~~

~~—F. Establishment of a conforming use or structure. In the event that a nonconforming principal use or structure is superseded by a conforming principal use or structure on a site, the nonconforming use or structure shall be immediately and permanently removed.~~

~~—G. Change of tenancy or ownership. In the event there is a change in tenancy, ownership, or management, an existing nonconforming use or structure shall be allowed to continue provided there is no change in the nature or character of such nonconformity.~~

~~—H. Exceptions and variances. Any use for which a special exception or variance has been granted as provided in this ordinance shall not be deemed a nonconformity.~~

~~—I. Unlawful nonconformities. No nonconformity shall be permitted to continue in existence if it was unlawful at the time it was established.~~

~~—J. Substitution. A nonconforming use may be changed to another nonconforming use upon approval of the zoning board of appeals provided that no structural alterations are required to accommodate the new nonconforming use, and that the proposed use is equally or more appropriate in the district than the existing nonconformity. In permitting such a change, the zoning board of appeals may require conditions to accomplish the purposes of this ordinance.~~

~~—K. Change of location. Should a nonconforming structure be moved to another parcel or to another location on the same parcel for any reason whatsoever, it shall thereafter conform to the regulations for the district in which it is located after it is moved.~~

~~(Ord. No. 93-553, § 3.03, 2-2-1993)~~

~~Sec. 3.04.— Nonconforming lots of record.~~

~~—The following regulations shall apply to any nonconforming lot of record or nonconforming lot described in a deed or land contract executed and delivered prior to the effective date of this ordinance or amendment thereto:~~

~~—A.— Use of nonconforming lots. Any nonconforming lot shall be used only for a use permitted in the district in which it is located. In any district in which single family dwellings are permitted, notwithstanding limitations imposed by other provisions of this ordinance, a single-family dwelling and customary accessory buildings may be erected on any single lot of record in existence at the effective date of adoption or amendment thereto. This provision shall apply even though such single-family lot fails to meet the requirements for area or width, or both, provided that the lot can be developed as proposed, meeting all setback standards of the zoning ordinance without any significant adverse impact on surrounding properties or the public health, safety, and welfare.~~

~~—B.— Variance from area and bulk requirements. If the use of nonconforming lot requires a variation from the area or bulk requirements, then such use shall be permitted only if a variance is granted by the zoning board of appeals.~~

~~—C.— Nonconforming contiguous lots under the same ownership. If two (2) or more lots or combination of lots with contiguous frontage in single ownership are of record at the time of adoption or amendment of this ordinance, and if all or part of the individual lots do not meet the requirements established for lot width and area, the lots involved shall be considered to be an individual parcel for the purposes of this ordinance. No portion of said parcel shall be used, occupied, or sold in a manner which diminishes compliance with lot width and area requirements established by this ordinance, nor shall any division of an parcel be made which creates a lot with width or area less than the requirements stated in this ordinance. These provisions shall not apply to contiguous lots in single ownership where each of the lots is occupied by a dwelling unit.~~

~~—D.— Combination of nonconforming lots. Upon application to the city planner, he may permit the combination, in whole or in part, of nonconforming lots of record into building sites less than the size requirements established by this ordinance, provided that the combination of lots reduces the degree of nonconformity and results in a parcel which is capable of accommodating a structure that is in conformance with the building area, setback, and side yard requirements of this ordinance.~~

~~{Ord. No. 93-553, § 3.04, 2-2-1993}~~

~~Sec. 3.05.— Modification to nonconforming uses or structures.~~

~~—No nonconforming use or structure shall be enlarged, extended, or structurally altered, nor shall any nonconformity be changed to a different nonconformity which increases the intensity of use or nonconformity, except as specifically permitted by the regulations which follow:~~

~~—A. Applicability. The following regulations shall apply to any nonconforming use or structure, including:~~

~~—1. Nonconforming uses of open land.~~

~~—2. Nonconforming use of buildings designed or used for a conforming use.~~

~~—3. Nonconforming use of buildings specifically designed for the type of use which occupies them but not suitable for a conforming use.~~

~~—4. Buildings designed and used for a conforming use but not in conformance with area and bulk, parking, loading, or landscaping requirements.~~

~~—5. Nonconforming structures, such as fences and signs.~~

~~—B. Enlargement, extension, or alteration.~~

~~—1. Increase in nonconformity prohibited. Except as specifically provided in this section, no person may engage in any activity that causes an increase in the extent of any nonconformity. For example, physical alteration of structures or the placement of new structures on open land is unlawful if such activity results in:~~

~~— An increase in the total amount of space devoted to a nonconforming use, or~~

~~— Greater nonconformity with respect to dimensional restrictions, such as setback requirements, height limitations, density requirements, or other requirements in the district in which the property is located.~~

~~—2. Permitted extension. Any nonconforming use may be extended throughout any part of a building which was manifestly arranged or designed for such use at the time of adoption or amendment of this ordinance, but no such use shall be extended to occupy any land outside such building. No nonconforming use of land shall be enlarged, increased, or extended to occupy a greater area of land, nor shall any such use be moved in whole or in part to any portion of the lot or parcel than was occupied on the effective date of this ordinance or amendment thereto.~~

~~—3. Alterations that decrease nonconformity. Any nonconforming structure or any structure or portion thereof containing a nonconforming use, may be altered if such alteration serves to decrease the nonconforming nature of the structure or use, subject to the limitations in sections 3.05(C) and (D) below. The zoning administrator shall determine if a proposed alteration will decrease the degree of nonconformity.~~

~~—4. Alterations to existing structures with dimensional nonconformities. (Note: This provision is also intended to apply to new commercial structures, so similar language will be added to the Development Standards for Business and Office Districts.)~~

~~—Many buildings in commercial corridors in Dearborn were built on lots with platted depths of one hundred twenty (120) feet or less. It is recognized that such shallow lot depths are a practical difficulty, as defined in this Ordinance, and have necessitated zoning variances for~~

~~most new developments and alterations to existing buildings. In recognition of the practical difficulty presented by lots with depths of one hundred twenty (120) feet or less, on those lots, no variances are required for side and front yard setbacks and rear yard setbacks, except that each new development must have at least a one (1) foot setback from the property line. As a trade off for leniency with setbacks and landscaping, it is the intent of the City of Dearborn to require strict adherence to parking and lot coverage requirements.~~

~~—To prevent situations where more intense uses are proposed for buildings shortly after new construction or alterations are completed, no variances may be granted on a property for which a variance was obtained within the previous ten (10) years.~~

~~—C. Repairs, improvements, and modernization.~~

~~—1. Required repairs. Repairs or maintenance deemed necessary by the director of building and safety to keep a nonconforming building structurally safe and sound are permitted. However, if a nonconforming structure or a structure containing a nonconforming use becomes physically unsafe and/or unlawful due to lack of maintenance and repairs and is declared as such by the director of building and safety, it shall not thereafter be restored, repaired, or rebuilt except in full conformity with the regulations in the district in which it is located.~~

~~—2. Additional permitted improvements. Additional repairs, improvements, or modernization of nonconforming structures, beyond what is required to maintain the safety and soundness of the structure, shall be permitted provided such repairs or improvements do not exceed fifty (50) percent of the market value as determined by the city assessor of the structure during any period of twenty four (24) consecutive months. Repairs, improvements, and modernization approved under this provision shall not result in any of the following conditions:~~

~~—(a) Enlargement of any existing dimensional nonconformity (construction of a building addition along an existing nonconforming setback line is prohibited, any addition shall not be placed within the required setback).~~

~~—(b) Expansion of a nonconforming use.~~

~~—(c) Creation of any new nonconformity.~~

~~—(d) An increase in gross floor area (excluding basements) of more than thirty eight (38) percent.~~

~~—(e) Expansion of a structure or use that is nonconforming per the parking requirements in Article 4 unless the new parking requirement is met.~~

~~—D. Damage by fire or other catastrophe. Any nonconforming structure or structure housing a nonconforming use that is damaged by fire, flood, or other means in excess of fifty (50) percent of the structure's precatastrophe fair market value (as determined by the city assessor) shall not be rebuilt, repaired, or reconstructed, except in complete conformity with the provisions of this ordinance.~~

~~—In the event that the damage is less than fifty (50) percent of the structure's precatastrophe fair market value, the structure may be restored to its precatastrophe status. Such restoration shall take place only upon approval of the director of building and safety and in full compliance shall be completed within one (1) year from the date of catastrophe.~~

~~(Ord. No. 93-553, § 3.05, 2-2-1993; Ord. No. 02-887, 4-16-2002; Ord. No. 07-1114, 4-2-2007; Ord. No. 18-1605, 1-30-2018)~~

~~Sec. 3.06.— Acquisition of nonconforming structures or uses.~~

~~—The City may acquire by purchase, condemnation, or otherwise private property or an interest in private property for the removal of nonconforming uses and structures, except that the property shall not be used for public housing. The city council may provide that the cost and expense of acquiring private property be paid from general funds, or the cost and expense or a portion thereof be assessed to a specific district. The elimination of nonconforming uses and structures in a zoned district as provided is declared to be for a public purpose for a public use. The city council may institute and prosecute proceedings for the condemnation of nonconforming uses and structures under the power of eminent domain in accordance with the provisions of the City Charter relative to condemnation, or in accordance with Act No. 149 of the Public Acts of 1911, as amended, being Sections 213.21 to 213.41 of the Michigan Compiled Laws, or any other applicable statute.~~

~~(Ord. No. 93-553, § 3.06, 2-2-1993)~~

Sec. 3.01. - Intent.

Nonconformities are uses, structures, buildings, or lots which do not conform to one or more provisions or requirements of this ordinance or a subsequent amendment, but which were lawfully established prior to the time of adoption of the ordinance or amendment. Such nonconformities are not compatible with the current or intended use of land in the district in which they are located. Therefore, it is the intent of this ordinance to permit such nonconformities to continue under certain conditions, but to discourage their expansion, enlargement, or extension. Accordingly, the purpose of this section is to establish regulations that govern the completion, restoration, reconstruction, extension, and/or substitution of nonconformities, and to specify the circumstances and conditions under which nonconformities shall be permitted to continue.

Sec. 3.02.-General requirements

- A. *Continuation of nonconforming uses and structures.* Any lawful nonconformities established on or before the effective date of this ordinance or subsequent amendment may be continued and shall not be considered to be in violation of this ordinance, provided that, unless otherwise noted in this Article, the building and land involved shall neither be structurally altered, nor enlarged unless such modifications conform to the provisions of this ordinance for the district in which it is located. Nothing in this ordinance shall be deemed to prevent the strengthening or restoring to a safe condition of any building or part thereof declared to be unsafe by an official charged with protecting the public safety, upon order of such official.
- B. *Buildings under construction.* To avoid undue hardship, nothing in this ordinance shall be deemed to require a change in plans, construction, or designated use of any building on which actual construction was lawfully begun prior to the effective date of adoption or amendment of this ordinance and upon which actual building construction has been diligently carried on. Actual construction is hereby defined to include the placing of construction materials in permanent position and fastened in a permanent manner. Where demolition or removal of an existing structure has begun preparatory to rebuilding, such demolition or removal shall be deemed to be actual construction, provided that such work shall be diligently carried on until completion of the building involved.
- C. *Recording of nonconforming uses and structures.* The city shall be responsible for maintaining records of nonconforming uses and structures as accurate as is feasible, and for determining legal nonconforming uses and structures in existence on the effective date of this ordinance. Failure on the part of a property owner to provide the city with necessary information to determine legal nonconforming status may result in denial of required or requested permits.

- D. Establishment of a conforming use or structure. In the event that a nonconforming principal use or structure is superseded by a conforming principal use or structure on a site, the nonconforming use or structure shall be immediately and permanently removed.
- E. A change of tenancy, ownership or management of any existing non-conforming uses of land, structures and premises shall not alter the non-conforming status of a non-conforming building, structure, use, or lot, provided there is no change in the nature or character of such non-conforming uses.
- F. Exceptions and variances. Any use for which a special exception or variance has been granted as provided in this ordinance shall not be deemed a nonconformity.
- G. Unlawful nonconformities. No nonconformity shall be permitted to continue in existence if it was unlawful at the time it was established.

Sec. 3.03. - Nonconforming lots of record.

The following regulations shall apply to any nonconforming lot of record or nonconforming lot described in a deed or land contract executed and delivered prior to the effective date of this ordinance or amendment thereto:

- A. *Use of nonconforming lots.* Any lot of record existing at the effective date of the ordinance codified in this chapter that now fails to meet the requirements for area or width, or both, that are generally applicable in the district shall be considered a nonconforming lot. A principal building and customary accessory buildings for a permitted use may be erected on any nonconforming lot of record, provided all other standards are met, such as setbacks, minimum floor area, maximum height and access requirements.
- B. *Variance from area and bulk requirements.* If the use of a nonconforming lot requires a deviation from the area or bulk requirements, then such use shall be permitted only if a variance is granted by the zoning board of appeals.
- C. *Nonconforming contiguous lots under the same ownership.* If two (2) or more lots or combination of lots with contiguous frontage in single ownership are of record at the time of adoption or amendment of this ordinance, and if all or part of the individual lots do not meet the requirements established for lot width and area, the lots involved shall be considered to be an individual parcel for the purposes of this ordinance. No portion of said parcel shall be used, occupied, or sold in a manner which diminishes compliance with lot width and area requirements established by this ordinance, nor shall any division of a parcel be made which creates a lot with width or area less than the requirements stated in this ordinance. These provisions shall not apply to contiguous lots in single ownership where each of the lots is occupied by a dwelling unit.

D. *Combination of nonconforming lots.* Upon application to the city planner, they may permit the combination, in whole or in part, of nonconforming lots of record into building sites less than the size requirements established by this ordinance, provided that the combination of lots reduces the degree of nonconformity and results in a parcel which is capable of accommodating a structure that is in conformance with the building area, setback, and side yard requirements of this ordinance.

Sec. 3.04.- Nonconforming uses

Where, at the effective date of this Article or amendment thereto, lawful use of land exists that is made no longer permissible under the provisions of this Article as enacted or amended, such use may be continued so long as it remains otherwise lawful, subject to the regulations outlined within this section of the ordinance.

- A. *Applicability.* The following regulations shall apply to any nonconforming use includes nonconforming uses of open land and nonconforming uses operating within existing buildings and structures.
- B. *Increase in nonconformity prohibited.* Except as specifically provided in this section, a nonconforming use shall not be enlarged or increased, or extended to occupy a greater area of land. A nonconforming use shall not be permitted to make any physical modifications to a building, structure, or property that results in the use operating in a more intensive manner.
- C. *Permitted Improvements.* On any structure devoted in whole or in part to any nonconforming use, work may be done to an extent not exceeding fifty percent (50%) of the estimated value of the structure, as determined by the most recent assessment of the market value of the structure for purposes of taxation, provided that the gross floor area of the structure is not increased.
- D. *Abandonment.* A non-conforming use shall be determined to be abandoned if one or more of the following conditions exist, and which shall be deemed to constitute an intent on the part of the property owner to abandon the non-conforming use:
 - 1. Utilities, such as water, gas and electricity to the property, have been disconnected.
 - 2. The property, buildings, or grounds have fallen into disrepair.
 - 3. Signs or other indications of the existence of the non-conforming use have been removed.
 - 4. Removal of equipment or fixtures which are necessary for the operation of the non-conforming use.
 - 5. Other actions, in the opinion of the Planning Commission, constitute an intention on the part of the property owner or lessee to abandon the non-conforming use.
- E. *Substitution.* If no structural alterations are made, any non-conforming use of a structure, or structure and premises, may be changed to another non-conforming

use provided that the Planning Commission, either by general rule or by making findings in the specific case, shall find that the proposed use is equally appropriate or more appropriate in the district than the existing non-conforming use; in permitting such change, the Planning Commission may require appropriate conditions and safeguards in accord with the purpose and intent of this ordinance.

- F. Those alleged non-conforming uses which cannot be proved to have been lawfully established shall be declared illegal and shall be discontinued following the effective date of this section.
- G. Nothing in this section shall be deemed to prevent the strengthening or restoring to a safe condition of any structure or part thereof declared to be unsafe by an official charged with protecting the public safety, upon order of such official.

Sec. 3.05.- Modification to nonconforming single-family residential structures.

- A. *Intent.* It is hereby the intent of the City of Dearborn to classify single-family homes with nonconforming setbacks as a benign nonconformity. As such, the city will permit additional flexibility for existing single-family homes that do not meet current setback requirements in order to encourage continued improvement and maintenance of Dearborn's housing stock.
- B. *Expansion of Nonconforming Residential Structures.* Existing single-family residential structures may be permitted to extend upward and/or along an existing nonconforming side or rear setback subject to the following conditions:
 - 1. The proposal does not result in an enlargement of an existing dimensional nonconformity (i.e.- the degree of nonconformity cannot be further increased).
 - 2. The proposal is compliant with all other ordinance requirements, including but not limited to, those outlined in Article 29.00 and Sec. 2.05.

Sec. 3.06. - Modification to nonconforming structures or sites.

No nonconforming structure or site shall be enlarged, extended, or structurally altered, nor shall any nonconformity be changed to a different nonconformity which increases the intensity of use or nonconformity, except as specifically permitted by the following regulations.

- A. *Increase in nonconformity prohibited.* Except as specifically provided in this section, no person may engage in any activity that causes an increase in the extent of any nonconformity including but not limited to:
 - 1. Greater nonconformity with respect to dimensional restrictions, such as setback requirements, height limitations, density requirements, or other requirements in the district in which the property is located.

2. Greater nonconformity with respect to site requirements, such as landscaping, paving, screening, or other requirements that apply to how a property is developed.
- C. *Required repairs.* Repairs or maintenance deemed necessary by the Building Official to keep a nonconforming building structurally safe and sound are permitted.
- D. *Alterations that decrease nonconformity.* Any nonconforming structure or site may be altered if such alteration serves to decrease the nonconforming nature, subject to the limitations in Section 3.06 D below.
- E. *Additional permitted improvements.* Additional repairs, improvements, or modernization of nonconforming structures or sites, beyond what is required to maintain the safety and soundness of a structure, shall not result in any of the following conditions:
1. Enlargement of any existing dimensional nonconformity (construction of a building addition along an existing nonconforming setback line is prohibited, any addition shall not be placed within the required setback).
 2. Expansion of a nonconforming use.
 3. Creation of any new nonconformity.
 4. An increase in gross floor area (excluding basements) of more than thirty-eight (38) percent.
 5. Expansion of a structure or use that is nonconforming per the parking requirements in Article 4 unless the new parking requirement is met.

Sec. 3.07. - Damage by fire or other catastrophe

Any nonconforming structure or structure housing a nonconforming use that is damaged by fire, flood, or other means in excess of fifty (50) percent of the structure's precatastrophe fair market value (as determined by the city assessor) shall not be rebuilt, repaired, or reconstructed, except in complete conformity with the provisions of this ordinance. In the event that the damage is less than fifty (50) percent of the structure's precatastrophe fair-market value, the structure may be restored to its precatastrophe status. Such restoration shall take place only upon approval of the director of building and safety and in full compliance shall be completed within one (1) year from the date of catastrophe.

Sec. 3.08- Definitions

For the purposes of this Article, the following words and phrases shall have the meaning ascribed to them:

Effective date. Whenever this Article refers to the "effective date," the reference shall be deemed to include the effective date of any amendments to this ordinance if the amendments created a nonconforming situation.

Nonconforming building. A building or portion thereof which was lawfully in existence at the effective date of this ordinance, February 11, 1993, or amendments thereto, that does not meet the limitations on building size, location on a lot, or other regulations for the district in which such building is located.

Nonconforming lot. A lot which was lawfully in existence at the effective date of this Ordinance, Feb. 11, 1993, or amendments thereto, that does not meet the minimum area or lot dimensional requirements of the district in which the lot is located.

Nonconforming sign. A sign which was lawfully in existence on the effective date of this ordinance, Feb. 11, 1993, or amendments thereto, that does not conform to one or more regulations set forth in the ordinance.

Nonconforming use. A use which was lawfully in existence at the effective date of this ordinance, Feb. 11, 1993, or amendment thereto, and which does not now conform to the use regulations of this ordinance for the zoning district in which it is now located.

Structural nonconformity. A nonconformity that exists when the height, size, or minimum floor space of a structure, or the relationship between an existing building and other buildings or lot lines, does not conform to the standards of the district in which the property is located. Also sometimes referred to as a dimensional nonconformity.

**ORDINANCE NO. xx-xx
AN ORDINANCE TO AMEND THE ZONING ORDINANCE
OF THE CITY OF DEARBORN BY AMENDING SECTION
1.03 OF ARTICLE 1.00, ENTITLED "SHORT TITLE, RULES OF CONSTRUCTION AND
DEFINITIONS"**

THE CITY OF DEARBORN ORDAINS TO:

Amend Section 1.03 of Article 1.00 of the Zoning Ordinance of the City of Dearborn to include the following:

Sec. 1.03 Definitions

Construction, new. ~~Erection of a new building, structure or home; or repairs/renovation/addition to an existing building, structure or home where the repairs/renovation/addition costs exceed fifty (50) percent of the value of the existing building, structure or home. Repairs that are required to restore a building, structure or home after a catastrophe are not considered new construction.~~

**ORDINANCE NO. xx-xx
AN ORDINANCE TO AMEND THE ZONING ORDINANCE
OF THE CITY OF DEARBORN BY AMENDING SECTION
29.02 OF ARTICLE 29.00, ENTITLED "SCHEDULE OF REGULATIONS"**

**THE CITY OF DEARBORN ORDAINS TO:
Amend Section 29.02 of Article 29.00 of the Zoning Ordinance of the City of
Dearborn to include the following:**

ARTICLE 29.00 - SCHEDULE OF REGULATIONS

Sec. 29.02. - Schedule of regulations.

All buildings, uses, and parcels of land shall comply with the regulations set forth in the following schedule of regulations and footnotes thereto.

Section 29.02-SCHEDULE OF REGULATIONS

	<i>Lot Minimum</i>		<i>Maximum Height of Structures</i>		<i>Maximum Coverage of Lot by All Buildings</i>	<i>Minimum Setback Requirement (in Feet) i, j</i>				<i>Minimum Usable Floor Area Per Unit (Sq. Ft.)</i>	<i>Maximum Density Units/Acre</i>
	<i>Area (Sq. Ft.)</i>	<i>Width (Feet)</i>	<i>In Stories</i>	<i>In Feet</i>		<i>Front Yard</i>	<i>One Side Yard</i>	<i>Other Side Yard</i>	<i>Rear Yard</i>		
R-A One Family	7,500 g.	60'	a.	a.	c	25 b	a.	a.	a.	1,200	5.8
R-B One Family	6,000 g.	50'	a.	a.	c	25 b	a.	a.	a.	1,000	7.26
R-P Residential Preservation											
R-B Duplex	3,500/unit	70'	a.	a.		25 b	a.	a.	a.	1,000	6.23
R-C Multiple Family Low Density	5,000/unit	—	2	30'	40%	25'	10'	10'	20'		8.71
R-D Multiple Family Medium Density	3,600/unit	—	3	40'	50%	35'	20'	20'	30'		12.1
R-E Multiple Family High Density	2,100/unit	—	4	50'	60%	45'	30'	30'	30'		20.7
R-E Housing for the Elderly	1,500/unit k.	—	4 d.	50' d.	30%	25'	30'	30'	30'	350	29.04 d.
R-E Condominium Stacked Units	1,400/unit	—	4	45'	50%	15'	9'	9'	30'		31
O-S Business Office	—	—	3	35'	25%	10'	7' e. h.	e. h.	20'	—	—
B-A Local Business	—	—	2	30'	30%	50' f.	7' h.	e. h.	20'	—	—
B-B Community Business	—	—	3	40'	40%	50' f.	7' h.	e. h.	20'	—	—
B-C General Business	—	—	4	50'	50%	50' f.	7' h.	e. h.	20'	—	—
B-D Downtown Business											
I-A Light Industrial	—	—	2	35'	60%	20'	20'	20'	20'	—	—

I-B Medium Industrial	—	—	5 o	85' o	60%	20'	20' p	20' p	20'	—	—
I-C Intensive Industrial	—	—	—	—	—	20'	20' p	20' p	20'	—	—
I-D General Industrial	—	—	—	—	—	20'	20' p	20' p	20'	—	—
T-R Technology & Research	1 acre	100'	3	40'	—	20'	20'	20'	20'	—	—
PUD Planned Unit Development	Refer to District Provisions— Article 23.00				—	—	—			—	—
F-P Floodplain	Refer to District Provisions— Article 24.00				—	—	—			—	—
V-P Vehicular Parking	—	35'	No Buildings Permitted	—	—	10'	10'	10'	—	—	—

Footnotes to Section 29.02—Schedule of regulations:

a. In a one-family residential district the minimum required side and rear setbacks and maximum permitted building height shall be based upon the width of the lot per the table below:

Lot width	Side Yard Setbacks		Rear Setback	Height		
	Minimum Single Side Yard Setback (Feet)	Minimum Total Side Yard Setback (Feet)	Minimum Rear Yard Setback (Feet)	Maximum Eave Height for Second Story (Feet)	Maximum Midpoint of the Roof (Feet)	Maximum Stories
Less than 46 feet	3	12	20	20	24	2
46 – 50 feet	3	13	21	20	24	2
51- 55 feet	4	14	22	20	25	2
56 – 60 feet	5	15	23	20	25	2
61 – 65 feet	6	16	24	21	26	2
66 – 70 feet	7	17	25	21	26	2
71 – 75 feet	8	18	26	21	26	2
76 – 80 feet	9	19	27	22	27	2
81 – 90 feet	10	20% of total width	28	22	27	2

91 – 100 feet	10	20% of total width	29	22	27	2
101 – 110 feet	10	20% of total width	30	22	28	2.5
111 – 120 feet	10	20% of total width	30	22	28	2.5
121 – 130 feet	10	20% of total width	30	23	29	2.5
131 – 140 feet	10	20% of total width	30	23	29	2.5
141 – 150 feet	10	20% of total width	30	23	29	2.5
151 – 160 feet	12	20% of total width	30	24	30	2.5
161 – 170 feet	14	20% of total width	30	24	30	2.5
171 – 180 feet	16	20% of total width	30	24	30	2.5
Greater than 180 feet	18	20% of total width	30	25	31	2.5

b. For new homes on isolated vacant lots in established neighborhoods, the setback requirement of twenty-five-(25)-foot homes may be adjusted to meet the existing setback for the homes that are in the area.

c. In a one-(1)-family residential district the maximum permitted lot coverage shall be based upon the size of the lot and garage configuration per the table below:

Lot Size	Garage Type	Principle Structure ²	Minimum Landscaping (Front Yard)	Minimum Landscaping (Total Property) ³
Less than 5,000 sq. ft.	Detached	25	65	40
	Attached ¹	30	55	55
5,001 – 7,500 sq. ft.	Detached	25	70	45
	Attached	30	60	55
	Detached	25	75	50

7,501 – 10,000 sq. ft.	Attached	30	65	55
Greater than 10,000 sq. ft.	Detached	25	75	50
	Attached	30	70	55

1. See limitations on attached garages on narrow lots in section 2.05 of this ordinance.
2. Principal structure coverage includes only the footprint of the home and any attached garage.
3. A maximum of 5% of the total minimum landscaping area may be used for permeable pavers.
- d. All existing senior citizen housing developments are exempt from height and density requirements.
- e. No setback is required on interior lots but shall be subject to the requirements of the Building Code.
- f. Setback shall be measured from the centerline of the abutting street.
- g. A one-(1)-family dwelling comprising the principal occupancy of a freestanding building may be located on a lot not less than six thousand (6,000) square feet in area, having minimum width of at least fifty (50) feet per lot; provided, however that in case of lots which are in a plat, recorded with the Wayne County Register of Deeds Office on the effective date of this ordinance, each of which lots has an area of at least three thousand five hundred (3,500) square feet, such lots may each have erected thereon a one-(1)-family dwelling, provide the requirements for rear and side yards, as specified in the Zoning Ordinance, are complied with, and provided further, that no lot in a recorded plat in the city, which, on the effective date of this ordinance, is less than six thousand (6,000) square feet, shall be divided to permit a single dwelling to be erected on an area less than the whole area of such lot.
- h. Minimum corner lot setback on exterior side yard required.
- i. Where buildings are abutting, all yard measurements shall be cumulative.
- j. **Reserved.** Many buildings in commercial corridors in Dearborn were built on lots with platted depths of one hundred twenty (120) feet or less. In recognition of the practical difficulty that is presented by those types of lots which are located in the OS, BA, BB or BC zoning district, no variances are required for setbacks as long as each new development has a minimum of one (1) foot setback form each property line. As a trade-off for this leniency, it is the intent of the City of Dearborn to require strict adherence to parking and lot coverage requirements.
- k. Refer to Section 7.03A. regarding housing for the elderly.
- l. Reserved.

m. Reserved.

n. Reserved.

o. The permitted height of buildings in the I-B District that are at least four hundred (400) feet from the nearest property which is residentially-zoned and used as a dwelling, school, park, or religious institution, regardless of jurisdiction, shall be six (6) stories and one hundred two (102) feet. Such permitted height shall increase by an additional story (up to a maximum of ten (10) stories) and an additional seventeen (17) feet (up to a maximum of one hundred seventy (170) feet) for each additional fifty (50) feet as measured from the building wall to the nearest residentially-zoned property which is used as a dwelling, school, park, or religious institution.

p. The side yard setback may be reduced as part of site plan approval for multiple buildings constructed as part of a campus-like or multiple building projects on a single parcel or adjacent parcels under common ownership or control.



EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST: Authorization for the Finance Director to recognize and appropriate a donation towards Jingle Bell Bash event expenditures

Requesting immediate effect

DEPARTMENT: Economic Development and West Dearborn Downtown Development Authority (WDDDA)

BRIEF DESCRIPTION: The West Dearborn Downtown Development Authority received a donation of \$1,500.00 from Ford World Headquarters towards the Jingle Bell Bash event. It is respectfully requested that the Finance Director be authorized to recognize and appropriate the donation for the Jingle Bell Bash event expenditures.

PRIOR COUNCIL ACTION: N/A

BACKGROUND: The Jingle Bell Bash is an annual event hosted by the West Dearborn Downtown Development Authority in West Downtown Dearborn. This holiday-themed event features a variety of family-friendly activities, such as face painting, ice sculptures, photos with Santa, food and beverages, crafts, and entertainment for visitors. This year, Ford World Headquarters has donated \$1,500 to offer expanded programming and activities for attendees during the event being held on December 14, 2024.

FISCAL IMPACT: This donation will increase the available funds for activities and programming of the Jingle Bell Bash event.

COMMUNITY IMPACT:

- Increased community vitality and vibrancy
 - Increases patronage to nearby businesses in the West DDDA
 - Attracts varied visitors to Dearborn
-

IMPLEMENTATION TIMELINE: Requesting immediate effect

COMPLIANCE/PERFORMANCE METRICS:

N/A



**ECONOMIC
DEVELOPMENT**

EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council

FROM: Laura Aceves-Sanchez, Program Manager, Economic Development

VIA: Angela Fortino, Deputy Director, Economic Development

SUBJECT: Authorization for the Finance Director to recognize and appropriate a donation towards Jingle Bell Bash event expenditures

DATE: December 10, 2024

Budget Information

Adopted Budget: \$10,000

Amended Budget: N/A

Requested Amount: \$1,500

Funding Source: West Dearborn Downtown Development Authority,
Miscellaneous Revenues, Contributions, Donations from Priv
Source

Supplemental Budget: N/A

Summary of Request

The Jingle Bell Bash is an annual event in West Downtown Dearborn hosted by the West Dearborn Downtown Development Authority. This year, Ford World Headquarters has donated \$1,500 to offer expanded programming and activities for event attendees.

It is respectfully requested that the Finance Director be authorized to recognize and appropriate the donation for the Jingle Bell Bash event expenditures.

Immediate effect is requested.

Background and Justification

The Jingle Bell Bash is an annual event in West Downtown Dearborn hosted by the West Dearborn Downtown Development Authority. This holiday event features a variety of family-friendly activities, such as face painting, live ice sculptures, photos with Santa, food, and entertainment for visitors. This event activates public space within the West Downtown Development Authority district and contributes to increased community vibrancy, business activity, and patronage of visitors to West Downtown Dearborn during the holiday season.



**ECONOMIC
DEVELOPMENT**

EXECUTIVE SUMMARY AND MEMORANDUM

A \$1,500 contribution from Ford World Headquarters will allow event organizers to offer more engaging and diverse programming to event attendees.



EXECUTIVE SUMMARY AND MEMORANDUM

Signature Page

Prepared By:

DocuSigned by:
Laura Aceves-Sanchez
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Laura Aceves-Sanchez, Program Manager

Department Approval:

DocuSigned by:
Jordan Twardy
1C7A0C7468A843C...

Jordan Twardy, Economic Development Director

Budget Approval:

DocuSigned by:
Michael Kennedy
F77919D1421447F...

Initial
CS

Michael Kennedy, Finance Director/ Treasurer

Corporation Counsel Approval:

DocuSigned by:
Jeremy Romer
E7A8738A25E3480...

Jeremy J Romer, Corporation Counsel



EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST: Rezoning: 6329 Greenfield Road & 15600 and 15740 Lundy Parkway (Parcel #s 82-82-09-123-03-026, 82-09-123-03-025, & 82-09-123-03-013)

DEPARTMENT: Economic Development

BRIEF DESCRIPTION:

- Existing Zoning: TR (Technology & Research District)
 - Proposed Zoning: BC (General Business District) with self-imposed conditions.
 - The Planning Commission recommended approval of the request at the November 18th, 2024 meeting.
 - The Planning & Zoning Division recommended approval to the Planning Commission.
-

PRIOR COUNCIL ACTION:

- The proposed rezoning is consistent with previous requests to rezone the properties south of Lundy Parkway to BC (CR #s 22-1765 & 22-1766) and the first property on the north side of Lundy Parkway to BC (CR # 23-1797).
-

BACKGROUND:

The request includes rezoning three properties to the following:

- 6329 Greenfield: Rezoning to BC.
- 15600 & 15740 Lundy Parkway: Rezoning to BC with the self-imposed condition that restricts the use to multiple-family residential dwellings.

The three parcels constitute a total area of 17 acres along the northside of Lundy Parkway and are undeveloped.

The future land use plan (as designated by the Master Plan) aligns with either BC- General Business District, BD- Downtown Business District, TR- Technology and Research District, and all Industrial zoning classifications.

FISCAL IMPACT: N/A

COMMUNITY IMPACT:

The current zoning classification of TR restricts the property's uses to office and limited manufacturing and assembly. Rezoning these properties would increase the variety of uses permitted for 6329 Greenfield and would increase the supply of multiple-family housing on Lundy Parkway.

IMPLEMENTATION TIMELINE:

Requires two readings by City Council.



EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council

FROM: Planning Commission

VIA: Mayor Abdullah H. Hammoud

SUBJECT: Rezoning: 6329 Greenfield Road & 15600 and 15740 Lundy Parkway (Parcel #s 82-82-09-123-03-026, 82-09-123-03-025, & 82-09-123-03-013)

DATE: December 5th, 2024 (COW)

Summary of Request

The applicant is requesting to rezone three parcels from TR (Technology & Research District) to BC (General Business District). As part of this request, the applicant has requested to place conditions on two of the properties (15600 & 15740 Lundy Parkway) that would restrict their use to multiple-family residential dwellings.

Pursuant to Section 125.3405 of the Michigan Zoning Enabling Act (MZEA), “an owner of land may voluntarily offer in writing, and the local unit of government may approve, certain use and development of the land as a condition to a rezoning of the land or an amendment to a zoning map.” In addition, the MZEA grants local governments the authority to establish a time for which the conditions apply to the land. If the conditions are not satisfied within the time specified, the land shall revert to its former zoning classification.

The applicant has provided a letter stating a self-imposed condition that, if rezoned to BC – General Business District, 15600 & 15740 Lundy Parkway can only be developed for multiple-family residential uses (Exhibit D-10).

Background and Justification

- Per the Master Plan, the parcel’s future land use designation is *Knowledge Sectors: Employment, Research, & Development*. The proposed rezoning to Business C aligns with the parcel’s future land use designation as illustrated in the table below:

Zoning Districts	Future Land Use
	<i>Knowledge Sector Employment, Research, & Development.</i>
R-A One Family Residential	
R-B One Family Residential	
R-C Multiple Family Residential	
R-D Multiple Family Residential	
R-E Multiple Family Residential	
R-P Preservation	
O-S Business Office	
B-A Local Business	



EXECUTIVE SUMMARY AND MEMORANDUM

B-B Community Business	<input checked="" type="checkbox"/>
B-C General Business	<input checked="" type="checkbox"/>
B-D Downtown	<input checked="" type="checkbox"/>
I-A Light Industrial	<input checked="" type="checkbox"/>
I-B Medium Industrial	<input checked="" type="checkbox"/>
I-C Intensive Industrial	<input checked="" type="checkbox"/>
I-D General Industrial	<input checked="" type="checkbox"/>
T-R Technology Research	<input checked="" type="checkbox"/>
PUD, Planned Unit Development/Mixed Use	
FP, Floodplain	
VP, Vehicular Parking	
VPD, Vehicular Parking – Class A Auto Dealership	

- The Master Plan defines Knowledge Sectors: Employment, Research & Development designation as the following: *“Allows for a flexible range of innovative business types for changing and emerging economic trends and business preferences.”*
 - The Master Plan states that development within this designation should allow for development that preserves, improves, and expands the quality-of-life factors that act to attract and retain an educated and skilled workforce.
- The proposed rezoning is consistent with the Master Plan and the recent trend in repositioning this area for mixed-use development.

TR to BC Comparison

- An overview of differences in the development regulations between the TR and BC districts are provided in Exhibit D-8.
- An overview of the uses permitted by right and subject to Special Land Use approval in the TR and BC districts are provided in Exhibit D-9.
 - The intent of the TR district is to provide an area for “high-tech” uses that do not typically fit into a typical industrial or office districts. As such, the uses permitted include office uses, research and development, data processing, and limited-scale manufacturing.
 - General economic shifts and increasing remote work opportunities have reduced the overall market demand for office buildings.
 - There are existing industrially-zoned properties across the City that permit the light industrial uses enabled by the TR district. It is more appropriate to encourage the redevelopment and reuse of those properties for these uses.
 - As the intent for the BC Zoning district is to provide intensive auto-oriented commercial development, this district permits a variety of uses such as retail,



EXECUTIVE SUMMARY AND MEMORANDUM

office, and restaurants as uses permitted by right. There are additional uses, such as multiple family housing, which are permitted as a Special Land Use.

- While the other two properties along Lundy are limited to multiple family housing, 6329 Greenfield Road would be able to pursue any uses permitted by right or as a Special Land Use in the BC district.

Multi-Family Residential Development Across Dearborn

- There is an established precedent in the city for larger multi-family residential projects being developed in smaller “pockets” adjacent to commercial and residential areas (such as the multi-family developments surrounding the Fairlane Mall and in the Springwells neighborhood). The proposed rezoning would be consistent with this pattern of zoning and development.
 - In these cases, great consideration is given to the overall design of the site including focusing on unit layout, vehicle circulation, and landscaping to buffer the development from adjacent non-residential uses. These are items that are more specifically analyzed and addressed through the Special Land Use/Site Plan approval process

Recommendation:

After due consideration and a public hearing on November 18th, 2024 the following recommendation was made by the Planning Commission:

A motion was made by Commissioner Phillips, supported by Commissioner Fadlallah to approve the request of Hussein Darwiche, on behalf of RHD Greenfield LLC, to rezone 6329 Greenfield Road (Parcel #: 82-09-123-03-026) and to conditionally rezone 15600 Lundy and 15740 Lundy Parkway (Parcel #s: 82-09-123-03-025 & 82-09-123-03-013) from TR (Technology and Research District) to BC (General Business District) zoning classifications. Upon roll call the following vote was taken: Ayes: (7) (Commissioners Abdallah, Easterly, Fadlallah, Kadouh, King, Phillips, and Saymuah). Absent: (1) (Commissioner Aljahmi). The motion was adopted.

Signature Page

Prepared by:

Kaileigh Bianchini

KAILEIGH BIANCHINI, AICP
Planning and Zoning Manager

Approved:

Signed by:

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JORDAN TWARDY
Economic Development Director

DocuSigned by:


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JEREMY ROMER
Corporation Counsel

Site Context - 15600 & 15740 Lundy Parkway & 6329 Greenfield Road



Legend

 Subject Properties



0 250 500 1000 Feet

Zoning Map - 15600 & 15740 Lundy Parkway & 6329 Greenfield Road

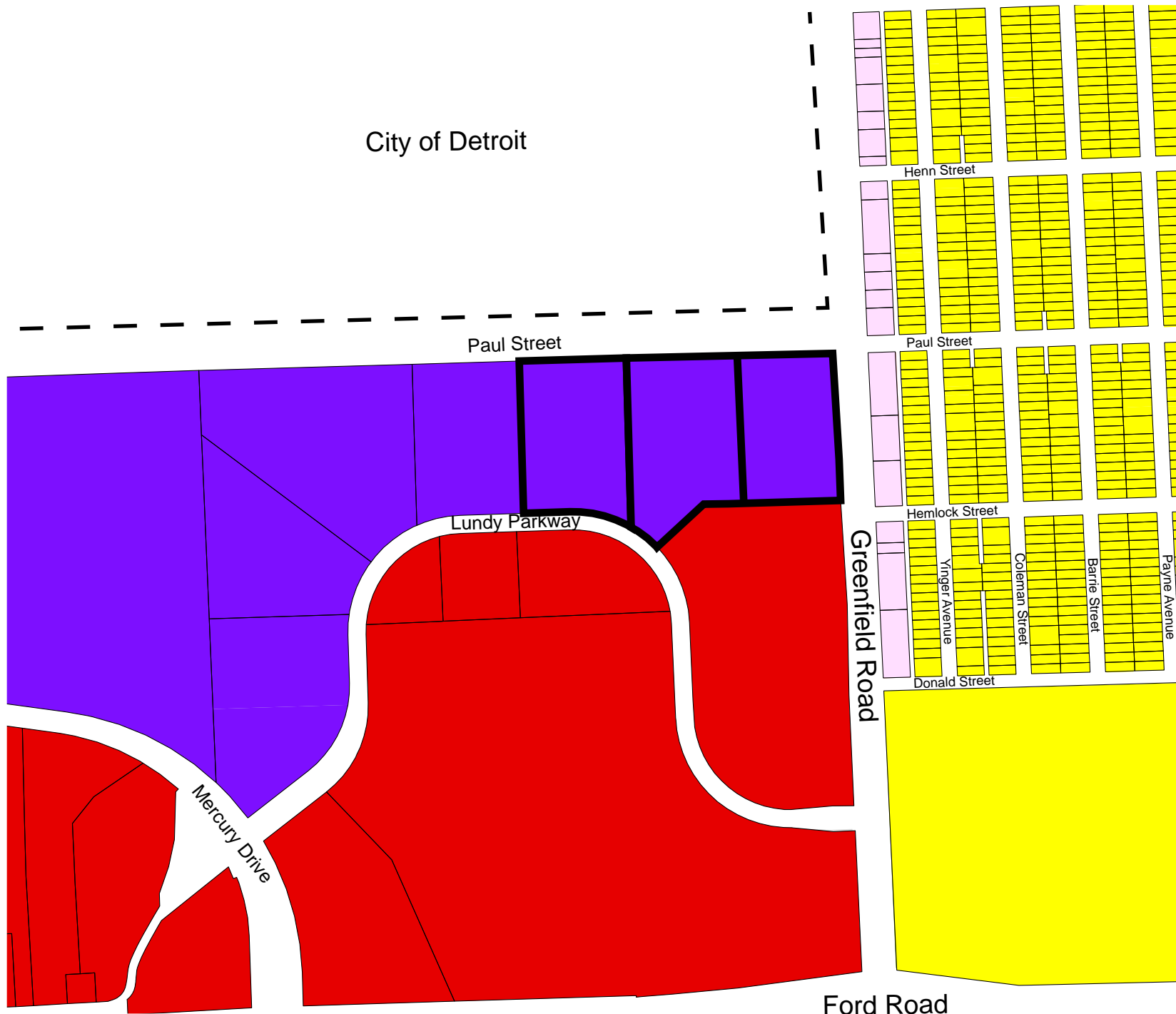
City of Detroit

Legend

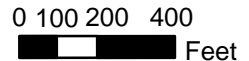
-  Subject Properties
-  RA - One Family Residential District
-  BA - Local Business District
-  BC - General Business District
-  TR - Technology and Research District

The subject properties current zonings are:

TR - Technology and Research District

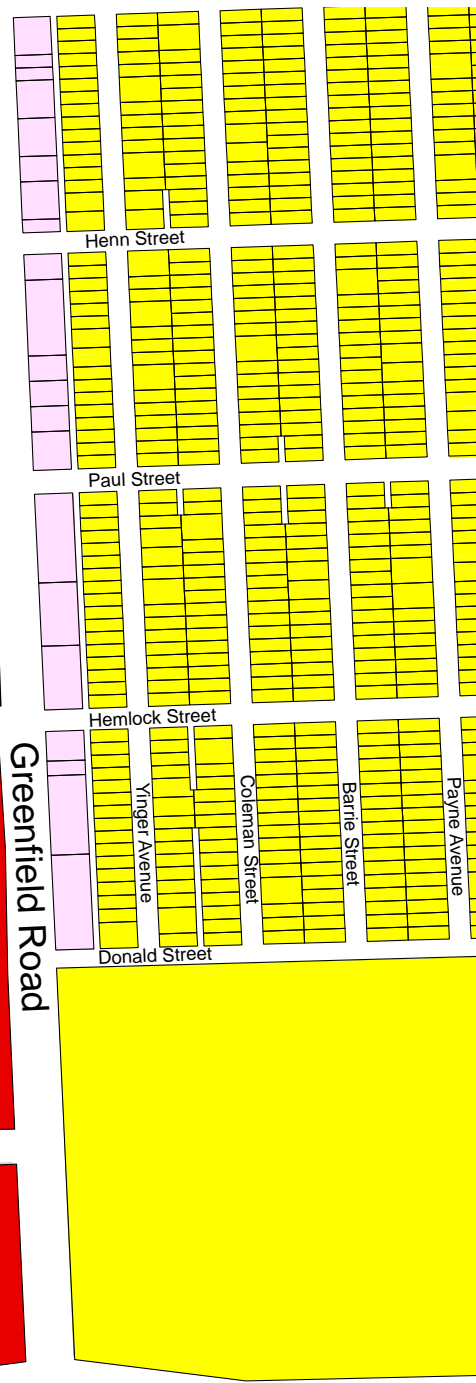
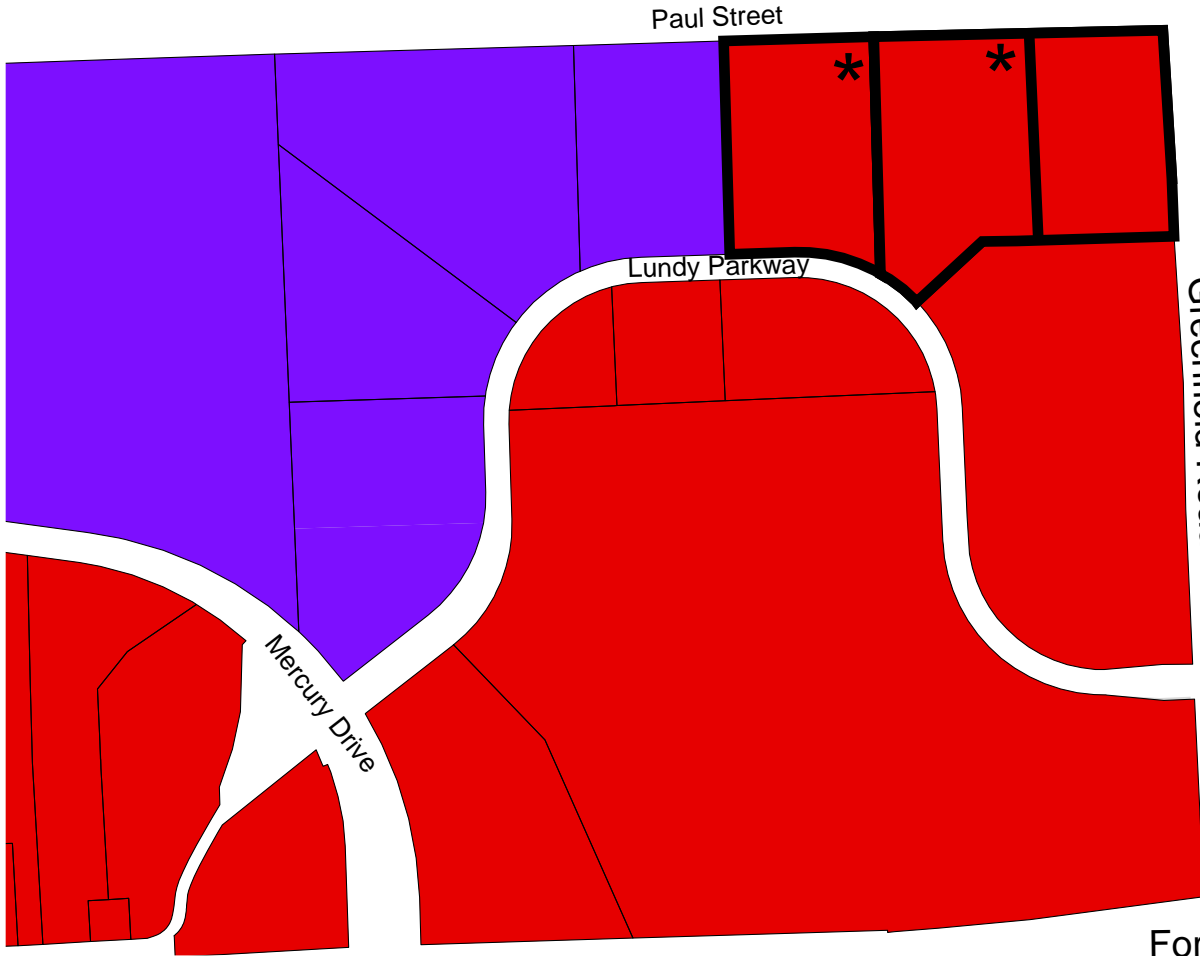








Greenfield Road



Proposed Zoning Map - 15600 & 15740 Lundy Parkway & 6329 Greenfield Road

City of Detroit

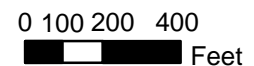


- Legend**
-  Subject Properties
 -  Conditional Rezoning
 -  RA - One Family Residential District
 -  BA - Local Business District
 -  BC - General Business District
 -  TR - Technology and Research District

The proposed rezoning and conditional rezonings would change their zoning classifications from TR to:

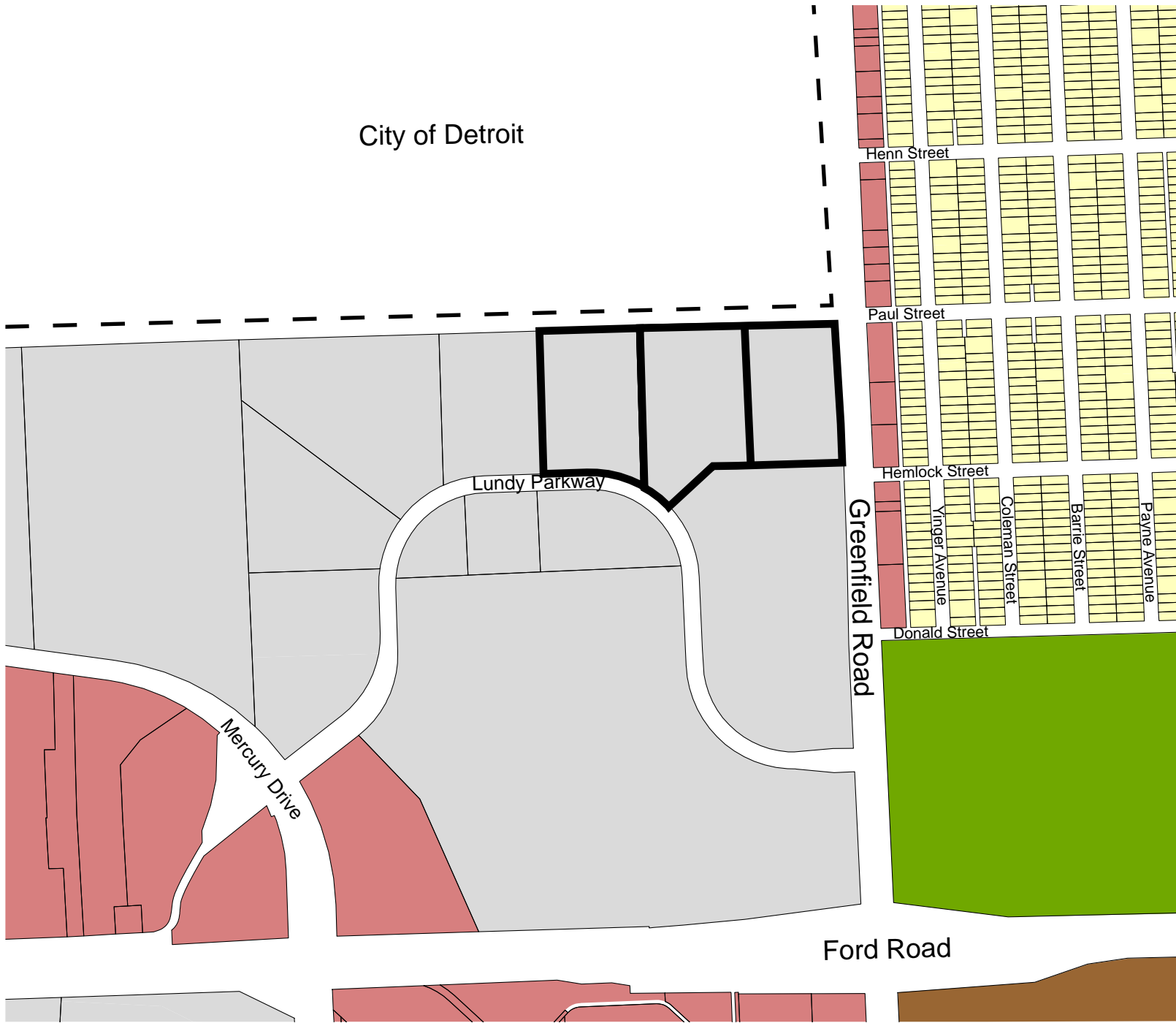
BC - General Business District






*Conditional rezonings would restrict the use of the properties to multiple-family dwelling units.



Future Land Use Map - 15600 & 15740 Lundy Parkway & 6329 Greenfield Road

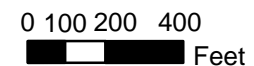
City of Detroit



- Legend**
-  Subject Property
 -  Great Neighborhoods - Low Density
 -  Mixed-Use Center - Vehicle Oriented
 -  Knowledge Sector - Employment, Research, & Development
 -  Knowledge Sector - Civic, Cultural, Medical, Higher Education, & Tourism.

The subject properties designations under the Future Land Use Map is:



Knowledge Sector - Employment, Research & Development.



Existing Site Conditions - 15600 & 15740 Lundy Parkway & 6329 Greenfield Road



Legend

-  Subject Properties
-  Easement



0 50 100 Feet

Sec. 29.02. - Schedule of regulations.

All buildings, uses, and parcels of land shall comply with the regulations set forth in the following schedule of regulations and footnotes thereto.

Section 29.02–SCHEDULE OF REGULATIONS

District	Lot Minimum		Maximum Height of Structures		Maximum Coverage of Lot by All Buildings	Minimum Setback Requirement (in Feet) ⁱ				Minimum Usable Floor Area Per Unit (Sq. Ft.)	Maximum Density Units/ Acre
	Area (Sq. Ft.)	Width (Feet)	In Stories	In Feet		Front Yard	One Side Yard	Other Side Yard	Rear Yard		
R-A One Family	7,500 ^g	60'	a.	a.	c.	25' ^b	a.	a.	a.	1,200	5.8
R-B One Family	6,000 ^g	50'	a.	a.	c.	25' ^b	a.	a.	a.	1,000	7.26
R-P Residential Preservation											
R-B Duplex	3,500/ unit	70'	a.	a.		25' ^b	a.	a.	a.	1,000	6.23
R-C Multiple Family Low Density	5,000/ unit	—	2	30'	40%	25'	10'	10'	20'		8.71
R-D Multiple Family Medium Density	3,600/ unit	—	3	40'	50%	35'	20'	20'	30'		12.1
R-E Multiple Family High Density	2,100/ unit	—	4	50'	60%	45'	30'	30'	30'		20.7
R-E Housing for the Elderly	1,500/ unit ^k	—	4 ^d	50' ^d	30%	25'	30'	30'	30'	350	29.04 ^d
R-E Condominium Stacked Units	1,400/ unit	—	4	45'	50%	15'	9'	9'	30'		31
O-S Business Office	—	—	3	35'	25%	10'	7' ^e h.	e. h.	20'	—	—
B-A Local Business	—	—	2	30'	30%	50' ^f	7' ^h	e. h.	20'	—	—
B-B Community Business	—	—	3	40'	40%	50' ^f	7' ^h	e. h.	20'	—	—
B-C General Business	—	—	4	50'	50%	50' ^f	7' ^h	e. h.	20'	—	—
B-D Downtown Business											
I-A Light Industrial	—	—	2	35'	60%	20'	20'	20'	20'	—	—
I-B Medium Industrial	—	—	5 ^o	85' ^o	60%	20'	20' ^p	20' ^p	20'	—	—
I-C Intensive Industrial	—	—	—	—	—	20'	20' ^p	20' ^p	20'	—	—

I-D General Industrial	—	—	—	—	—	20'	20' P	20' P	20'	—	—
T-R Technology & Research	1 acre	100'	3	40'	—	20'	20'	20'	20'	—	—
PUD Planned Unit Development	Refer to District Provisions—Article 23.00						—	—	—	—	—
F-P Floodplain	Refer to District Provisions—Article 24.00						—	—	—	—	—
V-P Vehicular Parking	—	35'	No Buildings Permitted	—	—	10'	10'	10'	—	—	

Footnotes to Section 29.02—Schedule of regulations:

a. In a one-family residential district the minimum required side and rear setbacks and maximum permitted building height shall be based upon the width of the lot per the table below:

Lot Width	Side Yard Setbacks		Rear Setback	Height		
	Minimum Single Side Yard Setback (feet)	Minimum Total Side Yards Setback (feet)	Minimum Rear Yard Setback (feet)	Maximum Eave Height for second story (feet)	Maximum Midpoint of the Roof Height (feet)	Maximum Stories
Less than 46 feet	3	12	20	20	24	2
46 - 50 feet	3	13	21	20	24	2
51 - 55 feet	4	14	22	20	25	2
56 - 60 feet	5	15	23	20	25	2
61 - 65 feet	6	16	24	21	26	2
66 - 70 feet	7	17	25	21	26	2
71 - 75 feet	8	18	26	21	26	2
76 - 80 feet	9	19	27	22	27	2
81 - 90 feet	10	20% of total width	28	22	27	2
91 - 100 feet	10	20% of total width	29	22	27	2
101 - 110 feet	10	20% of total width	30	22	28	2.5
111 - 120 feet	10	20% of total width	30	22	28	2.5
121 - 130 feet	10	20% of total width	30	23	29	2.5
131 - 140 feet	10	20% of total width	30	23	29	2.5
141 - 150 feet	10	20% of total width	30	23	29	2.5
151 - 160 feet	12	20% of total width	30	24	30	2.5
161 - 170 feet	14	20% of total width	30	24	30	2.5
171 - 180 feet	16	20% of total width	30	24	30	2.5
Greater than 180 feet	18	20% of total width	30	25	31	2.5

- b. For new homes on isolated vacant lots in established neighborhoods, the setback requirement of twenty-five-(25)-foot homes may be adjusted to meet the existing setback for the homes that are in the area.
- c. In a one-(1)-family residential district the maximum permitted lot coverage shall be based upon the size of the lot and garage configuration per the table below:

<i>Lot Size</i>	<i>Garage Type</i>	<i>Principal Structure</i> ^{3 2}	<i>Minimum Landscaping (Front Yard)</i> ³	<i>Minimum Landscaping (Total Property)</i> ^{4, 5}
<i>Lot Size</i>	<i>Garage Type</i>	<i>Principal Structure</i> ^{3 2}	<i>Minimum Landscaping (Front Yard)</i> ³	<i>Minimum Landscaping (Total Property)</i> ^{4, 5}
Less than 5,000 sq. ft.	Detached	25	65	40
	Attached ¹	30	55	55
5,001 – 7,500 sq. ft.	Detached	25	70	45
	Attached	30	60	55
7,501 – 10,000 sq. ft.	Detached	25	75	50
	Attached	30	65	55
Greater than 10,000 sq. ft.	Detached	25	75	50
	Attached	30	70	55

- 1. See limitations on attached garages on narrow lots in section 2.05 of this ordinance.
- 2. Principal structure coverage includes only the footprint of the home and any attached garage.
- 3. Front porches are only regulated under minimum landscaping for the total property and do not count against the minimum landscaping requirement for the front yard.
- 4. Air conditioning units do not count against the minimum landscaping regulations for the total property.
- 5. A maximum of 5% of the total minimum landscaping area may be used for permeable pavers.
- d. All existing senior citizen housing developments are exempt from height and density requirements.
- e.** No setback is required on interior lots but shall be subject to the requirements of the Building Code.
- f.** Setback shall be measured from the centerline of the abutting street.
- g. A one-(1)-family dwelling comprising the principal occupancy of a freestanding building may be located on a lot not less than six thousand (6,000) square feet in area, having minimum width of at least fifty (50) feet per lot; provided, however that in case of lots which are in a plat, recorded with the Wayne County Register of Deeds Office on the effective date of this ordinance, each of which lots has an area of at least three thousand five hundred (3,500) square feet, such lots may each have erected thereon a one-(1)-family dwelling, provide the requirements for rear and side yards, as specified in the Zoning Ordinance, are complied with, and provided further, that no lot in a recorded plat in the city, which, on the effective date of this ordinance, is less than six thousand (6,000) square feet, shall be divided to permit a single dwelling to be erected on an area less than the whole area of such lot.
- h.** Minimum corner lot setback on exterior side yard required.
 - i. Where buildings are abutting, all yard measurements shall be cumulative.
 - j. Reserved.
 - k. Refer to Section 7.03A. regarding housing for the elderly.
 - l. Reserved.
 - m. Reserved.
 - n. Reserved.
- o. The permitted height of buildings in the I-B District that are at least four hundred (400) feet from the nearest property which is residentially-zoned and used as a dwelling, school, park, or religious institution, regardless of jurisdiction, shall be six (6) stories and one hundred two (102) feet. Such permitted height shall increase by an additional story (up to a maximum of ten (10) stories) and an additional seventeen (17) feet (up to a maximum of one hundred seventy (170) feet) for each additional fifty (50) feet as measured from the building wall to the nearest residentially-zoned property which is used as a dwelling, school, park, or religious institution.

p. The side yard setback may be reduced as part of site plan approval for multiple buildings constructed as part of a campus-like or multiple building projects on a single parcel or adjacent parcels under common ownership or control.

(Ord. No. 93-553, § 29.02, 2-2-1993; Ord. No. 95-627, 3-7-1995; Ord. No. 97-701, 5-6-1997; Ord. No. 03-968, 7-1-2003; Ord. No. 04-996, 2-17-2004; Ord. No. 09-1217, 3-16-2009; Ord. No. 16-1526, 3-15-2016; Ord. No. 16-1563, 12-13-2016; Ord. No. 18-1627, 9-24-2019; Ord. No. 20-1675, 8-25-2020; Ord. No. 21-1723, 1-11-2022; Ord. No. 24-1822, 8-20-2024)

Business C (BC) – General Business District: Section 16 of Zoning Ordinance

Uses Permitted in BC (General Business District)
A workshop maintained by electricians, plumbers, painters, upholsterers, printers, when in conjunction with retail establishments that offer merchandise of a related nature.
Arcades and pool or billiard halls.
Automobile dealerships selling new and used automobiles.
Automobile filling and/or repair stations which may also provide retail sales of prepackaged food products for consumption off premises, and other small consumer convenience items.
Bakeries with all goods for retail sale on the premises.
Blueprinting shops.
Business and technical schools and schools and studios for photography, art, music, and dancing.
Business, executive, administrative, and professional offices.
Commercial parking lots.
Electronics, bicycle, and household appliance repair shops.
Equipment and car rentals.
Establishments utilizing customer operated automatic washer, dryer, or dry cleaning machines for family washing or dry cleaning.
Financial institutions without drive-through facilities.
Greenhouses or nurseries.
Hospitals.
Laundries and dry-cleaning establishments with processing limited to goods brought to the establishment by the individual retail customer.
Libraries, museums, and publicly owned buildings used for offices or business functions.
Medical or dental clinics and offices.
Neighborhood newspaper distribution stations, provided that loading and unloading area is provided on the site.
Personal service establishments such as shoe repair shops, tailor shops, barber shops/beauty salons, tanning salons, and including dry cleaning or laundry pickup stations without processing on the premises.
Private clubs, fraternities, and lodges without rental of facilities.
Public utility buildings, telephone exchange buildings, electric transformer stations and substations, gas regulator stations with service yards but without storage yards, and water and sewage pumping stations.
Religious institutions.
Restaurants including: fast food/ carryout restaurants, standard restaurants, and restaurants with outdoor dining.

Business C (BC) – General Business District: Section 16 of Zoning Ordinance

Retail stores which supply goods and commodities on the premises for persons residing in adjacent residential areas such as groceries, dairy products, beverages, packaged baked goods or other foods, drugs, dry goods, notions, hardware, books, stationery, records, video cassette rentals or sales, bicycles, flowers, sporting goods, paints, periodicals, shoes, hobby supplies, small household articles, and tobacco products.
Stores producing jewelry, leather goods, candles, and similar merchandise to be sold at retail on the premises, provided that the services of not more than four (4) persons are required to produce such merchandise.
Other uses not specifically listed in this ordinance, after determination by the director of building and safety that such use is similar to other permitted uses in this district.
Accessory structures and uses customarily incidental to the above permitted use.

Special Land Uses in BC (General Business District)
Alternative financial establishments.
Bar/lounge/tavern.
Bus terminals, cab stands, and other transit facilities.
Car wash establishments.
Day laborer agencies.
Drive-in movie establishments.
Financial institutions with drive-through facilities.
Funeral homes and mortuaries.
Group day care home or child care center.
Gun sales, retail sales, commercial service, storage, or repair of any firearms, handguns, long guns, rifles, shotguns, ammunition, gunpowder, explosives or blasting agents as partial or sole use of an individual structure or building subject to not being located closer than a seven hundred (700) foot radius distance to the nearest residential zoning district, residential land use, church or place of worship, and public or private school.
Indoor motion picture theaters and rental halls.
Motels or hotels.
Multiple-family dwellings to include rental apartments and condominium units.
Open air businesses.
Recreation facilities, indoor and outdoor.
Restaurants with drive through facilities.
Sale of used automobiles only.
Smoking Lounge.
Veterinary hospitals.



Technology and Research District (TR): Section 22 of Zoning Ordinance

Uses Permitted in TR (Technology and Research District)
A Business Activity Which has as its Primary Function Developing, Improving, or Creating New or Existing Products.
A high-technology industrial activity which has as its principal function limited manufacture for the purposes of one-time prototype production robotics, biological or pharmaceutical research, or technology oriented or emerging industrial or business activity not involving any heavy manufacturing.
A high-technology service activity which has as its principal function the providing of services including computer, information transfer, communication, distribution, processing, administrative, laboratory, experimental, developmental, technical, or testing services
Any use charged with the principal function of basic research, research and development design, and prototype or experimental product development.
Any use charged with the principal function of research in the areas of photonics/optics, robotics, and electronic equipment.
Any use charged with the principal function of technical training.
Data processing and computer centers, including service and maintenance of electronic data processing equipment.
Limited assembly and machining operations
Office Buildings Providing for Uses Such as Corporate Offices in Accordance with the Purpose of this District Including: Executive, Administrative, Professional, Accounting, Engineering, Architecture, Drafting, Writing, Clerical, Stenographic, and Sales <i>No Display Shall be Visible from the Exterior of the Building and that the Total Area Devoted to Product Display, including both the Objects Displayed and the Floor Space Set Aside for the Persons Observing the Displayed Objects shall not Exceed 15% of the Usable Floor Area</i>
Special Land Uses in TR (Technology and Research District)
Medical or Dental Clinics or Offices

TO: City of Dearborn
Attn: Planning Commission & City Council
16901 Michigan Ave
Dearborn, MI 48126

This letter is in regard to RHD Greenfield LLC request to re-zone 6329 greenfield from TR to BC

Please include the following self-imposing conditions as a part of the proposed rezoning request. If the rezoning is approved, the following conditions will run in perpetuity with the land and bind all future land owners unless the properties are otherwise rezoned:

I understand that if the city approves the rezoning, they may also impose a time frame for these conditions to be satisfied by in accordance with MCL 125.3405. It is understood that if these conditions are not satisfied in that time frame, then the land shall revert back to its former zoning classification.

Hussein Darwiche

A handwritten signature in black ink, appearing to read 'Hussein Darwiche', with a small mark to the right.

TO: City of Dearborn
Attn: Planning Commission & City Council
16901 Michigan Ave
Dearborn, MI 48126

This letter is in regard to RHD Greenfield LLC request to re-zone 15600 and 15650 lundy parkway from TR to BC

Please include the following self-imposing conditions as a part of the proposed rezoning request. If the rezoning is approved, the following conditions will run in perpetuity with the land and bind all future land owners unless the properties are otherwise rezoned:

Multifamily use

I understand that if the city approves the rezoning, they may also impose a time frame for these conditions to be satisfied by in accordance with MCL 125.3405. It is understood that if these conditions are not satisfied in that time frame, then the land shall revert back to its former zoning classification.

Hussein Darwiche

A handwritten signature in black ink, consisting of several fluid, overlapping strokes that form a stylized representation of the name Hussein Darwiche.



REQUEST: Award extension of Contract for City Wide Sewer Vector Services

DEPARTMENT: Economic Development, in conjunction with Purchasing

BRIEF DESCRIPTION: The cost of the contract extension is \$145,920 annually, which shall be charged to the General Fund, Neighborhood Services, Contractual Services, Vector Control.

This program now has a year of data collection, heat mapping, and analysis to provide evidence that bait consumption in the sewers is reducing the amount of above ground complaints by 37% during 2024.

PRIOR COUNCIL ACTION: CR 11-14-23 – Approved a one-year contract for City Wide Vector Services Program.

BACKGROUND:

Continuation of the program that is currently treating targeted concentrations of the city based on vector activity at 460 locations. Our data shows that rodent control prevention methods are most effective in early fall and winter. This extension of the contract will allow for further measures to control vector population in the city sewer system.

This program includes quarterly heat mapping, data analysis, city owned parcel inspections, access to our entomology department, and multilayered support regarding resident rodent complaints (onsite inspections and treatment) Orkin's data shows that subterranean rodent control is most effective during the fall and early winter.

FISCAL IMPACT:

One year contract with four (4) one-year extensions - \$145,920 annually

COMMUNITY IMPACT:

The program currently treats, monitors, and reports on 460 manholes in targeted locations throughout the City of Dearborn.

IMPLEMENTATION TIMELINE: Service will continue as soon as council approves.

COMPLIANCE/PERFORMANCE METRICS: The Economic Development Department will manage this contract.



FINANCE

EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council
FROM: City Administration
VIA: Mayor Abdullah H. Hammoud
SUBJECT: Award Extension of Contract for City Wide Sewer Vector Services
DATE: November 26, 2024

Budget Information

Adopted Budget: \$145,920
Amended Budget: \$145,920
Requested Amount: \$145,920 annually – pending future budget adoption
Funding Source: General Fund, Neighborhood Services, Contractual Services, Vector Control
Supplemental Budget: N/A

Summary of Request

Economic Development, in conjunction with Purchasing Department, recommends the extension of a contract for City wide sewer vector services to Orkin for one year with (4) one-year renewals. The cost of the one-year contract is \$145,920 annually, \$12,160 monthly cost, which shall be charged to the General Fund, Neighborhood Services, Contractual Services, Vector Control.

It is respectfully requested that Council authorize the contract extension and its renewals. Immediate effect is requested. The resulting Contract shall not be binding until fully executed.

Background and Justification

Continuation of the program that is currently treating targeted concentrations of the city based on vector activity at 460 locations. Our data shows that rodent control prevention methods are most effective in early fall and winter. The extension of the program will allow for further measures to control vector population in the city sewer system.

This program includes quarterly heat mapping, data analysis, city owned parcel inspections, access to our entomology department, and multilayered support regarding resident rodent complaints (onsite inspections and treatment) Orkin's data shows that subterranean rodent control is most effective during the fall and early winter. Orkin's data also shows a high level of rodent activity from the amount of rodenticides being consumed in the sewer placements. This high level of rodenticide bait consumption has had an impact on Vector Control calls for service, which have decreased 37% since the start of this program.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

Prepared By:

DocuSigned by:
Mark Rozinsky
Mark Rozinsky, Purchasing Manager

Department Approval:

Signed by:
Jordan Twardy
Jordan Twardy, Economic Development Director

Budget Approval:

DocuSigned by:
Michael Kennedy
Michael Kennedy, Finance Director/Treasurer

(Initial)
AK

Corporation Counsel Approval:

DocuSigned by:
Jeremy Romer
Jeremy J. Romer, Corporation Counsel



FINANCE

EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST: Approve Phase 2 and 3 of the Housing Market Analysis

DEPARTMENT: Economic Development, in conjunction with Purchasing

BRIEF DESCRIPTION: With the City's Housing Market Analysis nearly complete, the Economic Development Department is respectfully requesting Council Approval to conduct two additional phases of work related to the implementation of a \$50K grant the department secured from the Michigan State Housing Development Authority (MSHDA) aimed at increasing opportunities for quality housing development in Dearborn.

PRIOR COUNCIL ACTION: 12-603-23 – Approved contract for Phase 1 of the Housing Market Analysis with Progressive AE.

4-129-24 – Authorized the receipt and allocation of the \$50K Housing Readiness Grant from MSHDA.

BACKGROUND: The Dearborn Brownfield Redevelopment Authority approved \$100K to support a housing market analysis to catalyze future brownfield redevelopment projects focused on housing. This funding was included in the FY24 budget adopted by City Council. Progressive AE was the sole qualified respondent to a competitive RFP issued for this analysis. After a due diligence effort, it was determined that Progressive AE would achieve the goals of the RFP, which include a citywide analysis of housing demand, absorption rate, and financial analysis as well as detailed modeling for various sites in the city that have ample land for multiple housing units. This analysis will generate publicly-owned, reliable data that will better quantify our demand for housing, increasing certainty for housing developers and land owners and support the advancement of development projects that will bring needed housing to Dearborn.

During the work of Progressive AE, Dearborn Economic Development applied for and secured \$50K from MSHDA's Housing Readiness initiative. These funds are tied to supporting City efforts to update and streamline the City's housing ordinances to increase opportunities for high-quality housing in the City. This work is tied to the recommendations and analysis coming from the work of Progressive AE, making Progressive AE uniquely well-suited to perform the work under the grant. The Economic Development Department is proposing that the work occur across two additional contract phases which would include updates to our residential zoning districts and our planned unit development ordinance. These updates would be timed to align with the completion of Dearborn's Master Land Use Plan update to ensure alignment of recommendations and City priorities. Through this approach, the City can move more efficiently to complete the work and, thanks to the grant, do so without additional expense to the City of Dearborn. This work will expand opportunities for needed, high-quality housing in our community.

FISCAL IMPACT: \$50,000 This project will leverage available funds secured through the \$50K Housing Readiness Grant from MSHDA.



FINANCE

EXECUTIVE SUMMARY AND MEMORANDUM

COMMUNITY IMPACT: Phase 2 and 3 activities will help expand opportunities for needed, high-quality housing in Dearborn.

IMPLEMENTATION TIMELINE: If approved, work timing will align with the completion of the Master Land Use Plan Update which is anticipated for late 2025.

COMPLIANCE/PERFORMANCE METRICS: Completion of the scope of work will be the primary metric, alongside efficacy of the recommendations provided as monitored by the ED Department.



FINANCE

EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council

FROM: City Administration

VIA: Mayor Abdullah H. Hammoud

SUBJECT: Approval of Phase 2 and 3 – Housing Market Analysis

DATE: November 18, 2024

Budget Information

Adopted Budget:	\$45,756
Amended Budget:	\$95,756
Requested Amount:	\$50,000
Funding Source:	General Fund, Economic and Community Development, Professional Services
Supplemental Budget:	N/A

Summary of Request

Purchasing, on behalf of the Economic & Community Development Department, recommends Phase 2 and 3 of the Housing Market Analysis from Progressive AE. The value of the contract for Phase 2 and 3 is \$50,000.

It is respectfully requested that Council authorize the awarding of the contract for these services. The resulting contract shall not be binding until fully executed.

Background and Justification

The Dearborn Brownfield Redevelopment Authority approved \$100K to support a housing market analysis to catalyze future brownfield redevelopment projects focused on housing. This funding was included in the FY24 budget adopted by City Council. Progressive AE was the sole qualified respondent to a competitive RFP issued for this analysis. After a due diligence effort, it was determined that Progressive AE would achieve the goals of the RFP, which include a citywide analysis of housing demand, absorption rate, and financial analysis as well as detailed modeling for various sites in the city that have ample land for multiple housing units. This analysis will generate publicly-owned, reliable data that will better quantify our demand for housing, increasing certainty for housing developers and land owners and support the advancement of development projects that will bring needed housing to Dearborn.

During the work of Progressive AE, Dearborn Economic Development applied for and secured \$50K from MSHDA's Housing Readiness initiative. These funds are tied to supporting City efforts to update and streamline the City's housing ordinances to increase opportunities for high-quality housing in the City. This work is tied to the recommendations and analysis coming from the work of Progressive AE, making Progressive AE uniquely well-suited to perform the work under the grant. The Economic Development Department is proposing that the work occur across two additional contract phases which would include updates to our residential zoning districts and our planned unit development ordinance. These updates would be timed to align with the completion of Dearborn's Master Land Use Plan update to ensure alignment of recommendations and City priorities. Through this approach, the City can move more



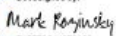
FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

efficiently to complete the work and, thanks to the grant, do so without additional expense to the City of Dearborn. This work will expand opportunities for needed, high-quality housing in our community.


Procurement Process

The procurement process was in accordance with Competition Exceptions Section 2-568(6)(e), Continuity of Professional Services, of the Procurement Ordinance, and all internal policies and procedures.

Prepared By:

DocuSigned by:

0377F5DC143E34C3
Mark Rozinsky, Purchasing Manager

Department Approval:

Signed by:

1C7ADC7488A843C
Jordan Twardy, Economic Development Director

Budget Approval:

DocuSigned by:

77919D14214437
Michael Kennedy, Finance Director/Treasurer

Corporation Counsel Approval:

DocuSigned by:

E7AD78A95E349D
Jeremy J. Romer, Corporation Counsel



FINANCE

EXECUTIVE SUMMARY

REQUEST: Receipt and file of the following two documents:

- FY2024 Annual Comprehensive Financial Report (ACFR) Highlights
- Plante & Moran, PLLC Auditor Management Letter.

DEPARTMENT: Finance

BRIEF DESCRIPTION: The ACFR Highlights summarizes some of the key activity for FY2024. The Auditor Management Letter is provided for City management to accept responsibility for the preparation and fair presentation of the financial statements.

PRIOR COUNCIL ACTION: Receipt and file of previous years' ACFR highlights and Auditor Management Letter.

BACKGROUND: The Auditor Management Letter is required for the City to attest that the financial statements are fairly presented and in accordance with Generally Accepted Accounting Principles.

FISCAL IMPACT:

- Comprehensive financial statement data can be found within the documents.

IMPACT TO COMMUNITY:

- Provide financial information to the citizens and other financial statement users.

IMPLEMENTATION TIMELINE: N/A

COMPLIANCE/PERFORMANCE METRICS: Transparency for the Citizens



FINANCE

TO : City Council

FROM : Michael Kennedy, Finance Director / Treasurer

VIA : Mayor Abdullah H. Hammoud

SUBJECT : 2023-2024 ACFR Highlights
Auditor Management Letter

DATE : November 26, 2024

DocuSigned by:
Michael Kennedy
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As part of the year end annual reports, the **Finance Department is requesting receipt and filing of the following two reports:**

- 1 Annual Comprehensive Financial Report (ACFR) Highlights
- 2 Plante & Moran, PLLC, Auditor Management Letter

The final version of the ACFR document has been submitted for receipt and filing under a separate cover memo and will be delivered to you upon final printing. If you have any questions regarding this information, contact me to discuss or to schedule a meeting.



FINANCE

City of Dearborn ACFR & Audit Overview Fiscal Year Ended June 30, 2024

Page 1 of 2
11/13/2024

- Plante & Moran-Independent Auditor's Report
 - **Unmodified Audit Opinion (Most Favorable Outcome)**
- Plante & Moran-Independent Auditor's Single Audit Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance
 - Compliance in all material respects on each major federal program (Most Favorable Outcome)
 - No single audit findings
- Key Consolidation Financial Statements & Components:
 - Page 4 Management Discussion & Analysis
 - Page 19 Government-wide Statement of Net Position
 - Page 22 Government-wide Statement of Activities
 - Page 24 Governmental Funds Balance Sheet
 - Page 27 Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances
 - Page 29 Proprietary Funds Statement of Net Position
 - Page 31 Proprietary Funds Statement of Revenues, Expenses, and Changes in Net Position
- General Fund actual results increased fund balance \$452 thousand for a total ending fund balance of \$38.4 million with \$35.1 million unassigned. The other \$3.3M of fund balance is Non-spendable Inventory items of \$717 thousand, Restricted Telecommunications PEG Fees of \$1.5M and Assigned for Retiree Death benefits of \$1.1M.

The surplus of fund balance is primarily associated with:

- **Revenues:** In review of the City's final amended budget versus actual results, variances in revenue were mainly attributable to (\$4.1) million less than the amended final budget attributable to reductions below anticipated amounts within the categories of Intergovernmental Revenues (\$3.4) million, mainly relating to Local Community Stabilization Act funds, Taxes and Penalties on Taxes (\$1.8) million, including personal property tax adjustments per the Michigan tax Tribunal, Miscellaneous revenue (\$850) thousand related to City Holiday events that did not take place, and Parking Lot Maintenance revenue (\$474) thousand. Reductions below anticipated amounts were offset by favorable variances in Interest revenue of \$1.2 million and Public Safety revenue of \$1.1 million.
- **Expenditures:** Expenditures for actual results versus amended budget resulted in \$5.3 million in unused budget for salaries, wages and benefits and professional contractual services in the following classifications; General Government mainly from vacancies and recruitment hire timing of \$1.1 million, Public Safety of \$1.1 million relating to retirements and hire timing vacancies, Public Works from retirement and turnover as well as decreased spend on road salt and other sanitation totaling \$1.1 million and Recreation and Culture of \$ 2.0 million associated with vacancy and timing of hiring on wages in addition to materials and supplies for the Holiday events that did not take place.
- General Fund amended budget authorized a use of \$778 thousand of fund balance. Budget for grants and work in progress at year-end is rolled to the next fiscal year and typically is covered by future grant revenues or use of fund balance.



FINANCE

City of Dearborn ACFR & Audit Overview Fiscal Year Ended June 30, 2024

- The unused FY2024 residual expenditure budget total is \$5.3 million; of this amount, \$976 thousand was carried forward (Charter Commission \$22 thousand, requests \$497 thousand, grants \$457 thousand) resulting in \$4.3 million of lapsing budget.

- Major Asset Activities
 - PEACE Parks \$ 4,106,722
 - FCPAC Curtainwall \$ 2,630,072
 - Neighborhood Pool Renovations \$ 422,260
 - Braun Ambulances \$ 269,955
 - FCPAC Fitness Area Remodel \$ 231,857
 - Infrastructure, including CSO, maintenance investment is on-going

- Bonds Issued
 - No new bond issuances for FY2024.
 - Refinance opportunities were not available for the year.

- Horizon
 - The Local Community Stabilization Authority reimbursement funding levels remain a challenge to accurately forecast. The amount decreased for FY24 from the supplemental millage removal.
 - Proposal A of 1994 FY2025 inflation rate published by Department of Treasury is 3.1%. Rate multiplier for FY2023 and FY2024 was the capped amount of 5.0%
 - Health care and record inflationary cost increases in excess of property tax value inflation rate are a structural financial threat. Attempts to reduce this risk with healthcare changes in 2024 were:
 - **Annual HSA funding contributions are estimated to be \$1,104,400 for 100% of full-time active employee healthcare deductibles.**
 - Strategic Investment – 5 Year Capital Improvement Plan & Potential Bond Issues
 - Water and Sewer Infrastructure (CSO Projects) bonds were originally intended to be issued in FY2022, but have been delayed to pursue the other funding options. A City-wide sewer study was completed to address flooding concerns. Funding is needed to begin the engineering and design phase.
 - Liabilities & Risks
 - Pending litigation regarding GLWA contract
 - Legacy Retirement and OPEB Liabilities

- Current FY2025 General Fund amended budget as of November 12, 2024 has revenue budget of \$152,715,619 and expense budget of \$153,310,385, resulting in **use of fund balance in the amount of (\$594,766).**



Plante & Moran, PLLC
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November 19, 2024

To the Honorable Mayor and Members
of the City Council
City of Dearborn, Michigan

We have audited the financial statements of the City of Dearborn, Michigan (the "City") as of and for the year ended June 30, 2024 and have issued our report thereon dated November 19, 2024. Professional standards require that we provide you with the following information related to our audit, which is divided into the following sections:

Section I - Communications Required Under AU 260 - This section includes information that current auditing standards require independent auditors to communicate to those individuals charged with governance. We will report this information annually to the City Council of the City of Dearborn, Michigan.

Section II - Legislative and Informational Items - This section contains updated legislative and informational items that we believe will be of interest to you.

We would like to take this opportunity to thank the City's staff for the cooperation and courtesy extended to us during our audit. Their assistance and professionalism are invaluable.

This information is intended solely for the use of the City Council and management of the City and is not intended to be and should not be used by anyone other than these specified parties.

We welcome any questions you may have regarding the following communications, and we would be willing to discuss these or any other questions that you might have at your convenience.

Very truly yours,

Plante & Moran, PLLC

A handwritten signature in black ink that reads "Timothy St. Andrew".

Timothy St. Andrew

A handwritten signature in black ink that reads "Keith Szymanski".

Keith Szymanski

Section I - Communications Required Under AU 260

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated July 22, 2024, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities. Our responsibility is to plan and perform the audit to obtain reasonable, but not absolute, assurance that the financial statements are free of material misstatement.

As part of our audit, we considered the internal control of the City. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures specifically to identify such matters.

Our audit of the City's financial statements has also been conducted in accordance with *Government Auditing Standards*, issued by the Comptroller General of the United States. Under *Government Auditing Standards*, we are obligated to communicate certain matters that come to our attention related to our audit to those responsible for the governance of the City, including compliance with certain provisions of laws, regulations, contracts, and grant agreements; certain instances of error or fraud; illegal acts applicable to government agencies; and significant deficiencies in internal control that we identify during our audit. Toward this end, we issued a separate letter dated November 19, 2024 regarding our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our meeting about planning matters on September 10, 2024.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the City are described in Note 1 to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during 2024.

We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus.

We noted no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Section I - Communications Required Under AU 260 (Continued)

The net other postemployment benefits liability is based on an actuarial valuation that includes significant assumptions related to health care costs, life expectancies, and future rates of return on investments. The net pension asset and liability are based on actuarial valuations performed that include significant assumptions related to life expectancies, projected salary increases, and future rates of return on investments. The estimated reserves for workers' compensation, fleet, and general liability claims are based on a combination of known cases at the end of the year and an estimate for claims incurred but not yet reported. We evaluated the key factors and assumptions used to develop the estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements are Note 2 - Deposits and Investments, Note 4 - Long-term Debt, Note 6 - Pension Plans, and Note 8 - Other Postemployment Benefit Plan.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in performing and completing our audit.

Disagreements with Management

For the purpose of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements.

Significant Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, business conditions affecting the City, and business plans and strategies that may affect the risks of material misstatement, with management each year prior to our retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship, and our responses were not a condition of our retention.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 19, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a second opinion on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

**Section I - Communications Required Under AU 260
(Continued)**

Other Information Included in Annual Reports

Our responsibility for other information included in annual reports does not extend beyond the financial statements, and we do not express an opinion or any form of assurance on the other information. However, we read the introductory and statistical sections of the Annual Comprehensive Financial Report, and nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially misstated or materially inconsistent with the information or manner of its presentation appearing in the financial statements.

Section II - Legislative and Informational Items

Information Technology Purchases

During the audit, we identified two IT-related invoices that had not initially been accrued in fiscal year 2024 despite the goods and services being provided prior to fiscal year end. The error appeared to be due in part to the invoices not being provided to the finance department on a timely basis. The City posted an adjustment to correct the error, but we recommend the City implement procedures to ensure invoices from the department of innovation and technology are submitted for processing on a timely basis in order to help ensure similar errors do not occur in the future.

Legacy Costs

Legacy costs and the challenge of funding them continue to be topics of discussion. GASB pronouncements of late have placed even more focus on the net long-term liability arising from these benefit promises by requiring governmental financial statements to now reflect the net pension and OPEB liabilities. These liabilities are perhaps the greatest financial challenges facing the City. Below is a summary of the total pension and OPEB liabilities as of June 30, 2024 compared to five years ago:

	2019	2024
Total pension and OPEB liabilities	\$ 863,081,904	\$ 899,971,760
Fiduciary net position	616,055,447	735,111,441
Net pension and OPEB liabilities	247,026,457	164,860,319
Funded ratio	71.4%	81.7%
Actuarially determined contributions	\$ 36,528,317	\$ 24,503,859

This comparison shows that, over the last five years, the net position in the trusts has grown by \$119 million. This includes \$55 million of bond proceeds, as well as other contributions and investment gains. At the same time, the liabilities have increased by \$37 million as active employees continue to earn benefits, the present value increases as the benefits are closer to having to be paid, and actuarial assumptions are updated. All of the plans incurred investment gains in the last year, which caused the overall funded ratio to increase from 78 percent to 82 percent during the year. The total unfunded liabilities across all plans is currently approximately \$165 million.

Due to improved funded status, required contributions have decreased from \$36.5 million in 2019 to \$24.5 million. The City is also incurring debt service on the pension and OPEB bonds of approximately \$4.5 million per year.

We commend the City for the actions taken to date to improve the plans' net position. These challenges are not unique to the City, as governments across the country struggle to fund legacy costs. Continuing to make required contributions is the most important thing the City can do in order to move closer to 100 percent funded status over time.

Inflation Reduction Act (IRA)

Significant legislation was enacted in 2022 that has dramatically expanded the available tax credits, tax incentives, and other funding opportunities related to the green energy sector. Several of these are built on previously existing programs, but many are new and widely applicable. Additionally, new monetization options expand the benefits of tax credits for qualifying activities to public sector organizations like the City. The breadth of qualifying activities is significant, including, in most cases, the production of electricity; production of solar, wind, and energy equipment; installation of energy-efficient upgrades to businesses and homes; and the acquisition of electric vehicles (EVs) and charging equipment. We are happy to discuss any questions or potential tax credit opportunities with you, and please also feel free to visit our IRA tax credits articles and webinars at <https://www.plantemoran.com/explore-our-thinking/areas-of-focus/inflation-reduction-act-tax-credits>.

Section II - Legislative and Informational Items (Continued)

Monitoring Lease, SBITA, and PPP Activity

GASB Statements No. 87, *Leases*; No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs); and No. 94, *Public-Private and Public-Public Partnerships (PPP) and Availability Payment Arrangements*, were effective in fiscal years 2022 and 2023. Although significant analyses were performed to determine the applicability of the new standards and record any necessary adjustments, we want to stress the importance of implementing ongoing monitoring procedures over lease, SBITA, and PPP activity. When the City enters into new leases, SBITAs, or PPPs; existing agreements are modified; or other facts and circumstances change, consideration must be given to the impact those changes will have on lease, SBITA, and PPP accounting. In order to do so, the City must ensure there is a process in place to identify and appropriately account for new leases, SBITAs, or PPPs or changes to existing agreements on an ongoing basis or at least at the end of each year.

Cybersecurity and Information Technology Controls

Cyberattacks are on the rise across the globe, and the cost of these attacks is ever increasing. Because of these attacks, municipalities stand to lose their reputation, the ability to operate efficiently, and proprietary information or assets. Communities potentially can also be subject to financial and legal liabilities. Managing this issue is especially challenging because even a municipality with a highly mature cybersecurity risk management program still has a residual risk that a material cybersecurity breach could occur and not be detected in a timely manner. We understand that the technology department continues to monitor and evaluate this risk, which are critical best practices. Additionally, periodic assessment of the system to verify that the control environment is working as intended is a key part of measuring associated business risk. We encourage administration and those charged with governance to work with the technology team on this very important topic. If we can be of assistance in the process, we would be happy to do so.

OMB Revisions to the Uniform Guidance

In April 2024, the Office of Management and Budget (OMB) released revisions for the Uniform Guidance for federal grants and agreements, which are effective for fiscal year ends beginning on October 1, 2024 and after. The guidance clarifies the applicability of requirements and terminology and includes some relaxation and clarification of certain requirements that required prior approval from federal regulators. A few key changes include the following:

- Increase the single audit threshold to \$1 million from \$750,000
- Require the schedule of expenditures of federal awards (SEFA) to identify recipient of federal award for audits that cover multiple recipients
- Increase the *de minimis* indirect cost rate from 10 percent to 15 percent, effective for grants received on October 1, 2024 and after

The changes are included in more detail within the federal register at <https://www.federalregister.gov/documents/2024/04/22/2024-07496/guidance-for-federal-financial-assistance>, and we are happy to discuss these changes with you.

Capitalization Thresholds

The April 2024 Uniform Grants Guidance 2024 Revision described above resulted in the equipment threshold increasing from \$5,000 to \$10,000. This threshold applies to the value of equipment that at the end of the grant period may be retained, sold, or otherwise disposed of with no further responsibility to the federal agency. In addition to considering this Uniform Guidance threshold related to federal grants compliance, it may be a good time for the City to reevaluate the capitalization thresholds. We are happy to assist you in thinking through considerations in evaluating these thresholds.

Section II - Legislative and Informational Items (Continued)

Upcoming Accounting Standards Requiring Preparation

We actively monitor new Governmental Accounting Standards Board (GASB) standards and due process documents and provide periodic updates to help you understand how the latest financial reporting developments will impact the City. In addition to the summaries below and to stay up to date, Plante & Moran, PLLC issues a biannual GASB accounting standard update. The most recent update and a link to previous fall and spring updates are available [here](#).

GASB Statement No. 101 - Compensated Absences

This new accounting pronouncement will be effective for the City's June 30, 2025 fiscal year. The statement requires all compensated absences be reported under a new unified model that provides recognition and measurement guidance for all compensated absences that meet certain criteria. This is a major shift from the prior standards that provided different recognition and measurement guidance for vacation leave versus sick leave. Under the new standard, all compensated absences (with some exceptions like parental leave and military leave) that meet three criteria are to be recognized (accrued). The three criteria are (1) the absence accumulates, (2) the absence is attributed to services already performed, and (3) the absence is more likely than not to be either paid or settled through other means.

A few of the more significant changes from prior guidance include the elimination of specific recognition criteria for sick leave (GASB 16's termination payment method and vesting method) in lieu of standard recognition criteria for all types of compensated absences that meet the criteria. In addition, the prior standards used the "probable criteria" as a measurement stick for recognition; GASB 101 lowers that threshold to more likely than not. More likely than not means a likelihood of more than 50 percent. Because GASB 101 does not prescribe the manner in which these leave liabilities are estimated once the criteria are met, organizations will have significant latitude in how these estimates are determined. Because of this, there may be additional reporting and additional disaggregation of historical employee leave usage information that may be required in order to come up with an accurate estimate of these liabilities. We strongly suggest the City start thinking about these changes now, brainstorm estimation methodologies, and begin gathering the necessary information in order to successfully adopt this new standard.

GASB Statement No. 102 - Certain Risk Disclosures

This new accounting pronouncement will be effective for the City's June 30, 2025 fiscal year. This statement requires a government to assess whether a concentration or constraint makes the primary government or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. It also requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If certain criteria are met for a concentration or constraint, disclosures are required in the notes to the financial statements.

GASB Statement No. 103 - Financial Reporting Model Improvements

This new accounting pronouncement will be effective for the City's June 30, 2026 fiscal year. This statement establishes new accounting and financial reporting requirements, or modifies existing requirements, related to the following: management's discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statement of revenue, expenses, and changes in fund net position; information about major component units in basic financial statements; budgetary comparison information; and financial trends information in the statistical section.

**Section II - Legislative and Informational Items
(Continued)**

GASB Statement No. 104 - Disclosures of Certain Capital Assets

This new accounting pronouncement requires certain types of capital assets, such as lease assets, intangible right-to-use assets, subscription assets, and other intangible assets, to be disclosed separately by major class of underlying asset in the capital assets note. The statement also requires additional disclosures for capital assets held for sale. The provisions of this statement are effective for the City's financial statements for the year ending June 30, 2026.

Significant GASB Proposal Worth Watching

The Revenue and Expense Recognition project aims to develop a comprehensive accounting and financial reporting model for transactions that result in revenue and expenses. The GASB has issued a preliminary views document that proposes a new categorization framework that replaces the exchange/nonexchange transaction notion with a four-step categorization process for classifying a transaction. In addition to this new framework, the proposal also addresses recognition and measurement of revenue and expense transactions. The exposure draft for this project is expected sometime in 2025.

Plante & Moran, PLLC has spent significant time digesting this new proposed standard and recently testified to the GASB about our feedback. We strongly encourage the City to monitor developments with this standard, as the potential impact is quite broad.



FINANCE

EXECUTIVE SUMMARY

REQUEST: Receipt and file of the FY2024 Annual Comprehensive Financial Report (ACFR).

DEPARTMENT: Finance

BRIEF DESCRIPTION: Plante & Moran has completed the audit and issued an unmodified opinion (most favorable result). 2004-01 Finding: Single Audit The City could not provide evidence that it performed a check to verify contractors were not suspended or debarred.

PRIOR COUNCIL ACTION: Receipt and file of previous years' audit reports

BACKGROUND: An independent audit of the City's financial statements is required pursuant to the State of Michigan and the City Charter. A single audit of federal expenditures is required in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Compliance Supplement.

FISCAL IMPACT:

- Comprehensive financial statement data can be found within the report.

IMPACT TO COMMUNITY:

- Provide financial information to the citizens and other financial statement users.
- Give the citizens and other users confidence that the City's financial statements are reliable and accurate.

IMPLEMENTATION TIMELINE: N/A

COMPLIANCE/PERFORMANCE METRICS: The City received an unmodified opinion from the auditors (most favorable outcome) on the financial statements, and is in compliance in all material respects on each major federal program as a result of the audit of major federal programs.



FINANCE

TO : City Council
FROM : Michael Kennedy, Finance Director / Treasurer
VIA : Mayor Abdullah H. Hammoud
SUBJECT : 2023-2024 Annual Comprehensive Finance Report (ACFR)
DATE : November 26, 2024

DocuSigned by:
Michael Kennedy
F7791801421447F

Plante & Moran, PLLC, independent auditors, have completed their audit of the fiscal year ended June 30, 2024 financial records and have issued the **City of Dearborn an unmodified audit opinion on its financial statements. This type of opinion is the most favorable outcome given during audits.**

As taken from the Independent's auditor report, "In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of June 30, 2024 and the respective changes in its financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America."

A meeting with the auditor is scheduled for December 5, 2024 at 6:00 pm.

Attached is a copy of the unbound Annual Comprehensive Financial Report. When this report is final, a bound version will be sent to you as soon as delivered from the printer, which we anticipate to be by the end of the calendar year. **Finance Department is requesting receipt and filing of this report.** If you have any questions regarding this information, contact me to discuss or to schedule a meeting.

The City did have 1 finding on the single audit report as follows:

2024-001 **Assistance Listing Number, Federal Agency, and Program Name** - 97.044,
U.S. Department of Homeland Security, Assistance to Firefighters Grant

Federal Award Identification Number and Year - Not available

Pass-through Entity - Not applicable

Finding Type - Material weakness and material noncompliance with laws and regulations

Repeat Finding - No

Criteria - Per 2 CFR 200.214, nonfederal entities are subject to the non-procurement debarment and suspension regulations implementing Executive Orders 12549 and 12689, as well as 2 CFR part 180. The regulations in 2 CFR part 180 restrict making federal awards, subawards, and contracts with certain parties that are debarred, suspended, or otherwise excluded from receiving or participating in federal awards.

Condition - The City could not provide evidence that it performed a check to verify contractors were not suspended or debarred.

Questioned Costs - None

Identification of How Questioned Costs Were Computed - Not applicable

Context - The City used the grant to procure goods and services from 13 different contractors and was unable to provide evidence that the check for suspension and debarment was completed prior to entering into a contract with them.

Cause and Effect - The City did not retain evidence to support that it had conducted the search for whether a contractor was suspended or debarred prior to entering into a contract. Subsequently, the City did complete the search on Sam.gov and retained evidence to support that the contractor was not suspended or debarred, thereby creating no questioned costs.

Recommendation - We recommend the City strengthen its controls to ensure documentation is maintained to support that contractors are not suspended or debarred.

Views of Responsible Officials and Corrective Action Plan - This item relates to turnover and transition within the purchasing division of the City during the last two years for all of the staff finalizing procurement matters that were replaced due to resignations and retirements.

Upon notification of the deficiency, a root cause investigation on the actions involved during the grant procurement were performed to identify cause. The outcome of this investigation will be communicated as educational training within the finance department, which includes purchasing division, operating departmental procurement requestors using federal grant awards, and all accountants. Additionally, management has amended the standard policy for the City to ensure all federal monies are used in accordance with 2 CFR requirements.

DEAR
bets on
BORN

**Annual Comprehensive
Financial Report for the
Year Ended June 30, 2024**

CITY OF DEARBORN
Michigan

Mayor Abdullah H. Hammoud

CITY OF DEARBORN, MICHIGAN

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended June 30, 2024

MAYOR

Abdullah H. Hammoud

CITY COUNCIL

Council President

Michael T. Sareini

Council President Pro-Tem

Leslie C. Herrick

Council Members

Kamal M. Alsawafy

Kenneth C. Paris

Robert A. Abraham

Mustapha A. Hammoud

Gary A. Enos

Michael Kennedy
Finance Director/Treasurer

Corey J. Jarocki Jr.
Deputy Finance Director

City of Dearborn, Michigan

Wayne County, Michigan

Annual Comprehensive Financial Report with Supplementary Information June 30, 2024

City of Dearborn, Michigan

Contents

Introductory Section

Letter of Transmittal	i-viii
GFOA Certificate of Achievement	ix
Mission Statement	x
City of Dearborn Map	xi
Organizational Chart	xii
List of Principal Officials	xiii

Financial Section

Independent Auditor's Report	1-3
Management's Discussion and Analysis	4-17
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	18-19
Statement of Activities	20-21
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	22-23
Reconciliation of the Balance Sheet to the Statement of Net Position	24
Statement of Revenue, Expenditures, and Changes in Fund Balances	25
Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances to the Statement of Activities	26
Proprietary Funds:	
Statement of Net Position	27-28
Statement of Revenue, Expenses, and Changes in Net Position	29
Statement of Cash Flows	30-31
Fiduciary Funds:	
Statement of Fiduciary Net Position	32
Statement of Changes in Fiduciary Net Position	33
Component Units:	
Statement of Net Position	34
Statement of Activities	35-36
Notes to Financial Statements	37-86

City of Dearborn, Michigan

Contents (Continued)

Required Supplementary Information	87
Budgetary Comparison Schedule - General Fund	88-90
Chapter 21 Policemen's and Firemen's Retirement System:	
Schedule of Pension Contributions	91
Schedule of Changes in the Net Pension Asset and Related Ratios	92
Schedule of Pension Investment Returns	93
Chapter 22 General Employees' Retirement System:	
Schedule of Pension Contributions	94
Schedule of Changes in the Net Pension Liability and Related Ratios	95
Schedule of Pension Investment Returns	96
Chapter 23 Police and Fire Revised Retirement System:	
Schedule of Pension Contributions	97
Schedule of Changes in the Net Pension Liability and Related Ratios	98
Schedule of Pension Investment Returns	99
Municipal Employees' Retirement System of Michigan:	
Schedule of Pension Contributions	100
Schedule of Changes in the Net Pension Liability (Asset) and Related Ratios	101
Postemployment Healthcare Fund:	
Schedule of OPEB Contributions	102
Schedule of Changes in the Net OPEB Liability and Related Ratios	103
Schedule of OPEB Investment Returns	104
Notes to Required Supplementary Information	105-107
Supplementary Information	108
Nonmajor Governmental Funds:	
Fund Descriptions	109
Combining Balance Sheet	110-111
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances	112-113
Budgetary Comparison Schedules - Nonmajor Governmental Funds	114-122
Internal Service Funds:	
Fund Descriptions	123
Combining Statement of Net Position	124
Combining Statement of Revenue, Expenses, and Changes in Net Position	125
Combining Statement of Cash Flows	126-127
Fiduciary Funds:	
Fund Descriptions	128
Combining Statement of Fiduciary Net Position	129
Combining Statement of Changes in Fiduciary Net Position	130
<u>Statistical Section</u>	
Description of the Statistical Section	131
Financial Trends Information	132
Net Position by Component	133-134
Changes in Governmental Net Position	135-136
Changes in Business-type Net Position	137-138
Fund Balances, Governmental Funds	139-140
Changes in Fund Balances, Governmental Funds	141-142
Statement of Net Position, Sewer Fund	143-144

City of Dearborn, Michigan

Contents (Continued)

Revenue Capacity Information	145
Percentage of Operating Millage Used to Fund Essential Services	146-147
Revenue Sharing Payments - State of Michigan	148
History of Sewage System Rates	149
Direct and Overlapping Property Tax Rates	150-151
Taxable Value and Estimated Actual Value of Taxable Property	152-153
Principal Property Taxpayers	154
Principal Sewage Utility Customers	155
Property Tax Levies and Collections	156-157
Per Capita Taxable Value	158-159
Debt Capacity Information	160
Ratios of Outstanding Debt	161-162
Ratios of General Bonded Debt Outstanding	163-164
Legal Debt Margin	165-166
Direct and Overlapping Governmental Activities Debt	167
Sewage Disposal System Pledged-Revenue Bond Coverage	168
Water Supply System Pledged-Revenue Bond Coverage	169
Demographic and Economic Information	170
Demographic and Economic Statistics	171
Principal Employers	172
Operating Information	173
Full-time Equivalent Government Employees	174-175
Capital Asset Statistics	176-177
Operating Indicators	178-179
Federal Awards Supplementary Information Section	1-11

Transmittal Letter
November 19, 2024



CITY OF DEARBORN

Home Town of Henry Ford

Michael Kennedy
Finance Director/Treasurer

DEPARTMENT OF FINANCE

Abdullah H. Hammoud
MAYOR

Honorable Mayor, Abdullah H. Hammoud,
Members of the City Council, and
Citizens of the City of Dearborn:

The Annual Comprehensive Financial Report (ACFR) of the City of Dearborn, for the fiscal year ended June 30, 2024, is submitted with this letter. The City's Finance Department prepared this report pursuant to requirements of both the City Charter and Michigan law, and also to comply with continuing disclosure requirements for outstanding bonds.

This letter is designed to complement the Management Discussion & Analysis (MD&A) as required by Generally Accepted Accounting Principles and the Governmental Accounting Standards Board (GASB) Statement No. 34. This letter should be read in conjunction with the complementary MD&A.

MANAGEMENT REPRESENTATIONS

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City's management.

We believe that the financial information, as presented:

- ◆ is accurate in all material aspects
- ◆ is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activity of its various funds
- ◆ includes all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs

Management has reviewed and approved the financial statements, supplementary financial information, and related notes prior to their issuance and has accepted responsibility for the adequacy of the financial statements.

ACCOUNTING SYSTEM INTERNAL CONTROL STRUCTURE

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

- ◆ the safeguarding of assets against loss from unauthorized use or disposition
- ◆ the reliability of financial records for preparing financial statements and maintaining accountability for assets

The concept of reasonable assurance recognizes that:

- ◆ the cost of a control should not exceed the benefits likely to be derived
- ◆ the evaluation of costs and benefits requires estimates and judgments by management

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. Internal controls are reviewed on an ongoing basis by staff and consultants with processes and procedures updated.

Transmittal Letter
November 19, 2024

INDEPENDENT AUDIT

State of Michigan statutes and the City Charter require that an independent audit be made of the City's financial statements. In addition, the City is required to undergo an annual single audit of its federal financial assistance in conformity with the provisions of the Single Audit Act of 1984 and the United States Office of Management and Budget's *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Plante & Moran, PLLC, whose reports are included, has performed the independent audit for fiscal year 2024.

FORM OF GOVERNMENT/CITY PROFILE

The City of Dearborn is located in southeast Michigan and borders the City of Detroit to the east. The 2020 census reported a population of 109,976, a 12% increase from the 2010 census. It is now the seventh largest city in the state. Superior public services and facilities, a well-established employment base, proximity to Detroit and other affluent suburbs, Detroit Metropolitan Airport, and transportation systems, make Dearborn a desirable community in southeast Michigan for families and businesses.

The present City of Dearborn was incorporated in 1929, consolidating the former cities of Fordson and Dearborn. The City operates under a strong mayor, weak council form of government. Its most recent charter was adopted November 6, 2007 and was effective January 1, 2008. The City is incorporated under Michigan law as a home rule city. Additionally in November 2021, the voters elected a nine member Charter Commission to undertake a thorough and complete review, discussion and presentation of updates to the citizens.

Elected officials are comprised of the Mayor, City Clerk, and seven Council members who are elected at large. All terms of office are four years. Department Directors, Chief of Staff, Chief Operating Officer, and the Director of Strategy are appointed by, and serve at the pleasure of, the Mayor with the exception of the Human Resource (Civil Service) Director, who is appointed by the respective commission, and the Library Director who is appointed by the Library Commission. Corporation Counsel is appointed by the Mayor, subject to confirmation by the City Council. The Mayor is responsible for administration of all departments and functions of the City government not under the jurisdiction of any other elected official or commission. The City Clerk has duties related to keeping the public records. City Council is led by a Council President being the member receiving the highest number of votes in the last general election. The Council is responsible for all legislative matters including adoption of the annual budget.

Mayor Abdullah H. Hammoud and the Council of the City of Dearborn are responsive to the community. Challenges are identified, openly communicated, and action is planned and taken. Mayor Hammoud is a lifelong Dearborn resident, a distinguished graduate of the University of Michigan-Dearborn and University of Michigan-Ann Arbor, and a state and national expert in health care systems and management. The Mayor was elected to three terms to represent Dearborn in the Michigan House of Representatives, where he served as the Vice Chairman for the Department of Health and Human Services budget, totaling \$30 billion annually. Upon taking office on January 1, 2022, the Mayor began implementation of his sweeping agenda to modernize government operations with careful investments into infrastructure and technology, while ensuring quality of services, accountability and transparency. The Mayor's background in finance and health care policy as well as his advocacy for environmental sustainability and equitable economic development have resulted in a shift toward fiscally sound management practices, where public health and welfare remain at the center of all decisions made for the city. The residents of Dearborn elected the Mayor to make changes in how the city operates, how the city manages its infrastructure, and how the city embraces its residents and their diversity in all aspects of service and programming. The Mayor has embraced that mandate and secured his first two budgets with a surplus addition to fund balance while recognizing a 12% reduction in annual general fund property tax revenues upon taking office from the non-renewed supplemental millage, reducing overall property taxes for residents, and ensuring critical services continue with highest level of quality.

GENERAL GOVERNMENT

The City of Dearborn is a full-service government. The Mayor, the City Clerk and City Council have department designations. Public Safety departments include Police, and Fire and Rescue. The Permits and Inspection divisions of the Economic Development Department performs the building permit and inspection work of the public safety function in addition to other core duties. The City includes the 19th District Court with the City serving as the funding unit for this State judicial operation. The Department of Public Works and Facilities

Transmittal Letter
November 19, 2024

manages the infrastructure projects and general repair and maintenance of City property and includes the Housing program.

Culture and Recreation encompasses a main library and two branch libraries, a Historical Museum and a robust Recreation Department including neighborhood parks, several large community parks, a dual ice surface arena and the Ford Community & Performing Arts Center. The Recreation Department operates the 18-hole Robert Herndon Dearborn Hills Golf Course within the city limits, as well as the 27-hole Mystic Creek Golf Course within the 626-acre Camp Dearborn Park that is located in Milford, Michigan.

The City has a separate Economic Development department that is inclusive of the Planning division, Permits, Inspections and Enforcement divisions, EDDDA & WDDDA, Dix-Vernor & Warren Corridors as well as the Community Development Block Grant. Legal, Finance, Human Resources, Philanthropy & Grants, Public Relations, Communications, Assessment, and Public Health function as support-type departments. The City of Dearborn is a medium-sized community, but in many respects operates similar to a large community due to the presence of Ford Motor Company and the corresponding business environment.

PROPRIETARY TYPE OPERATIONS

The City operates the water and sewer utilities. The City relies on and compensates the Great Lakes Water Authority for providing clean water and for sewage treatment. The City is responsible for complying with the federally mandated reduction in sewer overflows to the Rouge River. This mandate has resulted in substantial capital and operating costs to the community for the construction of enhanced sewer infrastructure. Retention facilities and sewer separation have both been employed depending on the service area. The waterways will be cleaner and the secondary benefit to the community is new water and sewer lines, and new roadways in the construction areas.

The 2004 Voted Combined Sewer Overflow (CSO) Debt Authority of \$314 million was fully issued with the final debt issuance in December 2017. An additional \$60 million of CSO Debt Authority was approved at the August 2018 election, with a \$23 million Unlimited Tax General Obligation (UTGO) bond issued in September 2018. The City is reviewing multiple funding options for the remaining CSO work needing to be completed.

The Housing operation manages five retirement buildings with two City-owned and three owned by the Dearborn Housing Commission under the Federal program.

A group of internal service funds are operated for asset or risk management. In addition, the Innovation & Technology department and the Public Works-Building Services operations are accounted for in the internal service funds with allocations to the various user departments.

FIDUCIARY FUND TYPE OPERATIONS

The City operates three pension trust funds, including two for police and fire personnel and a third for general full-time personnel. All three pension systems were closed with the following operation durations: Policemen and Firemen April 1, 1943 to July 1, 1956, Revised Police and Fire July 1, 1956 to July 1, 2005 (Police) and May 1, 2009 (Fire), General Employees July 1, 1951 through January 1 or July 1, 2002 depending on the labor group.

City Council approves the plans for Chapter 21 (Police & Fire) and Post Employment Healthcare (PEHC), while the plans for the Chapter 22 (General) and Chapter 23 (Revised Police & Fire), are approved by the Pension Boards.

Two bonds were issued in 2018 to partially fund the Chapter 22 Pension and PEHC liabilities. A Limited Tax General Obligation Bond (LTGO) was issued in September 2018 for the Pension liabilities, while a LTGO was issued in December 2018 for the PEHC. These two bonds funded the liabilities at 86% and 49%, respectively.

Beginning in April 2009 police and fire new-hires have the option to participate in the Municipal Employees Retirement System (MERS) defined benefit program, which is a state-wide program.

All full-time personnel not covered by one of these pension plans participate in the defined contribution plan.

Transmittal Letter
November 19, 2024

COMPONENT UNITS

The City currently has six component units included in this section of the report. The East and West Dearborn Downtown Development Authorities (EDDDA and WDDDA) account for monies from tax increment financing districts under each authority's jurisdiction. These resources are being accumulated to pay debt service and to fund future redevelopment of both the East and West Dearborn Business Districts. The Dix-Vernor and Warren Avenue District Improvement Authorities operate in a similar method, and have completed their sixth year of operation this fiscal year.

The Brownfield Redevelopment Authority was created to account for the redevelopment of environmentally contaminated and other under-utilized property sites within the City. The Economic Development Corporation (EDC) of Dearborn was created to encourage economic development primarily through the issuance of tax-exempt financing.

BUDGET CONTROLS

The City's budget is prepared in compliance with uniform budgeting provisions of Michigan law for all governmental fund types and in conformity with generally accepted accounting principles (modified accrual basis of accounting). The proposed annual budget is delivered to City Council no later than April 15th, and must be adopted no later than June 13th (per City ordinance, unless waived by the City Council in special circumstances). Budgets are adopted for all governmental and proprietary funds, and for required trust funds. Appropriations are predominantly controlled at the department level (General fund), project level (Capital Improvement fund), or fund level (all other funds), as appropriate. Appropriations lapse at fiscal year-end except for the portion related to grant or project-life appropriations, and those amounts approved for carry-forward by the City Council.

Economic Development and Progress

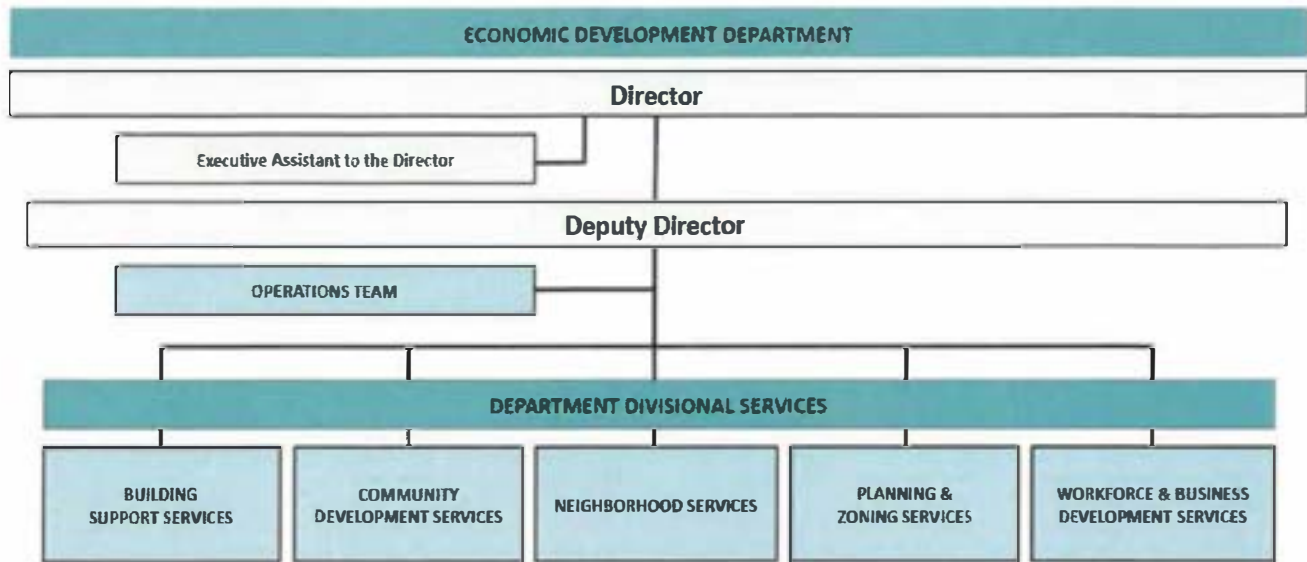
One-Stop Shop: Economic Development Department Gets Organized

The Economic Development Department has undergone a successful reorganization, bringing all development services under one roof. The new structure features an operations team dedicated to customer satisfaction and departmental administrative functions. This team focuses on improving consistency, streamlining processes, and eliminating obstacles, fostering a culture that prioritizes exceeding customer needs. Ultimately, this approach will drive investment and growth in Dearborn.

Additionally, the department empowers residents and businesses through five service divisions:

- Building Support Services: Streamlines permits and inspections
- Community Development Services: Administers federal programs
- Neighborhood Services: Ensures code compliance
- Planning & Zoning Services: Guides development
- Workforce & Business Development Services: Fosters economic growth

Transmittal Letter
November 19, 2024



Key Accomplishments for FY2024

CUSTOMER SERVICE

- ✓ Created Process Accountability Team to oversee and supervise Plan Examination and Site Plan Review processes.
- ✓ Created and deployed standardized checklists for plan review/examination and sales inspections
- ✓ Established new protocols for daily monitoring and weekly reporting on timeliness of reviews and communication with customers
- ✓ Revamped complaint process to expedite response to tall grass and health/safety complaints within 2 business days and all other issues within 5 businesses days with constituent follow up streamlined

COMMUNICATION & OUTREACH

- ✓ Created bi-lingual printed and digital resource guides for residents and businesses
- ✓ Released videos explaining residential permits, home inspections, and property maintenance
- ✓ Updated Guide to Development and created a fillable application and step by step guide for site plan review process

PRIORITY ENFORCEMENT

- ✓ Expanded seasonal sweeps to target recurring/priority code enforcement issues
- ✓ Consolidated vector services team and contract management for weed treatment, vacant lot maintenance, and vector control resulting in 34% reduction in complaints
- ✓ Expanded property maintenance services managing maintenance of +400 city owned lots and managing vector control
- ✓ Expanded ORKIN program to treat 460 manholes to help reduce rat populations
- ✓ Coordinated the South End Cleanup with nearly \$5K in donations secured
- ✓ Spearheaded Southern Street illegal dumping clean up and mitigating future dumping in collaboration with the Police Department
- ✓ Hired a landscape & maintenance contractor to ensure consistency in services across all four commercial corridors and expanded weed treatment to 28 locations city wide
- ✓ Established zero-tolerance citing for litter based on business of origin and 24-hour tall grass abatement program

Transmittal Letter
November 19, 2024

BUSINESS & DEVELOPMENT ASSISTANCE

- ✓ Issued 4,906 Permits and 2,133 Certificates of Occupancy
- ✓ Developed and launched \$100,000 Council funded small business improvement grant program
- ✓ Provided technical assistance to nearly one dozen developers - more than 500 housing units in the planning pipeline
- ✓ Awarded 6 Open Door Grants in East and West Downtown Dearborn, totaling \$50,000
- ✓ Successfully obtained a \$25,000 grant via the Match on Main Grant Program from the Michigan Economic Development Corporation for exterior improvements at Green Brain Comics
- ✓ Conducted over 2,000 direct business visits to provide resources referrals and consultation on development and business needs

COMMUNITY & BUSINESS VITALITY

- ✓ Relaunched the HOME Rehabilitation Program
- ✓ Completed the Dix-Vernor Shade Plaza Project
- ✓ Completed WDDDA \$100,000 investment at West Village Plaza Commons
- ✓ Established the West Village Commons Social District
- ✓ Hosted +20 community & business focused events and campaigns
- ✓ Launched Parking Demand Analysis and Master Land Use Plan update including community sessions and surveys
- ✓ Launched Warren Ave Facade Program design guidelines process
- ✓ Managed a holiday light program with over 80 businesses in East and West Downtown Dearborn and Warren Ave, spanning from November-March

Future Goals

🕒 Improve timeliness of reviews:

Targeting continuous improvement tactics to achieve reviews for Single Family Homes within 5-15 days (Based on Complexity) and 15 days for Multi-Family Housing, Commercial, Industrial, and New Construction

🕒 Expedited code enforcement:

Target tall grass, rats, litter and dumping and ensure consistent weed and tall grass control

🕒 Program implementation and design finalization for projects in flight:

Master Land Use Plan, Fairlane Mall/Midtown Area Plan, East Downtown Housing Pre-development, Warren Avenue Transformation (ROW and Facades), Housing Study Recommendations, Parking Study Recommendations, CDBG-DR Project Plans (in collaboration with DPW), Porch Program, Council-Funded Small Business Grant Program, and Workforce & Business Resources Programs

🕒 Expand business retention and talent attraction initiatives:

Build out comprehensive strategy for workforce and business development initiatives based on the ground work completed during FY2024

Community Development Block Grant set to fund hundreds of thousands of dollars in community projects; more than \$2M in Housing efforts and more than \$2M in facade improvement for the Warren corridor coupled with the \$24 million Federal DOT Safe Streets and Roads for All Warren Streetscape project.

The City receives an annual entitlement of Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development (HUD). The 2023-24 annual CDBG allocation in the amount of \$1,754,369 was utilized over the past year with a very broad range of local government services, functions, and activities. The primary objective of the CDBG program is the development of viable urban communities by providing the following, principally for persons of low and moderate income: – Decent housing; – A suitable living

Transmittal Letter
November 19, 2024

environment; and – Expanded economic opportunities. Highlighted below are several of the 2023-24 CDBG activities that were completed over the past year:

- *Wyoming-Gould Park Playground Project* – \$207,000 of CDBG funds were utilized for the installation of new playground equipment at Wyoming-Gould Park for the first time since 1992. The project included the new playground as well as the installation of approximately 3,588 square feet of playground grass academy (grass-like turf) with 3" safety foam pro to meet the requirements for 10' critical fall height.
- *Trash Receptacles at Various CDBG Eligible Parks* – \$224,000 of CDBG funds were utilized for the replacement and addition of trash receptacles at various CDBG eligible parks.
- *Fire and Rescue Equipment Replacement* – \$216,000 of CDBG funds were utilized for the replacement of fire and rescue equipment that is nearing the end of its expected service life. All equipment that was replaced will be utilized on apparatus assigned to the East and South Ends within the CDBG zone.
- *LAHC Workforce Hub* – \$200,000 of CDBG funds were utilized for the renovation of the commercial kitchen at the Community Health and Training Hub at LAHC.
- *ACCESS Social Services Program* – \$90,000 of CDBG funds were utilized to provide social services program for the low/mod which address language barriers for the City's large Arabic population, homeless and at-risk individuals and families with obtaining appropriate supportive services, health & mental health services, employment & training, legal aid services, education, and other services essential for achieving household and economic stability.
- *LAHC Youth Substance Prevention Program* – \$50,000 of CDBG funds were utilized to pay for salary and fringe benefits for two (2) Youth Prevention Specialists to administer the Life Skills Roots to Grow 10-week youth substance abuse prevention program offered in the Dearborn high schools and youths adjudicated in the 19th District Court.

CDBG-CV CARES Act

This upcoming year, the City will utilize the remaining \$542K from its CARES Act small business program to shift from focusing on addressing the immediate COVID-19 public health crisis to making more long-term investments by developing CDBG-CV tieback projects for small businesses focusing on interior upgrades such as HVAC improvements, HEPA Air Filtration Systems, and outdoor dining expansion.

HOME Partnership and Investments Program

The City received an annual HOME allocation of \$557,178 from the Wayne County HOME Consortia via the U.S. Dept. of HUD for Dearborn's Comprehensive Home Rehabilitation Program city-wide. These funds are utilized for comprehensive home repairs of up to \$90,000 per home and consists of correcting code violations such as electrical, plumbing, furnace replacement, roof, exterior siding/steps, lead hazard abatement of windows, doors, exterior siding, floor replacement, and stair replacement.

The Economic Development Department is reviewing a potential \$2M Lonyo HOME Project. The Lonyo neighborhood is bounded by Warren Avenue, Wyoming Avenue, Brandt Street, and Lonyo St. The City owns approx. 40+ parcels, consisting of residential, commercial, and green spaces. The general scope of the Lonyo HOME Project will include the development of a pattern book and design guidelines which will be utilized for the development of new construction duplexes, triplexes, and potential quadplexes.

CDBG-DR Disaster Recovery Grant

The U.S. Dept. of Housing and Urban Development (HUD) awarded the City of Dearborn \$26.3M to address long-term recovery and restoration of infrastructure, housing, and mitigation in the "Most Impacted and Distressed" areas in Dearborn which were devastated by the 2021 flooding disaster. The DR Action Plan was approved in May 2023. The DR projects includes: 1) Rehabilitation of the Colson-Palmer Stormwater Line; 2) Gate and Pumps Installation of Colson-Palmer Stormwater Line. The City must spend 15 percent of the DR funds toward mitigation projects and/or activities as well as incorporate mitigation measures into the recovery projects and/or activities. The DR Mitigation projects includes: 1) Permeable Pavement Street Installations; 2) Rain Gardens; and 3) Tree Installations. Additional project details will be announced in 2025.

2020 Census

The City is truly grateful to the Complete Count Committee, the volunteers, workers and the community for pulling together to get as accurate of a count as possible. The Census count impacts funding received by the City from various sources.

Transmittal Letter
November 19, 2024

Additional Information – In a coordinated effort by the Mayor and the Community Task Force, the City of Dearborn voters renewed in August 2016 a supplemental 3.5 operating millage for five years, to sunset after fiscal year 2022. In the November 2011 election, City of Dearborn voters approved two ballot proposals, an operating millage Charter increase of 3.5 mills, and to establish 1.0 mill for the Library. In the August 2021 election, the City of Dearborn voters passed a 1.0 mill renewal for the Library over 6 years ending June 30, 2028. On November 2, 2021 the voters were presented with a renewal option for the supplemental operating millage at a reduced amount of 2.75 mills. Outcome of that supplemental renewal was a resounding no from the citizens. As a result, beginning July 1, 2022, the City has levied only 15 mills versus the 18.5 mills that it had for each of the last several years.

For the year ended June 30, 2024, the City’s General Fund actual result reflected a surplus of reserves reflected below (in millions). For fiscal year 2024, the surplus of funds added to the reserve balance was mainly attributable to a net of the following: REVENUE ITEMS OF: Variances in revenue were mainly attributable to (\$4.6) million less than the amended final budget attributable to reductions below anticipated amounts within the categories of State revenue sharing through the local community stabilization act of (\$2.7) million, (\$.6) million Public Works unreceived reimbursements, and (\$.7) million of Other revenues associated with City Holiday events that did not take place. EXPENDITURE ITEMS OF: Expenditures for actual results versus amended budget resulted in \$5.8 million in unused budget for salaries, wages and benefits and professional contractual services in the following classifications; General Government mainly from vacancies and recruitment hire timing of \$.4 million, Public Safety of \$1.1 million relating to retirements and hire timing vacancies, Public Works from retirement and turnover as well as decreased spend on road salt and other sanitation totaling \$1.8 million and Recreation and Culture of \$ 2.0 million associated with vacancy and timing of hiring on wages in addition to materials and supplies for the Holiday events that did not take place..

	<u>Adopted Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	
2022-2023	(\$1.971)	(\$.465)	\$.075	Surplus Reserve
2023-2024	\$0.371	(\$.777)	\$452.1	Surplus Reserve

AWARDS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Dearborn for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2023. This was the twenty-fifth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized ACFR. This report satisfies both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

Appreciation is extended to the elected officials, department directors and other employees responsible for contributing to the sound financial position of the City. In particular, we acknowledge the special efforts of the entire Finance department staff.

Respectfully submitted,



 Michael Kennedy
 Finance Director / Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Dearborn
Michigan**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

A handwritten signature in black ink, reading "Christopher P. Morill". The signature is written in a cursive, flowing style.

Executive Director/CEO

CITY OF DEARBORN MISSION STATEMENT

PREAMBLE

Dearborn has a reputation for providing outstanding public service. For over 80 years, Dearborn citizens have benefited from a public service philosophy that has placed their well-being ahead of all other priorities. Today, because of this philosophy, providing outstanding public service is no longer a goal; it's a standard. This standard makes Dearborn a unique and special place to live and work.

Dearborn citizens have responded with a deep sense of loyalty and devotion to the City. They possess a fierce pride in its reputation and are confident in the City's ability to prosper in the future.

MISSION

Our mission is to deliver superior public service and earn the public's trust every day in everything we do.

GUIDING PRINCIPLES

Dearborn citizens can expect:

The City's total commitment to provide the best possible service

Respect and courtesy

Fair and consistent treatment

Cooperation and honesty

Open communication and easy accessibility

Our constant readiness to help

City employees can expect:

Trust, respect, honesty, and fairness

The basic resources needed to do a good job

Clear and complete direction when necessary

A supportive environment that encourages input on what should be done and how it should be done

Recognition and reward based on merit

City employees are expected to:

Make a total commitment to provide the best possible public service

Use all available resources efficiently and effectively

Continuously seek ways to improve service delivery through innovation

Continuously seek feedback from citizens

Be responsible and accountable for their actions

Ask for training when necessary

Challenge the status quo if they believe that service delivery can be improved

Value, support, and respect co-workers as teammates

The City administration will:

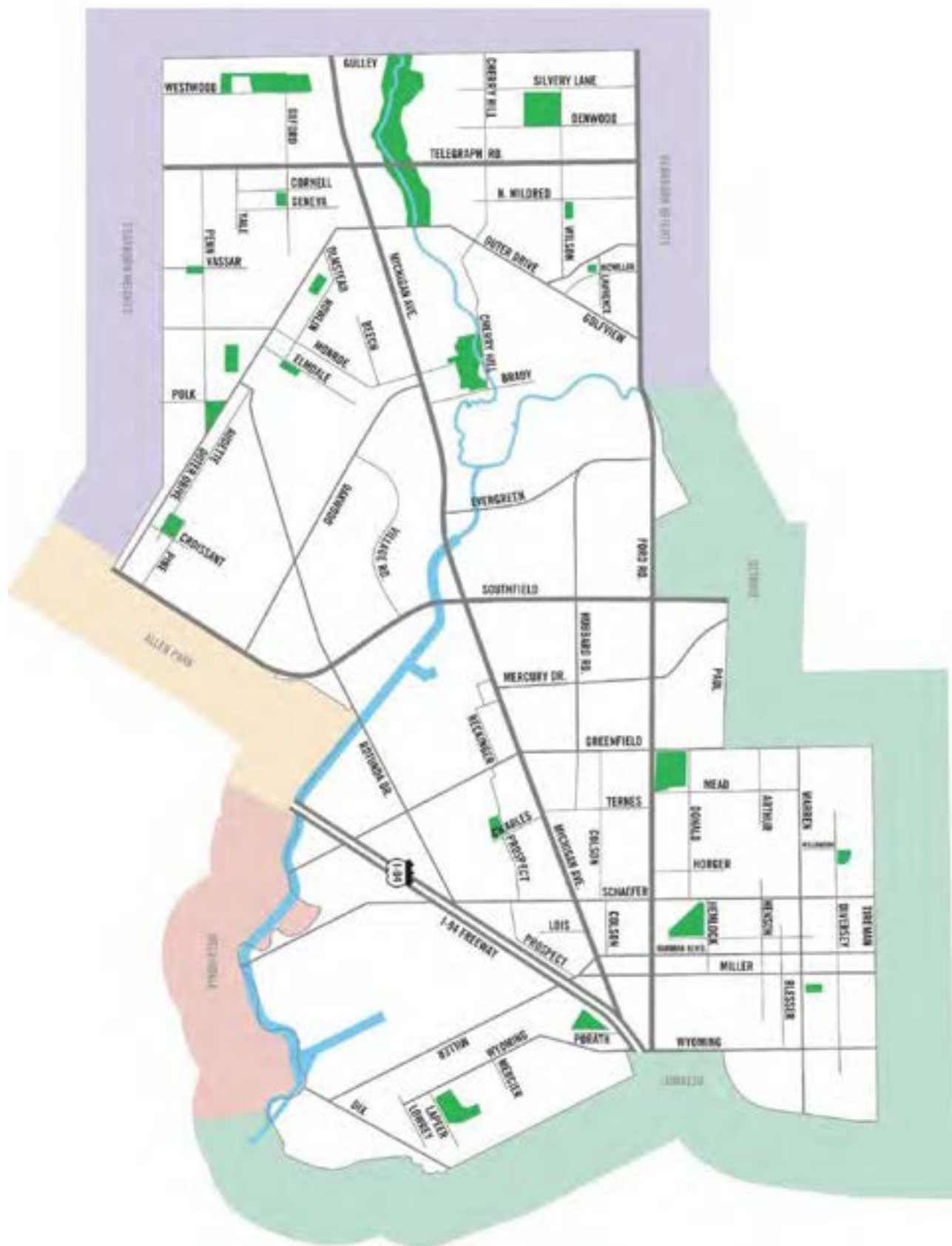
Foster cooperation and teamwork between employees and citizens

Evaluate every action based on its value to our citizens

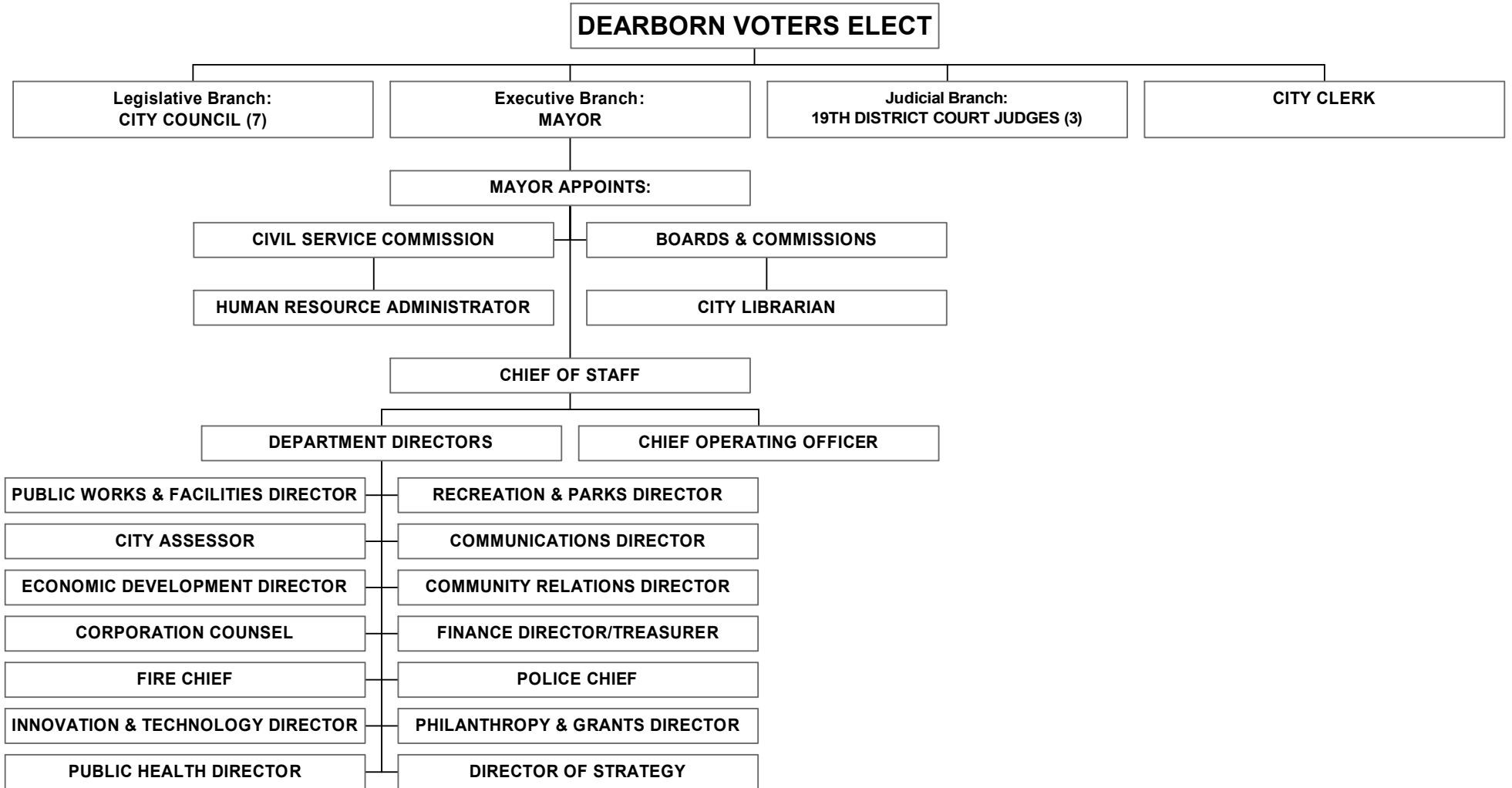
Work with other public agencies to obtain the most benefits for our citizens

Attract citizens dedicated to Dearborn and its future

Continually strive to improve our efficiency and effectiveness



DEARBORN'S ORGANIZATION CHART



CITY OF DEARBORN, MICHIGAN

List of Principal Officials

June 30, 2024

<u>TITLE</u>	<u>NAME</u>
Mayor	Abdullah H. Hammoud
City Clerk	George Darany
Council President	Michael T. Sareini
Council President Pro-Tem	Leslie C. Herrick
Council Members	Kamal M. Alsawafy
	Kenneth C. Paris
	Robert A. Abraham
	Mustapha A. Hammoud
	Gary A. Enos
Chief of Staff	Zaineb A. Hussein
Chief Operating Officer	Amanda Bright McClanahan
Director of Strategy	Mariam Jalloul
Corporation Counsel	Jeremy J. Romer
City Assessor	Jacob Thurston
City Engineer	Soud El-Jamaly
City Librarian	Betty Adams
Director of Communications	Katie Doyal
Director of Community Relations	Alia Phillips
Director of Public Health	Ali Abazeed
Economic & Community Development Director	Jordan Twardy
Finance Director/Treasurer	Michael Kennedy
Fire Chief	Joseph Murray
Human Resources Administrator	Danielle Chaney
Innovation and Technology Director	Mansour Sharha
Police Chief	Issa Shahin
Purchasing Manager	Mark Rozinsky
Public Works and Facilities Director	Tim Hawkins
Recreation Director	Sean Fletcher



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Detroit, MI 48226-1906
Tel: 313.496.7200
Fax: 313.496.7201
planteandmoran.com

Independent Auditor's Report

To the Honorable Mayor and Members
of the City Council
City of Dearborn, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Dearborn, Michigan (the "City") as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the City of Dearborn, Michigan's basic financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Dearborn, Michigan as of June 30, 2024 and the respective changes in its financial position and, where applicable, its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the City and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

To the Honorable Mayor and Members
of the City Council
City of Dearborn, Michigan

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information, as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Honorable Mayor and Members
of the City Council
City of Dearborn, Michigan

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Dearborn, Michigan's basic financial statements. The supplementary information, as identified in the table of contents; schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"); and the reconciliation of basic financial statements federal revenue with schedule of expenditures of federal awards are presented for the purpose of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, the schedule of expenditures of federal awards, and the reconciliation of basic financial statements federal revenue with schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements or whether the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 19, 2024 on our consideration of the City of Dearborn, Michigan's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Dearborn, Michigan's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Dearborn, Michigan's internal control over financial reporting and compliance.



November 19, 2024

June 30, 2024

This section of the City of Dearborn's annual financial report represents our discussion and analysis of the City's financial performance during the fiscal year that ended June 30, 2024. It should be reviewed in conjunction with the preceding transmittal letter and the City's financial statements, which follow this section.

Using this Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position (on pages 19-20) and the Statement of Activities (on pages 21-22) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements start on page 23. These statements tell how services were financed in the short term as well as what remains for future spending for governmental activities. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the City as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the City as a whole begins on page 19. One of the most important questions asked about the City's finances is: "Is the City as a whole better or worse off as a result of the year's activities"? The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes in it. You can think of the City's net position – the difference between assets/deferred outflows and liabilities/deferred inflows – as one way to measure the City's financial health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, such as changes in the City's property tax base and the conditions of the City's roads, to assess the overall health of the City.

In the Statement of Net Position and the Statement of Activities, we divide the City into three kinds of activities:

Governmental activities – Most of the City's basic services are reported here including police, fire, public works, recreation, and the general administration. Property taxes, franchise fees, and state-shared revenues finance most of these activities.

Business-type activities – For these activities, the City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water and sewer systems, and housing activities are reported here.

Component units – The City includes six separate legal entities in its report – the East and West Dearborn Downtown Development Authorities, Dix-Vernor and Warren Business District Improvement Authorities, the Brownfield Development Authority, and the Economic Development Corporation. Although legally separate, these "component units" are important because the City is financially accountable for them.

June 30, 2024

Reporting the City's Most Significant Funds

Fund Financial Statements

Our analysis of the City's major funds begins on page 23 and provides detailed information about the most significant funds; not the City as a whole. The City's two types of funds, governmental and proprietary, use different accounting approaches.

Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual accounting method which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental **activities** (reported in the Government-wide Statement of Net Position and the Government-wide Statement of Activities) and governmental **funds** in a reconciliation following the fund financial statements.

Proprietary funds – When the City charges customers for the services it provides, whether to outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Government-wide Statement of Net Position and the Government-wide Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements with more detail and additional information, such as cash flows, for proprietary funds. Internal service funds (the other component of proprietary funds) are used to report activities that provide supplies and services to the City's other programs and activities. The activity of the internal service funds is eliminated in the government-wide statements to avoid any "doubling up" in reporting revenues and expenses.

The City as Trustee

Reporting the City's Fiduciary Responsibilities

The City is the trustee, or fiduciary, for its employees' pension plans. It is also responsible for other assets that, because of a trust agreement, can be used only for the trust beneficiaries. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position on pages 34-35. These activities are excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The City as a Whole

The following table reflects the condensed Statement of Net Position compared to prior year:

**Table 1
Net Position
(in Millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
Current and other assets	\$ 216.3	\$ 199.3	\$ 70.0	\$ 74.4	\$ 286.3	\$ 273.7
Capital assets	297.3	274.7	460.4	461.3	757.7	736.0
Total assets	<u>513.6</u>	<u>474.0</u>	<u>530.4</u>	<u>535.7</u>	<u>1,044.0</u>	<u>1,009.7</u>
Deferred outflows of resources	7.8	37.6	0.1	4.5	7.9	42.1
Long-term liabilities	241.5	269.7	160.9	181.8	402.4	451.5
Other liabilities	22.4	11.4	15.2	14.3	37.6	25.7
Total liabilities	<u>263.9</u>	<u>281.1</u>	<u>176.1</u>	<u>196.1</u>	<u>440.0</u>	<u>477.2</u>
Deferred inflows of resources	6.1	4.7	1.0	1.0	7.1	5.7
Net position:						
Net investment in capital assets	272.3	250.6	319.2	306.1	591.5	556.7
Restricted	64.4	53.3	21.5	19.3	85.8	72.6
Unrestricted (deficit)	(85.3)	(78.1)	12.7	17.7	(72.5)	(60.4)
Total net position	<u>\$ 251.4</u>	<u>\$ 225.8</u>	<u>\$ 353.4</u>	<u>\$ 343.1</u>	<u>\$ 604.8</u>	<u>\$ 568.9</u>

Net position serves as an indicator of the City's financial position. The table above indicates that the City of Dearborn’s assets and deferred outflows of resources exceeds liabilities and deferred inflows of resources by \$604.8 million as of June 30, 2024 for the Total Primary Government. The largest category of net position is represented by the net investment in capital assets (see Table 3 for a detailed breakdown). It is important to note that these assets are not available for future spending and, although they are shown here net of related debt, other resources will be needed to make the debt payments in the future.

The restricted category of net position is defined as those resources that have external restrictions that dictate how the assets are to be used. The final category of net position is unrestricted and these are the assets that are available for use in the City’s ongoing operations.

Table 1 Comments:

Total Primary Government net position increased 6 percent or \$35.9 million from \$568.9 million to \$604.8 million due primarily to the City’s changes in actual experience versus actuarial assumptions for investment earnings, number of retirements, and vital statistics. Capital assets increased as the City continues to invest heavily in its water and sewer infrastructure, other infrastructure assets, and buildings and improvements.

Total Primary Government deferred outflows related to pension and OPEB costs decreased by (\$34.2) million from the prior year while deferred inflows related to pension and OPEB cost reductions increased by \$1.4 million. The decrease in deferred outflows related to pension and OPEB costs was primarily due to net difference between projected and actual earnings on pension plan investments along with implemented changes from the previous year the City made to OPEB Health Care Plan options effectively reducing the unfunded liability and fully funding the current year actuarially determined contribution to OPEB. The increase in deferred inflows related to an increase of long-term leases of \$.40 million combined with a net increase of pension and OPEB deferred inflows of 1.0 relating to positive investment returns.

City of Dearborn, Michigan

Management's Discussion and Analysis

June 30, 2024

Governmental activities – Total assets increased by 8.4 percent or \$39.6 million from \$474.0 million to \$513.6 million. Total assets are reflective of both current and non-current assets. During fiscal year 2024, current assets increased \$17.0 million resulting primarily from a \$4.5 million increase in investments attributable to positive investment earnings and an increase in Due from other governments of \$7.8 million, of which \$6.4 million was a grant payment due from local government along with a \$4.8 million increase in Net Pension Assets related to strong economic performance for the fiscal year. Non-current assets increased \$22.60 million primarily due to net increases in Infrastructure assets.

Total liabilities decreased by (6.1) percent or (\$17.20) million from \$281.1 million to \$263.9 million. The current liabilities decreased (\$28.20) million. Bonds and contracts payable decreased (\$3.6) million, provisions for claims decreased (\$2.8) million relating to Note 13, Net pension liability decreased (\$14.30) million and OPEB liability decreased (\$8.0) million mainly related to positive investment performances. Other liabilities increased \$11.0 million, largely attributable to an increase in Accounts Payable of \$9.20 million of which \$5.9 million was related to a legal claim settlement at year-end and an increase of Retainage Payable to of \$700 thousand. As a result of the above activity, the total net position of governmental activities increased by \$25.6 million from \$225.8 million to \$251.4 million.

Business-type activities – Activity in the business-type activities increased net position by \$10.3 million for fiscal year 2024. The most significant changes in business-type activities were driven by a (\$5.0) million decrease in net unrestricted net position. The City is investing in the CSO project and utilizing restricted net position accordingly. Additionally, changes in assets the main change for the year was cash and investments decreased (\$4.60) million. Within Liabilities, Long term liabilities Bonds and contracts payable net of current portion decreased (\$14.9) million with the payoff of Sewer and Water debts.

Deferred Outflows, net pension liability decreased (\$1.3) million, net OPEB liability decreased (\$3.1) million largely related to positive economic returns on investments. The deferred outflows and inflows of resources changes are related to pensions and other post-employment benefits net difference between projected and actual earnings on plan investments.

Tables 3 and 4 provide more information on capital assets and long-term liabilities. Restricted net position is primarily resources associated with the CSO project.

City of Dearborn, Michigan

Management’s Discussion and Analysis

June 30, 2024

The following table reflects the condensed Statement of Activities:

**Table 2
Changes in Net Position
(in Millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
Revenues						
Program revenues:						
Charges for services	\$ 33.5	\$ 32.6	\$ 58.3	\$ 58.0	\$ 91.8	\$ 90.6
Operating grants	22.7	19.5	3.3	6.4	26.0	25.9
Capital grants	14.2	60.4	1.1	2.5	15.3	62.9
General revenues:						
Taxes	74.0	70.3	16.2	15.6	90.2	85.9
Intergovernmental revenue	29.9	33.2	-	-	29.9	33.2
Other general revenues	8.5	6.6	2.6	1.3	11.1	7.9
Total revenues	<u>182.8</u>	<u>222.6</u>	<u>81.5</u>	<u>83.8</u>	<u>264.3</u>	<u>306.4</u>
Program expenses						
General government	16.8	11.6	-	-	16.8	11.6
District court	3.8	3.8	-	-	3.8	3.8
Public safety	84.9	37.5	-	-	84.9	37.5
Public works	26.9	24.4	-	-	26.9	24.4
Public health	0.5	0.2	-	-	0.5	0.2
Recreation & culture	23.7	22.3	-	-	23.7	22.3
Community improvement	1.8	1.5	-	-	1.8	1.5
Housing	-	-	3.3	2.6	3.3	2.6
Sewer	-	-	44.2	40.6	44.2	40.6
Water	-	-	22.5	18.1	22.5	18.1
Total expenses	<u>158.4</u>	<u>101.3</u>	<u>70.0</u>	<u>61.3</u>	<u>228.4</u>	<u>162.6</u>
Excess (deficiency) before transfers	24.4	121.3	11.5	22.5	35.9	143.8
Transfers	1.2	(5.8)	(1.2)	5.8	-	-
Increase (decrease) in net position	<u>25.6</u>	<u>115.5</u>	<u>10.3</u>	<u>28.3</u>	<u>35.9</u>	<u>143.8</u>
Net position - beginning	<u>225.8</u>	<u>110.3</u>	<u>343.1</u>	<u>314.8</u>	<u>568.9</u>	<u>425.1</u>
Net position - ending	<u>\$ 251.4</u>	<u>\$ 225.8</u>	<u>\$ 353.4</u>	<u>\$ 343.1</u>	<u>\$ 604.8</u>	<u>\$ 568.9</u>

City of Dearborn, Michigan

Management's Discussion and Analysis

June 30, 2024

Table 2 Comments:

Governmental activities - Total revenues decreased in combination (\$42.06) million relating mainly to ARPA capital grant one-time funding in previous year. Revenue activity included increases of \$500 thousand in both Recreation and Culture and Senior Apartments Housing for a total of \$1 million in Charges for Services. Under Operating Grants and Contributions, the major changes were: \$2.40 million increase related to federal SAFER and State ATPA grants. Investment interest from the market recovery above the previous year was \$2.2 million. Property taxes saw an increase of \$3.7 million compared to previous year based on 5.5% CPI.

Within a governmental wide view, program expenses increased \$57.1 million from the previous year. The majority of overall increase was primarily due to a \$47.4 million increase in Public Safety and a \$5.1 million increase in General Government. The majority of the increase was related to required year-end government-wide recoding of GASB 74/75 adjustments for OPEB Liability, deferred Inflows and Outflows and expenses.

Business-type activities –Total revenues for business-type activities decreased (\$2.3) million primarily due to a decrease of (\$3.1) million in Local Community Stabilization authority funds allocated within the CSO Debt Service fund, which was offset by other increases.

Program expenses increased \$8.7 million for 2024. The increase is primarily due to a \$5.2 million increase in contractual services for various infrastructure projects, a \$1.8 million increase in required GASB OPEB expense adjustments along with \$500 thousand in increased wages.

General Fund Activity

For the year ending June 30, 2024, the General Fund fund balance increased \$452 thousand, against an adjusted budgeted fund balance use of (\$778) thousand. Revenues for the year ended (\$4.1) million under budget, but were covered with favorable operational savings of \$5.3 million.

General Fund Budgetary Highlights

Over the course of the year, the Mayor and City Council revised the City budget. The budget is automatically amended with the carry-forward of project-life budgets and for encumbrances rolling to the following fiscal year. The budget is also amended by resolution for specific requests, generally for items that were intended to be completed or expended in the previous fiscal year but for some extenuating circumstance was postponed. During the fiscal year, the budget is amended for unanticipated events that could not be foreseen and for opportunities that arose and were not known previously.

In review of the City's final amended budget versus actual results, variances in revenue were mainly attributable to (\$4.6) million less than the amended final budget attributable to reductions below anticipated amounts within the categories of State revenue sharing through the local community stabilization act of (\$2.7) million, (\$.6) million Public Works unreceived reimbursements, and (\$.7) millions of Other revenues associated with City Holiday events that did not take place.

Expenditures for actual results versus amended budget resulted in \$5.3 million in unused budget for salaries, wages and benefits and professional contractual services in the following classifications; General Government mainly from vacancies and recruitment hire timing of \$1.1 million, Public Safety of \$1.1 million relating to retirements and hire timing vacancies, Public Works from retirement and turnover as well as decreased spend on road salt and other sanitation totaling \$1.1 million and Recreation and Culture of \$ 2.0 million associated with vacancy and timing of hiring on wages in addition to materials and supplies for the Holiday events that did not take place.

City of Dearborn, Michigan

Management's Discussion and Analysis

June 30, 2024

The City's financial position is sound and the budget provides the resources necessary for delivering the high-quality program and service mix, meeting current obligations, and includes reasonable funding for maintaining assets.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2024, the City had \$757.7 million invested in a broad range of capital assets, including vehicles, Police and Fire equipment, buildings, park facilities, roads, bridges, and water and sewer lines. (See Table 3 below). The increase is due in large part to investments in the water and sewer system, infrastructure assets, and buildings and improvements.

**Table 3
Capital Assets at Year-end
(Net of Depreciation)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
Land	\$ 13,327,122	\$ 13,308,123	\$ 1,768,541	\$ 1,768,541	\$ 15,095,663	\$ 15,076,664
Right-of-ways	37,818	37,818	-	-	37,818	37,818
Construction in progress	8,337,920	718,241	6,876,970	2,881,205	15,214,890	3,599,446
Infrastructure assets	122,437,111	110,993,395	-	-	122,437,111	110,993,395
Buildings & improvements	123,833,329	127,269,536	12,936,247	11,068,936	136,769,576	138,338,472
Machinery & equipment	28,900,190	22,364,782	10,681,843	12,284,581	39,582,033	34,649,363
Right of Use Asset	441,056	41,804	-	-	441,056	41,804
Land Improvements	-	-	527,606	557,756	527,606	557,756
Water system	-	-	119,128,454	119,191,435	119,128,454	119,191,435
Sewer system	-	-	308,467,032	313,521,162	308,467,032	313,521,162
	<u>\$ 297,314,546</u>	<u>\$ 274,733,699</u>	<u>\$ 460,386,693</u>	<u>\$ 461,273,616</u>	<u>\$ 757,701,239</u>	<u>\$ 736,007,315</u>

City of Dearborn, Michigan

Management’s Discussion and Analysis

June 30, 2024

Table 3 Comments:

This year’s major changes included:

Governmental activities:

Construction in Progress:

PEACE Parks	\$ 4,106,722
FCPAC Curtainwall	2,630,072
Neighborhood Pool Renovations	422,260
Braun Ambulances (8)	269,955
FCPAC Fitness Area Remodel	231,857
Lapeer Tennis & Basketball Courts (completed)	(191,142)
DPW Facility Upgrade	188,777
Michigan Streetscapes	(156,330)
Armored Bearcat Vehicle	(150,000)
Other construction projects (in progress)	290,528
Other construction projects (completed)	(23,021)
	\$ 7,619,678

Infrastructure assets, net change due to cost less depreciation \$ 11,443,716

Buildings and improvements, net change due to complete projects and transfers less depreciation \$ (3,436,207)

Machinery and equipment, net change due to acquisitions, disposals less depreciation \$ 6,934,660

Business-type activities:

Construction in progress:

Seniors Apartment (completed)	\$ 289,420
Water system	3,730,713
Sewer system (completed)	(24,368)
	\$ 3,995,765

Buildings and improvements, net change due to complete projects and transfers less depreciation \$ 1,867,311

Machinery and equipment, net change due to acquisitions, transfers, and disposals less depreciation \$ (1,602,738)

Water system, net change due to completed projects less disposals and depreciation \$ (62,981)

Sewer system, net change due to completed projects less disposals and depreciation \$ (5,054,130)

Additional information on the City of Dearborn’s capital assets can be found in Note 3 of this report.

City of Dearborn, Michigan

Management’s Discussion and Analysis

June 30, 2024

Debt

At June 30, 2024 the City had approximately \$203.3 million in bonds and notes outstanding versus \$221.7 million in the prior fiscal year, a decrease of 8.3 percent, as shown in Table 4.

**Table 4
Outstanding Debt, at Year-end**

	Governmental Activities		Business-type Activities		Total Primary Government	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
General obligation bonds (backed by City)	\$ 55,555,145	\$ 59,257,882	\$ 147,775,716	\$ 162,392,918	\$ 203,330,861	\$ 221,650,800
Revenue bonds and notes (backed by specific tax and fee revenue)	-	-	-	78,812	-	78,812
Total	\$ 55,555,145	\$ 59,257,882	\$ 147,775,716	\$ 162,471,730	\$ 203,330,861	\$ 221,729,612

Table 4 Comments:

Governmental activities – There was no new debt issued in fiscal year 2024; changes in outstanding debt are related to the payment of principal.

Business-type activities – The 2004 voter approved CSO debt millage currently is generating and paying the outstanding debt principal, with the final bonding issued in December 2017. An additional \$60 million of debt authority was voted in Aug 2018, with \$23 million issued in September 2018. There was no new debt issued in fiscal year 2024; changes in outstanding debt are related to the payment of principal.

Additional information on the City of Dearborn’s long-term debt can be found in Note 4 of this report.

Fiscal Year 2025 Budgets & Rates

Balancing the Budget

For fiscal year 2025, the Mayoral Administration continued with implementation of the strategic two-year, two-phase planned approach to overcome the roughly \$26 million shortfall associated with non-renewal of the supplemental 3.5 mills. The fiscal year 2025 budget finalized the strategic plan, with the adoption of a structurally balanced General Fund budget for the second year in a row. Budgeted revenues for fiscal year 2025 not only exceed budgeted expenditures, but no one-time revenues or contributions are being used to fund ongoing expenditures. Initial projections for the succeeding two fiscal years are also promising as a strong foundation has been laid to balance future year budgets moving forward.

General Fund revenues are estimated at \$148,131,186 for Fiscal Year 2025, with appropriations of \$147,957,554. The General Fund is budgeted to contribute \$173,632 to Fund Balance reserves (accumulation of revenues minus expenditures year-over-year). This includes funding the Post Employment Healthcare System at the Actuarially Determined Contribution level for the third consecutive year. The primary revenue of the General Fund is property taxes. Property tax revenue consists of two components. The first component is property values, which are market driven, and the second component is the tax rate, which is controllable within limits of law. Property market values continue to increase. However, Proposal A of 1994 limits the taxable value growth to the current State inflation rate of 5.0%.

City of Dearborn, Michigan

Management's Discussion and Analysis

June 30, 2024

The State Legislature passed revisions to the business personal property tax law which phases out personal property taxation and replaces it with a state essential services assessment. The State of Michigan is distributing monies under the local community stabilization reimbursement program budget in FY2025 at \$17.7 million (Gen Gov't & Component Units) forecasted as of March 2024.

In August of 2004, the voters approved a debt millage to cover the debt service associated with the issuance of debt for the federally-mandated remediation of sewer system overflows (referred to as CSO) to the Rouge River. This millage remains consistent from the 2023 to 2024 budget at 3.82 mills, with the 2018 voter approved debt millage also remaining consistent at 0.43 mills. The remaining bonding capacity as approved with the 2018 millage totals \$36.6 million, and if bonded would increase future millage rates. City personnel are currently reviewing other funding options and project scope in an effort to avoid issuing new bonds to address the final two sewer outflows.

The City's operating millage for fiscal year 2025 is set at 15.00 mills, and the Library millage is set at 1.54 mills (both unchanged from fiscal year 2024). The garbage and rubbish millage is 2.11 mills (also unchanged from prior year). The total millage of 22.90 mills, inclusive of the CSO debt service millage, is unchanged from the prior year millage, but is 3.77 mills less than fiscal year 2022, before the current administration assumed office. Rates and fees continue to be adjusted relative to economic conditions.

The public safety operations, made up of the Police and Fire departments, have the largest subsidy at \$68.8 million, Public Works and Facilities is second with \$9.7 million in subsidy. Administrative support services is third at \$9.5 million, and the Recreation department is fourth with \$8.4 million in subsidy. These subsidies are net of departmental generated program incomes recorded through licenses, permits, intergovernmental revenues and grants, charges for services, fines, rents, royalties, reimbursements and commissions. Additionally, the City generates \$65.9 million of property tax revenue (including PILOTs, Administration Fees, and Penalties and Interest) from the levy of 15.00 mills of General Operating.

The primary expense of the General Fund is personnel, and this cost is driven by staff counts and the corresponding labor agreement provisions. Dearborn is the only community in the State that has Charter-mandated Police staffing and is one of a few communities that has Charter-mandated Fire staffing. The budget reflects a total of 153 full-time Fire positions, and 188 sworn police officers as required by the Charter-mandated staffing and Police memorandum-of-understanding.

There are 151 firefighters, 188 sworn police officers and total support staff of 50 positions, totaling 389 positions for the two departments. This represents 44% of the total full-time staffing count of 890. A commitment to providing quality City services has been made by the administration, and as such, many part-time positions have been consolidated and transitioned to full-time positions. While total full-time equivalents for fiscal year 2025 have increased, caution should be used when comparing the 2025 personnel count to highs and lows in previous fiscal years due to revamped organizational and departmental structures. Efforts have also been made to in-source contracts, when possible, for fiscal savings, which directly affects the personnel count being presented. Total full-time General Fund positions increased only by 2.2 full-time equivalents (FTE's) for the 2024-2025 budget year, when compared to the adjusted fiscal year 2024 position count.

Other than the Medicare advantage and Humana PDP fully-insured programs, the active and retiree health care programs are self-insured supported by stop-loss coverage for individuals. Controlling health care costs is a challenge as approximately \$21 million per year is expended for health care and for example a 10% increase produces \$2 million in additional costs. The active employee cost-share is 20% of the adjusted illustrative monthly rate. In fiscal year 2025, premium contributions are increasing approximately \$500 thousand from fiscal year 2024 for combined active and retiree health care.

City of Dearborn, Michigan

Management’s Discussion and Analysis

June 30, 2024

The traditional defined benefit and City provided retiree health care programs have been closed for many years. Employees hired after these closures participate in defined contribution retirement programs. However, the police officer and firefighter groups’ new hires can select a defined benefit program administered by the Municipal Employees Retirement System (MERS) statewide program.

Legacy costs associated with retirement programs are also a challenge. The closing of the systems accelerates funding requirements. There are currently more retirees than active employees and this situation will continue for the immediate future. The funding level (Market Value Basis) for the General Employees and Police/Fire Retirement Systems are 71.8% or higher and the combined unfunded actuarial accrued liability is \$136.7 million. Other Post-Employment Benefits is 78.4% funded leaving an unfunded actuarial accrued liability of \$42.4 million; therefore, the total legacy unfunded liability is \$179.1 million.

Total outstanding debt as of June 30, 2024 is \$216.8 million. Total debt service is \$26.1 million. A majority of the outstanding debt is CSO related to debt service paid by the voted debt millage. Additional open market bonds may be issued to complete the sewer separation and water main replacement program. Other outstanding debt includes \$2.7 million for the December 2017 issued bonds for Dunworth Pool, \$7.2 million for the 2017 issued bonds for West Downtown/Ford Woods Pool and \$11.1 million for the May 2018 issued bonds for Powerhouse HVAC upgrades.

The unassigned General Fund equity (fund balance) as of June 30, 2024 is \$35.1 million. The fiscal year 2024 amended budget recorded a use of the General Fund fund balance of \$778 thousand with projections at the time of FY25 Budget workshops and adoption showing a similar use of fund balance of \$813 thousand. The greatest threats are inflationary costs exceeding property taxable value growth as restricted by proposal A of 1994 and the Headlee Amendment, the State funding of shared revenue, and the legacy liabilities funding challenge.

Assumptions:

Taxable Value increase for fiscal year 2025 is 4.0% due to increased property values with residential real property values increasing 7.9% limited by the 5.0% State inflation rate for capped properties.

✓ Tax Rates and Water/Sewer Rates

Description	Fiscal Year 2023-2024	Fiscal Year 2024-2025	Difference
Tax Millage Rate:			
City Operating	15.00	15.00	-
Garbage & Rubbish	2.11	2.11	-
Library	1.54	1.54	-
Debt Service	4.25	4.25	-
Total Millage Rate	22.90	22.90	-
Water Rate	\$ 31.20	\$ 34.10	\$ 2.90
Sewer Rate	48.10	48.60	0.50

✓ The water and sewer bills include two rates: commodity and capacity. The commodity rate is based on water usage. The capacity rate is based on meter size. For fiscal year 2023, the rate methodology was adjusted from 35% to 28% of the rate revenue to the fixed charge, and 65% to 72% of rate revenue to the variable charge. The basis of the methodology change was to reduce the costs for customers with low usage, while shifting more costs to users with high usage in the system (namely commercial and industrial customers). This also provides customers the opportunity to have more control over their final bill amount,

City of Dearborn, Michigan

Management’s Discussion and Analysis

June 30, 2024

as costs will be incrementally lower with reduced usage. The 2023 methodology remains the same for fiscal year 2025. A separate Capacity rate is in place for Fireline customers. These customers are charged only a water fixed rate, unless of an event when the Fireline systems are used.

The fiscal year 2025 rate calculation also includes a decrease in the estimated total system usage by about 4%. While total actual system usage continues to decrease from pre-pandemic levels, the rate of the decrease is projected to flatten. This is based on multi-year trend data, along with the usage data available for 2024. Total system usage has a direct effect on the commodity (variable) rates for system users.

The average Dearborn residential customer water and sewer bill is expected to increase by 2.8% from FY2024. Percentage changes will vary based on actual consumption. The rate changes are affected by the water and sewer services received from the Great Lakes Water Authority (GLWA), as well as funding for infrastructure projects.

- ✓ Funding for facility reinvestment is \$1,850,830 for capital, and repair and maintenance projects. The major facility projects include roof replacement at the DISC, conversion of the Bryant Library parking lot, and West Dearborn parking deck improvements.
- ✓ Funding for fleet replacement totals \$4,718,500 The fleet funding is intended to accumulate sufficient resources to replace components of the fleet as planned, but not replace the entire fleet at once.
- ✓ The technology replacement funding for computers and printers is budgeted at \$700,000 for FY2024-2025.

MAJOR CAPITAL INITIATIVES

The 2024-2025 funding of the Capital Improvement Plan is \$35,610,548. A classification breakdown follows with some notable projects specifically identified. The projects are supported by various funding sources including the General Fund via the General Capital Improvement Fund, Library Fund, Community Development Block Grant Fund, West Dearborn Downtown Development Authority Fund, East Dearborn Downtown Development Authority Fund, Major Street & Trunkline Fund, Local Street Fund, Water and Sewer Funds, and by federal aid for street projects, grants, FEMA and the Wayne County Parks Millage allocation. Specific details regarding the Capital Improvement Plan can be found on pages 297-349.

Infrastructure - \$19,875,938

◆ Streets	\$ 12,995,038
◆ Water	\$ 4,900,450
◆ Sewer	\$ 1,980,450

Facilities - \$3,398,674

◆ Libraries	\$ 1,380,830
◆ Public Safety	\$ 773,125
◆ Waste/Recycling Carts	\$ 434,469
◆ Facility Repair & Maintenance	\$ 300,000
◆ Recreation Facilities	\$ 70,000
◆ Other	\$ 440,250

City of Dearborn, Michigan

Management's Discussion and Analysis

June 30, 2024

Other Governmental Fund Types

This section addresses other fund types and is not intended to be a detailed review of all funds. The Major Street & Trunkline and Local Street Funds rely on State Gas & Weight Tax revenue. The FY2025 estimated Gas & Weight Tax revenue budget for both funds combined increased \$588 thousand from FY2024.

The grant revenue from the Community Development Block Grant is estimated to be \$2,189,465 which provides federal resources to support the low to moderate income population. The revenue from the HOME Consortia Allocation is estimated to be \$557,178 which provides federal resources to the low to moderate income homeowners to complete necessary home rehabilitation projects.

The General Capital Improvement Fund is primarily financed by contributions from other funds. The Capital Improvement Plan is included in this document and presents both projects in progress and scheduled projects.

PROPRIETARY FUND TYPES

HOUSING

The Seniors Apartment Operating Fund working capital and equity of the fund are both financially stable and not funding any capital projects for fiscal year 2025.

Utility Funds

Water rates and sewer rates are set by ordinance and the budget revenue estimates are based on the assumptions listed in the table earlier in this memo. The revenues support operations, maintenance, and system asset replacement. The City Engineer has established a target infrastructure investment amount for each system and efforts are made to fund the capital projects at this level.

A ballot proposal was approved in August 2004 authorizing the City to issue debt (bonds and low interest State Revolving Fund (SRF) loans) in an amount not to exceed \$314.12 million to fund the federally-mandated CSO project. In FY2018, the last of the available authority was used to issue open market bonds of \$26.4 million. Overall, the debt authority was used to issue \$62 million in open market bonds and \$252 million in SRF loans. The City has the authority to issue \$36.6M of CSO Open Market Bonds to complete the CSO projects. Other funding sources and project options are being reviewed, and the City has applied for State grants and low-interest SRF loans. The tax millage rate for fiscal year 2024-2025 is 4.25 mills for debt service to pay the principal and interest payments on the voted bond debts, which has no change from 2024.

Sewer separation projects are scheduled through 2026. The final phase of the project will require additional funding.

Insurance & Fiduciary Funds

These funds are adequately funded in relation to their purpose and there has been some intentional spend-down or return of excess reserves.

The City has been funding for post-employment health care for nearly 30 years. The unfunded accrued liability is budgeted as lump-sum amounts charged to each department based on historical staffing levels. The City budgeted \$6.69 million this year as a contribution to the fund. The actuarially computed employer contribution is \$6.69M.

Component Units

The West Dearborn Downtown Development Authority (WDDDA) generates funding from tax increment capture. The General Fund contribution covers the sanitation contract for both East and West DDA. Each DDA generates additional revenue from the businesses participating in the Events that they hold throughout the year.

Business District Improvement Authorities

The Warren and Dix-Vernor Improvement Corridors generate funding from tax increment capture.

City of Dearborn, Michigan

Management's Discussion and Analysis

June 30, 2024

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Department of Finance at the City of Dearborn, 16901 Michigan Avenue, Suite 1, Dearborn, MI 48126.

City of Dearborn, Michigan

Statement of Net Position

June 30, 2024

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and cash equivalents (Note 2)	\$ 114,706,781	\$ 33,808,874	\$ 148,515,655	\$ 5,990,080
Investments (Note 2)	44,906,382	16,228,147	61,134,529	1,522,421
Receivables:				
Property taxes receivable	96,348	12,628	108,976	-
Customer receivables	2,484,294	14,938,747	17,423,041	11,936
Accrued interest receivable	912,651	250,422	1,163,073	44,846
Leases receivable (Note 19)	4,242,819	825,268	5,068,087	-
Other receivables	294,847	83,966	378,813	-
Due from other governments	17,081,215	971,365	18,052,580	561,000
Due from component units (Note 5)	561,000	-	561,000	-
Due from primary government (Note 5)	-	-	-	24,158
Internal balances (Note 5)	(45,488)	45,488	-	-
Inventory	717,203	819,194	1,536,397	-
Prepaid items and other assets	3,058,398	55,468	3,113,866	-
Restricted assets (Note 18)	56,344	2,000,000	2,056,344	273,030
Land held for resale	4,042,984	-	4,042,984	-
Net pension asset (Note 6)	23,185,254	-	23,185,254	-
Capital assets: (Note 3)				
Assets not subject to depreciation	21,702,860	8,645,511	30,348,371	-
Assets subject to depreciation - Net	275,611,686	451,741,182	727,352,868	-
Notes receivable - Long term	-	-	-	123,924
Total assets	513,615,578	530,426,260	1,044,041,838	8,551,395
Deferred Outflows of Resources				
Deferred charges on bond refunding	-	-	-	67,614
Deferred pension costs (Note 6)	7,767,953	57,940	7,825,893	-
Deferred OPEB costs (Note 8)	38,196	7,806	46,002	-
Total deferred outflows of resources	7,806,149	65,746	7,871,895	67,614
Liabilities				
Accounts payable:				
Accounts payable	13,135,194	4,583,845	17,719,039	83,835
Retainage payable	1,046,441	624,696	1,671,137	-
Due to other governmental units	13,567	181,118	194,685	-
Due to component units (Note 5)	24,158	-	24,158	-
Due to primary government (Note 5)	-	-	-	561,000
Refundable bonds and deposits	1,931,323	237,107	2,168,430	-
Accrued liabilities and other:				
Accrued salaries and wages	4,187,267	338,863	4,526,130	16,750
Accrued interest payable	352,121	984,053	1,336,174	62,976
Other accrued liabilities	-	8,063,184	8,063,184	-
Provision for property tax refunds	707,082	161,493	868,575	-
Unearned revenue	980,212	46,719	1,026,931	-

City of Dearborn, Michigan

Statement of Net Position (Continued)

June 30, 2024

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities:				
Due within one year:				
Compensated absences (Note 4)	\$ 2,738,869	\$ 283,770	\$ 3,022,639	\$ -
Current portion of bonds and contracts payable (Note 4)	3,933,446	14,872,851	18,806,297	644,936
Due in more than one year:				
Compensated absences (Note 4)	3,938,480	175,947	4,114,427	-
Provision for claims (Note 13)	3,525,705	-	3,525,705	-
Net pension liability (Note 6)	142,913,052	6,084,959	148,998,011	-
Net OPEB liability (Note 8)	32,418,034	6,629,528	39,047,562	-
Bonds and contracts payable - Net of current portion (Note 4)	52,045,625	132,902,865	184,948,490	13,498,591
Total liabilities	263,890,576	176,170,998	440,061,574	14,868,088
Deferred Inflows of Resources				
Deferred pension cost reductions (Note 6)	1,459,193	-	1,459,193	-
Deferred OPEB cost reductions (Note 8)	622,042	127,098	749,140	-
Deferred inflows from leases (Note 19)	4,089,171	832,185	4,921,356	-
Total deferred inflows of resources	6,170,406	959,283	7,129,689	-
Net Position (Deficit)				
Net investment in capital assets	272,309,638	319,186,821	591,496,459	-
Restricted:				
Road construction, preservation, and maintenance	28,801,284	-	28,801,284	-
Telecommunications	1,509,290	-	1,509,290	-
Debt service	-	19,454,444	19,454,444	-
Capital projects	56,344	2,000,000	2,056,344	-
Law enforcement activities	2,896,813	-	2,896,813	-
Historical museum activities	40,000	-	40,000	-
Community development	831,012	-	831,012	-
Library activities	4,884,499	-	4,884,499	-
Theatre restoration	190,054	-	190,054	-
Indigent defense	148,658	-	148,658	-
Opioid treatment	1,813,921	-	1,813,921	-
Pension benefits	23,185,254	-	23,185,254	-
Unrestricted	(85,306,022)	12,720,460	(72,585,562)	(6,249,079)
Total net position (deficit)	\$ 251,360,745	\$ 353,361,725	\$ 604,722,470	\$ (6,249,079)

City of Dearborn, Michigan

Functions/Programs	Program Revenue			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 15,944,806	\$ 2,366,010	\$ 606,722	\$ -
District court	3,972,165	4,946,937	557,702	-
Public safety	84,280,551	15,636,418	4,042,246	(35,847)
Public works	26,933,159	1,842,543	14,809,034	10,872,140
Public health	553,593	-	669,016	-
Community improvement	1,827,015	41,140	754,817	-
Recreation and culture	23,680,717	8,682,098	1,382,715	3,381,478
Interest on long-term debt	1,402,423	-	-	-
Total governmental activities	158,594,429	33,515,146	22,822,252	14,217,771
Business-type activities:				
Major Sewer	44,235,235	31,004,484	3,252,905	20,562
Major Water	22,444,788	23,874,177	-	1,185,092
Nonmajor Seniors Apartment Operating	3,278,948	3,315,786	-	-
Total business-type activities	69,958,971	58,194,447	3,252,905	1,205,654
Total primary government	\$ 228,553,400	\$ 91,709,593	\$ 26,075,157	\$ 15,423,425
Component units:				
Dix-Vernor Business District Improvement Authority	\$ 156,646	\$ -	\$ 140,300	\$ -
Warren Business District Improvement Authority	253,993	-	125,375	-
West Dearborn Downtown Development Authority	1,042,814	(3,298)	53,500	-
East Dearborn Downtown Development Authority	1,519,512	-	44,595	561,000
Brownfield Redevelopment Authority	2,701,036	-	-	-
Total component units	\$ 5,674,001	\$ (3,298)	\$ 363,770	\$ 561,000
General revenue:				
Property taxes				
Unrestricted state revenue				
Unrestricted investment income				
Cable franchise fees				
Gain on sale of capital assets				
Other miscellaneous income				
Total general revenue				
Transfers				
Change in Net Position				
Net Position (Deficit) - Beginning of year				
Net Position (Deficit) - End of year				

Statement of Activities

Year Ended June 30, 2024

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (12,972,074)	\$ -	\$ (12,972,074)	\$ -
1,532,474	-	1,532,474	-
(64,637,734)	-	(64,637,734)	-
590,558	-	590,558	-
115,423	-	115,423	-
(1,031,058)	-	(1,031,058)	-
(10,234,426)	-	(10,234,426)	-
(1,402,423)	-	(1,402,423)	-
(88,039,260)	-	(88,039,260)	-
-	(9,957,284)	(9,957,284)	-
-	2,614,481	2,614,481	-
-	36,838	36,838	-
-	(7,305,965)	(7,305,965)	-
(88,039,260)	(7,305,965)	(95,345,225)	-
-	-	-	(16,346)
-	-	-	(128,618)
-	-	-	(992,612)
-	-	-	(913,917)
-	-	-	(2,701,036)
-	-	-	(4,752,529)
73,963,857	16,228,407	90,192,264	3,621,671
29,868,132	-	29,868,132	2,176,661
6,358,924	2,574,737	8,933,661	424,797
901,662	-	901,662	-
-	7,875	7,875	-
1,317,633	-	1,317,633	28,605
112,410,208	18,811,019	131,221,227	6,251,734
1,226,037	(1,226,037)	-	-
25,596,985	10,279,017	35,876,002	1,499,205
225,763,760	343,082,708	568,846,468	(7,748,284)
\$ 251,360,745	\$ 353,361,725	\$ 604,722,470	\$ (6,249,079)

City of Dearborn, Michigan

**Governmental Funds
Balance Sheet**

June 30, 2024

	General Fund	Nonmajor Funds	Total Governmental Funds
Assets			
Cash and cash equivalents (Note 2)	\$ 24,675,605	\$ 46,287,533	\$ 70,963,138
Investments (Note 2)	14,382,919	15,618,903	30,001,822
Receivables - Net of allowances:			
Property taxes receivable	91,858	4,490	96,348
Customer receivables	2,479,451	4,843	2,484,294
Accrued interest receivable	234,209	345,348	579,557
Leases receivable (Note 19)	4,208,660	34,159	4,242,819
Other receivables	-	267,131	267,131
Due from other governments	5,917,768	8,021,658	13,939,426
Due from other funds (Note 5)	108,378	358,336	466,714
Inventory	717,203	-	717,203
Prepaid items and other assets	1,683	-	1,683
Land held for resale	-	4,042,984	4,042,984
	\$ 52,817,734	\$ 74,985,385	\$ 127,803,119
Total assets			
Liabilities			
Accounts payable:			
Accounts payable	\$ 1,317,632	\$ 1,640,822	\$ 2,958,454
Retainage payable	-	375,952	375,952
Due to other governmental units	13,404	163	13,567
Due to component units (Note 5)	-	24,158	24,158
Due to other funds (Note 5)	324,549	451,592	776,141
Refundable bonds and deposits	622,943	1,308,380	1,931,323
Accrued liabilities and other	3,914,253	145,154	4,059,407
Provision for property tax refunds	-	58,517	58,517
Unearned revenue	976,147	4,065	980,212
Compensated absences	41,597	-	41,597
	7,210,525	4,008,803	11,219,328
Total liabilities			
Deferred Inflows of Resources			
Unavailable revenue	3,171,982	4,952,536	8,124,518
Deferred inflows from leases (Note 19)	4,056,004	33,167	4,089,171
	7,227,986	4,985,703	12,213,689
Total deferred inflows of resources			
Total liabilities and deferred inflows of resources			
	14,438,511	8,994,506	23,433,017

City of Dearborn, Michigan

**Governmental Funds
Balance Sheet (Continued)**

June 30, 2024

	General Fund	Nonmajor Funds	Total Governmental Funds
Fund Balances			
Nonspendable:			
Inventory	\$ 717,203	\$ -	\$ 717,203
Prepaid items	1,683	-	1,683
Restricted:			
Community development	-	544,537	544,537
Historical museum activities	-	40,000	40,000
Indigent defense	-	148,658	148,658
Law enforcement activities	-	2,896,813	2,896,813
Library activities	-	4,870,889	4,870,889
Road construction, preservation, and maintenance	-	28,801,284	28,801,284
Telecommunications	1,509,290	-	1,509,290
Opioid treatment	-	474,031	474,031
Committed - Designated purposes - Community programs	-	822,324	822,324
Assigned:			
Capital projects	-	27,392,343	27,392,343
Retiree death benefits	1,093,093	-	1,093,093
Unassigned	35,057,954	-	35,057,954
Total fund balances	38,379,223	65,990,879	104,370,102
Total liabilities, deferred inflows of resources, and fund balances	\$ 52,817,734	\$ 74,985,385	\$ 127,803,119

City of Dearborn, Michigan

Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Position

June 30, 2024

Fund Balances Reported in Governmental Funds	\$ 104,370,102
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and are not reported in the funds	162,432,346
Receivables that are not collected soon after year end are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds	8,124,518
Bonds payable and lease liabilities are not due and payable in the current period and are not reported in the funds	(32,403,986)
Accrued interest is not due and payable in the current period and is not reported in the funds	(223,736)
Some employee fringe benefits are payable over a long period of years and do not represent a claim on current financial resources; therefore, they are not reported as fund liabilities:	
Employee compensated absences	(6,373,694)
Pension benefits	(110,232,916)
Retiree health care benefits	(32,328,036)
Internal service funds are included as part of governmental activities:	
Capital asset-related items	134,882,200
Debt-related items	(23,575,085)
Employee fringe benefit and other items	46,689,032
Net Position of Governmental Activities	<u>\$ 251,360,745</u>

City of Dearborn, Michigan

Governmental Funds Statement of Revenue, Expenditures, and Changes in Fund Balances

Year Ended June 30, 2024

	General Fund	Nonmajor Funds	Total Governmental Funds
Revenue			
Property taxes	\$ 67,013,583	\$ 6,945,986	\$ 73,959,569
Intergovernmental:			
Federal grants	2,843,374	1,399,257	4,242,631
State sources:			
State-shared revenue	13,880,778	-	13,880,778
Act 51 gas and weight tax	-	14,273,119	14,273,119
Local Community Stabilization Authority	14,406,669	1,580,685	15,987,354
Other state grants	1,684,996	1,084,515	2,769,511
Local grants and contributions	651,178	129,601	780,779
Charges for services	17,848,316	181,317	18,029,633
Fines and forfeitures	4,964,425	298,249	5,262,674
Licenses and permits	5,374,784	-	5,374,784
Interest and rentals:			
Investment income	3,352,909	3,006,015	6,358,924
Rents and royalties	5,673,778	6,488	5,680,266
Other revenue:			
Private source contributions	371	193,122	193,493
Miscellaneous revenue	646,036	763,317	1,409,353
Total revenue	<u>138,341,197</u>	<u>29,861,671</u>	<u>168,202,868</u>
Expenditures			
Current services:			
General government	12,087,452	873,618	12,961,070
District court	3,971,901	-	3,971,901
Public safety	81,827,180	486,833	82,314,013
Public works	14,614,211	12,273,610	26,887,821
Public health	529,889	23,704	553,593
Community and economic development	1,089,814	486,685	1,576,499
Recreation and culture	17,422,512	6,413,747	23,836,259
Capital outlay	689,011	7,391,749	8,080,760
Debt service	3,302,033	224,751	3,526,784
Total expenditures	<u>135,534,003</u>	<u>28,174,697</u>	<u>163,708,700</u>
Excess of Revenue Over Expenditures	2,807,194	1,686,974	4,494,168
Other Financing Sources (Uses)			
Transfers in	793,455	10,619,588	11,413,043
Transfers out	(3,611,043)	(7,147,701)	(10,758,744)
Leases entered into	462,445	-	462,445
Sale of capital assets	-	15,514	15,514
Total other financing (uses) sources	<u>(2,355,143)</u>	<u>3,487,401</u>	<u>1,132,258</u>
Net Change in Fund Balances	452,051	5,174,375	5,626,426
Fund Balances - Beginning of year	<u>37,927,172</u>	<u>60,816,504</u>	<u>98,743,676</u>
Fund Balances - End of year	<u><u>\$ 38,379,223</u></u>	<u><u>\$ 65,990,879</u></u>	<u><u>\$ 104,370,102</u></u>

City of Dearborn, Michigan

Governmental Funds

**Reconciliation of the Statement of Revenue, Expenditures, and Changes in
Fund Balances to the Statement of Activities**

Year Ended June 30, 2024

Net Change in Fund Balances Reported in Governmental Funds	\$ 5,626,426
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, in the statement of activities, these costs are allocated over their estimated useful lives as depreciation:	
Capital outlay	24,867,850
Depreciation expense	(10,710,950)
Revenue in the statement of activities that does not provide current financial resources is not reported as revenue in the funds until it is available	3,891,654
Entering into leases provides current financial resources to governmental funds but increases long-term liabilities in the statement of net position	(462,445)
Repayment of bond and lease principal is an expenditure in the governmental funds but not in the statement of activities (where it reduces long-term debt)	2,111,283
Interest expense is recognized in the government-wide statements as it accrues	11,736
Some employee costs (pension, OPEB, and compensated absences) do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds	(4,201,489)
Internal service funds are included as part of governmental activities	<u>4,462,920</u>
Change in Net Position of Governmental Activities	<u><u>\$ 25,596,985</u></u>

City of Dearborn, Michigan

**Proprietary Funds
Statement of Net Position**

June 30, 2024

	Business-type Activities - Enterprise Funds				Governmental
			Nonmajor	Total	Internal
	Major Sewer	Major Water	Seniors Apartment Operating	Enterprise Funds	Service Funds
Assets					
Current assets:					
Cash and cash equivalents (Note 2)	\$ 27,139,033	\$ 2,931,555	\$ 3,738,286	\$ 33,808,874	\$ 43,743,643
Investments (Note 2)	6,070,710	8,838,358	1,319,079	16,228,147	14,904,560
Receivables:					
Property taxes receivable	12,628	-	-	12,628	-
Customer receivables	6,867,767	8,032,306	38,674	14,938,747	-
Accrued interest receivable	201,371	19,940	29,111	250,422	333,094
Leases receivable	-	-	825,268	825,268	-
Other receivables	83,966	-	-	83,966	27,716
Due from other governments	241,089	157,058	573,218	971,365	3,141,789
Due from component units (Note 5)	-	-	-	-	561,000
Due from other funds (Note 5)	52,858	-	-	52,858	324,549
Inventory	-	819,194	-	819,194	-
Prepaid items and other assets	-	-	55,468	55,468	3,056,715
Total current assets	40,669,422	20,798,411	6,579,104	68,046,937	66,093,066
Noncurrent assets:					
Restricted assets (Note 18)	2,000,000	-	-	2,000,000	56,344
Capital assets - Net (Note 3)	327,969,390	127,436,617	4,980,686	460,386,693	134,882,200
Total noncurrent assets	329,969,390	127,436,617	4,980,686	462,386,693	134,938,544
Total assets	370,638,812	148,235,028	11,559,790	530,433,630	201,031,610
Deferred Outflows of Resources					
Deferred pension costs (Note 6)	12,979	36,183	8,778	57,940	30,632
Deferred OPEB costs (Note 8)	1,364	5,114	1,328	7,806	779
Total deferred outflows of resources	14,343	41,297	10,106	65,746	31,411

City of Dearborn, Michigan

**Proprietary Funds
Statement of Net Position (Continued)**

June 30, 2024

	Business-type Activities - Enterprise Funds				Governmental
			Nonmajor	Total	Internal
	Major Sewer	Major Water	Seniors Apartment Operating	Enterprise Funds	Service Funds
Liabilities					
Current liabilities:					
Accounts payable:					
Accounts payable	\$ 873,161	\$ 3,523,754	\$ 186,930	\$ 4,583,845	\$ 10,176,740
Retainage payable	248,819	372,873	3,004	624,696	670,489
Due to other governmental units	181,118	-	-	181,118	-
Due to other funds (Note 5)	-	7,370	-	7,370	60,610
Refundable bonds and deposits	-	46,000	191,107	237,107	-
Accrued liabilities and other:					
Accrued salaries and wages	95,896	174,249	68,718	338,863	127,860
Accrued interest payable	941,386	33,865	8,802	984,053	128,385
Other accrued liabilities	-	8,063,184	-	8,063,184	-
Provision for property tax refunds	161,493	-	-	161,493	648,565
Unearned revenue	-	-	46,719	46,719	-
Compensated absences (Note 4)	80,748	150,588	52,434	283,770	132,238
Current portion of bonds and contracts payable (Note 4)	14,473,171	317,403	82,277	14,872,851	1,757,394
Total current liabilities	17,055,792	12,689,286	639,991	30,385,069	13,702,281
Noncurrent liabilities:					
Compensated absences (Note 4)	43,180	101,095	31,672	175,947	129,820
Provision for claims (Note 13)	-	-	-	-	3,525,705
Net pension liability (Note 6)	1,362,990	3,799,860	922,109	6,084,959	3,216,754
Net OPEB liability (Note 8)	1,158,791	4,342,756	1,127,981	6,629,528	661,947
Bonds and contracts payable - Net of current portion (Note 4)	127,177,355	4,544,937	1,180,573	132,902,865	21,817,691
Total noncurrent liabilities	129,742,316	12,788,648	3,262,335	145,793,299	29,351,917
Total liabilities	146,798,108	25,477,934	3,902,326	176,178,368	43,054,198
Deferred Inflows of Resources					
Deferred OPEB cost reductions (Note 8)	22,215	83,255	21,628	127,098	12,676
Deferred inflows from leases	-	-	832,185	832,185	-
Total deferred inflows of resources	22,215	83,255	853,813	959,283	12,676
Net Position					
Net investment in capital assets	187,145,395	127,063,744	4,977,682	319,186,821	112,038,461
Restricted:					
Capital projects	2,000,000	-	-	2,000,000	56,344
Debt service	19,454,444	-	-	19,454,444	-
Theatre restoration	-	-	-	-	190,054
Unrestricted	15,232,993	(4,348,608)	1,836,075	12,720,460	45,711,288
Total net position	\$ 223,832,832	\$ 122,715,136	\$ 6,813,757	\$ 353,361,725	\$ 157,996,147

City of Dearborn, Michigan

Proprietary Funds
Statement of Revenue, Expenses, and Changes in Net Position

Year Ended June 30, 2024

	Business-type Activities - Enterprise Funds				Governmental
			Nonmajor	Total Enterprise	Internal Service
	Major Sewer	Major Water	Seniors Apartment Operating		
Operating Revenue					
Sales	\$ 20,764,205	\$ 14,406,019	\$ -	\$ 35,170,224	\$ -
Charges for services	9,092,081	8,552,001	973,285	18,617,367	6,999,080
Rents and royalties	-	-	2,273,015	2,273,015	5,516,121
Interest and penalty charges	896,162	889,758	-	1,785,920	-
Intergovernmental - State sources	-	-	-	-	4,250,000
City contributions for insurance premiums	-	-	-	-	22,343,447
Miscellaneous revenue	252,036	26,399	69,486	347,921	5,635,512
Employee contributions for insurance premiums	-	-	-	-	2,011,057
Total operating revenue	31,004,484	23,874,177	3,315,786	58,194,447	46,755,217
Operating Expenses					
Cost of sales	19,625,600	10,514,438	-	30,140,038	(185,351)
Personnel services	2,107,596	3,856,212	1,732,437	7,696,245	3,534,131
Contractual services	1,854,964	1,620,391	114,202	3,589,557	8,454,080
Claims and judgments	-	-	-	-	25,556,063
Repairs and maintenance	6,880,826	2,240,569	524,968	9,646,363	565,048
Cost of rentals	122,932	220,393	2,063	345,388	83,317
Utilities	500,084	20,438	468,755	989,277	1,255,194
Insurance and bonds	404,742	361,958	132,511	899,211	2,080,568
Other operating expenses	150,790	63,420	10,457	224,667	251,532
Supplies	260,946	686,091	79,748	1,026,785	-
Depreciation	8,363,176	2,647,215	158,660	11,169,051	7,685,211
Total operating expenses	40,271,656	22,231,125	3,223,801	65,726,582	49,279,793
Operating (Loss) Income	(9,267,172)	1,643,052	91,985	(7,532,135)	(2,524,576)
Nonoperating Revenue (Expense)					
Property tax revenue	16,228,407	-	-	16,228,407	-
Investment income	1,938,896	310,304	325,537	2,574,737	3,081,435
Interest expense	(3,963,579)	(213,663)	(55,147)	(4,232,389)	(801,694)
Gain (loss) on sale of assets	-	7,875	-	7,875	(16,547)
Intergovernmental - State sources	3,252,905	-	-	3,252,905	-
Total nonoperating revenue	17,456,629	104,516	270,390	17,831,535	2,263,194
Income (Loss) - Before capital contributions	8,189,457	1,747,568	362,375	10,299,400	(261,382)
Capital Contributions					
Capital grants - Federal	20,562	1,185,092	-	1,205,654	191,385
Capital grants - Local	-	-	-	-	3,961,179
Total capital contributions	20,562	1,185,092	-	1,205,654	4,152,564
Transfers In	-	-	-	-	5,871,602
Transfers Out	(1,111,855)	(88,549)	(25,633)	(1,226,037)	(5,299,864)
Change in Net Position	7,098,164	2,844,111	336,742	10,279,017	4,462,920
Net Position - Beginning of year	216,734,668	119,871,025	6,477,015	343,082,708	153,533,227
Net Position - End of year	\$ 223,832,832	\$ 122,715,136	\$ 6,813,757	\$ 353,361,725	\$ 157,996,147

City of Dearborn, Michigan

**Proprietary Funds
Statement of Cash Flows**

Year Ended June 30, 2024

	Business-type Activities - Enterprise Funds				Governmental Activities
	Major Sewer	Major Water	Nonmajor Seniors Apartment Operating	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities					
Receipts from customers	\$ 30,982,764	\$ 24,013,487	\$ 2,945,838	\$ 57,942,089	\$ 2,618,648
Receipts from interfund services and reimbursements	-	-	-	-	38,779,568
Payments to suppliers	(30,797,845)	(14,136,497)	(1,188,608)	(46,122,950)	(3,007,945)
Payments to employees and fringes	(2,488,768)	(4,945,063)	(1,934,387)	(9,368,218)	(3,725,624)
Payments to other funds	(125,940)	(225,884)	(23,289)	(375,113)	-
Claims paid	-	-	-	-	(27,942,816)
Other (payments) receipts	(43,456)	(139,536)	5,620	(177,372)	4,369,566
Net cash and cash equivalents (used in) provided by operating activities	(2,473,245)	4,566,507	(194,826)	1,898,436	11,091,397
Cash Flows from Noncapital Financing Activities					
Transfers from other funds	-	-	-	-	756,131
Principal and interest paid on pension and OPEB bonds	(72,320)	(317,403)	(135,159)	(524,882)	(205,590)
Transfers to other funds	(1,111,855)	(88,549)	(25,633)	(1,226,037)	(5,299,864)
Net cash and cash equivalents used in noncapital financing activities	(1,184,175)	(405,952)	(160,792)	(1,750,919)	(4,749,323)
Cash Flows from Capital and Related Financing Activities					
Receipt of capital grants	55,362	1,185,092	-	1,240,454	4,152,564
Transfers from other funds	-	-	-	-	5,115,471
Proceeds from sale of capital assets	-	7,875	-	7,875	-
Property taxes and state revenue restricted for capital items	19,557,826	-	-	19,557,826	-
Purchase of capital assets	(420,890)	(6,764,913)	(2,854,136)	(10,039,939)	(15,603,888)
Principal and interest paid on capital debt	(18,192,840)	(284,234)	-	(18,477,074)	(2,311,674)
Net cash and cash equivalents provided by (used in) capital and related financing activities	999,458	(5,856,180)	(2,854,136)	(7,710,858)	(8,647,527)
Cash Flows from Investing Activities					
Interest received on investments	1,932,132	323,546	339,529	2,595,207	2,682,686
Purchases of investment securities	-	(577,303)	-	(577,303)	(2,425,199)
Proceeds from sale and maturities of investment securities	348,575	-	592,617	941,192	1,323,282
Net cash and cash equivalents provided by (used in) investing activities	2,280,707	(253,757)	932,146	2,959,096	1,580,769
Net Decrease in Cash and Cash Equivalents	(377,255)	(1,949,382)	(2,277,608)	(4,604,245)	(724,684)
Cash and Cash Equivalents - Beginning of year	29,516,288	4,880,937	6,015,894	40,413,119	44,524,671
Cash and Cash Equivalents - End of year	<u>\$ 29,139,033</u>	<u>\$ 2,931,555</u>	<u>\$ 3,738,286</u>	<u>\$ 35,808,874</u>	<u>\$ 43,799,987</u>

City of Dearborn, Michigan

**Proprietary Funds
Statement of Cash Flows (Continued)**

Year Ended June 30, 2024

	Business-type Activities - Enterprise Funds				Governmental
	Major Sewer	Major Water	Nonmajor Seniors Apartment Operating	Total Enterprise Funds	Internal Service Funds
Classification of Cash and Cash Equivalents					
Cash and cash equivalents	\$ 27,139,033	\$ 2,931,555	\$ 3,738,286	\$ 33,808,874	\$ 43,743,643
Restricted assets	2,000,000	-	-	2,000,000	56,344
Total cash and cash equivalents	\$ 29,139,033	\$ 2,931,555	\$ 3,738,286	\$ 35,808,874	\$ 43,799,987
Reconciliation of Operating (Loss) Income to Net Cash from Operating Activities					
Operating (loss) income	\$ (9,267,172)	\$ 1,643,052	\$ 91,985	\$ (7,532,135)	\$ (2,524,576)
Adjustments to reconcile operating (loss) income to net cash from operating activities:					
Depreciation	8,363,176	2,647,215	158,660	11,169,051	7,685,211
Changes in assets and liabilities:					
Receivables	51,302	(226)	(344,453)	(293,377)	(3,696,252)
Due to and from other funds	(55,051)	3,457	(602)	(52,196)	2,732,875
Inventories	-	(172,986)	-	(172,986)	-
Prepaid and other assets	-	-	-	-	161,188
Accounts payable	(1,184,328)	1,534,846	101,534	452,052	9,303,376
Estimated claims liability	-	-	-	-	(2,386,753)
Net pension and OPEB liabilities	(1,263,705)	(3,974,026)	(923,597)	(6,161,328)	(1,383,814)
Deferrals related to pension and OPEB	878,116	2,870,466	712,715	4,461,297	1,103,414
Accrued and other liabilities	4,417	14,709	8,932	28,058	96,728
Total adjustments	6,793,927	2,923,455	(286,811)	9,430,571	13,615,973
Net cash and cash equivalents (used in) provided by operating activities	\$ (2,473,245)	\$ 4,566,507	\$ (194,826)	\$ 1,898,436	\$ 11,091,397
Significant Noncash Transactions - Capital-related items included in accounts payable and retainage payable as of fiscal year end					
	\$ 248,819	\$ 372,873	\$ 3,004	\$ 624,696	\$ 1,748,054

City of Dearborn, Michigan

**Fiduciary Funds
Statement of Fiduciary Net Position**

June 30, 2024

	<u>Pension and Other Postemployment Benefits</u>	<u>Custodial Funds</u>
Assets		
Cash and cash equivalents (Note 2)	\$ 661,278	\$ 158,787
Investments: (Note 2)		
Other short-term investments	7,395,932	-
Negotiable CDs	140,036	-
Stocks	383,472,100	-
Fixed-income funds	192,905,682	-
Real estate	42,043,277	-
Mutual funds	65,045,596	-
Receivables:		
Property taxes receivable	-	754
Accrued interest receivable	578,931	-
Other receivables	692,878	-
Due from other governments	-	33,187
Total assets	692,935,710	192,728
Liabilities		
Accounts payable	650,398	137,698
Due to other governmental units	-	55,030
Total liabilities	650,398	192,728
Net Position - Restricted		
Pension	532,088,678	-
Postemployment benefits other than pension	160,196,634	-
Total net position	\$ 692,285,312	\$ -

City of Dearborn, Michigan

**Fiduciary Funds
Statement of Changes in Fiduciary Net Position**

Year Ended June 30, 2024

	<u>Pension and Other Postemployment Benefits</u>	<u>Custodial Funds</u>
Additions		
Investment income (loss):		
Interest and dividends	\$ 9,931,483	\$ -
Net increase in fair value of investments	66,590,877	-
Investment-related expenses	(2,059,862)	-
Net investment income	74,462,498	-
Contributions:		
Employer contributions	22,265,720	-
Employee contributions	748,378	-
Total contributions	23,014,098	-
Fines and fees	-	2,762,609
Property tax collections	-	126,850,156
Total additions	97,476,596	129,612,765
Deductions		
Benefit payments	52,959,327	-
Refunds of contributions	1,164,863	-
Administrative expenses	296,387	-
Claims and judgments	25,516	-
Distributions to other governments	-	129,612,765
Total deductions	54,446,093	129,612,765
Net Increase in Fiduciary Net Position	43,030,503	-
Net Position - Beginning of year	649,254,809	-
Net Position - End of year	<u><u>\$ 692,285,312</u></u>	<u><u>\$ -</u></u>

City of Dearborn, Michigan

Component Units Statement of Net Position

June 30, 2024

	Dix-Vernor Business District Improvement Authority	Warren Business District Improvement Authority	West Dearborn Downtown Development Authority	East Dearborn Downtown Development Authority	Brownfield Redevelopment Authority	Economic Development Corporation	Total
Assets							
Cash and cash equivalents (Note 2)	\$ 83,981	\$ 1,047,255	\$ 1,148,773	\$ 928,954	\$ 2,639,447	\$ 141,670	\$ 5,990,080
Investments (Note 2)	29,660	369,862	405,713	328,077	339,075	50,034	1,522,421
Receivables:							
Customer receivables	150	150	2,580	9,056	-	-	11,936
Accrued interest receivable	655	8,163	8,954	7,240	18,729	1,105	44,846
Due from other governments	-	-	-	561,000	-	-	561,000
Due from primary government (Note 5)	24,158	-	-	-	-	-	24,158
Restricted assets (Note 18)	-	-	-	-	273,030	-	273,030
Notes receivable - Long term	-	-	-	123,924	-	-	123,924
Total assets	138,604	1,425,430	1,566,020	1,958,251	3,270,281	192,809	8,551,395
Deferred Outflows of Resources - Deferred charges on bond refunding							
	-	-	-	-	67,614	-	67,614
Liabilities							
Accounts payable	-	14,770	29,399	27,916	11,750	-	83,835
Due to primary government (Note 5)	-	-	-	561,000	-	-	561,000
Accrued liabilities and other	1,679	2,897	6,085	6,089	62,976	-	79,726
Noncurrent liabilities - Bonds and contracts payable:							
Due within one year	-	-	-	14,203	630,733	-	644,936
Due in more than one year	-	-	-	56,812	13,441,779	-	13,498,591
Total liabilities	1,679	17,667	35,484	666,020	14,147,238	-	14,868,088
Net Position (Deficit) - Unrestricted	\$ 136,925	\$ 1,407,763	\$ 1,530,536	\$ 1,292,231	\$ (10,809,343)	\$ 192,809	\$ (6,249,079)

City of Dearborn, Michigan

	Program Revenue			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Dix-Vernor Business District Improvement Authority - Community improvement	\$ 156,646	\$ -	\$ 140,300	\$ -
Warren Business District Improvement Authority - Community improvement	253,993	-	125,375	-
West Dearborn Downtown Development Authority - Community improvement	1,042,814	(3,298)	53,500	-
East Dearborn Downtown Development Authority - Community improvement	1,519,512	-	44,595	561,000
Brownfield Redevelopment Authority - Community improvement	2,701,036	-	-	-
Economic Development Corporation - Community improvement	-	-	-	-
Total component units	\$ 5,674,001	\$ (3,298)	\$ 363,770	\$ 561,000

General revenue:

Property taxes
 Unrestricted state revenue
 Unrestricted investment income
 Other miscellaneous income

Total general revenue

Change in Net Position

Net Position (Deficit) - Beginning of year

Net Position (Deficit) - End of year

Component Units Statement of Activities

Year Ended June 30, 2024

Net (Expense) Revenue and Changes in Net Position							
Dix-Vernor Business District Improvement Authority	Warren Business District Improvement Authority	West Dearborn Downtown Development Authority	East Dearborn Downtown Development Authority	Brownfield Redevelopment Authority	Economic Development Corporation	Total	
\$ (16,346)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (16,346)	
-	(128,618)	-	-	-	-	(128,618)	
-	-	(992,612)	-	-	-	(992,612)	
-	-	-	(913,917)	-	-	(913,917)	
-	-	-	-	(2,701,036)	-	(2,701,036)	
-	-	-	-	-	-	-	
(16,346)	(128,618)	(992,612)	(913,917)	(2,701,036)	-	(4,752,529)	
44,334	355,232	1,029,350	897,079	1,295,676	-	3,621,671	
-	-	-	46,425	2,130,236	-	2,176,661	
5,278	69,884	81,613	69,469	188,905	9,648	424,797	
-	-	-	28,605	-	-	28,605	
49,612	425,116	1,110,963	1,041,578	3,614,817	9,648	6,251,734	
33,266	296,498	118,351	127,661	913,781	9,648	1,499,205	
103,659	1,111,265	1,412,185	1,164,570	(11,723,124)	183,161	(7,748,284)	
\$ 136,925	\$ 1,407,763	\$ 1,530,536	\$ 1,292,231	\$ (10,809,343)	\$ 192,809	\$ (6,249,079)	

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies

Accounting and Reporting Principles

The City of Dearborn, Michigan (the "City") was incorporated in 1929 under Michigan law as a home rule city. The City operates under a strong mayor, weak council form of government. The most recent charter was adopted on November 6, 2007 and was effective on January 1, 2008.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP), as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. Below is a summary of the City's more significant policies:

Reporting Entity

The City is governed by an elected seven-member council. The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the city operations, even though they are separate legal entities. Thus, blended component units are appropriately presented as funds of the City. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the City. The City's blended, discretely presented, and fiduciary component units are listed below:

Blended Component Unit

The 19th District Court is governed by a chief judge. Although it is legally separate from the City, the 19th District Court is reported as if it were part of the primary government because its sole purpose is to perform court-related activities on behalf of the City.

Discretely Presented Component Units

Warren Business District Improvement Authority (WBDIA)

The WBDIA was formed in fiscal year 2017 to encourage business improvement and development along the City's Warren Avenue Corridor. The WBDIA has no current outstanding debt, and the City has no obligation for any future debt incurred by the WBDIA. The City Council must approve the WBDIA's budget.

Dix-Vernor Business District Improvement Authority (DBDIA)

The DBDIA was formed in fiscal year 2017 to encourage business improvement and development along the City's Dix-Vernor Corridor. The DBDIA has no current outstanding debt, and the City has no obligation for any future debt incurred by the DBDIA. The City Council must approve the DBDIA's budget.

Brownfield Redevelopment Authority (BRA)

The Brownfield Redevelopment Authority was created to account for the redevelopment of environmentally contaminated and other underutilized sites within the City. The authority's governing body consists of the mayor and six individuals appointed by the mayor. The City Council must approve the BRA's budget.

Economic Development Corporation (EDC)

The EDC's purpose is to encourage economic development, primarily through the issuance of tax-exempt financing. Although the City has no involvement in the determination of the EDC's budget nor any obligation for the EDC's outstanding debt, the City Council must approve designation of project areas and must approve each project plan.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

East Dearborn Downtown Development Authority (EDDDA)

The EDDDA was formed to encourage development within the City's eastern central business district. The City has no obligation for the EDDDA's outstanding debt. The City Council must approve the EDDDA's budget.

West Dearborn Downtown Development Authority (WDDDA)

The WDDDA was formed to encourage development within the City's western central business district. The City has no obligation for the WDDDA's outstanding debt. The City Council must approve the WDDDA's budget.

The primary government is financially accountable for, imposes its will on, and appoints the voting majority of all of the above component units' boards. Financial information for the discretely presented component units is available during office hours at the City of Dearborn, Michigan, Dearborn Administrative Center, 16901 Michigan Avenue, Dearborn, MI 48126-2899.

Fiduciary Component Units

The General Employees' Retirement System is governed by a five-member board that includes one member appointed by the mayor, the City Council, and the civil service commissioner. The Policemen's and Firemen's Retirement System and the Postemployment Health Care Plan are governed by the City Council. Although they are legally separate from the City, they are reported as fiduciary component units because the City governs the plans or appoints a voting majority to the board, and the plans impose a financial burden on the City. The City does not appoint a voting majority to the Police and Fire Revised Retirement System, but the plan does impose a financial burden on the City, and the City believes it would be misleading to exclude the plan from the financial statements.

Report Presentation

Governmental accounting principles require that financial reports include two different perspectives - the government-wide perspective and the fund-based perspective. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units, as applicable. The government-wide financial statements are presented on the economic resources measurement focus and the full accrual basis of accounting. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The statements also present a schedule reconciling these amounts to the modified accrual-based presentation found in the fund-based statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Taxes, unrestricted intergovernmental receipts, and other items not properly included among program revenue are reported instead as general revenue.

As a general rule, the effect of interfund activity has been removed from the government-wide financial statements. Exceptions to this general rule occur when there are charges between the City's enterprise funds and various other functions. Eliminations of these charges would distort the direct costs and program revenue reported for the various functions concerned.

The City does not allocate indirect costs. An administrative fee is charged by the General Fund to the other operating funds to recover the direct costs of General Fund services provided (finance, human resources, purchasing, legal, etc.). The effect of this fee and all other internal activity has been eliminated from the government-wide financial statements.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds, if any, are reported as separate columns in the fund financial statements.

Basis of Accounting

The governmental funds use the current financial resources measurement focus and the modified accrual basis of accounting. This basis of accounting is intended to better demonstrate accountability for how the City has spent its resources.

Expenditures are reported when the goods are received or the services are rendered. Capital outlays are reported as expenditures (rather than as capital assets) because they reduce the ability to spend resources in the future; conversely, employee benefit costs that will be funded in the future (such as pension and retiree health care-related costs or sick and vacation pay) are not counted until they come due for payment. In addition, debt service expenditures, claims, and judgments are recorded only when payment is due.

Revenue is not recognized until it is collected or collected soon enough after the end of the year that it is available to pay for obligations outstanding at the end of the year. For this purpose, the City considers amounts collected within 60 days of year end to be available for recognition. The following major revenue sources meet the availability criterion: state-shared revenue, state gas and weight tax revenue, district court fines, and interest associated with the current fiscal period. Conversely, certain federal grant reimbursements will be collected after the period of availability; receivables have been recorded for these, along with deferred inflows of resources.

Proprietary funds and fiduciary funds use the economic resources measurement focus and the full accrual basis of accounting. Revenue is recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Fund Accounting

The City accounts for its various activities in several different funds in order to demonstrate accountability for how it spends certain resources; separate funds allow the City to show the particular expenditures for which specific revenue is used. The various funds are aggregated into three broad fund types:

Governmental Funds

Governmental funds include all activities that provide general governmental services that are not business-type activities. Governmental funds can include the General Fund, special revenue funds, debt service funds, capital project funds, and permanent funds. The following is a description of the governmental funds of the City:

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Fund

The City has one capital projects fund. The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by business-type/proprietary funds.

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

Proprietary Funds

The focus of proprietary fund measurement is on determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of proprietary funds relates to charges to customers for sales and service. The water and sewer funds also recognize the portion of tap fees intended to recover current costs (e.g., labor and materials to hook up new customers) as operating revenue. The portion intended to recover the cost of the infrastructure is recognized as nonoperating revenue. Property taxes are collected for the payment of Combined Sewer Overflow (CSO) debt and are nonoperating. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

The following is a description of the two proprietary fund types of the City:

Enterprise Funds

Enterprise funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenue; (b) has third-party requirements that the cost of providing services, including capital costs, be recovered with fees and charges; or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The government reports the following enterprise funds:

- Major Water Fund: This fund accounts for operation of the City's water supply system. Purified water is purchased from the Great Lakes Water Authority.
- Major Sewer Fund: This fund accounts for operation of the City's sewage system. Sewage treatment is purchased from the Great Lakes Water Authority.
- Nonmajor Seniors Apartment Operating Fund: This fund accounts for operation of the City's housing department, which administers the Senior Citizen Housing Program. The fund also directly accounts for operation of two senior citizen apartment buildings, Hubbard Manor East and Hubbard Manor West, which consist of a total of 351 apartments. Administrative and other costs are billed to the Dearborn Housing Commission based on services provided.

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by an activity to other departments, funds, or component units of the City on a cost-reimbursement basis. Internal service funds include fleet replacement, workers' compensation and employee insurance, fleet and general liability insurance, information systems, and facilities.

Fiduciary Funds

Fiduciary funds are used to report assets held in an agency capacity for others and, therefore, are not available to support city programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds. Fiduciary pension and other postemployment benefits funds include the General Employees' Retirement System, the Police and Fire Revised Retirement System, the Policemen's and Firemen's Retirement System, and the Postemployment Healthcare Fund. Fiduciary custodial funds include the District Court and Tax Collection funds.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

Interfund Activity

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Furthermore, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Specific Balances and Transactions

Cash and Investments

Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value. Investments and certificates of deposit are purchased with pooled cash and are generally held to maturity. Interest is allocated on the basis of time-and-dollar-weighted participation.

The purchase and sale of proprietary fund investments have been netted for cash flow purposes, as the nature of the investments is highly liquid because there is an active market readily available.

Accounts Receivable and Revenue

Revenue is reported net of uncollectible amounts. The amount in the allowance for uncollectibles in the General Fund at June 30, 2024 is \$1,601,218 and represents potentially uncollectible ambulance billings. Most city service billings, if not paid, are assessed as a lien against the serviced property.

Inventories

Materials and supplies inventories are recorded at cost. Cost is measured using the weighted-average method with the exception of enterprise funds' inventories, which are recorded on a first-in, first-out basis.

Land Held for Sale

Land for resale is recorded at the lower of cost or market based on individual parcels.

Restricted Assets

The Designated Purposes Fund receives donations for which the purpose is restricted for the historical museum. The bonds of the Sewer Fund and internal services funds require amounts to be set aside for capital projects. The Brownfield Redevelopment Authority requires amounts to be set aside for debt service. These amounts have been classified as restricted assets. See Note 18 for additional information.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more and a useful life of greater than one year are capitalized at historical cost or estimated historical cost. Donated capital assets are valued at the estimated acquisition value on the date received.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

Capital assets are depreciated using the straight-line method over the following useful lives:

	Depreciable Life - Years
Equipment	2-40
Land improvements	8-45
Infrastructure assets (roads, bridges, and sidewalks)	15-40
Building and improvements	5-50
Water system	75
Sewer system	75

The City has a collection of artwork presented for public exhibition and education that is being preserved for future generations. The City has an internal policy stating that the proceeds for the sale of these assets would be used to acquire other items for the collection. Therefore, the collection is not capitalized or depreciated as part of capital assets.

Prepays

Prepays are payments made in the current fiscal year for services in the next fiscal year. Prepays are recorded as expenditures when consumed rather than when purchased.

Compensated Absences

The City accrues vested or accumulated sick, vacation, and paid time off (PTO) leave when earned by the employee. These liabilities are reported in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only for outstanding employee terminations as of year end.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

The City reports the following deferred outflows of resources and deferred inflows of resources:

	Outflows	Inflows
Unavailable revenue (those not collected within the period of availability) - Reported only at the modified accrual level		✓
Deferred charge on bond refunding	✓	
Deferred pension costs (or cost reductions)	✓	✓
Deferred OPEB costs (or cost reductions)	✓	✓
Deferred lease revenue		✓

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

Net Position Flow Assumption

The City will sometimes fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements (as applicable), a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Property Tax Revenue

Properties are assessed as of December 31, and the related property taxes become a lien on December 31 and are billed in two separate billings, July 1 and December 1 of the following year. Taxable valuations are established annually by the city assessor and are based on assessed valuations (established at 50 percent of true cash value), with the annual growth of each property's taxable value limited by inflation. Real and personal property in the City subject to the 2023 levy that financed operations for the fiscal year ended June 30, 2024 had a taxable value of approximately \$3.9 billion.

In August 2021, the voters approved a six-year library millage. The city millage for the fiscal year ended June 30, 2024 was 22.9 mills, consisting of 15.00 mills for operating, 1.54 mills for the library, 2.11 mills for garbage and rubbish, and 4.25 mills for debt service. The City is legally empowered by Section 13.2 of the City Charter and PAs 298 and 164 for a maximum limit of 24.5 mills for each fiscal year, exclusive of debt millages. The rollbacks required by Michigan law of 1917, as amended, are 24.5 mills of authorization with an annual maximum limit of 24.5 mills for each fiscal year. The rollbacks required by Michigan law are applied to the authorized 24.5 mills. The maximum potential millage for the fiscal year ended June 30, 2024 was 20.7254 mills after applicable rollbacks.

The July tax billing is payable without penalty in three equal installments due on September 14 and every two months thereafter, with the final installment due on January 14. The December tax billing is due in full on February 14. Both summer and winter taxes become delinquent if they remain unpaid on March 1. Unpaid real property taxes are returned to the Wayne County treasurer as delinquent for collection. The amounts of delinquent real property taxes become available to finance expenditures through operation of a County Tax Revolving fund. The city treasurer is responsible for collection of delinquent personal property taxes. Delinquent personal property taxes and associated penalties not collected within 60 days of fiscal year end are recorded as deferred inflows of resources.

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is employed as an extension of the formal budgetary control in the General, special revenue, and Capital Projects funds. Grant revenue will be recognized in future periods when these encumbrances are expended. The amount of encumbrances outstanding at year end relating to the General Fund was \$537,204, and all other nonmajor governmental funds had total encumbrances of \$13,439,815 at year end.

Pension and Other Postemployment Benefit Costs

The City offers pension benefits to retirees. The City records a net pension asset or liability for the difference between the total pension liability calculated by the actuary and the pension plan's fiduciary net position. For the purpose of measuring the net pension asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plan and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

The City offers health care benefits to retirees. The City records a net OPEB liability for the difference between the total OPEB liability calculated by the actuary and the OPEB plan's fiduciary net position. For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB plan and additions to/deductions from the OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net pension and OPEB liabilities attributable to the governmental activities will be liquidated primarily by the General, Library, Facilities, and Information Systems funds.

Leases

The City is a lessee for noncancelable leases of various assets including golf carts for use at the Mystic Creek Golf Course. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the applicable governmental activities column in the government-wide financial statements. The City recognizes lease assets and liabilities with an initial value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets, and lease liabilities are reported with long-term debt on the statement of net position.

The City is a lessor for noncancelable leases of land and building space. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines the discount rate it uses to discount the expected lease receipts to present value, lease term, and lease receipts.

- The City uses the actual rate charged to lessees as the discount rate for leases.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Fund Balance

In the fund financial statements, governmental funds report the following components of fund balance:

- Nonspendable: Amounts that are not in spendable form or are legally or contractually required to be maintained intact
- Restricted: Amounts that are legally restricted by outside parties, constitutional provisions, or enabling legislation for use for a specific purpose
- Committed: Amounts that have been formally set aside by the City Council for use for specific purposes. Commitments are made and can be rescinded only via resolution of the City Council.
- Assigned: Intent to spend resources on specific purposes expressed by the City Council or the finance director/treasurer, who is authorized by resolution approved by the City Council to make assignments
- Unassigned: Amounts that do not fall into any other category above. This is the residual classification for amounts in the General Fund and represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes in the General Fund. In other governmental funds, only negative unassigned amounts are reported, if any, and represent expenditures incurred for specific purposes exceeding the amounts previously restricted, committed, or assigned to those purposes.

When an expense is incurred for purposes for which both restricted and unrestricted fund balance is available, the City's policy is to first apply restricted resources. When an expense is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the City's policy to spend funds in this order: committed, assigned, and unassigned. Other accounting policies are disclosed in other notes to the financial statements.

Upcoming Accounting Pronouncements

In June 2022, the Governmental Accounting Standards Board issued Statement No. 101, *Compensated Absences*, which updates the recognition and measurement guidance for compensated absences under a unified model. This statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means and establishes guidance for measuring a liability for leave that has not been used. It also updates disclosure requirements for compensated absences. The provisions of this statement are effective for the City's financial statements for the year ending June 30, 2025.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 1 - Significant Accounting Policies (Continued)

In April 2024, the Governmental Accounting Standards Board issued Statement No. 103, *Financial Reporting Model Improvements*, which establishes new accounting and financial reporting requirements or modifies existing requirements related to the following: management's discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statement of revenue, expenses, and changes in fund net position; information about major component units in basic financial statements; budgetary comparison information; and financial trends information in the statistical section. The provisions of this statement are effective for the City's financial statements for the year ending June 30, 2026.

In September 2024, the Governmental Accounting Standards Board issued Statement No. 104, *Disclosure of Certain Capital Assets*, which requires certain types of capital assets, such as lease assets, intangible right-to-use assets, subscription assets, and other intangible assets, to be disclosed separately by major class of underlying asset in the capital assets note. The statement also requires additional disclosures for capital assets held for sale. The provisions of this statement are effective for the City's financial statements for the year ending June 30, 2026.

Note 2 - Deposits and Investments

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended) authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. In addition, bank deposits in the form of Certificate of Deposit Account Registry Service (CDARS) are allowed to include out-of-state certificates of deposit. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications that matures no more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions that are rated as investment grade; mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan; and investment pools of financial institutions. The City does not engage in reverse repurchase agreements or in repurchase agreements without a master repurchase agreement and delivery of collateral to a third-party custodian.

The pension trust fund and retiree health care fund are also authorized by Michigan Public Act 314 of 1965, as amended, to invest in certain reverse repurchase agreements, stocks, diversified investment companies, annuity investment contracts, real estate leased to public entities, mortgages, real estate (if the trust fund's assets exceed \$250 million), debt or equity of certain small businesses, certain state and local government obligations, and certain other specified investment vehicles.

The City deposits all funds in either Comerica bank accounts, investment CDs with Flagstar Bank, or investments with Yousif Capital Management backed by federal government securities. The investment policy adopted by the board in accordance with Public Act 196 of 1997 has authorized investment in bonds and securities of the United States government and bank accounts and CDs, but not the remainder of state statutory authority, as listed above. The City's deposits and investments are in accordance with statutory authority.

There are no limitations or restrictions on participant withdrawals for the investment pools that are recorded at amortized cost.

The City's cash and investments are subject to several types of risk, which are examined in more detail below:

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. At year end, the City and component units had bank deposits of \$1,648,541 (certificates of deposit and checking and savings accounts) that were uninsured and uncollateralized. The City believes that, due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 2 - Deposits and Investments (Continued)

Custodial Credit Risk of Investments

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City does not have a policy for custodial credit risk. At year end, the City did not have custodial credit risk.

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The City's investment policy minimizes interest rate risk by structuring the portfolio to meet investment requirements and by investing funds in shorter-term securities, money market mutual funds, or similar investment pools. The City's investment policy does not restrict investment maturities other than commercial paper, which can only be purchased with a 270-day maturity. The weighted-average maturity is based on maturity date or contracted modified maturity date as applicable. At year end, the average maturities of investments are as follows:

Primary Government	Fair Value	Weighted- average Maturity
U.S. Treasury	\$ 52,916,016	1.25
Fiduciary Funds	Fair Value	Weighted- average Maturity
U.S. Treasury	\$ 516,879	1.25
Fixed-income mutual funds	173,295,618	*

*The weighted-average maturity for \$173,295,618 of fixed-income mutual funds is not known based on the information available to the City as of June 30, 2024.

Credit Risk

State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy minimizes credit risk by limiting investments to the safest types of securities. Financial institutions, broker/dealers, intermediaries, and advisers need to be prequalified to do business with the City. The policy also states that the investment portfolio will be diversified to minimize potential losses on individual securities. As of June 30, 2024, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

Primary Government Investment Types	Fair Value	Rating
Comerica Government Cash Investment Fund	\$ 50,460,595	N/R
Fiduciary Funds	Fair Value	Rating
Fixed-income mutual funds	\$ 173,295,618	*

*The credit quality ratings for \$173,295,618 of fixed-income mutual funds are not known based on the information available to the City as of June 30, 2024.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 2 - Deposits and Investments (Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City places no limit on the amount that may be invested in any single issuer. At June 30, 2024, the City had more than 5.00 percent of its investments and cash in the following:

Fiduciary Funds	Percentage
Vanguard	22.18 %
Baird	8.96
Loomis Sayles Credit Asset Trust	5.73

Component Units

The component units did not have bank deposits subject to custodial credit risk (uninsured and uncollateralized). Investment securities held by the counterparty (or the counterparty's trust department) were not in the component units' names.

Fair Value Measurements

The City of Dearborn, Michigan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using net asset value (NAV) per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City of Dearborn, Michigan's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

The City has the following recurring fair value measurements as of June 30, 2024:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2024
Governmental and Proprietary Investment Types by Fair Value Measure				
U.S. Treasurys	\$ -	\$ 52,916,016	\$ -	\$ 52,916,016
Investments measured at NAV - Comerica Government Cash Investment Fund				<u>50,460,595</u>
Total assets				<u>\$ 103,376,611</u>

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 2 - Deposits and Investments (Continued)

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2024
Fiduciary Investment Types by Fair Value Measure				
Common stock:				
ADR	\$ 848,527	\$ -	\$ -	\$ 848,527
Equity	99,053,755	-	-	99,053,755
Foreign equity	9,255,908	-	-	9,255,908
U.S. equity	143,513,441	-	-	143,513,441
Real estate trust funds	4,145,613	-	-	4,145,613
Partnerships	35,447	-	2,135,195	2,170,642
Fixed income - U.S. Treasurys	469,649	48,715	-	518,364
Mutual funds:				
Fixed income	85,547,142	-	-	85,547,142
Foreign equity	-	14,534,804	-	14,534,804
Equity	105,432,935	-	-	105,432,935
Total mutual funds	<u>190,980,077</u>	<u>14,534,804</u>	<u>-</u>	<u>205,514,881</u>
Total	<u>\$ 448,302,417</u>	<u>\$ 14,583,519</u>	<u>\$ 2,135,195</u>	465,021,131
Investments measured at NAV:				
Equity funds				109,047,331
Fixed-income funds				87,748,476
Real estate funds				22,168,082
Other investments				<u>7,678,880</u>
Total assets				<u>\$ 691,663,900</u>

Component unit investments as of June 30, 2024 include \$1,522,421 of U.S government bonds whose fair value is measured using Level 1 inputs.

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities.

The fair value of U.S. Treasurys and mutual funds noted as Level 2 above was estimated using other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

The valuation method for investments measured at net asset value per share (or its equivalent) is presented in the table below.

Investments in Entities that Calculate Net Asset Value per Share

The City holds shares or interests in investment companies where the fair value of the investments is measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

At June 30, 2024, the City had no unfunded commitments or redemption restrictions other than the notice periods noted below:

	Fair Value	Redemption Notice Period
Real estate	\$ 22,168,082	90 days

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 2 - Deposits and Investments (Continued)

The Comerica Government Investment Fund is not registered with the SEC and does not issue a separate report. The fair value of the position in the pool is not the same as the value of the pool of shares since the pool does not meet the requirements under GASB 79 to report its value for financial reporting purposes at amortized cost. The equity funds class includes investments in commingled equity funds and limited partnerships and limited liability companies. The fixed-income class includes investments in commingled fixed-income funds. Both the equity funds fixed income investments include funds with various strategies designed to provide the plans with an overall diversified portfolio. The real estate funds class includes several real estate funds that invest primarily in U.S. commercial real estate and is composed primarily of real estate investments owned either directly or through partnership interests and mortgage and other loans on income-producing real estate. The other investments include liquid assets, such as money market funds. The fair values of the investments in these classes have been estimated using net asset value of the City's ownership interest in partners' capital.

Note 3 - Capital Assets

Capital asset activity of the City's governmental and business-type activities was as follows:

Governmental Activities

	Balance July 1, 2023	Transfers	Additions	Disposals and Adjustments	Balance June 30, 2024
Capital assets not being depreciated:					
Land	\$ 13,308,122	\$ -	\$ 31,969	\$ (12,969)	\$ 13,327,122
Right of ways	37,818	-	-	-	37,818
Construction in progress	718,242	(1,266,098)	9,048,189	(162,413)	8,337,920
Subtotal	14,064,182	(1,266,098)	9,080,158	(175,382)	21,702,860
Capital assets being depreciated:					
Infrastructure assets	211,430,641	-	20,501,134	-	231,931,775
Buildings and improvements	221,460,419	895,360	535,100	(80,721)	222,810,158
Machinery and equipment	63,337,736	393,419	10,668,676	(47,950)	74,351,881
Right-to-use assets - Equipment	292,634	-	463,789	(292,635)	463,788
Subtotal	496,521,430	1,288,779	32,168,699	(421,306)	529,557,602
Accumulated depreciation:					
Infrastructure assets	100,437,246	-	9,057,418	-	109,494,664
Buildings and improvements	94,190,883	-	4,876,246	(90,300)	98,976,829
Machinery and equipment	40,972,954	22,681	4,483,791	(27,735)	45,451,691
Right-to-use assets - Equipment	250,830	-	64,536	(292,634)	22,732
Subtotal	235,851,913	22,681	18,481,991	(410,669)	253,945,916
Net capital assets being depreciated	260,669,517	1,266,098	13,686,708	(10,637)	275,611,686
Net governmental activities capital assets	\$ 274,733,699	\$ -	\$ 22,766,866	\$ (186,019)	\$ 297,314,546

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 3 - Capital Assets (Continued)

Business-type Activities

	Balance July 1, 2023	Transfers	Additions	Disposals and Adjustments	Balance June 30, 2024
Capital assets not being depreciated:					
Land	\$ 1,768,541	\$ -	\$ -	\$ -	\$ 1,768,541
Construction in progress	2,881,205	(4,713,460)	8,756,163	(46,938)	6,876,970
Subtotal	4,649,746	(4,713,460)	8,756,163	(46,938)	8,645,511
Capital assets being depreciated:					
Buildings	30,169,487	2,388,362	56,872	-	32,614,721
Machinery and equipment	46,761,064	8,431	1,516,031	-	48,285,526
Land improvements	979,479	-	-	-	979,479
Water system	175,435,537	2,293,986	-	-	177,729,523
Sewer system	382,938,948	-	-	-	382,938,948
Subtotal	636,284,515	4,690,779	1,572,903	-	642,548,197
Accumulated depreciation:					
Buildings	19,100,551	-	577,923	-	19,678,474
Machinery and equipment	34,476,483	(22,681)	3,149,881	-	37,603,683
Land improvements	421,723	-	30,150	-	451,873
Water system	56,244,102	-	2,356,967	-	58,601,069
Sewer system	69,417,786	-	5,054,130	-	74,471,916
Subtotal	179,660,645	(22,681)	11,169,051	-	190,807,015
Net capital assets being depreciated	456,623,870	4,713,460	(9,596,148)	-	451,741,182
Net business-type activities capital assets	\$ 461,273,616	\$ -	\$ (839,985)	\$ (46,938)	\$ 460,386,693

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities:	
General government	\$ 739,325
Public safety	2,459,391
Public works	11,525,826
Recreation and culture	2,810,794
Community improvement	946,655
Total governmental activities	<u>\$ 18,481,991</u>
Business-type activities:	
Water	\$ 2,647,215
Sewer	8,363,176
Housing	158,660
Total business-type activities	<u>\$ 11,169,051</u>

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 3 - Capital Assets (Continued)

Construction Commitments

Proprietary Funds

The current National Pollution Discharge Elimination System (NPDES) permit M10025542 issued by the Michigan Department of Environmental Quality (MDEQ) specifies the schedule for the design and construction of the Combined Sewer Overflow (CSO) projects for various CSO outfalls. As required by the NPDES permit, no untreated CSO discharges to the Rouge River will be allowed past the date specified in the permit for specific outfalls. The City is aggressively working to meet the MDEQ deadlines for the CSO project. Four underground sinking caissons were constructed and are in operation to address CSO capture and overflow for part of the City (C4, C6, C7, and C8). For the remaining part of the City, the City is addressing the CSO control with sewer separation.

The structure for the Caisson C5, located at the intersection of Palmer Street and Colson Avenue, to address Outfall 016 had been abandoned, and the concrete walls below the ground had been demolished. The sewer separation alternative is being implemented in two phases, Phase 1 and Phase 2, to address Outfall 016. Phase 1 of construction is complete, which involved placement of larger diameter collector sewers on Ternes Street, within Ford Woods Park, and on Yinger Street. Phase 2 of construction is broken down as Phases 2A, 2B, 2C, and 2D. Construction for Phase 2A was completed in 2018, Phases 2B and 2D were completed in 2019. Construction for Phase 2C was completed in 2022.

The structure for the Caisson C3 located along the Rouge River, north of Rotunda Drive, to address Outfall 014 had been abandoned and the concrete walls below the ground had been demolished. The structure of the Caisson C2 located within the Greenfield Village Property along Southfield Service Drive, remains unfinished. Extensive ground freezing would be required to finish construction. The City is working with the Michigan Department of Environmental Quality (EGLE) to address both Outfalls 013 and 014. The structure of the unfinished Caisson C2 will be abandoned in a similar way as structures C3 and C5.

Construction in West Dearborn for Outfall 003 and 005 and CSO Control Program Phases 1, 2, and 4 sewer separations are complete. Phase 3 of the project was completed in 2022. Construction to address part of the drainage area for the Outfall 002 was completed in 2018. Construction for the remainder of Outfall 001 and Outfall 004 was completed in 2022.

So far, the City has completely addressed CSO Outfalls 001, 002, 003/005 Phase 3, 004, 005 to 012, 015, and 017 to 020.

The Sewer Fund cash and cash equivalents balance of \$27.1 million as of June 30, 2024 includes \$433 thousand earmarked for CSO projects.

The total cost of construction, including engineering and construction for the City's CSO project, is estimated at \$550 million. This amount does not include any litigation costs or other costs associated with contractor claims. The City has issued all of the authorized \$314.12 million in bonds to finance this project, in combination with Rouge River Wet Weather Demonstration grants and other grants. An additional \$60 million in financing authority was voted in August 2018.

As of June 30, 2024, approximately \$252.2 million in SRF low-interest loan bonds and \$80.2 million in general obligation bonds have been issued. This general obligation bond total includes an issuance of \$23.4 million in September 2018. The City uses the Sewer Fund to partially fund the separation projects. The water main portion of the project is funded by the Water Fund and/or open market bonds. In addition to the above special construction projects, the City expects to invest approximately \$750,000 annually in sewer rehabilitation projects.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 3 - Capital Assets (Continued)

The Public Works Engineering Division has a comprehensive water main replacement program under both the CSO Control Program and the annual water main replacement program. Deep excavation associated with sewer construction in CSO areas will impact the performance of the existing aged water mains; therefore, it is important that they be replaced as part of the CSO projects. In addition to replacing aged water mains in the CSO Control Program areas, Engineering plans to replace 12,000 to 15,000 linear feet of aging water mains, related gate valves, and fire hydrants with construction expenditures to be in the range of \$5 million annually.

Updates to the city campus powerhouse facility and related HVAC systems are still underway. Once complete, the updates will increase efficiency and lower utility costs. The total project estimate is \$21 million, with \$18.2 million exhausted and \$47 thousand committed as of fiscal year end.

The roof at the Ford Community and Performing Arts Center is also being replaced. The project is estimated to cost \$2.1 million and work began in 2023. The project is nearing completion, with two sections remaining. The project will be finalized after the glass curtainwall repairs are completed, scheduled for early 2025.

As previously mentioned, prior to the final two sections of the roof being replaced, the glass curtainwall at the Ford Community and Performing Arts Center is being repaired. The work began in 2024, with an estimated project cost of \$3.6 million, and is expected to be completed in early 2025.

The City has also embarked on creating three new PEACE parks with a total estimated design and construction cost of \$7.1 million. Construction has begun on PEACE Parks #1 and #2 in fiscal year 2024, with \$4.0 million exhausted and \$3.1 million committed as of fiscal year end. PEACE Park #1 is expected to be completed in the fall of calendar year 2024.

Note 4 - Long-term Debt

Long-term debt activity for the year ended June 30, 2024 can be summarized as follows:

Governmental Activities

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds and notes payable - Other debt - General obligations	\$ 59,257,882	\$ -	\$ (3,702,737)	\$ 55,555,145	\$ 3,822,086
Leases	76,754	462,445	(115,273)	423,926	111,360
Compensated absences	6,509,263	5,016,674	(4,848,588)	6,677,349	2,738,869
Total governmental activities long-term debt	\$ 65,843,899	\$ 5,479,119	\$ (8,666,598)	\$ 62,656,420	\$ 6,672,315

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 4 - Long-term Debt (Continued)

Business-type Activities

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds and contracts payable					
Direct borrowings and direct placements:					
Clean Water and Drinking Water Revolving Fund bonds	\$ 85,044,835	\$ -	\$ (12,195,000)	\$ 72,849,835	\$ 12,365,000
Special assessment bonds	78,812	-	(78,812)	-	-
Total direct borrowings and direct placements	85,123,647	-	(12,273,812)	72,849,835	12,365,000
Other debt - General obligations	77,348,083	-	(2,422,202)	74,925,881	2,507,851
Total bonds and contracts payable	162,471,730	-	(14,696,014)	147,775,716	14,872,851
Compensated absences	439,588	539,783	(519,654)	459,717	283,770
Total business-type activities long-term debt	<u>\$ 162,911,318</u>	<u>\$ 539,783</u>	<u>\$ (15,215,668)</u>	<u>\$ 148,235,433</u>	<u>\$ 15,156,621</u>

Component Units

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds and contracts payable					
Direct borrowings and direct placements - Loan due to DCC	\$ 85,217	\$ -	\$ (14,203)	\$ 71,014	\$ 14,203
Other debt - General obligations	14,688,246	-	(615,733)	14,072,513	630,733
Total component units long-term debt	<u>\$ 14,773,463</u>	<u>\$ -</u>	<u>\$ (629,936)</u>	<u>\$ 14,143,527</u>	<u>\$ 644,936</u>

By statute, the City's general obligation debt is restricted to 10 percent of the equalized value of all property in the City. At June 30, 2024, the City's general obligation debt margin amounted to approximately \$519,475,000.

Description of Long-term Debt - Governmental Activities

On May 18, 2017, the City issued \$10,780,000 in Limited Tax General Obligation Bonds with an interest rate of 3.00 percent. A total of \$2,300,000 of these proceeds was used to build a new aquatic facility at Ford Woods Park, and the remaining \$8,480,000 was used to redevelop infrastructure in West Downtown Dearborn related to the Wagner Place redevelopment project by Ford Motor Company. The first principal payment was due on May 1, 2020, and payments will continue to be due on May 1 through 2032.

On December 7, 2017, the City issued \$3,543,318 in Limited Tax General Obligation Bonds with an interest rate of 3.00 percent. The proceeds from the bonds will be used for the construction of the Dunworth pool dive well conversion and bath house replacement. The first principal payment was due on May 1, 2019, and payments will continue to be due on May 1 through 2038.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 4 - Long-term Debt (Continued)

On May 3, 2018, the City issued \$14,500,000 in Limited Tax General Obligation Bonds with an interest rate of 3.366 percent. The proceeds from the bonds will be used for the construction of the powerhouse improvement project. The first principal payment was due on May 1, 2019, and payments will continue to be due on May 1 through 2038.

On September 25, 2018, the City issued \$20,000,000 in Limited Tax General Obligation Bonds with an interest rate of 3.922 percent. The proceeds from the bonds were split between governmental activities and business-type activities. Of the \$20,000,000 in issued bonds, \$16,212,000 relates to governmental activities. The proceeds from the bonds were contributed to the City's General Employees' Retirement System, Chapter 22 Plan to pay a part of its unfunded pension liability. The first principal payment was due on May 1, 2019, and payments will continue to be due on May 1 through 2035.

On December 20, 2018, the City issued \$35,000,000 in Limited Tax General Obligation Bonds with an interest rate of 4.35 percent. The proceeds from the bonds were split between governmental activities and business-type activities. Of the \$35,000,000 in issued bonds, \$29,260,000 relates to governmental activities. The proceeds from the bonds were contributed to the City's Retiree Health Care Plan Trust to pay a part of its unfunded accrued health care liability. The first principal payment was due on May 1, 2019, and payments will continue to be due on May 1 through 2037.

Description of Long-term Debt - Business-type Activities

On September 23, 2004, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$61,640,000 in principal of General Obligation Sewer Bonds, Series 2004A (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 1.625 percent per annum commencing on April 1, 2005 and semiannually thereafter. The first principal payment was due on April 1, 2008, and payments will continue to be due on April 1 through 2027.

On September 22, 2005, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$72,895,000 in principal of General Obligation Sewer Bonds, Series 2005 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 1.625 percent per annum commencing on April 1, 2006 and semiannually thereafter. The first principal payment was due on April 1, 2009, and payments will continue to be due on April 1 through 2028.

On June 22, 2006, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$7,450,000 in principal of General Obligation Sewer Bonds, Series 2006 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. As of December, 2010, this portion of the project was administratively complete, and the final loan amount was \$7,182,942. The City is obligated to pay interest at 1.625 percent per annum commencing on October 1, 2006 and semiannually thereafter. The first principal payment was due on April 1, 2008, and payments will continue to be due on April 1 through 2027.

On September 20, 2007, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$99,360,000 in principal of General Obligation Sewer Bonds, Series 2007 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 1.625 percent per annum commencing on October 1, 2007 and semiannually thereafter. The first principal payment was due on April 1, 2011, and payments will continue to be due on April 1 through 2030.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 4 - Long-term Debt (Continued)

On September 28, 2009, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$9,460,000 in principal of General Obligation Sewer Bonds, Series 2009 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 2.50 percent per annum commencing on April 1, 2010 and semiannually thereafter. The first principal payment was due on April 1, 2012, and payments will continue to be due on April 1 through 2031. Of the authorized amount, \$3,784,000 is considered an American Recovery and Reinvestment Act (ARRA) grant. The maximum principal repayment will be \$5,676,000.

On September 28, 2009, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$1,655,000 in principal of Water Supply System Revenue Bonds, Series 2009 (Limited Tax General Obligation) for the construction and installation of improvements to the City's water supply system. The revised final loan amount was \$1,453,020. The City is obligated to pay interest at 2.50 percent per annum commencing on April 1, 2010 and semiannually thereafter. The first principal payment was due on April 1, 2011, and payments will continue to be due on April 1 through 2024. Of the final loan amount, \$581,208 is considered an American Recovery and Reinvestment Act grant. The maximum principal repayment will be \$871,812.

On June 26, 2012, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$7,465,000 in principal of General Obligation Sewer Bonds, Series 2009 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 2.5 percent per annum commencing on October 1, 2012 and semiannually thereafter. The first principal payment was due on October 1, 2014, and payments will continue to be due on October 1 through 2033.

On April 9, 2013, the City and the Michigan Municipal Bond Authority entered into an agreement whereby the City would issue, and the Michigan Municipal Bond Authority would purchase, up to \$8,105,000 in principal of General Obligation Sewer Bonds, Series 2009 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 2.5 percent per annum commencing on October 1, 2013 and semiannually thereafter. The first principal payment was due on October 1, 2015, and payments will continue to be due on October 1 through 2034. The amount drawn as of June 30, 2024 is \$7,980,889.

On July 15, 2014, the City issued \$20,085,000 in Unlimited Tax General Obligation Sewer Refunding Bonds, with interest rates ranging from 3.00 to 3.75 percent. The proceeds from these bonds were used to refinance the 2004 Series B Unlimited Tax General Obligation Sewer Bonds. The proceeds were used to purchase U.S. Certificates of Indebtedness - State and Local Government Securities (SLGS). Those securities were deposited into an irrevocable trust with an escrow agent and subsequently used to pay off the bonds, including a call premium, on August 15, 2014. The advance refunding reduces total debt service payments over 20 years by approximately \$2,423,000, which represents an economic gain of approximately \$1,919,000.

On December 12, 2014, the City and the Michigan Finance Authority entered into an agreement whereby the City would issue, and the Michigan Finance Authority would purchase, up to \$12,000,000 in principal of General Obligation Sewer Bonds, Series 2014 (Unlimited Tax General Obligation) for the construction of the Combined Sewer Overflow project. The City is obligated to pay interest at 2.50 percent per annum commencing on April 1, 2015 and semiannually thereafter. The first principal payment was due on October 1, 2017, and payments will continue to be due on October 1 through 2036. The amount drawn as of June 30, 2024 is \$12,000,000.

On May 18, 2017, the City issued \$10,700,000 in Unlimited Tax General Obligation Bonds with interest rates ranging from 3.00 to 3.50 percent. The proceeds from the bonds were used for the construction of the Combined Sewer Overflow project. The first principal payment was due on April 1, 2019, and payments will continue to be due on April 1 through 2043.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 4 - Long-term Debt (Continued)

On December 7, 2017, the City issued \$26,710,931 in Unlimited Tax General Obligation Bonds with interest rates ranging from 3.00 to 4.00 percent. The proceeds from the bonds were used for the construction of the Combined Sewer Overflow project. The first principal payment was due on April 1, 2020, and payments will continue to be due on April 1 through 2043.

On September 20, 2018, the City issued \$23,000,000 in Unlimited Tax General Obligation Bonds with an interest rate of 4.00 percent. The proceeds from the bonds were used for the construction of the Combined Sewer Overflow project. The first principal payment was due on April 1, 2020, and payments will continue to be due on April 1 through 2044.

On September 25, 2018, the City issued \$20,000,000 in Limited Tax General Obligation Bonds with an interest rate of 3.922 percent. The proceeds from the bonds were split between governmental activities and business-type activities. Of the \$20,000,000 in issued bonds, \$3,788,000 relates to business-type activities. The proceeds from the bonds were contributed to the City's General Employees' Retirement System, Chapter 22 Plan to pay a part of its unfunded pension liability. The first principal payment was due on May 1, 2019, and payments will continue to be due on May 1 through 2035.

On December 20, 2018, the City issued \$35,000,000 in Limited Tax General Obligation Bonds with an interest rate of 4.35 percent. The proceeds from the bonds were split between governmental activities and business-type activities. Of the \$35,000,000 in issued bonds, \$5,740,000 relates to business-type activities. The proceeds from the bonds were contributed to the City's Retiree Health Care Plan Trust to pay a part of its unfunded accrued health care liability. The first principal payment was due on May 1, 2019, and payments will continue to be due on May 1 through 2037.

Description of Long-term Debt - Component Units

On May 18, 2017, the Brownfield Redevelopment Authority issued \$7,655,000 in Limited Tax General Obligation Bonds with interest rates ranging from 3.00 to 3.75 percent. The proceeds from the bonds will be used to build a parking deck in West Downtown Dearborn related to the Wagner Place redevelopment project by Ford Motor Company. The first principal payment was due on May 1, 2020, and payments will continue to be due on May 1 through 2046.

On September 23, 2021, the Brownfield Redevelopment Authority issued \$8,325,000 in Limited Tax General Obligation Bonds with interest rates ranging from 2.00 to 2.125 percent. The proceeds from the bonds were used to advance refund \$8,570,000 of outstanding General Obligation Limited Tax Redevelopment Bonds.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 4 - Long-term Debt (Continued)

The following is a summary of the debt outstanding of the City as of June 30, 2024:

Purpose	Date Issued	Interest Rates	Outstanding
Governmental Activities			
2017 General Obligation Limited Tax Capital Improvement Bonds	May 18, 2017	3.00%	\$ 7,245,362
2017 General Obligation Limited Tax Capital Improvement Bonds	December 7, 2017	3.00%	2,720,323
2018 General Obligation Limited Tax Capital Improvement Bonds	May 3, 2018	3.366%	11,130,000
2018 General Obligation Limited Tax Pension Bonds	September 25, 2018	3.922%	11,753,700
2018 General Obligation Limited Tax OPEB Bonds	December 20, 2018	4.351%	<u>22,705,760</u>
Total governmental activities			<u>\$ 55,555,145</u>
Business-type Activities			
2004 Sewage Disposal System Clean Water Revolving Fund Bonds	September 23, 2004	2.125%	\$ 6,174,705
2005 Sewage Disposal System Clean Water Revolving Fund Bonds	September 22, 2005	1.625%	12,476,299
2006 Sewage Disposal System Clean Water Revolving Fund Bonds	June 22, 2006	1.625%	1,227,941
2007 Sewage Disposal System Clean Water Revolving Fund Bonds	September 20, 2007	1.625%	33,240,000
2009 Sewage Disposal System Clean Water Revolving Fund Bonds	September 28, 2009	2.50%	2,310,000
2012 Sewage Disposal System Clean Water Revolving Fund Bonds	June 26, 2012	2.50%	4,200,000
2013 Sewage Disposal System Clean Water Revolving Fund Bonds	April 9, 2013	2.50%	4,765,889
2014 Sewage Disposal System General Obligation Unlimited Tax Refunding Bonds	July 15, 2014	3.00% to 3.75%	12,322,866
2014 Sewage Disposal System Clean Water Revolving Fund Bonds	December 12, 2014	2.50%	8,455,000
2017 Sewage Disposal System General Obligation Unlimited Tax Bonds	May 18, 2017	3.00% to 3.50%	8,949,968
2017 Sewage Disposal System General Obligation Unlimited Tax Bonds	December 7, 2017	3.00% to 4.00%	24,432,508
2018 Sewage Disposal System General Obligation Unlimited Tax Bonds	September 20, 2018	4.00%	22,020,000
2018 General Obligation Limited Tax Pension Bonds	September 25, 2018	3.922%	2,746,300
2018 General Obligation Limited Tax OPEB Bonds	December 20, 2018	4.351%	<u>4,454,240</u>
Total business-type activities			<u>\$ 147,775,716</u>
Component Units			
2021 Limited Tax General Obligation Development Refunding Bonds	September 23, 2021	2.00%	\$ 7,425,583
2017 General Obligation Limited Tax Redevelopment Bonds	May 18, 2017	3.00%	6,646,930
Loan due to DCC (Note 16)	March 1, 2012	0%	<u>71,014</u>
Total component units			<u>\$ 14,143,527</u>

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 4 - Long-term Debt (Continued)

Other Long-term Liabilities

Compensated absences attributable to the governmental activities will be liquidated primarily by the General, Library, Facilities, and Information Systems funds.

Debt Service Requirements to Maturity

The annual requirements to service all debt outstanding as of June 30, 2024 (excluding sick, vacation, and PTO benefits), including both principal and interest, are as follows:

Years Ending June 30	Governmental Activities		Business-type Activities			
	Other Debt		Direct Borrowings and Direct Placements		Other Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 3,822,086	\$ 2,112,726	\$ 12,365,000	\$ 1,347,912	\$ 2,507,851	\$ 2,672,842
2026	4,059,671	1,982,990	12,550,000	1,124,205	2,600,266	2,591,937
2027	4,101,435	1,844,008	12,922,647	896,962	2,698,502	2,506,630
2028	4,247,252	1,700,419	10,606,299	663,170	3,717,685	2,416,127
2029	4,401,429	1,548,972	7,470,000	477,168	4,293,508	2,289,300
2030-2034	22,559,452	5,191,062	14,260,000	910,208	24,326,393	9,053,273
2035-2039	12,363,820	1,065,615	2,675,889	88,133	18,350,169	5,018,582
2040-2044	-	-	-	-	16,431,507	1,738,343
2045-2048	-	-	-	-	-	-
Total	\$ 55,555,145	\$ 15,445,792	\$ 72,849,835	\$ 5,507,758	\$ 74,925,881	\$ 28,287,034

Component Units

Years Ending June 30	Direct Borrowings and Direct Placements		Other Debt	
	Principal	Interest	Principal	Interest
	2025	\$ 14,203	\$ -	\$ 630,733
2026	14,203	-	645,733	363,409
2027	14,203	-	660,733	348,609
2028	14,203	-	690,733	333,459
2029	14,202	-	705,733	317,509
2030-2034	-	-	3,778,663	1,332,696
2035-2039	-	-	4,263,663	845,623
2040-2044	-	-	1,856,802	373,530
2045-2048	-	-	839,720	47,811
Total	\$ 71,014	\$ -	\$ 14,072,513	\$ 4,340,505

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 5 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor governmental funds	\$ 108,378
Nonmajor governmental funds	Nonmajor governmental funds	297,726
	Internal service funds	<u>60,610</u>
	Total nonmajor governmental funds	358,336
Major Sewer Fund	Nonmajor governmental funds	45,488
	Water Fund	<u>7,370</u>
	Nonmajor governmental funds	52,858
Internal service funds	General Fund	<u>324,549</u>
	Total	<u><u>\$ 844,121</u></u>

The balance of amounts loaned to (borrowed from) discretely presented component units is as follows:

Receivable	Payable	Amount
Dix-Vernor Business District Improvement Authority	Nonmajor governmental funds	\$ 24,158
Internal service funds	East Dearborn Downtown Development Authority	<u>561,000</u>
	Total	<u><u>\$ 585,158</u></u>

These balances result from the time lag between the dates that goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds/component units are made. The East Dearborn Downtown Development Authority will reimburse the internal service funds once grant reimbursed is received.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 5 - Interfund Receivables, Payables, and Transfers (Continued)

Interfund transfers reported in the fund financial statements are composed of the following:

Receiving Fund (Transfer In)	Paying Fund (Transfer Out)	Amount
General Fund	Nonmajor governmental funds	\$ 25,000
	Major Sewer Fund	768,455
	Total General Fund	793,455
Nonmajor governmental funds	General Fund	383,086
	Nonmajor governmental funds	4,952,747
	Major Sewer Fund	300,000
	Internal service funds	4,983,755
	Total nonmajor governmental funds	10,619,588
Internal service funds	General Fund	3,227,957
	Nonmajor governmental funds	2,169,954
	Nonmajor enterprise funds	25,633
	Major Sewer Fund	43,400
	Major Water Fund	88,549
	Internal service funds	316,109
	Total internal service funds	5,871,602
	Total	\$ 17,284,645

The transfers from the nonmajor governmental funds and Major Sewer Fund to the General Fund were for the return of unused project funds. The transfers to internal service funds were to use revenue collected in one fund to finance various programs accounted for in the other fund in accordance with budgetary authorizations. The transfers from nonmajor governmental funds to other nonmajor governmental funds were to move revenue from the fund that statute requires to collect them to the funds that statute requires to expend them. The transfers from the General Fund and internal service funds to nonmajor governmental funds were to use unrestricted revenue collected in one fund to finance various programs accounted for in the other fund in accordance with budgetary authorizations. The transfer from the Major Sewer Fund to the nonmajor governmental funds represents the contribution for the purchase of land.

Note 6 - Pension Plans

Plan Description

The City of Dearborn, Michigan provides various retirement benefits to employees who meet the eligibility requirements, including age and years of service. The benefits are provided through the Municipal Employees' Retirement System of Michigan (MERS), an agent multiple-employer plan, administered by MERS; the Policemen's and Firemen's Retirement System (Chapter 21), a single-employer plan administered by the City; the General Employees' Retirement System (Chapter 22), a single-employer plan administered by the Chapter 22 Pension Board; the Police and Fire Revised Retirement System (Chapter 23), a single-employer plan administered by the Chapter 23 Pension Board; and the City of Dearborn Defined Contribution Plan, a defined contribution plan administered by the City.

The City accounts for the Chapters 21, 22, and 23 pension plans as pension trust funds. Management of the plans is vested in the pension board for Chapters 22 and 23 and with the City for Chapter 21. The Chapter 22 Pension Board consists of five members - two elected by plan members, one appointed by the mayor, one appointed by the City Council, and one appointed by the Civil Service Commission. The Chapter 23 Pension Board consists of seven members - four elected by plan members, two appointed by the mayor, and one appointed by the City Council. The Chapters 21, 22, and 23 pension plans do not issue separate stand-alone financial statements.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

The Chapters 21, 22, and 23 plans are all closed to newly hired employees. Employees not covered by these plans are eligible for either the City's defined contribution plan or, for police and fire, the optional Municipal Employees' Retirement System of Michigan defined benefit plan.

In 2009, the City of Dearborn, Michigan began participation in an agent multiple-employer defined benefit pension plan administered by the Municipal Employees' Retirement System of Michigan that covers police employees hired on or after July 1, 2005 and fire employees hired on or after May 1, 2009. MERS was established as a statewide public employee pension plan by the Michigan Legislature under PA 135 of 1945 and is administered by a nine-member retirement board. MERS issues a publicly available financial report that includes the financial statements and required supplementary information of this defined benefit plan. This report can be obtained at www.mersofmich.com or in writing to MERS at 1134 Municipal Way, Lansing, MI 48917.

The City established a defined contribution plan under Sections 401(a) and 457 of the Internal Revenue Code for general employees who were hired on or after January 1, 2002, depending on bargaining unit. New police officers were added to the plan as of July 1, 2005. The plan became optional for new police officers and firefighters hired in or after 2009.

In addition, the plan covers all general employees who elected to transfer from the City's defined benefit pension plan.

The defined contribution plan is administered by Prudential Retirement. The plan is established by authority of the City Council. The City Council has the authority to amend the plan's provisions.

Benefits Provided

Chapter 21 Benefits

The last active member retired in the plan year ended June 30, 1995. The plan contains an "unlimited escalator" provision, which calls for annuity payments to be changed automatically whenever the active member pay schedule changes for Chapter 23. If a member had elected an optional form of benefit and the beneficiary were to predecease the member, the amount payable to the member would "pop up" to the amount that would have been payable if the optional form had not been elected. This "pop-up" benefit was provided at no cost to the retiring member.

Chapter 22 Benefits

A member may retire after either attaining age 55 (age 50 for police dispatch members) and completing 25 years of service or after attaining age 60 and completing 10 years of service.

Benefits are calculated at 2.50 percent of final average earnings times the first 26 years of credited service plus 1.75 percent of final average earnings times the next 3 years of credited service and 2.25 percent for the 30th year of service. Final average earnings means the average of the member's highest annual pays received during any 3 consecutive years of service contained within the last 10 years of credited service.

Optional Forms of Benefit

Retiring members may elect to receive a reduced retirement allowance with the provision that a portion (100 percent, 75 percent, or 50 percent) of the reduced amount will continue to a beneficiary after the death of the retiree. The reduction amount is based upon 7.00 percent; the Pub-2010 Mortality Table projected to 2030 using mortality improvement scale MP-2019; and the ages of the retiree and beneficiary on the member's voluntary retirement date. If a member elects an optional form and the beneficiary predeceases the member, the amount payable to the member "pops up" to the amount that would have been payable if the optional form had not been elected. This "pop-up" benefit is provided at no cost to the retiring member.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Deferred Retirement

A member with 10 or more years of service who leaves city employment before retirement receives an annuity computed in the same manner as an age and service annuity, with payments beginning upon application at voluntary retirement age.

Disability Retirement

A member who becomes totally and permanently disabled from duty-connected causes before attaining age 60 receives, subject to offsetting for workers' compensation, Social Security, and other remuneration, a duty disability annuity computed in the same manner as an age and service annuity, including service credit for the period from disability to age 60.

A member with 10 or more years of service who becomes totally and permanently disabled from other than duty-connected causes receives, subject to offsetting for workers' compensation, Social Security, and other remuneration, a nonduty disability annuity computed in the same manner as an age and service annuity.

Death of a Member

Upon the death of a member, the surviving dependents receive, subject to offsetting for workers' compensation and Social Security, the following benefits:

(a) The spouse receives an annuity equal to the Option B-100 annuity (joint and 100 percent survivor actuarial equivalent benefit), which would have been payable had the deceased member retired at the time of death and elected Option B-100. The minimum annuity payable to the spouse is 20 percent of the member's final average earnings.

(b) The dependent children under age 18 (23 if they are full-time students) each receive an annuity of 15 percent of the member's final average earnings until they reach age 18 (23 if they are full-time students). If there are four or more dependent children, each child receives an equal share of 50 percent of the member's final average earnings until they reach the above ages.

(c) If there is neither a spouse nor dependent children, each dependent parent receives an annuity equal to 15 percent of final average earnings.

Chapter 23 Benefits

A member may retire after either completing 25 years of service regardless of age or completing 10 years of service and attaining age 55. A member must retire upon attaining age 60, except that, under certain conditions, a member may be extended in service to age 65.

Fire members - Benefits are calculated at final average earnings times the sum of 2.8 percent times the first 26 years of service plus 2.2 percent times the next 1 year of service plus 1 percent times the next 3 years of service, with a maximum of 78 percent.

Police nonsupervisory members - Benefits are calculated at final average earnings times the sum of 2.8 percent times the first 25 years of service plus 2.5 percent times the next 26 and 27 years of service, with a maximum of 75 percent, and 1.0 percent times the next 3 years, with a maximum of 78 percent.

Police supervisory and command staff members - Benefits are calculated at final average earnings times the sum of 2.8 percent times the first 24 years of service plus 3.8 percent times the next 1 year of service plus 1.4 percent times the next 5 years of service, with a maximum of 78 percent.

Note 6 - Pension Plans (Continued)

Annuity Withdrawal

Upon retirement, a member may withdraw a lump sum not to exceed the amount of his or her accumulated member contributions (not including interest) at time of retirement. The life allowance otherwise payable is not reduced to reflect the withdrawal of contributions. A member may also make an annuity withdrawal after 25 years of credited service.

Optional Forms of Benefit

Retiring members may elect to receive a reduced retirement allowance with the provision that a portion (100 percent, 75 percent, or 50 percent) of the reduced amount will continue to a beneficiary after the death of the retiree. The reduction amount is based upon 7.00 percent, the Pub-2010 Mortality Table projected to 2030 with mortality improvement scale MP-2019 with a 95 percent unisex blend; a 2 percent compound cost of living allowance (COLA) with a 2-year delay; and the ages of the retiree and beneficiary on the retirement date or the member's 25-year service anniversary if earlier. If a member elects an optional form and the beneficiary predeceases the member, the amount payable to the member "pops up" to the amount that would have been payable if the optional form had not been elected. This "pop-up" benefit is provided at no cost to the retiring member.

Deferred Retirement

A member with 10 or more years of service who leaves city employment before retirement is entitled to receive an allowance computed in the same manner as an age and service allowance, with payments beginning upon the member's application at age 55 or when the member would have attained 25 years of service, whichever is earlier.

Disability Retirement

A member who becomes totally and permanently disabled from duty-connected causes receives, subject to offsetting for workers' compensation, Social Security, and other remuneration, a duty disability allowance equal to 70 percent of final average earnings.

A member with 10 or more years of service who becomes totally and permanently disabled from other than duty-connected causes receives, subject to offsetting for workers' compensation, Social Security, and other remuneration, a nonduty disability allowance computed in the same manner as an age and service allowance.

Death of a Member

Upon the death of a member, the surviving dependents receive, subject to offsetting for workers' compensation and Social Security, the following benefits:

(a) The spouse receives an annuity equal to the Option B-100 annuity (joint and 100 percent survivor actuarial equivalent benefit), which would have been payable had the deceased member retired at the time of death and elected Option B-100. The minimum annuity payable to the spouse is 20 percent of the member's final average earnings.

(b) The dependent children under age 18 (23 if they are full-time students) each receive an annuity of 15 percent of the member's final average earnings until they reach age 18 (or 23). If there are four or more dependent children, each child receives an equal share of 50 percent of the member's final average earnings until they reach the above ages.

(c) If there is neither a spouse nor dependent children, each dependent parent receives an annuity equal to 15 percent of final average earnings.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

MERS Plan Benefits

The Plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. PA 427 of 1984, as amended, establishes and amends the benefit provisions of the participants in MERS.

	Police Hired after July 1, 2005
	2023 Valuation
Benefit multiplier	2.80% Multiplier for Svc < 25 yrs 2.50% Multiplier for 26-27 yrs 1.00% Multiplier for 28-30 yrs 0.00% Multiplier for Svc > 30 yrs (78% max)
Normal retirement age	60
Vesting	10 years
Early retirement (unreduced)	Age 50/25 years of service
Early retirement (reduced)	Age 55/15 years of service
Final average compensation	3 years
Employee contributions	6.00%
D-2	D2 (25%)
Act 88	No
	Fire Hired on or after May 1, 2009
	2023 Valuation
Benefit multiplier	Bridged benefit: 2.50% multiplier (80% max) Termination FAC 2.80% multiplier for service < 26 years 2.20% multiplier for year 27 1.00% multiplier for 28-30 years 0% multiplier for service > 30 years (78% max)
Bridged benefit data	3/31/2017
Normal retirement age	60
Vesting	10 years
Early retirement (unreduced)	Age 50/25 years of service
Early retirement (reduced)	Age 55/15 years of service
Final average compensation	3 years
Employee contributions	5.00%
D-2	D2 (25%)
Act 88	No

Police hired after December 31, 2016 have the same benefit provisions as the table above with the exception of having an employee contribution rate of 7.50 percent.

Employees are eligible for nonduty disability benefits after 10 years of service and for duty-connected disability benefits upon hire. An employee who leaves service may withdraw his or her contributions plus any accumulated interest.

Disability Retirement

A member who becomes totally and permanently disabled from duty-connected causes receives, subject to offsetting for workers' compensation, Social Security, and other remuneration, a duty disability allowance. The member shall be paid a retirement allowance in an amount that is the greater of the following:

- (a) 25 percent of the member's final average compensation, or as determined by the Defined Benefits Formula

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

(b) 10 years of credited service in addition to the member's actual period of credited service provided that the total years of credited service may not exceed the greater of 30 years or the member's actual period of credited service. In all cases where the retirement allowance benefit program in effect imposes a limitation on the maximum amount of retirement allowance payable, then the Benefit Program D-2 allowance shall not exceed such limitation.

A member with 10 or more years of service who becomes totally and permanently disabled from other than duty-connected causes receives, subject to offsetting for workers' compensation, Social Security, and other remuneration, a nonduty disability allowance computed in the same manner as an age and service allowance.

Death of a Member - Duty

Upon the death of a member that is the result of a work-related injury or illness, the surviving dependents receive, subject to offsetting for workers' compensation and Social Security, the following benefits:

(a) The amount of retirement allowance paid a surviving spouse shall not be less than 25 percent of the deceased member's final average compensation.

(b) The amount of retirement allowance paid a surviving child shall not be less than an equal share of 25 percent of the deceased member's final average compensation.

(c) Under Benefit Program D-2, the amount of retirement allowance paid a surviving spouse or surviving child shall not be less than the amount computed as if the member had acquired 10 years of credited service in addition to the member's actual period of credited service, provided that the total years of credited service may not exceed the greater of 30 years or the member's actual period of credited service. In all cases where the retirement allowance Benefit Program in effect imposes a limitation on the maximum amount of retirement allowance payable, then the Benefit Program D-2 allowance shall not exceed such limitation.

Vesting is not required.

Death of a Member - Nonduty

Upon the death of a member that is the result of a non-work-related injury or illness, the surviving dependents will receive, subject to offsetting for workers' compensation and Social Security, the following benefits:

(a) The surviving spousal beneficiary will receive the greater of a lifetime benefit of at least 85 percent of the defined benefit formula or the survivor benefit payment option.

(b) Children (not named as survivor beneficiary) would equally share a total of 50 percent of the employees straight life benefit until they are age 21 or married.

Vesting is required based on the member's collective bargaining agreement. There are no provisions for benefit changes after retirement.

Benefit terms, within the parameters established by MERS, are generally established and amended by authority of the City Council, usually after negotiation of these terms with the associated unions. Police and fire employees' benefit terms may be subject to binding arbitration in certain circumstances.

Defined Contribution Plan Benefits

In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Benefit Changes after Retirement

Chapter 21

The plan contains an "unlimited escalator" provision that calls for annuity payments to be changed automatically whenever the active member pay schedule changes for Chapter 23.

Chapter 22

There are no provisions for benefit changes after retirement.

Chapter 23

The cap on all raises is the lower of the rate of inflation or 2 percent. The provision provides compound increases after retirement.

Fire

Retirements after July 1, 2002 provide increases each January 1 or July 1, beginning with the January 1 or July 1 that is at least 24 full months after retirement. Persons retired prior to July 1, 2002 are covered by different provisions. All increases are based on each retiree's applicable collective bargaining agreement.

Police

Nonsupervisory members retiring after July 1, 2004 receive raises starting on the January 1 or July 1 two years after retirement. Persons retired prior to July 1, 2004 are covered by different provisions. Police supervisory and command staff members retiring after July 1, 2001 receive raises starting 24 full months after retirement. Persons retired prior to July 1, 2001 are covered by different provisions. All increases are based on each retiree's applicable collective bargaining agreement.

There are no changes to benefits after retirement for employees in the MERS plan.

Employees Covered by Benefit Terms

The following members were covered by the benefit terms:

	Chapter 21	Chapter 22	Chapter 23	MERS
Date of member count	June 30, 2023	June 30, 2023	June 30, 2023	December 31, 2023
Retirees and beneficiaries currently receiving benefits	21	575	460	1
Terminated employees entitled to benefits but not yet receiving them	-	28	3	5
Active plan members	-	51	90	240

Contributions

The financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are recorded at fair value. Please refer to Note 1 for further significant accounting policies.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Chapters 21, 22, and 23 Plans

The obligation to contribute to and maintain the systems for these employees was established by negotiations with the City's collective bargaining units. Police and fire employees participating in the Police and Fire Revised Retirement System contribute a refundable 5 percent of covered wages. Effective January 1, 2013, as established by the City through collective bargaining agreements, general employees participating in the General Employees' Retirement System are required to make a 5 percent nonrefundable contribution into their pension system. Effective February 9, 2023, general employees participating in the General Employee's Retirement System are required to make a 6 percent nonrefundable contribution into their pension system. Effective July 1, 2023, general employees are required to make a 7 percent nonrefundable contribution into their pension system.

Article 9, Section 24 of the State of Michigan constitution requires that financial benefits arising on account of employee service rendered in each year be funded during that year. Accordingly, the pension boards retain an independent actuary to determine the annual contribution. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The City's contribution rate was 71.3 percent of covered payroll for Chapter 22, and the Chapter 23 contribution rate was an average 124.9 percent for police and fire members combined. Employer contributions are made primarily by the City's General Fund where the majority of pension plan members are employed. Other funds that make contributions include certain special revenue funds, enterprise funds, and internal service funds that also have employees who are members of the pension plans.

MERS Plan

Article 9, Section 24 of the State of Michigan constitution requires that financial benefits arising on account of employee service rendered in each year be funded during that year. Accordingly, MERS retains an independent actuary to determine the annual contribution. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS retirement board. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The employer may establish contribution rates to be paid by its covered employees. For the year ended December 31, 2023, the average active employee contribution rate was 5 percent of annual pay for fire and 6 percent for police in Division 2 and 7.50 percent for police in Division 20 (new hires), and the City's average contribution rate was 11.74 percent (police) and 12.39 percent (fire) of annual payroll.

Defined Contribution Plan

In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. As established by the City of Dearborn, Michigan through collective bargaining agreements, the city contribution rates as a percentage of employees' earnings are as follows:

	<u>General Employees</u>		<u>Police and Fire Employees</u>	
	<u>Employee Contribution (Minimum Amount)</u>	<u>Employer Contribution</u>	<u>Employee Contribution (Minimum Amount)</u>	<u>Employer Contribution</u>
401 plan (required)	2.00 %	2.00 %	5.00 %	5.00 %
457 plan (up to amount)	6.00	6.00	5.00	5.00

The City's contributions for each employee (plus interest allocated to the employee's account) are fully vested after five years of service and are vested immediately for employees transferring from the existing defined benefit pension plan.

In accordance with the above requirements, the City contributed \$633,175 during the current year, and employees contributed \$1,617,459.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Reserves

In accordance with legal requirements, the following reserves are required to be set aside within the Chapters 21, 22, and 23 pension plans:

The retiree reserve is to be computed annually by the actuary as the present value of estimates benefit payments for all current retirees. The amounts reserved may be used solely to pay monthly retiree benefit payments.

The employee reserve is credited as employee contributions are received throughout the year; the plan maintains a record of the amount contributed by each employee. For employees who terminate before vesting in the plan, their balances are returned to them; for those who stay until retirement, the balance is transferred into the retiree reserve.

The balances of the reserve accounts at June 30, 2024 are as follows:

	Chapter 21	Chapter 22	Chapter 23
Retiree reserve	\$ 26,914,609	\$ 161,527,129	\$ 337,140,021
Employee reserve	-	86,055	6,420,864
Total	<u>\$ 26,914,609</u>	<u>\$ 161,613,184</u>	<u>\$ 343,560,885</u>

Net Pension (Asset) Liability

The City chooses a date for each pension plan to measure its net pension (asset) liability. This is based on the measurement date of each pension plan, which may be based on a comprehensive valuation as of that date or based on an earlier valuation that has used procedures to roll the information forward to the measurement date.

	Chapter 21	Chapter 22	Chapter 23	MERS
Measurement date used for the City's net pension (asset) liability	June 30, 2024	June 30, 2024	June 30, 2024	December 31, 2023
Based on a comprehensive actuarial valuation as of	June 30, 2023	June 30, 2023	June 30, 2023	December 31, 2023

Changes in the net pension (asset) liability during the measurement year were as follows:

Chapter 21

Changes in Net Pension Asset	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Asset
Balance at July 1, 2023	\$ 5,068,417	\$ 23,447,969	\$ (18,379,552)
Changes for the year:			
Interest	277,627	-	277,627
Differences between expected and actual experience	(734,099)	-	(734,099)
Net investment income	-	4,419,324	(4,419,324)
Benefit payments, including refunds	(882,590)	(882,590)	-
Administrative expenses	-	(70,094)	70,094
Net changes	<u>(1,339,062)</u>	<u>3,466,640</u>	<u>(4,805,702)</u>
Balance at June 30, 2024	<u>\$ 3,729,355</u>	<u>\$ 26,914,609</u>	<u>\$ (23,185,254)</u>

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

The plan's fiduciary net position represents 721.7 percent of the total pension liability.

Chapter 22

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at July 1, 2023	\$ 191,879,343	\$ 157,766,410	\$ 34,112,933
Changes for the year:			
Service cost	429,946	-	429,946
Interest	12,884,519	-	12,884,519
Differences between expected and actual experience	2,345,459	-	2,345,459
Contributions - Employer	-	2,552,753	(2,552,753)
Contributions - Employee	-	249,948	(249,948)
Net investment income	-	17,213,526	(17,213,526)
Benefit payments, including refunds	(16,089,590)	(16,089,590)	-
Administrative expenses	-	(79,863)	79,863
Net changes	(429,666)	3,846,774	(4,276,440)
Balance at June 30, 2024	\$ 191,449,677	\$ 161,613,184	\$ 29,836,493

The plan's fiduciary net position represents 84.4 percent of the total pension liability.

Chapter 23

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at July 1, 2023	\$ 447,971,537	\$ 323,251,327	\$ 124,720,210
Changes for the year:			
Service cost	3,413,716	-	3,413,716
Interest	30,520,390	-	30,520,390
Changes in benefits	309,620	-	309,620
Differences between expected and actual experience	1,666,852	-	1,666,852
Contributions - Employer	-	12,697,501	(12,697,501)
Contributions - Employee	-	498,430	(498,430)
Net investment income	-	34,609,941	(34,609,941)
Benefit payments, including refunds	(27,345,659)	(27,345,659)	-
Administrative expenses	-	(125,139)	125,139
Miscellaneous other charges	-	(25,516)	25,516
Net changes	8,564,919	20,309,558	(11,744,639)
Balance at June 30, 2024	\$ 456,536,456	\$ 343,560,885	\$ 112,975,571

The plan's fiduciary net position represents 75.3 percent of the total pension liability.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

MERS

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at December 31, 2022	\$ 40,909,950	\$ 35,163,060	\$ 5,746,890
Changes for the year:			
Service cost	3,491,760	-	3,491,760
Interest	3,085,519	-	3,085,519
Differences between expected and actual experience	1,078,494	-	1,078,494
Changes in assumptions	640,239	-	640,239
Contributions - Employer	-	2,447,355	(2,447,355)
Contributions - Employee	-	1,277,048	(1,277,048)
Net investment income	-	4,219,438	(4,219,438)
Benefit payments, including refunds	(193,886)	(193,886)	-
Administrative expenses	-	(86,886)	86,886
Net changes	8,102,126	7,663,069	439,057
Balance at December 31, 2023	<u>\$ 49,012,076</u>	<u>\$ 42,826,129</u>	<u>\$ 6,185,947</u>

The plan's fiduciary net position represents 87.4 percent of the total pension liability.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2024, the City recognized pension expense of \$19,588,264 from all plans, which includes defined contribution expense of \$633,175.

At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,560,226	\$ 493,168
Changes in assumptions	2,923,957	-
Net difference between projected and actual earnings on pension plan investments	1,984,707	966,025
Employer contributions to the plan subsequent to the measurement date	1,357,003	-
Total	<u>\$ 7,825,893</u>	<u>\$ 1,459,193</u>

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows. These amounts are exclusive of the employer contributions to the MERS plan of \$1,357,003 subsequent to the measurement date, which will impact the net pension liability in fiscal year 2025 rather than pension expense:

Years Ending June 30	Amount
2025	\$ (6,105,594)
2026	16,862,476
2027	(3,741,561)
2028	(4,252,524)
2029	436,029
Thereafter	<u>1,810,871</u>
Total	<u>\$ 5,009,697</u>

Actuarial Assumptions

The total pension liability in each actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

	Chapter 21	Chapter 22	Chapter 23	MERS
Price inflation	2.75%	2.5%	2.5%	2.5%
Salary increases (including inflation)	N/A	3.15% to 6.05%	2.75% - 6.25%	3.00% - 9.70%
Investment rate of return (gross of investment expenses)	6%	7%	7%	7.18%
Mortality rates	Pub-2010	Pub-2010	Pub-2010	Pub-2010

The Chapter 22 actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from 2013 through 2018 conducted by the City's actuary and adopted by the Chapter 22 Pension Board in July 2019.

The Chapter 23 actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from 2013 through 2018 conducted by the City's actuary and adopted by the Chapter 23 Pension Board in July 2019.

The MERS actuarial assumptions used in the December 31, 2023 valuation were based on the results of an actuarial experience study for the period from 2014 through 2018.

Discount Rate

As shown below, the discount rate used to measure the total pension liability was determined after considering a projection of the cash flows to determine whether the future contributions (made at the current contribution rates) will be sufficient to allow the pension plans' fiduciary net position to make all projected future benefit payments of current active and inactive employees.

	Chapter 21	Chapter 22	Chapter 23	MERS
Assumed investment rate of return	6.0%	7.0%	7.0%	7.18%
Are contributions expected to be sufficient to allow fiduciary net position to pay future benefits?	Yes	Yes	Yes	Yes
Discount rate used to measure total pension liability	6.0%	7.0%	7.0%	7.18%

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Investment Rate of Return

The pension plans' policy in regard to the allocation of invested assets is established and may be amended by the pension boards by a majority vote of their members. It is the policy of the pension boards to pursue an investment strategy that manages risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plans' investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return as of the June 30, 2024 measurement date (December 31, 2023 for MERS) for each major asset class included in the pension plan's target asset allocation, as disclosed in the investment note, are summarized in the following tables:

Chapter 21

Asset Class	Target Allocation	Long-term Expected Real Rate of Return*
Large-cap equity	25.00 %	5.76 %
Small/Mid-cap equity	15.00	5.56
International equity	13.00	4.68
Emerging international equity	7.00	5.66
Core bonds	17.00	1.17
Emerging market debt	6.00	4.10
Diversified credit	5.00	1.17
Absolute return fixed income	5.00	2.63
Real estate - Core	4.00	4.39
Private equity	3.00	10.24

*Real rate of return is based on investment manager inflation assumption of 2.5 percent.

Chapter 22

Asset Class	Target Allocation	Long-term Expected Real Rate of Return*
Large-cap equity	22.00 %	5.76 %
Small/Mid-cap equity	12.00	5.56
International equity	13.00	4.68
Emerging international equity	5.00	5.66
Core bonds	20.00	1.17
Emerging market debt	4.00	4.10
Diversified credit	4.00	1.17
Absolute return fixed income	5.00	2.63
Real estate - Core	8.00	4.39
Private debt	3.00	6.34
Private equity	4.00	10.24

*Real rate of return is based on investment manager inflation assumption of 2.5 percent.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

Chapter 23

Asset Class	Target Allocation	Long-term Expected Real Rate of Return*
Large-cap equity	20.00 %	5.76 %
Small/Mid-cap equity	12.00	5.56
International equity	13.00	4.59
Emerging international equity	5.00	5.76
Core bonds	15.00	1.27
Emerging market debt	4.00	4.10
Diversified credit	4.00	1.27
Absolute return fixed income	5.00	2.63
Real estate - Core	12.00	4.78
Private debt	5.00	6.15
Private equity	5.00	10.15

*Real rate of return is based on investment manager inflation assumption of 2.5 percent.

MERS

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global equity	60.00 %	4.50 %
Global fixed income	20.00	2.00
Private investments	20.00	7.00

For the year ended June 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 18.87 percent for Chapter 21, 11.26 percent for Chapter 22, and 10.88 percent for Chapter 23. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate

The following presents the net pension (asset) liability of the City, calculated using the discount rates of 6.00, 7.00, 7.00, and 7.18 percent for the Chapter 21 plan, Chapter 22 plan, Chapter 23 plan, and MERS plan, respectively, as well as what the City's net pension (asset) liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percentage Point Decrease	Current Discount Rate	1 Percentage Point Increase
Net pension asset of the Chapter 21 plan	\$ (23,030,047)	\$ (23,185,254)	\$ (23,327,921)
Net pension liability of the Chapter 22 plan	47,815,214	29,836,493	14,450,921
Net pension liability of the Chapter 23 plan	168,337,605	112,975,571	66,696,206
Net pension liability (asset) of the MERS plan	16,513,490	6,185,947	(3,098,888)

Pension Plan Fiduciary Net Position

Detailed information about the plans' fiduciary net position for the Chapters 21, 22, and 23 pension plans is available in the supplementary information schedules in this ACFR.

Detailed information about the MERS plan's fiduciary net position is available in the separately issued financial report found at www.mersofmich.com.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 6 - Pension Plans (Continued)

The plans' fiduciary net position has been determined on the same basis used by the plans. The plans use the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Assumption Changes

Beginning with the December 31, 2023 valuation, the MERS plan reduced the assumed rate of return from 7.25 percent to 7.18 percent.

Benefit Changes

Chapter 23 - All department heads and at-will employees appointed by the mayor meeting normal retirement eligibility conditions are eligible for the Deferred Retirement Option Plan.

Note 7 - Pension Allocations

Pension amounts for each pension plan are as follows:

	Chapter 21	Chapter 22	Chapter 23	MERS	Total
Pension (cost recovery) expense	\$ (2,051,890)	\$ 4,748,946	\$ 13,014,679	\$ 3,243,354	\$ 18,955,089
Deferred outflows of resources representing difference between expected and actual experience	-	-	-	1,560,226	1,560,226
Deferred outflows of resources representing assumption changes	-	-	-	2,923,957	2,923,957
Deferred outflows of resources representing contributions subsequent to the measurement date	-	-	-	1,357,003	1,357,003
Deferred outflows of resources representing the net difference between projected and actual earnings on pension plan investments	-	336,530	47,285	1,600,892	1,984,707
Deferred inflows of resources representing the net difference between projected and actual earnings on pension plan investments	966,025	-	-	-	966,025
Deferred inflows of resources representing difference between expected and actual experience	-	-	-	493,168	493,168
Amortization of deferred amounts:					
2025	\$ (352,122)	\$ (2,061,993)	\$ (4,415,664)	\$ 724,185	\$ (6,105,594)
2026	608,721	5,522,360	9,701,439	1,029,956	16,862,476
2027	(614,419)	(1,849,106)	(2,741,930)	1,463,894	(3,741,561)
2028	(608,205)	(1,274,731)	(2,496,560)	126,972	(4,252,524)
2029	-	-	-	436,029	436,029
Thereafter	-	-	-	1,810,871	1,810,871
Total	\$ (966,025)	\$ 336,530	\$ 47,285	\$ 5,591,907	\$ 5,009,697

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 8 - Other Postemployment Benefit Plan

Plan Description

The City of Dearborn, Michigan established and administers the Retiree Health Care Plan Trust (the "Plan") pursuant to State of Michigan Public Act 149 of 1999 to provide for future payments of medical benefits for eligible employees and their spouses and dependents. Prior to Public Act 149, in June 1991, the City established and began making annual contributions to a postemployment health insurance fund for the purpose of accumulating money designated for payment of the City's health care benefits obligation.

The Plan is a single-employer defined benefit OPEB plan established to provide postemployment benefits other than pensions for eligible full-time general and public safety employees of the City. Management, funding, and fiduciary responsibility of the Plan are vested with the City. The Plan does not issue a separate stand-alone financial statement.

The financial statements of the OPEB plan are included in these financial statements as a pension and other employee benefit trust fund (a fiduciary fund).

Benefits Provided

The Plan provides for future payments of medical benefits for eligible retirees and their dependents. Qualified employees become eligible for these benefits through age and years of service provisions of the applicable salary plans or union contracts. Benefits are provided through a third-party insurer, and the full cost of benefits is covered by the Plan. The Plan was closed in phases by employee group starting on July 1, 2001 and was completely closed to all employees hired after August 26, 2013.

Employees Covered by Benefit Terms

The following members were covered by the benefit terms:

	<u>Retiree Health Care Plan Trust</u>
Date of member count	June 30, 2022
Inactive plan members or beneficiaries currently receiving benefits	840
Inactive plan members entitled to but not yet receiving benefits	5
Active plan members	<u>265</u>
Total plan members	<u><u>1,110</u></u>

Contributions

Employees are not required to contribute to the trust. The City has no obligation to make contributions in advance of when incurred costs are due for payment, and the Plan may be financed on a pay-as-you-go basis. The City may make contributions to advance-fund these benefits, as determined by the City Council through the annual budget adoption resolutions and supplemental City Council resolutions. In the current year, the City contributed \$7,015,466 into the Retiree Health Care Plan Trust.

Contributions are made primarily by the City's General Fund where the majority of employees covered by the OPEB plan are employed. Other funds that make contributions include certain special revenue funds, enterprise funds, and internal service funds that also have employees that are covered by the OPEB plan.

Net OPEB Liability

The City has chosen to use June 30 as its measurement date for the net OPEB liability. The June 30, 2024 fiscal year end reported net OPEB liability was determined using a measure of the total OPEB liability and the OPEB net position as of the June 30, 2024 measurement date. The June 30, 2024 total OPEB liability was determined by an actuarial valuation performed as of June 30, 2022, which used update procedures to roll forward the estimated liability to June 30, 2024.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 8 - Other Postemployment Benefit Plan (Continued)

Changes in the net OPEB liability during the measurement year were as follows:

Changes in Net OPEB Liability	Increase (Decrease)		
	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balance at July 1, 2023	\$ 196,651,364	\$ 144,789,103	\$ 51,862,261
Changes for the year:			
Service cost	1,871,702	-	1,871,702
Interest	11,560,980	-	11,560,980
Changes in benefits	(1,033,499)	-	(1,033,499)
Contributions - Employer	-	7,015,466	(7,015,466)
Net investment income	-	18,219,707	(18,219,707)
Benefit payments, including refunds	(9,806,351)	(9,806,351)	-
Administrative expenses	-	(21,291)	21,291
Net changes	2,592,832	15,407,531	(12,814,699)
Balance at June 30, 2024	\$ 199,244,196	\$ 160,196,634	\$ 39,047,562

The plan's fiduciary net position represents 80.4 percent of the total OPEB liability.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the City recognized OPEB expense from all of the OPEB plans of \$8,233,327, which is net of retiree life insurance expense of \$64,000.

At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 525,346
Changes in assumptions	46,002	-
Net difference between projected and actual earnings on OPEB plan investments	-	223,794
Total	\$ 46,002	\$ 749,140

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years Ending June 30	Amount
2025	\$ (1,143,586)
2026	4,850,100
2027	(2,486,295)
2028	(1,923,357)
Total	\$ (703,138)

Note 8 - Other Postemployment Benefit Plan (Continued)

Actuarial Assumptions

The total OPEB liability in the June 30, 2024 actuarial valuation was determined using an inflation assumption of 2.75 percent; assumed salary increases (including inflation) of 2.75-7.55 percent; an investment rate of return (net of investment expenses) of 6.0 percent; a health care cost trend rate of 7.50 percent for 2024, decreasing to an ultimate rate of 3.5 percent for 2032 and later years; and the Pub-2010 mortality tables. These assumptions were applied to all periods included in the measurement.

Discount Rate

The discount rate used to measure the total OPEB liability was 6.0 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that city contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Investment Policy

The Plan's Investment Policy Statement is established, and may be amended, by the City Council's resolution. It is the policy of the City to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio. The Plan's Investment Policy Statement discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

Investment Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. Best estimates of arithmetic real rates of return as of the June 30, 2024 measurement date for each major asset class included in the OPEB plan's target asset allocation, as disclosed in the investment footnote, are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic - Large cap	22.00 %	5.40 %
Domestic - Small/Mid-cap equity	12.00	5.30
International - Established	14.00	4.33
Emerging international equity	7.00	5.50
Investment grade bonds	24.00	1.02
Emerging market debt	5.00	3.84
High yield/floating rate	4.00	2.58
Absolute return fixed income	7.00	2.38
Real estate - Core	5.00	4.53

For the year ended June 30, 2024, the annual money-weighted rate of return on plan investments, net of investment expense, was 12.68 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 8 - Other Postemployment Benefit Plan (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the City, calculated using the discount rate of 6.0 percent, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percentage Point Decrease (5.0%)	Current Discount Rate (6.0%)	1 Percentage Point Increase (7.0%)
Net OPEB liability	\$ 64,249,920	\$ 39,047,562	\$ 18,305,074

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate

The following presents the net OPEB liability of the City, calculated using the health care cost trend rate of 7.5 percent decreasing to 3.5 percent, as well as what the City's net OPEB liability would be if it were calculated using a health care cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percentage Point Decrease (6.5% Decreasing to 2.5%)	Current Health Care Cost Trend Rate (7.5% Decreasing to 3.5%)	1 Percentage Point Increase (8.5% Decreasing to 4.5%)
Net OPEB liability	\$ 15,919,804	\$ 39,047,562	\$ 67,215,404

OPEB Plan Fiduciary Net Position

Detailed information about the plan's fiduciary net position can be found in the supplementary information of the ACFR. For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Plan's fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the Plan. The Plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Benefit Changes

Effective January 1, 2022, for certain members, medical insurance coverage was provided through a self-insured HRA (Health Retirement Account) Plan. The impact of this change was initially recognized in fiscal year 2023.

Note 9 - Retiree Life Insurance

Retiree life insurance benefits are paid from the City's General Fund. Retirees electing such coverage pay premiums that, when combined with amounts contributed by the City, pay the cost of benefits. The cost of claims paid for life insurance benefits for the year ended June 30, 2024 was \$64,000.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 10 - Pension and Other Employee Benefit Trust Funds

The following are condensed financial statements for the individual pension plans and postemployment health care plans:

	General Employees' Retirement System	Police and Fire Revised Retirement System	Policemen's and Firemen's Retirement System	Postemployment Healthcare	Total Pension and Other Employee Benefit Funds
Statement of Net Position					
Cash and cash equivalents	\$ 367,120	\$ 58,840	\$ 58,134	\$ 177,184	\$ 661,278
Other short-term investments	1,592,354	3,934,957	198,386	1,670,235	7,395,932
Negotiable CDs	77,650	12,466	12,329	37,591	140,036
Stocks	73,195,718	203,157,027	6,361,278	100,758,077	383,472,100
Fixed-income funds	48,010,605	84,092,109	9,513,762	51,289,206	192,905,682
Real estate	7,650,637	28,429,355	-	5,963,285	42,043,277
Mutual funds	30,666,466	23,632,304	10,746,826	-	65,045,596
Accrued interest receivable	97,356	234,492	30,613	216,470	578,931
Other receivables	175,379	390,275	503	126,721	692,878
Accounts payable	(220,101)	(380,940)	(7,222)	(42,135)	(650,398)
Net position	<u>\$ 161,613,184</u>	<u>\$ 343,560,885</u>	<u>\$ 26,914,609</u>	<u>\$ 160,196,634</u>	<u>\$ 692,285,312</u>
Statement of Changes in Net Position					
Interest and dividends	\$ 2,121,211	\$ 3,874,838	\$ 739,072	\$ 3,196,362	\$ 9,931,483
Net increase in fair value of investments	15,432,158	32,314,116	3,711,259	15,133,344	66,590,877
Investment-related expenses	(339,843)	(1,579,013)	(31,007)	(109,999)	(2,059,862)
Employer contributions	2,552,753	12,697,501	-	7,015,466	22,265,720
Employee contributions	249,948	498,430	-	-	748,378
Benefit payments	(16,085,191)	(26,185,195)	(882,590)	(9,806,351)	(52,959,327)
Refunds of contributions	(4,399)	(1,160,464)	-	-	(1,164,863)
Administrative expenses	(79,863)	(125,139)	(70,094)	(21,291)	(296,387)
Claims and judgments	-	(25,516)	-	-	(25,516)
Net change in net position	<u>\$ 3,846,774</u>	<u>\$ 20,309,558</u>	<u>\$ 3,466,640</u>	<u>\$ 15,407,531</u>	<u>\$ 43,030,503</u>

Note 11 - Health Care Savings Plan (HCSP)

The City established a Health Care Savings Plan for eligible employees in fiscal year 2010. These funds are to be used by the employee, spouse, or dependents to offset the cost of health care during retirement or separation of service. These accounts are for city employees who are not eligible for postemployment health care.

All general employees hired on or after July 1, 2010 are required to participate in the plan as determined by labor contracts. All police employees hired on or after June 20, 2012 and all fire employees hired on or after August 26, 2013 are also required to participate. Employees may also elect to convert into the plan in lieu of retiree health care provided by the City.

The plan is established by the authority of the City Council. The benefits are established under provisions of applicable salary plans or union contracts. Benefits depend solely on amounts contributed to the plan and investment performance.

Participating employees are required to contribute \$25 per pay pretax withholding from 24 pays per year, and the City contributes \$1,500 per year (to be paid monthly at \$125) during employment. Effective in April 2017, participating fire employees are required to contribute \$32.50 per pay pretax withholding from 24 pays, with the City contributing \$1,800 per year (\$150 monthly) during employment. City contributions cease at normal retirement age or termination.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 11 - Health Care Savings Plan (HCSP) (Continued)

Employee contributions are 100 percent vested, while city contributions vest at five or more years of service.

The HCSP is administered by the Municipal Employees' Retirement System of Michigan.

In accordance with the above requirements, the City contributed \$434,322 during the current year and employees contributed \$912,650.

Note 12 - Deferred Compensation

The City offers its employees a deferred compensation plan established in accordance with Internal Revenue Code Section 457. The plan is available to all city employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All assets of the plan are, until paid or made available to the employee or other beneficiary, held in trust and are not subject to claims of the City's general creditors. Therefore, the assets of the plan are not reported.

The City's liability to each participant is equal to the participant's deferred compensation, adjusted by an amount equal to the investment performance in the related asset account. The City has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. Investments are managed by a trustee, and investment decisions are made by individual employees.

Note 13 - Risk Management

Commercial Insurance

The City purchases commercial medical and hospitalization insurance coverage for its employees and eligible retirees. The primary providers are Health Alliance Plan, Blue Cross Blue Shield, and Humana Insurance Company. The Health Alliance Plan and a portion of the Blue Cross Blue Shield groups are self-insured and under administrative service contracts. Many new-hire employees have the option to participate in health savings accounts and may not have access to city-provided retiree health care. A retiree medical savings account is available to employees as an option for funding retirement health care. The amount of settlements has not exceeded insurance or reserve coverage for any of the past three fiscal years.

Unemployment Compensation

Unemployment compensation is on a reimbursement basis with the Unemployment Insurance Agency. Claims are managed by the City's human resources department, with payment for the preceding calendar year's claims due in August of the following year. Funding for unemployment compensation is paid by each department equal to claims paid on its behalf in the prior year.

Workers' Compensation

The City has excess liability coverage that satisfies statutory requirements. The City maintains a self-insured retention in the amount of \$600,000 for general employees and \$700,000 for police and fire employees. Funding for the workers' compensation program for the excess premium is based upon a rate applied per \$100 of gross payroll.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 13 - Risk Management (Continued)

Fleet and General Liability Insurance Fund

The City has been self-insured for civil and fleet liability at various times. Currently, the City maintains excess liability coverage for fleet, general, boiler and machinery, property, crime, contractor’s equipment, electronic data processing, public officials’ errors and omissions, and ambulance attendants’ liability. The City has a self-insured retention of \$1,000,000 for each general liability claim. The first layer of insurance is \$5,000,000 per occurrence, the second layer is \$5,000,000, and the third layer is \$2,000,000. The City has increased funding of its insurance program as a result of the City’s past claims and industry conditions. The City estimates liability for claims based on the law department’s evaluation of potential exposure, historical experience, and future development of the claims. Retained earnings are designated for anticipated future catastrophic losses.

The City estimates liability for those claims that have been incurred through the end of the fiscal year, including both those claims that have been reported and those that have not been reported. Estimates are prepared for both general liabilities and at-risk tax claims. Estimates are recorded in the internal service fund type.

	<u>Unemployment Compensation</u>	<u>Workers' Compensation</u>	<u>Employee Insurance</u>	<u>Fleet and General Liability</u>
Claims liability, June 30, 2022	\$ -	\$ 885,095	\$ 893,467	\$ 1,953,757
Claims incurred during the year	1,157	26,117	20,961,140	3,964,002
Changes in estimates for claims of prior periods	-	(87,904)	(36,835)	(1,167,167)
Payments on claims	(1,157)	(15,517)	(20,961,140)	146,009
Claims liability, June 30, 2023	-	807,791	856,632	4,896,601
Claims incurred during the year	42,360	36,373	20,620,230	2,982,503
Changes in estimates for claims of prior periods	-	(305,302)	(129,271)	2,822,150
Payments on claims	(42,360)	(15,517)	(20,620,230)	(7,777,689)
Claims liability, June 30, 2024	<u>\$ -</u>	<u>\$ 523,345</u>	<u>\$ 727,361</u>	<u>\$ 2,923,565</u>

Note 14 - Claims, Litigation, and Potential Contract Disallowances

Provisions for certain claims (see Note 13) and assessments asserted against the City, estimable in amount and probable of payment, have been made in the applicable funds.

In addition, the City is a defendant in certain other lawsuits and claims that have resulted from the ordinary course of its activities. The ultimate effect on the combined financial statements of the resolution of these matters is, in the opinion of Corporation Counsel, not expected to be material considering available insurance coverage, legal defenses, and reserves.

The City receives funds from other governmental units to finance specific programs. The final determination of allowable amounts is subject to financial and compliance audit by the responsible agencies. As of June 30, 2024, the audits of certain programs were not completed. Accordingly, the City’s compliance with applicable grant requirements and the amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time. The City believes that amounts disallowed, if any, from pending or future audits would not be material.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 15 - Stewardship, Compliance, and Accountability

Excess of Expenditures Over Appropriations in Budgeted Funds

During the year, the City incurred expenditures in the General Fund, which were in excess of the amounts budgeted, as follows:

	Budget	Actual
General government - Central garage	\$ (221,552)	\$ (37,350)
General government - Nondepartmental insurance, tax refunds, and other miscellaneous	584,000	598,000
Capital outlay	297,843	689,011
Debt service	3,185,254	3,302,033

Construction Code Fees

The City oversees building construction, in accordance with the State's Construction Code Act, including inspection of building construction and renovation to ensure compliance with the building codes. The City charges fees for these services. Beginning on January 1, 2000, the law requires that collection of these fees be used only for construction code costs, including an allocation of estimated overhead costs. A summary of the current year activity and the cumulative surplus or shortfall generated since January 1, 2000 is as follows:

Cumulative shortfall at July 1, 2023		\$ (3,798,948)
Total code enforcement revenue		4,097,733
Related expenses:		
Direct costs	\$ 2,212,225	
Estimated indirect costs	88,489	2,300,714
Current year surplus		1,797,019
Cumulative shortfall at June 30, 2024		\$ (2,001,929)

Note 16 - Tax Abatements

Brownfield Redevelopment Authority

Brownfield Redevelopment Financing Act 381 of 1996 authorizes municipalities to create a brownfield redevelopment authority to facilitate the implementation of brownfield plans; to create brownfield redevelopment zones; to promote the revitalization, redevelopment, and reuse of certain property, including, but not limited to, remediating environmental contamination or tax-reverted, blighted, or functionally obsolete property; to prescribe the powers and duties of brownfield redevelopment authorities; to permit the issuance of bonds and other evidences of indebtedness by an authority; to authorize the acquisition and disposal of certain property; to authorize certain funds; to prescribe certain powers and duties of certain state officers and agencies; and to authorize and permit the use of certain tax increment financing.

The City enters into property tax abatement agreements with local businesses under Public Act 381 of 1996. Under the act, taxes are captured from various taxing authorities and then used to reimburse the taxpayer. The taxpayer's property tax is reimbursed for eligible expenses, as defined in the Brownfield Redevelopment Act plan agreement.

For the fiscal year ended June 30, 2024, the City of Dearborn, Michigan's Brownfield Redevelopment Authority abated property taxes totaling \$517,771 under this program.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 16 - Tax Abatements (Continued)

In October 2007, the City Council approved BRA Plan #7, the Redico Redevelopment project. BRA Plan #7 allowed the BRA to borrow \$600,000 interest free from the Downriver Community Conference (DCC) and to use the BRA local site remediation revolving fund to repay this loan. The DCC authorized loan amount was increased by \$300,000 in fiscal year 2009 and another \$140,000 in fiscal year 2010. The actual remediation costs covered by the DCC loan were \$1,017,931. Upon completion of this project, the DCC converted \$200,000 of the loan amount into a grant. The BRA made an early loan payment of \$81,793 in 2012 and \$81,793 in 2015. The remaining eight annual payments were paid in years 2016-2023.

Another key aspect of BRA Plan #7 was the approval by the Michigan Economic Development Corporation (MEGA Board) for tax increment capture to cover eligible activities initially financed by the BRA bond issue (\$10,820,000) that occurred in November 2009. This bond was refinanced in September 2021 and will still mature in May 2039. In addition, the East Dearborn Downtown Development Authority has pledged its local tax capture generated from the Redico Redevelopment project in the amount needed annually for the bond repayment.

Severstal International (Severstal) initiated a major modernization strategy involving an investment of over \$1 billion. The first amended BRA Plan #9 allows tax increment revenue to be reimbursed to Severstal to cover the cost of eligible activities. In addition, the BRA assisted Severstal in obtaining Michigan Business Tax credits. Severstal was sold to AK Steel Corporation-Dearborn Works (now Cleveland Cliffs Corporation) in September 2014. The BRA requirements will continue with the new owners per the first amended BRA Plan #9 agreement.

In July 2016, the City Council approved BRA Plan #13 Wagner Place Redevelopment project, in partnership with Ford Motor Land Development Corporation, to create and fund eligible activities of \$23,937,630 for a West Dearborn mixed-use private and public redevelopment. This project promotes and supports the revitalization, redevelopment, and reuse of functionally obsolete and contaminated property in the west downtown area of the City. The tax capture committed to fund the project will be provided by the WDDDA, the BRA, and the State's commitment of school taxes. This tax capture began in fiscal year 2020. It is estimated that the capture time period to pay for eligible activities associated with the plan is 30 years with capture not to exceed \$11,965,500, plus the principal and interest of \$7,655,000 in Limited Tax General Obligation bonds with interest rate ranging from 3.00 to 3.75 percent for a 30-year bonded debt service. The proceeds from the bonds were used to build a parking deck in West Downtown Dearborn to support the Wagner Place redevelopment project.

Another key aspect of BRA Plan #13 was the approved agreement between the City Council and Ford Motor Land Development Corporation for tax increment capture to cover eligible activities initially financed by the BRA bond issue that occurred in May 2017.

In the event that the project does not generate sufficient tax revenue to pay for bonds issued by the BRA, the City has the right to impose a special assessment on the property owners to cover the cost of the bonds and other eligible expenditures for that year.

The deficit in the Brownfield Redevelopment Authority resulted when the BRA issued the bonds in November 2009 to finance the construction of an East Dearborn parking deck and in May 2017 to finance the construction of the West Dearborn parking deck. The fund deficit will be eliminated, as the bonds are paid off using tax captures derived from Ford Motor Land Development Corporation and Redico.

Industrial Facilities Tax Abatement

The Plant Rehabilitation and Industrial Development Districts Public Act 198 of 1974 allows the City to enter into agreements with local businesses to encourage them to construct new industrial facilities or rehabilitate historical facilities. Under the program, the City grants reductions of 50 percent of the property tax bill for new property and freezes the taxable value for rehabilitation properties for up to 12 years.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 16 - Tax Abatements (Continued)

For the fiscal year ended June 30, 2024, the City's total industrial abatements with Ford Motor Company, Cleveland Cliffs Inc., Link Testing, and Carhartt under this program totaled \$217,614. There are no provisions to recapture taxes; however, the abatement may be eliminated if taxes are not paid timely. There are no significant abatements made by other governments that reduce the City's tax revenue.

State Housing Development Authority Act

The State Housing Development Authority Act 346 of 1996 is an act to create a state housing development authority; to define the powers and duties of the authority; to establish a housing development revolving fund; to establish a land acquisition and development fund; to establish a rehabilitation fund; to establish a conversion condominium fund; to create certain other funds and provide for the expenditure of certain funds; to authorize the making and purchase of loans, deferred payment loans, and grants to qualified developers, sponsors, individuals, mortgage lenders, and municipalities; to establish and provide acceleration and foreclosure procedures; to provide tax exemption; to authorize payments in lieu of taxes (PILOT) by nonprofit housing corporations, consumer housing cooperatives, limited dividend housing corporations, mobile home park corporations, and mobile home park associations; and to prescribe criminal penalties for violations of this act.

The City of Dearborn, Michigan partnered with the Artspace organization to establish sustainable artist live-and-work lofts in the community. City Hall Artspace Lofts opened in 2016 and is based on a 20-year tax abatement of all ad valorem taxes replaced by a PILOT to cover the cost of local services.

The PILOT is calculated at 4 percent of sheltered rents. The City Hall Artspace Lofts project resulted in an abated amount in the fiscal year ended June 30, 2024 of \$36,745 under this program.

Note 17 - Related Party Transactions

The City's housing department and the Dearborn Housing Commission were established in 1963 for developing subsidized housing for low-income residents. The housing department's staff operate and administer the Senior Citizen Housing Program, which includes two city-owned buildings and the Housing and Urban Development (HUD) buildings Sisson Manor, Kennedy Plaza, and Townsend Towers. The Dearborn Housing Commission reports the financial information for the HUD programs separately. The Housing Commission was billed \$847,673 for reimbursement of direct salary and benefits relating to the HUD rental assistance program for the fiscal year ended June 30, 2024. In addition, the Housing Commission was billed \$125,613 for reimbursement of shared costs and operating expenses, which represent indirect *de minimis* fees.

Note 18 - Restricted Assets

At June 30, 2024, restricted assets are composed of the following:

Description	Governmental Activities	Business-type Activities	Component Units
Bond debt service reserve	\$ -	\$ -	\$ 273,030
Operation and maintenance reserve	56,344	2,000,000	-
Total	<u>\$ 56,344</u>	<u>\$ 2,000,000</u>	<u>\$ 273,030</u>

Note 19 - Leases

The City leases certain assets from third parties including golf carts for use at the Mystic Creek Golf Course. Payments are fixed monthly and are made from May through October each year in alignment with the golf season.

Lease asset activity of the City is included in Note 3.

City of Dearborn, Michigan

Notes to Financial Statements

June 30, 2024

Note 19 - Leases (Continued)

Future principal and interest payment requirements related to the City’s lease liability at June 30, 2024 are as follows.

<u>Years Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 111,360	\$ 10,855	\$ 122,215
2026	113,276	7,487	120,763
2027	116,585	4,045	120,630
2028	80,537	548	81,085
2029	2,168	6	2,174
Total	\$ 423,926	\$ 22,941	\$ 446,867

The City leases certain assets to various third parties. The assets leased include land and building space. Payments are generally fixed monthly with certain variable payments not included in the measurement of the lease receivable required based on future Consumer Price Index rate adjustments unknown at the time of the lease receivable measurement.

During the year ended June 30, 2024, the City recognized the following related to its lessor agreements:

Lease revenue	\$ 395,351
Interest income related to its leases	138,974

Required Supplementary Information

City of Dearborn, Michigan

**Required Supplementary Information
Budgetary Comparison Schedule – General Fund**

Year Ended June 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance Favorable (Unfavorable)
Revenues				
Taxes and Penalties on Taxes				
Current property taxes	\$ 64,209,900	\$ 64,209,900	\$ 62,806,568	\$ (1,403,332)
Property tax administration fee	2,555,065	2,555,065	2,234,758	(320,307)
Penalties and interest on taxes	1,254,000	1,254,000	1,218,465	(35,535)
Payments in lieu of taxes	808,422	808,422	753,792	(54,630)
Total taxes and penalties on taxes	68,827,387	68,827,387	67,013,583	(1,813,804)
Licenses and Permits				
Business licenses and permits	269,250	269,250	243,270	(25,980)
Franchise fees	1,035,324	1,035,324	901,662	(133,662)
Liquor licenses	60,000	60,000	56,580	(3,420)
Operators' licenses	3,000	3,000	-	(3,000)
Nonbusiness licenses and permits	4,201,432	4,201,432	4,173,272	(28,160)
Total licenses and permits	5,569,006	5,569,006	5,374,784	(194,222)
Intergovernmental Revenues				
State sources:				
Sales and use tax	14,002,877	14,002,877	13,880,778	(122,099)
Local Community Stabilization Act	17,165,300	17,165,300	14,406,669	(2,758,631)
Judges' salaries	137,172	137,172	137,172	-
Alcohol caseload rebate	13,000	13,000	4,844	(8,156)
Other state sources	682,747	1,827,502	1,542,980	(284,522)
Total state sources	32,001,096	33,145,851	29,972,443	(3,173,408)
Other governmental:				
Federal sources	2,138,460	3,021,880	2,843,374	(178,506)
Local sources	624,420	653,836	651,178	(2,658)
Total other governmental	2,762,880	3,675,716	3,494,552	(181,164)
Total intergovernmental revenues	34,763,976	36,821,567	33,466,995	(3,354,572)
Charges for Services				
General government:				
Birth and death records	295,000	295,000	268,442	(26,558)
City service fee	1,418,016	1,418,016	1,418,016	-
Other general government charges	117,260	117,260	56,500	(60,760)
Total general government	1,830,276	1,830,276	1,742,958	(87,318)
Public safety:				
Inspections	1,230,575	1,230,575	840,391	(390,184)
Property maintenance / code enforcement	185,515	185,515	99,165	(86,350)
Ambulance services	2,827,000	2,827,000	4,176,034	1,349,034
Additional police patrols	565,350	565,350	724,511	159,161
Other public safety charges	5,340,121	5,340,121	5,443,429	103,308
Total public safety	10,148,561	10,148,561	11,283,530	1,134,969
Public works:				
Debris and rubbish pickup	182,589	182,589	62,480	(120,109)
Parking fees	12,500	12,500	6,274	(6,226)
Parking lot maintenance	474,304	474,304	-	(474,304)
Total public works	669,393	669,393	68,754	(600,639)
Recreation and culture:				
Programs and activities sales	527,111	527,111	557,400	30,289
Sales	953,251	1,002,826	1,033,484	30,658
Use and admission fees	3,332,691	3,332,691	3,162,190	(170,501)
Total recreation and culture	4,813,053	4,862,628	4,753,074	(109,554)
Total charges for services	17,461,283	17,510,858	17,848,316	337,458

City of Dearborn, Michigan

Required Supplementary Information Budgetary Comparison Schedule – General Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance Favorable (Unfavorable)
Fines and Forfeitures				
Parking fines	1,200,000	1,200,000	1,329,132	129,132
19th District Court fines	3,805,800	3,805,800	3,609,821	(195,979)
Other fines and forfeits	1,500	1,500	25,472	23,972
Total fines and forfeitures	5,007,300	5,007,300	4,964,425	(42,875)
Miscellaneous Revenue				
Private source contributions	136,750	136,750	5,024	(131,726)
Reimbursements	61,595	61,595	50,966	(10,629)
Other revenue	1,293,854	1,318,354	590,417	(727,937)
Total miscellaneous revenue	1,492,199	1,516,699	646,407	(870,292)
Interest and Rentals				
Investment Income	2,158,627	2,158,627	3,352,909	1,194,282
Rents and lease agreements	5,499,616	5,499,616	5,673,778	174,162
Total interest and rentals	7,658,243	7,658,243	9,026,687	1,368,444
Total revenues	140,779,394	142,911,060	138,341,197	(4,569,863)
Other Financing Sources				
Leases entered into	-	-	462,445	462,445
Transfers In	40,000	793,455	793,455	-
Total other financing sources	40,000	793,455	1,255,900	462,445
Total revenues and other sources	\$ 140,819,394	\$ 143,704,515	\$ 139,597,097	\$ (4,107,418)
Expenditures				
General Government				
Charter Commission	\$ -	\$ 53,733	\$ 32,110	\$ 21,623
Council	513,005	498,005	460,501	37,504
District Court	4,185,774	4,311,922	3,971,901	340,021
Mayor	1,239,947	1,239,947	1,213,964	25,983
City Clerk	1,181,495	1,555,095	1,379,398	175,697
Law	1,836,970	1,836,969	1,725,097	111,872
Philanthropy and Grants	264,890	264,890	261,223	3,667
Community Relations	971,114	971,114	893,006	78,108
Human resources	986,761	1,103,211	993,844	109,367
Building services and maintenance	293,107	293,107	293,107	-
Central garage	(266,986)	(221,552)	(37,350)	(184,202)
Assessment	1,119,544	1,119,544	871,307	248,237
Public Information	1,071,179	1,071,179	1,020,474	50,705
Finance:				
Accounting	1,030,468	1,033,163	984,453	48,710
Purchasing	687,604	687,604	682,998	4,606
Treasurer	753,095	744,595	715,320	29,275
Nondepartmental insurance, tax refunds, and other miscellaneous	50,000	584,000	598,000	(14,000)
Total general government	15,917,967	17,146,526	16,059,353	1,087,173
Public Safety				
Police:				
Police operations	44,735,556	45,709,327	45,419,312	290,015
Ordinance enforcement	1,061,724	966,867	953,563	13,304
Fire:				
Fire operations	32,280,636	32,892,119	32,345,398	546,721
Civil preparedness	233,391	263,768	256,041	7,727
Property maintenance & development services	3,288,511	3,135,560	2,852,866	282,694
Total public safety	81,599,818	82,967,641	81,827,180	1,140,461

City of Dearborn, Michigan

Required Supplementary Information Budgetary Comparison Schedule – General Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance Favorable (Unfavorable)
Public Works				
Public works administrative	436,294	514,669	441,818	72,851
Parking system	807,591	763,591	386,091	377,500
Highways	5,929,099	5,860,235	5,711,907	148,328
Train station	321,171	460,962	457,581	3,381
Sanitation	6,794,835	6,867,478	6,448,174	419,304
Neighborhood services	855,143	1,084,522	995,116	89,406
Line	211,538	189,019	173,524	15,495
Total public works	<u>15,355,671</u>	<u>15,740,476</u>	<u>14,614,211</u>	<u>1,126,265</u>
Health and Welfare				
Public health	603,919	739,689	529,889	209,800
Recreation and Culture				
Public works	3,130,497	3,948,417	3,516,267	432,150
Recreation:				
Recreation administrative	1,475,423	1,409,517	1,389,143	20,374
Programs	1,468,067	1,234,667	1,164,321	70,346
Outdoor pools	1,287,087	1,411,161	1,263,956	147,205
Community center:				
Administration / athletics	2,980,887	2,938,105	2,765,909	172,196
Cultural arts	832,592	829,238	796,075	33,163
Senior services	638,137	556,021	469,423	86,598
Sports arena	1,223,698	1,226,516	1,184,821	41,695
Camp Dearborn	2,785,874	2,997,667	2,417,590	580,077
Mystic Creek Golf Course	2,009,066	2,009,066	1,759,521	249,545
Dearborn Hills Golf Course	812,503	883,203	695,486	187,717
Total recreation and culture	<u>18,643,831</u>	<u>19,443,578</u>	<u>17,422,512</u>	<u>2,021,066</u>
Community Improvement				
Economic & community development	1,388,745	1,350,081	1,089,814	260,267
Capital Outlay	159,698	297,843	689,011	(391,168)
Debt Service	3,185,251	3,185,254	3,302,033	(116,779)
Total expenditures	<u>136,854,900</u>	<u>140,871,088</u>	<u>135,534,003</u>	<u>5,337,085</u>
Other Financing Uses				
Transfers out	3,593,388	3,611,043	3,611,043	-
Total expenditures and other uses	<u>140,448,288</u>	<u>144,482,131</u>	<u>139,145,046</u>	<u>5,337,085</u>
Net Change in Fund Balances	371,106	(777,616)	452,051	1,229,667
Fund Balances - Beginning of Year	37,927,172	37,927,172	37,927,172	-
Fund Balances - End of Year	<u>\$ 38,298,278</u>	<u>\$ 37,149,556</u>	<u>\$ 38,379,223</u>	<u>\$ 1,229,667</u>

City of Dearborn, Michigan

Required Supplementary Information Schedule of Pension Contributions Chapter 21 Policemen's and Firemen's Retirement System

**Last Ten Fiscal Years
Years Ended June 30**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	-	-	-	-	-	-	-	-	-	-
Contribution Excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	- %	- %	- %	- %	- %	- %	- %	- %	- %	- %

The system had no required contributions or covered payroll for the last 10 years.

Notes to Schedule of Pension Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation date June 30, 2023

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Fully funded retiree-only plan
Amortization method	Level dollar
Remaining amortization period	0 years
Asset valuation method	5-year smoothed market
Investment rate of return	6 percent
Mortality	Healthy Post-Retirement: The PubS-2010, Amount-Weighted, Healthy Retiree Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019
	Disability Retirement: The PubS-2010, Amount-Weighted, Disabled Mortality Table, with a base year of 2010 and future mortality improvements projected using scale MP-2019

City of Dearborn, Michigan

Required Supplementary Information Schedule of Changes in the Net Pension Asset and Related Ratios Chapter 21 Policemen's and Firemen's Retirement System

	Last Ten Fiscal Years									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Interest	\$ 277,627	\$ 302,013	\$ 362,844	\$ 416,688	\$ 446,870	\$ 500,424	\$ 584,705	\$ 843,395	\$ 968,468	\$ 990,509
Differences between expected and actual experience	(734,099)	253,757	(266,246)	(95,295)	514,407	272,190	(248,496)	(942,664)	(767,527)	34,361
Changes in assumptions	-	-	-	-	(22,030)	-	-	(359,820)	-	832,813
Benefit payments, including refunds	(882,590)	(1,041,696)	(1,179,456)	(1,257,928)	(1,626,763)	(1,703,422)	(1,778,459)	(1,910,207)	(2,065,187)	(2,279,928)
Net Change in Total Pension Liability	(1,339,062)	(485,926)	(1,082,858)	(936,535)	(687,516)	(930,808)	(1,442,250)	(2,369,296)	(1,864,246)	(422,245)
Total Pension Liability - Beginning of year	5,068,417	5,554,343	6,637,201	7,573,736	8,261,252	9,192,060	10,634,310	13,003,606	14,867,852	15,290,097
Total Pension Liability - End of year	\$ 3,729,355	\$ 5,068,417	\$ 5,554,343	\$ 6,637,201	\$ 7,573,736	\$ 8,261,252	\$ 9,192,060	\$ 10,634,310	\$ 13,003,606	\$ 14,867,852
Plan Fiduciary Net Position										
Net investment income (loss)	\$ 4,419,324	\$ 1,386,464	\$ (4,427,179)	\$ 6,194,987	\$ 1,088,350	\$ 1,461,421	\$ 1,013,365	\$ 2,161,183	\$ 278,885	\$ 181,557
Administrative expenses	(70,094)	(14,997)	(13,902)	(13,511)	(16,448)	(18,580)	(12,446)	(11,830)	(13,288)	(14,444)
Benefit payments, including refunds	(882,590)	(1,041,696)	(1,179,456)	(1,257,928)	(1,626,763)	(1,703,422)	(1,778,459)	(1,910,207)	(2,065,187)	(2,279,928)
Net Change in Plan Fiduciary Net Position	3,466,640	329,771	(5,620,537)	4,923,548	(554,861)	(260,581)	(777,540)	239,146	(1,799,590)	(2,112,815)
Plan Fiduciary Net Position - Beginning of year	23,447,969	23,118,198	28,738,735	23,815,187	24,370,048	24,630,629	25,408,169	25,169,023	26,968,613	29,081,428
Plan Fiduciary Net Position - End of year	\$ 26,914,609	\$ 23,447,969	\$ 23,118,198	\$ 28,738,735	\$ 23,815,187	\$ 24,370,048	\$ 24,630,629	\$ 25,408,169	\$ 25,169,023	\$ 26,968,613
City's Net Pension Asset - Ending	\$ (23,185,254)	\$ (18,379,552)	\$ (17,563,855)	\$ (22,101,534)	\$ (16,241,451)	\$ (16,108,796)	\$ (15,438,569)	\$ (14,773,859)	\$ (12,165,417)	\$ (12,100,761)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	721.70 %	462.63 %	416.22 %	432.99 %	314.44 %	294.99 %	267.96 %	238.93 %	193.55 %	181.39 %

City of Dearborn, Michigan

Required Supplementary Information
 Schedule of Pension Investment Returns
 Chapter 21 Policemen's and Firemen's Retirement System

	Last Ten Fiscal Years									
	Years Ended June 30									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return - Net of investment expense	18.87 %	6.08 %	(15.80)%	26.70 %	4.54 %	6.06 %	4.08 %	8.87 %	1.02 %	0.60 %

City of Dearborn, Michigan

Required Supplementary Information Schedule of Pension Contributions Chapter 22 General Employees' Retirement System

Last Ten Fiscal Years Years Ended June 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 2,459,856	\$ 2,903,693	\$ 3,560,100	\$ 3,355,601	\$ 2,739,863	\$ 4,540,864	\$ 4,481,601	\$ 3,718,752	\$ 3,537,464	\$ 3,743,710
Contributions in relation to the actuarially determined contribution	2,552,753	2,991,818	3,560,541	3,323,516	2,739,863	24,550,694	4,520,402	3,767,771	3,646,206	3,804,508
Contribution Excess (Deficiency)	\$ 92,897	\$ 88,125	\$ 441	\$ (32,085)	\$ -	\$ 20,009,830	\$ 38,801	\$ 49,019	\$ 108,742	\$ 60,798
Covered Payroll	\$ 3,582,094	\$ 4,335,910	\$ 6,479,374	\$ 7,570,075	\$ 8,376,888	\$ 9,888,715	\$ 10,081,502	\$ 11,528,291	\$ 11,430,114	\$ 12,433,033
Contributions as a Percentage of Covered Payroll	71.26 %	69.00 %	54.95 %	43.90 %	32.71 %	248.27 %	44.84 %	32.68 %	31.90 %	30.60 %

Notes to Schedule of Pension Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation date June 30, 2023

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	15 years
Asset valuation method	5-year smoothed market 80 percent/120 percent corridor
Inflation	2.50 percent
Projected salary increase	3.15 percent to 6.05 percent, including inflation
Investment rate of return	7.00 percent (net of investment and administrative expenses)
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2019 valuation pursuant to an experience study of the period from 2013 through 2018
Mortality	Healthy Pre-Retirement: The PubG-2010, Amount-Weighted, Employee Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019
	Healthy Post-Retirement: The PubG-2010, Amount-Weighted, Healthy Retiree Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019
	Disability Retirement: The PubG-2010, Amount-Weighted, Disabled Mortality Table, with a base year of 2010 and future mortality improvements projected using scale MP-2019

City of Dearborn, Michigan

Required Supplementary Information Schedule of Changes in the Net Pension Liability and Related Ratios Chapter 22 General Employees' Retirement System

Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 429,946	\$ 520,937	\$ 793,399	\$ 923,879	\$ 983,853	\$ 1,198,566	\$ 1,287,938	\$ 1,324,548	\$ 1,406,866	\$ 1,463,932
Interest	12,884,519	13,082,659	13,186,195	13,345,779	12,838,979	12,672,928	12,599,353	12,538,642	12,334,306	12,268,658
Differences between expected and actual experience	2,345,459	(432,185)	(191,181)	(2,443,812)	1,319,492	1,764,892	(407,550)	480,342	688,134	(1,318,646)
Changes in assumptions	-	-	-	-	5,764,797	-	-	4,553,695	-	-
Benefit payments, including refunds	(16,089,590)	(15,853,462)	(14,409,098)	(13,671,636)	(13,602,619)	(12,711,132)	(12,056,834)	(11,613,053)	(11,526,386)	(11,433,468)
Net Change in Total Pension Liability	(429,666)	(2,682,051)	(620,685)	(1,845,790)	7,304,502	2,925,254	1,422,907	7,284,174	2,902,920	980,476
Total Pension Liability - Beginning of year	191,879,343	194,561,394	195,182,079	197,027,869	189,723,367	186,798,113	185,375,206	178,091,032	175,188,112	174,207,636
Total Pension Liability - End of year	\$ 191,449,677	\$ 191,879,343	\$ 194,561,394	\$ 195,182,079	\$ 197,027,869	\$ 189,723,367	\$ 186,798,113	\$ 185,375,206	\$ 178,091,032	\$ 175,188,112
Plan Fiduciary Net Position										
Contributions - Employer	\$ 2,552,753	\$ 2,991,818	\$ 3,560,541	\$ 3,327,516	\$ 2,739,863	\$ 24,550,694	\$ 4,520,402	\$ 3,767,771	\$ 3,646,206	\$ 3,804,508
Contributions - Member	249,948	223,327	317,549	378,301	415,000	488,274	427,812	451,138	467,245	505,681
Net investment income (loss)	17,213,526	13,183,374	(23,804,972)	48,310,287	1,506,950	8,456,687	7,609,795	13,691,060	(701,395)	716,111
Administrative expenses	(79,863)	(89,458)	(61,337)	(53,022)	(53,250)	(43,648)	(36,589)	(27,568)	(28,932)	(40,136)
Benefit payments, including refunds	(16,089,590)	(15,853,462)	(14,409,098)	(13,671,636)	(13,602,619)	(12,711,132)	(12,056,834)	(11,613,053)	(11,526,386)	(11,433,468)
Other	-	-	-	-	(20,756)	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	3,846,774	455,599	(34,397,317)	38,291,446	(9,014,812)	20,740,875	464,586	6,269,348	(8,143,262)	(6,447,304)
Plan Fiduciary Net Position - Beginning of year	157,766,410	157,310,811	191,708,128	153,416,682	162,431,494	141,690,619	141,226,033	134,956,685	143,099,947	149,547,251
Plan Fiduciary Net Position - End of year	\$ 161,613,184	\$ 157,766,410	\$ 157,310,811	\$ 191,708,128	\$ 153,416,682	\$ 162,431,494	\$ 141,690,619	\$ 141,226,033	\$ 134,956,685	\$ 143,099,947
City's Net Pension Liability - Ending	\$ 29,836,493	\$ 34,112,933	\$ 37,250,583	\$ 3,473,951	\$ 43,611,187	\$ 27,291,873	\$ 45,107,494	\$ 44,149,173	\$ 43,134,347	\$ 32,088,165
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	84.42 %	82.22 %	80.85 %	98.22 %	77.87 %	85.61 %	75.85 %	76.18 %	75.78 %	81.68 %
Covered Payroll	\$ 3,582,094	\$ 4,335,910	\$ 6,479,374	\$ 7,570,075	\$ 8,376,888	\$ 9,888,715	\$ 10,081,502	\$ 11,528,291	\$ 11,430,114	\$ 12,433,033
City's Net Pension Liability as a Percentage of Covered Payroll	832.93 %	786.75 %	574.91 %	45.89 %	520.61 %	275.99 %	389.37 %	382.96 %	377.37 %	258.09 %

City of Dearborn, Michigan

Required Supplementary Information
 Schedule of Pension Investment Returns
 Chapter 22 General Employees' Retirement System

	Last Ten Fiscal Years Years Ended June 30									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return - Net of investment expense	11.26 %	8.64 %	(12.78)%	32.39 %	0.92 %	5.53 %	5.52 %	10.38 %	(0.52)%	0.46 %

City of Dearborn, Michigan

Required Supplementary Information Schedule of Pension Contributions Chapter 23 Police and Fire Revised Retirement System

**Last Ten Fiscal Years
Years Ended June 30**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 12,615,810	\$ 12,591,345	\$ 15,746,628	\$ 14,768,898	\$ 13,656,682	\$ 13,349,132	\$ 11,581,759	\$ 9,333,396	\$ 9,153,909	\$ 9,298,618
Contributions in relation to the actuarially determined contribution	12,697,501	12,777,833	15,758,675	14,944,850	13,735,996	13,395,345	12,501,034	9,436,959	9,090,948	9,193,439
Contribution Excess (Deficiency)	\$ 81,691	\$ 186,488	\$ 12,047	\$ 175,952	\$ 79,314	\$ 46,213	\$ 919,275	\$ 103,563	\$ (62,961)	\$ (105,179)
Covered Payroll	\$ 10,050,479	\$ 10,605,941	\$ 11,308,146	\$ 11,892,169	\$ 13,349,785	\$ 13,846,216	\$ 13,345,686	\$ 13,780,369	\$ 14,722,316	\$ 15,763,013
Contributions as a Percentage of Covered Payroll	126.34 %	120.48 %	139.36 %	125.67 %	102.89 %	96.74 %	93.67 %	68.48 %	61.75 %	58.32 %

Notes to Schedule of Pension Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation date June 30, 2023

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	22 years
Asset valuation method	5-year smoothed market, 80 percent/120 percent corridor
Inflation	2.50 percent
Projected salary increase	2.75 percent to 6.25 percent, including inflation
Investment rate of return	7.00 percent (net of investment and administrative expenses)
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2019 valuation pursuant to an experience study of the period 2013-2018
Mortality	Healthy Pre-Retirement: The PubS-2010, Amount-Weighted, Employee Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019
	Healthy Post-Retirement: The PubS-2010, Amount-Weighted, Healthy Retiree Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019
	Disability Retirement: The PubS-2010, Amount-Weighted, Disabled Mortality Table, with a base year of 2010 and future mortality improvements projected using scale MP-2019

City of Dearborn, Michigan

Required Supplementary Information Schedule of Changes in the Net Pension Liability and Related Ratios Chapter 23 Police and Fire Revised Retirement System

Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 3,413,716	\$ 3,565,509	\$ 3,833,375	\$ 4,083,629	\$ 3,869,766	\$ 4,095,947	\$ 4,018,651	\$ 3,513,973	\$ 3,655,514	\$ 3,854,655
Interest	30,520,390	30,061,379	29,592,462	29,163,511	26,883,815	26,179,052	25,092,709	24,593,122	24,070,844	23,542,045
Changes in benefit terms	309,620	-	-	-	-	-	5,515,313	-	-	-
Differences between expected and actual experience	1,666,852	(188,709)	(2,043,439)	(1,100,468)	(1,311,598)	2,541,671	2,467,804	1,006,214	(243,214)	(429,811)
Changes in assumptions	-	-	-	-	27,098,377	-	-	10,829,368	-	-
Benefit payments, including refunds	(27,345,659)	(26,264,309)	(25,027,463)	(24,639,151)	(23,449,543)	(21,821,479)	(21,406,454)	(20,479,978)	(19,937,083)	(19,210,018)
Net Change in Total Pension Liability	8,564,919	7,173,870	6,354,935	7,507,521	33,090,817	10,995,191	15,688,023	19,462,699	7,546,061	7,756,871
Total Pension Liability - Beginning of year	447,971,537	440,797,667	434,442,732	426,935,211	393,844,394	382,849,203	367,161,180	347,698,481	340,152,420	332,395,549
Total Pension Liability - End of year	\$ 456,536,456	\$ 447,971,537	\$ 440,797,667	\$ 434,442,732	\$ 426,935,211	\$ 393,844,394	\$ 382,849,203	\$ 367,161,180	\$ 347,698,481	\$ 340,152,420
Plan Fiduciary Net Position										
Contributions - Employer	\$ 12,697,501	\$ 12,777,833	\$ 15,758,675	\$ 14,944,850	\$ 13,735,996	\$ 13,395,345	\$ 12,501,034	\$ 9,436,959	\$ 9,090,948	\$ 9,193,439
Contributions - Member	498,430	526,453	565,401	588,414	660,923	692,666	700,192	687,669	696,462	735,288
Net investment income (loss)	34,609,941	22,727,815	(37,340,640)	89,806,577	(223,495)	11,869,714	14,694,627	27,486,853	(1,664,166)	838,284
Administrative expenses	(125,139)	(97,464)	(78,032)	(75,508)	(70,169)	(50,883)	(58,614)	(44,080)	(50,774)	(60,739)
Benefit payments, including refunds	(27,345,659)	(26,264,309)	(25,027,463)	(24,639,151)	(23,449,543)	(21,821,479)	(21,406,454)	(20,479,978)	(19,937,083)	(19,210,018)
Other	(25,516)	(25,516)	(25,516)	(25,516)	(25,516)	(25,516)	(291,433)	-	-	-
Net Change in Plan Fiduciary Net Position	20,309,558	9,644,812	(46,147,575)	80,599,666	(9,371,804)	4,059,847	6,139,352	17,087,423	(11,864,613)	(8,503,746)
Plan Fiduciary Net Position - Beginning of year	323,251,327	313,606,515	359,754,090	279,154,424	288,526,228	284,466,381	278,327,029	261,239,606	273,104,219	281,607,965
Plan Fiduciary Net Position - End of year	\$ 343,560,885	\$ 323,251,327	\$ 313,606,515	\$ 359,754,090	\$ 279,154,424	\$ 288,526,228	\$ 284,466,381	\$ 278,327,029	\$ 261,239,606	\$ 273,104,219
City's Net Pension Liability - Ending	\$ 112,975,571	\$ 124,720,210	\$ 127,191,152	\$ 74,688,642	\$ 147,780,787	\$ 105,318,166	\$ 98,382,822	\$ 88,834,151	\$ 86,458,875	\$ 67,048,201
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	75.25 %	72.16 %	71.15 %	82.81 %	65.39 %	73.26 %	74.30 %	75.81 %	75.13 %	80.29 %
Covered Payroll	\$ 10,050,479	\$ 10,605,941	\$ 11,308,146	\$ 11,892,169	\$ 13,349,785	\$ 13,846,216	\$ 13,345,686	\$ 13,780,369	\$ 14,722,316	\$ 15,763,013
City's Net Pension Liability as a Percentage of Covered Payroll	1,124.08 %	1,175.95 %	1,124.77 %	628.05 %	1,106.99 %	760.63 %	737.19 %	644.64 %	587.26 %	425.35 %

See notes to required supplementary information.

City of Dearborn, Michigan

Required Supplementary Information
 Schedule of Pension Investment Returns
 Chapter 23 Police and Fire Revised Retirement System

	Last Ten Fiscal Years Years Ended June 30									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return - Net of investment expense	10.88 %	7.37 %	(10.53)%	32.61 %	(0.11)%	4.21 %	5.25 %	10.73 %	(0.64)%	0.28 %

City of Dearborn, Michigan

Required Supplementary Information Schedule of Changes in the Net Pension Liability (Asset) and Related Ratios Municipal Employees' Retirement System of Michigan

Last Ten Plan Years Ended December 31

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability										
Service cost	\$ 3,491,760	\$ 3,181,134	\$ 2,702,402	\$ 2,861,779	\$ 2,680,963	\$ 2,434,745	\$ 1,917,113	\$ 1,635,150	\$ 1,481,314	\$ 1,209,895
Interest	3,085,519	2,660,019	2,186,019	1,799,685	1,544,259	1,252,966	902,090	732,364	558,477	413,899
Benefit changes	-	-	-	-	-	-	1,365,338	-	-	-
Differences between expected and actual experience	1,078,494	26,313	568,744	(109,000)	(103,993)	(164,646)	(32,862)	(360,953)	238,712	-
Changes in assumptions	640,239	-	2,329,211	667,403	183,251	-	-	-	37,679	-
Benefit payments, including refunds	(193,886)	(113,724)	(84,743)	(28,935)	(7,176)	(2,883)	(46,177)	(5,749)	(10,201)	(3,887)
Net Change in Total Pension Liability	8,102,126	5,753,742	7,701,633	5,190,932	4,297,304	3,520,182	4,105,502	2,000,812	2,305,981	1,619,907
Total Pension Liability - Beginning of year	40,909,950	35,156,208	27,454,575	22,263,643	17,966,339	14,446,157	10,340,655	8,339,843	6,033,862	4,413,955
Total Pension Liability - End of year	\$ 49,012,076	\$ 40,909,950	\$ 35,156,208	\$ 27,454,575	\$ 22,263,643	\$ 17,966,339	\$ 14,446,157	\$ 10,340,655	\$ 8,339,843	\$ 6,033,862
Plan Fiduciary Net Position										
Contributions - Employer	\$ 2,447,355	\$ 2,241,012	\$ 2,302,889	\$ 2,143,792	\$ 1,936,063	\$ 1,826,211	\$ 1,632,550	\$ 1,038,018	\$ 460,330	\$ 371,624
Contributions - Member	1,277,048	1,193,021	1,117,351	1,019,858	1,007,680	841,429	616,906	550,895	917,355	743,093
Net investment income (loss)	4,219,438	(3,965,639)	4,434,435	3,300,500	2,402,373	(675,737)	1,547,083	1,022,036	(123,348)	373,756
Administrative expenses	(86,886)	(69,063)	(48,014)	(46,981)	(41,512)	(30,485)	(46,177)	(5,749)	(16,738)	(14,087)
Benefit payments, including refunds	(193,886)	(113,724)	(84,743)	(28,935)	(7,176)	(2,883)	(24,199)	(20,052)	(10,201)	(3,887)
Net Change in Plan Fiduciary Net Position	7,663,069	(714,393)	7,721,918	6,388,234	5,297,428	1,958,535	3,726,163	2,585,148	1,227,398	1,470,499
Plan Fiduciary Net Position - Beginning of year	35,163,060	35,877,453	28,155,535	21,767,301	16,469,873	14,511,338	10,785,175	8,200,027	6,972,629	5,502,130
Plan Fiduciary Net Position - End of year	\$ 42,826,129	\$ 35,163,060	\$ 35,877,453	\$ 28,155,535	\$ 21,767,301	\$ 16,469,873	\$ 14,511,338	\$ 10,785,175	\$ 8,200,027	\$ 6,972,629
City's Net Pension Liability (Asset) - Ending	\$ 6,185,947	\$ 5,746,890	\$ (721,245)	\$ (700,960)	\$ 496,342	\$ 1,496,466	\$ (65,181)	\$ (444,520)	\$ 139,816	\$ (938,767)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	87.38 %	85.95 %	102.05 %	102.55 %	97.77 %	91.67 %	100.45 %	104.30 %	98.32 %	115.56 %
Covered Payroll	\$ 21,700,921	\$ 19,728,631	\$ 18,227,335	\$ 17,045,854	\$ 15,861,963	\$ 14,787,609	\$ 12,469,883	\$ 11,573,050	\$ 9,452,425	\$ 7,711,024
City's Net Pension Liability (Asset) as a Percentage of Covered Payroll	28.51 %	29.13 %	(3.96)%	(4.11)%	3.13 %	10.12 %	(0.52)%	(3.84)%	1.48 %	(12.17)%

See notes to required supplementary information.

City of Dearborn, Michigan

Required Supplementary Information Schedule of OPEB Contributions

**Last Ten Fiscal Years
Years Ended June 30**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 6,742,595	\$ 6,074,688	\$ 16,095,303	\$ 15,679,593	\$ 15,762,276	\$ 16,768,808	\$ 17,411,313	\$ 17,887,412	\$ 18,783,790	\$ 19,854,489
Contributions in relation to the actuarially determined contribution	7,015,466	6,074,686	13,539,988	13,747,987	13,397,441	48,714,670	15,287,893	15,517,342	13,626,726	13,539,033
Contribution Excess (Deficiency)	\$ 272,871	\$ (2)	\$ (2,555,315)	\$ (1,931,606)	\$ (2,364,835)	\$ 31,945,862	\$ (2,123,420)	\$ (2,370,070)	\$ (5,157,064)	\$ (6,315,456)
Covered-employee Payroll	\$ 24,938,909	\$ 26,684,028	\$ 29,293,604	\$ 31,554,408	\$ 33,138,699	\$ 35,876,120	\$ 36,427,775	\$ 35,829,343	\$ 40,134,079	\$ 40,134,079
Contributions as a Percentage of Covered-employee Payroll	28.13 %	22.77 %	46.22 %	43.57 %	40.43 %	135.79 %	41.97 %	43.31 %	33.95 %	33.73 %

Notes to Schedule of Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation date June 30, 2022

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar
Remaining amortization period	14 years, closed
Asset valuation method	5-year smoothed market
Inflation	2.75 percent
Health care cost trend rates	Initial trend of 7.50 percent for pre-65, 6.25 percent for post-65 gradually decreasing to an ultimate trend rate of 3.50 percent
Salary increase	2.75 percent to 7.55 percent, including inflation
Investment rate of return	6.00 percent net of expenses, including inflation
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to experience studies performed for the period 2013-2018 for non-MERS plans and 2014-2018 for MERS plans dated December 6, 2019
Mortality	Healthy Pre-Retirement: The PubS-2010, Amount-Weighted, Employee Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019 Healthy Post-Retirement: The PubS-2010, Amount-Weighted, Healthy Retiree Mortality Tables, with a base year of 2010 and future mortality improvements projected using scale MP-2019 Disability Retirement: The PubS-2010, Amount-Weighted, Disabled Mortality Table, with a base year of 2010 and future mortality improvements projected using scale MP-2019
Aging factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death"

City of Dearborn, Michigan

Required Supplementary Information Schedule of Changes in the Net OPEB Liability and Related Ratios

Last Eight Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability								
Service cost	\$ 1,871,702	\$ 2,365,155	\$ 2,612,892	\$ 2,663,731	\$ 2,650,159	\$ 2,495,383	\$ 2,625,312	\$ 2,080,816
Interest	11,560,980	14,568,500	14,245,228	16,406,275	14,925,019	15,602,042	15,307,855	15,471,747
Changes in benefit terms	-	(63,241,072)	-	(24,844,118)	-	(3,179,714)	-	-
Differences between expected and actual experience	(1,033,499)	(856,301)	(987,926)	(25,283,748)	(1,122,391)	(31,430,792)	(1,212,420)	586,687
Changes in assumptions	-	7,348,052	-	7,670,536	20,331,126	17,107,620	-	27,406,087
Benefit payments, including refunds	(9,806,351)	(10,317,394)	(11,596,595)	(12,449,690)	(11,722,626)	(12,188,667)	(11,316,644)	(12,106,610)
Net Change in Total OPEB Liability	2,592,832	(50,133,060)	4,273,599	(35,837,014)	25,061,287	(11,594,128)	5,404,103	33,438,727
Total OPEB Liability - Beginning of year	196,651,364	246,784,424	242,510,825	278,347,839	253,286,552	264,880,680	259,476,577	226,037,850
Total OPEB Liability - End of year	\$ 199,244,196	\$ 196,651,364	\$ 246,784,424	\$ 242,510,825	\$ 278,347,839	\$ 253,286,552	\$ 264,880,680	\$ 259,476,577
Plan Fiduciary Net Position								
Contributions - Employer	\$ 7,015,466	\$ 6,074,676	\$ 13,539,988	\$ 13,747,987	\$ 13,397,441	\$ 48,714,670	\$ 15,287,893	\$ 15,095,027
Contributions - Nonemployer contributing entities	-	-	-	-	4,924	336,628	373,996	623,636
Net investment income (loss)	18,219,707	10,972,101	(26,879,392)	35,249,953	227,468	5,417,155	4,776,465	4,883,607
Administrative expenses	(21,291)	(37,055)	(22,079)	(45,795)	(19,500)	(44,988)	(29,250)	(76,000)
Benefit payments, including refunds	(9,806,351)	(10,317,394)	(11,596,595)	(12,449,690)	(11,722,626)	(12,188,667)	(11,316,644)	(12,106,610)
Other	-	-	199,808	207,079	-	-	-	-
Net Change in Plan Fiduciary Net Position	15,407,531	6,692,328	(24,758,270)	36,709,534	1,887,707	42,234,798	9,092,460	8,419,660
Plan Fiduciary Net Position - Beginning of year	144,789,103	138,096,775	162,855,045	126,145,511	124,257,804	82,023,006	72,930,546	64,510,886
Plan Fiduciary Net Position - End of year	\$ 160,196,634	\$ 144,789,103	\$ 138,096,775	\$ 162,855,045	\$ 126,145,511	\$ 124,257,804	\$ 82,023,006	\$ 72,930,546
Net OPEB Liability - Ending	\$ 39,047,562	\$ 51,862,261	\$ 108,687,649	\$ 79,655,780	\$ 152,202,328	\$ 129,028,748	\$ 182,857,674	\$ 186,546,031
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	80.40 %	73.63 %	55.96 %	67.15 %	45.32 %	49.06 %	30.97 %	28.11 %
Covered-employee Payroll	\$ 24,938,909	\$ 26,684,028	\$ 29,293,604	\$ 31,554,408	\$ 33,138,699	\$ 35,876,120	\$ 36,427,775	\$ 35,829,343
Net OPEB Liability as a Percentage of Covered-employee Payroll	156.57 %	194.36 %	371.03 %	252.44 %	459.29 %	359.65 %	501.97 %	520.65 %

OPEB schedules are intended to disclose information for 10 years. Additional years will be added as they become available.

City of Dearborn, Michigan

**Required Supplementary Information
Schedule of OPEB Investment Returns**

	Last Eight Fiscal Years Years Ended June 30							
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual money-weighted rate of return - Net of investment expense	12.68 %	8.05 %	(16.26)%	27.89 %	0.17 %	5.72 %	6.96 %	8.38 %

City of Dearborn, Michigan

Notes to Required Supplementary Information

June 30, 2024

Budgetary Information

The City's budget is prepared in compliance with the uniform budgeting provisions of Michigan law. Budgets are adopted for all governmental and proprietary funds.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

Prior to April 15, the mayor delivers the proposed budget to the City Council for the fiscal year commencing on the following July 1. The budget includes identification of unusual circumstances; a comparative analysis covering the immediate past and the current budgets, together with the proposed budget; and a proposed general appropriations resolution.

1. The proposed budgets are reviewed through a series of meetings with the City Council, the mayor, the finance department, department directors, etc.
2. A public hearing is conducted to obtain taxpayers' comments.
3. No later than June 13, the City Council shall pass a general appropriations resolution providing the authority to make expenditures and incur obligations on behalf of the City for the ensuing fiscal year.

Appropriations in the General Fund are controlled at the department level. Expenditures for all other governmental funds are controlled at the fund level. While the legislative budget is adopted at summary levels, administrative control is maintained at detail levels. Management may amend the budget at the detail level within summary constraints. During the fiscal year, it was necessary to make budget amendments.

The City maintains budgetary control through the use of a full encumbrance system. For budgetary purposes, appropriations lapse at fiscal year end, except for the portion related to encumbered amounts and those amounts approved for carry forward by the City Council.

Budget to actual statements have been prepared in accordance with generally accepted accounting principles. As a result of implementing GASB Statement No. 84, the General Fund budgetary comparison schedule also includes the Retiree Death Benefits Fund.

Pension Information

Benefit Changes

Chapter 23 Police and Fire Revised Retirement System

June 30, 2024 - All department heads and at-will employees appointed by the mayor meeting normal retirement eligibility conditions are eligible for the Deferred Retirement Option Plan.

Changes in Assumptions

Chapter 21 Policemen's and Firemen's Retirement System

June 30, 2015 - The beginning of year total pension liability was based on 110 percent of the male 1994 Group Annuity Mortality Table and 100 percent of the female Group Annuity Mortality table, and the end of year total pension liability was based on the RP-2000 mortality table projected to 2020.

June 30, 2017 - The beginning of year total pension liability was based on a single discount rate of 7.0 percent, and the end of year total pension liability was based on a single discount rate of 6.0 percent.

June 30, 2020 - The beginning of year total pension liability was determined using the RP-2000 mortality and wage inflation of 3.0 percent. The end of year total pension liability was determined using the Pub-2010 mortality tables with projection scale MP-2019 and wage inflation of 2.75 percent.

Chapter 22 General Employees' Retirement System

June 30, 2014 - The beginning of year total pension liability was based on an inflation component of 3.75 percent, and the end of year total pension liability was based on an inflation component of 2.0 to 3.0 percent.

City of Dearborn, Michigan

Notes to Required Supplementary Information

June 30, 2024

June 30, 2017 - The beginning of year total pension liability was based on a single discount rate of 7.25 percent, and the end of year total pension liability was based on a single discount rate of 7.0 percent.

June 30, 2020 - The beginning of year total pension liability was determined using the RP-2000 mortality and wage inflation of 3.0 percent. The end of year total pension liability was determined using the Pub-2010 mortality tables with projection scale MP-2019 and wage inflation of 2.75 percent.

Chapter 23 Police and Fire Revised Retirement System

June 30, 2014 - The beginning of year total pension liability was based on an inflation component of 3.75 percent, and the end of year total pension liability was based on an inflation component of 2.0 to 3.0 percent.

June 30, 2017 - The beginning of year total pension liability was based on a single discount rate of 7.25 percent, and the end of year total pension liability was based on a single discount rate of 7.0 percent.

June 30, 2020 - The beginning of year total pension liability was determined using the RP-2000 mortality and wage inflation of 3.0 percent. The end of year total pension liability was determined using the Pub-2010 mortality tables with projection scale MP-2019 and wage inflation of 2.75 percent.

Municipal Employees' Retirement System of Michigan

December 31, 2015 - The beginning of year total pension liability was based on a single discount rate of 8.25 percent, and the end of year total pension liability was based on a single discount rate of 8.0 percent.

December 31, 2019 - The beginning of year total pension liability was based on a single discount rate of 8.0 percent and wage inflation of 3.75 percent, and the end of year total pension liability was based on a single discount rate of 7.6 percent and wage inflation of 3.0 percent.

December 31, 2020 - The beginning of year total pension liability was based on the RP-2014 mortality tables, and the end of year total pension liability was based on the Pub-2010 tables.

December 31, 2021 - The beginning of year total pension liability was based on a single discount rate of 7.6 percent, and the end of year total pension liability was based on a single discount rate of 7.25 percent.

December 31, 2023 - The beginning of year total pension liability was based on a single discount rate of 7.25 percent, and the end of year total pension liability was based on a single discount rate of 7.18 percent.

OPEB Information

Changes in Assumptions

June 30, 2017 - The beginning of year total OPEB liability was based on a single discount rate of 7.25 percent, and the end of year total OPEB liability was based on a single discount rate of 6.0 percent.

June 30, 2019 - The beginning of year total OPEB liability was based on a health care cost trend rate beginning at 9.0 percent and decreasing to an ultimate rate of 3.0 percent, and the end of year total OPEB liability was based on a health care cost trend rate beginning at 8.25 percent and decreasing to an ultimate rate of 3.5 percent.

June 30, 2020 - The City adopted new demographic assumptions pursuant to a five-year experience study covering the period ended June 30, 2018, which were implemented in developing the June 30, 2020 total OPEB liability. The most significant change in assumptions resulting from this experience study was changing the mortality tables used to be the PubG-2010 Mortality Tables with a base year of 2010 and future mortality improvements projected using scale MP-2019.

June 30, 2021 - The beginning of year total OPEB liability was based on a health care cost trend rate of 8.25 percent decreasing to an ultimate rate of 3.5 percent and salary increases of 3.0 to 7.8 percent. The end of year total OPEB liability was based on a health care cost trend rate of 7.5 percent decreasing to an ultimate rate of 3.5 percent and salary increases of 3.0 to 9.7 percent.

June 30, 2023 - The health care cost trend rate was reset in the most recent valuation.

City of Dearborn, Michigan

Notes to Required Supplementary Information

June 30, 2024

Benefit Changes

Effective July 1, 2020, for certain members, prescription drug coverage is provided through a fully insured prescription drug plan.

Effective January 1, 2022, for certain members, medical insurance coverage was provided through a self-insured HRA (Health Retirement Account) Plan.

Supplementary Information

City of Dearborn, Michigan

Supplementary Information Nonmajor Governmental Funds Fund Descriptions

Special Revenue Funds

These funds are used to account for the proceeds of specific revenue sources (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action. The combined special revenue funds are composed of the following individual funds:

Major Street & Trunkline Fund and Local Streets Fund

Both of these funds are established by state law to account for expenditures of state gas and weight tax collection allocations to the City. Their use is restricted to maintenance and construction of roads and streets and related expenditure. A total of 10 percent of revenue may be expended for nonmotorized transportation.

Drug Law Enforcement Fund

This fund is used to account for the proceeds of forfeitures resulting from drug law enforcement activities.

Library Fund

This fund accounts for the operations of the City's three libraries. A total of 1.54 mills of tax revenue is designated for libraries.

Community Development Fund

This fund accounts for entitlement funds received through the federal Community Development Block Grant program. The City has participated in this program since its enactment by Congress in 1977.

Indigent Defense Fund

This fund accounts for state revenue received by the City for the purpose of providing court-appointed defense for individuals who cannot afford their own legal defense.

Designated Purposes Fund

This fund accounts for expenditures of various civic projects, which are financed by specific charges for services and by private contributions.

Opioid Settlement Fund

This fund accounts for the City's share of nationwide settlement proceeds and activities.

Capital Projects Fund

The City has one capital projects fund. The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).

City of Dearborn, Michigan

	Special Revenue Funds					
	Major Street & Trunkline Fund	Local Streets Fund	Drug Law Enforcement Fund	Library Fund	Community Development Fund	Indigent Defense Fund
Assets						
Cash and cash equivalents	\$ 10,814,347	\$ 9,820,780	\$ 2,656,580	\$ 3,697,237	\$ 34,702	\$ 168,199
Investments	3,745,940	3,421,592	928,351	1,303,987	-	19,581
Receivables:						
Property taxes receivable	-	-	-	4,490	-	-
Customer receivables	-	-	-	-	-	-
Accrued interest receivable	82,670	75,512	20,488	28,778	-	1,082
Leases receivable	-	-	-	34,159	-	-
Other receivables	893	2,269	1,887	205	251,557	-
Due from other governments	1,764,553	523,806	-	58,350	940,637	-
Due from other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	78,042	-
Total assets	\$ 16,408,403	\$ 13,843,959	\$ 3,607,306	\$ 5,127,206	\$ 1,304,938	\$ 188,862
Liabilities						
Accounts payable:						
Accounts payable	\$ 627,953	\$ 482,487	\$ 1,313	\$ 22,797	\$ 39,473	\$ 21,392
Retainage payable	207,860	132,778	-	-	-	-
Due to other governmental units	-	-	-	-	-	-
Due to component units	-	-	-	-	24,158	-
Due to other funds	-	-	-	-	409,895	-
Refundable bonds and deposits	-	-	709,180	-	400	-
Accrued liabilities and other	-	-	-	126,342	-	18,812
Provision for property tax refunds	-	-	-	58,517	-	-
Unearned revenue	-	-	-	1,884	-	-
Total liabilities	835,813	615,265	710,493	209,540	473,926	40,204
Deferred Inflows of Resources						
Unavailable revenue	-	-	-	13,610	286,475	-
Deferred inflows from leases	-	-	-	33,167	-	-
Total deferred inflows of resources	-	-	-	46,777	286,475	-
Total liabilities and deferred inflows of resources	835,813	615,265	710,493	256,317	760,401	40,204
Fund Balances						
Restricted:						
Road construction, preservation, and maintenance	15,572,590	13,228,694	-	-	-	-
Law enforcement activities	-	-	2,896,813	-	-	-
Library activities	-	-	-	4,870,889	-	-
Community development	-	-	-	-	544,537	-
Opioid treatment	-	-	-	-	-	-
Indigent defense	-	-	-	-	-	148,658
Historical museum activities	-	-	-	-	-	-
Committed - Designated purposes - Community programs	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Total fund balances	15,572,590	13,228,694	2,896,813	4,870,889	544,537	148,658
Total liabilities, deferred inflows of resources, and fund balances	\$ 16,408,403	\$ 13,843,959	\$ 3,607,306	\$ 5,127,206	\$ 1,304,938	\$ 188,862

Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds

June 30, 2024

Special Revenue Funds			
Designated Purposes Fund	Opioid Settlement Fund	Capital Projects Fund	Total
\$ 1,506,648	\$ 289,991	\$ 17,299,049	\$ 46,287,533
-	102,422	6,097,030	15,618,903
-	-	-	4,490
-	-	4,843	4,843
-	2,260	134,558	345,348
-	-	-	34,159
10,320	-	-	267,131
-	1,419,248	3,315,064	8,021,658
-	-	358,336	358,336
-	-	3,964,942	4,042,984
\$ 1,516,968	\$ 1,813,921	\$ 31,173,822	\$ 74,985,385
\$ 75,136	\$ -	\$ 370,271	\$ 1,640,822
-	-	35,314	375,952
163	-	-	163
-	-	-	24,158
-	-	41,697	451,592
579,345	-	19,455	1,308,380
-	-	-	145,154
-	-	-	58,517
-	-	2,181	4,065
654,644	-	468,918	4,008,803
-	1,339,890	3,312,561	4,952,536
-	-	-	33,167
-	1,339,890	3,312,561	4,985,703
654,644	1,339,890	3,781,479	8,994,506
-	-	-	28,801,284
-	-	-	2,896,813
-	-	-	4,870,889
-	-	-	544,537
-	474,031	-	474,031
-	-	-	148,658
40,000	-	-	40,000
822,324	-	-	822,324
-	-	27,392,343	27,392,343
862,324	474,031	27,392,343	65,990,879
\$ 1,516,968	\$ 1,813,921	\$ 31,173,822	\$ 74,985,385

City of Dearborn, Michigan

	Special Revenue Funds					
	Major Street & Trunkline Fund	Local Streets Fund	Drug Law Enforcement Fund	Library Fund	Community Development Fund	Indigent Defense Fund
Revenue						
Property taxes	\$ 463,000	\$ 736,212	\$ -	\$ 5,746,774	\$ -	\$ -
Intergovernmental:						
Federal grants	-	-	-	17,545	563,174	-
State sources:						
Act 51 gas and weight tax	11,006,105	3,267,014	-	-	-	-
Local Community Stabilization Authority	-	-	-	1,580,685	-	-
Other state grants	-	444,037	-	112,238	-	528,240
Local grants and contributions	893	-	-	68,098	-	-
Charges for services	-	-	-	37,628	-	-
Fines and forfeitures	-	-	287,087	11,162	-	-
Interest and rentals:						
Investment income	697,260	590,776	171,040	300,742	-	15,575
Rents and royalties	-	-	-	6,488	-	-
Other revenue:						
Private source contributions	-	-	-	18,877	-	-
Miscellaneous revenue	37,462	-	20,531	42,735	-	-
Total revenue	12,204,720	5,038,039	478,658	7,942,972	563,174	543,815
Expenditures						
Current services:						
General government	-	-	-	-	-	873,616
Public safety	-	-	486,833	-	-	-
Public works	4,148,647	8,124,963	-	-	-	-
Public health	-	-	-	-	-	-
Community and economic development	-	-	-	-	486,685	-
Recreation and culture	-	-	-	5,782,077	-	-
Capital outlay	-	-	255,178	463,670	-	-
Debt service:						
Principal	-	-	1,010	135,722	-	-
Interest and fiscal charges	-	-	154	87,865	-	-
Total expenditures	4,148,647	8,124,963	743,175	6,469,334	486,685	873,616
Excess of Revenue Over (Under) Expenditures	8,056,073	(3,086,924)	(264,517)	1,473,638	76,489	(329,801)
Other Financing Sources (Uses)						
Transfers in	-	4,952,747	-	-	-	79,473
Transfers out	(4,952,747)	-	-	(834,225)	-	-
Sale of capital assets	-	-	15,514	-	-	-
Total other financing (uses) sources	(4,952,747)	4,952,747	15,514	(834,225)	-	79,473
Net Change in Fund Balances	3,103,326	1,865,823	(249,003)	639,413	76,489	(250,328)
Fund Balances - Beginning of year	12,469,264	11,362,871	3,145,816	4,231,476	468,048	398,986
Fund Balances - End of year	\$ 15,572,590	\$ 13,228,694	\$ 2,896,813	\$ 4,870,889	\$ 544,537	\$ 148,658

Supplementary Information
 Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds

Year Ended June 30, 2024

Special Revenue Funds			
Designated Purposes Fund	Opioid Settlement Fund	Capital Projects Fund	Total
\$ -	\$ -	\$ -	\$ 6,945,986
-	-	818,538	1,399,257
-	-	-	14,273,119
-	-	-	1,580,685
-	-	-	1,084,515
-	-	60,610	129,601
124,272	-	19,417	181,317
-	-	-	298,249
216	-	1,230,406	3,006,015
-	-	-	6,488
174,245	-	-	193,122
143,642	328,840	190,107	763,317
442,375	328,840	2,319,078	29,861,671
2	-	-	873,618
-	-	-	486,833
-	-	-	12,273,610
-	23,704	-	23,704
-	-	-	486,685
631,670	-	-	6,413,747
53	-	6,672,848	7,391,749
-	-	-	136,732
-	-	-	88,019
631,725	23,704	6,672,848	28,174,697
(189,350)	305,136	(4,353,770)	1,686,974
6,769	-	5,580,599	10,619,588
-	-	(1,360,729)	(7,147,701)
-	-	-	15,514
6,769	-	4,219,870	3,487,401
(182,581)	305,136	(133,900)	5,174,375
1,044,905	168,895	27,526,243	60,816,504
\$ 862,324	\$ 474,031	\$ 27,392,343	\$ 65,990,879

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
Major Street & Trunkline Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 463,000	\$ 463,000	\$ 463,000	\$ -
Intergovernmental:				
State sources:				
Act 51 gas and weight tax	10,673,566	11,006,105	11,006,105	-
Other state grants	-	242,830	-	(242,830)
Local grants and contributions	1,200	1,200	893	(307)
Investment income	153,780	153,780	697,260	543,480
Other revenue:				
Private source contributions	-	110,620	-	(110,620)
Miscellaneous revenue	30,000	81,951	37,462	(44,489)
Total revenue	11,321,546	12,059,486	12,204,720	145,234
Expenditures - Current services - Public works	6,422,270	16,329,114	4,148,647	12,180,467
Excess of Revenue Over (Under)				
Expenditures	4,899,276	(4,269,628)	8,056,073	12,325,701
Other Financing Uses - Transfers out	(4,803,105)	(4,952,747)	(4,952,747)	-
Net Change in Fund Balance	96,171	(9,222,375)	3,103,326	12,325,701
Fund Balance - Beginning of year	12,469,264	12,469,264	12,469,264	-
Fund Balance - End of year	\$ 12,565,435	\$ 3,246,889	\$ 15,572,590	\$ 12,325,701

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Local Streets Fund

Year Ended June 30, 2024

	<u>Original Budget</u> (Unaudited)	<u>Amended Budget</u> (Unaudited)	<u>Actual</u>	<u>Variance with Amended Budget</u> (Unaudited)
Revenue				
Property taxes	\$ 736,000	\$ 739,450	\$ 736,212	\$ (3,238)
Intergovernmental - State sources:				
Act 51 gas and weight tax	3,188,208	3,267,014	3,267,014	-
Other state grants	400,000	444,037	444,037	-
Investment income	125,550	125,550	590,776	465,226
Total revenue	<u>4,449,758</u>	<u>4,576,051</u>	<u>5,038,039</u>	<u>461,988</u>
Expenditures - Current services - Public works	<u>9,232,637</u>	<u>17,065,150</u>	<u>8,124,963</u>	<u>8,940,187</u>
Excess of Expenditures Over Revenue	(4,782,879)	(12,489,099)	(3,086,924)	9,402,175
Other Financing Sources - Transfers in	<u>4,803,105</u>	<u>4,952,747</u>	<u>4,952,747</u>	<u>-</u>
Net Change in Fund Balance	20,226	(7,536,352)	1,865,823	9,402,175
Fund Balance - Beginning of year	<u>11,362,871</u>	<u>11,362,871</u>	<u>11,362,871</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 11,383,097</u>	<u>\$ 3,826,519</u>	<u>\$ 13,228,694</u>	<u>\$ 9,402,175</u>

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Drug Law Enforcement Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Fines and forfeitures	\$ -	\$ 287,087	\$ 287,087	\$ -
Investment income	28,595	171,040	171,040	-
Miscellaneous revenue	-	20,531	20,531	-
Total revenue	28,595	478,658	478,658	-
Expenditures				
Current services - Public safety	477,190	671,339	486,833	184,506
Capital outlay	475,000	318,101	255,178	62,923
Debt service	-	-	1,164	(1,164)
Total expenditures	952,190	989,440	743,175	246,265
Other Financing Sources - Sale of capital assets	-	15,514	15,514	-
Net Change in Fund Balance	(923,595)	(495,268)	(249,003)	246,265
Fund Balance - Beginning of year	3,145,816	3,145,816	3,145,816	-
Fund Balance - End of year	<u>\$ 2,222,221</u>	<u>\$ 2,650,548</u>	<u>\$ 2,896,813</u>	<u>\$ 246,265</u>

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Library Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 5,873,600	\$ 5,873,600	\$ 5,746,774	\$ (126,826)
Intergovernmental:				
Federal grants	20,920	37,512	17,545	(19,967)
State sources:				
Local Community Stabilization Authority	1,355,000	1,355,000	1,580,685	225,685
Other state grants	108,000	108,000	112,238	4,238
Local grants and contributions	62,000	62,000	68,098	6,098
Charges for services	27,000	27,000	37,628	10,628
Fines and forfeitures	10,000	10,000	11,162	1,162
Interest and rentals:				
Investment income	89,683	89,683	300,742	211,059
Rents and royalties	8,040	8,040	6,488	(1,552)
Other revenue:				
Private source contributions	21,000	29,443	18,877	(10,566)
Miscellaneous revenue	43,147	43,147	42,735	(412)
Total revenue	7,618,390	7,643,425	7,942,972	299,547
Expenditures				
Current services - Recreation and culture	5,940,777	6,006,336	5,782,077	224,259
Capital outlay	609,000	572,333	463,670	108,663
Debt service	223,587	223,587	223,587	-
Total expenditures	6,773,364	6,802,256	6,469,334	332,922
Excess of Revenue Over Expenditures	845,026	841,169	1,473,638	632,469
Other Financing Uses - Transfers out	(834,225)	(834,225)	(834,225)	-
Net Change in Fund Balance	10,801	6,944	639,413	632,469
Fund Balance - Beginning of year	4,231,476	4,231,476	4,231,476	-
Fund Balance - End of year	<u>\$ 4,242,277</u>	<u>\$ 4,238,420</u>	<u>\$ 4,870,889</u>	<u>\$ 632,469</u>

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Community Development Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Intergovernmental - Federal grants	\$ 895,000	\$ 4,916,988	\$ 563,174	\$ (4,353,814)
Miscellaneous revenue	90,000	90,001	-	(90,001)
Total revenue	985,000	5,006,989	563,174	(4,443,815)
Expenditures				
Current services - Community improvement	1,413,894	4,759,632	486,685	4,272,947
Capital outlay	-	59,627	-	59,627
Total expenditures	1,413,894	4,819,259	486,685	4,332,574
Net Change in Fund Balance	(428,894)	187,730	76,489	(111,241)
Fund Balance - Beginning of year	468,048	468,048	468,048	-
Fund Balance - End of year	\$ 39,154	\$ 655,778	\$ 544,537	\$ (111,241)

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Indigent Defense Fund

Year Ended June 30, 2024

	<u>Original Budget</u> (Unaudited)	<u>Amended Budget</u> (Unaudited)	<u>Actual</u>	<u>Variance with Amended Budget</u> (Unaudited)
Revenue				
Intergovernmental - State sources	\$ 771,568	\$ 811,568	\$ 528,240	\$ (283,328)
Investment income	10,168	10,168	15,575	5,407
Total revenue	781,736	821,736	543,815	(277,921)
Expenditures - Current - General government	941,315	981,315	873,616	107,699
Excess of Expenditures Over Revenue	(159,579)	(159,579)	(329,801)	(170,222)
Other Financing Sources - Transfers in	79,473	79,473	79,473	-
Net Change in Fund Balance	(80,106)	(80,106)	(250,328)	(170,222)
Fund Balance - Beginning of year	398,986	398,986	398,986	-
Fund Balance - End of year	<u>\$ 318,880</u>	<u>\$ 318,880</u>	<u>\$ 148,658</u>	<u>\$ (170,222)</u>

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Designated Purposes Fund

Year Ended June 30, 2024

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Charges for services	\$ -	\$ 124,273	\$ 124,272	\$ (1)
Investment income	-	216	216	-
Other revenue:				
Private source contributions	-	174,245	174,245	-
Miscellaneous revenue	-	143,642	143,642	-
Total revenue	-	442,376	442,375	(1)
Expenditures				
Current services:				
General government	-	99,227	2	99,225
Public safety	-	22,667	-	22,667
Recreation and culture	500	1,372,086	631,670	740,416
Capital outlay	-	53	53	-
Total expenditures	500	1,494,033	631,725	862,308
Excess of Expenditures Over Revenue	(500)	(1,051,657)	(189,350)	862,307
Other Financing Sources - Transfers in	500	6,769	6,769	-
Net Change in Fund Balance	-	(1,044,888)	(182,581)	862,307
Fund Balance - Beginning of year	1,044,905	1,044,905	1,044,905	-
Fund Balance - End of year	<u>\$ 1,044,905</u>	<u>\$ 17</u>	<u>\$ 862,324</u>	<u>\$ 862,307</u>

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Opioid Settlement Fund

Year Ended June 30, 2024

	<u>Original Budget</u> (Unaudited)	<u>Amended Budget</u> (Unaudited)	<u>Actual</u>	<u>Variance with Amended Budget</u> (Unaudited)
Revenue - Opioid settlement	\$ -	\$ 43,308	\$ 328,840	\$ 285,532
Expenditures - Public health	<u>72,000</u>	<u>115,308</u>	<u>23,704</u>	<u>91,604</u>
Net Change in Fund Balance	(72,000)	(72,000)	305,136	377,136
Fund Balance - Beginning of year	<u>168,895</u>	<u>168,895</u>	<u>168,895</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 96,895</u>	<u>\$ 96,895</u>	<u>\$ 474,031</u>	<u>\$ 377,136</u>

City of Dearborn, Michigan

Supplementary Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
(Continued)
Capital Projects Fund

Year Ended June 30, 2024

	<u>Original Budget</u> (Unaudited)	<u>Amended Budget</u> (Unaudited)	<u>Actual</u>	<u>Variance with Amended Budget</u> (Unaudited)
Revenue				
Intergovernmental:				
Federal grants	\$ 515,202	\$ 7,142,627	\$ 818,538	\$ (6,324,089)
State sources	-	400,000	-	(400,000)
Local grants and contributions	-	397,755	60,610	(337,145)
Charges for services	59,250	208,618	19,417	(189,201)
Investment income	150,078	150,078	1,230,406	1,080,328
Other revenue - Miscellaneous revenue	1,460	391,683	190,107	(201,576)
Total revenue	725,990	8,690,761	2,319,078	(6,371,683)
Expenditures - Capital outlay	<u>1,021,374</u>	<u>36,767,996</u>	<u>6,672,848</u>	<u>30,095,148</u>
Excess of Expenditures Over Revenue	(295,384)	(28,077,235)	(4,353,770)	23,723,465
Other Financing Sources (Uses)				
Transfers in	296,844	5,580,599	5,580,599	-
Transfers out	-	(1,360,729)	(1,360,729)	-
Total other financing sources	<u>296,844</u>	<u>4,219,870</u>	<u>4,219,870</u>	<u>-</u>
Net Change in Fund Balance	1,460	(23,857,365)	(133,900)	23,723,465
Fund Balance - Beginning of year	<u>27,526,243</u>	<u>27,526,243</u>	<u>27,526,243</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 27,527,703</u>	<u>\$ 3,668,878</u>	<u>\$ 27,392,343</u>	<u>\$ 23,723,465</u>

City of Dearborn, Michigan

Supplementary Information Internal Service Funds Fund Descriptions

Internal service funds are used to account for the financing of goods or services provided by an activity to other departments, funds, or component units of the City on a cost-reimbursement basis.

Information Systems Fund

Computers and related equipment are purchased by this fund for most city departments. Funding for the equipment, as well as technology projects and the operations of the information systems department, is received through annual lease fees to the user departments.

Facilities Fund

The repair and maintenance costs for city-owned facilities are accounted for in this fund. Funding for utilities, repair, and maintenance and the operations of the building services and powerhouse divisions are received through annual lease fees charged to the user departments.

Fleet Replacement Fund

Replacement vehicles for General Fund departments are purchased from this fund and are funded through annual equipment lease fees charged to the departments.

Workers' Compensation and Employee Insurance Fund

The workers' compensation fund accounts for reserves established to support future expenditures for indemnity claims arising from work-related injuries. The City maintains a self-insurance retention in the amount of \$600,000 per occurrence for general employees and \$700,000 for police and fire employees. The employee insurance fund handles employee life and dental insurance. Life insurance coverage is provided by an outside insurance company. Dental insurance is on a reimbursement basis with Delta Dental. The employee insurance fund also includes health insurance for both active employees and retirees.

Fleet and General Liability Insurance Fund

This fund accounts for reserves established for both fleet and general liability insurance and related claims against the City. The City retains a self-insured retention of \$1,000,000 for each general liability claim. The first layer of insurance is \$5,000,000 per occurrence, the second layer is \$5,000,000, and the third layer is \$2,000,000.

City of Dearborn, Michigan

Supplementary Information Combining Statement of Net Position Internal Service Funds

June 30, 2024

	Information Systems Fund	Facilities Fund	Fleet Replacement Fund	Workers' Compensation and Employee Insurance Fund	Fleet and General Liability Insurance Fund	Total Internal Service Funds
Assets						
Current assets:						
Cash and cash equivalents	\$ 10,090,470	\$ 19,078,003	\$ 4,946,275	\$ 3,366,649	\$ 6,262,246	\$ 43,743,643
Investments	3,563,666	6,500,875	1,738,611	889,650	2,211,758	14,904,560
Receivables:						
Accrued interest receivable	78,648	143,706	38,370	23,558	48,812	333,094
Other receivables	-	4,194	-	23,522	-	27,716
Due from other governments	-	3,141,789	-	-	-	3,141,789
Due from component units	-	561,000	-	-	-	561,000
Due from other funds	-	-	-	-	324,549	324,549
Prepaid items and other assets	14,660	379,638	-	321,767	2,340,650	3,056,715
Total current assets	13,747,444	29,809,205	6,723,256	4,625,146	11,188,015	66,093,066
Noncurrent assets:						
Restricted assets	-	56,344	-	-	-	56,344
Capital assets - Net	2,717,186	116,445,684	15,719,330	-	-	134,882,200
Total noncurrent assets	2,717,186	116,502,028	15,719,330	-	-	134,938,544
Total assets	16,464,630	146,311,233	22,442,586	4,625,146	11,188,015	201,031,610
Deferred Outflows of Resources						
Deferred pension costs	9,093	21,539	-	-	-	30,632
Deferred OPEB costs	266	513	-	-	-	779
Total deferred outflows of resources	9,359	22,052	-	-	-	31,411
Liabilities						
Current liabilities:						
Accounts payable:						
Accounts payable	2,566,555	1,284,831	46,134	283,231	5,995,989	10,176,740
Retainage payable	-	670,489	-	-	-	670,489
Due to other funds	-	60,610	-	-	-	60,610
Accrued liabilities and other:						
Accrued salaries and wages	44,503	83,357	-	-	-	127,860
Accrued interest payable	5,374	123,011	-	-	-	128,385
Provision for property tax refunds	-	-	-	-	648,565	648,565
Compensated absences	55,950	76,288	-	-	-	132,238
Current portion of bonds and contracts payable	55,310	1,702,084	-	-	-	1,757,394
Total current liabilities	2,727,692	4,000,670	46,134	283,231	6,644,554	13,702,281
Noncurrent liabilities:						
Compensated absences	41,668	88,152	-	-	-	129,820
Provision for claims	-	-	-	1,250,705	2,275,000	3,525,705
Net pension liability	954,671	2,262,083	-	-	-	3,216,754
Net OPEB liability	226,312	435,635	-	-	-	661,947
Bonds and contracts payable - Net of current portion	738,290	21,079,401	-	-	-	21,817,691
Total noncurrent liabilities	1,960,941	23,865,271	-	1,250,705	2,275,000	29,351,917
Total liabilities	4,688,633	27,865,941	46,134	1,533,936	8,919,554	43,054,198
Deferred Inflows of Resources - Deferred OPEB cost reductions						
	4,334	8,342	-	-	-	12,676
Net Position						
Net investment in capital assets	2,717,186	93,648,079	15,673,196	-	-	112,038,461
Restricted:						
Capital projects	-	56,344	-	-	-	56,344
Theatre restoration	-	190,054	-	-	-	190,054
Unrestricted	9,063,836	24,564,525	6,723,256	3,091,210	2,268,461	45,711,288
Total net position	\$ 11,781,022	\$ 118,459,002	\$ 22,396,452	\$ 3,091,210	\$ 2,268,461	\$ 157,996,147

City of Dearborn, Michigan

Supplementary Information
Combining Statement of Revenue, Expenses, and Changes in Net Position
Internal Service Funds

Year Ended June 30, 2024

	Information Systems Fund	Facilities Fund	Fleet Replacement Fund	Workers' Compensation and Employee Insurance Fund	Fleet and General Liability Insurance Fund	Total Internal Service Funds
Operating Revenue						
Charges for services	\$ 2,515,477	\$ 4,483,603	\$ -	\$ -	\$ -	\$ 6,999,080
Rents and royalties	755,065	130,056	4,631,000	-	-	5,516,121
Intergovernmental - State sources	1,250,000	3,000,000	-	-	-	4,250,000
City contributions for insurance premiums	-	-	-	19,275,795	3,067,652	22,343,447
Miscellaneous revenue	-	54,656	1,500	45,356	5,534,000	5,635,512
Employee contributions for insurance premiums	-	-	-	2,011,057	-	2,011,057
Total operating revenue	4,520,542	7,668,315	4,632,500	21,332,208	8,601,652	46,755,217
Operating Expenses						
Cost of sales	-	-	(185,351)	-	-	(185,351)
Personnel services	1,288,234	2,245,897	-	-	-	3,534,131
Contractual services	7,913,053	100,278	-	389,283	51,466	8,454,080
Claims and judgments	-	-	-	20,193,374	5,362,689	25,556,063
Repairs and maintenance	-	565,048	-	-	-	565,048
Cost of rentals	-	83,317	-	-	-	83,317
Utilities	-	1,255,194	-	-	-	1,255,194
Insurance and bonds	-	-	-	120,992	1,959,576	2,080,568
Other operating expenses	-	-	-	149,171	102,361	251,532
Depreciation	924,974	4,363,609	2,396,628	-	-	7,685,211
Total operating expenses	10,126,261	8,613,343	2,211,277	20,852,820	7,476,092	49,279,793
Operating (Loss) Income	(5,605,719)	(945,028)	2,421,223	479,388	1,125,560	(2,524,576)
Nonoperating Revenue (Expense)						
Investment income	729,923	1,602,499	365,654	162,989	220,370	3,081,435
Interest expense	(33,784)	(767,910)	-	-	-	(801,694)
Loss on sale of assets	-	(3,389)	(13,158)	-	-	(16,547)
Total nonoperating revenue	696,139	831,200	352,496	162,989	220,370	2,263,194
(Loss) Income - Before capital contributions	(4,909,580)	(113,828)	2,773,719	642,377	1,345,930	(261,382)
Capital Contributions						
Capital grants - Federal	-	41,565	149,820	-	-	191,385
Capital grants - Local	-	3,961,179	-	-	-	3,961,179
Total capital contributions	-	4,002,744	149,820	-	-	4,152,564
Transfers In	-	5,115,471	111,131	645,000	-	5,871,602
Transfers Out	(167,778)	(5,132,086)	-	-	-	(5,299,864)
Change in Net Position	(5,077,358)	3,872,301	3,034,670	1,287,377	1,345,930	4,462,920
Net Position - Beginning of year	16,858,380	114,586,701	19,361,782	1,803,833	922,531	153,533,227
Net Position - End of year	\$ 11,781,022	\$ 118,459,002	\$ 22,396,452	\$ 3,091,210	\$ 2,268,461	\$ 157,996,147

City of Dearborn, Michigan

**Supplementary Information
Combining Statement of Cash Flows
Internal Service Funds**

Year Ended June 30, 2024

	Information Systems Fund	Facilities Fund	Fleet Replacement Fund	Workers' Compensation and Employee Insurance Fund	Fleet and General Liability Insurance Fund	Total Internal Service Funds
Cash Flows from Operating Activities						
Receipts from customers	\$ 1,250,000	\$ 784,076	\$ 1,500	\$ 49,072	\$ 534,000	\$ 2,618,648
Receipts from interfund services and reimbursements	3,270,443	3,860,723	4,631,000	21,274,299	5,743,103	38,779,568
Payments to suppliers	(5,397,334)	(937,956)	(37,037)	(86,037)	3,450,419	(3,007,945)
Payments to employees and fringes	(1,364,537)	(2,353,211)	(7,876)	-	-	(3,725,624)
Claims paid	-	-	-	(20,607,092)	(7,335,724)	(27,942,816)
Other (payments) receipts	-	(631,789)	-	1,355	5,000,000	4,369,566
Net cash and cash equivalents (used in) provided by operating activities	(2,241,428)	721,843	4,587,587	631,597	7,391,798	11,091,397
Cash Flows from Noncapital Financing Activities						
Transfers from other funds	-	-	111,131	645,000	-	756,131
Principal and interest paid on operating debt	(87,592)	(117,998)	-	-	-	(205,590)
Transfers to other funds	(167,778)	(5,132,086)	-	-	-	(5,299,864)
Net cash and cash equivalents (used in) provided by noncapital financing activities	(255,370)	(5,250,084)	111,131	645,000	-	(4,749,323)
Cash Flows from Capital and Related Financing Activities						
Receipt of capital grants	-	4,002,744	149,820	-	-	4,152,564
Transfers from other funds	-	5,115,471	-	-	-	5,115,471
Purchase of capital assets	(968,655)	(9,015,529)	(5,619,704)	-	-	(15,603,888)
Principal and interest paid on capital debt	-	(2,311,674)	-	-	-	(2,311,674)
Net cash and cash equivalents used in capital and related financing activities	(968,655)	(2,208,988)	(5,469,884)	-	-	(8,647,527)
Cash Flows from Investing Activities						
Interest received on investments	740,334	1,247,045	365,836	152,988	176,483	2,682,686
Purchases of investment securities	-	-	(28,775)	(403,084)	(1,993,340)	(2,425,199)
Proceeds from sale and maturities of investment securities	386,261	937,021	-	-	-	1,323,282
Net cash and cash equivalents provided by (used in) investing activities	1,126,595	2,184,066	337,061	(250,096)	(1,816,857)	1,580,769
Net (Decrease) Increase in Cash and Cash Equivalents	(2,338,858)	(4,553,163)	(434,105)	1,026,501	5,574,941	(724,684)
Cash and Cash Equivalents - Beginning of year	12,429,328	23,687,510	5,380,380	2,340,148	687,305	44,524,671
Cash and Cash Equivalents - End of year	<u>\$ 10,090,470</u>	<u>\$ 19,134,347</u>	<u>\$ 4,946,275</u>	<u>\$ 3,366,649</u>	<u>\$ 6,262,246</u>	<u>\$ 43,799,987</u>

City of Dearborn, Michigan

**Supplementary Information
Combining Statement of Cash Flows (Continued)
Internal Service Funds**

Year Ended June 30, 2024

	Information Systems Fund	Facilities Fund	Fleet Replacement Fund	Workers' Compensation and Employee Insurance Fund	Fleet and General Liability Insurance Fund	Total Internal Service Funds
Classification of Cash and Cash Equivalents						
Cash and investments	\$ 10,090,470	\$ 19,078,003	\$ 4,946,275	\$ 3,366,649	\$ 6,262,246	\$ 43,743,643
Restricted cash	-	56,344	-	-	-	56,344
Total cash and cash equivalents	<u>\$ 10,090,470</u>	<u>\$ 19,134,347</u>	<u>\$ 4,946,275</u>	<u>\$ 3,366,649</u>	<u>\$ 6,262,246</u>	<u>\$ 43,799,987</u>
Reconciliation of Operating (Loss) Income to Net Cash from Operating Activities						
Operating (loss) income	\$ (5,605,719)	\$ (945,028)	\$ 2,421,223	\$ 479,388	\$ 1,125,560	\$ (2,524,576)
Adjustments to reconcile operating (loss) income to net cash from operating activities:						
Depreciation	924,974	4,363,609	2,396,628	-	-	7,685,211
Changes in assets and liabilities:						
Receivables	-	(3,700,926)	-	4,674	-	(3,696,252)
Due to and from other funds	(99)	57,523	-	-	2,675,451	2,732,875
Prepaid and other assets	5,208	-	-	533,901	(377,921)	161,188
Accounts payable	2,510,511	1,054,034	(230,264)	27,352	5,941,743	9,303,376
Estimated claims liability	-	-	-	(413,718)	(1,973,035)	(2,386,753)
Net pension and OPEB liabilities	(453,199)	(930,615)	-	-	-	(1,383,814)
Deferrals related to pension and OPEB	345,741	757,673	-	-	-	1,103,414
Accrued and other liabilities	31,155	65,573	-	-	-	96,728
Total adjustments	<u>3,364,291</u>	<u>1,666,871</u>	<u>2,166,364</u>	<u>152,209</u>	<u>6,266,238</u>	<u>13,615,973</u>
Net cash and cash equivalents (used in) provided by operating activities	<u>\$ (2,241,428)</u>	<u>\$ 721,843</u>	<u>\$ 4,587,587</u>	<u>\$ 631,597</u>	<u>\$ 7,391,798</u>	<u>\$ 11,091,397</u>
Significant Noncash Transactions -						
Capital-related items included in accounts payable and retainage payable as of fiscal year end	\$ -	\$ 1,701,920	\$ 46,134	\$ -	\$ -	\$ 1,748,054

City of Dearborn, Michigan

Supplementary Information Fiduciary Funds Fund Descriptions

Pension Trust Funds

The City operates three defined benefit retirement systems, which are accounted for in three separate funds. The systems cover full-time employees not covered by the defined contribution or Municipal Employees' Retirement System of Michigan (MERS) plans. The City's three defined benefit plans are all closed to newly hired employees. The funds include the General Employees' Retirement System Fund, covering certain full-time general employees (excluding sworn police and fire); the Police and Fire Revised Retirement System Fund, which covers certain police and fire employees hired since 1956; and the Policemen's and Firemen's Retirement System Fund, which covers police and fire employees hired prior to the establishment of the revised system.

A defined benefit pension plan administered by MERS was made available to police personnel hired on or after July 1, 2005 and fire personnel hired on or after May 1, 2009. This plan may be elected by police and fire employees who are otherwise eligible for the City's defined contribution plan.

Postemployment Healthcare Fund

This fund accounts for amounts reserved to pay for current and future postemployment health insurance expenses. This fund is equivalent to a trust arrangement, and funding is determined by actuarial studies to stabilize budget requirements as a percentage of pay.

Tax Collection Fund

This fund accounts for moneys collected on behalf of all taxing authorities (state, county, school district, and various smaller authorities).

District Court Fund

This fund accounts for moneys collected by the court as bonds or for eventual distribution to the City as the district control unit or the State of Michigan.

City of Dearborn, Michigan

**Supplementary Information
Combining Statement of Fiduciary Net Position
Fiduciary Funds**

June 30, 2024

	Pension and Other Employee Benefit Trust Funds					Custodial Funds		
	General Employees' Retirement System	Police and Fire Revised Retirement System	Policemen's and Firemen's Retirement System	Postemployment Healthcare	Total	Tax Collection	District Court	Total
Assets								
Cash and cash equivalents	\$ 367,120	\$ 58,840	\$ 58,134	\$ 177,184	\$ 661,278	\$ 103,787	\$ 55,000	\$ 158,787
Investments:								
Other short-term investments	1,592,354	3,934,957	198,386	1,670,235	7,395,932	-	-	-
Negotiable CDs	77,650	12,466	12,329	37,591	140,036	-	-	-
Stocks	73,195,718	203,157,027	6,361,278	100,758,077	383,472,100	-	-	-
Fixed-income funds	48,010,605	84,092,109	9,513,762	51,289,206	192,905,682	-	-	-
Real estate	7,650,637	28,429,355	-	5,963,285	42,043,277	-	-	-
Mutual funds	30,666,466	23,632,304	10,746,826	-	65,045,596	-	-	-
Receivables:								
Property taxes receivable	-	-	-	-	-	754	-	754
Accrued interest receivable	97,356	234,492	30,613	216,470	578,931	-	-	-
Other receivables	175,379	390,275	503	126,721	692,878	-	-	-
Due from other governments	-	-	-	-	-	33,187	-	33,187
Total assets	<u>161,833,285</u>	<u>343,941,825</u>	<u>26,921,831</u>	<u>160,238,769</u>	<u>692,935,710</u>	<u>137,728</u>	<u>55,000</u>	<u>192,728</u>
Liabilities								
Accounts payable	220,101	380,940	7,222	42,135	650,398	137,698	-	137,698
Due to other governmental units	-	-	-	-	-	30	55,000	55,030
Total liabilities	<u>220,101</u>	<u>380,940</u>	<u>7,222</u>	<u>42,135</u>	<u>650,398</u>	<u>137,728</u>	<u>55,000</u>	<u>192,728</u>
Net Position								
Restricted:								
Pension	161,613,184	343,560,885	26,914,609	-	532,088,678	-	-	-
Postemployment benefits other than pension	-	-	-	160,196,634	160,196,634	-	-	-
Total net position	<u>\$ 161,613,184</u>	<u>\$ 343,560,885</u>	<u>\$ 26,914,609</u>	<u>\$ 160,196,634</u>	<u>\$ 692,285,312</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Dearborn, Michigan

Supplementary Information Combining Statement of Changes in Fiduciary Net Position Fiduciary Funds

Year Ended June 30, 2024

	Pension and Other Employee Benefit Trust Funds					Custodial Funds		
	General Employees' Retirement System	Police and Fire Revised Retirement System	Policemen's and Firemen's Retirement System	Postemployment Healthcare	Total	Tax Collection	District Court	Total
Additions								
Investment income (loss):								
Interest and dividends	\$ 2,121,211	\$ 3,874,838	\$ 739,072	\$ 3,196,362	\$ 9,931,483	\$ -	\$ -	\$ -
Net increase in fair value of investments	15,432,158	32,314,116	3,711,259	15,133,344	66,590,877	-	-	-
Investment-related expenses	(339,843)	(1,579,013)	(31,007)	(109,999)	(2,059,862)	-	-	-
Net investment income	17,213,526	34,609,941	4,419,324	18,219,707	74,462,498	-	-	-
Contributions:								
Employer contributions	2,552,753	12,697,501	-	7,015,466	22,265,720	-	-	-
Employee contributions	249,948	498,430	-	-	748,378	-	-	-
Total contributions	2,802,701	13,195,931	-	7,015,466	23,014,098	-	-	-
Fines and fees	-	-	-	-	-	-	2,762,609	2,762,609
Property tax collections	-	-	-	-	-	126,850,156	-	126,850,156
Total additions	20,016,227	47,805,872	4,419,324	25,235,173	97,476,596	126,850,156	2,762,609	129,612,765
Deductions								
Benefit payments	16,085,191	26,185,195	882,590	9,806,351	52,959,327	-	-	-
Refunds of contributions	4,399	1,160,464	-	-	1,164,863	-	-	-
Administrative expenses	79,863	125,139	70,094	21,291	296,387	-	-	-
Claims and judgments	-	25,516	-	-	25,516	-	-	-
Distributions to other governments	-	-	-	-	-	126,850,156	2,762,609	129,612,765
Total deductions	16,169,453	27,496,314	952,684	9,827,642	54,446,093	126,850,156	2,762,609	129,612,765
Net Increase in Fiduciary Net Position	3,846,774	20,309,558	3,466,640	15,407,531	43,030,503	-	-	-
Net Position - Beginning of year	157,766,410	323,251,327	23,447,969	144,789,103	649,254,809	-	-	-
Net Position - End of year	<u>\$ 161,613,184</u>	<u>\$ 343,560,885</u>	<u>\$ 26,914,609</u>	<u>\$ 160,196,634</u>	<u>\$ 692,285,312</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Statistical Section

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health

The statistical section is organized into the following main categories:

- Financial trends
- Revenue capacity
- Debt capacity
- Demographic and economic information
- Operating information

Sources - Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Governmental Activities:				
Net investment in capital assets	\$ 181,189,047	\$ 191,870,660	\$ 198,367,487	\$ 208,505,984
Restricted	13,361,366	14,815,686	15,889,698	17,421,022
Unrestricted	(14,703,939)	(31,237,828)	(41,965,010)	(179,895,815)
Total net position	<u>\$ 179,846,474</u>	<u>\$ 175,448,518</u>	<u>\$ 172,292,175</u>	<u>\$ 46,031,191</u>
Business Type Activities:				
Net investment in capital assets	\$ 193,596,164	\$ 211,580,077	\$ 233,173,005	\$ 224,075,598
Restricted	25,781,055	14,905,135	19,142,203	10,979,271
Unrestricted	60,779,679	62,577,385	50,578,533	16,470,087
Total net position	<u>\$ 280,156,898</u>	<u>\$ 289,062,597</u>	<u>\$ 302,893,741</u>	<u>\$ 251,524,956</u>
Primary government in total:				
Net investment in capital assets	\$ 374,785,211	\$ 403,450,737	\$ 431,540,492	\$ 432,581,582
Restricted	39,142,421	29,720,821	35,031,901	28,400,293
Unrestricted	46,075,740	31,339,557	8,613,523	(163,425,728)
Total net position	<u>\$ 460,003,372</u>	<u>\$ 464,511,115</u>	<u>\$ 475,185,916</u>	<u>\$ 297,556,147</u>

Net Position by Component

Last Ten Fiscal Years
(accrual basis of accounting)

As of June 30,					
2019	2020	2021	2022	2023	2024
\$ 226,687,419	\$ 237,305,169	\$ 244,606,958	\$ 243,145,767	\$ 250,599,674	\$ 272,309,638
20,589,038	18,778,943	18,765,872	24,572,967	53,297,349	64,357,129
<u>(195,612,464)</u>	<u>(227,907,180)</u>	<u>(184,130,813)</u>	<u>(157,358,487)</u>	<u>(78,133,263)</u>	<u>(85,306,022)</u>
<u>\$ 51,663,993</u>	<u>\$ 28,176,932</u>	<u>\$ 79,242,017</u>	<u>\$ 110,360,247</u>	<u>\$ 225,763,760</u>	<u>\$ 251,360,745</u>
\$ 246,275,532	\$ 259,237,292	\$ 281,729,112	\$ 299,392,833	\$ 306,084,465	\$ 319,186,821
11,073,712	11,965,924	13,234,713	15,118,678	19,280,525	21,454,444
18,184,644	18,132,176	12,235,668	282,157	17,717,718	12,720,460
<u>\$ 275,533,888</u>	<u>\$ 289,335,392</u>	<u>\$ 307,199,493</u>	<u>\$ 314,793,668</u>	<u>\$ 343,082,708</u>	<u>\$ 353,361,725</u>
\$ 472,962,951	\$ 496,542,461	\$ 526,336,070	\$ 542,538,600	\$ 556,384,139	\$ 591,496,459
31,662,750	30,744,867	32,000,585	39,691,645	72,877,874	85,811,573
<u>(177,427,820)</u>	<u>(209,775,004)</u>	<u>(171,895,145)</u>	<u>(157,076,330)</u>	<u>(60,415,545)</u>	<u>(72,585,562)</u>
<u>\$ 327,197,881</u>	<u>\$ 317,512,324</u>	<u>\$ 386,441,510</u>	<u>\$ 425,153,915</u>	<u>\$ 568,846,468</u>	<u>\$ 604,722,470</u>

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Expenses:				
General government	\$ 16,125,892	\$ 18,899,385	\$ 23,538,913	\$ 16,576,427
District Court	-	-	-	-
Public safety	62,447,337	70,143,987	70,825,489	87,342,059
Public works	22,756,920	21,761,119	24,598,364	27,479,082
Public health	-	-	-	-
Community & economic development	2,541,722	7,359,131	1,671,366	1,728,336
Recreation and culture	23,646,790	22,605,162	22,703,075	24,423,187
Interest on long-term debt	-	-	-	-
Total governmental activities	<u>127,518,661</u>	<u>140,768,784</u>	<u>143,337,207</u>	<u>157,549,091</u>
Program revenues:				
Charges for services				
General government	4,640,656	5,096,832	4,429,170	4,743,453
District Court	-	-	-	-
Public safety	9,455,854	9,111,385	11,067,966	10,830,169
Public works	704,128	2,114,110	1,180,388	1,001,809
Public health	-	-	-	-
Community & economic development	28,248	28,876	27,000	32,177
Recreation and culture	<u>7,958,928</u>	<u>8,600,034</u>	<u>9,037,016</u>	<u>9,379,063</u>
Total charges for services	22,787,814	24,951,237	25,741,540	25,986,671
Operating grants and contributions	9,423,726	10,471,797	12,723,977	13,591,525
Capital grants and contributions	<u>13,129,607</u>	<u>11,898,958</u>	<u>4,918,468</u>	<u>6,368,490</u>
Total program revenue	<u>45,341,147</u>	<u>47,321,992</u>	<u>43,383,985</u>	<u>45,946,686</u>
Net (expense) revenue	<u>(82,177,514)</u>	<u>(93,446,792)</u>	<u>(99,953,222)</u>	<u>(111,602,405)</u>
General revenues:				
Property taxes	78,864,715	79,733,317	73,176,009	73,721,119
State-shared revenues	10,103,356	9,061,672	23,066,529	25,098,577
Investment earnings	44,036	156,269	403,476	871,687
Miscellaneous	<u>308,125</u>	<u>97,578</u>	<u>109,177</u>	<u>241,551</u>
Total general revenues	89,320,232	89,048,836	96,755,191	99,932,934
Transfers	<u>14,540,831</u>	<u>-</u>	<u>41,688</u>	<u>68,623</u>
Change in net position	<u>\$ 21,683,549</u>	<u>\$ (4,397,956)</u>	<u>\$ (3,156,343)</u>	<u>\$ (11,600,848)</u>

(1) Prior to 2019, the District Court function was consolidated with the general government and public safety functions

Changes in Governmental Net Position

Last Ten Fiscal Years
(accrual basis of accounting)

As of June 30,					
2019 (1)	2020	2021	2022	2023	2024
\$ 11,454,525	\$ 14,338,708	\$ 7,655,013	\$ 11,805,184	\$ 10,226,107	\$ 15,944,806
5,431,586	3,707,757	3,662,731	3,642,882	3,761,558	3,972,165
83,107,151	101,657,050	55,611,550	72,987,059	37,483,601	84,280,551
20,794,427	26,604,590	23,492,851	25,612,029	24,354,592	26,933,159
-	-	-	36,026	204,097	553,593
1,043,823	1,569,291	1,960,159	1,364,037	1,503,387	1,827,015
23,041,209	24,910,144	18,989,518	22,399,415	22,253,916	23,680,717
1,006,842	1,644,585	1,588,990	1,537,107	1,471,549	1,402,423
<u>145,879,563</u>	<u>174,432,125</u>	<u>112,960,812</u>	<u>139,383,739</u>	<u>101,258,807</u>	<u>158,594,429</u>
4,863,426	1,970,100	2,568,925	2,210,967	2,370,935	2,366,010
4,809,282	3,966,632	4,897,861	5,406,110	5,062,858	4,946,937
7,410,063	10,845,346	10,435,878	12,699,220	15,290,880	15,636,418
1,618,016	2,084,766	1,826,690	1,487,765	1,677,758	1,842,543
-	-	-	-	-	-
32,633	90,778	34,501	34,796	24,109	41,140
<u>9,366,784</u>	<u>6,574,358</u>	<u>5,525,126</u>	<u>7,604,320</u>	<u>8,187,251</u>	<u>8,682,098</u>
28,100,204	25,531,980	25,288,981	29,443,178	32,613,791	33,515,146
15,108,825	14,761,633	21,412,210	19,747,427	19,501,890	22,822,252
<u>3,585,182</u>	<u>3,583,736</u>	<u>4,617,842</u>	<u>2,713,813</u>	<u>60,389,377</u>	<u>14,217,771</u>
<u>46,794,211</u>	<u>43,877,349</u>	<u>51,319,033</u>	<u>51,904,418</u>	<u>112,505,058</u>	<u>70,555,169</u>
<u>(99,085,352)</u>	<u>(130,554,776)</u>	<u>(61,641,779)</u>	<u>(87,479,321)</u>	<u>11,246,251</u>	<u>(88,039,260)</u>
75,582,143	78,215,990	81,911,177	83,932,394	70,300,900	73,963,857
25,175,883	26,287,736	27,820,749	33,386,426	33,239,202	29,868,132
1,550,483	1,174,216	13,382	(568,316)	4,272,203	6,358,924
<u>2,381,500</u>	<u>1,705,574</u>	<u>1,848,175</u>	<u>1,792,918</u>	<u>2,193,503</u>	<u>2,219,295</u>
104,690,009	107,383,516	111,593,483	118,543,422	110,005,808	112,410,208
28,145	(315,801)	(82,677)	54,129	(5,848,546)	1,226,037
<u>\$ 5,632,802</u>	<u>\$ (23,487,061)</u>	<u>\$ 49,869,027</u>	<u>\$ 31,118,230</u>	<u>\$ 115,403,513</u>	<u>\$ 25,596,985</u>

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Operating Revenue				
Housing	\$ 2,685,340	\$ 2,772,198	\$ 2,597,320	\$ 2,771,901
Golf Course	474,448	-	-	-
Parking	844,313	-	-	-
Sewer	29,350,068	31,998,691	28,573,296	28,418,154
Water	18,902,308	20,677,506	22,462,582	23,214,100
Total operating revenue	52,256,477	55,448,395	53,633,198	54,404,155
Operating grants and contributions	-	-	-	-
Capital grants and contributions	15,426,763	97,530	122,274	-
Total Program Revenues	67,683,240	55,545,925	53,755,472	54,404,155
Operating Expenses				
Housing	2,834,958	2,850,550	3,071,420	2,763,651
Golf Course	450,449	-	-	-
Parking	989,904	-	-	-
Sewer	38,884,885	40,204,876	36,459,511	33,233,673
Water	14,887,593	19,418,369	20,528,144	16,729,369
Total operating expenses	58,047,789	62,473,795	60,059,075	52,726,693
Operating Income (Loss)	9,635,451	(6,927,870)	(6,303,603)	1,677,462
Nonoperating Revenue (Expenses)				
Property taxes	14,820,721	14,986,612	17,456,378	18,280,760
Intergovernmental revenues	-	-	-	-
Investment income	64,528	168,881	349,666	789,334
Miscellaneous	1,057,749	678,076	2,370,391	364,887
Income (Loss) - Before contributions and other items	25,578,449	8,905,699	13,872,832	21,112,443
Special Items	-	-	-	(36,287,463)
Gain (loss) on sale of capital assets	-	-	-	-
Transfers	(14,540,831)	-	(41,688)	(68,623)
Change in Net Position	11,037,618	8,905,699	13,831,144	(15,243,643)
Change in Primary Government net position				
Change in Governmental net position	21,683,549	(4,397,956)	(3,156,343)	(11,600,848)
Change in Business-type net position	11,037,618	8,905,699	13,831,144	(15,243,643)
Total Change in Primary Government net position	\$ 32,721,167	\$ 4,507,743	\$ 10,674,801	\$ (26,844,491)

Changes in Business-type Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

As of June 30,						
2019	2020	2021	2022	2023	2024	
\$ 2,909,597	\$ 2,924,667	\$ 2,929,150	\$ 2,863,049	\$ 2,703,496	\$ 3,315,786	
-	-	-	-	-	-	
-	-	-	-	-	-	
28,835,224	28,102,015	27,621,485	27,410,905	30,133,167	31,004,484	
23,889,310	24,478,970	25,038,761	23,944,435	25,217,528	23,874,177	
55,634,131	55,505,652	55,589,396	54,218,389	58,054,191	58,194,447	
-	-	-	3,803,658	6,403,867	3,252,905	
6,843,920	1,740,360	305,171	535,312	2,452,702	1,205,654	
62,478,051	57,246,012	55,894,567	58,557,359	66,910,760	62,653,006	
3,041,770	1,871,736	1,354,605	3,272,383	2,566,936	3,278,948	
-	-	-	-	-	-	
-	-	-	-	-	-	
30,203,636	34,285,498	34,187,897	42,235,920	40,681,499	44,235,235	
19,660,875	21,728,990	17,261,682	22,047,934	18,112,507	22,444,788	
52,906,281	57,886,224	52,804,184	67,556,237	61,360,942	69,958,971	
9,571,770	(640,212)	3,090,383	(8,998,878)	5,549,818	(7,305,965)	
14,790,857	15,643,907	16,434,085	16,687,071	15,562,367	16,228,407	
3,042,163	3,490,983	3,267,662	-	-	-	
1,884,561	1,278,846	19,581	(226,765)	1,321,717	2,574,737	
(5,298,258)	(5,409,453)	(5,123,769)	-	-	-	
23,991,093	14,364,071	17,687,942	7,461,428	22,433,902	11,497,179	
-	-	-	-	-	-	
45,984	(878,368)	93,482	186,876	6,592	7,875	
(28,145)	315,801	82,677	(54,129)	5,848,546	(1,226,037)	
24,008,932	13,801,504	17,864,101	7,594,175	28,289,040	10,279,017	
5,632,802	(23,487,061)	49,869,027	49,869,027	115,403,513	25,596,985	
24,008,932	13,801,504	17,864,101	7,594,175	28,289,040	10,279,017	
\$ 29,641,734	\$ (9,685,557)	\$ 67,733,128	\$ 57,463,202	\$ 143,692,553	\$ 35,876,002	

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
General Fund:				
Nonspendable	\$ 512,981	\$ 505,131	\$ 600,693	\$ 515,837
Restricted	-	-	543,768	737,573
Assigned	1,417,297	2,550,029	4,249,826	677,696
Unassigned	<u>30,392,398</u>	<u>29,303,490</u>	<u>24,518,228</u>	<u>19,730,404</u>
Total general fund	<u>32,322,676</u>	<u>32,358,650</u>	<u>29,912,515</u>	<u>21,661,510</u>
All other governmental funds:				
Nonspendable	7,216,969	-	-	-
Restricted	12,802,976	14,016,493	15,071,356	16,414,110
Committed	3,195,036	3,618,910	1,177,435	484,658
Assigned	<u>6,238,449</u>	<u>11,347,219</u>	<u>15,815,373</u>	<u>13,849,356</u>
Total all other governmental funds	<u>29,453,430</u>	<u>28,982,622</u>	<u>32,064,164</u>	<u>30,748,124</u>
Total of all governmental funds	<u>\$ 61,776,106</u>	<u>\$ 61,341,272</u>	<u>\$ 61,976,679</u>	<u>\$ 52,409,634</u>

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

As of June 30,

2019	2020	2021	2022	2023	2024
\$ 712,343	\$ 736,303	\$ 496,106	\$ 464,189	\$ 584,942	\$ 718,886
912,716	1,077,762	1,236,679	1,305,713	1,427,454	1,509,290
-	-	1,141,547	1,089,622	1,088,625	1,093,093
<u>19,246,507</u>	<u>17,674,407</u>	<u>25,835,257</u>	<u>34,992,947</u>	<u>34,826,151</u>	<u>35,057,954</u>
<u>20,871,566</u>	<u>19,488,472</u>	<u>28,709,589</u>	<u>37,852,471</u>	<u>37,927,172</u>	<u>38,379,223</u>
-	4,650	4,650	-	-	-
19,049,978	17,020,103	16,904,599	22,567,125	32,285,356	37,776,212
391,629	385,873	603,240	1,044,713	1,004,905	822,324
<u>13,545,900</u>	<u>14,458,201</u>	<u>12,439,078</u>	<u>12,140,164</u>	<u>27,526,243</u>	<u>27,392,343</u>
<u>32,987,507</u>	<u>31,868,827</u>	<u>29,951,567</u>	<u>35,752,002</u>	<u>60,816,504</u>	<u>65,990,879</u>
<u>\$ 53,859,073</u>	<u>\$ 51,357,299</u>	<u>\$ 58,661,156</u>	<u>\$ 73,604,473</u>	<u>\$ 98,743,676</u>	<u>\$ 104,370,102</u>

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Revenue				
Property taxes	\$ 79,071,900	\$ 79,819,086	\$ 73,432,161	\$ 73,933,749
Intergovernmental:				
Federal sources	9,039,418	4,444,926	3,479,240	2,619,452
State sources	17,248,743	18,091,844	32,755,759	36,539,530
Local sources	861,492	642,928	743,019	882,799
Charges for services	12,246,098	12,694,892	12,892,223	12,523,064
Fines and forfeitures	4,843,476	5,160,346	4,717,143	5,182,545
Licenses and permits	2,015,394	2,201,714	3,931,380	3,137,262
Investment income	45,136	158,353	404,192	872,056
Rents and royalties	5,468,228	5,740,784	4,943,584	5,343,043
Private source contributions	101,193	1,040,829	15,965	201,863
Miscellaneous revenue	5,345,015	7,459,324	2,563,442	3,106,947
Total revenue	<u>136,286,093</u>	<u>137,455,026</u>	<u>139,878,108</u>	<u>144,342,310</u>
Expenditures				
Current:				
General government	15,715,360	18,046,089	23,001,629	16,751,543
District Court	-	-	-	-
Public safety	57,726,769	61,005,989	62,994,767	71,285,322
Public works	24,223,671	26,512,738	26,500,232	28,112,720
Public health	-	-	-	-
Community & economic development	2,400,773	4,584,030	1,300,582	1,304,758
Recreation and culture	20,317,658	20,980,745	22,693,697	22,170,376
Utilities	250,020	37,429	47,481	46,756
Loss on land held for resale	607,726	2,667,982	123,356	145,596
Capital outlay	6,069,029	4,054,858	2,622,645	2,391,938
Debt service principal	-	-	-	-
Debt service interest	-	-	-	-
Total expenditures	<u>127,311,006</u>	<u>137,889,860</u>	<u>139,284,389</u>	<u>142,209,009</u>
Excess of Revenue Over Expenditures	<u>8,975,087</u>	<u>(434,834)</u>	<u>593,719</u>	<u>2,133,301</u>
Other Financing Sources (Uses)				
Debt issuance	-	-	-	-
Leases entered into	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	5,863,854	2,900,000	10,565,044	6,801,845
Transfers out	(4,256,580)	(2,900,000)	(10,523,356)	(18,502,191)
Total other financing sources (uses)	<u>1,607,274</u>	<u>-</u>	<u>41,688</u>	<u>(11,700,346)</u>
Net change in fund balances	<u>10,582,361</u>	<u>(434,834)</u>	<u>635,407</u>	<u>(9,567,045)</u>
Fund Balances - Beginning of year	51,193,745	61,776,106	61,341,272	61,976,679
Fund Balances - End of year	\$ 61,776,106	\$ 61,341,272	\$ 61,976,679	\$ 52,409,634

Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%
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(1) Prior to 2019, the District Court function was consolidated with the general government and public safety functions

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

As of June 30,						
2019 (1)	2020	2021	2022	2023	2024	
\$ 75,587,073	\$ 78,182,090	\$ 81,850,837	\$ 84,025,831	\$ 70,291,597	\$ 73,959,569	
3,246,181	1,956,966	8,153,328	3,685,949	49,242,257	4,242,631	
38,156,663	38,438,211	41,106,686	49,549,239	49,482,450	46,910,762	
684,969	553,626	700,607	762,811	681,974	780,779	
12,965,660	13,476,565	13,213,700	14,310,943	16,461,204	18,029,633	
6,193,643	4,342,212	5,038,101	6,252,484	7,604,672	5,262,674	
4,355,023	4,382,482	4,005,710	5,198,540	4,047,046	5,374,784	
1,550,483	1,174,216	13,382	(568,316)	4,272,203	6,358,924	
5,842,753	4,286,508	4,130,006	4,800,356	5,445,589	5,680,266	
232,454	377,713	670,545	179,548	390,789	193,493	
1,337,339	861,689	708,896	735,657	925,231	1,409,353	
<u>150,152,241</u>	<u>148,032,278</u>	<u>159,591,798</u>	<u>168,933,042</u>	<u>208,845,012</u>	<u>168,202,868</u>	
16,959,898	10,002,835	10,324,598	11,186,555	10,692,908	12,961,070	
5,429,779	3,707,757	3,662,731	3,642,485	3,761,558	3,971,901	
97,340,787	78,351,583	79,772,166	80,655,178	75,758,413	82,314,013	
32,055,746	17,051,002	18,634,578	17,910,385	24,033,351	26,887,821	
-	-	-	36,045	204,097	553,593	
2,192,329	1,216,261	2,234,726	1,370,260	1,319,394	1,576,499	
29,432,800	20,817,924	18,777,875	20,443,820	22,041,742	23,836,259	
-	-	-	-	-	-	
-	-	-	-	-	-	
2,736,312	12,707,135	12,954,588	8,841,980	2,280,302	8,080,760	
781,660	1,755,344	1,812,488	1,869,632	1,930,806	1,996,010	
731,216	1,653,753	1,598,742	1,651,233	1,594,537	1,530,774	
<u>187,660,527</u>	<u>147,263,594</u>	<u>149,772,492</u>	<u>147,607,573</u>	<u>143,617,108</u>	<u>163,708,700</u>	
(37,508,286)	768,684	9,819,306	21,325,469	65,227,904	4,494,168	
42,126,000	-	-	-	-	-	
-	-	-	-	-	462,445	
11,878	24,214	11,932	32,816	40,060	15,514	
6,041,584	9,121,504	5,000,457	5,845,671	24,582,030	11,413,043	
(9,221,737)	(12,416,176)	(8,723,896)	(12,260,639)	(64,710,791)	(10,758,744)	
<u>38,957,725</u>	<u>(3,270,458)</u>	<u>(3,711,507)</u>	<u>(6,382,152)</u>	<u>(40,088,701)</u>	<u>1,132,258</u>	
1,449,439	(2,501,774)	6,107,799	14,943,317	25,139,203	5,626,426	
52,409,634	53,859,073	52,553,357	58,661,156	73,604,473	98,743,676	
\$ 53,859,073	\$ 51,357,299	\$ 58,661,156	\$ 73,604,473	\$ 98,743,676	\$ 104,370,102	
0.89%	2.66%	2.49%	2.54%	2.49%	2.27%	

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Assets				
Current assets:				
Cash and cash equivalents	\$ 55,955,900	\$ 55,802,391	\$ 34,863,106	\$ 32,058,598
Investments, short-term	-	-	12,992,616	12,520,784
Accounts Receivable (Net)	4,157,926	4,109,667	4,258,765	4,236,172
Property taxes receivable	15,571	23,919	29,358	15,407
Unbilled accounts receivable	2,668,870	2,569,629	2,718,419	2,291,436
Accrued interest receivable	20,864	41,594	56,855	81,872
Due from other governments	797,354	550,679	265,850	1,258,843
Due from other funds	-	-	-	-
Prepaid items	-	-	-	-
Inventories	185,960	185,960	185,960	185,960
Total current assets	63,802,445	63,283,839	55,370,929	52,649,072
Noncurrent assets:				
Restricted cash and investments	20,958,302	9,971,405	12,263,936	31,768,156
Investments, long-term	-	-	649,418	-
Land held for resale	-	-	-	-
Capital assets (Net)	306,227,602	318,480,273	332,437,245	303,754,047
Total noncurrent assets	327,185,904	328,451,678	345,350,599	335,522,203
Total assets	390,988,349	391,735,517	400,721,528	388,171,275
Deferred Outflows of Resources:				
Pensions	396,887	754,891	464,509	318,531
OPEB	-	-	-	-
Liabilities				
Current liabilities:				
Accounts payable	7,412,269	3,670,126	4,638,710	4,719,779
Accrued interest payable	898,834	916,027	927,977	1,104,222
Accrued liabilities	461,731	210,813	161,117	144,208
Due to other governments	128,149	14,131	49,707	34,184
Due to other funds	-	-	-	92
Liabilities payable from restricted assets	-	-	-	-
Current portion of long-term debt	13,322,612	12,093,537	12,792,872	13,367,603
Total current liabilities	22,223,595	16,904,634	18,570,383	19,370,088
Noncurrent liabilities:				
Liabilities payable from restricted assets	-	-	-	-
Current portion of long term debt payable with restricted assets	550,000	81,250	82,500	85,000
Accrued interest payable with restricted assets	35,431	15,281	13,250	11,187
Long-term debt, net of current portion	177,308,944	176,046,207	173,785,852	187,118,182
Net pension liability	1,613,478	2,196,509	2,390,732	2,655,386
Net OPEB liability	-	-	-	5,673,876
Other liabilities	2,132,396	2,238,609	2,226,065	53,261
Total noncurrent liabilities	181,640,249	180,577,856	178,498,399	195,596,892
Total liabilities	203,863,844	197,482,490	197,068,782	214,966,980
Deferred Inflows of Resources:				
Pensions	29,573	-	-	4,232
OPEB	-	-	-	34,506
Net Position				
Net investment in capital assets	115,596,046	130,340,530	145,858,521	132,728,230
Restricted for:				
Construction	19,690,371	9,390,374	11,923,686	2,000,000
Debt service	6,090,684	5,514,761	7,218,517	8,979,271
Unrestricted	46,114,718	49,762,253	39,116,531	29,776,587
Total net position	\$ 187,491,819	\$ 195,007,918	\$ 204,117,255	\$ 173,484,088

Statement of Net Position, Sewer Fund

Last Ten Fiscal Years
(accrual basis of accounting)

As of June 30,						
2019	2020	2021	2022	2023	2024	
\$ 41,963,366	\$ 33,862,170	\$ 28,077,271	\$ 19,678,045	\$ 27,516,288	\$ 27,139,033	
3,005,671	12,288,832	6,797,511	3,330,887	6,419,285	6,070,710	
6,467,690	6,122,748	3,423,748	3,409,471	3,844,719	3,974,560	
17,364	23,109	46,871	6,331	4,707	12,628	
341,990	116,698	2,294,496	2,732,358	3,094,749	2,977,173	
207,560	80,169	13,491	19,031	194,607	201,371	
841,984	1,733,758	1,931,163	283,090	198,274	241,089	
689,096	241	-	-	-	52,858	
-	-	-	-	-	-	
-	-	-	-	-	-	
53,534,721	54,227,725	42,584,551	29,459,213	41,272,629	40,669,422	
39,795,727	19,485,139	6,518,180	2,170,094	2,000,000	2,000,000	
-	-	-	-	-	-	
-	303,800	193,156	-	-	-	
322,896,153	338,695,227	344,907,521	350,490,403	335,807,264	327,969,390	
362,691,880	358,484,166	351,618,857	352,660,497	337,807,264	329,969,390	
416,226,601	412,711,891	394,203,408	382,119,710	379,079,893	370,638,812	
125,687	369,724	-	532,489	335,567	12,979	
266,185	634,882	319,123	497,304	559,240	1,364	
5,971,393	6,310,590	6,930,317	2,834,528	2,201,896	1,121,980	
1,282,140	1,216,561	1,149,696	1,081,643	1,012,180	941,386	
231,017	251,311	317,828	382,792	250,757	338,137	
27,016	-	-	3,234	39,936	181,118	
-	-	-	50	2,193	-	
-	-	-	-	-	-	
14,299,982	13,814,483	14,035,234	14,279,835	14,230,786	14,473,171	
21,811,548	21,592,945	22,433,075	18,582,082	17,737,748	17,055,792	
-	-	-	-	-	-	
87,500	90,000	91,250	93,750	-	-	
9,063	6,875	4,625	2,344	-	-	
197,565,865	184,381,382	170,254,898	155,881,313	141,650,527	127,177,355	
1,036,014	1,852,187	154,104	1,818,421	1,694,333	1,362,990	
2,796,450	3,566,088	1,780,638	2,819,040	2,091,153	1,158,791	
42,869	72,038	70,363	59,375	41,708	43,180	
201,537,761	189,968,570	172,355,878	160,674,243	145,477,721	129,742,316	
223,349,309	211,561,515	194,788,953	179,256,325	163,215,469	146,798,108	
-	-	1,040,371	-	-	-	
488,656	317,521	804,111	136,474	24,563	22,215	
149,954,385	159,084,910	166,208,346	181,542,274	180,926,829	187,145,395	
2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	
9,073,712	9,965,924	11,234,713	13,118,678	17,280,525	19,454,444	
31,752,411	30,786,627	18,446,037	7,095,752	16,527,314	15,232,993	
\$ 192,780,508	\$ 201,837,461	\$ 197,889,096	\$ 203,756,704	\$ 216,734,668	\$ 223,832,832	

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Adjusted General fund essential services expenditures	\$ 51,827,274	\$ 54,905,523	\$ 56,078,261	\$ 63,111,874
Adjusted total General fund expenditures	108,150,190	108,095,972	122,918,158	131,959,294
Percentage of general operating millage used to fund essential services	47.9216%	50.7933%	45.6224%	47.8268%

Percentage of Operating Millage Used to Fund Essential Services

Last Ten Fiscal Years					
(modified accrual basis of accounting)					
As of June 30,					
2019	2020	2021	2022	2023	2024
\$ 86,815,531	\$ 70,402,668	\$ 72,521,713	\$ 74,145,651	\$ 69,198,446	\$ 74,879,608
170,541,921	131,501,905	128,749,516	130,409,219	177,852,609	134,013,202
50.9057%	53.5374%	56.3278%	56.8561%	38.9077%	55.8748%

City of Dearborn, Michigan

**Revenue Sharing Payments
State of Michigan**

Last Ten Fiscal Years

Fiscal Year Ending June 30,	Revenue Sharing Payments
2015	8,954,051
2016	8,946,866
2017	9,377,452
2018	9,665,843
2019	10,035,317
2020	9,797,667
2021	11,197,138
2022	14,224,603
2023	13,561,761
2024	13,880,778
2025	14,379,958 (adopted budget)

Source: City of Dearborn Finance Department

City of Dearborn, Michigan

History of Sewage System Rates

Last Ten Fiscal Years

Fiscal Year Ending June 30,	Rates Effective July 1,	Sewer Commodity Rate	Quarterly Sewer Capacity Charges Range	
			From 5/8 inches	To 24 inches
2015	2014	37.60	34.03	20,418.00
2016	2015	38.80	35.12	21,072.00
2017	2016	36.40	32.95	19,770.00
2018	2017	38.20	34.60	20,760.00
2019	2018	32.10	54.01	32,406.00
2020	2019	34.50	49.40	29,640.00 (1)
2021	2020	34.70	49.74	29,844.00 (2)
2022	2021	34.70	49.80	29,880.00
2023	2022	44.70	40.51	24,306.00 (3)
2024	2023	48.10	44.46	26,676.00
2025	2024	48.60	42.98	25,788.00

Source: City of Dearborn ordinance

(1) For FY2020, the sewer rate methodology was edited. The revenue required from rates was budgeted to be received 35% from fixed charges and 65% from variable charges.

(2) For FY2021, the sewer rates were kept consistent at the FY2020 rate level for the July 1st - September 30th period. A rate adjustment was instituted October 1st to the rates listed in the table.

(3) For FY2023, the sewer rate methodology was edited. The revenue required from rates is now budgeted to be received 28% from fixed charges and 72% from variable charges.

City of Dearborn, Michigan

Millage rates - Direct City Taxes

Tax Year	Fiscal Year	General operating	Debt	Garbage & Rubbish	Library	Total direct taxes
Dearborn School District						
2014	2015	18.5000	4.2900	2.2700	1.5400	26.6000
2015	2016	18.5000	4.2500	2.1600	1.5400	26.4500
2016	2017	18.5000	4.2500	2.1600	1.7800	26.6900
2017	2018	18.5000	4.2500	1.9100	1.7800	26.4400
2018	2019	18.5000	4.4700	1.9100	1.6900	26.5700
2019	2020	18.5000	4.6000	1.9100	1.6900	26.7000
2020	2021	18.5000	4.6000	1.9100	1.6900	26.7000
2021	2022	18.5000	4.5700	1.9100	1.6900	26.6700
2022	2023	15.0000	4.2500	1.9100	1.5400	22.7000
2023	2024	15.0000	4.2500	2.1100	1.5400	22.9000
2024	2025	15.0000	4.2500	2.1100	1.5400	22.9000

* County Winter Mileage not available at time of schedule preparations.

Westwood School District

2014	2015	18.5000	4.2900	2.2700	1.5400	26.6000
2015	2016	18.5000	4.2500	2.1600	1.5400	26.4500
2016	2017	18.5000	4.2500	2.1600	1.7800	26.6900
2017	2018	18.5000	4.2500	1.9100	1.7800	26.4400
2018	2019	18.5000	4.4700	1.9100	1.6900	26.5700
2019	2020	18.5000	4.6000	1.9100	1.6900	26.7000
2020	2021	18.5000	4.6000	1.9100	1.6900	26.7000
2021	2022	18.5000	4.5700	1.9100	1.6900	26.6700
2022	2023	15.0000	4.2500	1.9100	1.5400	22.7000
2023	2024	15.0000	4.2500	2.1100	1.5400	22.9000
2024	2025	15.0000	4.2500	2.1100	1.5400	22.9000

Note: Michigan law restricts the maximum millage that may be levied by the City without a vote of our residents, as follows:

	General operating	Debt	Garbage & Rubbish
2023	16.0000*	no limit	2.7254

* Maximum millage rate under state law is 16.0000 mills; Dearborn Charter now limits this to 15.000 mills

- (1) 2023 General operating millage rate of 15.0000 is made up of 15 mills of general operating under the City of Dearborn charter.
- (2) County rate includes all Wayne County, Huron Clinton Metropolitan Park Authority and Wayne County Transit Authority (Smart) tax rates.
- (3) Henry Ford Community College is part of the Dearborn school system. Westwood school taxpayers pay a Wayne County Community College rate.
- (4) A homeowner's Principal Residence Exemption (P.R.E.) grants up to 18 mills of school tax relief to qualified homeowners (Public Act 105 of 2003, MCL 211.7cc). It is administered by the local assessor and affects the local tax bill. An independent state homestead property tax credit (MCL 206.508 et seq.) to qualified homeowners and renters is administered directly by the Michigan Department of Treasury as additional tax relief.
- (5) Dearborn School's P.R.E rate includes a "Homestead Supplemental" rate. This is applied to P.R.E. tax parcels only.

Source: City of Dearborn Departments of Assessment and Finance

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

Overlapping Taxes								
County (2)	Community college (3)	Intermediate school district	State Education Tax (SET)	Total Tax Rate Before School Taxes	School P.R.E (5)	Total Tax Rate P.R.E (4) (5)	Overlapping Taxes School Non - P.R.E	Total Tax Rate Non - P.R.E
9.3366	4.0000	3.4643	6.0000	49.4009	11.5200	60.9209	23.3500	72.7509
10.3127	4.0000	3.4643	6.0000	50.2270	11.1700	61.3970	23.0000	73.2270
11.3366	4.0000	3.4643	6.0000	51.4909	10.6850	62.1759	22.8200	74.3109
9.3360	4.0000	5.4643	6.0000	51.2403	10.9900	62.2303	22.8200	74.0603
9.3349	4.0000	5.4643	6.0000	51.3692	10.9900	62.3592	22.8200	74.1892
9.3328	4.0000	5.4643	6.0000	51.4971	10.9900	62.4871	22.8200	74.3171
9.3315	4.0000	5.4643	6.0000	51.4958	9.6700	61.1658	21.5000	72.9958
9.3061	4.0000	5.4520	6.0000	51.4281	9.6700	61.0981	21.5000	72.9281
9.2725	4.0000	5.4275	6.0000	47.4000	3.5000	50.9000	21.5000	68.9000
9.2725	4.0000	5.4275	6.0000	47.6000	3.3900	50.9900	17.3100	64.9100
9.2413	4.0000	5.4092	6.0000	47.5505	3.7050	51.2555	19.3500	66.9005
9.3366	3.2408	3.4643	6.0000	48.6417	0.0000	48.6417	18.0000	66.6417
10.3127	3.2408	3.4643	6.0000	49.4678	0.0000	49.4678	18.0000	67.4678
11.3366	3.2408	3.4643	6.0000	50.7317	0.0000	50.7317	18.0000	68.7317
9.3360	3.2408	5.4643	6.0000	50.4811	0.0000	50.4811	18.0000	68.4811
9.3349	3.2408	5.4643	6.0000	50.6100	0.0000	50.6100	18.0000	68.6100
9.3328	3.2408	5.4643	6.0000	50.7379	0.0000	50.7379	18.0000	68.7379
9.3315	3.2408	5.4643	6.0000	50.7366	0.2986	51.0352	18.2986	69.0352
9.3061	3.2378	5.4520	6.0000	50.6659	5.5924	56.2583	23.5924	74.2583
9.2725	3.2202	5.4275	6.0000	46.6202	2.9859	49.6061	20.9859	67.6061
9.2725	3.2202	5.4275	6.0000	46.8202	2.9859	49.8061	20.9859	67.8061
9.2413	3.2043	5.4092	6.0000	46.7548	6.4675	53.2223	24.4675	71.2223

City of Dearborn, Michigan

Real Property Taxable Value

Tax Year	Fiscal year	Residential	Commercial	Industrial	Industrial Facilities Tax (IFT)	Total Real
2014	2015	1,518,215,789	734,768,227	363,094,110	68,712,098	2,684,790,224
2015	2016	1,554,402,595	744,087,986	356,541,464	58,977,450	2,714,009,495
2016	2017	1,569,415,409	737,568,148	388,286,348	23,977,450	2,719,247,355
2017	2018	1,610,417,859	756,536,397	386,760,404	24,067,450	2,777,782,110
2018	2019	1,671,918,046	785,075,237	410,402,494	23,809,191	2,891,204,968
2019	2020	1,751,096,593	845,976,285	397,708,063	24,276,719	3,019,057,660
2020	2021	1,825,416,417	850,824,390	405,091,180	24,192,681	3,105,524,668
2021	2022	1,898,766,929	883,946,102	380,830,538	24,353,851	3,187,897,420
2022	2023	2,019,346,530	912,796,330	345,978,066	25,562,734	3,303,683,660
2023	2024	2,175,181,047	922,286,815	352,411,038	25,431,251	3,475,310,151
2024	2025	2,344,719,596	960,130,673	349,891,270	17,791,291	3,672,532,830

Note: Under Michigan law, the revenue base is Taxable Value.

Note: Assessed value is determined by the City Assessor. The State of Michigan reviews the City's assessment and assigns a factor to adjust the Assessor's numbers. The State multiplies this factor by the assessed value to arrive at the State Equalized Valuation (SEV). All reported assessed values are equal to the SEV, since the factor for Dearborn is 1.00.

Tax Base Composition

A breakdown of the City's tax year 2024 (fiscal year 2025) taxable valuation is as follows:

By Type	Taxable Valuation	Percent of total
Real Property	\$ 3,672,532,830	90.02%
Personal Property	407,317,650	9.98%
Total	\$ 4,079,850,480	100.00%

By Class	Taxable Valuation	Percent of total
Ad Valorem		
Commercial	\$ 960,130,673	23.53%
Industrial	349,891,270	8.58%
Residential	2,344,719,596	57.47%
Personal	403,946,550	9.90%
Total Ad Valorem	4,058,688,089	99.48%

Special Act		
Commercial	\$ 16,976,771	0.42%
Industrial	586,800	0.01%
Residential	227,720	0.01%
Personal	3,371,100	0.08%
Total Special Act	21,162,391	0.52%

Total	\$ 4,079,850,480	100.00%
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Source: City of Dearborn Departments of Assessment, Finance and Economic & Community Development

Taxable Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

Personal Property Taxable Value					Tax Increment Financing Total Captured			Estimated Actual Value	Taxable Value as a % of Actual
Personal property	Industrial Facilities Tax (IFT)	Total Personal	Total Value	Tax rate (mills)	Valuation				
593,338,700	428,540,550	1,021,879,250	3,706,669,474	26.60	191,780,589	3,772,790,150	98.25%		
601,898,700	464,460,750	1,066,359,450	3,780,368,945	26.45	199,814,464	3,984,927,350	94.87%		
378,163,650	165,127,900	543,291,550	3,262,538,905	26.69	145,967,206	3,586,575,925	90.97%		
367,565,200	150,996,350	518,561,550	3,296,343,660	26.44	149,113,385	3,728,929,950	88.40%		
390,282,650	91,718,100	482,000,750	3,373,205,718	26.57	147,330,713	3,842,804,400	87.78%		
386,158,021	71,868,700	458,026,721	3,477,084,381	26.70	168,078,513	4,200,488,571	82.78%		
457,556,150	65,091,300	522,647,450	3,628,172,118	26.70	158,590,865	4,465,371,700	81.25%		
433,737,250	56,457,900	490,195,150	3,678,092,570	26.67	158,696,264	4,646,861,150	79.15%		
423,905,250	16,901,700	440,806,950	3,744,490,610	22.70	119,980,874	4,844,348,250	77.30%		
418,725,350	8,029,700	426,755,050	3,902,065,201	22.90	125,744,437	5,216,159,575	74.81%		
403,946,550	3,371,100	407,317,650	4,079,850,480	22.90	138,960,437	5,629,097,100	72.48%		

City of Dearborn, Michigan

Principal Property Taxpayers

Next Year, Current Year, and Nine Years Previous

Taxpayer	FY2025/TY2024			FY2024/TY2023			FY2015/TY2014		
	Taxable Value	Rank	Percent of total	Taxable Value	Rank	Percent of total	Taxable Value	Rank	Percent of total
Ford Motor Company	371,968,009	1	9.14%	378,598,017	1	9.30%	875,191,480	1	23.68%
DTE Energy Company *	127,717,352	2	3.14%	112,265,911	2	2.76%	51,118,401	6	1.38%
Cleveland-Cliffs (AK Steel, Severstal Steel)	47,057,833	3	1.16%	46,759,865	3	1.15%	323,296,250	2	8.75%
ITC Transmission	38,528,948	4	0.95%	38,745,560	5	0.95%			0.00%
Ford Motor Land Development Corp	37,583,035	5	0.92%	42,791,450	4	1.05%	33,638,713	5	0.91%
Dearborn Industrial Generation	31,749,400	6	0.78%	31,749,400	6	0.78%	39,184,000	3	1.06%
Fairlane Town Center	17,164,700	7	0.42%	16,214,700	7	0.40%			0.00%
FIRO Property LLC	16,406,633	8	0.40%	15,625,365	9	0.38%			0.00%
The ACG (AAA of Michigan)	15,340,420	9	0.38%	17,104,839	10	0.42%	21,580,550	7	0.58%
Dearborn Schaefer Office Co LLC	14,862,604	10	0.37%	-		0.00%	12,334,000	9	0.33%
AMS Ford 2, LLC			0.00%	15,898,500	8	0.39%			0.00%
TM Fairlane Center LP			0.00%			0.00%	33,406,400	4	0.90%
Dearborn Industrial			0.00%			0.00%	21,236,550	8	0.57%
Royal Realities LLC			0.00%			0.00%	7,530,450	10	0.20%
Fairlane Venture One, LLC			0.00%			0.00%			0.00%
Total - ten largest taxpayers	718,378,934		17.65%	715,753,607		18.60%	1,418,516,794		38.38%
Total - all other taxpayers	3,350,785,281		82.35%	3,132,694,581		81.40%	2,277,110,548		61.62%
Total - all taxpayers	\$ 4,069,164,215		100.00%	\$ 3,848,448,188		100.00%	\$ 3,695,627,342		100.00%

Notes:

Taxes are billed and collected as current beginning in July of one year through February of the following year. Taxable values include Ad Valorem and Industrial Facilities Tax (Act 198) taxable values.

* Detroit Edison and Michigan Consolidated Gas are reported as one combined taxpayer DTE Energy Company.

Total Abated OPRA (Obsolete Property Rehabilitation Act) value for 2023 taxable year applicable to Urbcam Michigan LLC was \$15,557,038.

Abated Industrial Facilities Taxable Value for the 2023 tax year applicable to AK Steel Company was \$8,900,000 (Real Property).

Abated Commercial Facilities Taxable Value for 2023 taxable year applicable to Carhartt was \$3,831,000 (Personal Property).

Source: City of Dearborn Department of Assessment

City of Dearborn, Michigan

Principal Sewage Utility Customers

June 30, 2024

Employer	Estimated Sewage Volumes (in cubic feet) (1)	Estimated Sewage Disposal Charges Billed (2)
1 AK Steel (3)	49,071,000	\$ 1,192,426
2 Ford Rouge Plant	35,517,800	863,083
3 Oakwood Healthcare	10,781,600	261,993
4 Great Lakes Water Authority	3,193,900	77,612
5 Ford Motor Company	2,681,208	65,154
6 University of Michigan Dearborn	2,354,500	57,215
7 The Henry	2,239,600	54,423
8 Fairlane Town Center	1,426,600	34,667
9 Kenwal Steel Corp	1,315,100	31,957
10 Allegria Village	411,400	9,997
Total - ten largest sewage customers	108,992,708	\$ 2,648,527

Notes:

(1) Sewage customers reported - some utility customers have high water volumes, but do not have their sewage treated.

(2) The charges estimate is based on the year's commodity rate. Actual sewage disposal charges are billed to include commodity, capacity, and IWCC charges (passed through from Great Lakes Water Authority based on meter size).

(3) AK Steel is only billed sewage charges for half of their water usage.

Source: City of Dearborn DPW Water Division

City of Dearborn, Michigan

Year ended June 30,	Tax Year	Total levy	Current collections	Percent collected	Delinquent Tax
2015	2014	71,605,915	71,512,013	99.87%	93,902
2016	2015	72,316,120	72,173,975	99.80%	142,145
2017	2016	65,040,062	64,928,988	99.83%	111,074
2018	2017	65,197,614	65,112,330	99.87%	85,284
2019	2018	67,462,483	67,296,892	99.75%	165,591
2020	2019	69,386,657	69,289,930	99.86%	96,727
2021	2020	72,835,616	72,715,161	99.83%	120,455
2022	2021	73,952,178	73,845,093	99.86%	107,085
2023	2022	61,735,721	61,677,209	99.91%	58,512
2024	2023	65,503,205	65,435,249	99.90%	67,956
2025	2024	69,447,558	in process of collection		

Tax Year	Delinquent Tax	Collections		
		Fiscal Year 2023-2024	Prior Fiscal Years	Total
2014	93,902	-	178,742	178,742
2015	142,145	-	148,514	148,514
2016	111,074	-	132,604	132,604
2017	85,284	546	63,203	63,749
2018	165,591	124	146,180	146,304
2019	96,727	706	58,212	58,918
2020	120,455	1,712	90,428	92,140
2021	107,085	3,302	80,764	84,066
2022	58,512	15,201	13,247	28,448
2023	67,956	26,647	-	26,647

Property Tax Levies and Collections

Last Ten Fiscal Years

Delinquent collections	Delinquent Balance as of June 30, 2024	Total tax collections	Percent of levy collected
84,066	9,836	71,596,079	100.0%
142,145	-	72,316,120	100.0%
111,074	-	65,040,062	100.0%
83,300	1,984	65,195,630	100.0%
151,012	14,579	67,447,904	100.0%
63,003	33,724	69,352,933	100.0%
94,816	25,639	72,809,977	100.0%
85,038	22,047	73,930,131	100.0%
43,501	15,011	61,720,710	100.0%
26,580	41,376	65,461,829	100.0%

Adjustments	Delinquent Balance as of June 30, 2024
94,676	9,836
6,369	-
21,530	-
(19,551)	1,984
(4,708)	14,579
(4,085)	33,724
(2,676)	25,639
(972)	22,047
(15,053)	15,011
67	41,376

City of Dearborn, Michigan

Tax Year Fiscal Year	2015 2016	2016 2017	2017 2018	2018 2019
Taxable Value	\$ 3,780,368,945	\$ 3,262,538,905	\$ 3,296,343,660	\$ 3,373,205,718
State Equalized Value (1)	\$ 3,984,927,350	\$ 3,586,575,925	\$ 3,728,929,950	\$ 3,842,804,400
True Cash Value (2)	\$ 7,969,854,700	\$ 7,173,151,850	\$ 7,457,859,900	\$ 7,685,608,800
Population (3)	102,284	102,284	101,584	101,936
Per Capita Taxable Value	\$ 36,960	\$ 31,897	\$ 32,449	\$ 33,091
Per Capita State Equalized Value	\$ 38,959	\$ 35,065	\$ 36,708	\$ 37,698
Per Capita True Cash Value	\$ 77,919	\$ 70,130	\$ 73,416	\$ 75,396

(1) Assessed value is determined by the City Assessor. The State of Michigan reviews the City's assessment and assigns a factor to adjust the Assessor's numbers. The State multiplies this factor by the assessed value to arrive at the State Equalized Valuation (SEV). All reported assessed values are equal to the SEV, since the factor for Dearborn is 1.00.

(2) The True Cash Value is twice the State Equalized Value.

(3) Population statistics are the SEMCOG estimates as of July 1 as published in Southeast Michigan Council of Government's "Population and Households in Southeast Michigan, July, 2024".

Per Capita Taxable Value

Last Ten Fiscal Years

2019 2020	2020 2021	2021 2022	2022 2023	2023 2024	2024 2025
\$ 3,477,084,381	\$ 3,628,172,118	\$ 3,678,092,570	\$ 3,744,490,610	\$ 3,902,065,201	\$ 4,079,850,480
\$ 4,200,488,571	\$ 4,465,371,700	\$ 4,646,861,150	\$ 4,844,348,250	\$ 5,216,159,575	\$ 5,629,097,100
\$ 8,400,977,142	\$ 8,930,743,400	\$ 9,293,722,300	\$ 9,688,696,500	\$ 10,432,319,150	\$ 11,258,194,200
101,636	109,976	110,978	\$ 107,985	\$ 109,967	not yet available
\$ 34,211	\$ 32,991	\$ 33,143	\$ 34,676	\$ 35,484	not yet available
\$ 41,329	\$ 40,603	\$ 41,872	\$ 44,861	\$ 47,434	not yet available
\$ 82,657	\$ 81,206	\$ 83,744	\$ 89,723	\$ 94,868	not yet available

Debt Capacity

These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Governmental Activities:				
General obligation bonds	\$ 5,773,651	\$ 4,410,742	\$ 14,799,978	\$ 29,358,291
Leases	-	-	-	-
Business Type Activities:				
General obligation bonds	186,498,731	185,775,993	184,537,216	198,706,783
Revenue bonds	5,276,637	2,978,812	2,593,812	2,203,812
Total business type activities	191,775,368	188,754,805	187,131,028	200,910,595
Total debt of the government	\$ 197,549,019	\$ 193,165,547	\$ 201,931,006	\$ 230,268,886
Total residential personal income	\$ 2,150,226,060	\$ 2,179,774,324	\$ 2,202,685,940	\$ 2,198,887,264
Ratio of total debt to personal income	9.19%	8.86%	9.17%	10.47%
Total Population*	101,130	102,284	102,284	101,584
Total debt per capita	\$ 1,953	\$ 1,889	\$ 1,974	\$ 2,267

Note: The City of Dearborn has no installment purchase agreements, special assessment bonds or capital leases.

* Population statistics are the SEMCOG estimates as of July 1 as published in Southeast Michigan Council of Government's "Population and Households in Southeast Michigan, July, 2024."

Ratios of Outstanding Debt

Last Ten Fiscal Years

As of June 30,					
2019	2020	2021	2022	2023	2024
\$ 72,933,466	\$ 69,671,021	\$ 66,301,639	\$ 62,835,319	\$ 59,257,822	\$ 55,555,145
-	-	-	188,766	76,753	423,926
218,442,083	204,784,589	190,889,034	176,765,417	162,392,918	147,775,716
1,798,812	1,383,812	958,812	523,812	78,812	-
<u>220,240,895</u>	<u>206,168,401</u>	<u>191,847,846</u>	<u>177,289,229</u>	<u>162,471,730</u>	<u>147,775,716</u>
<u>\$ 293,174,361</u>	<u>\$ 275,839,422</u>	<u>\$ 258,149,485</u>	<u>\$ 240,313,314</u>	<u>\$ 221,806,305</u>	<u>\$ 203,754,787</u>
\$ 2,290,196,112	\$ 2,393,019,620	\$ 2,633,155,368	\$ 2,633,155,368	\$ 2,879,411,430	\$ 3,208,177,258
12.80%	11.53%	9.80%	9.13%	7.70%	6.35%
101,936	101,636	109,976	110,978	107,985	109,967
\$ 2,876	\$ 2,714	\$ 2,347	\$ 2,165	\$ 2,054	\$ 1,853

City of Dearborn, Michigan

Fiscal Year	Tax-limited General obligation bonds (LTGO)	Tax supported bonds (UTGO)	Less pledged debt service funds (2)
2015	5,773,651	186,498,731	5,408,184
2016	4,410,741	185,775,993	5,030,261
2017	14,799,978	184,537,216	6,974,016
2018	29,358,291	198,706,783	8,773,880
2019	72,933,466	218,442,083	8,894,712
2020	69,671,021	204,784,589	9,820,924
2021	66,301,639	190,889,034	11,124,711
2022	62,835,319	176,765,417	13,061,711
2023	59,257,822	162,392,918	17,280,525
2024	55,555,145	147,775,716	19,454,444

(1) Population statistics are the SEMCOG estimates as of July 1 as published in Southeast Michigan Council of Governments' "Population and Households in Southeast Michigan, July, 2024." FY2021 population is based on the 2020 census.

(2) The difference between the amounts pledged for debt service funds here and the net position restricted for debt service (in the Sewer fund) is the amount reserved for the revenue bond.

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

Net general bonded debt	Taxable value	Debt as a percentage of taxable value	Population (1)	Debt per capita
186,864,198	3,706,669,474	5.04%	101,130	1,848
185,156,473	3,780,368,945	4.90%	102,284	1,810
192,363,178	3,262,538,905	5.90%	102,284	1,881
219,291,194	3,296,343,660	6.65%	101,584	2,159
282,480,837	3,373,205,718	8.37%	101,936	2,771
264,634,686	3,477,084,381	7.61%	101,636	2,604
246,065,962	3,628,172,118	6.78%	109,976	2,237
226,539,025	3,678,092,570	6.16%	110,978	2,041
204,370,215	3,744,490,610	5.46%	107,985	1,893
183,876,417	3,902,065,201	4.71%	109,967	1,672

City of Dearborn, Michigan

	As of June 30,			
	2015	2016	2017	2018
Valuation base				
State equalized valuation - excluding IFT values	\$ 3,275,537,502	\$ 3,461,489,150	\$ 3,397,470,575	\$ 3,553,866,150
Plus: equivalent valuation of Act 198 exemptions	497,252,648	523,438,200	189,105,350	175,063,800
Plus: equivalent valuation for revenue sharing	-	-	351,347,021	359,522,579
Total valuation	3,772,790,150	3,984,927,350	3,937,922,946	4,088,452,529
Legal debt limitation - 10% of total valuation	\$ 377,279,015	\$ 398,492,735	\$ 393,792,295	\$ 408,845,253
Calculation of debt subject to limit:				
Total debt	197,549,019	193,165,547	201,931,006	230,268,886
Less: Lease not subject to limit	-	-	-	-
Less: revenue bonds not subject to limit	(5,276,637)	(2,978,812)	(2,593,812)	(2,203,812)
Less: CSO bonds not subject to limit	-	-	(184,537,216)	(198,706,783)
Less: amount available for repayment of general obligation bonds	-	-	-	-
Net debt subject to limit	192,272,382	190,186,735	14,799,978	29,358,291
Legal debt margin	\$ 185,006,633	\$ 208,306,000	\$ 378,992,317	\$ 379,486,962
Net debt subject to limit as % of debt limit	50.96%	47.73%	3.76%	7.18%

(1) The Home Rule Cities Act provides for the inclusion of State Revenue Sharing and exclusion of CSO related debt. The schedule is amended to reflect these items perspective starting fiscal year 2017.

Legal Debt Margin

Last Ten Fiscal Years

As of June 30,					
2019	2020	2021	2022	2023	2024
\$ 3,727,277,109	\$ 4,104,343,152	\$ 4,376,087,719	\$ 4,566,049,399	\$ 4,801,883,816	\$ 5,182,698,624
115,527,291	96,145,419	89,283,981	80,811,751	42,464,434	33,460,951
<u>377,693,527</u>	<u>366,953,820</u>	<u>419,368,464</u>	<u>533,355,943</u>	<u>575,538,062</u>	<u>606,147,511</u>
4,220,497,927	4,567,442,391	4,884,740,164	5,180,217,093	5,419,886,312	5,822,307,086
\$ 422,049,793	\$ 456,744,239	\$ 488,474,016	\$ 518,021,709	\$ 541,988,631	\$ 582,230,709
293,174,361	275,839,422	258,149,485	240,313,314	221,806,366	203,754,787
-	-	-	(188,766)	(76,754)	(423,926)
(1,798,812)	(1,383,812)	(958,812)	(523,812)	(78,812)	-
(209,099,432)	(195,843,581)	(182,362,730)	(168,666,879)	(154,736,028)	(140,575,176)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
82,276,117	78,612,029	74,827,943	70,933,857	66,914,772	62,755,685
\$ 339,773,676	\$ 378,132,210	\$ 413,646,073	\$ 447,087,852	\$ 475,073,859	\$ 519,475,024
19.49%	17.21%	15.32%	13.69%	12.35%	10.78%

City of Dearborn, Michigan

Direct and Overlapping Governmental Activities Debt

June 30, 2024

Governmental unit	Debt outstanding	Estimated % applicable	Estimated share of overlapping debt	Per Capita (2)
Direct - City of Dearborn	\$ 55,979,071	100.00%	\$ 55,979,071	\$ 540
Overlapping (1):				
Dearborn School District	83,542,500	94.16%	78,663,618	715
Westwood School District	6,405,000	9.48%	607,194	6
Wayne County at large	37,287,155	7.34%	2,736,877	25
Total Overlapping Debt	127,234,655	64.45%	82,007,689	746
Grand Total	\$ 183,213,726	75.31%	\$ 137,986,760	\$ 1,286

Sources:

(1) Overlapping debt figures supplied by the Municipal Advisory Council of Michigan. The percentage of overlapping bonded debt related to each governmental unit was established using the taxable value of assessed property. Percentages were estimated by calculating the portion of each governmental unit's taxable property located within the boundaries of the City and dividing it by the unit's total taxable value.

(2) Population of 109,967 as estimated in the Southeast Michigan Council of Governments' "Population and Households in Southeast Michigan, July, 2024."

City of Dearborn, Michigan

Sewage Disposal System Pledged-Revenue Bond Coverage

Last Ten Fiscal Years

Fiscal year	Sewage Revenue Bonds						
	Gross revenues	Applicable expenses (1)	Net revenues	Debt service			Coverage
				Principal	Interest	Total	
2015	29,717,431	26,176,943	3,540,488	2,180,000	221,700	2,401,700	147%
2016	30,362,086	24,458,855	5,903,231	2,200,000	141,725	2,341,725	252%
2017	29,047,847	26,321,106	2,726,741	325,000	61,125	386,125	706%
2018	28,637,553	24,567,296	4,070,257	330,000	53,000	383,000	1,063%
2019	36,689,374	22,798,917	13,890,457	340,000	44,750	384,750	3,610%
2020	29,147,669	27,754,688	1,392,981	350,000	36,250	386,250	361%
2021	27,639,813	26,407,572	1,232,241	360,000	27,500	387,500	318%
2022	27,259,779	29,665,078	(2,405,299)	365,000	18,500	383,500	-627%
2023	31,012,262	28,098,780	2,913,482	375,000	9,375	384,375	758%
2024	32,943,380	31,908,480	1,034,900	-	-	-	0%

(1) Total operating expenses exclusive of depreciation.

City of Dearborn, Michigan

Water Supply System Pledged-Revenue Bond Coverage

Last Ten Fiscal Years

Water Revenue Bonds							
Fiscal year	Gross revenues	Applicable expenses (1)	Net revenues	Debt service			Coverage
				Principal	Interest	Total	
2015	18,585,514	15,078,170	3,507,344	55,000	15,877	70,877	4,948%
2016	20,738,377	17,621,317	3,117,060	60,000	14,470	74,470	4,186%
2017	22,544,946	18,680,246	3,864,700	60,000	13,345	73,345	5,269%
2018	23,361,742	15,702,524	7,659,218	60,000	11,845	71,845	10,661%
2019	24,566,823	16,740,928	7,825,895	65,000	10,345	75,345	10,387%
2020	24,588,890	19,705,230	4,883,660	65,000	8,720	73,720	6,625%
2021	25,039,020	15,039,462	9,999,558	65,000	7,095	72,095	13,870%
2022	23,910,346	19,415,959	4,494,387	70,000	5,470	75,470	5,955%
2023	25,419,371	15,319,532	10,099,839	70,000	3,720	73,720	13,700%
2024	24,192,356	19,583,910	4,608,446	78,812	1,970	80,782	5,705%

(1) Total operating expenses exclusive of depreciation.

Demographics and Economic Information

These schedules offer demographics and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

City of Dearborn, Michigan

Demographic and Economic Statistics

Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income	Per Capita Personal Income (2)	Unemployment Rate (3)
2015	101,130	2,150,226,060	21,262	5.6%
2016	102,284	2,179,774,324	21,311	4.5%
2017	102,284	2,202,685,940	21,535	2.9%
2018	101,584	2,198,887,264	21,646	3.5%
2019 (4)	101,936	2,290,196,112	22,467	4.4%
2020	101,636	2,393,019,620	23,545	14.3%
2021	109,976	2,633,155,368	23,943	4.1%
2022	110,978	2,842,257,558	25,611	4.6%
2023	107,985	2,886,763,005	26,733	4.4%
2024	109,967	3,208,177,258	29,174	6.2%

(1) Population statistics are the SEMCOG estimates as of July 1 as published in the Southeast Michigan Council of Governments' "Population and Households in Southeast Michigan, July, 2024."

(2) U. S. Census Bureau; 2006-2010 and 2017-2021 American Community Survey 5-Year Estimates.

(3) State of Michigan through Department of Labor and Economic Growth - Labor Market Information.

(4) For FY2019, the total MI unemployment rate was used (4.4%) instead of the Dearborn rate (3.4%).

City of Dearborn, Michigan

Principal Employers

Current and Nine Years Previous

Employer	2024 (1)			2015 (2)		
	Rank	Employees	Percentage of total	Rank	Employees	Percentage of total
Ford Motor Company	1	39,459	69.89%	1	44,598	52.59%
Corewell Health (formally Beaumont)	2	7,277	12.89%	-	-	0.00%
School District of the City of Dearborn	3	2,515	4.45%	7	3,339	3.94%
The Edison Institute (Henry Ford)	4	1,551	2.75%	8	1,752	2.07%
Cleveland Cliffs - Dearborn Works	5	1,290	2.28%	-	-	0.00%
AAA Michigan	6	1,181	2.09%	-	-	0.00%
The City of Dearborn	7	1,600	2.83%	-	-	0.00%
Carhartt Inc.	8	696	1.23%	-	-	0.00%
Hollingsworth Logistics Group	9	452	0.80%	-	-	0.00%
Ghafari Inc.	10	437	0.77%	-	-	0.00%
ADP			0.00%	2	10,000	11.79%
Automotive Components Holdings LLC			0.00%	3	7,000	8.25%
Oakwood Hospital Corporation			0.00%	4	6,167	7.27%
AK Steel (Severstal North America, Inc.)			0.00%	5	4,900	5.78%
Percepta, LLC (HQ)			0.00%	6	4,450	5.25%
EP Management Corporation			0.00%	9	1,400	1.65%
United Technologies Auto (HQ)			0.00%	10	1,200	1.41%
Total		56,458	100.00%		84,806	100.00%

Sources:

(1) Crain's Detroit Business Book, 2024 Crain's List, Wayne County's Largest Employers

(2) FY 2015 City of Dearborn Annual Comprehensive Financial Report.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

City of Dearborn, Michigan

Function/ program:	As of June 30,		
	2015 (1)	2016	2017 (2)
Primary government			
Government activities:			
General government	167.16	167.62	172.93
Public safety	438.82	449.00	448.59
Public works	46.80	47.52	47.60
Health and welfare	1.00	1.00	1.00
Recreation and culture	279.01	275.37	276.39
Community improvement	8.53	9.53	9.60
Total governmental activities	941.32	950.04	956.11
Business-type activities:			
Housing	21.54	20.74	21.24
Sewer	23.06	23.06	23.06
Water	47.12	49.12	50.00
Total business-type activities	91.72	92.92	94.30
Total primary government	1,033.04	1,042.96	1,050
Component unit			
Dix- Vernor Business Development Improvement Authority			
Warren Business Development Improvement Authority			
West Dearborn Downtown Development Authority			
East Dearborn Downtown Development Authority	1.50	1.50	2.65
Total Component Units	1.50	1.50	2.65
Total employees	1,034.54	1,044.46	1,053.06

A full-time employee is scheduled to work 2,080 hours per year (including vacation, sick and paid time off leaves).

Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

(1) The Golf Course and Parking funds were consolidated into the General fund in 2015.

(2) The Telecommunications fund was consolidated into the General fund in 2017.

(3) East Dearborn Downtown Development Authority duties were changed to a contract labor agreement (non City employees).

Source: City of Dearborn Finance Department

Full-Time Equivalent Government Employees

Last Ten Fiscal Years

As of June 30,						
2018	2019 (3)	2020	2021	2022	2023	2024
173.22	181.25	180.61	173.98	184.58	199.60	198.98
476.64	496.16	482.70	477.60	469.69	472.79	470.78
47.60	64.40	60.40	58.98	55.01	71.67	61.71
1.00	1.00	1.00	1.00	2.00	7.70	7.70
268.92	244.72	247.97	230.55	239.60	229.59	247.06
<u>9.60</u>	<u>9.20</u>	<u>9.20</u>	<u>9.20</u>	<u>10.20</u>	<u>19.50</u>	<u>20.50</u>
976.98	996.73	981.88	951.31	961.08	1,000.85	1,006.73
24.62	23.66	22.66	20.99	20.24	19.83	26.24
25.06	30.23	28.00	27.90	26.07	26.07	27.07
<u>54.81</u>	<u>57.63</u>	<u>64.20</u>	<u>65.08</u>	<u>60.94</u>	<u>59.14</u>	<u>60.14</u>
<u>104.49</u>	<u>111.52</u>	<u>114.86</u>	<u>113.97</u>	<u>107.25</u>	<u>105.04</u>	<u>113.45</u>
1,081.47	1,108.25	1,096.74	1,065.28	1,068.33	1,105.89	1,120.18
					1.00	1.00
					1.00	2.00
					2.00	1.90
<u>2.40</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2.00</u>	<u>1.90</u>
<u>2.40</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6.00</u>	<u>6.80</u>
1,083.87	1,108.25	1,096.74	1,065.28	1,068.33	1,111.89	1,126.98

City of Dearborn, Michigan

Function/ program	As of June 30,			
	2015	2016	2017	2018
Public safety				
Police patrol units	58	58	54	57
Fire stations	5	5	5	5
Emergency response vehicles	7	7	7	7
Fire suppression vehicles	11	11	13	12
Public works				
Miles of streets				
Major streets	73.01	73.01	73.01	73.01
Local streets	194.24	194.24	194.24	194.24
Recreation and culture				
Parks and recreation:				
City Parks acreage	310	310	310	310
Number of parks in the City	42	42	42	42
Camp Dearborn (Milford) acreage	626	626	626	626
Regional Parks	2	2	2	2
Golf courses	2	2	2	2
Ice surfaces	2	2	2	2
Libraries:				
Branches	3	3	3	3
Collection - number of volumes	221,316	217,655	210,437	214,401
Utilities				
Water				
Miles of water mains	370.34	372.81	372.04	371.92
Miles of water laterals (1)	-	-	-	-
Fire hydrants	2,886	3,020	3,016	3,016
Sewer				
Miles of sanitary sewers	73.98	74.53	74.64	75.18
Miles of storm sewers	189.34	206.96	209.96	210.86
Miles of combined sewers	348.37	347.69	347.30	346.13

Source: City of Dearborn Annual Administrative Report and various City departments

(1) Because of State mandates, the City is monitoring the material (lead vs. copper) and replacing the lead laterals over time. The lateral total only includes City owned in the Right of Way, not private laterals. The lateral total also includes service lines to hydrants. Miles of water laterals for years prior to 2020 not available.

Capital Asset Statistics

Last Ten Fiscal Years

As of June 30,						
2019	2020	2021	2022	2023	2024	
62	53	58	64	68	68	
5	5	5	5	5	5	
11	9	9	8	8	8	
11	12	11	13	11	12	
73.01	73.01	73.01	73.01	83.32	77.50	
194.24	194.24	194.24	194.24	193.12	193.00	
310	310	310	310	310	310	
42	42	42	42	42	42	
626	626	626	626	626	626	
2	2	2	2	2	2	
2	2	2	2	2	2	
2	2	2	2	2	2	
3	3	3	3	3	3	
200,745	206,881	201,781	202,520	202,751	189,320	
372.68	366.69	359.44	353.76	342.43	348.52	
-	189.15	189.25	187.23	190	190	
3,021	2,957	2,980	2,985	3039	3251	
77.33	88.02	88.61	88.70	99.44	109.73	
215.15	221.08	215.64	212.43	246.54	250.64	
340.88	324.20	323.48	319.21	278.09	252.19	

City of Dearborn, Michigan

Function/ Program	As of June 30,			
	2015	2016	2017	2018
Election data				
Registered voters	58,219	58,603	60,288	61,574
District Court				
Number of court cases	70,279	75,146	71,359	72,544
Building and safety				
Permits issued	6,324	6,151	6,240	6,486
Permit inspections conducted	13,612	13,071	13,403	15,851
Police				
Calls for service	71,790	75,103	77,952	81,632
Traffic citations	26,382	19,623	17,469	20,817
Parking citations	18,424	21,784	22,108	19,911
Fire				
Fire incidents	2,927	3,025	3,185	3,276
Emergency medical services incidents	11,674	11,823	12,219	11,823
Public works				
Miles of street resurfaced	8	3	4	4
Curbside refuse collected (tons)	33,940	32,627	34,077	37,476
Curbside compost collected (tons)	6,550	6,269	6,435	7,151
Curbside recyclables collected (tons)	5,161	5,910	6,110	4,816
Leaf collection (cubic yards)	22,526	18,021	28,581	22,754
Recreation				
Passholder visits	215,461	226,433	223,059	229,181
Library				
Collection - number of volumes	221,316	217,655	210,437	214,401
Circulation - number of transactions	537,739	515,544	481,356	480,890
Number of visitors	406,885	374,763	359,571	374,374
Water				
Number of customers billed	32,567	32,561	32,547	32,564
Total consumption (100 cubic feet)	6,022,481	6,311,771	6,450,687	6,269,237
Sewer				
Sewer water conveyed to Detroit (100 cubic feet)	10,697,630	10,697,630	10,697,630	10,151,500

Source: City of Dearborn Annual Administrative Report and various City departments

(1) The Great Lakes Water Authority established a simplified sewer rate schedule in FY2017. The share remained in effect for the 4 fiscal years 2018-2021.

Operating Indicators

Last Ten Fiscal Years

As of June 30,					
2019	2020	2021	2022	2023	2024
62,804	65,069	69,623	73,467	67,790	75,540
73,392	63,380	62,385	75,356	64,233	68,657
6,736	5,237	5,576	6,183	5,227	5,021
15,293	13,825	12,871	12,598	14,300	12,840
74,972	70,162	71,347	82,941	77,421	86,304
22,077	14,875	12,304	22,597	32,876	21,833
18,746	15,866	12,517	17,638	18,170	14,738
3,051	3,258	3,674	4,369	4,812	4,227
11,853	11,877	12,009	12,444	12,892	13,374
1	3	4	4	5	3
35,284	40,668	41,155	38,703	39,946	37,914
8,006	9,580	7,320	7,142	6,646	8,330
7,603	9,923	9,381	9,344	9,468	8,561
24,009	27,089	27,289	19,230	23,616	22,161
209,218	138,304	45,513	115,353	114,254	122,219
200,932	206,881	201,880	202,520	202,751	189,320
491,456	324,082	278,663	370,588	384,601	394,727
320,235	147,080	22,394	200,013	205,826	217,844
32,616	32,638	32,662	32,679	32,692	32,705
6,377,285	5,801,291	5,850,955	5,416,976	5,450,612	5,154,742
10,151,500	10,151,500	10,151,500	10,989,100	10,989,100	10,989,100

City of Dearborn, Michigan

Federal Awards Supplemental Information
June 30, 2024

City of Dearborn, Michigan

Contents

Independent Auditor's Reports

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in Accordance with *Government
Auditing Standards* 1-2

Report on Compliance for Each Major Federal Program and Report on Internal Control Over
Compliance Required by the Uniform Guidance 3-5

Schedule of Expenditures of Federal Awards 6-7

**Reconciliation of Basic Financial Statements Federal Revenue with Schedule of
Expenditures of Federal Awards** 8

Notes to Schedule of Expenditures of Federal Awards 9

Schedule of Findings and Questioned Costs 10-11



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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

To Management, the Honorable Mayor,
and Members of the City of Council
City of Dearborn, Michigan

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Dearborn, Michigan (the "City") as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 19, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

To Management, the Honorable Mayor,
and Members of the City of Council
City of Dearborn, Michigan

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plante & Moran, PLLC

November 19, 2024



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Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required
by the Uniform Guidance

Independent Auditor's Report

To the Honorable Mayor and Members
of the City of Council
City of Dearborn, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Dearborn, Michigan's (the "City") compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2024. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

To the Honorable Mayor and Members
of the City of Council
City of Dearborn, Michigan

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matter

The results of our auditing procedures disclosed an instance of noncompliance that is required to be reported in accordance with the Uniform Guidance, which is described in the accompanying schedule of findings and questioned costs as Finding 2024-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance finding identified in our compliance audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance, and, accordingly, we express no opinion on it.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance, and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

To the Honorable Mayor and Members
of the City of Council
City of Dearborn, Michigan

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2024-001 to be a material weakness.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance, and, accordingly, we express no opinion on it.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



November 19, 2024

City of Dearborn, Michigan

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Identifying Number	Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Housing and Urban Development -				
Direct programs - CDBG Entitlement Grants Cluster:				
Community Development Block Grant Program	14.218		\$ 138,687	\$ 2,674,270
COVID-19 Community Development Block Grant Program - CARES Act	14.218		-	30,019
Community Development Block Grant - Disaster Recovery	14.218		<u>-</u>	<u>149,757</u>
Total U.S. Department of Housing and Urban Development			138,687	2,854,046
U.S. Department of Agriculture - Passed through Samaritas -				
Food Distribution Cluster - Emergency Food Assistance Program (Food Commodities)	10.569	N/A	-	65,085
U.S. Department of Justice:				
Direct programs:				
Bulletproof Vest Partnership Program 2021	16.607		-	7,655
Bulletproof Vest Partnership Program 2022	16.607		-	825
Equitable Sharing Program	16.922		-	479,301
Drug Court Discretionary Grant Program	16.585		-	91,475
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034		-	151,106
Public Safety Partnership and Community Policing Grants	16.710		-	8,900
JAG Program Cluster - Passed through Wayne Co. Sheriff's Dept.:				
2020 Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0504	-	17,927
2021 Edward Byrne Memorial Justice Assistance Grant Program	16.738	2021-15PBJA-21-GG-01577-JAGX	<u>-</u>	<u>11,434</u>
Total U.S. Department of Justice			-	768,623
U.S. Department of Transportation:				
Highway Safety Cluster:				
Passed through Michigan Department of State Police and Downriver				
Community Conference - State and Community Highway Safety:				
Drive Michigan Safely Task Force - Seatbelt /OWI	20.600	PT 23-39	-	17,550
Drive Michigan Safely Task Force - Seatbelt /OWI	20.600	PT 00-82	-	14,670
Passed through Michigan Supreme Court:				
2023 National Priority Safety Programs	20.616	28467-2023	-	204
2024 National Priority Safety Programs	20.616	32472-2024	<u>-</u>	<u>22,721</u>
Total Highway Safety Cluster			-	55,145
Passed through Southeast Michigan Council of Governments -				
Highway Planning and Construction	20.205	CPG23	-	32,740
Passed through Federal Railroad Administration -				
Consolidated Rail Infrastructure and Safety Improvements	20.325	69A36523403990CRSMI	<u>-</u>	<u>98,037</u>
Total U.S. Department of Transportation			-	185,922
U.S. Department of the Treasury:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds				
Passed through Michigan Economic Development Corp. -				
Revitalization and Placemaking Program	21.027	N/A	-	561,000
Passed through Michigan Department of Environment, Great Lakes, and Energy - Drinking Water Asset Management				
	21.027	N/A	<u>-</u>	<u>132,836</u>
Total U.S. Department of the Treasury			-	693,836
U.S. Department of Homeland Security:				
Federal Emergency Management Agency - Direct programs:				
2020 Assistance to Firefighters Grant - Training & Equipment	97.044		-	106,961
2021 Assistance to Firefighters Grant - Training & Equipment	97.044		-	107,444
2021 Assistance to Firefighters Grant - Smoke Alarms & PT Staff	97.044		-	36,090
2022 Assistance to Firefighters Grant - Fire Prevention & Safety	97.044		-	22,562
2022 Assistance to Firefighters Grant - SCBA Replacement	97.044		<u>-</u>	<u>609,549</u>
Total Assistance to Firefighters			-	882,606
Staffing for Adequate Fire and Emergency Response Grant	97.083		-	1,013,739
FEMA Hazard Mitigation Grant Program	97.039		-	16,771

See notes to schedule of expenditures of federal awards.

City of Dearborn, Michigan

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2024

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Identifying Number	Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Homeland Security (continued):				
Passed through Michigan Department of State Police - Emergency Management Performance Grants	97.042	EMC-2018-EP-00002	\$ -	\$ 64,166
Passed through Wayne County Department of Homeland Security and Emergency Management - Homeland Security Grant Program	97.067	N/A	-	<u>41,567</u>
Total U.S. Department of Homeland Security			-	2,018,849
Institute of Museum and Library Services:				
Grants to States - Passed through Michigan Department of Education - Library of Michigan Library Services and Technology Act Grant Program	45.310	LS-252467-OLS-22	-	8,308
National Leadership Grants	45.312		-	<u>7,521</u>
Total Institute of Museum and Library Services			-	<u>15,829</u>
Total federal expenditures			<u>\$ 138,687</u>	<u>\$ 6,602,190</u>

City of Dearborn, Michigan

**Reconciliation of Basic Financial Statements Federal Revenue
with Schedule of Expenditures of Federal Awards**

Year Ended June 30, 2024

Revenue from federal sources - As reported on financial statements (includes all funds)	\$ 6,320,747
Noncash assistance not reported on the financial statements	65,085
Federal revenue classified as miscellaneous revenue on financial statements	479,301
Unavailable revenue related to grant expenditures incurred as of June 30, 2023	(3,154,208)
Unavailable revenue related to grant expenditures incurred as of June 30, 2024	2,983,273
Other differences	<u>(92,008)</u>
Federal expenditures per the schedule of expenditures of federal awards	<u><u>\$ 6,602,190</u></u>

City of Dearborn, Michigan

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the City of Dearborn, Michigan (the "City") under programs of the federal government for the year ended June 30, 2024. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the same basis of accounting as the basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The pass-through entity identifying numbers are presented where available.

The City has elected not to use the 10 percent *de minimis* indirect cost rate to recover indirect costs, as allowed under the Uniform Guidance.

Note 3 - Noncash Assistance

The value of the noncash assistance received was determined in accordance with the provisions of the Uniform Guidance.

The City has \$65,085 of noncash assistance related to the Food Distribution Cluster (ALN 10.569) during the year ended June 30, 2024 that is included in the schedule of expenditures of federal awards.

City of Dearborn, Michigan

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X None reported

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? X Yes _____ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? X Yes _____ No

Identification of major programs:

Assistance Listing Number	Name of Federal Program or Cluster	Opinion
97.044	Assistance to Firefighters Grant	Unmodified
97.083	Staffing for Adequate Fire and Emergency Response	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X Yes _____ No

Section II - Financial Statement Audit Findings

None

City of Dearborn, Michigan

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section III - Federal Program Audit Findings

Reference Number	Finding
2024-001	<p>Assistance Listing Number, Federal Agency, and Program Name - 97.044, U.S. Department of Homeland Security, Assistance to Firefighters Grant</p> <p>Federal Award Identification Number and Year - Not available</p> <p>Pass-through Entity - Not applicable</p> <p>Finding Type - Material weakness and material noncompliance with laws and regulations</p> <p>Repeat Finding - No</p> <p>Criteria - Per 2 CFR 200.214, nonfederal entities are subject to the nonprocurement debarment and suspension regulations implementing Executive Orders 12549 and 12689, as well as 2 CFR part 180. The regulations in 2 CFR part 180 restrict making federal awards, subawards, and contracts with certain parties that are debarred, suspended, or otherwise excluded from receiving or participating in federal awards.</p> <p>Condition - The City could not provide evidence that it performed a check to verify contractors were not suspended or debarred.</p> <p>Questioned Costs - None</p> <p>Identification of How Questioned Costs Were Computed - Not applicable</p> <p>Context - The City used the grant to procure goods and services from 13 different contractors and was unable to provide evidence that the check for suspension and debarment was completed prior to entering into a contract with them.</p> <p>Cause and Effect - The City did not retain evidence to support that it had conducted the search for whether a contractor was suspended or debarred prior to entering into a contract. Subsequently, the City did complete the search on Sam.gov and retained evidence to support that the contractor was not suspended or debarred, thereby creating no questioned costs.</p> <p>Recommendation - We recommend the City strengthen its controls to ensure documentation is maintained to support that contractors are not suspended or debarred.</p> <p>Views of Responsible Officials and Corrective Action Plan - This item relates to turnover and transition within the purchasing division of the City during the last two years for all of the staff finalizing procurement matters that were replaced due to resignations and retirements.</p> <p>Upon notification of the deficiency, a root cause investigation on the actions involved during the grant procurement were performed to identify cause. The outcome of this investigation will be communicated as educational training within the finance department, which includes purchasing division, operating departmental procurement requestors using federal grant awards, and all accountants. Additionally, management has amended the standard policy for the City to ensure all federal monies are used in accordance with 2 CFR requirements.</p>



FINANCE

EXECUTIVE SUMMARY

REQUEST: Receive and file of FY2024 Fourth Quarter Audited Financial Reports

DEPARTMENT: Finance

BRIEF DESCRIPTION: Fourth quarter audited financial reports are attached for receive and file.

PRIOR COUNCIL ACTION: Receipt and file of the audited FY2024 Fourth Quarter Financial Reports

BACKGROUND: On a quarterly basis, the Finance Department publishes a report including unaudited financial reports, investment reports for the various City accounts including pensions, Council approved year-to-date appropriation listing, any Mayor approved budget memos, asset disposition activity reports, and a position vacancy snapshot.

FISCAL IMPACT: None – Receive and file of combined quarterly information that has already been incurred, approved, and completed through adopted budget, Council resolutions, or Mayor memos.

- General Fund revenues totaled \$139.5 million as of June 30, audited (97% of annual budget earned).
 - General Fund expenditures totaled \$139.1 million as of June 30, audited (3.5% of annual budget available).
 - Amended General Fund budget provides for a decrease of \$758 thousand of fund balance. Final audited actuals result in an add to fund balance of \$447.5 thousand.
 - Final audited financial statements include closure of Retiree Death Benefits fund to the General Fund for GASB compliance. Closure results in an additional add to fund balance of \$4.4 thousand, for a **total fund balance increase of \$452 thousand**.
 - As of June 30, 26 payrolls have been recorded.
-

IMPACT TO COMMUNITY:

- Satisfy requirements relating to Investment Acts of PA 213 of 2007 which amended PA 20 of 1943.
 - Better knowledge base for the City Council to make decisions.
-

IMPLEMENTATION TIMELINE: N/A



FINANCE

EXECUTIVE SUMMARY

COMPLIANCE/PERFORMANCE METRICS: The Finance Department includes commentary within its introduction memo of any major items affecting the current year adopted budget and any ongoing identified concerns.



FINANCE

TO : City Council

FROM : Michael Kennedy, Finance Director / Treasurer

VIA : Mayor Abdullah H. Hammoud

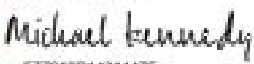
SUBJECT : 2023-2024 Final – Audited 4th Quarter Reports


DATE : November 26, 2024

Plante & Moran, PLLC, independent auditors, have completed their audit of the fiscal year ended June 30, 2024 financial records and have issued the City of Dearborn an unmodified audit opinion on its financial statements.

The “Unmodified Opinion” is the most favorable outcome given during audits. This opinion type is an independent auditor’s judgment that the City’s financial records and statements are sound and free from material misstatements and that they are fairly and appropriately presented in accordance with Generally Accepted Accounting Principles.

Attached is a copy of the updated 4th Quarter Reports ended June 30, 2024 using the final amounts. **Please receive and file.**

DocuSigned by:

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Michael Kennedy
Finance Director / Treasurer



FINANCE

City of Dearborn Inter-Office Memorandum

To: City Council
From: Corey Jarocki, Deputy Finance Director
Via: Michael Kennedy, Finance Director
Mayor Abdullah H. Hammoud
Date: November 26, 2024
Subject: Quarterly Reporting – Fourth Quarter Fiscal Year 2024

The fourth quarter reports for fiscal year 2024 with activity as of June 30, 2024 are attached. The information presented is final for FY2024, and has been audited. These reports are, for the most part, on a cash basis versus an accrual basis of accounting. Basic financial information is included for all the funds. Additional reports are provided for the General Fund.

The investment reports are attached as required by Public Act 213 of 2007 which amended Public Act 20 of 1943. These reports are prepared as of June 2024. The City is using a money manager for a government securities portfolio, Certificate of Deposits, money market accounts, and money market type account (Comerica J-Fund Sweep, MI Class). The investment policy focuses on safety, liquidity, and yield in that order of priority. The money manager invests primarily in U.S. government securities or U.S. government-backed securities. The money market accounts are primarily backed by the same type of government securities. The CD program maximizes federal depository insurance coverage and distributes certificate of deposit investments to a large number of banks to achieve the FDIC coverage objective.

The investment strategy is focused on safety by using instruments with Federal government protections. The money manager has been directed to maintain a short-term duration for the fixed income investment portfolio to limit exposure to market risk and loss of the principal value of the portfolio.

The next attachment is the monthly PEHC investment report, as provided by Graystone Consulting.

The Chapter 21 Pension System June 30 investment reports follow. The investment managers align with the current investment policy.

Following the investment reports is a Council-approved budget amendment report and Mayor-approved budget amendment memos, if any were processed since the last quarterly report. The following reports is the asset disposition activity reports. A quarterly snapshot

of position vacancies is the final report.

The major item affecting the 2024 Budget within the fourth quarter includes a recognition of \$730,401 for the Auto Theft Prevention Authority grant, and corresponding appropriation in the amount of \$400,000 (for pass-through payments to member communities).

The General Fund revenues were \$139.5 million, and expenditures were \$139.1 million as of June 30, 2024. The adopted budget would have resulted in an increase in the General Fund fund balance of \$390,506. The amended budget provided for a decrease of fund balance of \$758,216. Final audited actuals added \$447,585 to the fund balance. General Fund fund balance for June 30, 2023 was \$37.9 million.

Please refer to the one-page General Fund Revenue and Expenditure Summary Report for this section of the memo.

Revenues were under the annual budget \$4.1 million dollars as of the end of the fiscal year. The intergovernmental revenue includes grants that may involve reimbursement processes and the corresponding income lag, and generally involve multiple years. Therefore, budget estimates will always exceed actual grant income for any multi-year grants. There can be revenue timing lags with the State Shared Revenue distributions as well.

Taxes represent \$67.1 million or 48% of the \$139.5 million total recorded revenue. The tax revenue reflects the amount billed with collections in progress.

The General Fund received the first State distribution of the Local Community Stabilization Act (LCSA) monies on October 25, 2023 in the amount of \$6.3 million. The second payment was received and recorded on June 4, 2024 totaling \$8.1 million.

Expenditures were \$139.1 million and \$5.3 million under the annual budget with \$.5 million reserved for encumbrances as of the date of the reports. Similar to revenues, some expenditure activity is spread fairly evenly throughout the year and other activity experiences seasonal or has other drivers causing activity fluctuations.

Payroll has recorded all 26 pay periods in the year. The final payroll for the fiscal year was accrued, and is reflected in the final audited fourth quarter reports presented.

Non-General Fund Selective Comments:

In the Street Funds, the State Gas and Weight tax revenues are insufficient to cover the costs of maintaining the streets from an operational and capital standpoint. Much of the cost of the DPW-Highways Division is charged to the Street Funds. High standards for the frequency of sweeping and plowing/salting consume resources that could otherwise be allocated for maintenance and capital reinvestment. It is a challenge to balance immediate needs with long term infrastructure needs.

The Library Fund was established with the voter approved 10-year sunset library millage which expired in FY2022. The levy was reduced from 1.69 mills for FY2022 to 1.54 mills for FY2023 and remains flat for FY2024. The new sunset library millage will continue for six years through FY2028. The \$7.6 million Library Fund revenue budget includes: \$5.9 million of taxation, \$1.35 million of local community stabilization monies, \$108 thousand from State aid and the penal fine allocation, and the balance in use charges and miscellaneous income. The Library received the first LCSA payment on October 25, 2023 in the amount of \$551 thousand. The second LCSA payment was recorded on June 4, 2024 in the amount of \$1.02 million.

CDBG unexpended authorizations will automatically carry forward to the next fiscal year. Based on auditor input, the grant monies that support specific city operations are now recorded directly with that operation and no longer pass through the CDBG fund. This change reduces the accounting and budgeting duplication.

The General Capital Improvement Fund accounts for projects that can be funded by grants, debt financing, or contributions from other funds, therefore some revenue activity only occurs when a project is financed or costs can be reimbursed. Project budgets automatically carry forward to future fiscal years.

In the Water and Sewer Funds, operating working capital is tight due to the large support for the Combined Sewer Overflow projects. The Combined Sewer Overflow (CSO) debt continues to be issued to comply with the Federal mandate and discharge permit. Prior debt was mostly issued under the State low-interest loan programs, but more recent debt issuances were open market bonds. The bond issue of \$26.7 million in December 2017 consumed the remaining 2004 voter authorized authority. The CSO millage for the Winter 2018 property tax bill to support the debt service for the bonds issued under the 2004 authority was 4.25 mills.

To complete the CSO requirements, a proposal was placed on the August 2018 ballot to provide CSO tax supplemental bonding authority by \$60 million, and was approved. A bond issue of \$23.4 million was sold in September 2018. The CSO tax millages for the Winter 2023 property tax bill are set at 3.82 (2004) and 0.43 (2018). The remaining bonding balance of the 2018 voter authorized authority has not been issued. The City is currently reviewing funding and other options for completion of the CSO work.

The Innovation and Technology and Facilities Funds are internal operating funds with costs that are allocated to departments. The capital projects budgets represent a good portion of the expense budget. These costs are capitalized and depreciated at year-end. The grant for the Dispatch airway frequency conversion equipment is included in this fund.

The Facility Fund includes the Powerhouse and Campus HVAC upgrade project, financed through a bond sale. The project is currently nearing completion.

The Fleet & General Liability Fund is the self-insurance pool that pays all uninsured (deductible portion) lawsuit settlements including prior year tax refunds. Legal actions against the City and property tax case settlements for prior years are paid by this fund.

The Employee Insurance Fund receives the premiums charged for active and retiree health care. The Blue Cross PPO and HAP HMO health care programs are both self-insured except for retirees 65 and older enrolled in Medicare Advantage. The retiree prescription drugs are now on a traditional plan. This has proved to be very financially beneficial and premium discounts have been applied for several years. Offsetting this have been the federal fees required by the Patient Protection and Affordable Care Act and companion legislative action or directives.

For all funds, large unexpended appropriations are generally attributable to capital projects that may cross fiscal years and, in many cases, there will be large encumbrances as well. There are also several large grants with substantial unearned revenue which is recognized as the project progresses. An example is the SAFER Firefighters grant received for additional staffing.

Respectfully submitted,

DocuSigned by:
Corey Jarocki
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Corey Jarocki
Deputy Finance Director

DocuSigned by:
Michael Kennedy
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Michael Kennedy
Finance Director / Treasurer

**City of Dearborn
All Funds
Fiscal Year 2024 Revenue Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Revenue Year to Date Actual	Budget Favorable (Unfavorable)	% of Total Budget Unearned
General Fund	\$ 143,673,915	\$ 139,528,954	\$ (4,144,961)	-3%
Major Street & Trunkline	12,059,486	12,204,721	145,235	1%
Local Street	9,528,798	9,990,786	461,988	5%
Dix-Vernor District Improvement Authority	185,587	189,912	4,325	2%
Warren Business District Improvement Authority	1,473,777	550,491	(923,286)	-63%
Indigent Defense	901,209	623,287	(277,922)	-31%
Drug Law Enforcement	494,172	494,170	(2)	0%
Library	7,643,425	7,942,972	299,547	4%
Brownfield Redevelopment Authority	3,699,133	3,614,817	(84,316)	-2%
Designated Purposes	449,145	449,144	(1)	0%
Community Development Block Grant	5,006,989	563,174	(4,443,815)	-89%
Opioid Settlement	43,308	328,840	285,532	659%
West Dearborn Downtown Development	1,180,383	1,161,166	(19,217)	-2%
East Dearborn Downtown Development	1,782,467	1,647,172	(135,295)	-8%
General Capital Improvements	14,928,095	7,899,676	(7,028,419)	-47%
Senior Apartment Operations	3,377,957	3,641,322	263,365	8%
Economic Development Corp	-	9,648	9,648	n/a
Sewer	51,598,932	31,964,226	(19,634,706)	-38%
Water	27,178,346	25,377,453	(1,800,893)	-7%
CSO Projects	36,610,977	42,227	(36,568,750)	-100%
CSO Debt Service	18,876,712	20,438,802	1,562,090	8%
Information Technology (CDI-Tech)	4,875,942	5,250,465	374,523	8%
Facilities & FAB	26,512,709	18,390,617	(8,122,092)	-31%
Fleet Replacement & VAB	5,075,289	5,266,161	190,872	4%
Workers' Compensation	665,470	650,986	(14,484)	-2%
Fleet & General Liability Insurance	8,635,284	8,822,022	186,738	2%
Employee Benefits Self Insurance	20,181,356	21,489,207	1,307,851	6%
General Employees Retirement System	13,894,023	20,356,071	6,462,048	47%
Rev. Police & Fire Retirement System	35,890,901	49,384,886	13,493,985	38%
Police & Fire Retirement System	1,419,907	4,450,331	3,030,424	213%
Retiree Death Benefit	30,600	68,468	37,868	124%
Post Employment Health Care	15,441,211	25,345,167	9,903,956	64%
Total	\$ 473,315,505	\$ 428,137,341	\$ (45,178,164)	

**City of Dearborn
All Funds
Fiscal Year 2024 Expenditure Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Expenditure Year to Date Actual	Encumbrances	Budget Favorable (Unfavorable)	% of Total Budget Available
General Fund	\$ 144,432,131	\$ 139,081,370	\$ 537,204	\$ 4,813,557	3%
Major Street & Trunkline	21,281,861	9,101,396	3,132,099	9,048,366	43%
Local Street	17,065,150	8,124,963	4,255,069	4,685,118	27%
Dix-Vernor District Improvement Authority	186,063	156,646	1,425	27,992	15%
Warren Business District Improvement Authority	1,421,161	253,992	55,262	1,111,907	78%
Indigent Defense	981,315	873,616	180	107,519	11%
Drug Law Enforcement	989,440	743,174	47,436	198,830	20%
Library	7,636,481	7,303,559	114,083	218,839	3%
Brownfield Redevelopment Authority	3,809,128	2,701,037	69,250	1,038,841	27%
Designated Purposes	1,494,033	631,723	219,752	642,558	43%
Community Development Block Grant	4,819,259	486,686	777,870	3,554,703	74%
Opioid Settlement	123,308	23,703	-	99,605	81%
West Dearborn Downtown Development	1,516,519	1,042,815	6,406	467,298	31%
East Dearborn Downtown Development	2,518,846	1,519,511	160,979	838,356	33%
General Capital Improvements	38,785,460	8,033,576	4,893,325	25,858,559	67%
Senior Apartment Operations	10,274,769	3,304,580	432,896	6,537,293	64%
Economic Development Corp	18,771	-	-	18,771	100%
Sewer	65,313,615	40,883,666	2,069,282	22,360,667	34%
Water	33,614,445	22,533,341	2,501,692	8,579,412	26%
CSO Projects	34,243,344	343,544	338,167	33,561,633	98%
CSO Debt Service	18,226,480	4,119,884	-	14,106,596	77%
Information Technology (CDI-Tech)	19,971,244	10,327,822	3,365,204	6,278,218	31%
Facilities & FAB	54,131,400	14,518,316	16,724,332	22,888,752	42%
Fleet Replacement & VAB	10,094,550	2,231,490	3,614,024	4,249,036	42%
Workers' Compensation	708,847	232,586	67,917	408,344	58%
Fleet & General Liability Insurance	8,635,284	7,476,092	74,228	1,084,964	13%
Employee Benefits Self Insurance	20,639,886	20,620,230	19,654	2	0%
General Employees Retirement System	17,218,932	16,509,297	7,245	702,390	4%
Rev. Police & Fire Retirement System	29,338,808	29,075,328	48,673	214,807	1%
Police & Fire Retirement System	1,070,461	983,693	911	85,857	8%
Retiree Death Benefit	50,000	64,000	-	(14,000)	-28%
Post Employment Health Care	9,949,583	9,937,640	9,168	2,775	0%
Total	\$ 580,560,574	\$ 363,239,276	\$ 43,543,733	\$ 173,777,565	

**City of Dearborn
All Funds
Fiscal Year 2024 Contribution vs. Subsidy Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Budget Rev > Exp (Exp > Rev)	Actual Rev > Exp (Exp > Rev)	Difference Favorable (Unfavorable)	Encumbrances
General Fund	\$ (758,216)	\$ 447,584	\$ 1,205,800	537,204
Major Street & Trunkline	(9,222,375)	3,103,325	12,325,700	3,132,099
Local Street	(7,536,352)	1,865,823	9,402,175	4,255,069
Dix-Vernor District Improvement Authority	(476)	33,266	33,742	1,425
Warren Business District Improvement Authority	52,616	296,499	243,883	55,262
Indigent Defense	(80,106)	(250,329)	(170,223)	180
Drug Law Enforcement	(495,268)	(249,004)	246,264	47,436
Library	6,944	639,413	632,469	114,083
Brownfield Redevelopment Authority	(109,995)	913,780	1,023,775	69,250
Designated Purposes	(1,044,888)	(182,579)	862,309	219,752
Community Development Block Grant	187,730	76,488	(111,242)	777,870
Opioid Settlement	(80,000)	305,137	385,137	-
West Dearborn Downtown Development	(336,136)	118,351	454,487	6,406
East Dearborn Downtown Development	(736,379)	127,661	864,040	160,979
General Capital Improvements	(23,857,365)	(133,900)	23,723,465	4,893,325
Senior Apartment Operations	(6,896,812)	336,742	7,233,554	432,896
Economic Development Corp	(18,771)	9,648	28,419	-
Sewer	(13,714,683)	(8,919,440)	4,795,243	2,069,282
Water	(6,436,099)	2,844,112	9,280,211	2,501,692
CSO Projects	2,367,633	(301,317)	(2,668,950)	338,167
CSO Debt Service	650,232	16,318,918	15,668,686	-
Information Technology (CDI-Tech)	(15,095,302)	(5,077,357)	10,017,945	3,365,204
Facilities & FAB	(27,618,691)	3,872,301	31,490,992	16,724,332
Fleet Replacement & VAB	(5,019,261)	3,034,671	8,053,932	3,614,024
Workers' Compensation	(43,377)	418,400	461,777	67,917
Fleet & General Liability Insurance	-	1,345,930	1,345,930	74,228
Employee Benefits Self Insurance	(458,530)	868,977	1,327,507	19,654
General Employees Retirement System	(3,324,909)	3,846,774	7,171,683	7,245
Rev. Police & Fire Retirement System	6,552,093	20,309,558	13,757,465	48,673
Police & Fire Retirement System	349,446	3,466,638	3,117,192	911
Retiree Death Benefit	(19,400)	4,468	23,868	-
Post Employment Health Care	5,491,628	15,407,527	9,915,899	9,168
Total	\$ (107,245,069)	\$ 64,898,065	\$ 172,143,134	\$ 43,543,733

**City of Dearborn
General Fund by Department
Fiscal Year 2024 Revenue Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Revenue Year to Date Actual	Budget Favorable (Unfavorable)	% of Total Budget Unearned
Non-Departmental	\$ 102,798,985	\$ 99,928,866	\$ (2,870,119)	-3%
Charter Commission	-	-	-	n/a
City Council	25,000	25,000	-	0%
19th District Court	5,638,491	5,517,585	(120,906)	-2%
Mayor	-	-	-	n/a
City Clerk	855,800	612,759	(243,041)	-28%
Assessor	1,171,915	923,458	(248,457)	-21%
Law	219,500	234,502	15,002	7%
Finance	738,786	704,024	(34,762)	-5%
Philanthropy and Grants	-	-	-	n/a
Human Resources	-	-	-	n/a
Public Works	1,967,557	1,870,685	(96,872)	-5%
Public Information	1,000,000	868,876	(131,124)	-13%
Police	6,072,574	6,133,815	61,241	1%
Fire	6,628,183	8,452,840	1,824,657	28%
Health	24,500	24,500	-	0%
Community Relations	-	-	-	n/a
Property Maintenance & Development Services	5,826,577	5,181,912	(644,665)	-11%
Recreation	10,138,890	8,839,364	(1,299,526)	-13%
Historical Commission	-	-	-	n/a
Economic & Community Development	567,157	210,768	(356,389)	-63%
Total	\$ 143,673,915	\$ 139,528,954	\$ (4,144,961)	

**City of Dearborn
General Fund by Department
Fiscal Year 2024 Expenditure Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Expenditure Year to Date Actual	Encumbrances	Budget Favorable (Unfavorable)	% of Total Budget Available
Non-Departmental	\$ 8,255,589	\$ 9,391,292	\$ -	\$ (1,135,703)	-14%
Charter Commission	53,733	32,110	-	21,623	40%
City Council	508,512	471,008	29	37,475	7%
19th District Court	4,603,003	4,217,981	61,632	323,390	7%
Mayor	1,314,755	1,288,772	280	25,703	2%
City Clerk	1,597,881	1,422,184	1,598	174,099	11%
Assessor	1,171,915	923,678	2,684	245,553	21%
Law	1,941,486	1,829,613	44,918	66,955	3%
Finance	2,623,485	2,540,595	(1,036)	83,926	3%
Philanthropy and Grants	264,890	261,223	-	3,667	1%
Human Resources	1,127,301	1,017,934	4,499	104,868	9%
Public Works	12,432,273	11,474,126	(129,580)	1,087,727	9%
Public Information	1,131,611	1,081,259	2,230	48,122	4%
Police	48,132,568	47,829,248	137,811	165,509	0%
Fire	33,886,708	33,332,260	91,021	463,427	1%
Health	740,693	530,892	20,970	188,831	25%
Community Relations	971,991	893,883	4,167	73,941	8%
Property Maintenance & Development Services	4,549,775	3,157,795	183,579	1,208,401	27%
Recreation	16,615,748	15,137,569	111,479	1,366,700	8%
Historical Commission	-	-	-	-	n/a
Economic & Community Development	2,508,214	2,247,948	923	259,343	10%
Total	\$ 144,432,131	\$ 139,081,370	\$ 537,204	\$ 4,813,557	

**City of Dearborn
General Fund by Department
Fiscal Year 2024 Contribution vs. Subsidy Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Budget Rev > Exp (Exp > Rev)	Actual Rev > Exp (Exp > Rev)	Difference Favorable (Unfavorable)	Encumbrances	Difference with Encumbrances
Non-Departmental	\$ 94,543,396	\$ 90,537,574	\$ (4,005,822)	\$ -	\$ (4,005,822)
Charter Commission	(53,733)	(32,110)	21,623	-	21,623
City Council	(483,512)	(446,008)	37,504	29	37,475
19th District Court	1,035,488	1,299,604	264,116	61,632	202,484
Mayor	(1,314,755)	(1,288,772)	25,983	280	25,703
City Clerk	(742,081)	(809,425)	(67,344)	1,598	(68,942)
Assessor	-	(220)	(220)	2,684	(2,904)
Law	(1,721,986)	(1,595,111)	126,875	44,918	81,957
Finance	(1,884,699)	(1,836,571)	48,128	(1,036)	49,164
Philanthropy and Grants	(264,890)	(261,223)	3,667	-	3,667
Human Resources	(1,127,301)	(1,017,934)	109,367	4,499	104,868
Public Works	(10,464,716)	(9,603,441)	861,275	(129,580)	990,855
Public Information	(131,611)	(212,383)	(80,772)	2,230	(83,002)
Police	(42,059,994)	(41,695,433)	364,561	137,811	226,750
Fire	(27,258,525)	(24,879,420)	2,379,105	91,021	2,288,084
Health	(716,193)	(506,392)	209,801	20,970	188,831
Community Relations	(971,991)	(893,883)	78,108	4,167	73,941
Property Maintenance & Development Services	1,276,802	2,024,117	747,315	183,579	563,736
Recreation	(6,476,858)	(6,298,205)	178,653	111,479	67,174
Historical Commission	-	-	-	-	-
Economic & Community Development	(1,941,057)	(2,037,180)	(96,123)	923	(97,046)
Total	\$ (758,216)	\$ 447,584	\$ 1,205,800	\$ 537,204	\$ 668,596

**City of Dearborn
General Fund
Fiscal Year 2024 Revenue Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Revenue Year to Date Actual	Budget Favorable (Unfavorable)	% of Total Budget Unearned
Taxes & Penalties	\$ 68,827,387	\$ 67,013,584	\$ (1,813,803)	-3%
Licenses & Permits	4,470,682	4,416,542	(54,140)	-1%
Intergovernmental Revenue	36,270,147	32,919,259	(3,350,888)	-9%
Charges for Services	17,504,258	17,833,991	329,733	2%
Fines & Forfeits	5,007,300	4,964,426	(42,874)	-1%
Interest on Investments	2,140,527	3,411,072	1,270,545	59%
Miscellaneous Revenue	8,660,159	7,714,180	(945,979)	-11%
Other Financing Sources	793,455	1,255,900	462,445	58%
Total	\$ 143,673,915	\$ 139,528,954	\$ (4,144,961)	

**City of Dearborn
General Fund
Fiscal Year 2024 Expenditure Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Expenditure Year to Date Actual	Encumbrances	Budget Favorable (Unfavorable)	% of Total Budget Available
Personnel Services	\$ 100,619,722	\$ 98,062,371	\$ -	\$ 2,557,351	3%
Supplies	5,189,510	4,387,375	139,233	662,902	13%
Utilities	3,206,868	3,593,170	(581,995)	195,693	6%
Capital outlay	297,843	689,010	60,095	(451,262)	-152%
Debt Service	3,185,254	3,302,032	-	(116,778)	-4%
Expenses allocated out	(12,722,105)	(12,802,374)	-	80,269	-1%
Contingency	728,922	-	6	728,916	100%
Transfers Out	3,837,368	3,837,368	-	-	0%
Other Operating Expenses	40,088,749	38,012,418	919,865	1,156,466	3%
Total	\$ 144,432,131	\$ 139,081,370	\$ 537,204	\$ 4,813,557	

Note: The General Fund revenue budget is \$143,673,915 and the expenditure budget is \$144,432,131; therefore, the amended budget plan is to use \$758,216 of fund balance reserves.

Every year, there are purchases and projects in progress that result in budget carry forwards. Budget for open encumbrances and project budgets are automatically carried forward to the next fiscal year. Special requests for budget carry forwards are brought before Council and approved in a single resolution.

**City of Dearborn
Recreation Department by Division
Fiscal Year 2024 Revenue Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Revenue Year to Date Actual	Budget Favorable (Unfavorable)	% of Total Budget Unearned
Administration	\$ 520	\$ (753)	\$ (1,273)	-245%
Sports Programs	84,440	56,560	(27,880)	-33%
Fitness / Athletic	43,810	65,407	21,597	49%
City Parks	107,566	97,951	(9,615)	-9%
Playground Programs	60,818	-	(60,818)	-100%
Community Center Programs	-	-	-	n/a
Special Activities	972,000	21,609	(950,391)	-98%
Theatre	394,184	559,780	165,596	42%
Fine Arts Programs	100,204	97,967	(2,237)	-2%
Aquatics - Community Center	43,750	50,521	6,771	15%
Swimming Pools - Administration	192,750	93,378	(99,372)	-52%
Crowley Splash Park	100	-	(100)	-100%
Ford Woods Pool	24,670	39,195	14,525	59%
Hemlock Splash Park	-	-	-	n/a
Lapeer Pool	2,925	2,610	(315)	-11%
Dunworth Pool	130,700	175,976	45,276	35%
Summer-Stephens Pool	3,450	2,830	(620)	-18%
Ten Eyck Pool	4,925	3,885	(1,040)	-21%
Whitmore-Bolles Splash Park	30	-	(30)	-100%
General - Community Center	35,214	33,763	(1,451)	-4%
Facility Administration - Community Center	1,214,121	960,356	(253,765)	-21%
Banquet / Conference Center	440,419	476,917	36,498	8%
Dearborn Ice Skating Center	1,176,046	1,236,349	60,303	5%
Camp Dearborn General	2,314,216	2,211,841	(102,375)	-4%
Camp Dearborn Concessions	16,000	43,013	27,013	169%
Mystic Creek Golf Course	1,899,920	2,104,320	204,400	11%
Dearborn Hills Golf Course	466,000	289,382	(176,618)	-38%
Senior Citizen Services	25,085	33,644	8,559	34%
Smart Transportation	385,027	182,863	(202,164)	-53%
Total	\$ 10,138,890	\$ 8,839,364	\$ (1,299,526)	

**City of Dearborn
Recreation Department by Division
Fiscal Year 2024 Expenditure Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Revised Budget	Expenditure Year to Date Actual	Encumbrances	Budget Favorable (Unfavorable)	% of Total Budget Available
Administration	\$ 1,491,321	\$ 1,470,947	\$ 8	\$ 20,366	1%
Sports Programs	112,408	102,017	5,825	4,566	4%
Fitness / Athletic	541,673	526,458	2,604	12,611	2%
City Parks	493,551	486,982	(7,049)	13,618	3%
Playground Programs	48,147	42,874	-	5,273	11%
Community Center Programs	2,000	2,000	-	-	0%
Special Activities	308,528	281,388	52	27,088	9%
Theatre	918,744	885,581	4,445	28,718	3%
Fine Arts Programs	286,405	265,433	3,472	17,500	6%
Aquatics - Community Center	604,316	573,153	921	30,242	5%
Swimming Pools - Administration	358,465	344,482	13	13,970	4%
Crowley Splash Park	34,532	23,408	5,123	6,001	17%
Ford Woods Pool	400,808	363,688	(1,661)	38,781	10%
Hemlock Splash Park	40,338	16,623	7,513	16,202	40%
Lapeer Pool	58,090	33,784	5,563	18,743	32%
Dunworth Pool	784,468	794,211	(43,772)	34,029	4%
Summer-Stephens Pool	63,764	44,291	88	19,385	30%
Ten Eyck Pool	79,815	48,908	4,633	26,274	33%
Whitmore-Bolles Splash Park	35,031	36,210	(11,292)	10,113	29%
General - Community Center	72,302	66,625	-	5,677	8%
Facility Administration - Community Center	1,512,014	1,418,441	25,774	67,799	4%
Banquet / Conference Center	491,483	461,581	237	29,665	6%
Dearborn Ice Skating Center	1,312,568	1,270,850	(23,754)	65,472	5%
Camp Dearborn General	3,017,329	2,449,411	116,254	451,664	15%
Camp Dearborn Concessions	19,500	7,340	639	11,521	59%
Mystic Creek Golf Course	2,058,566	1,925,800	2,669	130,097	6%
Dearborn Hills Golf Course	885,253	697,353	13,174	174,726	20%
Senior Citizen Services	324,157	314,868	-	9,289	3%
Smart Transportation	260,172	182,862	-	77,310	30%
Total	\$ 16,615,748	\$ 15,137,569	\$ 111,479	\$ 1,366,700	

**City of Dearborn
Recreation Department by Division
Fiscal Year 2024 Contribution vs. Subsidy Summary Report
As of June 30, 2024 (Audited)**

Fund Description	Budget Rev > Exp (Exp > Rev)	Actual Rev > Exp (Exp > Rev)	Difference Favorable (Unfavorable)	Encumbrances	Difference with Encumbrances
Administration	\$ (1,490,801)	\$ (1,471,700)	\$ 19,101	\$ 8	\$ 19,093
Sports Programs	(27,968)	(45,457)	(17,489)	5,825	(23,314)
Fitness / Athletic	(497,863)	(461,051)	36,812	2,604	34,208
City Parks	(385,985)	(389,031)	(3,046)	(7,049)	4,003
Playground Programs	12,671	(42,874)	(55,545)	-	(55,545)
Community Center Programs	(2,000)	(2,000)	-	-	-
Special Activities	663,472	(259,779)	(923,251)	52	(923,303)
Theatre	(524,560)	(325,801)	198,759	4,445	194,314
Fine Arts Programs	(186,201)	(167,466)	18,735	3,472	15,263
Aquatics - Community Center	(560,566)	(522,632)	37,934	921	37,013
Swimming Pools - Administration	(165,715)	(251,104)	(85,389)	13	(85,402)
Crowley Splash Park	(34,432)	(23,408)	11,024	5,123	5,901
Ford Woods Pool	(376,138)	(324,493)	51,645	(1,661)	53,306
Hemlock Splash Park	(40,338)	(16,623)	23,715	7,513	16,202
Lapeer Pool	(55,165)	(31,174)	23,991	5,563	18,428
Dunworth Pool	(653,768)	(618,235)	35,533	(43,772)	79,305
Summer-Stephens Pool	(60,314)	(41,461)	18,853	88	18,765
Ten Eyck Pool	(74,890)	(45,023)	29,867	4,633	25,234
Whitmore-Bolles Splash Park	(35,001)	(36,210)	(1,209)	(11,292)	10,083
General - Community Center	(37,088)	(32,862)	4,226	-	4,226
Facility Administration - Community Center	(297,893)	(458,085)	(160,192)	25,774	(185,966)
Banquet / Conference Center	(51,064)	15,336	66,400	237	66,163
Dearborn Ice Skating Center	(136,522)	(34,501)	102,021	(23,754)	125,775
Camp Dearborn General	(703,113)	(237,570)	465,543	116,254	349,289
Camp Dearborn Concessions	(3,500)	35,673	39,173	639	38,534
Mystic Creek Golf Course	(158,646)	178,520	337,166	2,669	334,497
Dearborn Hills Golf Course	(419,253)	(407,971)	11,282	13,174	(1,892)
Senior Citizen Services	(299,072)	(281,224)	17,848	-	17,848
Smart Transportation	124,855	1	(124,854)	-	(124,854)
Total	\$ (6,476,858)	\$ (6,298,205)	\$ 178,653	\$ 111,479	\$ 67,174

**City of Dearborn
General Fund by Department
FY2024 Year-Over-Year Report
As of June 30, 2024 (Audited)**

General Fund	Actual FY2023 Q4	Actual FY2024 Q4	Major changes year-over-year	FY2024 Budget	Actual to Budget
Revenue					
Non-Departmental	\$ 146,052,863	\$ 99,928,867	FY23 Recognition of ARPA funds for General Fund Loss Revenue \$47.3M. FY24 Increase in Tax & Related Revenues \$3.8M (5% taxable value increase). Decrease in LCSA payments \$3.1M (supplemental 3.5 mills reduction), decrease in returned project funding from FY23, \$770K.	\$ 102,798,985	97%
19th District Court	5,423,892	5,517,585	Increase in Intergovernmental Revenues \$216K (salary reimbursements, grants), Traffic Fines \$127K, reduction in parking fines \$92K, reduction in Criminal & Ordinances, and Court Costs \$128K, reduction in Subpoena and Garnishments \$22K.	5,638,491	98%
Mayor	-	-		-	0%
City Clerk	659,973	612,759	Reduction in Licenses & Permits \$19K, Election Expense Reimbursements \$14K, Birth & Death Records \$10K, Registrations and Exams \$4K.	855,800	72%
Assessor	927,938	923,458	Reduction in Tax Admin fee allocation \$4,480.	1,171,915	79%
Law	222,631	234,502	Increases in Plan Examination \$7K, and Zoning Review \$4K.	219,500	107%
Finance	636,342	704,024	Increase in Tax Admin fee allocation \$41K, and Other Revenue \$30K.	738,786	95%
Human Resources	101	-		-	0%
Public Works	1,598,291	1,870,685	DTE Energy Efficiency Incentive \$204K, Increase in Amtrak billings to cover train station operating expenditures \$70K.	1,967,557	95%
Communications	971,572	868,876	Decrease in Franchise Fee revenues, \$102K.	1,000,000	87%
Police	4,912,509	6,133,815	ATPA Grant Revenue Increase \$470K (Dearborn is administrative unit), School Resource Officers \$100K, \$300K Dispatch Services, MCOLES and Act 302 Training funds \$122K, False Alarm charges \$64K.	6,072,574	101%
Fire	5,906,798	8,452,840	Other revenue increase (SAFER grant, AFG) \$1.7M, Ambulance service charges increase, \$600K; Melvindale Fire Services increase \$280K, Treatment No Transport increase \$114K.	6,628,183	128%
Health	145,000	24,500	Decrease related to Public Health grants (payments received in FY23).	24,500	100%
Property Maintenance & Development Services	4,050,719	5,181,912	Increase in Permit Inspections \$1.36M, Plan Examination \$48K, and Permit Processing Fees \$36K. Decrease in CDBG allocation for code enforcement (\$156K), and Inspections (\$122K).	5,826,577	89%
Recreation	8,691,758	8,839,364	Increase in Golf Course Revenues (Mystic Creek \$133K, Dearborn Hills \$130K), DISC revenues \$77K. Decrease in Camp Dearborn Revenues \$96K (\$212K decrease due to MEDC grant received in FY23, offset by increases in cabin, camp sites, trailer camping, etc.), Banquet revenue decreases \$54K.	10,138,890	87%
Historical Commission	126,605	-	Historical Museum consolidated to the Library fund in FY2024.	-	0%
Economic & Community Development	124,222	210,768	CDBG funding increase \$36K, Sponsorship funds for Economic Development events, \$14K increase, \$33K in grant funds for transportation study.	567,157	37%
Total Revenue	\$ 180,451,214	\$ 139,528,955		\$ 143,673,915	97%
percent of fiscal year completed as of 6/30/24					100%
Expenditure					
Non-Departmental	\$ 60,728,613	\$ 9,391,292	\$47.3M in funding allocated to Capital Projects, Decrease in funding for Employee Insurance \$2.4M, funding for General Capital Improvement projects \$994K, \$507K contribution for the Sewer study in FY2023.	\$ 8,255,589	114%
Charter Commission	15,792	32,110	Campaign Initiative in FY24, \$20K.	53,733	60%
City Council	383,334	471,008	Personnel costs \$39K, Increase due to Council Newsletter \$37K, Office Supplies \$5K.	508,512	93%
19th District Court	3,987,704	4,217,981	Increase in Personnel Services, \$105K; Increase in IT allocation \$77K (credit applied in FY23); \$41K increase contractual services for Veteran's Treatment and Drug court, \$34K increase in Interpreter Fees. \$40K decrease in Fleet Replacement funding.	4,603,003	92%

**City of Dearborn
General Fund by Department
FY2024 Year-Over-Year Report
As of June 30, 2024 (Audited)**

General Fund	Actual FY2023 Q4	Actual FY2024 Q4	Major changes year-over-year	FY2024 Budget	Actual to Budget
Mayor	1,238,868	1,288,772	Increase in Personnel Costs \$78K, decrease in memberships \$38K.	1,314,755	98%
City Clerk	1,096,344	1,422,184	Increase in Personnel Services, \$136K, IT Allocation \$48K (credit applied in FY23), Election Operating Supplies \$177K, Decrease in election equipment \$54K.	1,597,881	89%
Assessor	928,504	923,678		1,171,915	79%
Law	1,684,393	1,829,613	Increase in Personnel Services \$168K (City Plan \$125K), IT Allocation \$20K (credit applied in FY23). Decrease in professional legal fees \$56K.	1,941,486	94%
Finance	2,301,661	2,540,595	Decrease in technology project funding \$50K, Personnel Increase \$275K.	2,623,485	97%
Philanthropy and Grants	169,670	261,223	Increase personnel costs \$86K, training \$9K.	264,890	99%
Human Resources	830,870	1,017,934	Personnel Increases \$66K, Contractual Services increase, \$116K (compensation review).	1,127,301	90%
Public Works	10,470,632	11,474,126	\$174K decrease personnel services, \$104K decrease in Fleet funding (bucket truck / freightliner in FY23), \$90K decrease outsourced vehicle R&M, decrease in operating cost allocation \$461K. Increase Streetlight electric \$180K, Tree Trimming Services \$390K, IT Allocation \$125K (credit applied in FY23), Operational study \$50K.	12,432,273	92%
Communications	794,725	1,081,259	\$222K increase personnel services, \$21K increase IT Allocation (credit applied in FY23), \$15K increase in Fleet funding.	1,131,611	96%
Police	44,063,087	47,829,248	\$1.9M increase personnel services (FT wages, OT, OPEB funding), \$602K increase in IT allocation (credit applied in FY23), \$275K increase Fleet replacement funding, \$95K Police Software, \$224K increase non-capital equipment (crime deterrent), ATPA grant payouts to other communities \$333K, prisoner costs \$55K, training \$54K.	48,132,568	99%
Fire	31,609,374	33,332,260	\$1.1M increase personnel services, \$943K increase in fleet replacement funding, \$186K IT Allocation (credit applied in FY23), \$90K billing services, \$70K increase capital equipment (breathing compressor), \$676K decrease in turnout equipment.	33,886,708	98%
Public Health	198,586	530,892	\$300K increase personnel services, \$12K increase operating supplies, \$8K increase training.	740,693	72%
Community Relations	545,814	893,883	\$238K increase personnel services, IT allocation increase \$33K (credit applied in FY23), \$28K increase special event supplies and cost, Facility Lease (first year of department allocation), various department operating, training, etc. \$25K.	971,991	92%
Property Maintenance & Development Services	3,363,450	3,157,795	\$625K Refuse collection (per contract), \$133K increase personnel services, \$128K Vector Control, \$105K increase in grass cutting. Offsetting of rubbish millage \$1.2M.	4,549,775	69%
Recreation	13,992,563	15,137,569	\$852K increase personnel services, \$287K increase fleet replacement funding, \$145K increase IT allocation (credit applied in FY23).	16,615,748	91%
Historical Commission	283,827	-	Historical Museum consolidated to the Library fund in FY2024.	-	0%
Economic & Community Development	1,687,706	2,247,948	\$297K increase funding to General Capital Improvement (greenbelt gateway), \$126K increase personnel services, \$51K increase for transportation study (funded by SEMCOG grant), ED business and community events \$45K.	2,508,214	90%
Total Expenditure	<u>\$ 180,375,517</u>	<u>\$ 139,081,370</u>		<u>\$ 144,432,131</u>	96%
General Fund Revenue Over (Under) Expenditures	<u>\$ 75,697</u>	<u>\$ 447,585</u>		<u>\$ (758,216)</u>	

percent of fiscal year completed as of 6/30/24 **100%**

PREPARED 7/01/24, 7:21:03
 PROGRAM DM189L

CITY OF DEARBORN, MICHIGAN
 PROJECT BUDGET REPORT FOR F/Y 2024 FUND ALL PROJECT

PAGE 296
 ALL ACTIVE ONLY

ACCOUNT NUMBER/ ACCOUNT DESCRIPTION	TOTAL PROJECT BUDGET	CURRENT YEAR PROJECT BUDGET	PRIOR YEARS' ACTUAL	CURRENT YEAR'S ACTUAL	OUTSTANDING ENCUMBRANCES	UNENCUMBERED BALANCE
PROJECT NAME: Z03422 34th Council Project Plan MANAGER: Michael Sareini SPONSOR: UNKNOWN						
401-0000-366.90-00 OTHER	125,000.00	.00	125,000.00	.00	.00	.00
REVENUE TOTAL	125,000.00	.00	125,000.00	.00	.00	.00
401-6100-435.98-00 UNDISTRIBUTED APPROP	100,000.00	100,000.00	.00	.00	.00	100,000.00
401-9716-980.91-01 CONTRI TO GENERAL FUND	25,000.00	25,000.00	.00	25,000.00	.00	.00
EXPENSE TOTAL	125,000.00	125,000.00	.00	25,000.00	.00	100,000.00
FUND 401 TOTAL	250,000.00	125,000.00	125,000.00	25,000.00	.00	100,000.00
PROJECT TOTAL	.00	125,000.00	125,000.00	25,000.00	.00	100,000.00

City of Dearborn
Schedule of Investment Types Percentages
June 30, 2024

**Unrestricted Local Gov't Investment Pool
(LGIP)**

Restricted Local Gov't Investment Pool

	800 Pooled Cash Fund	800 MI-Class Pooled Cash Investment	2020 GLWA Withholdings	634 Amtrak-Train Station
Ending totals for 03/31/24	\$ 80,726,587.80	\$ 83,318,813.77	\$ 7,643,619.78	\$ 54,371.80
Ending totals for 06/30/24	\$ 52,496,506.01	\$ 84,050,820.84	\$ 7,934,851.14	\$ 56,343.68
Increases & Decreases	\$ (28,230,081.79)	\$ 732,007.07	\$ 291,231.36	\$ 1,971.88
Certificate of Deposits as of 03/31/24	\$ 10,000,000.00			
Commercial Paper (Disc) as of 03/31/24	\$ -			
Government Securities as of 03/31/24	\$ 54,613,026.22			
Checking Accounts as of 03/31/24	\$ 1,084,843.87			
LGIP balance as of 03/31/24	\$ 80,726,587.80	\$ 83,318,813.77	\$ 7,643,619.78	\$ 54,371.80
Certificate of Deposits as of 06/30/24	\$ 10,000,000.00			
Commercial Paper (Disc) as of 06/30/24	\$ -			
Government Securities as of 06/30/24	\$ 55,113,208.14			
Checking Accounts as of 06/30/24	\$ 253,264.44			
LGIP balance as of 06/30/24	\$ 52,496,506.01	\$ 84,050,820.84	\$ 7,934,851.14	\$ 56,343.68
Certificate of Deposits Percentages as of 06/30/24	8.0%			
Commercial Paper(Disc) Percentages as of 06/30/24	0.0%			
Government Securities Percentages as of 06/30/24	47.0%			
Checking Accounts as of 06/30/24	0.0%			
LGIP Percentages as of 06/30/24	45.0%	100.0%	100.0%	100.0%
Total 06/30/24	\$ 117,862,978.59	\$ 84,050,820.84	\$ 7,934,851.14	\$ 56,343.68

•Checking Account balance as of 06/30/24 will sweep to/from 800 Pooled Cash LGIP to cover accounts payable balance of \$5,487,032, payroll payable balance of 3,114,846, and taxes payable to agencies of \$18,156.

•Decrease in Pooled Cash fund balance for fourth quarter includes debt service payments.

•Balance maintained in bank of \$25,000 is fully insured.

City of Dearborn
Schedule of Investment Types Percentages - Money Market Accounts
June 30, 2024

	2021 General Money Market Withholdings	2023 Huntington Money Market
Ending totals for 03/31/24	\$ 5,223,164.15	\$ 5,223,411.26
Ending totals for 06/30/24	\$ 5,258,567.26	\$ 5,291,290.69
Increases & Decreases	\$ 35,403.11	\$ 67,879.43
Certificate of Deposits as of 03/31/24		
Commercial Paper (Disc) as of 03/31/24		
Government Securities as of 03/31/24		
Checking Accounts as of 03/31/24		
LGIP balance as of 03/31/24		
Money Market Account as of 03/31/24	\$ 5,223,164.15	\$ 5,223,411.26
Certificate of Deposits as of 06/30/24		
Commercial Paper (Disc) as of 06/30/24		
Government Securities as of 06/30/24		
Checking Accounts as of 06/30/24		
LGIP balance as of 06/30/24		
Money Market Account as of 06/30/24	\$ 5,258,567.26	\$ 5,291,290.69
Certificate of Deposits as of 06/30/24		
Commercial Paper (Disc) as of 06/30/24		
Government Securities as of 06/30/24		
Checking Accounts as of 06/30/24		
LGIP balance as of 06/30/24		
Money Market Account as of 06/30/24	100%	100%
Total 6/30/24	\$ 5,258,567.26	\$ 5,291,290.69

*2021 General Money Market is a general investment account with Comerica bank.



CITY OF DEARBORN
FINANCE DEPARTMENT
16901 MICHIGAN AVE STE. #1
DEARBORN MI 48126

ACCOUNT STATEMENT
FOR THE PERIOD
APRIL 01, 2024 THROUGH JUNE 30, 2024

CITY OF DEARBORN
POOLED CASH
VICTORY CAPITAL MANAGEMENT
ADVISORY ACCOUNT





CITY OF DEARBORN POOLED CASH VICTORY



Table Of Contents
For the Period April 01, 2024 - June 30, 2024

<u>Table Of Contents</u>	<u>Page</u>
Account Overview.....	1
Account Balance Summary.....	2
Account Reconciliation.....	3
Detailed Holdings.....	4
Transaction Statement.....	7
Pending Trades.....	12
Pending Orders.....	13
Accrued Income.....	14
Additional Messages.....	16

BRIAN BROWN
Account Administrator
Phone: 313-222-9372
Email: BSBROWN@COMERICA.COM

CINDY CORBY
Client Service Manager
Phone: 313-222-4747
Email: CACORBY@COMERICA.COM



Account Overview
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Account Summary

	Market Value June 30, 2024
Principal Assets	
Debt Securities	54,955,315.03
Short Term Investments	157,893.11
Total	55,113,208.14
Accrued Income	449,609.95
Total Value with Accrued Income	55,562,818.09

Asset Allocation

As of June 30, 2024



Changes in Portfolio Value

	Period Ended June 30, 2024	Year to Date June 30, 2024
Beginning Value	54,613,026.22	52,790,413.65
Distributions/Disbursements	0.00	(21,204.84)
Fees and Expenses	(12,894.29)	(26,967.20)
Income Received	394,014.13	1,396,483.50
Security Transaction	0.00	0.00
Realized Gain/Loss	6,835.94	15,695.32
Unrealized Gain/Loss	112,226.14	958,787.71
Changes This Period	0.00	0.00
Ending Value	55,113,208.14	55,113,208.14
Accrued Income	449,609.95	449,609.95
Ending Value with Accrued Income	55,562,818.09	55,562,818.09

Income Summary (Cash Basis)

	Period Ended June 30, 2024	Year to Date June 30, 2024
Dividends	6,706.90	90,823.14
Interest	387,307.23	1,305,660.36
Total Income	394,014.13	1,396,483.50

Net Realized Gain (Loss) Summary

	Period Ended June 30, 2024	Year to Date June 30, 2024
Net Short-Term Gain (Loss)	0.00	0.00
Net Long-Term Gain (Loss)	6,835.94	15,695.32
Total Gain (Loss) *	6,835.94	15,695.32

* (for informational purposes only)



Account Balance Summary
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY



Description	As of 06/30/2024	
	Cost	Market Value
Debt Securities		
U S Government Obligations	50,026,311.02	49,933,783.38
U S Federal Agencies	4,989,872.70	5,021,531.65
Total Debt Securities	55,016,183.72	54,955,315.03
Short Term Investments		
Short Term Investments	157,893.11	157,893.11
Total Short Term Investments	157,893.11	157,893.11
Total Market Value	55,174,076.83	55,113,208.14
Accrued Income	0.00	449,609.95
Total Value with Accrued Income	55,174,076.83	55,562,818.09



Account Reconciliation
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Description	Cash	Cost	Market Value
Beginning Value	0.00	54,786,121.05	54,613,026.22
Fees and Expenses			
Investment Management Fees	(10,735.33)	0.00	(10,735.33)
Other Fees and Expenses	(2,158.96)	0.00	(2,158.96)
Total Fees and Expenses	(12,894.29)	0.00	(12,894.29)
Income Received			
Dividends	6,706.90	0.00	6,706.90
Interest	387,307.23	0.00	387,307.23
Total Income Received	394,014.13	0.00	394,014.13
Security Transaction			
Purchases	(16,074,529.72)	16,074,529.72	0.00
Sales	15,693,409.88	(15,686,573.94)	0.00
Total Security Transaction	(381,119.84)	387,955.78	0.00
Realized Gain/Loss	0.00	0.00	6,835.94
Unrealized Gain/Loss	0.00	0.00	112,226.14
Total Changes This Period	0.00	0.00	0.00
Accrued Income	0.00	0.00	449,609.95
Ending Value with Accrued Income	0.00	55,174,076.83	55,562,818.09



Detailed Holdings
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Description	Shares/ Par	Current Price	Total Market Value	Total Cost	Unrealized Gain/(Loss)	Accrued/ Est. Annual Income	Yield to Market
Debt Securities							
U S Government Obligations							
U S TREASURY NOTE 0.00% 04/15/2027 Ser AM-2027 DTD 4/15/2024 4.50% 4/15/20 Cusip: 91282CKJ9	2,500,000.0000	99.85	2,496,300.00	2,489,160.16	7,139.84	23,668.03 112,500.00	0.0460
UNITED STATES TREAS 0% NTS DTD 11/17/2022 4.50% 11/30/2024 11/30/2024 Cusip: 91282CFX4	4,000,000.0000	99.67	3,986,680.00	4,023,281.25	(36,601.25)	15,245.90 180,000.00	0.0530
UNITED STATES TREAS 0% NTS DTD 9/30/2022 4.25% 9/30/2024 Cusip: 91282CFN6	5,000,000.0000	99.73	4,986,250.00	5,013,085.94	(26,835.94)	53,415.30 212,500.00	0.0530
UNITED STATES TREAS 0.375% NTS DTD 7/15/2021 0.375% 7/15/2024 Cusip: 91282CCL3	2,500,000.0000	99.81	2,495,200.00	2,501,464.84	(6,264.84)	4,326.92 9,375.00	0.0500
UNITED STATES TREAS 3% NTS DTD 6/30/2022 3.00% 6/30/2024 Cusip: 91282CEX5	2,500,000.0000	100.00	2,500,000.00	2,488,281.25	11,718.75	0.00 75,000.00	
UNITED STATES TREAS 3.5% NTS DTD 9/8/2022 3.50% 9/15/2025 09/15/2025 Cusip: 91282CFK2	5,000,000.0000	98.20	4,909,950.00	4,916,601.56	(6,651.56)	51,358.70 175,000.00	0.0500
UNITED STATES TREAS 4.125% 6/15/2023 Ser AP-2026 DTD 6/15/2023 4.125% 6/15/2 Cusip: 91282CHH7	2,500,000.0000	98.85	2,471,300.00	2,474,414.06	(3,114.06)	4,508.20 103,125.00	0.0470
UNITED STATES TREAS 4.125% NTS DTD 1/31/2023 4.125% 1/31/2025 Cusip: 91282CGG0	2,538,000.0000	99.31	2,520,386.28	2,500,128.28	20,258.00	43,717.75 104,692.50	0.0530
UNITED STATES TREAS 4.5% NTS DTD 11/15/2022 4.50% 11/15/2025 Cusip: 91282CFW6	4,000,000.0000	99.40	3,975,800.00	4,061,250.00	(85,450.00)	22,989.13 180,000.00	0.0500
UNITED STATES TREAS 4.625% NTS DTD 3/15/2023 4.625% 3/15/2026 Cusip: 91282CGR6	2,500,000.0000	99.65	2,491,300.00	2,502,929.69	(11,629.69)	33,933.42 115,625.00	0.0480
UNITED STATES TREAS NTS DTD 01/15/2024 4.00% 01/15/2027 Cusip: 91282CJT9	4,000,000.0000	98.55	3,941,880.00	3,952,187.50	(10,307.50)	73,406.59 160,000.00	0.0460
UNITED STATES TREAS NTS 4.625% 09/15/26 Ser AS-2026 DTD 9/15/2023 4.625% 9/15/2 Cusip: 91282CHY0	5,000,000.0000	99.87	4,993,350.00	4,966,210.94	27,139.06	67,866.85 231,250.00	0.0470



Detailed Holdings
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Description	Shares/ Par	Current Price	Total Market Value	Total Cost	Unrealized Gain/(Loss)	Accrued/ Est. Annual Income	Yield to Market
U S Government Obligations							
UNITED STATES TREASURY NOTE DTD 03/15/2024 4.25% 03/15/2024 Cusip: 91282CKE0	3,000,000.0000	99.20	2,975,970.00	2,954,296.88	21,673.12	37,418.48 127,500.00	0.0460
UNITED STATES TREASURY NOTES DTD 05/15/2024 0.00% 05/15/2027 Cusip: 91282CKR1	2,700,000.0000	99.87	2,696,409.00	2,700,738.28	(4,329.28)	0.00 0.00	
US TREASURY NOTE 0.00% 05/31/2025 Ser BC-2025 DTD 5/31/2023 4.238388% 5/3 Cusip: 91282CHD6	2,514,000.0000	99.17	2,493,008.10	2,482,280.39	10,727.71	9,049.71 106,845.00	0.0520
Total U S Government Obligations			49,933,783.38	50,026,311.02	(92,527.64)	440,904.98 1,893,412.50	
U S Federal Agencies							
FEDERAL FARM CREDIT BANKS 0.75% SNR PIDI BDS 16/12/2026 USD .75% 12/16/2026-2021 Cusip: 3133EMKK7, Standard & Poor's AA+	2,500,000.0000	90.70	2,267,600.00	2,252,600.00	15,000.00	781.25 18,750.00	0.0480
FEDERAL HOME LOAN MTG CORP 0.8% SNR NTS 27/10/2026 USD .8% 10/27/2026-2022 Cusip: 3134GW4C7	1,085,000.0000	91.23	989,888.90	983,433.15	6,455.75	1,543.11 8,680.00	0.0480
FEDERAL HOME LOAN MTG CORP 0.8% SNR NTS 28/10/2026 USD .8% 10/28/2026-2022 Cusip: 3134GW6C5	1,935,000.0000	91.17	1,764,042.75	1,753,839.55	10,203.20	2,709.00 15,480.00	0.0490
Total U S Federal Agencies			5,021,531.65	4,989,872.70	31,658.95	5,033.36 42,910.00	
Total Debt Securities			54,955,315.03	55,016,183.72	(60,868.69)	445,938.34 1,936,322.50	



Detailed Holdings
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY



Description	Shares/ Par	Current Price	Total Market Value	Total Cost	Unrealized Gain/(Loss)	Accrued/ Est. Annual Income	Yield to Market
Short Term Investments							
Short Term Investments							
COMERICA GOVT CASH INVESTMENT FD- PRINCI J	157,893.1100	1.00	157,893.11	157,893.11	0.00	3,671.61 8,111.32	
Cusip: CMMM06012							
Total Short Term Investments			157,893.11	157,893.11	0.00	3,671.61 8,111.32	
Total Short Term Investments			157,893.11	157,893.11	0.00	3,671.61 8,111.32	
Total Market Value			55,113,208.14	55,174,076.83	(60,868.69)	449,609.95 1,944,433.82	



**Transaction Statement
For the Period April 01, 2024 - June 30, 2024**

CITY OF DEARBORN POOLED CASH VICTORY

Date	Transaction	Description	Cash	Cost	Market Value	Realized Gain (Loss)
Fees and Expenses						
Investment Management Fees						
05/01/24	INVESTMENT MANAGEMEN	Paid To YOUSIF CAPITAL MANAGEMENT LLC INV DBRNT12 FOR QUARTER 1, 2024 CITY OF DEARBORN MANAGEMENT FEES	(10,735.33)	0.00	(10,735.33)	0.00
Total Investment Management Fees			(10,735.33)	0.00	(10,735.33)	0.00
Other Fees and Expenses						
05/23/24	FEE	For The Period 12/31/2023 To 03/31/2024	(100.00)	0.00	(100.00)	0.00
05/23/24	FEE	For The Period 12/31/2023 To 03/31/2024	(2,058.96)	0.00	(2,058.96)	0.00
Total Other Fees and Expenses			(2,158.96)	0.00	(2,158.96)	0.00
Total Fees and Expenses			(12,894.29)	0.00	(12,894.29)	0.00
Income Received						
Dividends						
04/01/24	CASH DIVIDEND	COMERICA GOVT CASH INVESTMENT FD Due 04/01/2024 CUSIP: CMMM06012 Ticker: FUNDJ	1,322.24	0.00	1,322.24	0.00
05/01/24	CASH DIVIDEND	COMERICA GOVT CASH INVESTMENT FD Due 05/01/2024 CUSIP: CMMM06012 Ticker: FUNDJ	2,028.36	0.00	2,028.36	0.00
06/03/24	CASH DIVIDEND	COMERICA GOVT CASH INVESTMENT FD Due 06/01/2024 CUSIP: CMMM06012 Ticker: FUNDJ	3,356.30	0.00	3,356.30	0.00
Total Dividends			6,706.90	0.00	6,706.90	0.00
Interest						
04/01/24	INTEREST PAYMENT	5,000,000 par value UNITED STATES TREAS 0% NTS DTD 9/30/2022 4.25% 9/30/2024 Due 03/31/2024 @ \$0.02125/\$1 PV CUSIP: 91282CFN6 ISIN: US91282CFN65	106,250.00	0.00	106,250.00	0.00
04/15/24	INTEREST PAYMENT	2,500,000 par value UNITED STATES TREAS 0.375% NTS DTD 4/8/2021 0.375% 4/15/2024 Due 04/15/2024 @ \$0.001875/\$1 PV CUSIP: 91282CBV2 ISIN: US91282CBV28	4,687.50	0.00	4,687.50	0.00



Transaction Statement
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

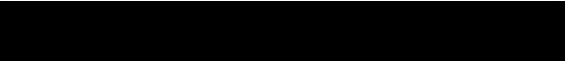
Date	Transaction	Description	Cash	Cost	Market Value	Realized Gain (Loss)
Interest						
04/16/24	PURCHASE OF ACCRUED I	US TREASURY NOTE 4.25% 03/15/2027 Ser AL-2027 DTD 3/15/2024 4.25% 3/15/20 CUSIP: 91282CKE0 ISIN: US91282CKE02	(11,433.42)	0.00	(11,433.42)	0.00
04/29/24	INTEREST PAYMENT	1,085,000 par value FEDERAL HOME LOAN MTG CORP 0.8% SNR NTS 27/10/2026 USD .8% Due 04/27/2024 @ \$0.004/\$1 PV CUSIP: 3134GW4C7 ISIN: US3134GW4C78	4,340.00	0.00	4,340.00	0.00
04/29/24	INTEREST PAYMENT	1,935,000 par value FEDERAL HOME LOAN MTG CORP 0.8% SNR NTS 28/10/2026 USD .8% Due 04/28/2024 @ \$0.004/\$1 PV CUSIP: 3134GW6C5 ISIN: US3134GW6C50	7,740.00	0.00	7,740.00	0.00
05/15/24	INTEREST PAYMENT	2,500,000 par value UNITED STATES TREAS 0.25% NTS DTD 5/5/2021 0.25% 5/15/2024 Due 05/15/2024 @ \$0.00125/\$1 PV CUSIP: 91282CCC3 ISIN: US91282CCC38	3,125.00	0.00	3,125.00	0.00
05/15/24	INTEREST PAYMENT	4,000,000 par value UNITED STATES TREAS 4.5% NTS DTD 11/15/2022 4.50% 11/15/2025 Due 05/15/2024 @ \$0.0225/\$1 PV CUSIP: 91282CFW6 ISIN: US91282CFW64	90,000.00	0.00	90,000.00	0.00
05/22/24	PURCHASE OF ACCRUED I	U S TREASURY NOTE 0.00% 04/15/2027 Ser AM-2027 DTD 4/15/2024 4.50% 4/15/20 CUSIP: 91282CKJ9 ISIN: US91282CKJ98	(11,680.33)	0.00	(11,680.33)	0.00
05/31/24	INTEREST PAYMENT	4,000,000 par value UNITED STATES TREAS 0% NTS DTD 11/17/2022 4.50% 11/30/2024 Due 05/31/2024 @ \$0.0225/\$1 PV CUSIP: 91282CFX4 ISIN: US91282CFX48	90,000.00	0.00	90,000.00	0.00
05/31/24	INTEREST PAYMENT	2,514,000 par value US TREASURY NOTE 4.25% 05/31/2025 Ser BC-2025 DTD 5/31/2023 4.25% 5/31/20 Due 05/31/2024 @ \$0.02125/\$1 PV CUSIP: 91282CHD6 ISIN: US91282CHD65	53,422.50	0.00	53,422.50	0.00
06/17/24	INTEREST PAYMENT	2,500,000 par value UNITED STATES TREAS 4.125% 6/15/2023 Ser AP-2026 DTD 6/15/2023 4.125% 6/15/2 Due 06/15/2024 @ \$0.020625/\$1 PV CUSIP: 91282CHH7 ISIN: US91282CHH79	51,562.50	0.00	51,562.50	0.00



Transaction Statement
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Date	Transaction	Description	Cash	Cost	Market Value	Realized Gain (Loss)
Interest						
06/17/24	INTEREST PAYMENT	2,500,000 par value UNITED STATES TREAS 0% NTS DTD 6/15/2021 0.25% 6/15/2024 Due 06/15/2024 @ \$0.00125/\$1 PV CUSIP: 91282CCG4 ISIN: US91282CCG42	3,125.00	0.00	3,125.00	0.00
06/17/24	INTEREST PAYMENT	2,500,000 par value FEDERAL FARM CREDIT BANKS 0.75% SNR PIDI BDS 16/12/2026 USD .75% Due 06/16/2024 @ \$0.00375/\$1 PV CUSIP: 3133EMKK7 ISIN: US3133EMKK71	9,375.00	0.00	9,375.00	0.00
06/21/24	PURCHASE OF ACCRUED I	U S TREASURY NOTE 0.00% 05/15/2027 Ser AN-2027 DTD 5/15/2024 0.00% 5/15/20 CUSIP: 91282CKR1 ISIN: US91282CKR15	(13,206.52)	0.00	(13,206.52)	0.00
Total Interest			387,307.23	0.00	387,307.23	0.00
Total Income Received			394,014.13	0.00	394,014.13	0.00
Security Transaction						
Purchases						
04/01/24	SWEEP PURCHASE	107,572.24 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(107,572.24)	107,572.24	0.00	0.00
04/15/24	SWEEP PURCHASE	2,504,687.5 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(2,504,687.50)	2,504,687.50	0.00	0.00
04/29/24	SWEEP PURCHASE	12,080 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(12,080.00)	12,080.00	0.00	0.00
05/01/24	SWEEP PURCHASE	2,028.36 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(2,028.36)	2,028.36	0.00	0.00
05/15/24	SWEEP PURCHASE	2,593,125 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(2,593,125.00)	2,593,125.00	0.00	0.00
05/31/24	SWEEP PURCHASE	143,422.5 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(143,422.50)	143,422.50	0.00	0.00



Transaction Statement
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Date	Transaction	Description	Cash	Cost	Market Value	Realized Gain (Loss)
Purchases						
06/03/24	SWEEP PURCHASE	3,356.3 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(3,356.30)	3,356.30	0.00	0.00
06/17/24	SWEEP PURCHASE	2,564,062.5 shares COMERICA GOVT CASH INVESTMENT FD STATE COST: 0.00 CUSIP: CMMM06012 Ticker: FUNDJ	(2,564,062.50)	2,564,062.50	0.00	0.00
	Total COMERICA GOVT CASH INVESTMENT FD		(7,930,334.40)	7,930,334.40	0.00	0.00
06/21/24	PURCHASE	2,700,000 par value U S TREASURY NOTE 0.00% 05/15/2027 Ser AN-2027 DTD 5/15/2024 0.00% 5/15/20 Trade 06/21/2024 Settle 06/24/2024 2,700,000 Units @ 100.027344 CUSIP: 91282CKR1 ISIN: US91282CKR15	(2,700,738.28)	2,700,738.28	0.00	0.00
	Total U S TREASURY NOTE 0.00% 05/15/2027 Ser A		(2,700,738.28)	2,700,738.28	0.00	0.00
05/22/24	PURCHASE	2,500,000 par value U S TREASURY NOTE 0.00% 04/15/2027 Ser AM-2027 DTD 4/15/2024 4.50% 4/15/20 Trade 05/22/2024 Settle 05/23/2024 2,500,000 Units @ 99.566406 CUSIP: 91282CKJ9 ISIN: US91282CKJ98	(2,489,160.16)	2,489,160.16	0.00	0.00
	Total U S TREASURY NOTE 0.00% 04/15/2027 Ser AM		(2,489,160.16)	2,489,160.16	0.00	0.00
04/16/24	PURCHASE	3,000,000 par value US TREASURY NOTE 4.25% 03/15/2027 Ser AL-2027 DTD 3/15/2024 4.25% 3/15/20 Trade 04/16/2024 Settle 04/17/2024 3,000,000 Units @ 98.4765625 CUSIP: 91282CKE0 ISIN: US91282CKE02	(2,954,296.88)	2,954,296.88	0.00	0.00
	Total US TREASURY NOTE 4.25% 03/15/2027 Ser AL		(2,954,296.88)	2,954,296.88	0.00	0.00
	Total Purchases		(16,074,529.72)	16,074,529.72	0.00	0.00
Sales						
04/17/24	SWEEP SALE	2,965,730.3 shares COMERICA GOVT CASH INVESTMENT FD CUSIP: CMMM06012 Ticker: FUNDJ	2,965,730.30	(2,965,730.30)	0.00	0.00
05/01/24	SWEEP SALE	10,735.33 shares COMERICA GOVT CASH INVESTMENT FD CUSIP: CMMM06012 Ticker: FUNDJ	10,735.33	(10,735.33)	0.00	0.00
05/23/24	SWEEP SALE	2,502,999.45 shares COMERICA GOVT CASH INVESTMENT FD CUSIP: CMMM06012 Ticker: FUNDJ	34 2,502,999.45	(2,502,999.45)	0.00	0.00



Transaction Statement
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Date	Transaction	Description	Cash	Cost	Market Value	Realized Gain (Loss)
Sales						
06/24/24	SWEEP SALE	2,713,944.8 shares COMERICA GOVT CASH INVESTMENT FD CUSIP: CMMM06012 Ticker: FUNDJ	2,713,944.80	(2,713,944.80)	0.00	0.00
	Total	COMERICA GOVT CASH INVESTMENT FD	8,193,409.88	(8,193,409.88)	0.00	0.00
06/17/24	MATURITY	2,500,000 par value @ 1 UNITED STATES TREAS 0% NTS DTD 6/15/2021 0.25% 6/15/2024 Registered In FED BOOK ENTRY Fed Long Term Gain: 6,250.00 CUSIP: 91282CCG4 ISIN: US91282CCG42	2,500,000.00	(2,493,750.00)	0.00	6,250.00
	Total	UNITED STATES TREAS 0% NTS DTD 6/15/2021	2,500,000.00	(2,493,750.00)	0.00	6,250.00
05/15/24	MATURITY	2,500,000 par value @ 1 UNITED STATES TREAS 0.25% NTS DTD 5/5/2021 0.25% 5/15/2024 Registered in FED BOOK ENTRY Fed Long Term Gain: 4,980.47 CUSIP: 91282CCC3 ISIN: US91282CCC38	2,500,000.00	(2,495,019.53)	0.00	4,980.47
	Total	UNITED STATES TREAS 0.25% NTS DTD 5/5/20	2,500,000.00	(2,495,019.53)	0.00	4,980.47
04/15/24	MATURITY	2,500,000 par value @ 1 UNITED STATES TREAS 0.375% NTS DTD 4/8/2021 0.375% 4/15/2024 Registered in FED BOOK ENTRY Fed Long Term Loss: 4,394.53 CUSIP: 91282CBV2 ISIN: US91282CBV28	2,500,000.00	(2,504,394.53)	0.00	(4,394.53)
	Total	UNITED STATES TREAS 0.375% NTS DTD 4/8/2	2,500,000.00	(2,504,394.53)	0.00	(4,394.53)
	Total Sales		15,693,409.88	(15,686,573.94)	0.00	6,835.94
	Total Security Transaction		(381,119.84)	387,955.78	0.00	6,835.94



Pending Trades
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY



No data in the reporting period



CITY OF DEARBORN POOLED CASH VICTORY



Pending Orders
For the Period April 01, 2024 - June 30, 2024

No data in the reporting period



Accrued Income
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Description	Beginning Accrual	Income Earned/ Adjustment	Income Received/Sold/ (Purchased)	Ending Accrual
Debt Securities				
CUSIP: 3133EMKK7 FEDERAL FARM CREDIT BANKS 0.75%	5,468.75	4,687.50	9,375.00	781.25
CUSIP: 3134GW4C7 FEDERAL HOME LOAN MTG CORP 0.8%	3,713.11	2,170.00	4,340.00	1,543.11
CUSIP: 3134GW6C5 FEDERAL HOME LOAN MTG CORP 0.8%	6,579.00	3,870.00	7,740.00	2,709.00
CUSIP: 91282CKJ9 U S TREASURY NOTE 0.00% 04/15/2027	0.00	11,987.70	(11,680.33)	23,668.03
CUSIP: 91282CCG4 UNITED STATES TREAS 0% NTS	1,844.26	1,280.74	3,125.00	0.00
CUSIP: 91282CFX4 UNITED STATES TREAS 0% NTS	60,491.80	44,754.10	90,000.00	15,245.90
CUSIP: 91282CCC3 UNITED STATES TREAS 0% NTS	2,369.51	755.49	3,125.00	0.00
CUSIP: 91282CFN6 UNITED STATES TREAS 0% NTS	106,830.60	52,834.70	106,250.00	53,415.30
CUSIP: 91282CBV2 UNITED STATES TREAS 0.375% NTS	4,328.89	358.61	4,687.50	0.00
CUSIP: 91282CCL3 UNITED STATES TREAS 0.375% NTS	1,983.17	2,343.75	0.00	4,326.92
CUSIP: 91282CEX5 UNITED STATES TREAS 3% NTS	18,852.46	(18,852.46)	0.00	0.00
CUSIP: 91282CFK2 UNITED STATES TREAS 3.5% NTS	8,084.24	43,274.46	0.00	51,358.70
CUSIP: 91282CHH7 UNITED STATES TREAS 4.125% 6/15/2023	30,430.33	25,640.37	51,562.50	4,508.20
CUSIP: 91282CGG0 UNITED STATES TREAS 4.125% NTS	17,544.62	26,173.13	0.00	43,717.75
CUSIP: 91282CFW6 UNITED STATES TREAS 4.5% NTS	68,241.76	44,747.37	90,000.00	22,989.13
CUSIP: 91282CGR6 UNITED STATES TREAS 4.625% NTS	5,341.37	28,592.05	0.00	33,933.42
CUSIP: 91282CJT9 UNITED STATES TREAS NTS	38,406.59	40,000.00	0.00	73,406.59



Accrued Income
For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

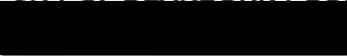
Page 15 of 19

Description	Beginning Accrual	Income Earned/ Adjustment	Income Received/Sold/ (Purchased)	Ending Accrual
Debt Securities				
CUSIP: 91282CHY0 UNITED STATES TREAS NTS 4.625%09/15/26	10,682.74	57,184.11	0.00	67,866.85
CUSIP: 91282CKE0 UNITED STATES TREASURY NOTE	0.00	25,985.06	(11,433.42)	37,418.48
CUSIP: 91282CKR1 UNITED STATES TREASURY NOTES	0.00	(13,206.52)	(13,206.52)	0.00
CUSIP: 91282CHD6 US TREASURY NOTE 0.00% 05/31/2025	35,906.93	26,565.28	53,422.50	9,049.71
Debt Securities	422,100.13	411,145.44	387,307.23	445,938.34
Short Term Investments				
CUSIP: CMMM06012 COMERICA GOVT CASH INVESTMENT FD	1,322.24	9,056.27	6,706.90	3,671.61
Short Term Investments	1,322.24	9,056.27	6,706.90	3,671.61
Total Account	423,422.37	420,201.71	394,014.13	449,609.95



For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY



Page 16 of 19

ANNUAL CERTIFICATION

WE HEREBY CERTIFY THAT, TO THE BEST OF OUR KNOWLEDGE AND BELIEF, THE FOREGOING STATEMENT OF RECEIPTS AND DISBURSEMENTS AND ATTACHED STATEMENT OF ASSETS, SUPPORTED BY RESPECTIVE SCHEDULES, ARE ACCURATE AND COMPLETE STATEMENTS ACCORDING TO OUR RECORDS OF THE ACCOUNT. SECURITIES AND OTHER ASSETS LISTED IN THIS REPORT ARE HELD BY THE BANK AS OF THE FISCAL PERIOD, EXCEPT AS OTHERWISE NOTED.

WE FURTHER CERTIFY THAT, TO THE BEST OF OUR KNOWLEDGE AND BELIEF, THIS ACCOUNT HOLDS NO KNOWN WORTHLESS SECURITIES, NO LEASES OR LOANS IN DEFAULT OR CLASSIFIED AS UNCOLLECTIBLE (EXCEPT AS IDENTIFIED ON THE MOST RECENT LOANS OUTSTANDING REPORT), AND HAS NOT PARTICIPATED IN ANY TRANSACTIONS CONSTRUED TO BE PARTY-IN-INTEREST TRANSACTIONS. EXCEPTIONS TO THIS PROVISION ARE SUPPORTED BY SCHEDULES ATTACHED TO THIS REPORT.

COMERICA BANK AND TRUST, N.A.

COMERICA BANK

BY: /S/ BRIAN WOLFE, SENIOR VICE PRESIDENT, INSTITUTIONAL TRUST



For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY



MESSAGE PAGE

PRICING

MARKET PRICES SHOWN HAVE BEEN OBTAINED FROM PRICING SERVICES WHICH WE BELIEVE ARE RELIABLE; HOWEVER, WE CANNOT GUARANTEE THEIR ACCURACY OR THAT SECURITIES CAN BE BOUGHT OR SOLD FOR THESE PRICES. SOME UNREGISTERED AND ILLIQUID SECURITIES MAY NOT HAVE INDEPENDENTLY PROVIDED PRICING, AND MAY ONLY HAVE PRICING PROVIDED BY THE ISSUER OF THE SECURITY, WHICH MAY INCLUDE ESTIMATES OR OTHER UNVERIFIED PRICES.

FLOAT

COMERICA USES A GENERAL DISBURSEMENT CHECKING ACCOUNT TO PROCESS DISBURSEMENTS IT MAKES VIA CHECK. THIS IS A NON-INTEREST BEARING ACCOUNT FROM WHICH COMERICA MAY RECEIVE FLOAT. FLOAT IS EARNED AT THE FED FUNDS RATE, AS PUBLISHED IN THE WALL STREET JOURNAL OR ON THE FEDERAL RESERVE'S WEB SITE. COMERICA MAY BEGIN EARNING FLOAT ONCE THE FUNDS ARE TRANSFERRED FROM YOUR TRUST ACCOUNT TO THE GENERAL DISBURSEMENT CHECKING ACCOUNT. COMERICA CONTINUES TO RECEIVE FLOAT ON SUCH FUNDS UNTIL SUCH TIME AS THE CHECK IS PRESENTED FOR PAYMENT OR THE FUNDS ARE DISPOSED OF PURSUANT TO AN UNCLAIMED FUNDS PROCEDURE. DISBURSEMENTS VIA WIRE OR ACH DO NOT GENERATE FLOAT AND PROVIDE IMPROVED FUNDS AVAILABILITY FOR RECIPIENTS. GENERALLY, COMERICA DOES NOT RECEIVE FLOAT ON FUNDS RECEIVED PENDING INVESTMENT INSTRUCTIONS. EXCEPTIONS TO THE ABOVE DESCRIBED PROCEDURES MAY APPLY.

CASH EQUIVALENTS

COMERICA CALCULATES SWEEP FEES ON A 360 DAY BASIS.

FOREIGN TAX RECLAIMS DISCLOSURE

DIVIDENDS FROM AMERICAN DEPOSITARY RECEIPTS (ADRS) AND OTHER FOREIGN INVESTMENTS MAY BE SUBJECT TO TAX WITHHOLDING BY THE ISSUERS' HOME-COUNTRY GOVERNMENTS. COMERICA ENGAGED GLOBE TAX SERVICES, INC., TO PROVIDE CROSS-BORDER WITHHOLDING RECOVERY SERVICES ON BEHALF OF CLIENTS WITH THE APPLICABLE FOREIGN TAX AUTHORITIES. IF YOU WISH TO OPT INTO THIS SERVICE, PLEASE CONTACT YOUR RELATIONSHIP MANAGER.

SERVICING FEE

COMERICA MAY BE PAID BY NON-PROPRIETARY FUNDS FOR PERFORMING SERVICES FOR THE FUNDS.

TO ALL HOLDERS OF THE COMERICA SHORT TERM INVESTMENT FUND (STIF)

DETAILED INFORMATION ABOUT THE FUND IS AVAILABLE TO ALL HOLDERS OF THE COMERICA SHORT TERM INVESTMENT FUND (STIF) ON A MONTHLY BASIS INCLUDING: TOTAL ASSETS, SHADOW NAV, AND INDIVIDUAL SECURITY INFORMATION. PLEASE CONTACT YOUR RELATIONSHIP MANAGER TO HAVE THIS INFORMATION SENT TO YOU.



For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY



Page 18 of 19

MESSAGE PAGE

CLASS ACTION NOTIFICATIONS:

FOR YOUR REFERENCE, WE HAVE CREATED A SPECIAL LINK (www.comerica.com/classactions) FOR UPCOMING SECURITY CLASS ACTION FILINGS. THIS LINK WILL OPEN A REGULARLY UPDATED PDF CONTAINING RELEVANT INFORMATION. PLEASE REFER TO THIS SITE FOR NOTIFICATION ABOUT CLASS ACTIONS WHICH MAY AFFECT YOUR ACCOUNT.

DECLARATION OF TRUST DOCUMENTS AVAILABLE

COMERICA BANK & TRUST, N.A., THE TRUSTEE OF A VARIETY OF COMMON TRUST AND COLLECTIVE INVESTMENT FUNDS, HAS CLAIMED AN EXEMPTION FROM THE DEFINITION OF THE TERM "COMMODITY POOL OPERATOR" UNDER THE COMMODITY EXCHANGE ACT, AND IS, THEREFORE, NOT SUBJECT TO REGISTRATION UNDER THE ACT RELATIVE TO EACH OF THE FUNDS. FOR A COMPLETE LIST OF THE RELEVANT FUNDS, PLEASE CONTACT YOUR RELATIONSHIP MANAGER.

COMERICA MAY PARTICIPATE IN CLASS ACTION LAWSUITS ON YOUR BEHALF UNLESS OTHERWISE INSTRUCTED. IF A SETTLEMENT IS RECEIVED, COMERICA MAY CHARGE A FEE OF \$10 WHEN THE PROCEEDS ARE POSTED TO THE ACCOUNT.

DECLARATION OF TRUST DOCUMENTS FOR COMERICA COMMON AND COLLECTIVE FUNDS ARE AVAILABLE UPON REQUEST. PLEASE CONTACT YOUR RELATIONSHIP MANAGER IF YOU WOULD LIKE A COPY.

RABBI TRUST

FOR NON-QUALIFIED RABBI TRUST CLIENTS, THE ANNUAL STATEMENT CONTAINS THE INFORMATION NEEDED TO ASSIST PLAN SPONSORS IN COMPUTING TAXABLE INCOME AND FULFILLING THEIR TAX REPORTING REQUIREMENTS.

SWEEP

COMERICA OFFERS VARIOUS MONEY MARKET SWEEP VEHICLE OPTIONS, INCLUDING GOVERNMENT, TREASURY AND TAX-EXEMPT FUNDS.

PLEASE CONTACT YOUR RELATIONSHIP MANAGER FOR ADDITIONAL INFORMATION ON SWEEP OPTIONS.

COMERICA DOES NOT GUARANTEE INVESTMENT RESULTS. WHERE NON-DEPOSIT INVESTMENT PRODUCTS ARE USED, SUCH INVESTMENT PRODUCTS ARE NOT INSURED BY THE FDIC; ARE NOT DEPOSITS OF OR OTHER OBLIGATIONS OF COMERICA AND ARE NOT GUARANTEED BY COMERICA; AND ARE SUBJECT TO INVESTMENT RISKS, INCLUDING THE POSSIBLE LOSS OF THE PRINCIPAL INVESTED.



For the Period April 01, 2024 - June 30, 2024

CITY OF DEARBORN POOLED CASH VICTORY

Page 19 of 19

MESSAGE PAGE

IMPORTANT NEWS REGARDING ACH (DIRECT DEPOSIT) PAYMENTS

THE NATIONAL AUTOMATED CLEARING HOUSE ASSOCIATION (NACHA) REQUIRES THAT ALL PARTIES TO AN ACH TRANSACTION MUST CLASSIFY PAYMENTS TRANSMITTED TO OR RECEIVED FROM, A FINANCIAL AGENCY OUTSIDE THE U.S. AS AN INTERNATIONAL ACH TRANSACTION (IAT). THE FEDERAL BANK SECRECY ACT REQUIRES THAT ADDITIONAL DATA BE SENT WITH AN IAT.

THERE ARE SUBSTANTIAL MONETARY PENALTIES FOR VIOLATION OF THE IAT RULES, SO IT IS IMPORTANT FOR US TO WORK TOGETHER TO ENSURE FULL COMPLIANCE WITH THE RULES.

ADDITIONAL INFORMATION REQUIRED

THE ORIGINATOR OF A TRANSACTION CODED AS AN IAT (WHICH INCLUDES DIRECT DEPOSITS OF PENSION PAYMENTS WHICH ULTIMATELY END UP AT A NON-U.S. FINANCIAL AGENCY) WILL BE REQUIRED TO PROVIDE THE FOLLOWING ADDITIONAL INFORMATION TO COMERICA BANK:

- NAME AND PHYSICAL ADDRESS OF THE ORIGINATOR (PLAN SPONSOR IN THE CASE OF PENSION PAYMENTS)
- NAME AND PHYSICAL ADDRESS OF THE RECEIVER (BENEFICIARY)
- ACCOUNT NUMBER OF THE RECEIVER
- IDENTITY OF THE RECEIVER'S BANK
- CORRESPONDENT BANK'S NAME, BANK ID NUMBER AND BANK BRANCH COUNTRY CODE
- REASON FOR THE PAYMENT

DUE DILIGENCE FOR RETIREMENT PLANS

AS PART OF OUR DUE DILIGENCE EFFORT TO COMPLY WITH THE IAT RULES, COMERICA WILL CONTACT DIRECTLY THOSE RETIREES WHO ARE RECEIVING THEIR PENSION PAYMENTS VIA ACH AND FOR WHOM WE HAVE A FOREIGN ADDRESS. WE NEED YOUR ASSISTANCE, HOWEVER, TO IDENTIFY ANY OTHER RETIREES WHOSE PENSION PAYMENTS MIGHT BE SUBJECT TO THE IAT RULES.

ACCORDING TO NACHA, IN THE CASE OF PENSION PAYMENTS, IT IS THE EMPLOYER'S OBLIGATION TO UNDERSTAND THE LEGAL DOMICILE OF ITS RETIREES AND INQUIRE WHETHER THEY HOLD ACCOUNTS IN U.S. BANKS OR WITH OFFSHORE FINANCIAL INSTITUTIONS. THE EMPLOYER OR PLAN SPONSOR IS CONSIDERED TO BE THE "ORIGINATOR" OF THE PENSION PAYMENTS. IF YOU HAVE ANY QUESTIONS, PLEASE CONTACT YOUR RELATIONSHIP MANAGER.

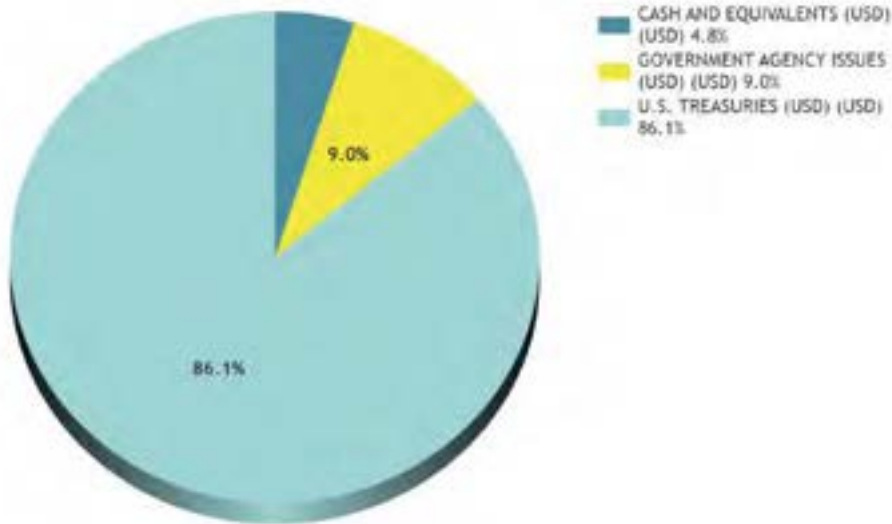


City of Dearborn Cash Reserve

Portfolio Overview

Gross of Fees | US Dollar
6/30/2024

Allocation by Security Type Group (by Currency)



Activity Summary

	Month To Date	Quarter To Date	Latest 6 Months	Year To Date
Beginning Market Value	55,311,076.54	55,034,041.06	54,658,113.78	54,658,113.78
Net Additions	0.00	-12,894.29	-23,527.83	-23,527.83
Gains/Losses	296,190.09	586,119.86	972,680.68	972,680.68
Ending Market Value	55,607,266.62	55,607,266.62	55,607,266.62	55,607,266.62
Time Weighted Return	0.54	1.07	1.78	1.78

Index

	Month To Date	Quarter To Date	Latest 6 Months	Year To Date
Bloomberg US Government 1-3 Year	0.58	0.91	1.20	1.20

Performance Since Inception (3/31/2005)



Performance Summary

Portfolio	Market Value	Month To Date	Quarter To Date	Latest 6 Months	Year To Date
City of Dearborn Cash Reserve	55,607,266.62	0.54	1.07	1.78	1.78

Portfolio Holdings

6/30/2024



CUSIP	Par/Shares	Security Description	Mdy Rtg	S&P Rtg	Cpn	Maturity Date	Exp Mat Red Date	Original Cost	Adj Cost	Market Value	Unrealized Gain Loss	Accrued Interest	Settle Date	Yld to Cost
CASH AND EQUIVALENTS (USD) (USD)														
CASH		CASH ACCOUNT						2,695,393.11	2,695,393.11	2,695,393.11		0.00		
		CASH AND EQUIVALENTS (USD) (USD)						2,695,393.11	2,695,393.11	2,695,393.11		0.00		
GOVERNMENT AGENCY ISSUES (USD) (USD)														
3133EMKK7	2,500,000.00	FEDERAL FARM CREDIT BANKS 0.750% DUE 12/16/2026	Aaa	AA+	0.75	12/16/2026	12/16/2026	2,252,600.00	2,294,239.02	2,265,750.70	(28,488.32)	729.17		4.31
3134GW4C7	1,085,000.00	FEDERAL HOME LOAN MTG CORP 0.800% DUE 10/27/2026	Aaa		0.80	10/27/2026	10/27/2026	983,433.15	1,001,701.62	990,031.78	(11,669.83)	1,519.00		4.32
3134GW6C5	1,935,000.00	FEDERAL HOME LOAN MTG CORP 0.800% DUE 10/28/2026	Aaa		0.80	10/28/2026	10/28/2026	1,753,839.55	1,786,392.27	1,764,599.97	(21,792.30)	2,666.00		4.31
	5,520,000.00	GOVERNMENT AGENCY ISSUES (USD) (USD)						4,989,872.70	5,082,332.91	5,020,382.46	(61,950.45)	4,914.17		
U.S. TREASURIES (USD) (USD)														
91282CCL3	2,500,000.00	UNITED STATES TREASURY NOTES 0.375% DUE 7/15/2024	Aaa	AA+	0.38	7/15/2024	7/15/2024	2,501,464.84	2,500,020.43	2,495,227.18	(4,793.26)	4,301.17		0.36
91282CFK2	5,000,000.00	UNITED STATES TREASURY NOTES 3.500% DUE 9/15/2025	Aaa	AA+	3.50	9/15/2025	9/15/2025	4,916,601.56	4,964,559.28	4,909,570.30	(54,988.98)	50,883.15		4.11
91282CJT9	4,000,000.00	UNITED STATES TREASURY NOTES 4.000% DUE 1/15/2027	Aaa	AA+	4.00	1/15/2027	1/15/2027	3,952,187.50	3,957,920.23	3,942,187.52	(15,732.71)	73,406.59		4.44
91282CGG0	2,538,000.00	UNITED STATES TREASURY NOTES 4.125% DUE 1/31/2025	Aaa	AA+	4.13	1/31/2025	1/31/2025	2,500,128.28	2,522,848.09	2,520,352.98	(2,495.11)	43,430.13		5.17
91282CHH7	2,500,000.00	UNITED STATES TREASURY NOTES 4.125% DUE 6/15/2026	Aaa	AA+	4.13	6/15/2026	6/15/2026	2,474,414.06	2,482,702.21	2,471,484.38	(11,217.84)	4,226.43		4.50
91282CKE0	3,000,000.00	UNITED STATES TREASURY NOTES 4.250% DUE 3/15/2027	Aaa	AA+	4.25	3/15/2027	3/15/2027	2,954,296.88	2,957,317.88	2,976,093.75	18,775.87	37,072.01		4.82
91282CHD6	2,514,000.00	UNITED STATES TREASURY NOTES 4.250% DUE 5/31/2025	Aaa	AA+	4.25	5/31/2025	5/31/2025	2,482,280.39	2,497,782.40	2,493,131.84	(4,650.56)	8,757.79		4.98
91282CFN6	5,000,000.00	UNITED STATES TREASURY NOTES 4.250% DUE 9/30/2024	Aaa	AA+	4.25	9/30/2024	9/30/2024	5,013,085.94	5,001,715.21	4,986,230.45	(15,484.76)	52,834.70		4.11
91282CFW6	4,000,000.00	UNITED STATES TREASURY NOTES 4.500% DUE 11/15/2025	Aaa	AA+	4.50	11/15/2025	11/15/2025	4,061,250.00	4,029,745.36	3,975,468.76	(54,276.60)	22,500.00		3.94
91282CFX4	4,000,000.00	UNITED STATES TREASURY NOTES 4.500% DUE 11/30/2024	Aaa	AA+	4.50	11/30/2024	11/30/2024	4,023,281.25	4,005,128.28	3,986,601.56	(18,526.72)	14,754.10		4.19
91282CKJ9	2,500,000.00	UNITED STATES TREASURY NOTES 4.500% DUE 4/15/2027	Aaa	AA+	4.50	4/15/2027	4/15/2027	2,489,160.16	2,489,534.57	2,496,484.38	6,949.81	23,360.66		4.66
91282CKR1	2,700,000.00	UNITED STATES TREASURY NOTES 4.500% DUE 5/15/2027	Aaa	AA+	4.50	5/15/2027	5/15/2027	2,700,738.28	2,700,732.39	2,696,625.00	(4,107.39)	15,187.50		4.49
91282CGR6	2,500,000.00	UNITED STATES TREASURY NOTES 4.625% DUE 3/15/2026	Aaa	AA+	4.63	3/15/2026	3/15/2026	2,502,929.69	2,501,887.15	2,491,406.25	(10,480.90)	33,619.23		4.58
91282CHY0	5,000,000.00	UNITED STATES TREASURY NOTES 4.625% DUE 9/15/2026	Aaa	AA+	4.63	9/15/2026	9/15/2026	4,966,210.94	4,973,965.90	4,994,140.65	20,174.75	67,238.45		4.88
	47,752,000.00	U.S. TREASURIES (USD) (USD)						47,538,029.77	47,585,859.39	47,435,004.99	(150,854.40)	451,571.91		
	53,272,000.00	Securities Total for IN1261						52,527,902.47	52,668,192.30	52,455,387.44	(212,804.86)	456,486.07		
		Total						55,223,295.58	55,363,585.41	55,150,780.55	(212,804.86)	456,486.07		



City of Dearborn Post Employment Health Care

Monthly Report
June 30, 2024

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Agenda

- Capital Markets
- June 2024 Performance

Capital Markets

Quarter in Review—2Q 2024

As of June 30, 2024

For the quarter, the Dow Jones Industrial Average declined 1.3% while the Russell Midcap fell 3.3%, the S&P 500 rose 4.3%, and the Russell 2000 small-cap index fell 3.3%.

During the second quarter of 2024, jobs data pointed to a still-strong labor market, resisting the effects of hawkish monetary policy, albeit with slight declines in nonfarm payroll numbers and a 4.1% unemployment rate. Continued labor market strength and still-higher than target inflation led to a continued pause in rate policy at the June FOMC meeting, leaving open the possibility of a longer-than-anticipated rate hold and fewer 2024 rate cuts than the initially estimated at the beginning of 2024. Investors have been experiencing the “higher for longer” rate environment, as the FOMC tries to guide the economy to a “soft landing” or “no landing” situation.

Inflation has been gradually deaccelerating throughout 2Q24 to 3.3% in May, down from March’s 3.5% level, and very much below June 2022’s peak of 9.1%. While headline CPI continued to decline, Core PCE fell slightly to 2.6%, getting closer to the Fed’s 2% target. The FOMC kept rates steady for the entirety of the quarter, leaving open the possibility of a longer-than-expected pause to maintain the existing Quantitative Tightening (QT) program. Together with tighter lending standards, these monetary effects continue to lower inflation overall.

Equities in regions outside the US were mixed, as MSCI Emerging Markets rose 5.0% and MSCI Europe gained 1.0% but MSCI Japan fell 4.3% in USD.

For the S&P 500, five sectors posted positive returns for the 2Q. Information Technology 13.8%, Communication Services 9.4%, Utilities 4.7%, Consumer Staples 1.4%, and Consumer Discretionary 0.6% saw positive quarterly returns. Health Care -1.0%, Real Estate -1.9%, Financials -2.0%, Energy -2.4%, Industrials -2.9%, and Materials -4.5% saw negative quarterly returns.

The Fed continued its rate policy pause through the end of the second quarter. Since March 2022, the Fed announced eleven rate hikes, for a total of 5.25 percentage points. The yield on the 10-year US Treasury note closed the second quarter at 4.40%, up from 4.20% at the end of the first quarter. The yield on 3-month Treasury bills was 5.36%, even with the end of the first quarter. The Bloomberg US Aggregate Bond Index, a broad measure of the US bond market, increased 0.1% in 2Q24 after posting a 0.8% return in 1Q24.

Source: Morgan Stanley Wealth Management Global Investment Office, Morgan Stanley & Co. Research, Bloomberg, FactSet

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Capital Markets Overview: 2Q 2024 – Global Equities

Global Equity Markets
As of June 30, 2024

- US equities as represented by the S&P 500 Index increased 4.3% in the second quarter of 2024. The MSCI ACWI (a global equity index containing large and mid-cap stocks in 23 developed and 24 emerging markets) rose 3.0% for US-currency investors.
- During the same quarterly timeframe, the MSCI Emerging Markets gained 5.0%, the MSCI ACWI increased by 3.0%, the MSCI Pacific Excluding Japan gained 2.6%, the MSCI Europe rose 1.0%, the MSCI EAFE fell 0.2%, and the MSCI Japan declined 4.3%.

Key Global Stock Market Index Returns (%) for the Period Ending 6/30/2024 (USD)

INDEX IN USD	Quarter	YTD	12 Months	5-Years (Annualized)	7-Years (Annualized)	10-Years (Annualized)
S&P 500 INDEX	4.3%	15.3%	24.5%	15.0%	14.3%	12.8%
MSCI ACWI	3.0%	11.6%	19.9%	11.3%	10.6%	9.0%
MSCI Pacific Excluding Japan	2.6%	1.2%	7.9%	3.5%	5.2%	4.3%
MSCI Europe	1.0%	6.1%	12.2%	7.8%	6.7%	4.8%
MSCI Emerging Markets	5.0%	7.6%	12.9%	3.4%	3.9%	3.2%
MSCI EAFE	-0.2%	5.8%	12.2%	7.1%	6.3%	4.9%
MSCI Japan	-4.3%	6.3%	13.4%	7.0%	5.9%	5.9%

Source: FactSet, Bloomberg, Morgan Stanley Wealth Management GIO

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Capital Markets Overview: 2Q 2024 – US Bonds

The US Bond Market
As of June 30, 2024

- The Bloomberg US Agg Total Return, a general measure of the bond market, increased 0.1% in the quarter.
- The yield on the 10-year US Treasury note closed the second quarter at 4.40% (up from the 4.20% at the end of the first quarter), while the yield on 3-month Treasury bills was 5.36%, about the same as the close of the first quarter.
- The Bloomberg US Corporate High Yield Index, a measure of lower-rated corporate bonds, increased 1.1%. The Bloomberg U.S. Long Government ended the quarter down 1.7%.
- The Bloomberg Mortgage-Backed Securities Index rose 0.1%, while the Bloomberg Municipal Bond fell 0.02%.

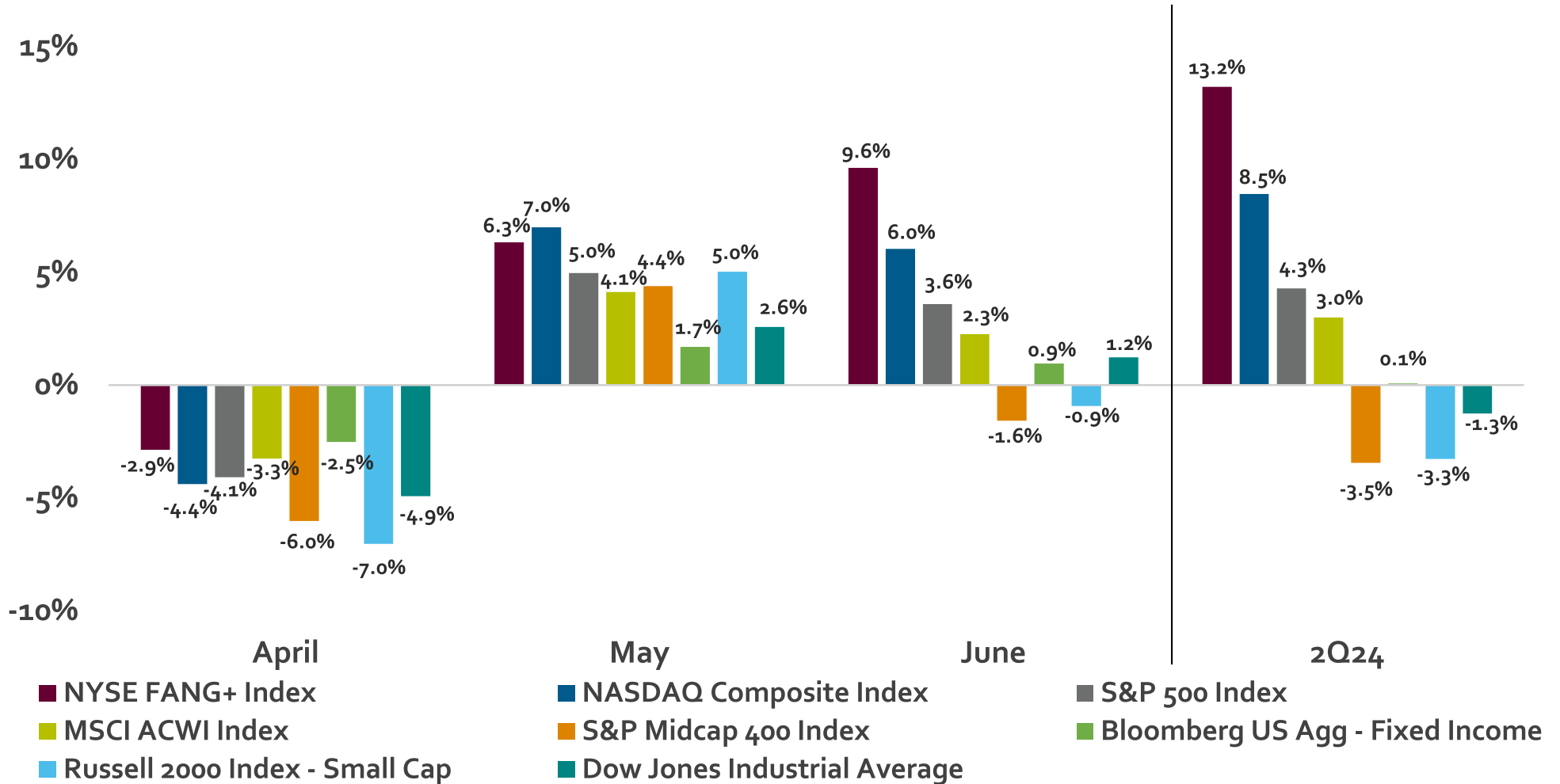
Key US Bond Market Index Returns (%) for the Period Ending 6/30/2024					
INDEX IN USD	Quarter	12 Months	5-Years (Annualized)	7-Years (Annualized)	10-Years (Annualized)
Bloomberg US Agg Total Return	0.1%	2.6%	-0.2%	0.9%	1.3%
Bloomberg US Corporate High Yield	1.1%	10.4%	3.9%	4.2%	4.3%
Bloomberg US Agg Gov/Credit Total Return	0.0%	2.7%	-0.1%	1.0%	1.5%
Bloomberg US Treasury Total Return	0.1%	1.5%	-0.7%	0.4%	0.9%
Bloomberg U.S. Government/Corp	0.2%	2.4%	-1.1%	-0.7%	-0.2%
Bloomberg U.S. Long Government	-1.7%	-1.6%	-2.2%	0.1%	1.6%
Bloomberg MBS 1000 Total Return	0.1%	2.1%	-0.8%	0.3%	0.9%
Bloomberg Municipal Bond Index	0.0%	3.2%	1.2%	2.0%	2.4%

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research, Morgan Stanley Wealth Management GIO

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Total Returns for Select Indices 2Q24

NYSE FANG+, Nasdaq Composite, Russell 2000 Small Cap, S&P 500, MSCI ACWI, S&P Midcap 400, S&P 500, Dow Jones Industrial Average
As of June 30, 2024

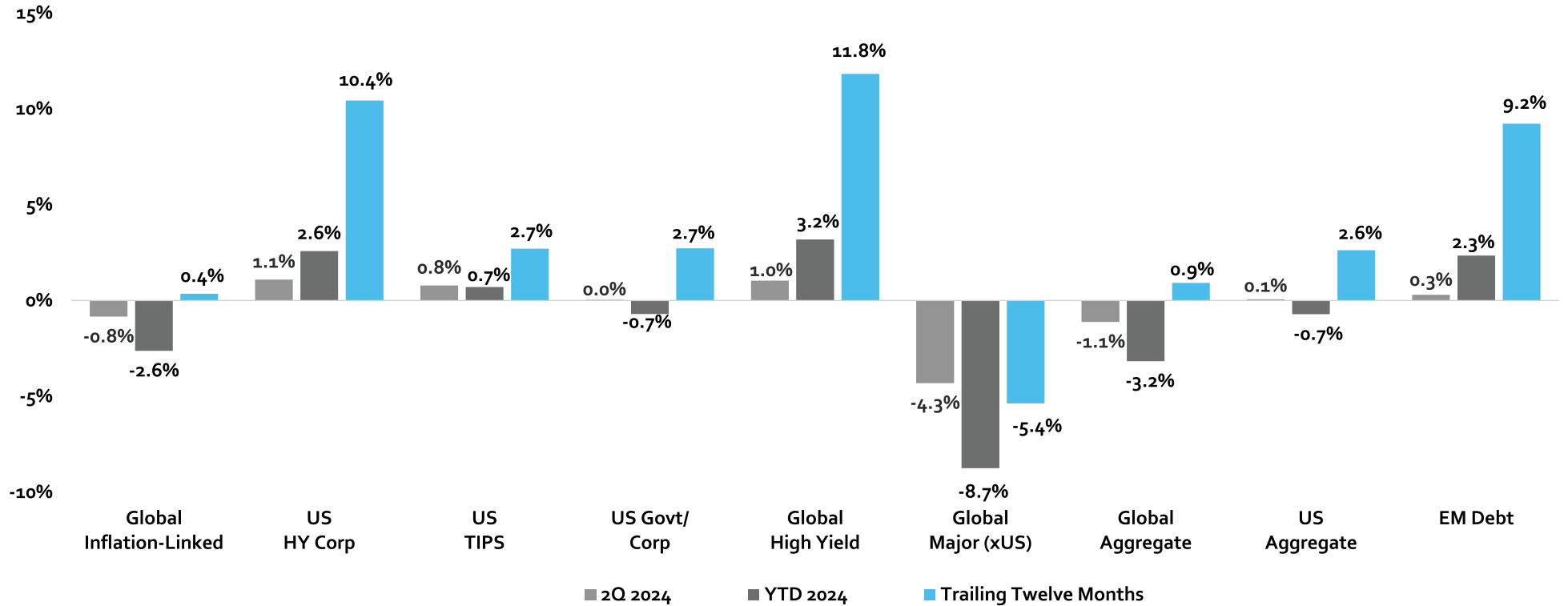


Source: Bloomberg and Morgan Stanley Wealth Management GIO.

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Fixed Income/Credit Total Return 2Q24

As of June 30, 2024



Source: Bloomberg, Morgan Stanley Wealth Management GIO.

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June 2024 Performance

June 30, 2024 Performance

	Allocation		Performance(%)										
	Market Value (\$000)	%	1 Month	Current Quarter	Fiscal YTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
City of Dearborn PEHC Total Fund	159,916	100.0	1.1	1.1	12.7	6.8	12.7	0.7	5.6	5.5	5.6	5.9	Jan-08
<i>Policy</i>			0.9	1.1	10.6	5.2	10.6	2.2	6.2	6.2	5.6	5.2	
Traditional Equity	101,860	63.7	1.3	1.4	17.0	10.0	17.0	2.2	8.7	-	-	8.7	Jul-19
<i>MSCI ACWI</i>			2.3	3.0	19.9	11.6	19.9	5.9	11.3	-	-	11.3	
<i>Russell 3000</i>			3.1	3.2	23.1	13.6	23.1	8.1	14.1	-	-	14.1	
Domestic Large Cap Equity	33,909	21.2	3.8	4.5	24.7	14.9	24.7	8.3	9.1	-	-	9.1	Jul-19
<i>Russell 1000</i>			3.3	3.6	23.9	14.2	23.9	8.7	14.6	-	-	14.6	
Vanguard Growth	21,546	13.5	6.8	8.8	33.0	20.6	33.0	9.9	-	-	-	23.1	Apr-20
<i>Russell 1000 Gr</i>			6.7	8.3	33.5	20.7	33.5	11.3	-	-	-	23.5	
Large Cap Value Equity	12,363	7.7	-1.0	-2.2	13.0	6.5	13.0	5.5	6.1	-	-	6.1	Jul-19
<i>Russell 1000 Value</i>			-0.9	-2.2	13.1	6.6	13.1	5.5	9.0	-	-	9.0	
Vanguard Russell 1000 Value Index	12,363	7.7	-1.0	-2.2	13.0	6.5	13.0	5.5	-	-	-	5.5	Apr-21
<i>Russell 1000 Value</i>			-0.9	-2.2	13.1	6.6	13.1	5.5	-	-	-	6.1	
Domestic Small/Mid Cap Equity	18,908	11.8	-0.3	-3.3	13.3	3.2	13.3	-2.8	7.8	-	-	7.8	Jul-19
<i>S&P Completion Index</i>			-0.1	-3.4	14.7	3.3	14.7	-2.6	8.6	-	-	8.5	
Vanguard Extended Markets Index	12,739	8.0	-0.1	-3.4	15.0	3.4	15.0	-2.4	8.6	-	-	8.2	Apr-19
<i>S&P Completion Index</i>			-0.1	-3.4	14.7	3.3	14.7	-2.6	8.6	-	-	8.1	
iShares Russell 2000 Index	3,882	2.4	-1.1	-3.3	9.9	1.6	9.9	-2.4	-	-	-	-1.6	Apr-21
<i>Russell 2000</i>			-0.9	-3.3	10.1	1.7	10.1	-2.6	-	-	-	-1.6	
Vanguard Russell 2000 Growth Index	2,287	1.4	-0.3	-2.9	9.1	4.4	9.1	-4.8	-	-	-	-4.6	Apr-21
<i>Russell 2000 Gr</i>			-0.2	-2.9	9.1	4.4	9.1	-4.9	-	-	-	-4.0	

Source: Paris Report

June 30, 2024 Performance

	Allocation		Performance(%)										
	Market Value (\$000)	%	1 Month	Current Quarter	Fiscal YTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
All Cap Equity	18,826	11.8	-0.5	-0.5	15.9	11.6	15.9	7.7	13.2	-	-	13.2	Jul-19
<i>Russell 3000</i>			3.1	3.2	23.1	13.6	23.1	8.1	14.1	-	-	14.1	
Deroy & Devereaux All Cap Value	18,826	11.8	-0.5	-0.5	15.9	11.6	15.9	7.7	12.2	-	-	12.8	Mar-19
<i>Russell 3000 VL</i>			-1.0	-2.2	12.9	6.2	12.9	5.1	8.9	-	-	9.3	
International Equity	18,825	11.8	-0.3	1.2	12.4	8.8	12.4	-3.3	2.6	-	-	2.6	Jul-19
<i>MSCI EAFE</i>			-1.6	-0.2	12.1	5.8	12.1	3.4	7.0	-	-	7.0	
John Hancock International Growth	18,820	11.8	-0.3	1.2	12.4	8.8	12.4	-	-	-	-	-4.0	Oct-21
<i>MSCI AC World ex US Growth Net</i>			0.9	0.7	9.9	6.7	9.9	-	-	-	-	-3.0	
Emerging Markets Equity	11,392	7.1	2.6	4.6	11.0	7.7	11.0	-6.4	1.8	-	-	1.8	Jul-19
<i>MSCI EM Net</i>			3.9	5.0	12.5	7.5	12.5	-5.1	3.1	-	-	3.1	
Goldman Sachs Emerging Mkts Equity	4,433	2.8	3.2	3.6	9.6	8.1	9.6	-10.2	-	-	-	-8.3	Apr-21
<i>MSCI EM Net</i>			3.9	5.0	12.5	7.5	12.5	-5.1	-	-	-	-3.9	
Vanguard Emerging Markets	6,959	4.4	2.2	5.3	11.9	7.4	11.9	-3.7	3.7	-	-	3.3	Apr-19
<i>MSCI EM Net</i>			3.9	5.0	12.5	7.5	12.5	-5.1	3.1	-	-	2.6	
Fixed Income	44,256	27.7	0.9	1.0	8.3	2.7	8.3	-1.9	1.3	-	-	1.3	Jul-19
<i>Bloomberg US Aggregate</i>			0.9	0.1	2.6	-0.7	2.6	-3.0	-0.2	-	-	-0.2	
Short Duration Fixed Income	7,925	5.0	0.8	1.3	9.9	3.2	9.9	0.0	2.5	-	-	2.5	Jul-19
<i>Bloomberg US Corporate 1-3 Y (A+)</i>			0.5	1.0	5.5	1.7	5.5	1.0	1.7	-	-	1.7	
Lord Abbett Short Duration	7,925	5.0	0.8	1.3	9.9	3.2	9.9	0.0	2.5	-	-	3.0	Dec-18
<i>Bloomberg US Corporate 1-3 Y (A+)</i>			0.5	1.0	5.5	1.7	5.5	1.0	1.7	-	-	2.2	
Core Fixed Income	14,508	9.1	0.9	0.3	4.3	0.6	4.3	-2.3	0.7	-	-	0.7	Jul-19
<i>Bloomberg US Aggregate</i>			0.9	0.1	2.6	-0.7	2.6	-3.0	-0.2	-	-	-0.2	

Source: Paris Report

June 30, 2024 Performance

	Allocation		Performance(%)										
	Market Value (\$000)	%	1 Month	Current Quarter	Fiscal YTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Baird Core Plus Bond	14,508	9.1	0.9	0.3	4.3	0.6	4.3	-2.3	0.7	-	-	1.8	Aug-18
<i>Bloomberg US Aggregate</i>			<i>0.9</i>	<i>0.1</i>	<i>2.6</i>	<i>-0.7</i>	<i>2.6</i>	<i>-3.0</i>	<i>-0.2</i>	<i>-</i>	<i>-</i>	<i>1.1</i>	
Credit Strategies	21,823	13.6	0.8	-27.8	-43.4	-26.0	-43.4	-22.3	-11.3	-	-	-11.3	Jul-19
<i>Bloomberg US Credit</i>			<i>0.7</i>	<i>-0.1</i>	<i>4.4</i>	<i>-0.5</i>	<i>4.4</i>	<i>-2.9</i>	<i>0.5</i>	<i>-</i>	<i>-</i>	<i>0.5</i>	
Loomis Sayles Credit Asset Trust	7,805	4.9	0.8	0.9	7.7	1.7	7.7	0.3	3.4	-	-	4.4	Oct-18
<i>Bloomberg US Credit</i>			<i>0.7</i>	<i>-0.1</i>	<i>4.4</i>	<i>-0.5</i>	<i>4.4</i>	<i>-2.9</i>	<i>0.5</i>	<i>-</i>	<i>-</i>	<i>2.0</i>	
Ashmore Emerging Mkts Credit	7,738	4.8	0.8	2.2	11.6	5.0	11.6	-6.1	-	-	-	-5.2	Apr-21
<i>JPM EMBI Global</i>			<i>0.7</i>	<i>0.4</i>	<i>8.4</i>	<i>1.8</i>	<i>8.4</i>	<i>-2.2</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-1.5</i>	
PIMCO PFLEX	6,280	3.9	1.0	1.9	13.8	6.6	13.8	-	-	-	-	-	Feb-23
<i>ICE BofA US High Yield- HOAO</i>			<i>0.9</i>	<i>1.1</i>	<i>10.4</i>	<i>2.6</i>	<i>10.4</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>10.1</i>	
Alternatives Composite	7,152	4.5	0.7	1.1	8.9	2.4	8.9	0.9	3.3	-	-	3.3	Jul-19
Loomis Sayles Strategic Alpha	7,152	4.5	0.7	1.1	8.9	2.4	8.9	0.9	3.3	-	-	3.4	Oct-18
Real Estate	5,963	3.7	0.0	-2.7	-12.0	-7.1	-12.0	1.7	3.4	-	-	3.4	Jul-19
<i>NCREIF Property Idx</i>			<i>0.0</i>	<i>0.0</i>	<i>-5.2</i>	<i>-0.9</i>	<i>-5.2</i>	<i>2.4</i>	<i>3.5</i>	<i>-</i>	<i>-</i>	<i>3.5</i>	
PRISA	5,963	3.7	0.0	-2.7	-12.0	-7.1	-12.0	1.7	3.4	-	-	3.2	Sep-18
<i>NCREIF Property Idx</i>			<i>0.0</i>	<i>0.0</i>	<i>-5.2</i>	<i>-0.9</i>	<i>-5.2</i>	<i>2.4</i>	<i>3.5</i>	<i>-</i>	<i>-</i>	<i>4.1</i>	

Morgan Stanley Wealth Management is the trade name of Morgan Stanley Smith Barney LLC, a registered broker-dealer in the United States.

The sole purpose of this material is to inform, and it in no way is intended to be an offer or solicitation to purchase or sell any security, other investment or service, or to attract any funds or deposits. Investments mentioned may not be appropriate for all clients. Any product discussed herein may be purchased only after a client has carefully reviewed the offering memorandum and executed the subscription documents. Morgan Stanley Wealth Management has not considered the actual or desired investment objectives, goals, strategies, guidelines, or factual circumstances of any investor in any fund(s). Before making any investment, each investor should carefully consider the risks associated with the investment, as discussed in the applicable offering memorandum, and make a determination based upon their own particular circumstances, that the investment is consistent with their investment objectives and risk tolerance. Morgan Stanley Smith Barney LLC offers investment program services through a variety of investment programs, which are opened pursuant to written client agreements. Each program offers investment managers, funds and features that are not available in other programs; conversely, some investment managers, funds or investment strategies may be available in more than one program.

Morgan Stanley's investment advisory programs may require a minimum asset level and, depending on your specific investment objectives and financial position, may not be appropriate for you. Please see the Morgan Stanley Smith Barney LLC program disclosure brochure (the "Morgan Stanley ADV") for more information in the investment advisory programs available. The Morgan Stanley ADV is available at www.morganstanley.com/ADV.

Sources of Data. Information in this material in this report has been obtained from sources that we believe to be reliable, but we do not guarantee its accuracy, completeness or timeliness. Third-party data providers make no warranties or representations relating to the accuracy, completeness or timeliness of the data they provide and are not liable for any damages relating to this data. All opinions included in this material constitute the Firm's judgment as of the date of this material and are subject to change without notice. This material was not prepared by the research departments of Morgan Stanley & Co. LLC or Morgan Stanley Smith Barney LLC. Some historical figures may be revised due to newly identified programs, firm restatements, etc.

Global Investment Manager Analysis (GIMA) Focus List, Approved List and Tactical Opportunities List; Watch Policy. GIMA uses two methods to evaluate investment products in applicable advisory programs: **Focus** (and investment products meeting this standard are described as being on the Focus List) and **Approved** (and investment products meeting this standard are described as being on the Approved List). In general, Focus entails a more thorough evaluation of an investment product than Approved. Sometimes an investment product may be evaluated using the Focus List process but then placed on the Approved List instead of the Focus List. Investment products may move from the Focus List to the Approved List, or vice versa. GIMA may also determine that an investment product no longer meets the criteria under either process and will no longer be recommended in investment advisory programs (in which case the investment product is given a "Not Approved" status). GIMA has a **Watch** policy and may describe a Focus List or Approved List investment product as being on "Watch" if GIMA identifies specific areas that (a) merit further evaluation by GIMA and (b) may, but are not certain to, result in the investment product becoming "Not Approved." The Watch period depends on the length of time needed for GIMA to conduct its evaluation and for the investment manager or fund to address any concerns. Certain investment products on either the Focus List or Approved List may also be recommended for the **Tactical Opportunities List** based in part on tactical opportunities existing at a given time. The investment products on the Tactical Opportunities List change over time. For more information on the Focus List, Approved List, Tactical Opportunities List and Watch processes, please see the applicable Form ADV Disclosure Document for Morgan Stanley Wealth Management. Your Financial Advisor or Private Wealth Advisor can also provide upon request a copy of a publication entitled "Manager Selection Process."

The **Global Investment Committee** is a group of seasoned investment professionals who meet regularly to discuss the global economy and markets. The committee determines the investment outlook that guides our advice to clients. They continually monitor developing economic and market conditions, review tactical outlooks and recommend model portfolio weightings, as well as produce a suite of strategy, analysis, commentary, portfolio positioning suggestions and other reports and broadcasts.

The GIC Asset Allocation Models are not available to be directly implemented as part of an investment advisory service and should not be regarded as a recommendation of any Morgan Stanley investment advisory service. The GIC Asset Allocation Models do not represent actual trading or any type of account or any type of investment strategies and none of the fees or other expenses (e.g. commissions, mark-ups, mark-downs, advisory fees, fund expenses) associated with actual trading or accounts are reflected in the GIC Asset Allocation Models which, when compounded over a period of years, would decrease returns.

Adverse Active AlphaSM 2.0 is a patented screening and scoring process designed to help identify high-quality equity and fixed income managers with characteristics that may lead to future outperformance relative to index and peers. While highly ranked managers performed well as a group in our Adverse Active Alpha model back tests, not all of the managers will outperform. Please note that this data may be derived from back-testing, which has the benefit of hindsight. In addition, highly ranked managers can have differing risk profiles that might not be appropriate for all investors.

Our view is that Adverse Active Alpha is a good starting point and should be used in conjunction with other information. Morgan Stanley Wealth Management's qualitative and quantitative investment

manager due diligence process are equally important factors for investors when considering managers for use through an investment advisory program. Factors including, but not limited to, manager turnover and changes to investment process can partially or fully negate a positive Adverse Active Alpha ranking. Additionally, highly ranked managers can have differing risk profiles that might not be appropriate for all investors.

The proprietary **Value Score** methodology considers an active investment strategies' value proposition relative to its costs. From a historical quantitative study of several quantitative markers, Value Score measures perceived forward-looking benefit and computes (1) "fair value" expense ratios for most traditional investment managers across 40 categories and (2) managers' perceived "excess value" by comparing the fair value expense ratios to actual expense ratios. Managers are then ranked within each category by their excess value to assign a Value Score. Our analysis suggests that greater levels of excess value have historically corresponded to attractive subsequent performance.

For more information on the ranking models, please see Adverse Active AlphaSM 2.0: Scoring Active Managers According to Potential Alpha and Value Score: Scoring Fee Efficiency by Comparing Managers' "Fair Value" and Actual Expense Ratios. The whitepapers are available from your Financial Advisor or Private Wealth Advisor. ADVERSE ACTIVE ALPHA is a registered service mark of Morgan Stanley and/or its affiliates. U.S. Pat. No. 8,756,098 applies to the Adverse Active Alpha system and/or methodology.

Additionally, highly ranked managers can have differing risk profiles that might not be appropriate for all investors. For more information on AAA, please see the Adverse Active Alpha Ranking Model and Selecting Managers with Adverse Active Alpha whitepapers. The whitepaper are available from your Financial Advisor or Private Wealth Advisor. ADVERSE ACTIVE ALPHA is a registered service mark of Morgan Stanley and/or its affiliates. U.S. Pat. No. 8,756,098 applies to the Adverse Active Alpha system and/or methodology.

The Global Investment Manager Analysis (GIMA) Services Only Apply to Certain Investment Advisory Programs GIMA evaluates certain investment products for the purposes of some – but not all – of Morgan Stanley Smith Barney LLC's investment advisory programs (as described in more detail in the applicable Form ADV Disclosure Document for Morgan Stanley Wealth Management). If you do not invest through one of these investment advisory programs, Morgan Stanley Wealth Management is not obligated to provide you notice of any GIMA Status changes even though it may give notice to clients in other programs.

Strategy May Be Available as a Separately Managed Account or Mutual Fund Strategies are sometimes available in Morgan Stanley Wealth Management investment advisory programs both in the form of a separately managed account ("SMA") and a mutual fund. These may have different expenses and investment minimums. Your Financial Advisor or Private Wealth Advisor can provide more information on whether any particular strategy is available in more than one form in a particular investment advisory program. Generally, investment advisory accounts are subject to an annual asset-based fee (the "Fee") which is payable monthly in advance (some account types may be billed differently). In general, the Fee covers Morgan Stanley investment advisory services, custody of securities with Morgan Stanley, trade execution with or through Morgan Stanley or its affiliates, as well as compensation to any Morgan Stanley Financial Advisor.

In addition, each account that is invested in a program that is eligible to purchase certain investment products, such as mutual funds, will also pay a Platform Fee (which is subject to a Platform Fee offset) as described in the applicable ADV brochure. Accounts invested in the Select UMA program may also pay a separate Sub-Manager fee, if applicable.

If your account is invested in mutual funds or exchange traded funds (collectively "funds"), you will pay the fees and expenses of any funds in which your account is invested. Fees and expenses are charged directly to the pool of assets the fund invests in and are reflected in each fund's share price. These fees and expenses are an additional cost to you and would not be included in the Fee amount in your account statements. The advisory program you choose is described in the applicable Morgan Stanley Smith Barney LLC ADV Brochure, available at www.morganstanley.com/ADV.

Morgan Stanley or Executing Sub-Managers, as applicable, in some of Morgan Stanley's Separately Managed Account ("SMA") programs may effect transactions through broker-dealers other than Morgan Stanley or our affiliates. In such instances, you may be assessed additional costs by the other firm in addition to the Morgan Stanley and Sub-Manager fees. Those costs will be included in the net price of the security, not separately reported on trade confirmations or account statements. Certain Sub-Managers have historically directed most, if not all, of their trades to outside firms. Information provided by Sub-Managers concerning trade execution away from Morgan Stanley is summarized at: www.morganstanley.com/wealth/investmentsolutions/pdfs/adv/sotresponse.pdf. For more information on trading and costs, please refer to the ADV Brochure for your program(s), available at www.morganstanley.com/ADV, or contact your Financial Advisor / Private Wealth Advisor.

Conflicts of Interest: GIMA's goal is to provide professional, objective evaluations in support of the Morgan Stanley Wealth Management investment advisory programs. We have policies and procedures to help us meet this goal. However, our business is subject to various conflicts of interest. For example, ideas and suggestions for which investment products should be evaluated by GIMA come from a variety of sources, including our Morgan Stanley Wealth Management Financial Advisors and their direct or indirect managers, and other business persons within Morgan Stanley Wealth Management or its affiliates. Such persons may have an ongoing business relationship with certain investment managers or mutual fund companies whereby they, Morgan Stanley Wealth

Management or its affiliates receive compensation from, or otherwise related to, those investment managers or mutual funds. For example, a Financial Advisor may suggest that GIMA evaluates an investment manager or fund in which a portion of his or her clients' assets are already invested. While such a recommendation is permissible, GIMA is responsible for the opinions expressed by GIMA. Separately, certain strategies managed or sub-advised by us or our affiliates, including but not limited to MSIM and Eaton Vance Management ("EVM") and its investment affiliates, may be included in your account. See the conflicts of interest section in the applicable Form ADV Disclosure Document for Morgan Stanley Wealth Management for a discussion of other types of conflicts that may be relevant to GIMA's evaluation of managers and funds. In addition, Morgan Stanley Wealth Management, MS&Co., managers and their affiliates provide a variety of services (including research, brokerage, asset management, trading, lending and investment banking services) for each other and for various clients, including issuers of securities that may be recommended for purchase or sale by clients or are otherwise held in client accounts, and managers in various advisory programs. Morgan Stanley Wealth Management, managers, MS&Co., and their affiliates receive compensation and fees in connection with these services. Morgan Stanley Wealth Management believes that the nature and range of clients to which such services are rendered is such that it would be inadvisable to exclude categorically all of these companies from an account.

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Morgan Stanley charges each fund family we offer a mutual fund support fee, also called a "revenue-sharing payment," on client account holdings in fund families according to a tiered rate that increases along with the management fee of the fund so that lower management fee funds pay lower rates than those with higher management fees.

Consider Your Own Investment Needs: The model portfolios and strategies discussed in the material are formulated based on general client characteristics including risk tolerance. This material is not intended to be an analysis of whether particular investments or strategies are appropriate for you or a recommendation, or an offer to participate in any investment. Therefore, clients should not use this material as the sole basis for investment decisions. They should consider all relevant information, including their existing portfolio, investment objectives, risk tolerance, liquidity needs and investment time horizon. Such a determination may lead to asset allocation results that are materially different from the asset allocation shown in this profile. Talk to your Financial Advisor about what would be an appropriate asset allocation for you, whether Morgan Stanley Pathway Funds is an appropriate program for you.

No obligation to notify – Morgan Stanley Wealth Management has no obligation to notify you when the model portfolios, strategies, or any other information, in this material changes.

For index, indicator and survey definitions referenced in this report please visit the following: <https://www.morganstanley.com/wealth-investmentsolutions/wmir-definitions>

The Morgan Stanley Pathway Funds, Firm Discretionary UMA Model Portfolios, and other asset allocation or any other model portfolios discussed in this material are available only to investors participating in Morgan Stanley Consulting Group advisory programs. For additional information on the Morgan Stanley Consulting Group advisory programs, see the applicable ADV brochure, available at www.morganstanley.com/ADV or from your Morgan Stanley Financial Advisor or Private Wealth Advisor. To learn more about the Morgan Stanley Pathway Funds, visit the Funds' website at <https://www.morganstanley.com/wealth-investmentsolutions/cgcm>. Consulting Group is a business of Morgan Stanley.

Morgan Stanley Pathway Program Asset Allocation Models There are model portfolios corresponding to five risk-tolerance levels available in the Pathway program. Model 1 is the least aggressive portfolio and consists mostly of bonds. As the model numbers increase, the models have higher allocations to equities and become more aggressive. Pathway is a mutual fund asset allocation program. In constructing the Pathway Program Model Portfolios, Morgan Stanley Wealth Management uses, among other things, model asset allocations produced by Morgan Wealth Management's Global Investment Committee (the "GIC"). The Pathway Program Model Portfolios are specific to the Pathway program (based on program features and parameters, and any other requirements of Morgan Stanley Wealth Management's Consulting Group). The Pathway Program Model Portfolios may therefore differ in some respects from model portfolios available in other Morgan Stanley Wealth Management programs or from asset allocation models published by the Global Investment Committee.

The type of mutual funds and ETFs discussed in this presentation utilizes nontraditional or complex investment strategies and/or derivatives. Examples of these types of funds include those that utilize one or more of the below noted investment strategies or categories or which seek exposure to the following markets: (1) commodities (e.g., agricultural, energy and metals), currency, precious metals; (2) managed futures; (3) leveraged, inverse or inverse leveraged; (4) bear market, hedging, long-short equity, market neutral; (5) real estate; (6) volatility (seeking exposure to the CBOE VIX Index). Investors should keep in mind that while mutual funds and ETFs may, at times, utilize nontraditional investment options and strategies, they should not be equated with unregistered privately offered alternative investments. Because of regulatory limitations, mutual funds and ETFs that seek alternative-like investment exposure must utilize a more limited investment universe. As a result, investment returns and portfolio characteristics of alternative mutual funds and ETFs may vary from traditional hedge funds pursuing similar investment objectives. Moreover, traditional hedge funds have limited liquidity with long "lock-up" periods allowing them to pursue investment strategies without having to factor in the need to meet client redemptions and ETFs trade on an exchange. On the

other hand, mutual funds typically must meet daily client redemptions. This differing liquidity profile can have a material impact on the investment returns generated by a mutual fund or ETF pursuing an alternative investing strategy compared with a traditional hedge fund pursuing the same strategy.

Nontraditional investment options and strategies are often employed by a portfolio manager to further a fund's investment objective and to help offset market risks. However, these features may be complex, making it more difficult to understand the fund's essential characteristics and risks, and how it will perform in different market environments and over various periods of time. They may also expose the fund to increased volatility and unanticipated risks particularly when used in complex combinations and/or accompanied by the use of borrowing or "leverage."

Please consider the investment objectives, risks, fees, and charges and expenses of mutual funds, ETFs, closed end funds, unit investment trusts, and variable insurance products carefully before investing. The prospectus contains this and other information about each fund. To obtain a prospectus, contact your Financial Advisor or Private Wealth Advisor or visit the Morgan Stanley website at www.morganstanley.com. Please read it carefully before investing.

Money Market Funds: You could lose money in money market funds. Although money market funds classified as government funds (i.e., money market funds that invest 99.5% of total assets in cash and/or securities backed by the U.S government) and retail funds (i.e., money market funds open to natural person investors only) seek to preserve value at \$1.00 per share, they cannot guarantee they will do so. The price of other money market funds will fluctuate and when you sell shares they may be worth more or less than originally paid. Money market funds may impose a fee upon sale or temporarily suspend sales if liquidity falls below required minimums. During suspensions, shares would not be available for purchases, withdrawals, check writing or ATM debits. A money market fund investment is not insured or guaranteed by the Federal Deposit Insurance Corporation or other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.

Investors should carefully consider the investment objectives, risks, charges and expenses of a money market fund before investing. The prospectus contains this and other information about the money market fund. To obtain a prospectus, contact your Financial Advisor or visit the money market fund company's website. Please read the prospectus carefully before investing.

Exchange Funds are private placement vehicles that enable holders of concentrated single-stock positions to exchange those stocks for a diversified portfolio. Investors may benefit from greater diversification by exchanging a concentrated stock position for fund shares without triggering a taxable event. These funds are available only to qualified investors and may only be offered by Financial Advisors who are qualified to sell alternative investments. Before investing, investors should consider the following:

- Dividends are pooled
- Investors may forfeit their stock voting rights
- Investment may be illiquid for several years
- Investments may be leveraged or contain derivatives
- Significant early redemption fees may apply
- Changes to the U.S. tax code, which could be retroactive (potentially disallowing the favorable tax treatment of exchange funds)
- Investment risk and potential loss of principal

KEY ASSET CLASS CONSIDERATIONS AND OTHER RISKS

Investing in the markets entails the risk of market volatility. The value of all types of investments, including stocks, mutual funds, exchange-traded funds ("ETFs"), closed-end funds, and unit investment trusts, may increase or decrease over varying time periods. To the extent the investments depicted herein represent **international securities**, you should be aware that there may be additional risks associated with international investing, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes, and differences in financial and accounting standards. These risks may be magnified in **emerging markets and frontier markets**. Some funds also invest in foreign securities, which may involve currency risk. There is no assurance that the fund will achieve its investment objective. **Small- and mid-capitalization companies** may lack the financial resources, product diversification and competitive strengths of larger companies. In addition, the securities of small- and mid-capitalization companies may not trade as readily as, and be subject to higher volatility than, those of larger, more established companies. The value of **fixed income securities** will fluctuate and, upon a sale, may be worth more or less than their original cost or maturity value. Bonds are subject to interest rate risk, call risk, reinvestment risk, liquidity risk, and credit risk of the issuer. **High yield bonds** are subject to additional risks such as increased risk of default and greater volatility because of the lower credit quality of the issues. In the case of **municipal bonds**, income is generally exempt from federal income taxes. Some income may be subject to state and local taxes and to the federal alternative minimum tax. Capital gains, if any, are subject to tax. **Treasury Inflation Protection Securities' (TIPS)** coupon payments and underlying principal are automatically increased to compensate for inflation by tracking the consumer price index (CPI). While the real rate of return is guaranteed, TIPS tend to offer a low return. Because the return of TIPS is linked to inflation, TIPS may significantly underperform versus conventional U.S.

Treasuries in times of low inflation. There is no guarantee that investors will receive par if TIPS are sold prior to maturity. The returns on a portfolio consisting primarily of **environmental, social, and governance-aware investments ("ESG")** may be lower or higher than a portfolio that is more diversified or where decisions are based solely on investment considerations. Because ESG criteria exclude some investments, investors may not be able to take advantage of the same opportunities or market trends as investors that do not use such criteria. The companies identified and investment examples are for illustrative purposes only and should not be deemed a recommendation to purchase, hold or sell any securities or investment products. They are intended to demonstrate the approaches taken by managers who focus on ESG criteria in their investment strategy. There can be no guarantee that a client's account will be managed as described herein. **Options** and margin trading involve substantial risk and are not appropriate for all investors. Besides the general investment risk of holding securities that may decline in value and the possible loss of principal invested, **closed-end funds** may have additional risks related to declining market prices relative to net asset values (NAVs), active manager underperformance and potential leverage. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Shares of closed-end funds frequently trade at a discount from their NAV which may increase investors' risk of loss. The risk of loss due to this discount may be greater for investors expecting to sell their shares in a relatively short period after completion of the public offering. This characteristic is a risk separate and distinct from the risk that a closed-end fund's net asset value may decrease as a result of investment activities. NAV is total assets less total liabilities divided by the number of shares outstanding. At the time an investor purchases or sells shares of a closed-end fund, shares may have a market price that is above or below NAV. Portfolios that invest a large percentage of assets in only one industry **sector** (or in only a few sectors) are more vulnerable to price fluctuation than those that diversify among a broad range of sectors.

Structured Investments are complex and not appropriate for all investors. An investment in Structures Investments involve risks. These risks can include but are not limited to: (1) Fluctuations in the price, level or yield of underlying instruments, interest rates, currency values and credit quality, (2) Substantial or total loss of principal, (3) Limits on participation in appreciation of underlying instrument, (4) Limited liquidity, (5) Issuer credit risk and (6) Conflicts of Interest. There is no assurance that a strategy of using structured product for wealth preservation, yield enhancement, and/or interest rate risk hedging will meet its objectives.

Alternative investments may be either traditional alternative investment vehicles, such as hedge funds, fund of hedge funds, private equity, private real estate and managed futures or, non-traditional products such as mutual funds and exchange-traded funds that also seek alternative-like exposure but have significant differences from traditional alternative investments. Alternative investments often are speculative and include a high degree of risk. Investors could lose all or a substantial amount of their investment. Alternative investments are appropriate only for eligible, long-term investors who are willing to forgo liquidity and put capital at risk for an indefinite period of time. They may be highly illiquid and can engage in leverage and other speculative practices that may increase the volatility and risk of loss. Alternative Investments typically have higher fees than traditional investments. Investors should carefully review and consider potential risks before investing. Certain of these risks may include but are not limited to: Loss of all or a substantial portion of the investment due to leveraging, short-selling, or other speculative practices; Lack of liquidity in that there may be no secondary market for a fund; Volatility of returns; Restrictions on transferring interests in a fund; Potential lack of diversification and resulting higher risk due to concentration of trading authority when a single advisor is utilized; Absence of information regarding valuations and pricing; Complex tax structures and delays in tax reporting; Less regulation and higher fees than mutual funds; and Risks associated with the operations, personnel, and processes of the manager. Further, opinions regarding Alternative Investments expressed herein may differ from the opinions expressed by Morgan Stanley Wealth Management and/or other businesses/affiliates of Morgan Stanley Wealth Management.

Certain information contained herein may constitute forward-looking statements. Due to various risks and uncertainties, actual events, results or the performance of a fund may differ materially from those reflected or contemplated in such forward-looking statements. Clients should carefully consider the investment objectives, risks, charges, and expenses of a fund before investing.

Alternative investments involve complex tax structures, tax inefficient investing, and delays in distributing important tax information. Individual funds have specific risks related to their investment programs that will vary from fund to fund. Clients should consult their own tax and legal advisors as Morgan Stanley Wealth Management does not provide tax or legal advice.

Interests in alternative investment products are offered pursuant to the terms of the applicable offering memorandum, are distributed by Morgan Stanley Smith Barney LLC and certain of its affiliates, and (1) are not FDIC-insured, (2) are not deposits or other obligations of Morgan Stanley or any of its affiliates, (3) are not guaranteed by Morgan Stanley and its affiliates, and (4) involve investment risks, including possible loss of principal. Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank.

A majority of Alternative Investment managers reviewed and selected by GIMA pay or cause to be paid an ongoing fee for distribution from their management fees to Morgan Stanley Wealth Management in connection with Morgan Stanley Wealth Management clients that purchase an interest in an Alternative Investment and in some instances pay these fees on the investments held by advisory clients. Morgan Stanley Wealth Management rebates such fees that are received and attributable to an Investment held by an advisory client and retains the fees paid in connection with investments held by brokerage clients. Morgan Stanley Wealth Management has a conflict of interest in offering alternative investments because Morgan Stanley Wealth Management or our affiliates, in most instances, earn more money in your account from your investments in alternative investments than from other investment options.

It should be noted that the majority of hedge fund indexes are comprised of hedge fund manager returns. This is in contrast to traditional indexes, which are comprised of individual securities in the various market segments they represent and offer complete transparency as to membership and construction methodology. As such, some believe that hedge fund index returns have certain biases that are not present in traditional indexes. Some of these biases inflate index performance, while others may skew performance negatively. However, many studies indicate that overall hedge fund index performance has been biased to the upside. Some studies suggest performance has been inflated by up to 260 basis points or more annually depending on the types of biases included and the time period studied. Although there are numerous potential biases that could affect hedge fund returns, we identify some of the more common ones throughout this paper.

Self-selection bias results when certain manager returns are not included in the index returns and may result in performance being skewed up or down. Because hedge funds are private placements, hedge fund managers are able to decide which fund returns they want to report and are able to opt out of reporting to the various databases. Certain hedge fund managers may choose only to report returns for funds with strong returns and opt out of reporting returns for weak performers. Other hedge funds that close may decide to stop reporting in order to retain secrecy, which may cause a downward bias in returns.

Survivorship bias results when certain constituents are removed from an index. This often results from the closure of funds due to poor performance, “blow ups,” or other such events. As such, this bias typically results in performance being skewed higher. As noted, hedge fund index performance biases can result in positive or negative skew. However, it would appear that the skew is more often positive. While it is difficult to quantify the effects precisely, investors should be aware that idiosyncratic factors may be giving hedge fund index returns an artificial “lift” or upwards bias.

Hedge Funds of Funds and many funds of funds are private investment vehicles restricted to certain qualified private and institutional investors. They are often speculative and include a high degree of risk. Investors can lose all or a substantial amount of their investment. They may be highly illiquid, can engage in leverage and other speculative practices that may increase volatility and the risk of loss, and may be subject to large investment minimums and initial lockups. They involve complex tax structures, tax-inefficient investing and delays in distributing important tax information. Categorically, hedge funds and funds of funds have higher fees and expenses than traditional investments, and such fees and expenses can lower the returns achieved by investors. Funds of funds have an additional layer of fees over and above hedge fund fees that will offset returns. An investment in an **exchange-traded fund** involves risks similar to those of investing in a broadly based portfolio of equity securities traded on an exchange in the relevant securities market, such as market fluctuations caused by such factors as economic and political developments, changes in interest rates and perceived trends in stock and bond prices. An investment in a **target date portfolio** is subject to the risks attendant to the underlying funds in which it invests, in these portfolios the funds are the Consulting Group Capital Market funds. A target date portfolio is geared to investors who will retire and/or require income at an approximate year. The portfolio is managed to meet the investor’s goals by the pre-established year or “target date.” A target date portfolio will transition its invested assets from a more aggressive portfolio to a more conservative portfolio as the target date draws closer. An investment in the target date portfolio is not guaranteed at any time, including, before or after the target date is reached. **Managed futures** investments are speculative, involve a high degree of risk, use significant leverage, are generally illiquid, have substantial charges, subject investors to conflicts of interest, and are appropriate only for the risk capital portion of an investor’s portfolio. Managed futures investments do not replace equities or bonds but rather may act as a complement in a well diversified portfolio. Managed Futures are complex and not appropriate for all investors.

Virtual Currency Products (Cryptocurrencies)

Buying, selling, and transacting in Bitcoin, Ethereum or other digital assets (“Digital Assets”), and related funds and products, is highly speculative and may result in a loss of the entire investment. Risks and considerations include but are not limited to:

- Digital Assets have only been in existence for a short period of time and historical trading prices for Digital Assets have been highly volatile. **The price of Digital Assets could decline rapidly, and investors could lose their entire investment.**

- Certain Digital Asset funds and products, allow investors to invest on a more frequent basis than investors may withdraw from the fund or product, and interests in such funds or products are generally not freely transferrable. This means that, particularly given the volatility of Digital Assets, an investor will have to bear any losses with respect to its investment for an extended period of time and will not be able to react to changes in the price of the Digital Asset once invested (for example, by seeking to withdraw) as quickly as when making the decision to invest. Such Digital Asset funds and products, are intended only for persons who are able to bear the economic risk of investment and who do not need liquidity with respect to their investments.

- Given the volatility in the price of Digital Assets, the net asset value of a fund or product that invests in such assets at the time an investor’s subscription for interests in the fund or product is accepted may be significantly below or above the net asset value of the product or fund at the time the investor submitted subscription materials.

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- Certain Digital Assets are not intended to function as currencies but are intended to have other use cases. These other Digital Assets may be subject to some or all of the risks and considerations set forth herein, as well as additional risks applicable to such Digital Assets. Buyers, sellers and users of such Digital Assets should thoroughly familiarize themselves with such risks and considerations before transacting in such Digital Assets.
 - The value of Digital Assets may be negatively impacted by future legal and regulatory developments, including but not limited to increased regulation of such Digital Assets. Any such developments may make such Digital Assets less valuable, impose additional burdens and expenses on a fund or product investing in such assets or impact the ability of such a fund or product to continue to operate, which may materially decrease the value of an investment therein.
 - Due to the new and evolving nature of digital currencies and the absence of comprehensive guidance, many significant aspects of the tax treatment of Digital Assets are uncertain. Prospective investors should consult their own tax advisors concerning the tax consequences to them of the purchase, ownership and disposition of Digital Assets, directly or indirectly through a fund or product, under U.S. federal income tax law, as well as the tax law of any relevant state, local or other jurisdiction.
 - Over the past several years, certain Digital Asset exchanges have experienced failures or interruptions in service due to fraud, security breaches, operational problems or business failure. Such events in the future could impact any fund's or product's ability to transact in Digital Assets if the fund or product relies on an impacted exchange and may also materially decrease the price of Digital Assets, thereby impacting the value of your investment, regardless of whether the fund or product relies on such an impacted exchange.
 - Although any Digital Asset product and its service providers have in place significant safeguards against loss, theft, destruction and inaccessibility, there is nonetheless a risk that some or all of a product's Digital Asset could be permanently lost, stolen, destroyed or inaccessible by virtue of, among other things, the loss or theft of the "private keys" necessary to access a product's Digital Asset.
 - Investors in funds or products investing or transacting in Digital Assets may not benefit to the same extent (or at all) from "airdrops" with respect to, or "forks" in, a Digital Asset's blockchain, compared to investors who hold Digital Assets directly instead of through a fund or product. Additionally, a "fork" in the Digital Asset blockchain could materially decrease the price of such Digital Asset.
 - Digital Assets are not legal tender, and are not backed by any government, corporation or other identified body, other than with respect to certain digital currencies that certain governments are or may be developing now or in the future. No law requires companies or individuals to accept digital currency as a form of payment (except, potentially, with respect to digital currencies developed by certain governments where such acceptance may be mandated). Instead, other than as described in the preceding sentences, Digital Asset products' use is limited to businesses and individuals that are willing to accept them. If no one were to accept digital currencies, virtual currency products would very likely become worthless.
 - Platforms that buy and sell Digital Assets can be hacked, and some have failed. In addition, like the platforms themselves, digital wallets can be hacked, and are subject to theft and fraud. As a result, like other investors have, you can lose some or all of your holdings of Digital Assets.
 - Unlike US banks and credit unions that provide certain guarantees of safety to depositors, there are no such safeguards provided to Digital Assets held in digital wallets by their providers or by regulators.
 - Due to the anonymity Digital Assets offer, they have known use in illegal activity, including drug dealing, money laundering, human trafficking, sanction evasion and other forms of illegal commerce. Abuses could impact legitimate consumers and speculators; for instance, law enforcement agencies could shut down or restrict the use of platforms and exchanges, limiting or shutting off entirely the ability to use or trade Digital Asset products.
 - Digital Assets may not have an established track record of credibility and trust. Further, any performance data relating to Digital Asset products may not be verifiable as pricing models are not uniform.
 - Investors should be aware of the potentially increased risks of transacting in Digital Assets relating to the risks and considerations, including fraud, theft, and lack of legitimacy, and other aspects and qualities of Digital Assets, before transacting in such assets.
 - The exchange rate of virtual currency products versus the USD historically has been very volatile and the exchange rate could drastically decline. For example, the exchange rate of certain Digital

Assets versus the USD has in the past dropped more than 50% in a single day. Other Digital Assets may be affected by such volatility as well.

- Digital Asset exchanges have limited operating and performance histories and are not regulated with the same controls or customer protections available to more traditional exchanges transacting equity, debt, and other assets and securities. There is no assurance that a person/exchange who currently accepts a Digital Asset as payment will continue to do so in the future.
- The regulatory framework of Digital Assets is evolving, and in some cases is uncertain, and Digital Assets themselves may not be governed and protected by applicable securities regulators and securities laws, including, but not limited to, Securities Investor Protection Corporation coverage, or other regulatory regimes.
- Morgan Stanley Smith Barney LLC or its affiliates (collectively, "Morgan Stanley") may currently, or in the future, offer or invest in Digital Asset products, services or platforms. The proprietary interests of Morgan Stanley may conflict with your interests.
- The foregoing list of considerations and risks are not and do not purport to be a complete enumeration or explanation of the risks involved in an investment in any product or fund investing or trading in Digital Assets.

Asset allocation and diversification do not assure a profit or protect against loss in declining financial markets. Past performance is no guarantee of future results. Actual results may vary.

Rebalancing does not protect against a loss in declining financial markets. There may be a potential tax implication with a rebalancing strategy. Investors should consult with their tax advisor before implementing such a strategy.

Indices are unmanaged and investors cannot directly invest in them. They are not subject to expenses or fees and are often comprised of securities and other investment instruments the liquidity of which is not restricted. A particular investment product may consist of securities significantly different than those in any index referred to herein. Composite index results are shown for illustrative purposes only, generally do not represent the performance of a specific investment, may not, for a variety of reasons, be an appropriate comparison or benchmark for a particular investment and may not necessarily reflect the actual investment strategy or objective of a particular investment. Consequently, comparing an investment to a particular index may be of limited use.

To obtain **Tax-Management Services**, a client must complete the Tax-Management Form, and deliver the signed form to Morgan Stanley. For more information on Tax-Management Services, including its features and limitations, please ask your Financial Advisor for the Tax Management Form. Review the form carefully with your tax advisor. Tax-Management Services: (a) apply only to equity investments in separate account sleeves of client accounts; (b) are not available for all accounts or clients; and (c) may adversely impact account performance. Tax-management services do not constitute tax advice or a complete tax-sensitive investment management program. There is no guarantee that tax-management services will produce the desired tax results.

When Morgan Stanley Smith Barney LLC, its affiliates and Morgan Stanley Financial Advisors and Private Wealth Advisors (collectively, "Morgan Stanley") provide "investment advice" regarding a retirement or welfare benefit plan account, an individual retirement account or a Coverdell education savings account ("Retirement Account"), Morgan Stanley is a "fiduciary" as those terms are defined under the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and/or the Internal Revenue Code of 1986 (the "Code"), as applicable. When Morgan Stanley provides investment education, takes orders on an unsolicited basis or otherwise does not provide "investment advice", Morgan Stanley will not be considered a "fiduciary" under ERISA and/or the Code. For more information regarding Morgan Stanley's role with respect to a Retirement Account, please visit www.morganstanley.com/disclosures/dol. Tax laws are complex and subject to change. Morgan Stanley does not provide tax or legal advice. Individuals are encouraged to consult their tax and legal advisors (a) before establishing a Retirement Account, and (b) regarding any potential tax, ERISA and related consequences of any investments or other transactions made with respect to a Retirement Account. Individuals should consult their tax advisor for matters involving taxation and tax planning and their attorney for matters involving trust and estate planning, charitable giving, philanthropic planning and other legal matters.

Lifestyle Advisory Services: Products and services are provided by third party service providers, not Morgan Stanley Smith Barney LLC ("Morgan Stanley"). Morgan Stanley may not receive a referral fee or have any input concerning such products or services. There may be additional service providers for comparative purposes. Please perform a thorough due diligence and make your own independent decision.

This material is not a financial plan and does not create an investment advisory relationship between you and your Morgan Stanley Financial Advisor. We are not your fiduciary either under the

Employee Retirement Income Security Act of 1974 (ERISA) or the Internal Revenue Code of 1986, and any information in this report is not intended to be considered investment advice or a recommendation for either ERISA or Internal Revenue Code purposes and that (unless otherwise provided in a written agreement and/or as described at www.morganstanley.com/disclosures/dol) you remain solely responsible for your assets and all investment decisions with respect to your assets. Nevertheless, if Morgan Stanley or your Financial Advisor provides “investment advice,” as that term is defined under Section 3(21) of ERISA, to you with respect to certain retirement, welfare benefit, or education savings account assets for a fee or other compensation, Morgan Stanley and/or your Financial Advisor will be providing such advice in its capacity as a fiduciary under ERISA and/or the Code. Morgan Stanley will only prepare a financial plan at your specific request using Morgan Stanley approved financial planning software.

The Morgan Stanley Goals-Planning System (GPS) includes a brokerage investment analysis tool. While securities held in a client’s investment advisory accounts may be included in the analysis, the reports generated from the GPS Platform are not financial plans nor constitute a financial planning service. A financial plan generally seeks to address a wide spectrum of a client’s long-term financial needs, and can include recommendations about insurance, savings, tax and estate planning, and investments, taking into consideration the client’s goals and situation, including anticipated retirement or other employee benefits. Morgan Stanley Smith Barney LLC (“Morgan Stanley”) will only prepare a financial plan at a client’s specific request using Morgan Stanley approved financial planning software. Investing in financial instruments carries with it the possibility of losses and that a focus on above-market returns exposes the portfolio to above-average risk. Performance aspirations are not guaranteed and are subject to market conditions. High volatility investments may be subject to sudden and large falls in value, and there could be a large loss on realization which could be equal to the amount invested. **IMPORTANT:** The projections or other information provided by the Morgan Stanley Goals Planning System regarding the likelihood of various investment outcomes (including any assumed rates of return and income) are hypothetical in nature, do not reflect actual investment results, and are not guarantees of future results. Morgan Stanley does not represent or guarantee that the projected returns or income will or can be attained.

A LifeView Financial Goal Analysis (“Financial Goal Analysis”) or LifeView Financial Plan (“Financial Plan”) is based on the methodology, estimates, and assumptions, as described in your report, as well as personal data provided by you. It should be considered a working document that can assist you with your objectives. Morgan Stanley makes no guarantees as to future results or that an individual’s investment objectives will be achieved. The responsibility for implementing, monitoring and adjusting your Financial Goal Analysis or Financial Plan rests with you. After your Financial Advisor delivers your report to you, if you so desire, your Financial Advisor can help you implement any part that you choose; however, you are not obligated to work with your Financial Advisor or Morgan Stanley.

Important information about your relationship with your Financial Advisor and Morgan Stanley Smith Barney LLC when using LifeView Goal Analysis or LifeView Advisor. When your Financial Advisor prepares and delivers a Financial Goal Analysis (i.e., when using LifeView Goal Analysis), they will be acting in a brokerage capacity. When your Financial Advisor prepares a Financial Plan (i.e., when using LifeView Advisor), they will be acting in an investment advisory capacity with respect to the delivery of your Financial Plan. This Investment Advisory relationship will begin with the delivery of the Financial Plan and ends thirty days later, during which time your Financial Advisor can review the Financial Plan with you. To understand the differences between brokerage and advisory relationships, you should consult your Financial Advisor, or review our “Understanding Your Brokerage and Investment Advisory Relationships,” brochure available at <https://www.morganstanley.com/wealth-relationshipwithms/pdfs/understandingyourrelationship.pdf>

We may act in the capacity of a broker or that of an advisor. As your broker, we are not your fiduciary and our interests may not always be identical to yours. Please consult with your Financial Advisor or Private Wealth Advisor to discuss our obligations to disclose to you any conflicts we may from time to time have and our duty to act in your best interest. We may be paid both by you and by others who compensate us based on what you buy. Our compensation, including that of your Financial Advisor or Private Wealth Advisor, may vary by product and over time.

Investment and services offered through Morgan Stanley Smith Barney LLC, Member SIPC.

GLOBAL INVESTMENT COMMITTEE (GIC) ASSET ALLOCATION MODELS: The Asset Allocation Models are created by Morgan Stanley Wealth Management’s GIC.

HYPOTHETICAL MODEL PERFORMANCE (GROSS): Hypothetical model performance results do not reflect the investment or performance of an actual portfolio following a GIC Strategy, but simply reflect actual historical performance of selected indices on a real-time basis over the specified period of time representing the GIC’s strategic and tactical allocations as of the date of this report. The past performance shown here is simulated performance based on benchmark indices, not investment results from an actual portfolio or actual trading. There can be large differences between hypothetical and actual performance results achieved by a particular asset allocation or trading strategy. Hypothetical performance results do not represent actual trading and are generally designed with the benefit of hindsight. Actual performance results of accounts vary due to, for example, market factors (such as liquidity) and client-specific factors (such as investment vehicle selection, timing of contributions and withdrawals, restrictions and rebalancing schedules). Clients would not necessarily have obtained the performance results shown here if they had invested in accordance with any GIC Asset Allocation Model for the periods indicated. Despite the limitations of hypothetical performance, these hypothetical performance results allow clients and Financial Advisors to obtain a sense

of the risk/return trade-off of different asset allocation constructs. The hypothetical performance results in this report are calculated using the returns of benchmark indices for the asset classes, and not the returns of securities, fund or other investment products. Models may contain allocations to Hedge Funds, Private Equity and Private Real Estate. The benchmark indices for these asset classes are not issued on a daily basis. When calculating model performance on a day for which no benchmark index data is issued, we have assumed straight line growth between the index levels issued before and after that date.

FEES REDUCE THE PERFORMANCE OF ACTUAL ACCOUNTS: None of the fees or other expenses (e.g. commissions, mark-ups, mark-downs, fees) associated with actual trading or accounts are reflected in the GIC Asset Allocation Models. The GIC Asset Allocation Models and any model performance included in this presentation are intended as educational materials. Were a client to use these models in connection with investing, any investment decisions made would be subject to transaction and other costs which, when compounded over a period of years, would decrease returns. Information regarding Morgan Stanley's standard advisory fees is available in the Form ADV Part 2, which is available at www.morganstanley.com/adv. The following hypothetical illustrates the compound effect fees have on investment returns: For example, if a portfolio's annual rate of return is 15% for 5 years and the account pays 50 basis points in fees per annum, the gross cumulative five-year return would be 101.1% and the five-year return net of fees would be 96.8%. Fees and/or expenses would apply to clients who invest in investments in an account based on these asset allocations, and would reduce clients' returns. The impact of fees and/or expenses can be material.

Variable annuities are long-term investments designed for retirement purposes and may be subject to market fluctuations, investment risk, and possible loss of principal. All guarantees, including optional benefits, are based on the financial strength and claims-paying ability of the issuing insurance company and do not apply to the underlying investment options. Optional riders may not be able to be purchased in combination and are available at an additional cost. Some optional riders must be elected at time of purchase. Optional riders may be subject to specific limitations, restrictions, holding periods, costs, and expenses as specified by the insurance company in the annuity contract. If you are investing in a **variable annuity** through a tax-advantaged retirement plan such as an IRA, you will get no additional tax advantage from the variable annuity. Under these circumstances, you should only consider buying a variable annuity because of its other features, such as lifetime income payments and death benefits protection. Taxable distributions (and certain deemed distributions) are subject to ordinary income tax and, if taken prior to age 59½, may be subject to a 10% federal income tax penalty. Early withdrawals will reduce the death benefit and cash surrender value.

Equity securities may fluctuate in response to news on companies, industries, market conditions and general economic environment. **Ultrashort-term fixed income** asset class is comprised of fixed income securities with high quality, very short maturities. They are therefore subject to the risks associated with debt securities such as credit and interest rate risk.

Master Limited Partnerships (MLPs) are limited partnerships or limited liability companies that are taxed as partnerships and whose interests (limited partnership units or limited liability company units) are traded on securities exchanges like shares of common stock. Currently, most MLPs operate in the energy, natural resources or real estate sectors. Investments in MLP interests are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity pricing risk, supply and demand risk, depletion risk and exploration risk. Individual MLPs are publicly traded partnerships that have unique risks related to their structure. These include, but are not limited to, their reliance on the capital markets to fund growth, adverse ruling on the current tax treatment of distributions (typically mostly tax deferred), and commodity volume risk. The potential tax benefits from investing in MLPs depend on their being treated as partnerships for federal income tax purposes and, if the MLP is deemed to be a corporation, then its income would be subject to federal taxation at the entity level, reducing the amount of cash available for distribution to the fund which could result in a reduction of the fund's value. MLPs carry interest rate risk and may underperform in a rising interest rate environment. MLP funds accrue deferred income taxes for future tax liabilities associated with the portion of MLP distributions considered to be a tax-deferred return of capital and for any net operating gains as well as capital appreciation of its investments; this deferred tax liability is reflected in the daily NAV, and, as a result, the MLP fund's after-tax performance could differ significantly from the underlying assets even if the pre-tax performance is closely tracked.

Investing in commodities entails significant risks. Commodity prices may be affected by a variety of factors at any time, including but not limited to, (i) changes in supply and demand relationships, (ii) governmental programs and policies, (iii) national and international political and economic events, war and terrorist events, (iv) changes in interest and exchange rates, (v) trading activities in commodities and related contracts, (vi) pestilence, technological change and weather, and (vii) the price volatility of a commodity. In addition, the commodities markets are subject to temporary distortions or other disruptions due to various factors, including lack of liquidity, participation of speculators and government intervention. **Physical precious metals** are non-regulated products. Precious metals are speculative investments, which may experience short-term and long term price volatility. The value of precious metals investments may fluctuate and may appreciate or decline, depending on market conditions. Unlike bonds and stocks, precious metals do not make interest or dividend payments. Therefore, precious metals may not be appropriate for investors who require current income. Precious metals are commodities that should be safely stored, which may impose additional costs on the investor.

REITs investing risks are similar to those associated with direct investments in real estate: property value fluctuations, lack of liquidity, limited diversification and sensitivity to economic factors such as interest rate changes and market recessions. Risks of **private real estate** include: illiquidity; a long-term investment horizon with a limited or nonexistent secondary market; lack of transparency;

volatility (risk of loss); and leverage. Principal is returned on a monthly basis over the life of a **mortgage-backed security**. Principal prepayment can significantly affect the monthly income stream and the maturity of any type of MBS, including standard MBS, CMOs and Lottery Bonds. **Asset-backed securities** generally decrease in value as a result of interest rate increases, but may benefit less than other fixed-income securities from declining interest rates, principally because of prepayments.

Yields are subject to change with economic conditions. Yield is only one factor that should be considered when making an investment decision. **Credit ratings** are subject to change. **Duration**, the most commonly used measure of bond risk, quantifies the effect of changes in interest rates on the price of a bond or bond portfolio. The longer the duration, the more sensitive the bond or portfolio would be to changes in interest rates. The majority of \$25 and \$1000 par **preferred securities** are "callable" meaning that the issuer may retire the securities at specific prices and dates prior to maturity. Interest/dividend payments on certain preferred issues may be deferred by the issuer for periods of up to 5 to 10 years, depending on the particular issue. The investor would still have income tax liability even though payments would not have been received. Price quoted is per \$25 or \$1,000 share, unless otherwise specified. Current yield is calculated by multiplying the coupon by par value divided by the market price. The initial interest rate on a **floating-rate security** may be lower than that of a fixed-rate security of the same maturity because investors expect to receive additional income due to future increases in the floating security's underlying reference rate. The reference rate could be an index or an interest rate. However, there can be no assurance that the reference rate will increase. Some floating-rate securities may be subject to call risk. The market value of **convertible bonds** and the underlying common stock(s) will fluctuate and after purchase may be worth more or less than original cost. If sold prior to maturity, investors may receive more or less than their original purchase price or maturity value, depending on market conditions. Callable bonds may be redeemed by the issuer prior to maturity. Additional call features may exist that could affect yield. Some \$25 or \$1000 par **preferred securities** are QDI (Qualified Dividend Income) eligible. Information on QDI eligibility is obtained from third party sources. The dividend income on QDI eligible preferreds qualifies for a reduced tax rate. Many traditional 'dividend paying' perpetual preferred securities (traditional preferreds with no maturity date) are QDI eligible. In order to qualify for the preferential tax treatment all qualifying preferred securities must be held by investors for a minimum period – 91 days during a 180 day window period, beginning 90 days before the ex-dividend date.

Companies paying **dividends** can reduce or cut payouts at any time.

Nondiversification: For a portfolio that holds a concentrated or limited number of securities, a decline in the value of these investments would cause the portfolio's overall value to decline to a greater degree than a less concentrated portfolio. The **indices selected by Morgan Stanley Wealth Management** to measure performance are representative of broad asset classes. Morgan Stanley Wealth Management retains the right to change representative indices at any time. Because of their narrow focus, **sector investments** tend to be more volatile than investments that diversify across many sectors and companies.

Growth investing does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** does not guarantee a profit or eliminate risk. Not all companies whose stocks are considered to be value stocks are able to turn their business around or successfully employ corrective strategies which would result in stock prices that do not rise as initially expected.

Any type of **continuous or periodic investment plan** does not assure a profit and does not protect against loss in declining markets. Since such a plan involves continuous investment in securities regardless of fluctuating price levels of such securities, the investor should consider his financial ability to continue his purchases through periods of low price levels.

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Performance Appendix

Performance Data below is net of fees. Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Account Name	QTD	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Date
Ashmore Emerging Mkts Credit	2.16	5.05	11.58	-6.14	--	--	-5.18	04/16/2021
Baird Core Plus Bond	0.30	0.56	4.32	-2.30	0.65	--	1.76	08/01/2018
Deroy & Devereaux All Cap Value	-0.54	11.45	15.64	7.41	11.83	--	12.29	03/29/2019
Goldman Sachs Emerging Mkts Equity	3.58	8.12	9.61	-10.17	--	--	-8.22	04/16/2021
John Hancock International Growth	1.25	8.84	12.41	--	--	--	-3.91	10/29/2021
Loomis Sayles Credit Asset Trust	0.91	1.69	7.32	-0.10	3.01	--	3.94	10/01/2018
Loomis Sayles Strategic Alpha	1.01	2.26	8.78	0.47	2.88	--	2.96	10/01/2018
Lord Abbett Short Duration	1.26	3.22	9.86	0.04	2.45	--	3.01	12/01/2018
PIMCO PFLEX	1.88	6.56	13.81	--	--	--	--	02/24/2023
PRISA	-2.84	-7.26	-12.11	1.40	2.98	--	2.88	09/01/2018
Vanguard Emerging Markets	5.31	7.35	11.92	-3.69	3.75	--	3.29	04/30/2019
Vanguard Extended Markets Index	-3.36	3.38	15.04	-2.44	8.62	--	8.07	04/30/2019
Vanguard Growth	8.79	20.62	32.95	9.92	--	--	23.01	04/08/2020
Vanguard Russell 1000 Value Index	-2.17	6.52	13.02	5.46	--	--	5.45	04/16/2021
Vanguard Russell 2000 GrowthIndex	-2.93	4.37	9.11	-4.80	--	--	-4.53	04/16/2021
iShares Russell 2000 Index	-3.26	1.62	9.87	-2.35	--	--	-1.56	04/16/2021

All performance above are Time Weighted(TWR) performance

Information Disclosures

Performance results are annualized for time periods greater than one year and include all cash and cash equivalents, realized and unrealized capital gains and losses, and dividends, interest and income. The investment results depicted herein represent historical performance. As a result of recent market activity, current performance may vary from the figures shown. Past performance is not a guarantee of future results.

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Benchmark indices and blends included in this material are for informational purposes only, are provided solely as a comparison tool and may not reflect the underlying composition and/or investment objective(s) associated with the account(s). Indices are unmanaged and not available for direct investment. Index returns do not take into account fees or other charges. Such fees and charges would reduce performance.

The performance data shown reflects past performance, which does not guarantee future results. Investment return and principal will fluctuate so that an investor's shares when redeemed may be worth more or less than original cost. Please note, current performance may be higher or lower than the performance data shown. For up to date month-end performance information, please contact your Financial Advisor or visit the funds' company website.

Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. The prospectus and, if available the summary prospectus, contains this and other information that should be read carefully before investing. Investors should review the information in the prospectus carefully. To obtain a prospectus, please contact your Financial Advisor or visit the funds' company website.

The information and data contained therein are from sources considered reliable, but their accuracy and completeness is not guaranteed; that the report has been prepared for illustrative purposes only and is not intended to be used as a substitute for account statements provided on a regular basis from Morgan Stanley Smith Barney LLC; that data in this report should be compared carefully with account statements to verify its accuracy; and that the Firm strongly encourages clients to consult with their own accountants or other advisors with respect to any tax questions. This report is being provided as a courtesy. By providing this report, we do not represent or agree that we will monitor the investments in your account(s) or deliver future reports.

If Morgan Stanley Smith Barney LLC, its affiliates and Morgan Stanley Financial Advisors and Private Wealth Advisors (collectively, "Morgan Stanley") provide "investment advice" as defined under the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and/or the Internal Revenue Code of 1986 (the "Code"), as applicable, regarding a retirement or welfare benefit plan account, an individual retirement account or a Coverdell education savings account (collectively, "Retirement Account"), Morgan Stanley is a "fiduciary" under ERISA and/or the Code. When Morgan Stanley provides investment education (including historical performance and asset allocation models), takes orders on an unsolicited basis or otherwise does not provide "investment advice", Morgan Stanley will not be considered a "fiduciary" under ERISA and/or the Code. For more information regarding Morgan Stanley's role with respect to a Retirement Account, please visit www.morganstanley.com/disclosures/dol. Tax laws are complex and subject to change. Morgan Stanley does not provide tax or legal advice. Individuals are encouraged to consult their tax and legal advisors (a) before establishing a Retirement Account, and (b) regarding any potential tax, ERISA and related consequences of any investments or other transactions made with respect to a Retirement Account.

Composites are the aggregate of multiple portfolios within an asset pool.

Investing involves market risk, including possible loss of principal. **Growth investing** does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** involves the risk that the market may not recognize that securities are undervalued, and they may not appreciate as anticipated. **Small and mid-capitalization companies** may lack the financial resources, product diversification and competitive strengths of larger companies. The securities of small capitalization companies may not trade as readily as, and be subject to higher volatility than those of larger, more established companies. **Bond funds** and bond holdings have the same interest rate, inflation and credit risks that are associated with the underlying bonds owned by the funds. The return of principal in bond funds, and in funds with significant bond holdings, is not guaranteed. **International securities'** prices may carry additional risks, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes and differences in financial and accounting standards. International investing may not be for everyone. These risks may be magnified in emerging markets. **Alternative investments**, including private equity funds, real estate funds, hedge funds, managed futures funds, and funds of hedge funds, private equity, and managed futures funds, are speculative and entail significant risks that can include losses due to leveraging or other speculative investment practices, lack of liquidity, volatility of returns, restrictions on transferring interests in a fund, potential lack of diversification, absence and/or delay of information regarding valuations and pricing, complex tax structures and delays in tax reporting, less regulation and higher fees than mutual funds and risks associated with the operations, personnel and processes of the advisor. **Master Limited Partnerships (MLPs)** are limited partnerships or limited liability companies that are taxed as partnerships and whose interests (limited partnership units or limited liability company units) are traded on securities exchanges like shares of common stock. Currently, most MLPs operate in the energy, natural resources or real estate sectors. Investments in MLP interests are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity pricing risk, supply and demand risk, depletion risk and exploration risk; and MLP interests in the real estate sector are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions. Because of their narrow focus, MLPs maintain exposure to price volatility of commodities and/or underlying assets and tend to be more volatile than investments that diversify across many sectors and companies. MLPs are also subject to additional risks including investors having limited control and rights to vote on matters affecting the MLP, limited access to capital, cash flow risk, lack of liquidity, dilution risk, conflict of interests, and limited call rights related to acquisitions.

Mortgage backed securities also involve prepayment risk, in that faster or slower prepayments than expected on underlying mortgage loans can dramatically alter the yield-to-maturity of a mortgage-backed security and prepayment risk includes the possibility that a fund may invest the proceeds at generally lower interest rates.

Tax managed funds may not meet their objective of being tax-efficient.

Real estate investments are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions.

High yield fixed income securities, also known as "junk bonds", are considered speculative, involve greater risk of default and tend to be more volatile than investment grade fixed income securities.

Credit quality is a measure of a bond issuer's creditworthiness, or ability to repay interest and principal to bondholders in a timely manner. The credit ratings shown are based on security rating as provided by Standard & Poor's, Moody's and/or Fitch, as applicable. Credit ratings are issued by the rating agencies for the underlying securities in the fund and not the fund itself, and the credit quality of the securities in the fund does not represent the stability or safety of the fund. Credit ratings shown range from AAA, being the

highest, to D, being the lowest based on S&P and Fitch’s classification (the equivalent of Aaa and C, respectively, by Moody’s). Ratings of BBB or higher by S&P and Fitch (Baa or higher by Moody’s) are considered to be investment grade-quality securities. If two or more of the agencies have assigned different ratings to a security, the highest rating is applied. Securities that are not rated by all three agencies are listed as “NR”.

Money Market Funds

You could lose money in Money Market Funds. Although MMFs classified as government funds (i.e., MMFs that invest 99.5% of total assets in cash and/or securities backed by the U.S government) and retail funds (i.e., MMFs open to natural person investors only) seek to preserve value at \$1.00 per share, they cannot guarantee they will do so. The price of other MMFs will fluctuate and when you sell shares they may be worth more or less than originally paid. MMFs may impose a fee upon sale or temporarily suspend sales if liquidity falls below required minimums. During suspensions, shares would not be available for purchases, withdrawals, check writing or ATM debits. A MMF investment is not insured or guaranteed by the Federal Deposit Insurance Corporation or other government agency.

“Alpha tilt strategies comprise a core holding of stocks that mimic a benchmark type index such as the S&P 500 to which additional securities are added to help tilt the fund toward potentially outperforming the market in an effort to enhance overall investment returns. Tilt strategies are subject to significant timing risk and could potentially expose investors to extended periods of underperformance.”

Custom Account Index: The Custom Account Index is an investment benchmark based on your historical target allocations and/or manager selection that you may use to evaluate the performance of your account. The Custom Account index does take into consideration certain changes that may have occurred in your portfolio since the inception of your account, i.e., asset class and/or manager changes. However, in some circumstances, it may not be an appropriate benchmark for use with your specific account composition. For detailed report of the historical composition of this blend please contact your Financial Advisor.

Peer Groups

Peer Groups are a collection of similar investment strategies that essentially group investment products that share the same investment approach. Peer Groups are used for comparison purposes to compare and illustrate a client’s investment portfolio versus its peer across various quantitative metrics like performance and risk. Peer Group comparison is conceptually another form of benchmark comparison whereby the actual investment can be ranked versus its peer across various quantitative metrics.

All Peer Group data are provided by Investment Metrics, LLC.

The URL below provides all the definitions and methodology about the various Peer Groups <https://www.invmetrics.com/style-peer-groups>

Peer Group Ranking Methodology

A percentile rank denotes the value of a product in which a certain percent of observations fall within a peer group. The range of percentile rankings is between 1 and 100, where 1 represents a high statistical value and 100 represents a low statistical value.

The 30th percentile, for example, is the value in which 30% of the highest observations may be found, the 65th percentile is the value in which 65% of the highest observations may be found, and so on.

Percentile rankings are calculated based on a normalized distribution ranging from 1 to 100 for all products in each peer group, where a ranking of 1 denotes a high statistical value and a ranking of 100 denotes a low statistical value. It is important to note that the same ranking methodology applies to all statistics, implying

that a ranking of 1 will always mean highest value across all statistics.

For example, consider a risk/return assessment using standard deviation as a measure of risk. A percentile ranking equal to 1 for return denotes highest return, whereas a percentile ranking of 1 for standard deviation denotes highest risk among peers.

In addition, values may be used to demonstrate quartile rankings. For example, the third quartile is also known as the 75th percentile, and the median is the 50th percentile.

Your interests in Alternative Investments, which may have been purchased through us, are generally not held here, and are generally not covered by SIPC. The information provided to you: 1) is included as a service to you, valuations for certain products may not be available; 2) is derived from you or another external source for which we are not responsible, and may have been modified to take into consideration capital calls or distributions to the extent applicable; 3) may not reflect actual shares, share prices or values; 4) may include invested or distributed amounts in addition to a fair value estimate; and 5) should not be relied upon for tax reporting purposes. Notwithstanding the foregoing,

1) to the extent this report displays Alternative Investment positions within a Morgan Stanley Individual Retirement Account (“IRA”), such positions are held by Morgan Stanley Smith Barney LLC as the custodian of your Morgan Stanley IRA; and 2) if your Alternative Investment position(s) is held by us and is registered pursuant to the Securities Act of 1933, as amended, your Alternative Investment position(s) is covered by SIPC.

Alternatives may be either traditional alternative investment vehicles or non-traditional alternative strategy vehicles. Traditional alternative investment vehicles may include, but are not limited to, Hedge Funds, Fund of Funds (both registered and unregistered), Exchange Funds, Private Equity Funds, Private Credit Funds, Real Estate Funds, and Managed Futures Funds. Non-traditional alternative strategy vehicles may include, but are not limited to, Open or Closed End Mutual Funds, Exchange-Traded and Closed-End Funds, Unit Investment Trusts, exchange listed Real Estate Investment Trusts (REITs), and Master Limited Partnerships (MLPs). These non-traditional alternative strategy vehicles also seek alternative-like exposure but have significant differences from traditional alternative investment vehicles. Non-traditional alternative strategy vehicles may behave like, have characteristics of, or employ various investment strategies and techniques for both hedging and more speculative purposes such as short-selling, leverage, derivatives, and options, which can increase volatility and the risk of investment loss. Characteristics such as correlation to traditional markets, investment strategy, and market sector exposure can play a role in the classification of a traditional security being classified as alternative.

Traditional alternative investment vehicles are illiquid and usually are not valued daily. The estimated valuation provided will be as of the most recent date available and will be included in summaries of your assets. Such valuation may not be the most recent provided by the fund in which you are invested. No representation is made that the valuation is a market value or that the interest could be liquidated at this value. We are not required to take any action with respect to your investment unless valid instructions are received from you in a timely manner. Some positions reflected herein may not represent interests in the fund, but rather redemption proceeds withheld by the issuer pending final valuations which are not subject to the investment performance of the fund and may or may not accrue interest for the length of the withholding. Morgan Stanley does not engage in an independent valuation of your alternative investment assets. Morgan Stanley provides periodic information to you including the market value of an alternative investment vehicle based on information received from the management entity of the alternative investment vehicle or another service provider.

Traditional alternative investment vehicles often are speculative and include a high degree of risk. Investors should carefully review and consider potential risks before investing. Certain of these risks may include but are not limited to: • Loss of all or a substantial portion of the investment due to leveraging, short-selling, or other speculative practices; • Lack of liquidity in that there may be no secondary market for a

fund;• Volatility of returns;• Restrictions on transferring interests in a fund;• Potential lack of diversification and resulting higher risk due to concentration of trading authority when a single advisor is utilized;• Absence of information regarding valuations and pricing;• Complex tax structures and delays in tax reporting;• Less regulation and higher fees than mutual funds; and• Risks associated with the operations, personnel, and processes of the manager. As a diversified global financial services firm, Morgan Stanley Wealth Management engages in a broad spectrum of activities including financial advisory services, investment management activities, sponsoring and managing private investment funds, engaging in broker-dealer transactions and principal securities, commodities and foreign exchange transactions, research publication, and other activities. In the ordinary course of its business, Morgan Stanley Wealth Management therefore engages in activities where Morgan Stanley Wealth Management's interests may conflict with the interests of its clients, including the private investment funds it manages. Morgan Stanley Wealth Management can give no assurance that conflicts of interest will be resolved in favor of its clients or any such fund.

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Indices are unmanaged and investors cannot directly invest in them. Composite index results are shown for illustrative purposes and do not represent the performance of a specific investment. Diversification does not assure a profit or protect against loss in a declining market. Any performance or related information presented has not been adjusted to reflect the impact of any the additional fees paid to a placement agent by an investor (for Morgan Stanley placement clients, a one-time upfront Placement Fee of up to 3%, and for Morgan Stanley investment advisory clients, an annual advisory fee of up to 2.5%), which would result in a substantial reduction in the returns if such fees were incorporated.

For most investment advisory clients, the program account will be charged an asset-based wrap fee every quarter ("the Fee"). In general, the Fee covers investment advisory services and reporting. In addition to the Fee, clients will pay the fees and expenses of any funds in which their account is invested. Fund fees and expenses are charged directly to the pool of assets the fund invests in and impact the valuations. Clients must understand that these fees and expenses are an additional cost and will not be included in the Fee amount in the account statements

As fees are deducted quarterly, the compounding effect will be to increase the impact of the fees by an amount directly related to the gross account performance. For example, for an account with an initial value of \$100,000 and a 2.5% annual fee, if the gross performance is 5% per year over a three year period, the compounding effect of the fees will result in a net annual compound rate of return of approximately 2.40% per year over a three year period, and the total value of the client's portfolio at the end of the three year period would be approximately \$115,762.50 without the fees and \$107,372.63 with the fees. Please see the applicable Morgan Stanley Smith Barney LLC Form ADV Part 2A for more information including a description of the fee schedule. It is available at www.morganstanley.com/ADV or from your Financial Advisor/Private Wealth Advisor.

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City of Dearborn Chapter 21 Police & Fire Retirement System

Monthly Report
June 30, 2024

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Capital Markets

Quarter in Review—2Q 2024

As of June 30, 2024

For the quarter, the Dow Jones Industrial Average declined 1.3% while the Russell Midcap fell 3.3%, the S&P 500 rose 4.3%, and the Russell 2000 small-cap index fell 3.3%.

During the second quarter of 2024, jobs data pointed to a still-strong labor market, resisting the effects of hawkish monetary policy, albeit with slight declines in nonfarm payroll numbers and a 4.1% unemployment rate. Continued labor market strength and still-higher than target inflation led to a continued pause in rate policy at the June FOMC meeting, leaving open the possibility of a longer-than-anticipated rate hold and fewer 2024 rate cuts than the initially estimated at the beginning of 2024. Investors have been experiencing the “higher for longer” rate environment, as the FOMC tries to guide the economy to a “soft landing” or “no landing” situation.

Inflation has been gradually deaccelerating throughout 2Q24 to 3.3% in May, down from March’s 3.5% level, and very much below June 2022’s peak of 9.1%. While headline CPI continued to decline, Core PCE fell slightly to 2.6%, getting closer to the Fed’s 2% target. The FOMC kept rates steady for the entirety of the quarter, leaving open the possibility of a longer-than-expected pause to maintain the existing Quantitative Tightening (QT) program. Together with tighter lending standards, these monetary effects continue to lower inflation overall.

Equities in regions outside the US were mixed, as MSCI Emerging Markets rose 5.0% and MSCI Europe gained 1.0% but MSCI Japan fell 4.3% in USD.

For the S&P 500, five sectors posted positive returns for the 2Q. Information Technology 13.8%, Communication Services 9.4%, Utilities 4.7%, Consumer Staples 1.4%, and Consumer Discretionary 0.6% saw positive quarterly returns. Health Care -1.0%, Real Estate -1.9%, Financials -2.0%, Energy -2.4%, Industrials -2.9%, and Materials -4.5% saw negative quarterly returns.

The Fed continued its rate policy pause through the end of the second quarter. Since March 2022, the Fed announced eleven rate hikes, for a total of 5.25 percentage points. The yield on the 10-year US Treasury note closed the second quarter at 4.40%, up from 4.20% at the end of the first quarter. The yield on 3-month Treasury bills was 5.36%, even with the end of the first quarter. The Bloomberg US Aggregate Bond Index, a broad measure of the US bond market, increased 0.1% in 2Q24 after posting a 0.8% return in 1Q24.

Source: Morgan Stanley Wealth Management Global Investment Office, Morgan Stanley & Co. Research, Bloomberg, FactSet

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Capital Markets Overview: 2Q 2024 – Global Equities

Global Equity Markets

As of June 30, 2024

- US equities as represented by the S&P 500 Index increased 4.3% in the second quarter of 2024. The MSCI ACWI (a global equity index containing large and mid-cap stocks in 23 developed and 24 emerging markets) rose 3.0% for US-currency investors.
- During the same quarterly timeframe, the MSCI Emerging Markets gained 5.0%, the MSCI ACWI increased by 3.0%, the MSCI Pacific Excluding Japan gained 2.6%, the MSCI Europe rose 1.0%, the MSCI EAFE fell 0.2%, and the MSCI Japan declined 4.3%.

Key Global Stock Market Index Returns (%) for the Period Ending 6/30/2024 (USD)

INDEX IN USD	Quarter	YTD	12 Months	5-Years (Annualized)	7-Years (Annualized)	10-Years (Annualized)
S&P 500 INDEX	4.3%	15.3%	24.5%	15.0%	14.3%	12.8%
MSCI ACWI	3.0%	11.6%	19.9%	11.3%	10.6%	9.0%
MSCI Pacific Excluding Japan	2.6%	1.2%	7.9%	3.5%	5.2%	4.3%
MSCI Europe	1.0%	6.1%	12.2%	7.8%	6.7%	4.8%
MSCI Emerging Markets	5.0%	7.6%	12.9%	3.4%	3.9%	3.2%
MSCI EAFE	-0.2%	5.8%	12.2%	7.1%	6.3%	4.9%
MSCI Japan	-4.3%	6.3%	13.4%	7.0%	5.9%	5.9%

Source: FactSet, Bloomberg, Morgan Stanley Wealth Management GIO

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Capital Markets Overview: 2Q 2024 – US Bonds

The US Bond Market
As of June 30, 2024

- The Bloomberg US Agg Total Return, a general measure of the bond market, increased 0.1% in the quarter.
- The yield on the 10-year US Treasury note closed the second quarter at 4.40% (up from the 4.20% at the end of the first quarter), while the yield on 3-month Treasury bills was 5.36%, about the same as the close of the first quarter.
- The Bloomberg US Corporate High Yield Index, a measure of lower-rated corporate bonds, increased 1.1%. The Bloomberg U.S. Long Government ended the quarter down 1.7%.
- The Bloomberg Mortgage-Backed Securities Index rose 0.1%, while the Bloomberg Municipal Bond fell 0.02%.

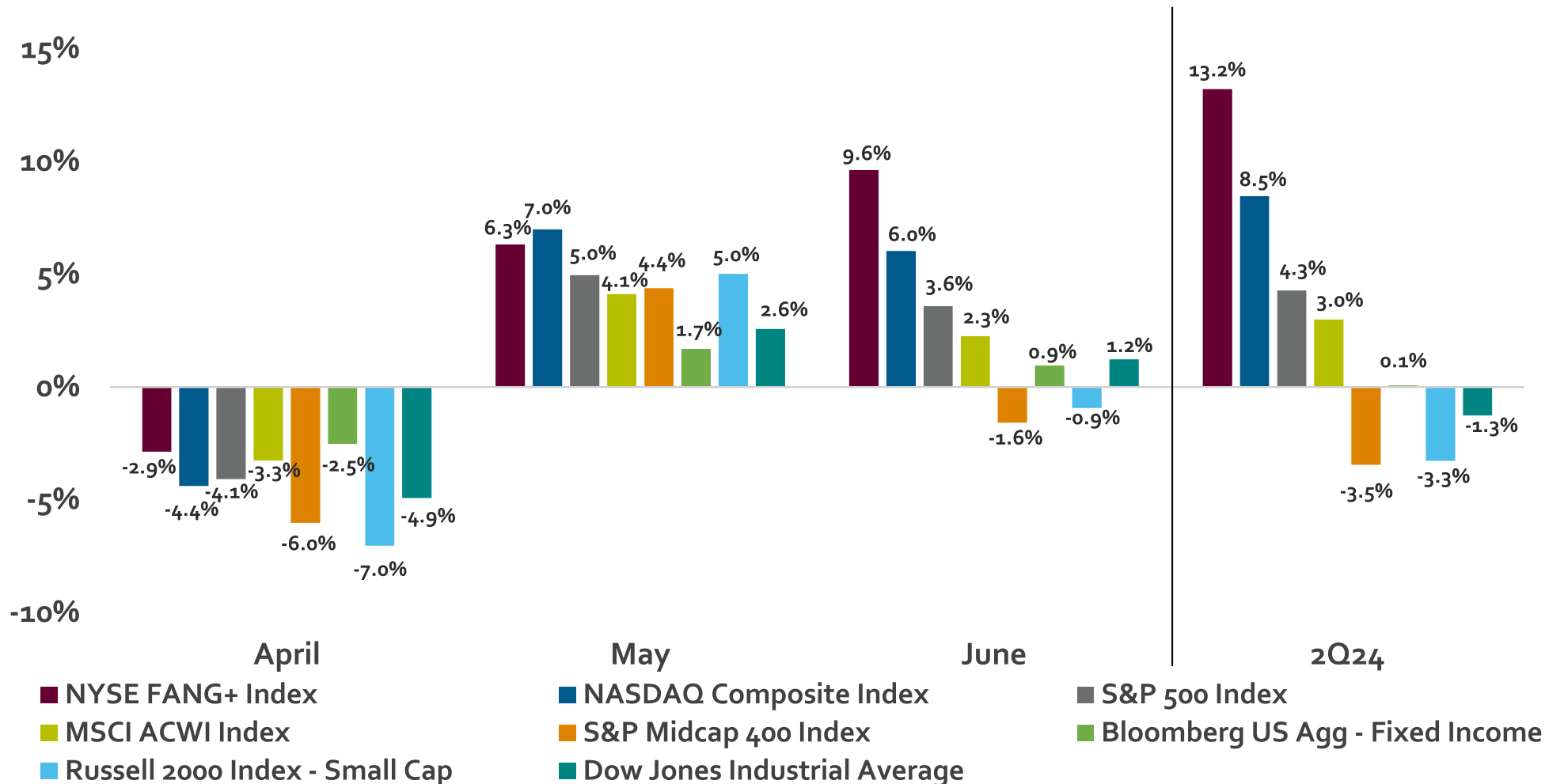
Key US Bond Market Index Returns (%) for the Period Ending 6/30/2024					
INDEX IN USD	Quarter	12 Months	5-Years (Annualized)	7-Years (Annualized)	10-Years (Annualized)
Bloomberg US Agg Total Return	0.1%	2.6%	-0.2%	0.9%	1.3%
Bloomberg US Corporate High Yield	1.1%	10.4%	3.9%	4.2%	4.3%
Bloomberg US Agg Gov/Credit Total Return	0.0%	2.7%	-0.1%	1.0%	1.5%
Bloomberg US Treasury Total Return	0.1%	1.5%	-0.7%	0.4%	0.9%
Bloomberg U.S. Government/Corp	0.2%	2.4%	-1.1%	-0.7%	-0.2%
Bloomberg U.S. Long Government	-1.7%	-1.6%	-2.2%	0.1%	1.6%
Bloomberg MBS 1000 Total Return	0.1%	2.1%	-0.8%	0.3%	0.9%
Bloomberg Municipal Bond Index	0.0%	3.2%	1.2%	2.0%	2.4%

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research, Morgan Stanley Wealth Management GIO

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Total Returns for Select Indices 2Q24

NYSE FANG+, Nasdaq Composite, Russell 2000 Small Cap, S&P 500, MSCI ACWI, S&P Midcap 400, S&P 500, Dow Jones Industrial Average
As of June 30, 2024

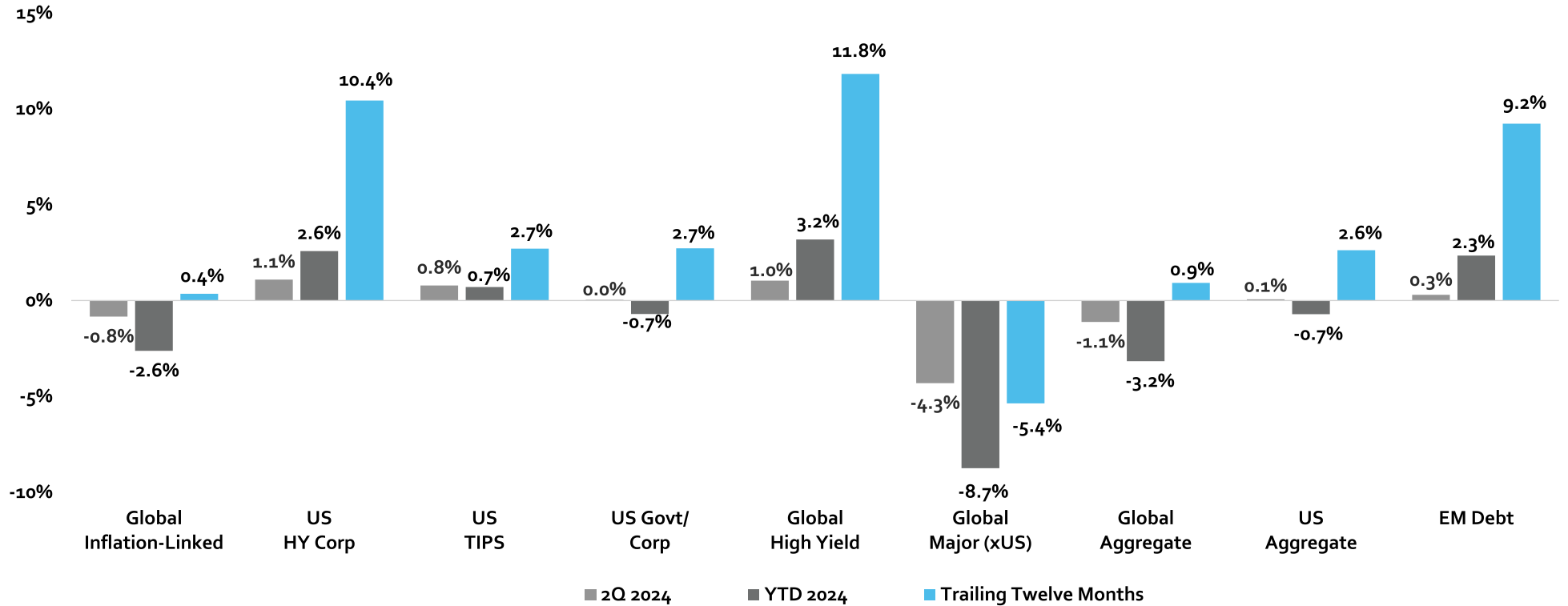


Source: Bloomberg and Morgan Stanley Wealth Management GIO.

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Fixed Income/Credit Total Return 2Q24

As of June 30, 2024



Source: Bloomberg, Morgan Stanley Wealth Management GIO.

Past performance is no guarantee of future results. Estimates of future performance are based on assumptions that may not be realized. This material is not a solicitation of any offer to buy or sell any security or other financial instrument or to participate in any trading strategy. Please refer to important information, disclosures and qualifications at the end of this material.

June 2024 Performance

June 30, 2024 Performance

	Allocation		Performance(%)										
	Market Value (\$000)	%	1 Month	Current Quarter	Fiscal YTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Chapter 21 Total Fund	24,530	100.0	1.0	1.4	13.1	7.2	13.1	1.6	6.7	6.2	7.2	7.3	Jul-96
<i>Chapter 21 Dynamic Index</i>			1.1	1.2	13.0	6.1	13.0	2.4	7.3	-	-	-	
Traditional Equity	14,969	61.0	1.2	1.6	16.6	10.2	16.6	3.3	9.7	-	-	10.0	Apr-19
<i>MSCI ACWI</i>			2.3	3.0	19.9	11.6	19.9	5.9	11.3	10.6	9.0	11.5	
Domestic Equity	4,223	17.2	-0.5	-0.8	14.8	10.5	14.8	5.1	11.6	-	-	11.7	Apr-19
<i>Russell 3000</i>			3.1	3.2	23.1	13.6	23.1	8.1	14.1	13.5	12.1	14.3	
All Cap Equity	3,532	14.4	-0.5	-0.5	15.8	11.6	15.8	7.3	13.1	11.5	10.0	12.0	Dec-10
<i>Russell 3000</i>			3.1	3.2	23.1	13.6	23.1	8.1	14.1	13.5	12.1	13.6	
Deroy & Devereaux All Cap	3,532	14.4	-0.5	-0.5	15.8	11.6	15.8	7.3	11.9	10.8	9.8	13.3	Oct-08
<i>Russell 3000 VL</i>			-1.0	-2.2	12.9	6.2	12.9	5.1	8.9	8.4	8.1	9.1	
Small Cap Equity	691	2.8	-0.3	-2.9	9.1	4.4	9.1	-4.9	-	-	-	-4.5	Apr-21
<i>Russell 2000 Gr</i>			-0.2	-2.9	9.1	4.4	9.1	-4.9	6.2	7.3	7.4	-3.4	
Vanguard Russell 2000 Growth	691	2.8	-0.3	-2.9	9.1	4.4	9.1	-4.9	-	-	-	-4.7	Apr-21
<i>Russell 2000 Gr</i>			-0.2	-2.9	9.1	4.4	9.1	-4.9	6.2	7.3	7.4	-4.0	
Global Equity/Emerging Markets	10,747	43.8	1.8	2.6	17.3	10.1	17.3	2.8	9.1	-	-	9.4	Apr-19
<i>MSCI ACWI</i>			2.3	3.0	19.9	11.6	19.9	5.9	11.3	10.6	9.0	11.5	
Global Equity	9,278	37.8	1.6	2.4	18.6	10.4	18.6	5.0	10.6	9.9	-	9.9	Jul-17
<i>FTSE Global All Cap</i>			1.8	2.5	19.0	10.5	19.0	5.3	10.9	10.1	8.7	10.1	
Vanguard Total World Stock Index	9,278	37.8	1.6	2.4	18.6	10.4	18.6	5.0	10.6	9.8	-	9.7	Jun-17
<i>FTSE Global All Cap</i>			1.8	2.5	19.0	10.5	19.0	5.3	10.9	10.1	8.7	10.1	
Emerging Markets Equity	1,469	6.0	3.2	3.6	9.6	8.1	9.6	-10.2	-	-	-	-8.2	Apr-21
<i>MSCI EM Net</i>			3.9	5.0	12.5	7.5	12.5	-5.1	3.1	3.5	2.8	-3.2	
Goldman Sachs Emerging Equity	1,469	6.0	3.2	3.6	9.6	8.1	9.6	-10.2	-	-	-	-8.3	Apr-21
<i>MSCI EM Net</i>			3.9	5.0	12.5	7.5	12.5	-5.1	3.1	3.5	2.8	-3.9	

Source: Paris Report

June 30, 2024 Performance

	Allocation		Performance(%)										Inception Date
	Market Value (\$000)	%	1 Month	Current Quarter	Fiscal YTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	
Fixed Income	9,547	38.9	0.8	1.1	7.9	2.8	7.9	-0.9	1.7	2.4	2.3	5.0	Jan-96
<i>Bloomberg US Aggregate</i>			0.9	0.1	2.6	-0.7	2.6	-3.0	-0.2	0.9	1.3	4.1	
Baird Core Plus Bond Fund	3,068	12.5	0.9	0.3	4.3	0.6	4.3	-2.4	0.6	1.6	-	2.0	Dec-14
<i>Bloomberg US Aggregate</i>			0.9	0.1	2.6	-0.7	2.6	-3.0	-0.2	0.9	1.3	1.2	
Fidelity Inflation Protected	1,141	4.7	0.8	1.0	2.7	1.0	2.7	-1.4	1.5	2.1	-	1.7	Oct-16
<i>BB US Tres Infl PN TIPS</i>			0.8	0.8	2.7	0.7	2.7	-1.3	2.1	2.5	1.9	2.0	
Ashmore Emerging Markets Bond	1,148	4.7	0.8	1.4	10.7	4.0	10.7	-6.4	-	-	-	-5.5	Apr-21
<i>JPM EMBI Global</i>			0.7	0.4	8.4	1.8	8.4	-2.2	0.3	1.4	2.4	-1.5	
Lord Abbett Floating Rate	1,644	6.7	0.2	1.9	11.0	4.5	11.0	5.6	-	-	-	5.7	Apr-21
<i>Morningstar LSTA US Lev Loan</i>			0.3	1.9	11.1	4.4	11.1	6.1	5.5	5.1	4.6	6.1	
Lord Abbett High Yield	1,405	5.7	0.8	1.2	9.9	3.2	9.9	0.0	-	-	-	0.7	Apr-21
<i>BB Global High Yield- Unhedged</i>			0.4	1.0	11.8	3.2	11.8	0.5	2.7	3.2	3.3	1.0	
PIMCO PFLEX	1,141	4.6	1.5	1.9	13.8	6.6	13.8	-	-	-	-	-	Mar-23
<i>ICE BofA US High Yield- HOA0</i>			0.9	1.1	10.4	2.6	10.4	1.6	3.7	4.1	4.2	10.7	

Source: Paris Report

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Morgan Stanley's investment advisory programs may require a minimum asset level and, depending on your specific investment objectives and financial position, may not be appropriate for you. Please see the Morgan Stanley Smith Barney LLC program disclosure brochure (the "Morgan Stanley ADV") for more information in the investment advisory programs available. The Morgan Stanley ADV is available at www.morganstanley.com/ADV.

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Global Investment Manager Analysis (GIMA) Focus List, Approved List and Tactical Opportunities List; Watch Policy. GIMA uses two methods to evaluate investment products in applicable advisory programs: **Focus** (and investment products meeting this standard are described as being on the Focus List) and **Approved** (and investment products meeting this standard are described as being on the Approved List). In general, Focus entails a more thorough evaluation of an investment product than Approved. Sometimes an investment product may be evaluated using the Focus List process but then placed on the Approved List instead of the Focus List. Investment products may move from the Focus List to the Approved List, or vice versa. GIMA may also determine that an investment product no longer meets the criteria under either process and will no longer be recommended in investment advisory programs (in which case the investment product is given a "Not Approved" status). GIMA has a **Watch** policy and may describe a Focus List or Approved List investment product as being on "Watch" if GIMA identifies specific areas that (a) merit further evaluation by GIMA and (b) may, but are not certain to, result in the investment product becoming "Not Approved." The Watch period depends on the length of time needed for GIMA to conduct its evaluation and for the investment manager or fund to address any concerns. Certain investment products on either the Focus List or Approved List may also be recommended for the **Tactical Opportunities List** based in part on tactical opportunities existing at a given time. The investment products on the Tactical Opportunities List change over time. For more information on the Focus List, Approved List, Tactical Opportunities List and Watch processes, please see the applicable Form ADV Disclosure Document for Morgan Stanley Wealth Management. Your Financial Advisor or Private Wealth Advisor can also provide upon request a copy of a publication entitled "Manager Selection Process."

The **Global Investment Committee** is a group of seasoned investment professionals who meet regularly to discuss the global economy and markets. The committee determines the investment outlook that guides our advice to clients. They continually monitor developing economic and market conditions, review tactical outlooks and recommend model portfolio weightings, as well as produce a suite of strategy, analysis, commentary, portfolio positioning suggestions and other reports and broadcasts.

The GIC Asset Allocation Models are not available to be directly implemented as part of an investment advisory service and should not be regarded as a recommendation of any Morgan Stanley investment advisory service. The GIC Asset Allocation Models do not represent actual trading or any type of account or any type of investment strategies and none of the fees or other expenses (e.g. commissions, mark-ups, mark-downs, advisory fees, fund expenses) associated with actual trading or accounts are reflected in the GIC Asset Allocation Models which, when compounded over a period of years, would decrease returns.

Adverse Active AlphaSM 2.0 is a patented screening and scoring process designed to help identify high-quality equity and fixed income managers with characteristics that may lead to future outperformance relative to index and peers. While highly ranked managers performed well as a group in our Adverse Active Alpha model back tests, not all of the managers will outperform. Please note that this data may be derived from back-testing, which has the benefit of hindsight. In addition, highly ranked managers can have differing risk profiles that might not be appropriate for all investors.

Our view is that Adverse Active Alpha is a good starting point and should be used in conjunction with other information. Morgan Stanley Wealth Management's qualitative and quantitative investment

manager due diligence process are equally important factors for investors when considering managers for use through an investment advisory program. Factors including, but not limited to, manager turnover and changes to investment process can partially or fully negate a positive Adverse Active Alpha ranking. Additionally, highly ranked managers can have differing risk profiles that might not be appropriate for all investors.

The proprietary **Value Score** methodology considers an active investment strategies' value proposition relative to its costs. From a historical quantitative study of several quantitative markers, Value Score measures perceived forward-looking benefit and computes (1) "fair value" expense ratios for most traditional investment managers across 40 categories and (2) managers' perceived "excess value" by comparing the fair value expense ratios to actual expense ratios. Managers are then ranked within each category by their excess value to assign a Value Score. Our analysis suggests that greater levels of excess value have historically corresponded to attractive subsequent performance.

For more information on the ranking models, please see Adverse Active AlphaSM 2.0: Scoring Active Managers According to Potential Alpha and Value Score: Scoring Fee Efficiency by Comparing Managers' "Fair Value" and Actual Expense Ratios. The whitepapers are available from your Financial Advisor or Private Wealth Advisor. ADVERSE ACTIVE ALPHA is a registered service mark of Morgan Stanley and/or its affiliates. U.S. Pat. No. 8,756,098 applies to the Adverse Active Alpha system and/or methodology.

Additionally, highly ranked managers can have differing risk profiles that might not be appropriate for all investors. For more information on AAA, please see the Adverse Active Alpha Ranking Model and Selecting Managers with Adverse Active Alpha whitepapers. The whitepaper are available from your Financial Advisor or Private Wealth Advisor. ADVERSE ACTIVE ALPHA is a registered service mark of Morgan Stanley and/or its affiliates. U.S. Pat. No. 8,756,098 applies to the Adverse Active Alpha system and/or methodology.

The Global Investment Manager Analysis (GIMA) Services Only Apply to Certain Investment Advisory Programs GIMA evaluates certain investment products for the purposes of some – but not all – of Morgan Stanley Smith Barney LLC's investment advisory programs (as described in more detail in the applicable Form ADV Disclosure Document for Morgan Stanley Wealth Management). If you do not invest through one of these investment advisory programs, Morgan Stanley Wealth Management is not obligated to provide you notice of any GIMA Status changes even though it may give notice to clients in other programs.

Strategy May Be Available as a Separately Managed Account or Mutual Fund Strategies are sometimes available in Morgan Stanley Wealth Management investment advisory programs both in the form of a separately managed account ("SMA") and a mutual fund. These may have different expenses and investment minimums. Your Financial Advisor or Private Wealth Advisor can provide more information on whether any particular strategy is available in more than one form in a particular investment advisory program. Generally, investment advisory accounts are subject to an annual asset-based fee (the "Fee") which is payable monthly in advance (some account types may be billed differently). In general, the Fee covers Morgan Stanley investment advisory services, custody of securities with Morgan Stanley, trade execution with or through Morgan Stanley or its affiliates, as well as compensation to any Morgan Stanley Financial Advisor.

In addition, each account that is invested in a program that is eligible to purchase certain investment products, such as mutual funds, will also pay a Platform Fee (which is subject to a Platform Fee offset) as described in the applicable ADV brochure. Accounts invested in the Select UMA program may also pay a separate Sub-Manager fee, if applicable.

If your account is invested in mutual funds or exchange traded funds (collectively "funds"), you will pay the fees and expenses of any funds in which your account is invested. Fees and expenses are charged directly to the pool of assets the fund invests in and are reflected in each fund's share price. These fees and expenses are an additional cost to you and would not be included in the Fee amount in your account statements. The advisory program you choose is described in the applicable Morgan Stanley Smith Barney LLC ADV Brochure, available at www.morganstanley.com/ADV.

Morgan Stanley or Executing Sub-Managers, as applicable, in some of Morgan Stanley's Separately Managed Account ("SMA") programs may effect transactions through broker-dealers other than Morgan Stanley or our affiliates. In such instances, you may be assessed additional costs by the other firm in addition to the Morgan Stanley and Sub-Manager fees. Those costs will be included in the net price of the security, not separately reported on trade confirmations or account statements. Certain Sub-Managers have historically directed most, if not all, of their trades to outside firms. Information provided by Sub-Managers concerning trade execution away from Morgan Stanley is summarized at: www.morganstanley.com/wealth/investmentsolutions/pdfs/adv/sotresponse.pdf. For more information on trading and costs, please refer to the ADV Brochure for your program(s), available at www.morganstanley.com/ADV, or contact your Financial Advisor / Private Wealth Advisor.

Conflicts of Interest: GIMA's goal is to provide professional, objective evaluations in support of the Morgan Stanley Wealth Management investment advisory programs. We have policies and procedures to help us meet this goal. However, our business is subject to various conflicts of interest. For example, ideas and suggestions for which investment products should be evaluated by GIMA come from a variety of sources, including our Morgan Stanley Wealth Management Financial Advisors and their direct or indirect managers, and other business persons within Morgan Stanley Wealth Management or its affiliates. Such persons may have an ongoing business relationship with certain investment managers or mutual fund companies whereby they, Morgan Stanley Wealth

Management or its affiliates receive compensation from, or otherwise related to, those investment managers or mutual funds. For example, a Financial Advisor may suggest that GIMA evaluates an investment manager or fund in which a portion of his or her clients' assets are already invested. While such a recommendation is permissible, GIMA is responsible for the opinions expressed by GIMA. Separately, certain strategies managed or sub-advised by us or our affiliates, including but not limited to MSIM and Eaton Vance Management ("EVM") and its investment affiliates, may be included in your account. See the conflicts of interest section in the applicable Form ADV Disclosure Document for Morgan Stanley Wealth Management for a discussion of other types of conflicts that may be relevant to GIMA's evaluation of managers and funds. In addition, Morgan Stanley Wealth Management, MS&Co., managers and their affiliates provide a variety of services (including research, brokerage, asset management, trading, lending and investment banking services) for each other and for various clients, including issuers of securities that may be recommended for purchase or sale by clients or are otherwise held in client accounts, and managers in various advisory programs. Morgan Stanley Wealth Management, managers, MS&Co., and their affiliates receive compensation and fees in connection with these services. Morgan Stanley Wealth Management believes that the nature and range of clients to which such services are rendered is such that it would be inadvisable to exclude categorically all of these companies from an account.

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Morgan Stanley charges each fund family we offer a mutual fund support fee, also called a "revenue-sharing payment," on client account holdings in fund families according to a tiered rate that increases along with the management fee of the fund so that lower management fee funds pay lower rates than those with higher management fees.

Consider Your Own Investment Needs: The model portfolios and strategies discussed in the material are formulated based on general client characteristics including risk tolerance. This material is not intended to be an analysis of whether particular investments or strategies are appropriate for you or a recommendation, or an offer to participate in any investment. Therefore, clients should not use this material as the sole basis for investment decisions. They should consider all relevant information, including their existing portfolio, investment objectives, risk tolerance, liquidity needs and investment time horizon. Such a determination may lead to asset allocation results that are materially different from the asset allocation shown in this profile. Talk to your Financial Advisor about what would be an appropriate asset allocation for you, whether Morgan Stanley Pathway Funds is an appropriate program for you.

No obligation to notify – Morgan Stanley Wealth Management has no obligation to notify you when the model portfolios, strategies, or any other information, in this material changes.

For index, indicator and survey definitions referenced in this report please visit the following: <https://www.morganstanley.com/wealth-investmentsolutions/wmir-definitions>

The Morgan Stanley Pathway Funds, Firm Discretionary UMA Model Portfolios, and other asset allocation or any other model portfolios discussed in this material are available only to investors participating in Morgan Stanley Consulting Group advisory programs. For additional information on the Morgan Stanley Consulting Group advisory programs, see the applicable ADV brochure, available at www.morganstanley.com/ADV or from your Morgan Stanley Financial Advisor or Private Wealth Advisor. To learn more about the Morgan Stanley Pathway Funds, visit the Funds' website at <https://www.morganstanley.com/wealth-investmentsolutions/cgcm>. Consulting Group is a business of Morgan Stanley.

Morgan Stanley Pathway Program Asset Allocation Models There are model portfolios corresponding to five risk-tolerance levels available in the Pathway program. Model 1 is the least aggressive portfolio and consists mostly of bonds. As the model numbers increase, the models have higher allocations to equities and become more aggressive. Pathway is a mutual fund asset allocation program. In constructing the Pathway Program Model Portfolios, Morgan Stanley Wealth Management uses, among other things, model asset allocations produced by Morgan Wealth Management's Global Investment Committee (the "GIC"). The Pathway Program Model Portfolios are specific to the Pathway program (based on program features and parameters, and any other requirements of Morgan Stanley Wealth Management's Consulting Group). The Pathway Program Model Portfolios may therefore differ in some respects from model portfolios available in other Morgan Stanley Wealth Management programs or from asset allocation models published by the Global Investment Committee.

The type of mutual funds and ETFs discussed in this presentation utilizes nontraditional or complex investment strategies and/or derivatives. Examples of these types of funds include those that utilize one or more of the below noted investment strategies or categories or which seek exposure to the following markets: (1) commodities (e.g., agricultural, energy and metals), currency, precious metals; (2) managed futures; (3) leveraged, inverse or inverse leveraged; (4) bear market, hedging, long-short equity, market neutral; (5) real estate; (6) volatility (seeking exposure to the CBOE VIX Index). Investors should keep in mind that while mutual funds and ETFs may, at times, utilize nontraditional investment options and strategies, they should not be equated with unregistered privately offered alternative investments. Because of regulatory limitations, mutual funds and ETFs that seek alternative-like investment exposure must utilize a more limited investment universe. As a result, investment returns and portfolio characteristics of alternative mutual funds and ETFs may vary from traditional hedge funds pursuing similar investment objectives. Moreover, traditional hedge funds have limited liquidity with long "lock-up" periods allowing them to pursue investment strategies without having to factor in the need to meet client redemptions and ETFs trade on an exchange. On the

other hand, mutual funds typically must meet daily client redemptions. This differing liquidity profile can have a material impact on the investment returns generated by a mutual fund or ETF pursuing an alternative investing strategy compared with a traditional hedge fund pursuing the same strategy.

Nontraditional investment options and strategies are often employed by a portfolio manager to further a fund's investment objective and to help offset market risks. However, these features may be complex, making it more difficult to understand the fund's essential characteristics and risks, and how it will perform in different market environments and over various periods of time. They may also expose the fund to increased volatility and unanticipated risks particularly when used in complex combinations and/or accompanied by the use of borrowing or "leverage."

Please consider the investment objectives, risks, fees, and charges and expenses of mutual funds, ETFs, closed end funds, unit investment trusts, and variable insurance products carefully before investing. The prospectus contains this and other information about each fund. To obtain a prospectus, contact your Financial Advisor or Private Wealth Advisor or visit the Morgan Stanley website at www.morganstanley.com. Please read it carefully before investing.

Money Market Funds: You could lose money in money market funds. Although money market funds classified as government funds (i.e., money market funds that invest 99.5% of total assets in cash and/or securities backed by the U.S government) and retail funds (i.e., money market funds open to natural person investors only) seek to preserve value at \$1.00 per share, they cannot guarantee they will do so. The price of other money market funds will fluctuate and when you sell shares they may be worth more or less than originally paid. Money market funds may impose a fee upon sale or temporarily suspend sales if liquidity falls below required minimums. During suspensions, shares would not be available for purchases, withdrawals, check writing or ATM debits. A money market fund investment is not insured or guaranteed by the Federal Deposit Insurance Corporation or other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.

Investors should carefully consider the investment objectives, risks, charges and expenses of a money market fund before investing. The prospectus contains this and other information about the money market fund. To obtain a prospectus, contact your Financial Advisor or visit the money market fund company's website. Please read the prospectus carefully before investing.

Exchange Funds are private placement vehicles that enable holders of concentrated single-stock positions to exchange those stocks for a diversified portfolio. Investors may benefit from greater diversification by exchanging a concentrated stock position for fund shares without triggering a taxable event. These funds are available only to qualified investors and may only be offered by Financial Advisors who are qualified to sell alternative investments. Before investing, investors should consider the following:

- Dividends are pooled
- Investors may forfeit their stock voting rights
- Investment may be illiquid for several years
- Investments may be leveraged or contain derivatives
- Significant early redemption fees may apply
- Changes to the U.S. tax code, which could be retroactive (potentially disallowing the favorable tax treatment of exchange funds)
- Investment risk and potential loss of principal

KEY ASSET CLASS CONSIDERATIONS AND OTHER RISKS

Investing in the markets entails the risk of market volatility. The value of all types of investments, including stocks, mutual funds, exchange-traded funds ("ETFs"), closed-end funds, and unit investment trusts, may increase or decrease over varying time periods. To the extent the investments depicted herein represent **international securities**, you should be aware that there may be additional risks associated with international investing, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes, and differences in financial and accounting standards. These risks may be magnified in **emerging markets and frontier markets**. Some funds also invest in foreign securities, which may involve currency risk. There is no assurance that the fund will achieve its investment objective. **Small- and mid-capitalization companies** may lack the financial resources, product diversification and competitive strengths of larger companies. In addition, the securities of small- and mid-capitalization companies may not trade as readily as, and be subject to higher volatility than, those of larger, more established companies. The value of **fixed income securities** will fluctuate and, upon a sale, may be worth more or less than their original cost or maturity value. Bonds are subject to interest rate risk, call risk, reinvestment risk, liquidity risk, and credit risk of the issuer. **High yield bonds** are subject to additional risks such as increased risk of default and greater volatility because of the lower credit quality of the issues. In the case of **municipal bonds**, income is generally exempt from federal income taxes. Some income may be subject to state and local taxes and to the federal alternative minimum tax. Capital gains, if any, are subject to tax. **Treasury Inflation Protection Securities' (TIPS)** coupon payments and underlying principal are automatically increased to compensate for inflation by tracking the consumer price index (CPI). While the real rate of return is guaranteed, TIPS tend to offer a low return. Because the return of TIPS is linked to inflation, TIPS may significantly underperform versus conventional U.S.

Treasuries in times of low inflation. There is no guarantee that investors will receive par if TIPS are sold prior to maturity. The returns on a portfolio consisting primarily of **environmental, social, and governance-aware investments ("ESG")** may be lower or higher than a portfolio that is more diversified or where decisions are based solely on investment considerations. Because ESG criteria exclude some investments, investors may not be able to take advantage of the same opportunities or market trends as investors that do not use such criteria. The companies identified and investment examples are for illustrative purposes only and should not be deemed a recommendation to purchase, hold or sell any securities or investment products. They are intended to demonstrate the approaches taken by managers who focus on ESG criteria in their investment strategy. There can be no guarantee that a client's account will be managed as described herein. **Options** and margin trading involve substantial risk and are not appropriate for all investors. Besides the general investment risk of holding securities that may decline in value and the possible loss of principal invested, **closed-end funds** may have additional risks related to declining market prices relative to net asset values (NAVs), active manager underperformance and potential leverage. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Shares of closed-end funds frequently trade at a discount from their NAV which may increase investors' risk of loss. The risk of loss due to this discount may be greater for investors expecting to sell their shares in a relatively short period after completion of the public offering. This characteristic is a risk separate and distinct from the risk that a closed-end fund's net asset value may decrease as a result of investment activities. NAV is total assets less total liabilities divided by the number of shares outstanding. At the time an investor purchases or sells shares of a closed-end fund, shares may have a market price that is above or below NAV. Portfolios that invest a large percentage of assets in only one industry **sector** (or in only a few sectors) are more vulnerable to price fluctuation than those that diversify among a broad range of sectors.

Structured Investments are complex and not appropriate for all investors. An investment in Structures Investments involve risks. These risks can include but are not limited to: (1) Fluctuations in the price, level or yield of underlying instruments, interest rates, currency values and credit quality, (2) Substantial or total loss of principal, (3) Limits on participation in appreciation of underlying instrument, (4) Limited liquidity, (5) Issuer credit risk and (6) Conflicts of Interest. There is no assurance that a strategy of using structured product for wealth preservation, yield enhancement, and/or interest rate risk hedging will meet its objectives.

Alternative investments may be either traditional alternative investment vehicles, such as hedge funds, fund of hedge funds, private equity, private real estate and managed futures or, non-traditional products such as mutual funds and exchange-traded funds that also seek alternative-like exposure but have significant differences from traditional alternative investments. Alternative investments often are speculative and include a high degree of risk. Investors could lose all or a substantial amount of their investment. Alternative investments are appropriate only for eligible, long-term investors who are willing to forgo liquidity and put capital at risk for an indefinite period of time. They may be highly illiquid and can engage in leverage and other speculative practices that may increase the volatility and risk of loss. Alternative Investments typically have higher fees than traditional investments. Investors should carefully review and consider potential risks before investing. Certain of these risks may include but are not limited to: Loss of all or a substantial portion of the investment due to leveraging, short-selling, or other speculative practices; Lack of liquidity in that there may be no secondary market for a fund; Volatility of returns; Restrictions on transferring interests in a fund; Potential lack of diversification and resulting higher risk due to concentration of trading authority when a single advisor is utilized; Absence of information regarding valuations and pricing; Complex tax structures and delays in tax reporting; Less regulation and higher fees than mutual funds; and Risks associated with the operations, personnel, and processes of the manager. Further, opinions regarding Alternative Investments expressed herein may differ from the opinions expressed by Morgan Stanley Wealth Management and/or other businesses/affiliates of Morgan Stanley Wealth Management.

Certain information contained herein may constitute forward-looking statements. Due to various risks and uncertainties, actual events, results or the performance of a fund may differ materially from those reflected or contemplated in such forward-looking statements. Clients should carefully consider the investment objectives, risks, charges, and expenses of a fund before investing.

Alternative investments involve complex tax structures, tax inefficient investing, and delays in distributing important tax information. Individual funds have specific risks related to their investment programs that will vary from fund to fund. Clients should consult their own tax and legal advisors as Morgan Stanley Wealth Management does not provide tax or legal advice.

Interests in alternative investment products are offered pursuant to the terms of the applicable offering memorandum, are distributed by Morgan Stanley Smith Barney LLC and certain of its affiliates, and (1) are not FDIC-insured, (2) are not deposits or other obligations of Morgan Stanley or any of its affiliates, (3) are not guaranteed by Morgan Stanley and its affiliates, and (4) involve investment risks, including possible loss of principal. Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank.

A majority of Alternative Investment managers reviewed and selected by GIMA pay or cause to be paid an ongoing fee for distribution from their management fees to Morgan Stanley Wealth Management in connection with Morgan Stanley Wealth Management clients that purchase an interest in an Alternative Investment and in some instances pay these fees on the investments held by advisory clients. Morgan Stanley Wealth Management rebates such fees that are received and attributable to an Investment held by an advisory client and retains the fees paid in connection with investments held by brokerage clients. Morgan Stanley Wealth Management has a conflict of interest in offering alternative investments because Morgan Stanley Wealth Management or our affiliates, in most instances, earn more money in your account from your investments in alternative investments than from other investment options.

It should be noted that the majority of hedge fund indexes are comprised of hedge fund manager returns. This is in contrast to traditional indexes, which are comprised of individual securities in the various market segments they represent and offer complete transparency as to membership and construction methodology. As such, some believe that hedge fund index returns have certain biases that are not present in traditional indexes. Some of these biases inflate index performance, while others may skew performance negatively. However, many studies indicate that overall hedge fund index performance has been biased to the upside. Some studies suggest performance has been inflated by up to 260 basis points or more annually depending on the types of biases included and the time period studied. Although there are numerous potential biases that could affect hedge fund returns, we identify some of the more common ones throughout this paper.

Self-selection bias results when certain manager returns are not included in the index returns and may result in performance being skewed up or down. Because hedge funds are private placements, hedge fund managers are able to decide which fund returns they want to report and are able to opt out of reporting to the various databases. Certain hedge fund managers may choose only to report returns for funds with strong returns and opt out of reporting returns for weak performers. Other hedge funds that close may decide to stop reporting in order to retain secrecy, which may cause a downward bias in returns.

Survivorship bias results when certain constituents are removed from an index. This often results from the closure of funds due to poor performance, “blow ups,” or other such events. As such, this bias typically results in performance being skewed higher. As noted, hedge fund index performance biases can result in positive or negative skew. However, it would appear that the skew is more often positive. While it is difficult to quantify the effects precisely, investors should be aware that idiosyncratic factors may be giving hedge fund index returns an artificial “lift” or upwards bias.

Hedge Funds of Funds and many funds of funds are private investment vehicles restricted to certain qualified private and institutional investors. They are often speculative and include a high degree of risk. Investors can lose all or a substantial amount of their investment. They may be highly illiquid, can engage in leverage and other speculative practices that may increase volatility and the risk of loss, and may be subject to large investment minimums and initial lockups. They involve complex tax structures, tax-inefficient investing and delays in distributing important tax information. Categorically, hedge funds and funds of funds have higher fees and expenses than traditional investments, and such fees and expenses can lower the returns achieved by investors. Funds of funds have an additional layer of fees over and above hedge fund fees that will offset returns. An investment in an **exchange-traded fund** involves risks similar to those of investing in a broadly based portfolio of equity securities traded on an exchange in the relevant securities market, such as market fluctuations caused by such factors as economic and political developments, changes in interest rates and perceived trends in stock and bond prices. An investment in a **target date portfolio** is subject to the risks attendant to the underlying funds in which it invests, in these portfolios the funds are the Consulting Group Capital Market funds. A target date portfolio is geared to investors who will retire and/or require income at an approximate year. The portfolio is managed to meet the investor’s goals by the pre-established year or “target date.” A target date portfolio will transition its invested assets from a more aggressive portfolio to a more conservative portfolio as the target date draws closer. An investment in the target date portfolio is not guaranteed at any time, including, before or after the target date is reached. **Managed futures** investments are speculative, involve a high degree of risk, use significant leverage, are generally illiquid, have substantial charges, subject investors to conflicts of interest, and are appropriate only for the risk capital portion of an investor’s portfolio. Managed futures investments do not replace equities or bonds but rather may act as a complement in a well diversified portfolio. Managed Futures are complex and not appropriate for all investors.

Virtual Currency Products (Cryptocurrencies)

Buying, selling, and transacting in Bitcoin, Ethereum or other digital assets (“Digital Assets”), and related funds and products, is highly speculative and may result in a loss of the entire investment. Risks and considerations include but are not limited to:

- Digital Assets have only been in existence for a short period of time and historical trading prices for Digital Assets have been highly volatile. **The price of Digital Assets could decline rapidly, and investors could lose their entire investment.**

- Certain Digital Asset funds and products, allow investors to invest on a more frequent basis than investors may withdraw from the fund or product, and interests in such funds or products are generally not freely transferrable. This means that, particularly given the volatility of Digital Assets, an investor will have to bear any losses with respect to its investment for an extended period of time and will not be able to react to changes in the price of the Digital Asset once invested (for example, by seeking to withdraw) as quickly as when making the decision to invest. Such Digital Asset funds and products, are intended only for persons who are able to bear the economic risk of investment and who do not need liquidity with respect to their investments.

- Given the volatility in the price of Digital Assets, the net asset value of a fund or product that invests in such assets at the time an investor’s subscription for interests in the fund or product is accepted may be significantly below or above the net asset value of the product or fund at the time the investor submitted subscription materials.

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- Certain Digital Assets are not intended to function as currencies but are intended to have other use cases. These other Digital Assets may be subject to some or all of the risks and considerations set forth herein, as well as additional risks applicable to such Digital Assets. Buyers, sellers and users of such Digital Assets should thoroughly familiarize themselves with such risks and considerations before transacting in such Digital Assets.
 - The value of Digital Assets may be negatively impacted by future legal and regulatory developments, including but not limited to increased regulation of such Digital Assets. Any such developments may make such Digital Assets less valuable, impose additional burdens and expenses on a fund or product investing in such assets or impact the ability of such a fund or product to continue to operate, which may materially decrease the value of an investment therein.
 - Due to the new and evolving nature of digital currencies and the absence of comprehensive guidance, many significant aspects of the tax treatment of Digital Assets are uncertain. Prospective investors should consult their own tax advisors concerning the tax consequences to them of the purchase, ownership and disposition of Digital Assets, directly or indirectly through a fund or product, under U.S. federal income tax law, as well as the tax law of any relevant state, local or other jurisdiction.
 - Over the past several years, certain Digital Asset exchanges have experienced failures or interruptions in service due to fraud, security breaches, operational problems or business failure. Such events in the future could impact any fund's or product's ability to transact in Digital Assets if the fund or product relies on an impacted exchange and may also materially decrease the price of Digital Assets, thereby impacting the value of your investment, regardless of whether the fund or product relies on such an impacted exchange.
 - Although any Digital Asset product and its service providers have in place significant safeguards against loss, theft, destruction and inaccessibility, there is nonetheless a risk that some or all of a product's Digital Asset could be permanently lost, stolen, destroyed or inaccessible by virtue of, among other things, the loss or theft of the "private keys" necessary to access a product's Digital Asset.
 - Investors in funds or products investing or transacting in Digital Assets may not benefit to the same extent (or at all) from "airdrops" with respect to, or "forks" in, a Digital Asset's blockchain, compared to investors who hold Digital Assets directly instead of through a fund or product. Additionally, a "fork" in the Digital Asset blockchain could materially decrease the price of such Digital Asset.
 - Digital Assets are not legal tender, and are not backed by any government, corporation or other identified body, other than with respect to certain digital currencies that certain governments are or may be developing now or in the future. No law requires companies or individuals to accept digital currency as a form of payment (except, potentially, with respect to digital currencies developed by certain governments where such acceptance may be mandated). Instead, other than as described in the preceding sentences, Digital Asset products' use is limited to businesses and individuals that are willing to accept them. If no one were to accept digital currencies, virtual currency products would very likely become worthless.
 - Platforms that buy and sell Digital Assets can be hacked, and some have failed. In addition, like the platforms themselves, digital wallets can be hacked, and are subject to theft and fraud. As a result, like other investors have, you can lose some or all of your holdings of Digital Assets.
 - Unlike US banks and credit unions that provide certain guarantees of safety to depositors, there are no such safeguards provided to Digital Assets held in digital wallets by their providers or by regulators.
 - Due to the anonymity Digital Assets offer, they have known use in illegal activity, including drug dealing, money laundering, human trafficking, sanction evasion and other forms of illegal commerce. Abuses could impact legitimate consumers and speculators; for instance, law enforcement agencies could shut down or restrict the use of platforms and exchanges, limiting or shutting off entirely the ability to use or trade Digital Asset products.
 - Digital Assets may not have an established track record of credibility and trust. Further, any performance data relating to Digital Asset products may not be verifiable as pricing models are not uniform.
 - Investors should be aware of the potentially increased risks of transacting in Digital Assets relating to the risks and considerations, including fraud, theft, and lack of legitimacy, and other aspects and qualities of Digital Assets, before transacting in such assets.
 - The exchange rate of virtual currency products versus the USD historically has been very volatile and the exchange rate could drastically decline. For example, the exchange rate of certain Digital

Assets versus the USD has in the past dropped more than 50% in a single day. Other Digital Assets may be affected by such volatility as well.

- Digital Asset exchanges have limited operating and performance histories and are not regulated with the same controls or customer protections available to more traditional exchanges transacting equity, debt, and other assets and securities. There is no assurance that a person/exchange who currently accepts a Digital Asset as payment will continue to do so in the future.
- The regulatory framework of Digital Assets is evolving, and in some cases is uncertain, and Digital Assets themselves may not be governed and protected by applicable securities regulators and securities laws, including, but not limited to, Securities Investor Protection Corporation coverage, or other regulatory regimes.
- Morgan Stanley Smith Barney LLC or its affiliates (collectively, "Morgan Stanley") may currently, or in the future, offer or invest in Digital Asset products, services or platforms. The proprietary interests of Morgan Stanley may conflict with your interests.
- The foregoing list of considerations and risks are not and do not purport to be a complete enumeration or explanation of the risks involved in an investment in any product or fund investing or trading in Digital Assets.

Asset allocation and diversification do not assure a profit or protect against loss in declining financial markets. Past performance is no guarantee of future results. Actual results may vary.

Rebalancing does not protect against a loss in declining financial markets. There may be a potential tax implication with a rebalancing strategy. Investors should consult with their tax advisor before implementing such a strategy.

Indices are unmanaged and investors cannot directly invest in them. They are not subject to expenses or fees and are often comprised of securities and other investment instruments the liquidity of which is not restricted. A particular investment product may consist of securities significantly different than those in any index referred to herein. Composite index results are shown for illustrative purposes only, generally do not represent the performance of a specific investment, may not, for a variety of reasons, be an appropriate comparison or benchmark for a particular investment and may not necessarily reflect the actual investment strategy or objective of a particular investment. Consequently, comparing an investment to a particular index may be of limited use.

To obtain **Tax-Management Services**, a client must complete the Tax-Management Form, and deliver the signed form to Morgan Stanley. For more information on Tax-Management Services, including its features and limitations, please ask your Financial Advisor for the Tax Management Form. Review the form carefully with your tax advisor. Tax-Management Services: (a) apply only to equity investments in separate account sleeves of client accounts; (b) are not available for all accounts or clients; and (c) may adversely impact account performance. Tax-management services do not constitute tax advice or a complete tax-sensitive investment management program. There is no guarantee that tax-management services will produce the desired tax results.

When Morgan Stanley Smith Barney LLC, its affiliates and Morgan Stanley Financial Advisors and Private Wealth Advisors (collectively, "Morgan Stanley") provide "investment advice" regarding a retirement or welfare benefit plan account, an individual retirement account or a Coverdell education savings account ("Retirement Account"), Morgan Stanley is a "fiduciary" as those terms are defined under the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and/or the Internal Revenue Code of 1986 (the "Code"), as applicable. When Morgan Stanley provides investment education, takes orders on an unsolicited basis or otherwise does not provide "investment advice", Morgan Stanley will not be considered a "fiduciary" under ERISA and/or the Code. For more information regarding Morgan Stanley's role with respect to a Retirement Account, please visit www.morganstanley.com/disclosures/dol. Tax laws are complex and subject to change. Morgan Stanley does not provide tax or legal advice. Individuals are encouraged to consult their tax and legal advisors (a) before establishing a Retirement Account, and (b) regarding any potential tax, ERISA and related consequences of any investments or other transactions made with respect to a Retirement Account. Individuals should consult their tax advisor for matters involving taxation and tax planning and their attorney for matters involving trust and estate planning, charitable giving, philanthropic planning and other legal matters.

Lifestyle Advisory Services: Products and services are provided by third party service providers, not Morgan Stanley Smith Barney LLC ("Morgan Stanley"). Morgan Stanley may not receive a referral fee or have any input concerning such products or services. There may be additional service providers for comparative purposes. Please perform a thorough due diligence and make your own independent decision.

This material is not a financial plan and does not create an investment advisory relationship between you and your Morgan Stanley Financial Advisor. We are not your fiduciary either under the

Employee Retirement Income Security Act of 1974 (ERISA) or the Internal Revenue Code of 1986, and any information in this report is not intended to be considered investment advice or a recommendation for either ERISA or Internal Revenue Code purposes and that (unless otherwise provided in a written agreement and/or as described at www.morganstanley.com/disclosures/dol) you remain solely responsible for your assets and all investment decisions with respect to your assets. Nevertheless, if Morgan Stanley or your Financial Advisor provides “investment advice,” as that term is defined under Section 3(21) of ERISA, to you with respect to certain retirement, welfare benefit, or education savings account assets for a fee or other compensation, Morgan Stanley and/or your Financial Advisor will be providing such advice in its capacity as a fiduciary under ERISA and/or the Code. Morgan Stanley will only prepare a financial plan at your specific request using Morgan Stanley approved financial planning software.

The Morgan Stanley Goals-Planning System (GPS) includes a brokerage investment analysis tool. While securities held in a client’s investment advisory accounts may be included in the analysis, the reports generated from the GPS Platform are not financial plans nor constitute a financial planning service. A financial plan generally seeks to address a wide spectrum of a client’s long-term financial needs, and can include recommendations about insurance, savings, tax and estate planning, and investments, taking into consideration the client’s goals and situation, including anticipated retirement or other employee benefits. Morgan Stanley Smith Barney LLC (“Morgan Stanley”) will only prepare a financial plan at a client’s specific request using Morgan Stanley approved financial planning software. Investing in financial instruments carries with it the possibility of losses and that a focus on above-market returns exposes the portfolio to above-average risk. Performance aspirations are not guaranteed and are subject to market conditions. High volatility investments may be subject to sudden and large falls in value, and there could be a large loss on realization which could be equal to the amount invested. **IMPORTANT:** The projections or other information provided by the Morgan Stanley Goals Planning System regarding the likelihood of various investment outcomes (including any assumed rates of return and income) are hypothetical in nature, do not reflect actual investment results, and are not guarantees of future results. Morgan Stanley does not represent or guarantee that the projected returns or income will or can be attained.

A LifeView Financial Goal Analysis (“Financial Goal Analysis”) or LifeView Financial Plan (“Financial Plan”) is based on the methodology, estimates, and assumptions, as described in your report, as well as personal data provided by you. It should be considered a working document that can assist you with your objectives. Morgan Stanley makes no guarantees as to future results or that an individual’s investment objectives will be achieved. The responsibility for implementing, monitoring and adjusting your Financial Goal Analysis or Financial Plan rests with you. After your Financial Advisor delivers your report to you, if you so desire, your Financial Advisor can help you implement any part that you choose; however, you are not obligated to work with your Financial Advisor or Morgan Stanley.

Important information about your relationship with your Financial Advisor and Morgan Stanley Smith Barney LLC when using LifeView Goal Analysis or LifeView Advisor. When your Financial Advisor prepares and delivers a Financial Goal Analysis (i.e., when using LifeView Goal Analysis), they will be acting in a brokerage capacity. When your Financial Advisor prepares a Financial Plan (i.e., when using LifeView Advisor), they will be acting in an investment advisory capacity with respect to the delivery of your Financial Plan. This Investment Advisory relationship will begin with the delivery of the Financial Plan and ends thirty days later, during which time your Financial Advisor can review the Financial Plan with you. To understand the differences between brokerage and advisory relationships, you should consult your Financial Advisor, or review our “Understanding Your Brokerage and Investment Advisory Relationships,” brochure available at <https://www.morganstanley.com/wealth-relationshipwithms/pdfs/understandingyourrelationship.pdf>

We may act in the capacity of a broker or that of an advisor. As your broker, we are not your fiduciary and our interests may not always be identical to yours. Please consult with your Financial Advisor or Private Wealth Advisor to discuss our obligations to disclose to you any conflicts we may from time to time have and our duty to act in your best interest. We may be paid both by you and by others who compensate us based on what you buy. Our compensation, including that of your Financial Advisor or Private Wealth Advisor, may vary by product and over time.

Investment and services offered through Morgan Stanley Smith Barney LLC, Member SIPC.

GLOBAL INVESTMENT COMMITTEE (GIC) ASSET ALLOCATION MODELS: The Asset Allocation Models are created by Morgan Stanley Wealth Management’s GIC.

HYPOTHETICAL MODEL PERFORMANCE (GROSS): Hypothetical model performance results do not reflect the investment or performance of an actual portfolio following a GIC Strategy, but simply reflect actual historical performance of selected indices on a real-time basis over the specified period of time representing the GIC’s strategic and tactical allocations as of the date of this report. The past performance shown here is simulated performance based on benchmark indices, not investment results from an actual portfolio or actual trading. There can be large differences between hypothetical and actual performance results achieved by a particular asset allocation or trading strategy. Hypothetical performance results do not represent actual trading and are generally designed with the benefit of hindsight. Actual performance results of accounts vary due to, for example, market factors (such as liquidity) and client-specific factors (such as investment vehicle selection, timing of contributions and withdrawals, restrictions and rebalancing schedules). Clients would not necessarily have obtained the performance results shown here if they had invested in accordance with any GIC Asset Allocation Model for the periods indicated. Despite the limitations of hypothetical performance, these hypothetical performance results allow clients and Financial Advisors to obtain a sense

of the risk/return trade-off of different asset allocation constructs. The hypothetical performance results in this report are calculated using the returns of benchmark indices for the asset classes, and not the returns of securities, fund or other investment products. Models may contain allocations to Hedge Funds, Private Equity and Private Real Estate. The benchmark indices for these asset classes are not issued on a daily basis. When calculating model performance on a day for which no benchmark index data is issued, we have assumed straight line growth between the index levels issued before and after that date.

FEES REDUCE THE PERFORMANCE OF ACTUAL ACCOUNTS: None of the fees or other expenses (e.g. commissions, mark-ups, mark-downs, fees) associated with actual trading or accounts are reflected in the GIC Asset Allocation Models. The GIC Asset Allocation Models and any model performance included in this presentation are intended as educational materials. Were a client to use these models in connection with investing, any investment decisions made would be subject to transaction and other costs which, when compounded over a period of years, would decrease returns. Information regarding Morgan Stanley's standard advisory fees is available in the Form ADV Part 2, which is available at www.morganstanley.com/adv. The following hypothetical illustrates the compound effect fees have on investment returns: For example, if a portfolio's annual rate of return is 15% for 5 years and the account pays 50 basis points in fees per annum, the gross cumulative five-year return would be 101.1% and the five-year return net of fees would be 96.8%. Fees and/or expenses would apply to clients who invest in investments in an account based on these asset allocations, and would reduce clients' returns. The impact of fees and/or expenses can be material.

Variable annuities are long-term investments designed for retirement purposes and may be subject to market fluctuations, investment risk, and possible loss of principal. All guarantees, including optional benefits, are based on the financial strength and claims-paying ability of the issuing insurance company and do not apply to the underlying investment options. Optional riders may not be able to be purchased in combination and are available at an additional cost. Some optional riders must be elected at time of purchase. Optional riders may be subject to specific limitations, restrictions, holding periods, costs, and expenses as specified by the insurance company in the annuity contract. If you are investing in a **variable annuity** through a tax-advantaged retirement plan such as an IRA, you will get no additional tax advantage from the variable annuity. Under these circumstances, you should only consider buying a variable annuity because of its other features, such as lifetime income payments and death benefits protection. Taxable distributions (and certain deemed distributions) are subject to ordinary income tax and, if taken prior to age 59½, may be subject to a 10% federal income tax penalty. Early withdrawals will reduce the death benefit and cash surrender value.

Equity securities may fluctuate in response to news on companies, industries, market conditions and general economic environment. **Ultrashort-term fixed income** asset class is comprised of fixed income securities with high quality, very short maturities. They are therefore subject to the risks associated with debt securities such as credit and interest rate risk.

Master Limited Partnerships (MLPs) are limited partnerships or limited liability companies that are taxed as partnerships and whose interests (limited partnership units or limited liability company units) are traded on securities exchanges like shares of common stock. Currently, most MLPs operate in the energy, natural resources or real estate sectors. Investments in MLP interests are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity pricing risk, supply and demand risk, depletion risk and exploration risk. Individual MLPs are publicly traded partnerships that have unique risks related to their structure. These include, but are not limited to, their reliance on the capital markets to fund growth, adverse ruling on the current tax treatment of distributions (typically mostly tax deferred), and commodity volume risk. The potential tax benefits from investing in MLPs depend on their being treated as partnerships for federal income tax purposes and, if the MLP is deemed to be a corporation, then its income would be subject to federal taxation at the entity level, reducing the amount of cash available for distribution to the fund which could result in a reduction of the fund's value. MLPs carry interest rate risk and may underperform in a rising interest rate environment. MLP funds accrue deferred income taxes for future tax liabilities associated with the portion of MLP distributions considered to be a tax-deferred return of capital and for any net operating gains as well as capital appreciation of its investments; this deferred tax liability is reflected in the daily NAV, and, as a result, the MLP fund's after-tax performance could differ significantly from the underlying assets even if the pre-tax performance is closely tracked.

Investing in commodities entails significant risks. Commodity prices may be affected by a variety of factors at any time, including but not limited to, (i) changes in supply and demand relationships, (ii) governmental programs and policies, (iii) national and international political and economic events, war and terrorist events, (iv) changes in interest and exchange rates, (v) trading activities in commodities and related contracts, (vi) pestilence, technological change and weather, and (vii) the price volatility of a commodity. In addition, the commodities markets are subject to temporary distortions or other disruptions due to various factors, including lack of liquidity, participation of speculators and government intervention. **Physical precious metals** are non-regulated products. Precious metals are speculative investments, which may experience short-term and long term price volatility. The value of precious metals investments may fluctuate and may appreciate or decline, depending on market conditions. Unlike bonds and stocks, precious metals do not make interest or dividend payments. Therefore, precious metals may not be appropriate for investors who require current income. Precious metals are commodities that should be safely stored, which may impose additional costs on the investor.

REITs investing risks are similar to those associated with direct investments in real estate: property value fluctuations, lack of liquidity, limited diversification and sensitivity to economic factors such as interest rate changes and market recessions. Risks of **private real estate** include: illiquidity; a long-term investment horizon with a limited or nonexistent secondary market; lack of transparency;

volatility (risk of loss); and leverage. Principal is returned on a monthly basis over the life of a **mortgage-backed security**. Principal prepayment can significantly affect the monthly income stream and the maturity of any type of MBS, including standard MBS, CMOs and Lottery Bonds. **Asset-backed securities** generally decrease in value as a result of interest rate increases, but may benefit less than other fixed-income securities from declining interest rates, principally because of prepayments.

Yields are subject to change with economic conditions. Yield is only one factor that should be considered when making an investment decision. **Credit ratings** are subject to change. **Duration**, the most commonly used measure of bond risk, quantifies the effect of changes in interest rates on the price of a bond or bond portfolio. The longer the duration, the more sensitive the bond or portfolio would be to changes in interest rates. The majority of \$25 and \$1000 par **preferred securities** are “callable” meaning that the issuer may retire the securities at specific prices and dates prior to maturity. Interest/dividend payments on certain preferred issues may be deferred by the issuer for periods of up to 5 to 10 years, depending on the particular issue. The investor would still have income tax liability even though payments would not have been received. Price quoted is per \$25 or \$1,000 share, unless otherwise specified. Current yield is calculated by multiplying the coupon by par value divided by the market price. The initial interest rate on a **floating-rate security** may be lower than that of a fixed-rate security of the same maturity because investors expect to receive additional income due to future increases in the floating security's underlying reference rate. The reference rate could be an index or an interest rate. However, there can be no assurance that the reference rate will increase. Some floating-rate securities may be subject to call risk. The market value of **convertible bonds** and the underlying common stock(s) will fluctuate and after purchase may be worth more or less than original cost. If sold prior to maturity, investors may receive more or less than their original purchase price or maturity value, depending on market conditions. Callable bonds may be redeemed by the issuer prior to maturity. Additional call features may exist that could affect yield. Some \$25 or \$1000 par **preferred securities** are QDI (Qualified Dividend Income) eligible. Information on QDI eligibility is obtained from third party sources. The dividend income on QDI eligible preferreds qualifies for a reduced tax rate. Many traditional 'dividend paying' perpetual preferred securities (traditional preferreds with no maturity date) are QDI eligible. In order to qualify for the preferential tax treatment all qualifying preferred securities must be held by investors for a minimum period – 91 days during a 180 day window period, beginning 90 days before the ex-dividend date.

Companies paying **dividends** can reduce or cut payouts at any time.

Nondiversification: For a portfolio that holds a concentrated or limited number of securities, a decline in the value of these investments would cause the portfolio's overall value to decline to a greater degree than a less concentrated portfolio. The **indices selected by Morgan Stanley Wealth Management** to measure performance are representative of broad asset classes. Morgan Stanley Wealth Management retains the right to change representative indices at any time. Because of their narrow focus, **sector investments** tend to be more volatile than investments that diversify across many sectors and companies.

Growth investing does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** does not guarantee a profit or eliminate risk. Not all companies whose stocks are considered to be value stocks are able to turn their business around or successfully employ corrective strategies which would result in stock prices that do not rise as initially expected.

Any type of **continuous or periodic investment plan** does not assure a profit and does not protect against loss in declining markets. Since such a plan involves continuous investment in securities regardless of fluctuating price levels of such securities, the investor should consider his financial ability to continue his purchases through periods of low price levels.

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Performance Appendix

Performance Data below is net of fees. Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Account Name	QTD	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Date
Ashmore Emerging Markets Bond	1.37	4.03	10.72	-6.38	--	--	-5.41	04/16/2021
Baird Core Plus Bond Fund	0.30	0.56	4.32	-2.35	0.63	--	1.98	12/01/2014
Deroy & Devereaux All Cap	-0.50	11.63	15.81	7.34	11.86	9.80	13.34	10/01/2008
Fidelity Inflation Protected	1.02	1.00	2.71	-1.36	1.52	--	1.72	10/01/2016
Goldman Sachs Emerging Equity	3.58	8.12	9.61	-10.17	--	--	-8.22	04/16/2021
Lord Abbett Floating Rate	1.87	4.51	10.98	5.65	--	--	5.66	04/16/2021
Lord Abbett High Yield	1.24	3.22	9.87	0.04	--	--	0.66	04/16/2021
PIMCO PFLEX	1.88	6.56	13.81	--	--	--	--	03/23/2023
Vanguard Russell 2000 Growth	-2.93	4.37	9.11	-4.88	--	--	-4.66	04/16/2021
Vanguard Total World Stock Index	2.41	10.44	18.56	4.99	10.56	--	9.72	06/01/2017

All performance above are Time Weighted(TWR) performance

Information Disclosures

Performance results are annualized for time periods greater than one year and include all cash and cash equivalents, realized and unrealized capital gains and losses, and dividends, interest and income. The investment results depicted herein represent historical performance. As a result of recent market activity, current performance may vary from the figures shown. Past performance is not a guarantee of future results.

Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Benchmark indices and blends included in this material are for informational purposes only, are provided solely as a comparison tool and may not reflect the underlying composition and/or investment objective(s) associated with the account(s). Indices are unmanaged and not available for direct investment. Index returns do not take into account fees or other charges. Such fees and charges would reduce performance.

The performance data shown reflects past performance, which does not guarantee future results. Investment return and principal will fluctuate so that an investor's shares when redeemed may be worth more or less than original cost. Please note, current performance may be higher or lower than the performance data shown. For up to date month-end performance information, please contact your Financial Advisor or visit the funds' company website.

Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. The prospectus and, if available the summary prospectus, contains this and other information that should be read carefully before investing. Investors should review the information in the prospectus carefully. To obtain a prospectus, please contact your Financial Advisor or visit the funds' company website.

The information and data contained therein are from sources considered reliable, but their accuracy and completeness is not guaranteed; that the report has been prepared for illustrative purposes only and is not intended to be used as a substitute for account statements provided on a regular basis from Morgan Stanley Smith Barney LLC; that data in this report should be compared carefully with account statements to verify its accuracy; and that the Firm strongly encourages clients to consult with their own accountants or other advisors with respect to any tax questions. This report is being provided as a courtesy. By providing this report, we do not represent or agree that we will monitor the investments in your account(s) or deliver future reports.

If Morgan Stanley Smith Barney LLC, its affiliates and Morgan Stanley Financial Advisors and Private Wealth Advisors (collectively, "Morgan Stanley") provide "investment advice" as defined under the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and/or the Internal Revenue Code of 1986 (the "Code"), as applicable, regarding a retirement or welfare benefit plan account, an individual retirement account or a Coverdell education savings account (collectively, "Retirement Account"), Morgan Stanley is a "fiduciary" under ERISA and/or the Code. When Morgan Stanley provides investment education (including historical performance and asset allocation models), takes orders on an unsolicited basis or otherwise does not provide "investment advice", Morgan Stanley will not be considered a "fiduciary" under ERISA and/or the Code. For more information regarding Morgan Stanley's role with respect to a Retirement Account, please visit www.morganstanley.com/disclosures/dol. Tax laws are complex and subject to change. Morgan Stanley does not provide tax or legal advice. Individuals are encouraged to consult their tax and legal advisors (a) before establishing a Retirement Account, and (b) regarding any potential tax, ERISA and related consequences of any investments or other transactions made with respect to a Retirement Account.

Composites are the aggregate of multiple portfolios within an asset pool.

Investing involves market risk, including possible loss of principal. **Growth investing** does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** involves the risk that the market may not recognize that securities are undervalued, and they may not appreciate as anticipated. **Small and mid-capitalization companies** may lack the financial resources, product diversification and competitive strengths of larger companies. The securities of small capitalization companies may not trade as readily as, and be subject to higher volatility than those of larger, more established companies. **Bond funds** and bond holdings have the same interest rate, inflation and credit risks that are associated with the underlying bonds owned by the funds. The return of principal in bond funds, and in funds with significant bond holdings, is not guaranteed. **International securities'** prices may carry additional risks, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes and differences in financial and accounting standards. International investing may not be for everyone. These risks may be magnified in emerging markets. **Alternative investments**, including private equity funds, real estate funds, hedge funds, managed futures funds, and funds of hedge funds, private equity, and managed futures funds, are speculative and entail significant risks that can include losses due to leveraging or other speculative investment practices, lack of liquidity, volatility of returns, restrictions on transferring interests in a fund, potential lack of diversification, absence and/or delay of information regarding valuations and pricing, complex tax structures and delays in tax reporting, less regulation and higher fees than mutual funds and risks associated with the operations, personnel and processes of the advisor. **Master Limited Partnerships (MLPs)** are limited partnerships or limited liability companies that are taxed as partnerships and whose interests (limited partnership units or limited liability company units) are traded on securities exchanges like shares of common stock. Currently, most MLPs operate in the energy, natural resources or real estate sectors. Investments in MLP interests are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity pricing risk, supply and demand risk, depletion risk and exploration risk; and MLP interests in the real estate sector are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions. Because of their narrow focus, MLPs maintain exposure to price volatility of commodities and/or underlying assets and tend to be more volatile than investments that diversify across many sectors and companies. MLPs are also subject to additional risks including investors having limited control and rights to vote on matters affecting the MLP, limited access to capital, cash flow risk, lack of liquidity, dilution risk, conflict of interests, and limited call rights related to acquisitions.

Mortgage backed securities also involve prepayment risk, in that faster or slower prepayments than expected on underlying mortgage loans can dramatically alter the yield-to-maturity of a mortgage-backed security and prepayment risk includes the possibility that a fund may invest the proceeds at generally lower interest rates.

Tax managed funds may not meet their objective of being tax-efficient.

Real estate investments are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions.

High yield fixed income securities, also known as "junk bonds", are considered speculative, involve greater risk of default and tend to be more volatile than investment grade fixed income securities.

Credit quality is a measure of a bond issuer's creditworthiness, or ability to repay interest and principal to bondholders in a timely manner. The credit ratings shown are based on security rating as provided by Standard & Poor's, Moody's and/or Fitch, as applicable. Credit ratings are issued by the rating agencies for the underlying securities in the fund and not the fund itself, and the credit quality of the securities in the fund does not represent the stability or safety of the fund. Credit ratings shown range from AAA, being the

highest, to D, being the lowest based on S&P and Fitch's classification (the equivalent of Aaa and C, respectively, by Moody's). Ratings of BBB or higher by S&P and Fitch (Baa or higher by Moody's) are considered to be investment grade-quality securities. If two or more of the agencies have assigned different ratings to a security, the highest rating is applied. Securities that are not rated by all three agencies are listed as "NR".

Money Market Funds

You could lose money in Money Market Funds. Although MMFs classified as government funds (i.e., MMFs that invest 99.5% of total assets in cash and/or securities backed by the U.S government) and retail funds (i.e., MMFs open to natural person investors only) seek to preserve value at \$1.00 per share, they cannot guarantee they will do so. The price of other MMFs will fluctuate and when you sell shares they may be worth more or less than originally paid. MMFs may impose a fee upon sale or temporarily suspend sales if liquidity falls below required minimums. During suspensions, shares would not be available for purchases, withdrawals, check writing or ATM debits. A MMF investment is not insured or guaranteed by the Federal Deposit Insurance Corporation or other government agency.

"Alpha tilt strategies comprise a core holding of stocks that mimic a benchmark type index such as the S&P 500 to which additional securities are added to help tilt the fund toward potentially outperforming the market in an effort to enhance overall investment returns. Tilt strategies are subject to significant timing risk and could potentially expose investors to extended periods of underperformance."

Custom Account Index: The Custom Account Index is an investment benchmark based on your historical target allocations and/or manager selection that you may use to evaluate the performance of your account. The Custom Account index does take into consideration certain changes that may have occurred in your portfolio since the inception of your account, i.e., asset class and/or manager changes. However, in some circumstances, it may not be an appropriate benchmark for use with your specific account composition. For detailed report of the historical composition of this blend please contact your Financial Advisor.

Peer Groups

Peer Groups are a collection of similar investment strategies that essentially group investment products that share the same investment approach. Peer Groups are used for comparison purposes to compare and illustrate a client's investment portfolio versus its peer across various quantitative metrics like performance and risk. Peer Group comparison is conceptually another form of benchmark comparison whereby the actual investment can be ranked versus its peer across various quantitative metrics.

All Peer Group data are provided by Investment Metrics, LLC.

The URL below provides all the definitions and methodology about the various Peer Groups
<https://www.invmetrics.com/style-peer-groups>

Peer Group Ranking Methodology

A percentile rank denotes the value of a product in which a certain percent of observations fall within a peer group. The range of percentile rankings is between 1 and 100, where 1 represents a high statistical value and 100 represents a low statistical value.

The 30th percentile, for example, is the value in which 30% of the highest observations may be found, the 65th percentile is the value in which 65% of the highest observations may be found, and so on.

Percentile rankings are calculated based on a normalized distribution ranging from 1 to 100 for all products in each peer group, where a ranking of 1 denotes a high statistical value and a ranking of 100 denotes a low statistical value. It is important to note that the same ranking methodology applies to all statistics, implying

that a ranking of 1 will always mean highest value across all statistics.

For example, consider a risk/return assessment using standard deviation as a measure of risk. A percentile ranking equal to 1 for return denotes highest return, whereas a percentile ranking of 1 for standard deviation denotes highest risk among peers.

In addition, values may be used to demonstrate quartile rankings. For example, the third quartile is also known as the 75th percentile, and the median is the 50th percentile.

Your interests in Alternative Investments, which may have been purchased through us, are generally not held here, and are generally not covered by SIPC. The information provided to you: 1) is included as a service to you, valuations for certain products may not be available; 2) is derived from you or another external source for which we are not responsible, and may have been modified to take into consideration capital calls or distributions to the extent applicable; 3) may not reflect actual shares, share prices or values; 4) may include invested or distributed amounts in addition to a fair value estimate; and 5) should not be relied upon for tax reporting purposes. Notwithstanding the foregoing,

1) to the extent this report displays Alternative Investment positions within a Morgan Stanley Individual Retirement Account ("IRA"), such positions are held by Morgan Stanley Smith Barney LLC as the custodian of your Morgan Stanley IRA; and 2) if your Alternative Investment position(s) is held by us and is registered pursuant to the Securities Act of 1933, as amended, your Alternative Investment position(s) is covered by SIPC.

Alternatives may be either traditional alternative investment vehicles or non-traditional alternative strategy vehicles. Traditional alternative investment vehicles may include, but are not limited to, Hedge Funds, Fund of Funds (both registered and unregistered), Exchange Funds, Private Equity Funds, Private Credit Funds, Real Estate Funds, and Managed Futures Funds. Non-traditional alternative strategy vehicles may include, but are not limited to, Open or Closed End Mutual Funds, Exchange-Traded and Closed-End Funds, Unit Investment Trusts, exchange listed Real Estate Investment Trusts (REITs), and Master Limited Partnerships (MLPs). These non-traditional alternative strategy vehicles also seek alternative-like exposure but have significant differences from traditional alternative investment vehicles. Non-traditional alternative strategy vehicles may behave like, have characteristics of, or employ various investment strategies and techniques for both hedging and more speculative purposes such as short-selling, leverage, derivatives, and options, which can increase volatility and the risk of investment loss. Characteristics such as correlation to traditional markets, investment strategy, and market sector exposure can play a role in the classification of a traditional security being classified as alternative.

Traditional alternative investment vehicles are illiquid and usually are not valued daily. The estimated valuation provided will be as of the most recent date available and will be included in summaries of your assets. Such valuation may not be the most recent provided by the fund in which you are invested. No representation is made that the valuation is a market value or that the interest could be liquidated at this value. We are not required to take any action with respect to your investment unless valid instructions are received from you in a timely manner. Some positions reflected herein may not represent interests in the fund, but rather redemption proceeds withheld by the issuer pending final valuations which are not subject to the investment performance of the fund and may or may not accrue interest for the length of the withholding. Morgan Stanley does not engage in an independent valuation of your alternative investment assets. Morgan Stanley provides periodic information to you including the market value of an alternative investment vehicle based on information received from the management entity of the alternative investment vehicle or another service provider.

Traditional alternative investment vehicles often are speculative and include a high degree of risk. Investors should carefully review and consider potential risks before investing. Certain of these risks may include but are not limited to: • Loss of all or a substantial portion of the investment due to leveraging, short-selling, or other speculative practices; • Lack of liquidity in that there may be no secondary market for a

fund;• Volatility of returns;• Restrictions on transferring interests in a fund;• Potential lack of diversification and resulting higher risk due to concentration of trading authority when a single advisor is utilized;• Absence of information regarding valuations and pricing;• Complex tax structures and delays in tax reporting;• Less regulation and higher fees than mutual funds; and• Risks associated with the operations, personnel, and processes of the manager. As a diversified global financial services firm, Morgan Stanley Wealth Management engages in a broad spectrum of activities including financial advisory services, investment management activities, sponsoring and managing private investment funds, engaging in broker-dealer transactions and principal securities, commodities and foreign exchange transactions, research publication, and other activities. In the ordinary course of its business, Morgan Stanley Wealth Management therefore engages in activities where Morgan Stanley Wealth Management's interests may conflict with the interests of its clients, including the private investment funds it manages. Morgan Stanley Wealth Management can give no assurance that conflicts of interest will be resolved in favor of its clients or any such fund.

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For most investment advisory clients, the program account will be charged an asset-based wrap fee every quarter ("the Fee"). In general, the Fee covers investment advisory services and reporting. In addition to the Fee, clients will pay the fees and expenses of any funds in which their account is invested. Fund fees and expenses are charged directly to the pool of assets the fund invests in and impact the valuations. Clients must understand that these fees and expenses are an additional cost and will not be included in the Fee amount in the account statements

As fees are deducted quarterly, the compounding effect will be to increase the impact of the fees by an amount directly related to the gross account performance. For example, for an account with an initial value of \$100,000 and a 2.5% annual fee, if the gross performance is 5% per year over a three year period, the compounding effect of the fees will result in a net annual compound rate of return of approximately 2.40% per year over a three year period, and the total value of the client's portfolio at the end of the three year period would be approximately \$115,762.50 without the fees and \$107,372.63 with the fees. Please see the applicable Morgan Stanley Smith Barney LLC Form ADV Part 2A for more information including a description of the fee schedule. It is available at www.morganstanley.com/ADV or from your Financial Advisor/Private Wealth Advisor.

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General Fund - Fund Balance Reconciliation Fiscal Year 2024

Council Resolution	Description	Amount	Note
Adopted Revenue Budget		\$ 140,788,794	
CR 7-349-23	WC Homeland Security -Urban Area Security Initiative Grant (UASI) -Police	64,254	GRANT
CR 7-348-23	WC Homeland Security -(UASI) Crowd barriers -Police	25,000	GRANT
Various	Grant Carry Forwards - Various	730,959	C/F
CR 4-459-23	2022 AFG Fire Prevention & Safety Grant	70,044	GRANT
CR 9-457-23	MCOLES Grant For Police Academy Recruits	72,000	GRANT
CR 7-336-23	Public Health Assessment - CDBG - budget will remain in 283	(34,244)	CDBG
CR 06-299-23	To cancel unused budget Summer Youth grant SYEP	(8,597)	GRANT
CR 10-516-23	Clean Slate Grant for Court Employee overtime reimbursement	1,300	GRANT
CR 10-529-23	Recognize State Early Voting Election Reimbursement Revenue	250,000	GRANT
CR 11-643-22	Recognize Federal BJA Adult Drug Grant - C/F FY23 balance	25,338	GRANT
CR 11-644-22	Recognize Federal Veteran Treatment Grant	39,038	GRANT
Various	Correct Grant Carryover - DMC Foundation	(100,000)	GRANT
CR 12-604-23	Tree Removal ARPA Funding reallocated from Sustainability	768,455	
CR 7-369-23	Appropriate 2022 AFG funds SCBA	140,039	GRANT
CR 11-574-23	MVTCGP Court Grant carry forward	5,773	GRANT
CR 4-138-24	Public Health Grant - Wayne State University	12,000	GRANT
CR 3-111-24	Auto Theft Prevention Authority (ATPA) Regional Task Force (#14-24)	730,401	GRANT
CR 4-206-24	recognize additional sales - DISC (3060) / Center Banquet (3058)	49,575	
CR 5-280-24	Recognize JAG revenue	22,587	GRANT
	Cancel remaining budget project Z03422 (Council Newsletter)	(15,000)	
CR 6-329-24	Recognize Revenue - NLC (National League of Cities) Grant	10,000	GRANT
Revised Revenue Budget		\$ 143,647,716	

Adopted Expenditure Budget		\$ 140,398,288	
CR 10-467-21	Carry Forward Charter Commission Budget	53,733	C/F
CR 7-349-23	WC Homeland Security -Urban Area Security Initiative Grant (UASI) -Police	64,254	GRANT
CR 7-348-23	WC Homeland Security -(UASI) Crowd barriers -Police	25,000	GRANT
CR 8-409-23	Carry forward items 2023 to 2024	889,148	C/F
Various	Grant Carry Forwards - Various	850,813	C/F
CR 4-459-23	2022 AFG Fire Prevention & Safety Grant	73,546	GRANT
CR 9-457-23	MCOLES Grant For Police Academy Recruits	72,000	GRANT
CR 7-336-23	Public Health Assessment - CDBG - budget will remain in 283	(34,244)	CDBG
CR 06-299-23	To cancel unused budget Summer Youth grant SYEP	(8,597)	GRANT
CR 10-516-23	Clean Slate Grant for Court Employee overtime reimbursement	1,300	GRANT
CR 10-529-23	Recognize State Early Voting Election Reimbursement Revenue	367,000	GRANT
CR 11-643-22	Recognize Federal BJA Adult Drug Grant - C/F FY23 balance	25,338	GRANT
CR 11-644-22	Recognize Federal Veteran Treatment Grant	39,038	GRANT
CR 03-122-23	Grant Carry forward Unspent MEDC Camp Dearborn	37,884	GRANT
CR 12-604-23	Tree Removal ARPA Funding reallocated from Sustainability	768,455	
CR 7-369-23	Appropriate 2022 AFG funds SCBA	140,039	GRANT
11-574-23	MVTCGP Court Grant carry forward	5,773	GRANT
CR 4-138-24	Public Health Grant - Wayne State University	12,000	GRANT
CR 3-99-24	Contribution for Dykema Gossett - Economic Development Projects	100,000	
CR 3-96-24	2022 AFG Fire Equipment (SCBA)	79,677	GRANT
CR 3-111-24	Auto Theft Prevention Authority (ATPA) Regional Task Force (#14-24)	400,000	GRANT
CR 4-189-24	Appropriate addtl publishing funds for Arab American News	6,600	
CR 4-206-24	appropriate budget - DISC (3060) / Center Banquet (3058)	21,300	
CR 5-280-24	Recognize JAG revenue	22,587	GRANT
	Cancel remaining budget project Z03422 transfer (Council Newsletter)	(3,871)	
	Cancel remaining budget project Z03422 transfer (Council Newsletter)	(11,129)	
CR 6-329-24	Appropriate budget - NLC (National League of Cities) Grant	10,000	GRANT
Revised Expenditure Budget		\$ 144,405,932	

Budgeted Surplus / (Use) of Fund Balance **\$ (758,216)**

Note: C/F = carry forward Grant = grant funded C/F - Grant = carry forward grant related Bond = bonding activity



FINANCE

TO: Mayor Abdullah H. Hammoud
FROM: Corey Jarocki, Deputy Finance Director
SUBJECT: CSO Pooled Cash Interest Income Recognition
DATE: August 6, 2024

The CSO Fund requires additional revenue budget for interest income earned in excess of the budget for FY2024. The additional amount received was \$18,891.31.

It is requested that the Finance department be authorized to recognize an additional \$18,891 in revenue in the CSO fund for FY2024.

Respectfully submitted,

Approved:

Handwritten signature of Corey Jarocki in black ink.

Corey Jarocki
Deputy Finance Director

Approved:

Handwritten signature of Mayor Abdullah H. Hammoud in black ink.

Mayor Abdullah H. Hammoud

PREPARED 8/06/24, 9:05:07
PROGRAM DM189L

CITY OF DEARBORN, MICHIGAN
PROJECT BUDGET REPORT FOR F/Y 2024 FUND ALL PROJECT

PAGE 181
ALL ACTIVE ONLY

ACCOUNT NUMBER/ ACCOUNT DESCRIPTION	TOTAL PROJECT BUDGET	CURRENT YEAR PROJECT BUDGET	PRIOR YEARS' ACTUAL	CURRENT YEAR'S ACTUAL	OUTSTANDING ENCUMBRANCES	UNENCUMBERED BALANCE
PROJECT NAME: N85000 Combined Sewer Overflow MANAGER: Soud El-Jamaly SPONSOR: 04-06-066						
203-2009-452.45-30 ENGINEERING & INSP SERV	.00	.00	.00	.00	.00	.00
EXPENSE TOTAL	.00	.00	.00	.00	.00	.00
FUND 203 TOTAL	.00	.00	.00	.00	.00	.00
301-0000-361.10-05 INTEREST-CURRENT	.00	.00	.00	.00	.00	.00
REVENUE TOTAL	.00	.00	.00	.00	.00	.00
FUND 301 TOTAL	.00	.00	.00	.00	.00	.00
590-2005-435.45-10 ARCHITECT/ENGINEER SVC	.00	.00	.00	.00	.00	.00
590-2006-435.45-20 CONSTRUCTION CONTRACTOR	.00	.00	.00	.00	.00	.00
590-2006-435.98-00 UNDISTRIBUTED APPROP	.00	.00	.00	.00	.00	.00
590-2016-472.68-90 OTHER OPERATING EXPENSE	688.00	.00	686.81	.00	.00	.00
EXPENSE TOTAL	688.00	.00	686.81	.00	.00	.00
FUND 590 TOTAL	688.00	.00	686.81	.00	.00	.00
591-2011-435.45-30 ENGINEERING & INSP SERV	.00	.00	.00	.00	.00	.00
EXPENSE TOTAL	.00	.00	.00	.00	.00	.00
FUND 591 TOTAL	.00	.00	.00	.00	.00	.00

PREPARED 8/06/24 9:05:07
PROGRAM DM189L

CITY OF DEARBORN, MICHIGAN
PROJECT BUDGET REPORT FOR F/Y 2024 FUND ALL PROJECT

PAGE 182
ALL ACTIVE ONLY

ACCOUNT NUMBER/ ACCOUNT DESCRIPTION	TOTAL PROJECT BUDGET	CURRENT YEAR PROJECT BUDGET	PRIOR YEARS' ACTUAL	CURRENT YEAR'S ACTUAL	OUTSTANDING ENCUMBRANCES	UNENCUMBERED BALANCE
598-0000-101.00-00 EQUITY IN POOLED CASH	.00	.00	.00	.00	.00	.00
598-0000-126.03-00 DUE FROM COUNTIES	.00	.00	.00	.00	.00	.00
598-0000-202.00-00 VOUCHERS PAYABLE	.00	.00	.00	.00	.00	.00
BL. SHEET TOTAL	.00	.00	.00	.00	.00	.00
598-0000-361.10-05 INTEREST-CURRENT	7,231,419.00	23,272.00	7,208,138.04	42,163.31	.00	18,891.31-
598-0000-391.95-90 CONTRIBUTION FROM SEWER	4,984,822.00	.00	4,984,822.00	.00	.00	.00
598-2006-330.01-45 EPA GRANTS	19,899,431.00	.00	19,899,431.00	.00	.00	.00
598-2006-330.04-90 OTHER	1,503,888.00	.00	1,503,887.13	.00	.00	.00
598-2006-341.60-40 SUPPLIES	74,456.00	.00	74,455.58	.00	.00	.00
598-2006-350.10-00 LIQUIDATED DAMAGES	3,120,000.00	.00	5,235,371.44	.00	.00	.00
598-2006-350.20-00 FORFEITS - RETAINAGE	1,699,739.00	.00	1,773,088.20	.00	.00	.00
598-2006-364.00-00 NET PROCEEDS FROM SALE	71,691.00	.00	71,690.07	.00	.00	.00
598-2006-366.90-00 OTHER	11,590,000.00	.00	11,590,000.00	.00	.00	.00
598-2006-367.90-00 OTHER	137,189.00	.00	137,189.56	.00	.00	.00
598-2006-393.00-00 PROCEEDS L-T LIABILITIES	204,796,965.00	.00	204,796,965.14	.00	.00	.00
598-2006-393.10-00 BONDS	24,500,000.00	.00	24,499,999.99	.00	.00	.00
REVENUE TOTAL	279,609,600.00	23,272.00	281,775,038.15	42,163.31	.00	18,891.31-
598-2006-435.30-12 LEGAL FEES	3,788,970.00	.00	3,788,963.73	.00	.00	.00
598-2006-435.30-90 OTHER PROF. SERVICES	1,949,285.00	.00	1,949,281.72	.00	.00	.00
598-2006-435.34-90 OTHER SERVICES	138,530.00	.00	138,528.81	.00	.00	.00
598-2006-435.43-00 REPAIR & MAINTENANCE	112,135.00	.00	112,135.00	.00	.00	.00
598-2006-435.45-10 ARCHITECT/ENGINEER SVC	59,627,152.00	.00	59,627,145.28	.00	.00	.00
598-2006-435.45-20 CONSTRUCTION CONTRACTOR	198,990,485.00	.00	198,990,479.44	.00	.00	.00
598-2006-435.45-30 ENGINEERING & INSP SERV	1,463,516.00	.00	1,463,511.33	.00	.00	.00

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Amelia Krupa, Accountant I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Facilities Projects Revenue Budget
DATE: May 3, 2024

The Facilities Fund received the following project revenue during FY2024. It is requested that the Finance Director be authorized to recognize and appropriate the revenue in Fiscal Year 2024 in the Facilities Fund for \$10,054.


Project	Description	Revenue	Amount
I21323	Camp Restoration Fee	Restoration Fee	\$10,054.17

Respectfully submitted,




Amelia Krupa
Accountant I

Approved:



Michael Kennedy
Finance Director / Treasurer

Approved:



Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Amelia Krupa, Accountant I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Facilities Projects Revenue Budget
DATE: July 17, 2024

The Facilities Fund received additional project revenue during the end of FY2024. It is requested that the Finance Director be authorized to recognize and appropriate this additional revenue in Fiscal Year 2024 in the Facilities Fund for \$196.97.

Project	Description	Revenue	Amount
I21323	Camp Restoration Fee	Restoration Fee	\$196.97

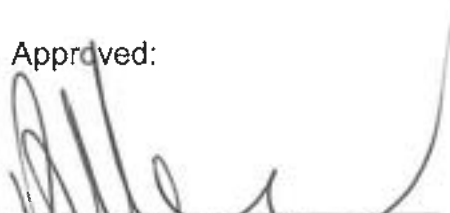
Respectfully submitted,


Amelia Krupa
Accountant I

Approved:


Michael Kennedy
Finance Director / Treasurer

Approved:


Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Amelia Krupa, Accountant I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Facilities Projects Revenue Budget
DATE: July 8, 2024

The Facilities Fund received the following project revenue during FY2024. It is requested that the Finance Director be authorized to recognize and appropriate the revenue in Fiscal Year 2024 in the Facilities Fund for \$3,234.08.

Project	Description	Revenue	Amount
I21323	Camp Restoration Fee	Restoration Fee	\$3,234.08

Respectfully submitted,

Amelia Krupa
Accountant I

Approved:

Michael Kennedy
Finance Director / Treasurer

Approved:

Mayor Abdullah H. Hammoud

PREPARED 7/02/24, 15:25:44
 PROGRAM DM189L

CITY OF DEARBORN, MICHIGAN
 PROJECT BUDGET REPORT FOR F/Y 2024 FUND ALL PROJECT

PAGE 58
 ALL ACTIVE ONLY

ACCOUNT NUMBER/ ACCOUNT DESCRIPTION	TOTAL PROJECT BUDGET	CURRENT YEAR PROJECT BUDGET	PRIOR YEARS' ACTUAL	CURRENT YEAR'S ACTUAL	OUTSTANDING ENCUMBRANCES	UNENCUMBERED BALANCE
PROJECT NAME: 121323 Camp Restoration Fee MANAGER: Michael Timiney SPONSOR: UNKNOWN						
634-3065-368.15-65 CAMP RESTORATION	16,881.00	10,056.00	6,824.83	13,290.08	.00	3,234.08-
REVENUE TOTAL	16,881.00	10,056.00	6,824.83	13,290.08	.00	3,234.08-
634-3065-435.98-00 UNDISTRIBUTED APPROP	16,881.00	16,881.00	.00	.00	.00	16,881.00
EXPENSE TOTAL	16,881.00	16,881.00	.00	.00	.00	16,881.00
FUND 634 TOTAL	33,762.00	26,937.00	6,824.83	13,290.08	.00	13,646.92
PROJECT TOTAL	.00	6,825.00	6,824.83-	13,290.08-	.00	20,115.08

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Megan Davis, Accountant
VIA: Michael Kennedy, Director of Finance
SUBJECT: Employee Benefits Self-Insurance Fund Budget Appropriation
DATE: August 26, 2024

The Finance Department is requesting an appropriation of the Employee Benefits Self Insurance Fund's FY2024 Retained Earnings, in the amount of \$458,530, due to an increase in health and dental claims. The fund experienced a budget variance of \$450,268 in healthcare claims and \$8,262 in dental claims this fiscal year.

We requested that the Finance Director be authorized to appropriate \$458,530 from the Employee Benefits Self-Insurance Fund's FY2024 retained earnings. Immediate effect is requested.

Respectfully submitted,

Approved:



Michael Kennedy
Director of Finance

Approved:



Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Robert Benak, Account I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Post-Employment Health Care Fund Budget Appropriation
DATE: August 15, 2024

The Finance Department is requesting an appropriation of the Employee Death Benefit Fund's FY2024 retained earnings in the amount of \$14,000 due to higher than estimated retiree deaths for the fiscal year 2024.

We request that the Finance Director be authorized to appropriate \$14,000 from the Employee Death Benefit Fund's FY2024 retained earnings to cover the higher than estimated retiree deaths.

Respectfully submitted,

Robert Benak
Accountant I

Approved:

Michael Kennedy
Finance Director / Treasurer

Approved:

Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT




TO: Mayor Abdullah H. Hammoud
FROM: Amelia Krupa, Accountant I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Facilities Projects Revenue Budget
DATE: May 3, 2024

The Facilities Fund received the following project revenue during FY2024. It is requested that the Finance Director be authorized to recognize and appropriate the revenue in Fiscal Year 2024 in the Facilities Fund for \$373.

Project	Description	Revenue	Amount
J27515	HVAC Upgrade	Bond interest	\$373.39

Respectfully submitted,



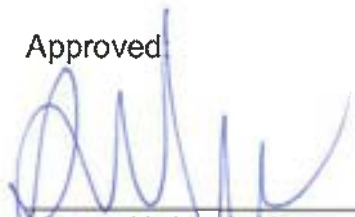
Amelia Krupa
Accountant I

Approved:



Michael Kennedy
Finance Director / Treasurer

Approved



Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Meryl McKeever, Accountant III
SUBJECT: City Buildings LED Lighting Upgrade
DATE: July 5, 2024

The Dearborn City Council has requested that the lighting on City facilities on Michigan Avenue be upgraded to LED lighting. This will allow for the lights to be illuminated in different colors to honor different holidays and/or occasions. Project J27525 has been created for this upgrade and the total cost is estimated at \$150,000.

Additionally, in FY2024, the investment income revenue in the 631 Fund is \$404k greater than was originally budgeted.

Thus, it is respectfully requested that the Finance Director be authorized to recognize and appropriate \$150,000 in additional investment revenue in the 631 Fund and then to transfer the \$150,000 from the 631 Fund to the 634 Fund and to recognize and appropriate the transfer in the 634 Fund in Project J27525.

Respectfully submitted,

Approved:

Meryl McKeever
Accountant III

Nicole Golich
Deputy Director of Public Works and Facilities

Approved:

Approved:

Michael Kennedy
Finance Director / Treasurer

Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Megan Davis, Accountant
VIA: Michael Kennedy, Director of Finance
SUBJECT: Fleet and General Liability Insurance Fund Case Settlement –
Insurance Check Recognition and Appropriation
DATE: June 25, 2024

In the June 21, 2024, special closed session meeting under Council Resolution 6-328-23c, the City Council approved a settlement of \$7,500,000 for case reference L20-0092 and L20-2004 Gonzales-Hall. The City is to pay \$949,532 as its self-insured retention amount and American Alternative will issue a check for their portion to Dearborn in the amount of \$5,000,000. Markel will issue their portion in a separate check directly to Plaintiff's counsel in the amount of \$1,550,468. A check in the amount of \$5,000,000 was received from American Alternative for the portion of the amount in excess over the City's self-insured retention and will be paid along with the City's \$949,532 via the Fleet and General Liability Insurance Fund to the Defendant.

The Finance Department is requesting to recognize the \$5,000,000 insurance check - to the Fleet and General Liability Insurance Fund Miscellaneous Revenue, account 678-1500-369.90-00, and appropriate the related expenditure account for \$5,000,000 to Settlement Expense, account 678-1500-185.68-24.

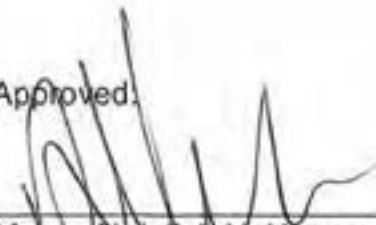
Respectfully submitted,

Approved:



Michael Kennedy
Director of Finance

Approved:



Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Amelia Krupa, Accountant I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Facilities Projects Revenue Budget
DATE: July 17, 2024

The Facilities Fund received the following project revenue during FY2024. It is requested that the Finance Director be authorized to recognize and appropriate the revenue in Fiscal Year 2022 in the Facilities Fund for \$1,000.00.

Project	Description	Revenue	Amount
134300	HFCL Auditorium Renovation	Private Donation	\$1,000.00

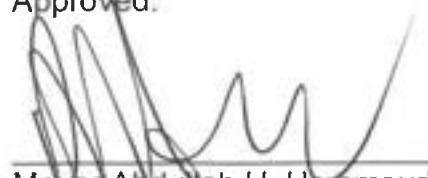
Respectfully submitted,


Amelia Krupa
Accountant I

Approved:


Michael Kennedy
Finance Director / Treasurer

Approved:


Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Amelia Krupa, Accountant I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Police HQ Entry Lot Gate Replacement
DATE: July 8, 2024

Council Resolution #5-255-24 gave immediate effect to execute a formal contract in the amount of \$60,162 with International Controls & Equipment (ICE), to replace the police headquarters entry lot gate.

As a result, the Facilities Fund received the following project revenue during FY2024. It is requested that the Finance Director be authorized to recognize and appropriate the revenue in Fiscal Year 2024 in the Facilities Fund for \$60,162.

Project	Description	Revenue	Amount
K22603	Police HQ Gate Replacement	Contribution from General Fund	\$60,162.00

Respectfully submitted,

Amelia Krupa
Accountant I

Approved:

Michael Kennedy
Finance Director / Treasurer

Approved:

Mayor Abdullah H. Hammoud

FINANCE DEPARTMENT



TO: Mayor Abdullah H. Hammoud
FROM: Robert Benak, Account I
VIA: Michael Kennedy, Finance Director / Treasurer
SUBJECT: Post-Employment Health Care Fund Budget Appropriation
DATE: July 31, 2024

The Finance Department is requesting an appropriation of the Post Employment Health Care Fund’s FY2024 retained earnings in the amount of \$330,307 due to higher than estimated retiree medical claims.

Medical claim activity for retiree healthcare is higher than the estimated for FY2024 creating a budget variance in the medical insurance expense account. The fund’s contributions to the Employee Insurance Fund for retiree healthcare has a direct impact on its expense account. Retiree healthcare expenditures from FY2021-2024 were as follows.

Year	Budget	Expense
FY2021	12.39 M	12.43 M
FY2022	12.63 M	11.59 M
FY2023	11.00 M	10.30 M
FY2024	9.30 M	9.81 M
Unaudited		

We request that the Finance Director be authorized to appropriate \$330,307 from the Post Employment Health Care Fund’s FY2024 retained earnings to cover the higher than estimated retiree medical claims.

Respectfully submitted,

Robert Benak
 Accountant I

Approved:

Michael Kennedy
 Finance Director / Treasurer

Approved:

Mayor Abdullah H. Hammoud

General Surplus Disposition

Dearborn, MI

Date range: 01 Jul 2023 - 30 Jun 2024

ID	Inventory ID	Description	VIN/Serial	Starting Bid	Sold Amount	Net Results	Tax	Sold Tax	BP Tax	BP Amount	Bids	Visitors	Auction End Date	Status	Paid	Picked Up
343	343	New 30 Inch Stainless Range Hood		\$30.00	\$63.00	\$63.00	\$4.25	\$3.78	\$0.47	\$7.87	14	144	13-Jul-2023	PU	13-Jul-2023	01-Aug-2023
345	345	New Dewalt Nail Gun, Adjustable Wrenches, Nails, Diablo Saw Blade		\$59.00	\$59.00	\$59.00	\$3.98	\$3.54	\$0.44	\$7.37	1	160	21-Jul-2023	PU	21-Jul-2023	01-Aug-2023
344	344	New Kitchen and New Bath Faucets		\$29.00	\$29.00	\$29.00	\$1.96	\$1.74	\$0.22	\$3.62	1	118	21-Jul-2023	PU	21-Jul-2023	01-Aug-2023
346	346	Kids Toy Mower, Vacuum, Weed Trimmer, Leaf Blower, and Sweeping Set		\$15.00	\$15.00	\$15.00	\$1.01	\$0.90	\$0.11	\$1.87	1	131	07-Aug-2023	PU	08-Aug-2023	14-Aug-2023
348	348	Google Wi-Fi Node 3pk and Vankyo Video Projector		\$79.00	\$82.00	\$82.00	\$5.54	\$4.92	\$0.62	\$10.25	3	116	09-Aug-2023	PU	10-Aug-2023	21-Aug-2023
349	349	Ultimate Michael Myers Action Figure		\$15.00	\$15.00	\$15.00	\$1.01	\$0.90	\$0.11	\$1.87	1	220	14-Aug-2023	PU	14-Aug-2023	14-Aug-2023
347	347	1 AutoVac and 1 Portable Speaker		\$29.00	\$51.00	\$51.00	\$3.44	\$3.06	\$0.38	\$6.37	10	171	15-Aug-2023	PU	18-Aug-2023	23-Aug-2023
350	350	Lot of 2: Soundcore Select Pro Portable Waterproof Speakers		\$39.00	\$45.00	\$45.00	\$3.04	\$2.70	\$0.34	\$5.62	3	144	22-Aug-2023	PU	25-Aug-2023	29-Aug-2023
351	351	JBL BoomBox 2		\$49.00	\$140.00	\$140.00	\$9.45	\$8.40	\$1.05	\$17.50	16	216	23-Aug-2023	PU	25-Aug-2023	29-Aug-2023
352	352	Men's Michael Kors and RBX Clothing		\$19.00	\$43.00	\$43.00	\$2.90	\$2.58	\$0.32	\$5.37	4	303	05-Sep-2023	PU	05-Sep-2023	12-Sep-2023
353	353	Men's Polo and Nike T-Shirts, Socks, and Boxers		\$19.00	\$83.00	\$83.00	\$5.60	\$4.98	\$0.62	\$10.37	16	397	06-Sep-2023	PU	07-Sep-2023	21-Sep-2023
354	354	Nike/Polo and Other Brands Boys Clothing		\$49.00	\$187.77	\$187.77	\$12.67	\$11.26	\$1.41	\$23.47	15	337	21-Sep-2023	PU	22-Sep-2023	10-Oct-2023
355	355	Nike/Champion and Other Brands of Girls Clothes		\$59.00	\$211.00	\$211.00	\$14.24	\$12.66	\$1.58	\$26.37	10	359	22-Sep-2023	PU	22-Sep-2023	10-Oct-2023
356	356	4 Sony Professional Full HD 1080P Camcorders w/Case		\$649.00	\$775.00	\$775.00	\$52.31	\$46.50	\$5.81	\$96.87	6	257	03-Oct-2023	PU	04-Oct-2023	10-Oct-2023
357	357	Lot of Girls Clothing-Assorted Brands		\$54.00	\$62.00	\$62.00	\$4.19	\$3.72	\$0.47	\$7.75	3	67	14-Nov-2023	PU	15-Nov-2023	17-Nov-2023
358	358	Pandora Rose Gold Plated Bracelet w/Charm		\$34.00	\$40.00	\$40.00	\$2.70	\$2.40	\$0.30	\$5.00	3	32	20-Nov-2023	PU	20-Nov-2023	05-Dec-2023
360	360	Buffalo Nickels, Kennedy Half-Dollars, and \$1 Silver Certificate		\$50.00	\$67.00	\$67.00	-	-	-	\$8.37	12	164	05-Dec-2023	PU	07-Dec-2023	20-Dec-2023
359	359	2 PlayStation Controllers PS4/PS5		\$39.00	\$39.00	\$39.00	\$2.63	\$2.34	\$0.29	\$4.87	1	36	11-Dec-2023	PU	11-Dec-2023	20-Dec-2023
361	361	5 Rolls of 250 ft each Romex SIMpull 12/2 NM-B w/Ground Wire		\$68.00	\$305.00	\$305.00	\$20.59	\$18.30	\$2.29	\$38.12	18	163	08-Jan-2024	PU	08-Jan-2024	16-Jan-2024
362	362	Miscellaneous Coin Collection		\$49.00	\$87.00	\$87.00	-	-	-	\$10.87	8	202	09-Jan-2024	PU	10-Jan-2024	22-Jan-2024
364	364	5 Rolls of 250 ft each Romex SIMpull 12/2 NM-B w/Ground Wire		\$90.00	\$351.00	\$351.00	\$23.69	\$21.06	\$2.63	\$43.87	19	187	23-Jan-2024	PU	23-Jan-2024	01-Feb-2024
363	363	Cosori Pro II Smart Air Fryer 5.8 Quart		\$34.00	\$34.00	\$34.00	\$2.30	\$2.04	\$0.26	\$4.25	1	35	26-Jan-2024	PU	26-Jan-2024	01-Feb-2024
367	367	Bluetooth Audio Equipment		\$57.00	\$79.00	\$79.00	\$5.33	\$4.74	\$0.59	\$9.87	7	56	06-Mar-2024	PU	14-Mar-2024	19-Mar-2024
366	366	Wedding Ring Set		\$329.00	\$329.00	\$329.00	\$22.21	\$19.74	\$2.47	\$41.12	1	513	07-Mar-2024	PU	08-Mar-2024	11-Mar-2024
369	369	Farberware 6-Speed Stand Mixer		\$48.00	\$48.00	\$48.00	\$3.24	\$2.88	\$0.36	\$6.00	1	64	26-Mar-2024	PU	28-Mar-2024	05-Apr-2024
370	370	Oster Blender and 2 Mugs		\$18.00	\$18.00	\$18.00	\$1.22	\$1.08	\$0.14	\$2.25	1	29	27-Mar-2024	PU	27-Mar-2024	27-Mar-2024
371	371	Adidas Clothing		\$19.00	\$23.00	\$23.00	\$1.55	\$1.38	\$0.17	\$2.87	3	59	01-Apr-2024	PU	03-Apr-2024	05-Apr-2024
372	372	Used Right Hand Bow With Case		\$34.00	\$110.00	\$110.00	\$7.43	\$6.60	\$0.83	\$13.75	10	375	15-Apr-2024	PU	16-Apr-2024	18-Apr-2024
373	373	Sink Faucet, Shower Set, Light Fixture, Plus 6 More Items		\$37.00	\$37.00	\$37.00	\$2.50	\$2.22	\$0.28	\$4.62	1	41	16-May-2024	PU	16-May-2024	28-May-2024
375	375	New Nike Shoes and UGG Slides		\$39.00	\$42.00	\$42.00	\$2.84	\$2.52	\$0.32	\$5.25	3	65	28-May-2024	PU	28-May-2024	30-May-2024
376	376	Ladies Diamond and Ruby Ring		\$59.00	\$67.00	\$67.00	\$4.52	\$4.02	\$0.50	\$8.37	5	125	29-May-2024	PU	03-Jun-2024	02-Jul-2024
377	377	Nike, Adidas, IZOD, PGA Tour & Arizona Jean Company clothing for Men & Children		\$59.00	\$103.00	\$103.00	\$6.95	\$6.18	\$0.77	\$12.87	7	74	30-May-2024	PU	03-Jun-2024	10-Jun-2024
378	378	Men's Athletic Clothing		\$39.00	\$61.00	\$61.00	\$4.12	\$3.66	\$0.46	\$7.62	9	66	14-Jun-2024	PU	14-Jun-2024	18-Jun-2024
379	379	Shark Flex Style Air Styling and Drying System		\$69.00	\$97.00	\$97.00	\$6.55	\$5.82	\$0.73	\$12.12	9	143	14-Jun-2024	PU	14-Jun-2024	18-Jun-2024
381	381	28 Inch 21K Gold Chain with a 21K Gold Sovereign Coin Pendant		\$649.00	\$975.00	\$975.00	\$65.81	\$58.50	\$7.31	\$121.87	16	175	18-Jun-2024	PU	20-Jun-2024	24-Jun-2024
		Totals		\$3,013.00	\$4,772.77	\$4,772.77	\$311.77	\$277.12	\$34.65	\$596.47						

* Taxes are applied to the sale price and other related fees.

KPI
PAYROLL SUMMARY OF VACANCIES
FY24 Q4

	General Fund			Other Fund	Total
	General Employees	Police Department	Fire Department	Employees	
FY24 Adopted Budgeted Positions	299.16	236.00	153.00	179.84	868.00
New Added positions in Q1	3	0	0	0	3
New Added positions in Q2	4	0	0	6	10
FY24 New Budgeted Positions	306.16	236.00	153.00	185.84	881.00

Q4 Activity	Actual Positions @ Start of Q4	285.16	228.00	151.00	171.84	836.00
	Increases - New Hires	5	3	2	6	16
	Decreases - Terminations	-8	-2	-1	-4	-15
	Actual Positions @ End of Q4	282.16	229	152	173.84	837.0
	Q4 - Net Number of Positions Filled	-3.00	1.00	1.00	2.00	1.00

Fiscal Year Activity	FY24 New Budgeted Positions	306.16	236.00	153.00	185.84	881.00
FY2024	Actual positions @4/1/2024	270.16	225.00	150.00	169.84	815.00
2023-2024	Increases - New Hires	38.00	13.00	8.00	9.00	68.00
	Decreases - Terminations	-26.00	-9.00	-6.00	-5.00	-46.00
	Actual positions @ 6/30/2024	282.16	229.00	152.00	173.84	837.00
	FY24 - Net Number of Positions Filled	12	4	2	4	22
	Difference From Budgeted Positions	-24	-7	-1	-12	-44

FISCAL YEAR 2024 SUMMARY OF VACANCIES AT 6/30/2024

GENERAL FUND:		Budgeted	Actual	(Vacancies)		
Dept/Div	Department	Positions	Positions	Over Budget	Position	Comments
1000	City Council	2.00	2.00	-		
1100	19th District Court	32.40	34.40	2.0		
1125	19th District Court	1.00	1.00	-		
1133	19th District Court - Judicial Drug Ct	1.50	1.00	(0.5)	Probation Officer I(.50)	
1135	19th District Court	0.00	0.00	-		
1136	19th District Court - Judicial Drug Ct	1.50	1.00	(0.5)	Probation Officer I(.50)	
1137	19th District Court	0.00	0.00	-		
1210	Mayor	6.00	6.00	-		
1300	City Clerk	6.00	6.00	-		
1350	City Clerk Elections	1.00	0.00	(1.0)	Election Supervisor(1)	
1400	Assessor	9.00	7.00	(2.0)	Office Assistant IV(1), Property Appraiser IV(1)	
1500	Law	10.00	10.00	-		
1505	ED / City Plan	4.00	4.00	-		
1605	Finance/Accounting	12.50	12.50	-		
1615	Finance/Purchasing	9.00	8.00	(1.0)	Office Assistant I(1)	
1660	Finance/Treasury	5.50	5.50	-		
1700	Philanthropy & Grants (new)	2.00	2.00	-		
1810	Human Resources	6.00	5.00	(1.0)	Deputy Director(1)	
2001	DPW/Administration	1.51	2.51	1.0		
2007-875	DPW/Building Services/Line	1.00	0.00	(1.0)	Electrician(1)	
2073	DPW/Public Service	59.00	51.00	(8.0)	Laborer I(2), Highway Equi Oper II(1), Public Utility Worker(4), Maintenance Operator(1)	
2085	DPW/Motor Transport	11.00	8.00	(3.0)	Fleet Master Mechanic(1), Superintendent of Auto Fleet(1), DPW Supervisor(1)	
2310	Communications	5.00	4.00	(1.0)	Graphic Media Specialist(1)	
2350	Communications/CDTV	4.00	4.00	-		
2410	Police/Administration	194.00	193.00	(1.0)	Police Corporal (1)	
2465	Police/Dispatch - Civilians	39.00	33.00	(6.0)	Dispatcher(4), Comm Supervisor(2)	
2485	Police/Motor Carrier - Civilians	3.00	3.00	-		
	Total Police	236.00	229.00	(7.0)		
2540	Fire	152.00	151.00	(1.0)	Firefighter I(1)	
2550	Fire/Emergency Management	1.00	1.00	-		
2700	Community Relations	9.00	9.00	-		
2800	Public Health	6.00	6.00	-		
2914	Residential Services / Nbrhood svcs	3.17	3.17	-		
2920	Residential Services/Vector Control	1.00	1.00	-		
2940	PMDS Permit Services	21.17	19.17	(2.0)	Office Assistant II(1), Commercial Plans Examiner(1)	
2950	PMDS Inspection Programs	7.16	5.16	(2.0)	Office Assistant I(1), Office Assistant II(1)	
2960	PMDS Enforcement/Demolition	0.00	0.00	-		
2972	Residential Services/Sanitation	3.25	3.25	-		
3005	Recreation/Administration	9.00	9.00	-		
3010	Recreation/Sports	0.20	0.20	-		
3014	Recreation/Parks	0.30	0.30	-		
3030	Recreation/Special Activities	0.10	0.10	-		
3033	Recreation/Theatre	3.40	3.40	-		
3035	Recreation/Fine Arts Programs	0.20	0.20	-		
3045/3052	Swimming Pools	3.00	3.00	-		
3056	Recreation/Facility Administration	11.00	11.00	-		
3058	Recreation/Banquet	2.30	2.30	-		
3060	Recreation/DISC	3.00	3.00	-		
3065	Camp Dearborn	10.00	8.00	(2.0)	Asst Recreation Supv(1), Sr Facility Maint Worker(1)	
3079 683	Golf Course - Mystic Creek (Ops)	1.00	1.00	-		
3079 685	Golf Course - Mystic Creek (Food Svc)	1.00	1.00	-		
3079 694	Golf Course - Mystic Creek (Field Mnt)	2.00	2.00	-		
3080 683	Golf Course - Dearborn Hills	0.50	0.50	-		
3080 694	Golf Course - Dearborn Hills	1.00	0.00	(1.0)	Maintenance Operator I(1)	
3090	Recreation/Senior Services	2.00	2.00	-	Facility Manager (1)	
101-6100	Economic & Comm Development	14.50	13.50	(1.0)	Grants Program Manager(1)	
	General Fund	695.16	663.16	(32.0)		
	General Fund (minus public safety)	306.16	282.16	(24.0)		
OTHER FUNDS:						
Dept/Div	Department	Budgeted Positions	Actual Positions	(Vacancies) Over Budget	Position	Comments
250-6100	Dix-Vernor BDIA	1.00	1.00	-		
251-6100	Warren BDIA	1.00	1.00	-		
260-1100	Indigent Defense - Court	0.60	0.60	-		
260-1870	Indigent Defense - Finance	6.00	6.00	-		
271-5000	Historical	2.00	2.00	-		
271-5100	Library	29.00	27.00	(2.0)	Librarian I(1), Librarian II(1)	
296-6100	West DDDA	2.00	2.00	-	Events Marketing Manager(1)	
297-6100	East DDDA	2.00	2.00	-	Events Marketing Manager(1)	
535-5500	Senior Apartment/Housing	22.25	21.25	(1.0)	Office Assistant III(1)	
590-2006	Sewer	19.37	19.37	-		
590-2016	Sewer - CSO	6.00	3.00	(3.0)	Public Util Worker I(1), W&S Tech II(1), DPW Supervisor W&S(1)	
591-2009	DPW/Engineering	20.14	20.14	-		
591-2011	DPW/Water	34.30	31.30	(3.0)	Public Utility Worker I(1), Meter Repair Tech I(1), W&S Supervisor(1)	
591-2015	DPW/Water/Cross Connection	4.00	3.00	(1.0)	Plumber(1)	
631-2610	MIS/Computer Administration	3.00	3.00	-		
631-2670	MIS/PC & Network Support	7.00	7.00	-		
631-2680	MIS/AS400 Support	1.00	1.00	-		
631-2690	MIS/GIS	1.00	1.00	-		
634-2005	Facilities / DPW/Powerhouse	9.06	6.06	(3.0)	High Pres Boiler Oper(2), Refrigeration Mech(1)	
634-2007	Facilities / DPW/Building Services	15.12	16.12	1.0		
	Other Funds	185.84	173.84	(12.0)		
	TOTAL, ALL FUNDS	881.00	837.00	(44.0)		



EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST:

The Fire Department is requesting the adoption of the 2024 International Fire Code including appendixes and referenced code with the following exceptions:

- Chapter 10 (Means of Egress) shall be replaced with the 2015 Michigan Building Code
- Appendixes H, J, K, L, M shall not be adopted

DEPARTMENT:

Fire Department

BRIEF DESCRIPTION:

The Dearborn Fire Department is requesting to update the adopted Fire Code from the 2015 edition to the 2024 edition.

PRIOR COUNCIL ACTION:

Ord. No. 77-1874, § 5, 10-4-77; Ord. No. 95-647, 9-19-95; Ord. No. 99-763, 4-14-99; Ord. No. 06-1070, 5-15-06; Ord. No. 08-1181, 10-6-08; Ord. No. 11-1336, 11-7-11; Ord. No. 14-1448, 12-9-14; Ord. No. 17-1578, 5-9-17

BACKGROUND

The Dearborn Fire Department, to improve public safety, ensure building compliance with modern safety standards and minimize the risk associated with fire hazards, is asking to adopt the 2024 International Fire Code (IFC). New materials and construction methods have emerged since the publication of the current 2015 IFC; adoption of the new Code would keep Dearborn in alignment with best practices for fire prevention and response.

Keeping Chapter 10 as written in the Michigan Building Code allows the DFD and the Dearborn Building Department to enforce the same code standards; eliminating confusion and contradiction in the enforcement of the standards.

FISCAL IMPACT:

\$1500

COMMUNITY IMPACT:

The adoption of the new fire code is a necessary step to protect the lives, property, and environment in our community. This updated code reflects current best practices, technological advancements, and growing awareness of fire safety challenges, and it will play an essential role in safeguarding the future of Dearborn.



EXECUTIVE SUMMARY AND MEMORANDUM

IMPLEMENTATION TIMELINE:

Once the ordinance is adopted, the Fire Marshal Bureau will enforce the new code

COMPLIANCE/PERFORMANCE METRICS:

The Fire Department will enforce the 2024 IFC upon adoption of the ordinance.



EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council

FROM: Fire Chief Joseph Murray

VIA: Mayor Abdullah H. Hammoud

SUBJECT: Update Fire Code

DATE: Nov 22, 2024

Budget Information

Adopted Budget:	N/A
Amended Budget:	\$1500 (New Code Books)
Requested Budget:	\$0
Funding Source:	Fire Publication Fund
Supplemental Budget:	N/A

Summary of Request

The Fire Department is requesting the adoption of the 2024 International Fire Code including appendixes and referenced code with the following exceptions:

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- Appendixes H, J, K, L, M shall not be adopted

Background and Justification

The Dearborn Fire Department, to improve public safety, ensure building compliance with modern safety standards and minimize the risk associated with fire hazards, is asking to adopt the 2024 International Fire Code (IFC). New materials and construction methods have emerged since the publication of the current 2015 IFC; adoption of the new Code would keep Dearborn in alignment with best practices for fire prevention and response.

Keeping Chapter 10 as written in the Michigan Building Code allows the DFD and the Dearborn Building Department to enforce the same code standards; eliminating confusion and contradiction in the enforcement of the standards.

The adoption of the new fire code is a necessary step to protect the lives, property, and environment in our community. This updated code reflects current best practices, technological advancements, and growing awareness of fire safety challenges, and it will play an essential role in safeguarding the future of Dearborn.



EXECUTIVE SUMMARY AND MEMORANDUM

Signature Page

DocuSigned by:
Joseph Murray
03FD550B102F4D9...

Joseph Murray
Fire Chief

DocuSigned by:
Jeremy Romer
E7A573BA25E3480...

Jeremy Romer
Corporation Counsel

OFFICE OF THE MAYOR



TO: CITY COUNCIL

FROM: MAYOR ABDULLAH H. HAMMOUD

SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION

DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Asma Said

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 2 Years

Appointment Term Ending: June 30, 2026

Attendance: N/A

Phone: (313) 331-9226

Email: saidasma3m@gmail.com

Mailing Address: 2836 Roulo Street, Dearborn, MI, 48126

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Environmental Commission in accordance with City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Asma Said

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 2 Years

Appointment Term Ending: June 30, 2026

Attendance: N/A

Phone: (313) 331-9226

Email: saidasma3m@gmail.com

Mailing Address: 2836 Roulo Street, Dearborn, MI, 48126

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 21 2024

First Name

Asma

Last Name

Said

Phone

+13133319226

Email

saidasma3m@gmail.com

Home Address

2836 Roulo St, Dearborn, MI, USA

Years of Residency in Dearborn

23

Occupation

Medical assistant

Company

Toma spine and pain

Length of Service

7 months

Business Address

[This question was not answered]

Business Telephone Number

[This question was not answered]

Level of Education

College Degree

Name of Educational Institution & Graduation Year

Wayne state university, 2023

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

I have been living in the Southend of Dearborn for my entire life. I have experienced the air and noise pollution since I was a child. It's not very common to see smoke stacks from your playground, but that is my experience. There is a lot of good work to be done in order to improve the environment in Dearborn. I want to join the environmental commission because I will try my best to represent my people and their needs. I want Dearborn's environment to improve so families feel safer and healthier while living here. I want to improve the flooding issue we've had. I've experienced numerous floods in my home since I was a child. Each flood left my neighbors and I without power for days on end and cost us a lot of money. I would also like to work on the air pollution since it is something that is very problematic in my neighborhood. I studied public health and completed a fellowship with Mayor Abdullah Hammoud. During my fellowship I spent time with my team creating a plan for the Southend of Dearborn. Our plan focused on rerouting industrial traffic and flood mitigation. I believe I have the knowledge and experience necessary to meet your needs.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

[This question was not answered]

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF SaidAsmaResume.pdf

Submitted on July 21 2024

Powered by  **monday.com**

Asma Said

Experience

Office of Mayor Abdullah Hammoud, Dearborn MI — Public Health Summer Fellow

June 2023 - Aug 2023 Contact: hhamdan@dearborn.gov

- I was responsible for creating a proposal for the South End of Dearborn that would assist the City in making appropriate changes to reduce air pollution, increase green spaces, and limit industrial traffic. I created a survey that was shared with the community in order to better understand their needs.
- I collaborated with the Mayor and the following departments: Public Health, City Planner, Economic Development, Parks and Recreation, and Public Works.
- I analyzed existing parcels within the South End of Dearborn and identified which locations can be deindustrialized. I studied truck traffic within the South End and suggested roads in need of declassification from Wayne County.
- I suggested new parcels of land to be acquired and provided various ideas for expanding green spaces and creating local businesses. I also provided a layout that would improve business facades and landscapes across the Dix and Vernor Corridor.

Metro Detroit Endocrinology Center, Dearborn MI — Medical Assistant

Jan 2021 - Jan 2023 Contact number: (313) 333-8530

- I transmitted prescription refills and assisted with medical billing.
- I'm experienced in placing FreeStyle Libres on patients, taking patients' Hemoglobin A1c, and working with Medtronic, Tandem, and Dexcom insulin pumps.
- I directed patients on the use of subcutaneous injections like Lantus, Novolog, Humalog, Ozempic, Mounjaro, Trulicity, and Victoza.
- I'm experienced in administering vitamin B-12, Lipo-C, testosterone, and influenza injections.
- I'm experienced in performing DEXA scans and assisting

EMR Skills

Epic Systems

eClinicalWorks

Certifications

Adult and Pediatric First Aid/CPR/AED Certified

AmeriCorps Opioid Overdose Response Training Certified

Mental Health First Aid Certified

Languages

Arabic

Contact

313-331-9226

gw9994@wayne.edu

physicians during thyroid FNA biopsies.

HYPE Athletics, Dearborn Heights MI — *SAFE Coalition Intern*

Sept 2022 - Dec 2022 Contact: asayed@hypeathletics.org

- I attended local middle schools to teach adolescents the negative effects of vaping.
- I created informational PowerPoint presentations that focus on serious mental health conditions. I researched and created a project detailing the effects of sports participation on adolescents' mental health.

HUDA Clinic, Detroit MI — *Triage and Front Desk Intern*

Jan 2020 Contact number: (810) 580-1805

- I scheduled and confirmed appointments for new and existing patients. I referred patients to affordable outside resources and services.
- I measured patients' vitals and documented their HPI into the Athenahealth System. I shadowed physicians to gain medical knowledge and clinical experience.

Education

Wayne State University— *Bachelor of Science in Public Health*

Minor: Psychology GPA: 3.87

2019 - 2023

Extracurricular Activities

FEMA | Crisis Cleanup Volunteer

- I volunteered for the Southeast Michigan Flood Project Effort to help those impacted by the floods that took place in the Summer of 2021.
- I helped connect families affected by the flood with many resources that involve cleaning services, replacing lost items. I also assisted families with making claims and filing FEMA paperwork.

UCSF RAHI | Refugee and Asylum Seeker Health Initiative

- I worked with the University of California - San Francisco, to provide consulting services to NGOs in Lebanon.
- I helped create a document that provided logistics, fundraising, capacity-building, and networking ideas for NGOs. Our support provided NGOs with professional developments that increased their fundraising capabilities.

Everything Healthcare WSU | Public Relations Chair

- I volunteered at Auntie Na's Village where we organized clothes, packaged, and distributed food and gardening supplies.
- I partnered with the LAHC and Eternal Light Organization for their 15th annual Thanksgiving Food Drive. I spent the day packaging and distributing food for families in need.
- I helped build the Light in Everything Project and raised \$2,500 in proceeds. Funds were used to purchase materials for care packages. Care packages were distributed to homeless people in Detroit.

WSUSEEL | Event Coordinator

- I created and held online events where we discussed federal and urban policies and their impact on education and criminal reform. I also held a virtual discussion that breaks down the Black legal struggle in America.
- I partnered with MakeHERStory WSU to raise \$1,000 for the Mercy Education Program Project. This project helps underrepresented children in Detroit receive after-school tutoring.
- I volunteered with the ACLU of Michigan to promote legislation to reform Michigan's bail system.

Make HERStory | Social Media Activist

- I wrote Instagram blog posts about social issues impacting women globally. The blog posts provided our members with opportunities to support donation initiatives.
- I helped create a networking event featuring women in STEM from Detroit's American Axle & Manufacturing company. I provided recruitment opportunities for students at Wayne State.

OFFICE OF THE MAYOR



TO: CITY COUNCIL
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Batoull Haidar

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 1 Year

Appointment Term Ending: June 30, 2025

Attendance: N/A

Phone: (313) 525-0490

Email: batoullhaidar@gmail.com

Mailing Address: 10330 South Morrow Circle, Dearborn, MI, 48126

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

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See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Batoull Haidar

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 1 Year

Appointment Term Ending: June 30, 2025

Attendance: N/A

Phone: (313) 525-0490

Email: batoullhaidar@gmail.com

Mailing Address: 10330 South Morrow Circle, Dearborn, MI, 48126

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 20 2024

First Name

Batoull

Last Name

Haidar

Phone

+13135250490

Email

batoullhaidar@gmail.com

Home Address

10330 South Morrow Circle, Dearborn, MI, USA

Years of Residency in Dearborn

28

Occupation

Operations and Finance Administrator

Company

Michigan League of Conservation Voters

Length of Service

[This question was not answered]

Business Address

[This question was not answered]

Business Telephone Number

[This question was not answered]

Level of Education

Master Degree

Name of Educational Institution & Graduation Year

University of Michigan - Dearborn 2021

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

I want to join the environmental commission because I love my city and I believe clean air, water, and land are human rights. I've always been passionate about environmental issues that directly affect the east side and south end of Dearborn. Air quality and flooding are my greatest concerns. While air quality and flooding affects all of Dearborn, the incidence is higher in east Dearborn and the south end where the population is primarily Muslim and Arab immigrants. I believe I can offer an innovative perspective based on my lived experience, professional and academic background.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

[This question was not answered]

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF Haidar Resume
.pdf

Submitted on July 20 2024

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BATOUILLHAIDAR

(313) 525-0490 | batouilhaidar@gmail.com

EDUCATION

2019 - 2021 • UM - Dearborn

Master of Public Administration and Policy

2015 - 2017 • UM - Dearborn

BA General Studies (Political Science, Psychology, Law and Society)

EXPERIENCE

- 2023-Present** **Michigan League of Conservation Voters**
Operations and Finance Administrator
- Support human resources programs, policies, and practices through onboarding and offboarding staff, creating staff trainings, and implementing professional development initiatives.
 - Project manage all-staff to-dos and activities through use of Asana and G-Suite, such as ensuring regular performance check-ins and reviews are scheduled and completed, managing logistics for staff meetings, and coordinating staff engagement activities.
 - Perform data entry in Quickbooks and file related documentation for accounts including staff reimbursements, timesheets, credit cards, and vendor invoices.
 - Contribute to positive work culture by organizing staff fun activities and team bonding
- 2021-2023** **Sonic Loans**
Senior Loan Processor
- Processed loans through the collection of data and information from clients such as assets, insurance, credit history
 - Educated and guided 20+ clients per month through the mortgage and home-buying process
 - Reviewed documentation and submitted for final approval to meet loan deadlines
 - Trained new staff for processing positions and educate on mortgage guidelines
- 2019-2021** **Keller Williams Legacy**
Operations Manager
- Worked closely with clients, real estate professionals, mortgage/title agencies to conduct 80+ real estate transactions per year
 - Oversaw and organized all file processes and procedures taking the file from pending to closed
 - Ensured fulfillment of office required procedures for funding
 - Created operations/training manual and trained new staff
 - Delegated administrative tasks to staff and monitored progress

SKILLS

Creative Problem Solving	Interpersonal Communication	Active Listening
Tech-Savvy	Proactive Leadership	Intercultural Sensitivity
Bilingual	Empathetic	Analytically Driven

OFFICE OF THE MAYOR



TO: CITY COUNCIL

FROM: MAYOR ABDULLAH H. HAMMOUD

SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION

DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Lamis Srour

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 2 Years

Appointment Term Ending: June 30, 2026

Attendance: N/A

Phone: (313) 729-7081

Email: srouri@dearbornschools.org

Mailing Address: 23000 Myrtle St, Dearborn, MI 48128

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

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See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Lamis Srour

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 2 Years

Appointment Term Ending: June 30, 2026

Attendance: N/A

Phone: (313) 729-7081

Email: srouri@dearbornschools.org

Mailing Address: 23000 Myrtle St, Dearborn, MI 48128

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 09 2024

First Name

Lamis

Last Name

Srour

Phone

+13137297081

Email

srourl@dearbornschools.org

Home Address

23000 Myrtle St, Dearborn, MI, USA

Years of Residency in Dearborn

40

Occupation

Executive Director of Student Achievement

Company

Dearborn Public Schools

Length of Service

2

Business Address

18700 Audette

Business Telephone Number

(313) 827-3025

Level of Education

Master Degree

Name of Educational Institution & Graduation Year

Wayne State University

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

In this role I have worked closely with the Green School Coalition that supports the Salina Campuses. Through this work, I have learned and continue to learn more about the environmental impacts on our youth.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

[This question was not answered]

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume




PDF Lamis Srour
Re...2.pdf

Submitted on July 09 2024

Powered by  monday.com

LAMIS SROUR

CONTACT

 (313) 729-7081
 srouri828@gmail.com
 23000 Myrtle St.
Dearborn, MI 48128

EDUCATION

ESL Endorsement

Wayne State University
Winter 2006

Ed. Specialist in Administration

Wayne State University
May 2004

Masters of Art in Education

Marygrove College
May 2002

Bachelor of Arts in Education

Major: Language Arts
Minor: Social Studies
Grades K-5: All subjects
Grades K-12: ESL
University of Michigan
May 2000

Core Beliefs

- ❖ Relationships Matter
- ❖ Communication Style Matters
- ❖ Helping Others Shine Matters
- ❖ Leading by Learning & Doing is the only way
- ❖ Respect must be given in order to be received

PROFILE SUMMARY

My time in Dearborn Public Schools has always been and will continue to be in the role of a servant leader. My successes can be attributed to maintaining a vision for academic excellence and a positive climate and culture. Both of these areas require a comprehensive plan that includes stakeholder development, capacity building, leadership opportunities, and accountability with embedded support. Additionally, a school's vision needs to be comprehensive in its design yet focused on high leverage, cross curricular best practices. When all learning is aligned to the vision, we begin to see a shift in understanding and momentum.

My relationship-building abilities, communication style and collaborative nature have propelled initiatives to become reality. It is my goal to be part of the overarching responsibility of ALL schools to reach their fullest potential.

EXPERIENCE

Executive Director of Student Achievement - Feeder Model Dearborn Public Schools // 2022 - Present

As an executive director, I am a member of the superintendent's executive cabinet. In this space, all district decisions and initiatives flow through this team.

- Decision making team for fiscal, human resources, communication, student achievement, community needs, school board requests and support
- Oversee and support the Edsel Ford high school Feeder, which includes all schools (K-12) that feed into this high school. There are three feeders in our district
 - Administrative supervisor
 - Student and parent support in all feeder schools
 - Monitor and support student achievement results in all feeder schools
- Oversee and support the Early Childhood Specialist and the Instructional Coach departments.
- Oversee and support the Early Childhood department, including GSRP, tuition-based pre-kindergarten and Kid's Club
- Oversee and support all elementary instructional initiatives across the district

Principal, Henry Ford Elementary

Dearborn Public Schools // 16140 Driscoll // 2019 - Present

While at Henry Ford, my time began with an assessment of staff, student, curricular, and building successes and needs. This journey began by getting to know the staff, individually and comprehensively. We worked on collective and individual efficacy, building wide training, collaboration and best practices. Part of

LAMIS SROUR

Specialized Training

Rtl at Work - Solution Tree - 2023

Green SchoolYards Conference - 2023, San Francisco

MASA State Superintendent's Conference - 2023

PLC at Work - Solution Tree 2020, 2019, 2018

MACC (Michigan ACE Community Champions) Train the Presenters-

Wayne RESA 2020

Language and Literacy 2014-2016

SIOP Trainer 2011-2012

Blueprints for Exceptional

Writing Trainer 2011-2012

Parent Talk Trainer; Chick

Mormon 2010

Thinking Maps Trainer 2010

Leadership Growth

District Assessment

Committee Co-Chair

2016 - Present

CPI (Continuous Process of Improvement) of "COLO"

2017-2018

MEMSPA Amplify Your Impact

Mini Series

2019 - 2020

MEMSPA Leverage Leadership

Mini Series

our journey includes leadership building through committee work, PLC facilitators, and opportunities for growth in staff-requested areas. Covid's challenges allowed for opportunities as well - it allowed for additional time for professional development and trust building.

- Building Restructuring and alignment in academic core areas to include focused PLCs, standards - driven instruction, data analysis, focused targets, CFAs and rubrics
- Core Area Committee work in Reading, Writing, Math, Science
- PLC Grade Level Reps Training, Support, Expectations
- Parent Involvement Initiative including new PTA & parent education meetings
- Climate and Culture review and revamp for staff, parents and students
- Initiatives include Professional Development, Accountability and Support
- New assistant principal each year (S. Lamberti, M. Timpf, E. Hammoud)
- Administrative Intern Mentor (N. Rabac, M. Berry-Kobeissi)
- Support Staff restructure and training
- MTSS restructure, including roles and responsibilities as well as historical data docs
- Student Celebrations, including Honor's Assemblies and behavior expectations

Principal, Geer Park Elementary

Dearborn Public School // 14767 Prospect // 2013 - 2019

My transition to Geer Park Principal was preceded by being a staff member there, in various roles. I knew the staff, building strengths and next steps, and the community very well. The challenge was to move it from great to greater. By investing in the staff's capacity through training and leadership building, we worked towards excellence in language development, writing, engineering, and increased community involvement in the school.

- Content and language objectives training
- Math talks: Shannon Semulski
- Writing curriculum development including pacing, rubrics and exemplars
- Family Events including Daddy Daughter Dance, Bingo for Books, Muffins with Moms, Doughnuts with Dads, Lunch with Grandparents, Mom/Son Night, Spaghetti Dinners, Movie Nights, Talent Shows, Sock Hops
- Disney Partnership for theater production
- Building Addition Involvement with design and needs assessment
- Partnership with Wayne State University's College of Ed program

School Recognitions:

- ★ Mackinac Center Rankings 98.5% Report Score, #15 among all conventional elementary schools, #7 ranking for long-term performance among conventional schools 2018
- ★ Bridge Magazine ranked #5 in the State of Michigan 2016
- ★ Mackinac Center #20 overall ranking and #8 ranking among all conventional elementary schools 2016
- ★ "Beating the Odds" school by the State of Michigan 2012-2013, 2013-2014

LAMIS SROUR

2021-2022

Academy of Aspiring

Principals via Wayne RESA

2005

A Call to Leadership Program

hosted by Dr. Artis 2004-2005

Resource Teacher, EL Department

Instructional Coach, Partnerships in Comprehension Literacy, Grades 3-5

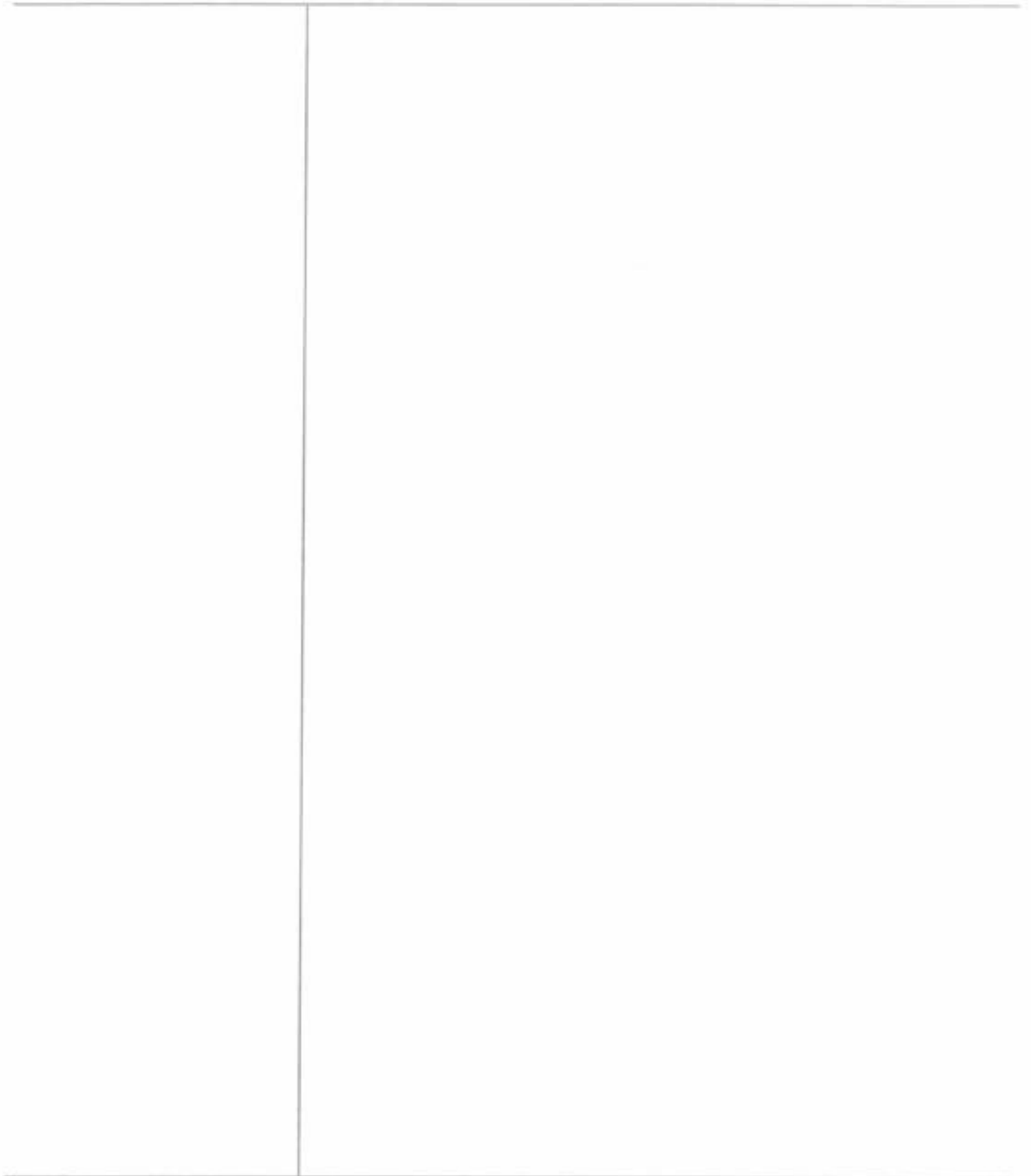
Geer Park Elementary // 14767 Prospect // 2008 - 2013

As a DPS resource teacher, my responsibilities were focused on student achievement for students at risk in literacy. Achievement was made by maintaining a laser focus on the effective use of our human resources through scheduling and training for optimal outcomes. I also worked with teachers through co-teaching partnerships and professional development. Finally, "parents as partners" was an integral component of student achievement, through which we provided literacy training for parents, data meetings, and summer achievement plans and goals.

As a part-time instructional coach my responsibilities were to develop the skills of teachers and improve their capacity in literacy. These are skills that I use as a building principal when observing teachers and helping them grow.

- Supervisor of paraprofessionals including training and scheduling
- Local and state assessment organizer, trainer, proctor, scheduling
- Committee work and professional development for assessments, school improvement, SLOP, Thinking Maps, parent education (including monthly meeting focuses, book club).

LAMIS SROUR



LAMIS SROUR

REFERENCES



Shannon Peterson
Principal (f. Exec Director)
Long Elementary & Virtual K-12
(313) 318-6198



Adam Martin
Executive Director
Dearborn Public Schools
(734) 751-0929



Mike Essaily
Executive Director
Dearborn Public Schools
(313) 574-5611



Mary Timpf
Principal
Duvall Elementary
(313) 407-6610



Josh Tynan
Principal
Nowlin Elementary
(313) 655-4514



Ghada Burks
Teacher
Henry Ford Elementary
(734) 255-8798

OFFICE OF THE MAYOR



TO: CITY COUNCIL

FROM: MAYOR ABDULLAH H. HAMMOUD

SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION

DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Machhadie Assi

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 1 Year

Appointment Term Ending: June 30, 2025

Attendance: N/A

Phone: (313) 358-6167

Email: machhadie.assi@gmail.com

Mailing Address: 7602 Pinehurst, Dearborn, MI, 48126

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
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Filling a Vacancy for: N/A

Term Duration: 1 Year

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Attendance: N/A

Phone: (313) 358-6167

Email: machhadie.assi@gmail.com

Mailing Address: 7602 Pinehurst, Dearborn, MI, 48126

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 21 2024

First Name

Machhadie

Last Name

Assi

Phone

+13133586167

Email

machhadie.assi@gmail.com

Home Address

7600 Pinehurst Street, Dearborn, MI, USA

Years of Residency in Dearborn

16 years

Occupation

Communication Dept. Office manager

Company

Michigan House democratic Communication

Length of Service

2 years

Business Address

124 North Capitol Avenue, Lansing, MI 48933 , 14th floor

Business Telephone Number

517-373-8292

Level of Education

University Degree

Name of Educational Institution & Graduation Year

University of Michigan Dearborn

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

I am interested in joining the environmental commission in Dearborn because I am passionate about addressing the critical environmental issues that impact our community. Dearborn has a rich industrial history, but this legacy has led to significant environmental challenges. Wayne County, where Dearborn is located, has the highest industrial air emissions of hazardous chemicals in the nation, including carcinogens that pose serious health risks such as leukemia, cancer, and neurological disorders. As a mother of three children raised in this city, I am deeply committed to ensuring a safe and healthy environment for future generations. My experience working on the Flint Water Crisis as a Victim Advocate at the Michigan Attorney General's office has given me firsthand insight into the devastating effects of environmental neglect on public health. I witnessed the struggles of Flint residents and the importance of proactive measures to prevent such crises. Joining the environmental commission would allow me to contribute to protecting Dearborn residents by addressing industrial pollution, improving air and water quality, and fostering sustainable practices.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

National Partnership for New Americans Arab American leaders 2023| |40 Under 40 Arab America 202 |The Washington Center, D.C. Voice of voiceless 2022|Ssgt Bell Service Award for extraordinary service as an advocate & community organizer |Michigan Muslim Community Council Leadership Award 2021| Recognized by USA Hello for International Women’s Day 2020 |UofM Dearborn Difference Maker 2017| Global Citizenship Award ,The Washington Center, 2016|Senator John Dingell Scholarship & Ford Motor Co. Scholarship Recipient, 2016. See attached resume

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF Machhadie Assi...4.pdf

Submitted on July 21 2024

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Machhadie Assi

www.michiganandifferencemakers.com/Machhadie_Assi | machhadie.assi@gmail.com | 313-358-6167

EDUCATION

University of Michigan, MI, Bachelor of Arts in Criminal Justice Studies; Bachelor of Science in Biological Sciences, 2019

The Washington Center, DC, Law & Criminal Justice Professional Track Program, International Humanitarian Law course, Forensic Science course, Summer 2016

WORK EXPERIENCE

MI House of Representatives, Democratic Communication Department

Office Manager, Speaker of the House Joe Tate, April 1, 2023 – Present

- Developed and implemented comprehensive office policies and procedures, ensuring consistency and efficiency across all central staff.
- Supervised a team of 22 staff members, overseeing daily operations and workflow to maintain smooth internal functions.
- Facilitated internal communication, fostering a collaborative and productive work environment.
- Monitored project timelines and deliverables, ensuring timely completion of communication initiatives.
- Coordinated and managed logistical aspects of press conferences and legislative activities, ensuring effective internal communication and support.
- Aligned departmental goals with legislative priorities through strategic planning and execution of internal operations.

Erin Byrnes for Michigan House of Representatives, Campaign Manager March 2022– Nov 2022

- Successfully guided the campaign to victory in both the primary and final elections, securing an impressive 67% of the votes.
Led successful campaign strategies resulting in victory in primary and final elections with 67% of the votes.
- Organized and executed campaign fundraisers, securing financial resources.
- Cultivated relationships with key stakeholders and managed social media presence.
- Recruited, managed, & delegated tasks to team of 15 volunteers to canvass and do outreach over entire Dearborn-based district.
- Garnered and managed endorsement campaign from local & state-wide elected officials
- Handled communications with local stakeholders, community leaders, as well as local & state-wide donors

Michigan Attorney General's Office, Victim Advocate, Flint Water Crisis, Criminal Prosecution Team

Nov 2019 – Dec 2022

- Developed numerous victim forms and questionnaires to identify victims of man-made and natural crises, facilitating their access to essential resources and state assistance.
- Represented the Attorney General's Office at weekly community meetings, coordinating efforts with Flint residents, the Governor's Office, MDHHS, activists, and subject matter experts.
- Listened to victims' concerns, provided updates on court dates, and served as a compassionate liaison, ensuring their voices and concerns were communicated to the Michigan Attorney General.
- Assisted the Attorney General and Secretary of State in collecting declarations from Wayne County citizens on issues such as gun violence, voting rights, and voter intimidation, under the supervision of the Solicitor General.

Washtenaw County Public Defender, Ann Arbor, Paralegal/ Investigator, Nov 2017-Nov2019

- Managed criminal case files for Assistant Public Defenders, covering felonies, misdemeanors, and juvenile cases.

- Ensured seamless communication between defendants and their attorneys, providing regular case updates and relevant information.
- Supplied defendants with details on court dates and police reports.
- Conducted interviews with arrested defendants, explaining their basic legal rights and the attorney-client relationship.
- Assisted in the preparation of legal documents and evidence for court proceedings.
- Collaborated with law enforcement, court personnel, and other stakeholders to gather necessary information for case defense.
- Maintained detailed and organized records to support efficient case management and legal defense strategies.

Michigan Muslim Community Council, *Director of Youth & Volunteer Affairs/Director of Operations*

Feb 2018 – Jan 2022

- Directed & developed strategic branding for pandemic relief campaign including over 100 volunteers of different cultural backgrounds & faiths to deliver food aid to over 10,000 families & individuals affected by the Covid-19 pandemic in 9 Michigan counties in partnership with state & federal agencies like U.S.AID & others
- Supervised operations & logistics for 25 volunteers for Muslim Capitol Day at Michigan Capitol attended by 1000s of individuals as well as state officials such as the Governor, Attorney General & others
- Wrote press releases, year-end reviews, along with various other media & social media communications for various Council events
- Established & maintained relationships with community representatives, public & elected officials, as well as various for-profit and not-for-profit sponsors & partners
- Oversaw & planned efforts to reach organization objectives & public relations strategies across the state
- Supervised & secured 100s of volunteers year-round for Council events state-wide
- Handed internal & external communication with organization members, as well as key stakeholders & public & private partners

Peace Tech Lab, *Michigan Project Manager*

Nov 2021 – Jan 2022

- Managed & recruited a team of community organizers for Peace Tech Lab's professional development & training conference in Michigan
- Oversaw training for 145 staff & activists from 14 different non-profit organizations; as well as event panel discussions
- Interviewed dozens of potential speakers & recruited thirteen trainers to lead seven professional development courses for campaign managers, IT professionals, politicians, writers, influencers, data analysts & social media experts
- Supervised expenses & ensured project remained within budgetary allowances & controls
- Handled external relations & communications, as well as internal correspondence with DC HQ & Michigan team

SELECT PROJECTS & INITIATIVES

Special Emergency Flood Assistance Town Halls, *Manager*

Jul 1 2021 – Jul 5 2021

- Initiated several townhalls to deliver emergency assistance in response to July flood in Wayne County
- Collaborated with MDHHS to provide emergency relief applications to affected areas
- Handled 200 emergency assistance forms & provided aid to 100s of affected individuals in span of 2 days
- Recruited two bilingual attorneys as well as 15 volunteers to process & fill applications for underserved residents
- Oversaw campaign by two local non-profits to deliver emergency relief resources & material assistance to residents victimized by flood
- Formulated & ensured compliance with initiative goals & guidelines, as well as state & office best practices

Get Out The Vote Initiatives, *Supervisor*

2020 – 2021

- Managed & organized several Get Out The Vote Initiatives in Dearborn & Dearborn Heights for both 2020 national elections as well as 2021 municipal elections
- Led campaign to register 250 new voters for national, state & local elections
- Provided informational sessions & educational opportunities regarding U.S. & MI voting processes & candidate information in English & Arabic to local voters
- Recruited two bilingual attorneys as well as fifteen volunteers to process & fill applications for underserved residents affected by natural disaster
- Partnered with local civic & political non-profits to establish programs dedicated to highlighting & encouraging voter awareness & civic engagement in Dearborn & Dearborn Heights
- Formulated initiatives goals & guidelines, ensured compliance with best Get Out The Vote procedures & voter outreach methods

Inspire to Empower, Project Manager, March 2020

- Established ties to dozens of local business & organizations to plan & fund event
- Formulated event goals to further women's professional development in various fields & areas of expertise
- Recruited women professionals from diverse non-profit sectors & positions for panel discussions as well as training sessions focused on variety of topics & issues pertaining to women in the workforce & non-profits
- Provided managerial and logistical oversight for an event attended by over 120 visitors
- Created a forum for women's empowerment & self-development through other women's professional experiences

SELECT AWARDS & RECOGNITIONS

National Partnership for New Americans Arab American leaders 2023 | 40 Under 40 Arab America 202 | The Washington Center, D.C. Voice of voiceless 2022 | Ssgt Bell Service Award for extraordinary service as an advocate & community organizer | Michigan Muslim Community Council Leadership Award 2021 | Recognized by USA Hello for International Women's Day 2020 | UofM Dearborn Difference Maker 2017 | Global Citizenship Award ,The Washington Center, 2016 | Senator John Dingell Scholarship & Ford Motor Co. Scholarship Recipient, 2016;

SELECT MEDIA APPEARANCES

[A Voice for the Voiceless](#)

[Detroit Activist Sponsors 5 Women for Virtual UN Panel - Pride Source](#)

[TRT International TV](#)

[LA Times magazine](#)

SKILLS & LANGUAGES

Computer: Advanced MS Office Suite

Languages: Fluent in English, Arabic, and French

OFFICE OF THE MAYOR



TO: CITY COUNCIL

FROM: MAYOR ABDULLAH H. HAMMOUD

SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION

DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Mahmoud Tanana

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 681-7757

Email: asm_2757@homedepot.com or mtanana@live.com

Mailing Address: 9950 Frederick, Dearborn, MI 48120

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Environmental Commission in accordance with City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Mahmoud Tanana

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 681-7757

Email: asm_2757@homedepot.com or mtanana@live.com

Mailing Address: 9950 Frederick, Dearborn, MI 48120

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 20 2024

First Name

Mahmoud

Last Name

Tanana

Phone

+13136817757

Email

asm_2757@homedepot.com

Home Address

9950 Frederick Street, Dearborn, MI, USA

Years of Residency in Dearborn

32

Occupation

Retail Manager

Company

Home Depot

Length of Service

12 years

Business Address

2455 paces ferry rd. Atlanta GA

Business Telephone Number

866.698.4347

Level of Education

College Degree

Name of Educational Institution & Graduation Year

Henry Ford College

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

As a south end resident, I feel I know first hand the impact an unhealthy environment can have on our community. I have also sponsored multiple garden projects throughout the city at various schools through the Home Depot Foundation and the Dearborn public Schools Green Schoolyards Programs.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

N/A

Do you Have a Resume?

No

Description of Professional History

The Home Depot-Retail Manager. Held various positions throughout my career including Merchandising, operations, Human Resources and currently Merchandising Assistant Manager.

Resume

[This question was not answered]

Submitted on July 20 2024





Dearborn Commissions Application

Submission Date

August 17 2024

First Name

Mahmoud

Last Name

Tanana

Phone

+13136817757

Email

mtanana@live.com

Home Address

9950 Frederick Street, Dearborn, MI, USA

Years of Residency in Dearborn

32

Occupation

Retail Manager

Company

The Home Depot

Length of Service

12 years

Business Address

5951 Mercury Dr

Business Telephone Number

313.593.4644

Level of Education

College Degree

Name of Educational Institution & Graduation Year

Henry ford college

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

As a lifelong resident of the south end of dearborn, I know first hand the impact an unhealthy environment can have on your health. This is why I have initiated multiple grant projects and donations through The Home Depot Foundation to assist in the beautification of the green schoolyards programs for dearborn public schools. Most recently a \$15,000 grant for the Salina school community to enhance the school green spaces.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

The Home Depot foundation.

Do you Have a Resume?

No

Description of Professional History

The Home Depot. Range of positions include sales associate, department supervisor, associate support Human Resources supervisor, operations manager, night operations manager and merchandising manager.

Resume

[This question was not answered]

Submitted on August 17 2024



OFFICE OF THE MAYOR



TO: CITY COUNCIL

FROM: MAYOR ABDULLAH H. HAMMOUD

SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION

DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Mohamed Dabaja

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 758-9049

Email: gk1828@wayne.edu

Mailing Address: 604 Highview Street, Dearborn, MI 48128

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Environmental Commission in accordance with City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Mohamed Dabaja

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 758-9049

Email: gk1828@wayne.edu

Mailing Address: 604 Highview Street, Dearborn, MI 48128

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 17 2024

First Name

Mohamed

Last Name

Dabaja

Phone

+13137589049

Email

gk1828@wayne.edu

Home Address

604 Highview Street, Dearborn, MI, USA

Years of Residency in Dearborn

24

Occupation

Instructor/Environmental Researcher

Company

Wayne State University

Length of Service

5

Business Address

gk1828@wayne.edu

Business Telephone Number

313-758-9049

Level of Education

Doctorate Degree

Name of Educational Institution & Graduation Year

Wayne State University 2020,2022,2026

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

Growing up in Dearborn, I witnessed significant air and water pollution, which spurred my dedication to urban sustainability. This motivated me to pursue an undergraduate degree in biology and nutritional sciences and a Master's in Biology from Wayne State University. As a current Ph.D. candidate at Wayne State, my research focuses on the impact of environmental factors on fertility. As the Graduate School Representative on the Student Senate, I supported biodiversity initiatives. As an instructor in Comparative Physiology, I educate students on water pollutants' effects on *Daphnia magna*. I am deeply concerned about air and water pollution, flooding, transportation, and sustainability. As a UN-RCE graduate fellow, I collaborate with regional partners to tackle the UN's sustainability goals. Projects include making Wayne State a bike-friendly campus, offering free bus rides to students, and installing more bioswales to manage stormwater.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

Adjunct Professor at Detroit Mercy & Macomb College Ph.D. Candidate at Wayne State University Awards: - United Nations Regional Centre of Expertise Graduate Fellow (2023-2024) - Graduate Research Symposium 1st Place Poster Award 2023 - Wayne State University UROP fellowship The Role of NFkB Innate Immune Factors in Maintaining Drosophila Retinal Integrity (2019-2020) - Dearborn PTA Scholarship (2018) - George T. & Helen Martin Endowed Scholarship (2018) Organizations: Green Warriors Plate to Planet

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF

Resume Final
2024.pdf

Submitted on July 17 2024

Powered by  **monday.com**

Mohamed A. Dabaja

604 Highview St. • Dearborn, MI 48128 • (313) 758 -9049
• gk1828@wayne.edu

EDUCATION

Wayne State University- Detroit MI **2022-Present**
Ph.D. Candidate Program- Biological Sciences GPA: 3.92

Wayne State University- Detroit MI **2020-2022**
Master of Arts Program- Biological Sciences GPA:
3.92

Wayne State University- Detroit MI **2020**
Bachelor of Arts Program-Major Biology- Minor Nutrition
GPA: 3.74

Henry Ford College – Dearborn MI **2018**
General Science Associates Certificate

EMPLOYMENT EXPERIENCE

United Nation Regional Centre of Expertise Graduate Fellow **December 2023-Present**

- Spearheaded the formation of a working group focused on engaging high school students in sustainability initiatives across Wayne, Macomb, and Oakland counties.
- Coordinated with 20+ sustainability council members, ensuring active participation in sustainability events and monthly meetings to discuss ongoing projects.
- Implemented educational programs and compost sites to help eliminate food waste in the region, promoting sustainable practices and community awareness.

Adjunct Instructor- University of Detroit Mercy **May 2024-Present**

- Instructed a comprehensive lecture and lab course in Environmental Biology for over 30 students.
- Developed and presented original PowerPoint lectures tailored to course objectives.
- Designed and administered quizzes, exams, and other assessment tools.
- Organized and set up lab practicals, ensuring a hands-on learning experience for students.

Adjunct Instructor- Macomb College**May 2023-Present**

- Instructed a comprehensive lecture and lab course in Anatomy and Physiology for over 30 students.
- Developed and presented original PowerPoint lectures tailored to course objectives.
- Designed and administered quizzes, exams, and other assessment tools.
- Utilized Canvas for course management, including uploading materials and tracking student progress.
- Employed McGraw Hill resources to craft and assign relevant coursework.
- Proctored examinations to ensure academic integrity.
- Organized and set up lab practicals, ensuring a hands-on learning experience for students.

Graduate Teaching Instructor- Wayne State University- 2021-Current

- Taught 3 different undergraduate lab courses, over 6 semesters, covering more than 300 students.
- Coordinated and taught two weekly lab sections which covered various plant types, genetics, animals, and protists.
- Prepared weekly lectures and quizzes.
- Guided students on how to use basic lab techniques such as microscopy, preparing wet mounts, and dissections.
- Mentored students on how to write a lab outline and lab report.
- Courses Taught:
 - BIO 1501 Basic Life Diversity
 - BIO 1511 Basic Life Mechanisms
 - BIO 4120 Comparative Physiology

Research Assistant- WSU School of Medicine, Department of Molecular Medicine and Genetics**2019- 2021**

- Designed and initiated Electretinography, Immunohistochemistry, and deep pseudopupil analysis on *Drosophila M.*
- Trained students to conduct and understand Electretinograms.

Instructional Assistant- BIO 1500 Lab Revision Project**2019- 2020**

- Developing and testing new labs that are more active and engaging for students.
- Working alongside with Professors and Graduate students to plan labs.
- Writing up new lab protocols to publish on Canvas and as a hard copy lab manual.
- Teaching new labs to undergraduate students and observing results.

Lab Technician Beaumont Hospital Dearborn**2019-2022**

- Process over 80 specimens a day and distribute medical specimens for testing.
- Register patients and order tests using EPIC and Soft lab software.
- Contribute to efficient operations of the laboratory and coordinate with doctors and patients to deliver results.

Beaumont Oakwood Hospital- Patient Observation Aid**2017-2019**

- Providing companionship, observation, and surveillance of assigned patients that are in the acute care hospital setting.
- Completing documents for each patient during the shift.

EDUSTAFF Substitute teacher**2019-2022**

- Administrated K-12 Students
- Assisted students with subjects they were learning in class. Showed leadership and problem-solving skills
- Guided students to success

PUBLICATIONS:

1. Shashwat Mishra, Mohamed Dabaja, Asra Akhlaq, Bianca Pereira, Kelsey Marbach, Mediha Rovcanin, Rashmi Chandra, Antonio Caballero, Diana Fernandes de Abreu, QueeLim Ch'ng, Joy Alcedo (2023) Specific sensory neurons and insulin-like peptides modulate food type-dependent oogenesis and fertilization in *Caenorhabditis elegans*.

CONFRENCES:

- Midwestern Worm Meeting 2023 Speaker- Sensory Neurons and Insulin Signaling Modulate Oogenesis and Fertilization in *C. elegans*
- Wayne State University Graduate Research Symposium Poster Presentation 2023- Sensory Neurons and Insulin Signaling Modulate Oogenesis and Fertilization in *C. elegans*.
- Wayne State University Biology Retreat Poster Presentation 2022- Sensory Neurons and Insulin Signaling Modulate Oogenesis and Fertilization in *C. elegans*
- National Conference of Undergraduate Research 2021- The Role of NFkB Innate Immune Factors in Maintaining *Drosophila* Retinal Integrity

VOLUNTEER WORK & ORGANIZATIONS

- Wayne State Student Senate Graduate Schools Representative
- Macomb Community College IDEA Council Member- Strategy 6 Co-lead
- Biological Sciences Graduate Student Association Graduate Representative
- WSU Helping Hands
- The Gate of Knowledge
- Beaumont Oakwood Hospital-Emergency Department Volunteer

AWARDS/SCHOLARSHIPS

- Graduate Research Symposium 1st Place Poster Award 2023
- Wayne State University UROP fellowship The Role of NFkB Innate Immune Factors in Maintaining Drosophila Retinal Integrity (2019-2020)
- Wayne State's Gold Transfer Scholarship (2018)
- Dean's list Henry Ford College (2018)
- Dearborn PTA Scholarship (2018)
- George T. & Helen Martin Endowed Scholarship (2018)
- Award of Excellence, Superintendent's Honors Night (2017)
- Graduating with honors at Fordson High School, Magna Cum Laude (2017)

LANGUAGES

- Arabic -- fluent in reading, writing, and speaking.
- English- fluent in reading, writing, and speaking.

OFFICE OF THE MAYOR



TO: CITY COUNCIL

FROM: MAYOR ABDULLAH H. HAMMOUD

SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION

DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Paul Boyce

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 2 Years

Appointment Term Ending: June 30, 2026

Attendance: N/A

Phone: (313) 598-4410

Email: boycepaul21@gmail.com

Mailing Address: 22144 Edison Street, Dearborn, MI, 48124

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Environmental Commission in accordance with City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Paul Boyce

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 2 Years

Appointment Term Ending: June 30, 2026

Attendance: N/A

Phone: (313) 598-4410

Email: boycepaul21@gmail.com

Mailing Address: 22144 Edison Street, Dearborn, MI, 48124

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

September 25 2024

First Name

Paul

Last Name

Boyce

Phone

+13135984410

Email

boycepaul21@gmail.com

Home Address

22144 Edison Street, Dearborn, MI, USA

Years of Residency in Dearborn

23+

Occupation

Engineer

Company

Maritime Systems LLC

Length of Service

26+

Business Address

22144 Edison St, Dearborn MI 48124

Business Telephone Number

(313) 598-4410

Level of Education

University Degree

Name of Educational Institution & Graduation Year

Texas A&M University at Galveston, 1989

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

The quality of our lives is linked to the environment. There are opportunities to improve our environment, from dense neighborhoods, along River Rouge, to the heavy industrialized "Port of Dearborn." Greatest environmental concerns are 1. Urban Forestry, 2. Municipal Solid Waste (landfilled material, recycling, compost, upcycling), 3. Watershed (business/home downspouts, large paved areas, CSOs, channelized river), 4. Clean energy, 5. Noise, 6. Wildlife, 7. Walkable/bike friendly routes, and 8. Greenspaces. Some thoughts: Would like to see comprehensive urban forestry plan that includes planting trees of benefit to humans and wildlife, then harvesting lumber. Set goals/metrics for municipal solid waste stream: 30% recycled by 2029, 80% diverted from landfill. Divert runoff from business and residential properties to landscape. Remove obstacles for homeowners and businesses to install clean energy alternatives. Buffer residential areas from busy roads and business districts. Maintain safe sidewalks by not just replacing concrete, but also leveling and horizontal cutting.

Are you a veteran?

Yes

Which Branch Did You Serve?

Navy

What Was Your Rank?

E1 to E5, then O1 to O5

Years of Service?

29+

Memberships, Civic Activities, and Awards Received

Ford Homes Historic District (FHHD), Varied Positions Dearborn Youth Hockey, Team Manager Dearborn Youth Soccer, Coach PTA, Varied Positions at DuVall, STEM and Woodworth Boy Scouts of America, Pack & Den Leader see resume

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF BoycePaul_resu...e.pdf

Submitted on September 25 2024



CDR Paul A Boyce USN(Ret), P.E.
22144 Edison Street, Dearborn, MI 48124
313-598-4410, boycepaul21@gmail.com

Maritime Systems LLC

4/1995 - Present

Providing marine technical services to Inland River, Great Lakes and Gulf of Mexico customers; including design/drafting/specifications for new construction and repair; turnkey project management; owner representation for construction/repair.

Department of the Navy

1/1992 - 9/2010

Commander, United States Naval Reserve (Retired)

Engineering Duty Officer

Recognized as technical leader in the United States Navy. Led a group of highly educated staff who had a broad continuum of operational experience and engineering expertise. Developed and refined system-engineered, cost-effective solutions to meet fleet requirements. Led the integration of research and development, design, acquisition, construction, modernization and life cycle management.

Reviewed designs and prepared, solicited and awarded contract bid packages. Supervised construction, identified problems and devised solutions for contracted work.

Naval Architect/Marine Engineer at Atlantic Marine/Alabama Shipyard (4/1997 - 11/1999); CDI Marine, Commercial/Offshore Division (6/1998 - 2/1999); Demopolis Barge (9/1996 - 9/1997); Bender Shipbuilding & Repair (4/1993 - 3/1995); Litton Ingalls Shipbuilding (5/1995 - 9/1996); Jeffboat (12/1990 - 3/1993); Alan C. McClure & Associates (3/1990 - 11/1990); Waller Marine (5/1989 - 3/1990)

R. H. John Chart Agency

10/1985 - 05/1989

Sold and maintained worldwide inventory of nautical charts and hydrographic publications.

Department of the Navy

05/1981 - 12/1991

Enlisted

Basic seamanship to navigation team. Collateral duties included damage control, firefighting, helicopter crash crew, planned maintenance of ship equipment, security team, watch standing, and weather observation.

Education:

Bachelor's Degree, May 1989

Texas A&M University at Galveston, TX United States

Major: Maritime Systems Engineering **Minor:** Hydromechanics **Honors:** Cum Laude

Job Related Training (partial list) :

1. IMO International Maritime Bulk Cargoes (IMSBC) Code, National Cargo Bureau, June 2020
2. Damage Stability (NATCAR-146), National Cargo Bureau, Dec 2018
3. Securing Non-Standardized Cargo (NATCAR-448), National Cargo Bureau, Mar 2015
4. Ship's Stability (NATCAR-461), National Cargo Bureau, Sep 2014
5. Professional Engineering Review Course, Society of Naval Architects and Marine Engineers, Mar 2012
6. Advanced Drydocking Course/Heavylift Ship Operations, NAVSEA, May 2004
7. Officer Leadership Course (CNR-950-0001), Nov 2000

Professional Publications:

1. U.S. Navy Towing Manual, Chapter 8 Heavy Lift Transport and Appendix Q Heavy Lift Sample Calculations, Contributing Editor, Revision 4 (Pending)
2. Market Research of Intermodal Freight Opportunities on Great Lakes/St. Lawrence Seaway System Montreal-SE Michigan, presented SNAME GL-GR Section, Jan. 31, 2003, Port of Monroe, Michigan
3. Salvage Plans for Lakers Using SHCP/Spreadsheets: USCG Preparedness for Response Exercise Program (PREP), presented SNAME GL-GR Section, Feb. 1, 2002, Port of Cleveland, Ohio
4. Docking Officers' Handbook, Puget Sound Naval Shipyard, United States Navy, NAVSHIPYDPUGET P9997(2), May 1997, Bremerton, Washington
5. DDG993 Class Longitudinal Strength Update, Warfighting Improvement Program, Ingalls Shipbuilding, August 1996

Affiliations:

- Society of Naval Architects and Marine Engineers*** - Great Lakes-Great Rivers Section Papers Chair, 2001-2005; Gulf Section Membership Recruiter
- Ford Homes Historic District and Woodworth Neighborhood Association*** - President (both organizations), Secretary, and Historic Restoration Project Manager
- Parent Teacher Association (PTA)*** - Secretary, 2005-2009; Educational Events Coordinator, 2010-2017; Secretary, 2019-2020
- Boy Scouts of America*** - Committee Member, 2010-2015

Licenses:

Professional Engineer: Indiana, 2000 (Active); Alabama, Jul 1997 (Inactive); Washington, Jan 1997 (Inactive)

Qualifications:

1. Bulk Grain Vessel Surveyor, National Cargo Bureau, Mar 2019
2. Heavy Lift Project Officer, Dept of Navy, SUPSALV, Aug 2006
3. Docking Observer, Dept of Navy, MARMC, Mar 2006

Awards & Honors:

Meritorious Service Medal, Navy & Marine Corps Commendation Medal, Navy & Marine Corps Achievement Medal, Navy Unit Commendation, Navy Expeditionary Medal, National Defense Service Medal, Armed Forces Expeditionary Medal, Global War on Terrorism Service Medal, Navy Sea Service Deployment Ribbon.

Personal Skills:

Leadership, Communication, Capable problem solver, Detail oriented, Budget planning, Resource management, Logistics, Microsoft Word, Excel, PowerPoint, AutoCAD, Basic conversational Arabic, Academic background in German, Basic conversational Spanish, First Aid

Volunteer (partial list) :

1. Teacher Assistant in Classroom, Dearborn Public Schools: STEM topics in Elementary and Middle Schools and Substitute Teacher for High School Math/Science classes, 2001-2016.
2. Safe Harbor Maritime Academy: Mentored at-risk teenage boys age 14-17 while sailing, fixing donated sailboats, troubleshooting outboard marine engines, 6/1998-2/1999.

Hobbies:

Cycling - Assembling, repairing, and riding bicycles and tricycles, traditional and electric.
Sailing - Salvaging old sailboats.

OFFICE OF THE MAYOR



TO: CITY COUNCIL
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Ramsey Saymuah

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 300-2359

Email: rsaymuah@cdpaarchitects.com

Mailing Address: 401 South Lafayette Street, Dearborn, MI 48124

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Environmental Commission in accordance with City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Ramsey Saymuah

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 300-2359

Email: rsaymuah@cdpaarchitects.com

Mailing Address: 401 South Lafayette Street, Dearborn, MI 48124

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

October 09 2024

First Name

Ramsey

Last Name

Saymuah

Phone

+13133002359

Email

rsaymuah@cdpaarchitects.com

Home Address

401 South Lafayette Street, Dearborn, MI, USA

Years of Residency in Dearborn

Life

Occupation

Project Manager

Company

CDPA Architects + Planners

Length of Service

2017

Business Address

6 Parklane Blvd. Suite 676, Dearborn

Business Telephone Number

313-406-2175

Level of Education

Master Degree

Name of Educational Institution & Graduation Year

Wayne State University 2024

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

Pollution in the South end of the city, heat islands, the city could use new environmental practices that can make big impacts

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

Planning Commissioner, Vice-Chairman, City of Dearborn

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF Ramsey
Saymuah...t.pdf

Submitted on October 09 2024

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Ramsey Saymuah

Resume Brief

401 S. Lafayette, Dearborn, MI 48128 | 313-300-2359 | rsaymuah@cdpaarchitects.com

Summary

Construction Project Manager with 10 years of hands-on experience in the planning and implementation of multiple project types. Leading work and construction teams from design stage through completion and occupancy.

Education

- Bachelor's in Construction Management – Eastern Michigan University 2021
- Master's in Business Administration - Wayne State University 2024
- Residential Builder's License in process
- OSHA 30-Hour Construction Safety and Health
- Procore Certified: Project Manager (Quality & Safety)
- Procore Certified: Project Manager (Core Tools)

Experience 2016- Present

- Project Manager at CDPA Architects and Planners

Office: Closely working and coordinating with architects, engineers, and contractors on project budgeting, scheduling, constructability, and value engineering to ensure project delivery complies with client budget and timeframe.

Field: Oversight of field construction operations by coordinating the multiple construction trades ensuring work is progressing according to set schedule, implemented in professional and safe manner as well as meeting building codes and all municipality requirements.

Sample Projects

- Allen Park City Hall and Police Building – Renovation and New Construction 6 million. Capacity as Architect's Representative
- Ashley Homestore, two locations – Renovation 2 million
- Tenny Medical Center, Dearborn – New Construction 3 million
- Starbucks Plaza, Dearborn Heights – New Construction 1.5 million
- Magna Health Center, Warren – Renovation 3.5 million
- SOHO Grand Banquet Facility, Westland – New Construction 10 million
- Interior Horticultural Facility, Detroit – Under Construction 8 million
- Private Residence, Dearborn – New Construction 3 million
- Office/Coworking Space, Dearborn – Renovation 0.5 million
- Town Square Retail Plaza, Dearborn Heights – New Construction 4.5 million

Civil Service: Planning Commissioner: Vice-Chairman, City of Dearborn - Expires 2027

References Available Upon Request

OFFICE OF THE MAYOR



TO: CITY COUNCIL
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

Pursuant to the City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9, the Mayor shall appoint members of the Environmental Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Rene Ziaja

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 1 Year

Appointment Term Ending: June 30, 2025

Attendance: N/A

Phone: (313) 478-5692

Email: rene.ziaja@gmail.com

Mailing Address: 727 Mildred Street, Dearborn, MI, 48128

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - ENVIRONMENTAL COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Environmental Commission in accordance with City of Dearborn Code of Ordinance Section 2-416 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* ___

Name: Rene Ziaja

Status: New Appointment

Current Term Ending: N/A

Filling a Vacancy for: N/A

Term Duration: 1 Year

Appointment Term Ending: June 30, 2025

Attendance: N/A

Phone: (313) 478-5692

Email: rene.ziaja@gmail.com

Mailing Address: 727 Mildred Street, Dearborn, MI, 48128

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Public Health Department
cc: Law Department



Dearborn Commissions Application

Submission Date

July 10 2024

First Name

Rene

Last Name

Ziaja

Phone

+13134785692

Email

rene.ziaja@gmail.com

Home Address

727 Mildred Street, Dearborn, MI, USA

Years of Residency in Dearborn

48

Occupation

Retired

Company

[This question was not answered]

Length of Service

[This question was not answered]

Business Address

[This question was not answered]

Business Telephone Number

[This question was not answered]

Level of Education

Master Degree

Name of Educational Institution & Graduation Year

University of Michigan - 2021

Commissions & Boards

Environmental Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

I am most interested in the area of environmental justice, and in ensuring that all members of the community have equal access to clean air and safe living environments. An additional interest is in helping community members learn how to protect and preserve Dearborn's natural environment for future generations.

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

Chair, City Beautiful Commission Accounting Aid Society Volunteer Tax Preparer 2021 University of Michigan Difference Maker Member Phi Theta Kappa National Honor Society

Do you Have a Resume?

Yes

Description of Professional History

[This question was not answered]

Resume

PDF

R. Ziaja
Resume.pdf

Submitted on July 10 2024

Viewed by  monday.com

René Ziaja

Dearborn, Michigan

 rene.ziaja@gmail.com  313-478-5692

 [linkedin.com/in/rene-ziaja-5692](https://www.linkedin.com/in/rene-ziaja-5692)

Summary

Public Administration professional experienced in leading and collaborating with multifocal educational teams, analyzing data, and resolving conflict. Proven talent for identifying problems, simplifying procedures, and finding innovative solutions. **Collaborative, strategic, creative, solutions-oriented change maker.**

Experience



Administrative Data Specialist - Office of Assessment

Dearborn Public Schools

Sep 2018 - Oct 2020 (2 years 2 months)

Computer Data Specialist providing leadership and assessment administration expertise supporting district staff. Ensured compliance with federal and state requirements for student assignments and administration of the WIDA, MSTEP, MI-ACCESS, NWEA, PSAT/SAT, and internal district tests.



President - Dearborn Federation of School Employees AFT Local 4750

Dearborn Public Schools

Dec 2013 - Jan 2019 (5 years 2 months)

Dynamic and collaborative leader of Dearborn Public Schools support staff union. An active district-appointed Continuous Process Improvement committee member for employee recruitment and retention. Contributing partner in creating the Dearborn School Employees Health Program, a union-sponsored healthcare trust providing significant cost savings to the district. Transitioned the local from AFT receivership to independence. Restored autonomy and democratic processes to the local while increasing member engagement.



Accounting Specialist - Business Services

Dearborn Public Schools

Nov 2010 - Sep 2018 (7 years 11 months)

Grant Accounting Specialist responsible for reconciliation and reporting \$30+ million in funding for ACT 18 (Special Education), Title I, II, and III, IDEA, PBIS, GSRP, Perkins, and USDA Food Service awards. Maintained district General Ledger accounts, loaded yearly budget modules, and prepared financial reports, including Board of Education monthly reports, grant status reports, the Schedule of Expenditure of Financial Awards (SEFA), and the Financial Information Database (FID) required annually by the State of Michigan.



Long-Term Substitute Teacher - Special Education

Dearborn Public Schools

Sep 2009 - Dec 2009 (4 months)

Semester-long teaching assignment in elementary mildly cognitively impaired (MOCI) classroom. Improved functioning and cohesiveness of the classroom while exceeding student learning standards. Ensured emotionally stable environment and positive student experiences when engaged in general education classroom learning.



Staffing Services Representative & Education Facilities Presenter

The Henry Ford

May 2003 - Jan 2008 (4 years, 9 months)

Provided direct administrative support to the Vice President and Director of Operations. Scheduled weekly work assignments with unique presentation and period clothing requirements for 300+ staff members in Greenfield Village and the Henry Ford Museum. Provided presentation staff coverage at short notice in all areas of the Museum and Village. Trained employees in the use of scheduling software. Led teams in presenting daytime and overnight educational programs for school-age audiences using museum resources. Adapted programs to fit group size and learning level of participants.

Education



University of Michigan

Master of Arts, Public Administration 2018 - 2020



Eastern Michigan University

Bachelor of Science, Arts Management



Schoolcraft College

Certificate in Accounting

Certification



Michigan School Business Officials

Certified Chief Financial Officer

Skills

Microsoft Excel • Strategy • Problem Solving • Microsoft Office • Writing • Human Resources (HR)

Awards & Recognition

Phi Theta Kappa National Honor Society

2021 University of Michigan Difference Maker Award recognizing academic excellence, integrity, leadership, and creativity.

OFFICE OF THE MAYOR



TO: CITY COUNCIL
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - DEARBORN HISTORICAL ADVISORY COMMISSION
DATE: NOVEMBER 27, 2024

Pursuant to City of Dearborn Code of Ordinance Section 2-406 and City Charter Section 10.9, the Mayor shall appoint members of the Dearborn Historical Advisory Commission, subject to approval by the City Council. Recommendation for the approval of this appointment is made to serve:

Name: Thomas Saroglia

Status: New Appointment

Filling a Vacancy: N/A

Current Term Ending: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 271-4767

Email: saroglia50@yahoo.com

Mailing Address: 2647 Raymond Avenue, Dearborn, MI 48124

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Abdullah H. Hammoud". The signature is written in a cursive style and is positioned above the printed name of the Mayor.

Abdullah H. Hammoud
Mayor

cc: Historical Museum
cc: Library
cc: Law Department

OFFICE OF THE MAYOR



TO: CITY CLERK
FROM: MAYOR ABDULLAH H. HAMMOUD
SUBJECT: NEW APPOINTMENT - DEARBORN HISTORICAL ADVISORY COMMISSION
DATE: NOVEMBER 27, 2024

I hereby certify that the following appointment has been made to the Dearborn Historical Advisory Commission in accordance with the provisions of the City of Dearborn Codes of Ordinance Section 2-406 and City Charter Section 10.9.

See C.R. ___ *Insert the CR that confirmed this appointment* _____

Name: Thomas Saroglia

Status: New Appointment

Filling a Vacancy: N/A

Current Term Ending: N/A

Term Duration: 3 Years

Appointment Term Ending: June 30, 2027

Attendance: N/A

Phone: (313) 271-4767

Email: saroglia50@yahoo.com

Mailing Address: 2647 Raymond Avenue, Dearborn, MI 48124

Respectfully submitted,

Abdullah H. Hammoud
Mayor

cc: Historical Museum
cc: Library
cc: Law Department



Dearborn Commissions Application

Submission Date

June 28 2024

First Name

Thomas

Last Name

Saroglia

Phone

+13132714767

Email

saroglia50@yahoo.com

Home Address

2647 Raymond Avenue, Dearborn, MI, USA

Years of Residency in Dearborn

36

Occupation

Retired

Company

[This question was not answered]

Length of Service

[This question was not answered]

Business Address

[This question was not answered]

Business Telephone Number

[This question was not answered]

Level of Education

University Degree

Name of Educational Institution & Graduation Year

Wayne State - 1972

Commissions & Boards

Dearborn Historical Advisory Commission

Why do you want to join the environmental commission? What environmental issues are of greatest concern for you?

[This question was not answered]

Are you a veteran?

No

Which Branch Did You Serve?

[This question was not answered]

What Was Your Rank?

[This question was not answered]

Years of Service?

[This question was not answered]

Memberships, Civic Activities, and Awards Received

Dearborn Historical Museum Volunteer of the Year Member of the Dearborn Historical Society Friends of the Library Member Dearborn Historical Museum Volunteer since 2012 Henry Ford Museum Volunteer Sacred Heart Church Parishioner

Do you Have a Resume?

No

Description of Professional History

Teamsters Elected Union Official 38 years with auto shipping company

Resume

[This question was not answered]

Submitted on June 28 2024

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EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST: To approve the FY25 SMART contract with the Parks & Recreation Department

DEPARTMENT:

Parks & Recreation

BRIEF DESCRIPTION:

The Dearborn Parks & Recreation Senior Transportation Program, through the use of federal funds, offers transportation services for senior citizens ages 60 and up. This service is available Monday-Friday from 8:30 a.m. to 3:30 p.m. Transportation fees remain at \$1.00 each way, or \$2.00 round-trip, however, no one is refused rides in hardship situations.

PRIOR COUNCIL ACTION:

Approved in FY24 and prior dating back to 1997

BACKGROUND:

The City of Dearborn has partnered with SMART since 1997 to provide transportation services for Dearborn residents ages 60 and older, along with individuals with disabilities.

FISCAL IMPACT:

FY25 Adopted Expenses: \$364,928

FY25 Adopted Revenues: \$364,928

COMMUNITY IMPACT:

Continuation of services for Dearborn seniors ages 60 and up for transportation assistance.



**PARKS
& RECREATION**

EXECUTIVE SUMMARY AND MEMORANDUM

IMPLEMENTATION TIMELINE:

Immediate Effect is Requested.

COMPLIANCE/PERFORMANCE METRICS:

Recreation and Finance Departments manage the quarterly reports and compliance with the SMART regional office.



**PARKS
& RECREATION**

EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council
FROM: Sean Fletcher, Director of Parks & Recreation
VIA: Mayor Abdullah H. Hammoud
SUBJECT: Approval of the FY25 SMART contract with Parks & Recreation
DATE: 11/25/2024

Budget Information

Adopted Budget: \$364,928
Amended Budget: N/A
Requested Amount: N/A
Funding Source: General Fund
Supplemental Budget: N/A

Summary of Request

The City of Dearborn and SMART partner to provide transportation within the City limits to Dearborn citizens. The program transports approximately 200 seniors and disabled individual each week with curb-to-curb service during a typical year. Bus tickets for SMART established bus routes are also available free of charge to Dearborn seniors. Seniors must be at least 65 years of age with valid proof of residency to receive tickets. The Parks & Recreation Department employs 3 part-time Dispatchers annually and up to 8 part-time Drives to conduct this service.



**PARKS
& RECREATION**

EXECUTIVE SUMMARY AND MEMORANDUM

Immediate effect is requested.

Background and Justification

It is respectfully requested that City Council approve this agenda item as presented.



**PARKS
& RECREATION**

EXECUTIVE SUMMARY AND MEMORANDUM

Signature Page

DocuSigned by:
Daniel Plamondon
0B249F0C7B444D3...
Daniel Plamondon 11/25/2024

Assistant Director of Parks & Recreation

DocuSigned by:
Sean R Fletcher
503D989E1A7C481...
Sean R Fletcher 11/25/2024

Director of Parks & Recreation

DocuSigned by:
Michael Kennedy
F7791801421447F...
Michael Kennedy 11/26/2024

Finance Director / Treasurer

DocuSigned by:
Jeremy Romer /26/2024
E7A573BA25E3480...
Jeremy Romer

Corporation Counsel

(c) Services Purchased from SMART (Including Tickets, Shuttle Services/Dial-a-Ride) At the cost of: \$ XXXX

(d) Capital Purchases At the cost of: \$ XXXX

(e) Services Purchased from Subcontractor At the cost of: \$ XXXX

(NAME OF SUBCONTRACTOR)
(See attached Subcontractor Service Agreement)

Total ~~\$171,330~~ 163,171

To the extent that this Contract calls for a payment of funds directly from SMART to a subcontractor, Community hereby acknowledges that it is the party entitled to receive such funds and is affirmatively authorizing and directing SMART to pay such funds directly to the subcontractor on its behalf. Capital purchases permitted with Community Credits are subject to applicable state and federal regulations, and SMART policy, including procurement guidelines. When advantageous, SMART may make procurements directly. Reimbursement for purchases made by Community requires submission of proper documentation to support the purchase (i.e. purchase orders, receiving reports, invoices, etc.). Community Credit dollars available in FY 2025, may be required to serve local employer transportation needs per the coordination requirements set forth in the aforementioned Master Agreement. All Community Credit funds must be spent by June 30, 2029; any funds not spent by that date may revert back to SMART for expenditure consistent with SMART policy.

The Parties acknowledge and agree that this Agreement may be executed by electronic signature, which shall be considered as an original signature for all purposes and shall have the same force and effect as an original signature. The Parties agree that the electronic signatures appearing on this Agreement are the same as handwritten signatures for the purposes of validity, enforceability and admissibility. Without limitation, "electronic signature" shall include faxed versions of an original signature or electronically scanned and transmitted versions (e.g., via pdf) of an original signature.

This Agreement shall be binding once signed by both parties.

SUBURBAN MOBILITY AUTHORITY FOR REGIONAL TRANSPORTATION

CITY OF DEARBORN

Signature

Signature

Printed Name

Abdullah H. Hammound

Printed Name

Title

Mayor

Title

Date

Date

EXHIBIT A

PROJECT DESCRIPTION

Overall Project Description (Provide a descriptive narrative):

The City of Dearborn and SMART partner to provide transportation within the City limits to Dearborn citizens. The program transports approximately 200 seniors and disabled individual each week with curb-to-curb service during a typical year. Bus tickets for SMART established bus routes are also available free of charge to Dearborn seniors. Seniors must be at least 65 years of age with valid proof of residency to receive tickets. The Parks & Recreation Department employs 3 part-time Dispatchers annually and up to 8 part-time Drivers to conduct this service.

Service Area (Provide geographic boundaries):

The area includes 24.5 square miles within the City limits of Dearborn. Dearborn Senior Services, a division of Dearborn Parks & Recreation, will occasionally use charter buses and vans paid with SMART funds for special trips, such as Tiger baseball games or Theater performances for seniors.

Service Times (Provide days and hours of service):

The transportation services are available Monday-Friday from 8:30am to 3:30pm. Passengers are required to schedule trips at least 4 days in advance. Medical appointments are given priority when schedules are set. The Service Reservation phone # is 313-943-4083

Eligible User Groups (Users eligible to use the service):

Residents of Dearborn age 60 and older are eligible for this service. Disabled citizens under the age of 60 may apply for special fare disability ID cards. These individuals must obtain this ID card directly from SMART in order to ride the buses.

Fare Structure: (Cost to use service)

The fee is \$1.00 each way, or \$2.00 round-trip. No one is refused rides in hardship cases.

Service Mode (Describe the amount and type of vehicles available, and whether they are wheelchair lift-equipped):

Dearborn Senior Services has 5 vans with a capacity of 7 and two buses with a seating capacity of 13 each. All vehicles are wheelchair lift-equipped.

EXHIBIT B

PROJECT OPERATING BUDGET

Municipality: City of Dearborn

Contract Period: July 1, 2024 through June 30, 2025

Account Number: 48105

OPERATING EXPENSES:

Administrative Wages/Salary: *(All employees other than drivers and dispatchers)*

(10% max. of MC & CC funds) 26,610.00

Driver Wages 130,304.31

Fringe Benefits 18,754.00

Gasoline & Lubricants 10,200.00

Vehicle Insurance 3,159.00

Parts, Maintenance Supplies 11,660.00

Mechanic Wages 5,300.00

Fringe Benefits 4,240.00

Dispatch Wages 90,550.69

Other (Specify) _____

Other (Specify) _____

Other (Specify) 50,150.00 (see attached)

Sub-Total (Operating Expenses) 350,928.00

PURCHASED SERVICE:

Taxi Service _____

Charter Service 4,000.00

SMART Bus Tickets 10,000.00

SMART Shuttle Service _____

SMART Dial-A-Ride _____

Other (Specify) _____

Sub-Total (Purchased Service) 14,000.00

CAPITAL EQUIPMENT:

(Only list purchases to be made with Community Credits)

Computer Equipment _____

Software _____

Vehicle _____

Maintenance Equipment _____

Other (Specify) _____

Sub-Total (Capital Equipment) _____

TOTAL EXPENSES Operating Expenses, Purchased Service, and Capital Equipment:

364,928.00

EXHIBIT B, continued (Page 2)

REVENUES:

Municipal Credit Funds	<u>102,933</u>	
Community Credit Funds	171,330	<u>163,171.00</u>
Specialized Services Funds		
General Funds	<u>95,024.00</u>	
Farebox	<u>3,800</u>	
Revenue In-Kind		
Service		
Special Fares (Contracted Service)		
Other (Specify)		

TOTAL REVENUE:

364,928.00

(Note: *TOTAL EXPENSES* must equal *TOTAL REVENUE*)

Suburban Mobility Authority for Regional Transportation

EEO COMPLIANCE REPORT A

COMMUNITY PARTNERSHIP FORM

Agency/Community Information

Program Type: Community Partnership Program (CPP) Specialized Service New Freedom JARC 5310

Name of Agency/Community:
City of Dearborn

Address:
16901 Michigan Ave.

City: Dearborn

State: MI

Zip: 48126

Agency/Community Data

1) Has your agency/community completed in excess of \$1,000,000 in

DOT federally-funded contracts from SMART in the past year?

Yes No

2) Does your agency/community employ over fifty (50) transit related employees?

Yes No

If the answers to the previous two questions were both "Yes", Please forward
your agency's/community's Affirmative Action plan to the address below:

Buhl Building
535 Griswold Street, Suite 600
Detroit, MI 48226

Attn: EEO Coordinator

Have all subcontractors been informed of their responsibility to file an EEO Compliance Report A form? Yes No N/A

Drug and Alcohol Testing Program Requirements

Does your agency/community have a DOT Drug and Alcohol testing program for

Safety-sensitive employees? (Vehicle operators, dispatchers, mechanics and armed security)

Yes No

Name of drug and alcohol testing manager? Integrity Testing

Title:

Phone Number: 586-991-0000

Ext:

Email:

Please Proceed to Employment Data Section on Back

Suburban Mobility Authority for Regional Transportation

EEO COMPLIANCE REPORT A

COMMUNITY PARTNERSHIP FORM

1

Employment Data

Report **ONLY** employees directly involved in the operation of your non-emergency transportation program. Including permanent, temporary, or part-time employees. Enter the appropriate figures in the spaces below relating to each employee's race and gender.

Job Classification	Race																	
	Total				Minority													
	Empl oyee s	White			African American		Hispanic		Asian		Pacific Islande r		American Indian		Multi Race			
M ale		Fe male	Min ority	M ale	Fe male	M ale	Fe male	M ale	Fe male	M ale	Fe male	M ale	Fe male	M ale	Fe male	M ale	Fe male	
Officials/Managers	1		1															
Professionals																		
Technicians																		
Office and Clerical Staff	2		2															
Craftsmen (Skilled)																		
Operators (Semi-Skilled)	7	6	1		5	1			1									
Laborers (Unskilled)																		
Service Workers																		
Journey Workers																		
Apprentices																		
Total	10																	

Certification

How was this information obtained? Visual Survey: Yes No Employment Records: Yes No

Name of Authorizing Official (Print): Sean Fletcher

Title: Director

Signature:

Date:

Contact person for report: Dan Plamondon

Title: Assistant Director

Telephone: 313-943-2400

Ext:

Email: dplamondon@dearborn.gov



FINANCE

EXECUTIVE SUMMARY AND MEMORANDUM

Immediate Effect Requested

REQUEST: Award for contract to Demolish & Dispose of Trailers at Camp Dearborn

DEPARTMENT: Recreation & Parks

BRIEF DESCRIPTION: The Parks & Recreation Department, in Conjunction with Purchasing, recommends the award of contract for the demolition and disposal of 109 abandoned trailers at Camp Dearborn, to Maverick Excavating. Maverick Excavating was most recently awarded the contract for demolition of 37 trailers. Maverick has reduced the price for this project by 30% from the previous project due to the higher volume.

PRIOR COUNCIL ACTION: C.R. 8-409-24

BACKGROUND: Camp Dearborn has been working to remove abandoned trailers from the Camp, and has been successful in identifying 109 trailers as ready for demolition and removal. The abandoned trailers are an eye sore and health hazard for Camp visitors and detrimental to the overall aesthetics of the property.

FISCAL IMPACT: \$130,800

IMPACT TO COMMUNITY: Continue to update and improve the safety and appearance of the property for visitors to Camp Dearborn.

IMPLEMENTATION TIMELINE: Work to begin within two weeks of award.

IMPLEMENTATION TIMELINE:

Immediate Effect is requested.

COMPLIANCE/PERFORMANCE METRICS:

Camp Dearborn Staff will oversee adherence to the contract scope of work.



FINANCE

EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council
FROM: City Administration
VIA: Mayor Abdullah H. Hammoud
SUBJECT: Award for Contract to Demolish and Dispose of Abandoned Trailers at Camp Dearborn
DATE: **November 27, 2024**

Budget Information

Revised Budget:	\$441,200
Available Budget:	\$560,172
Requested Amount:	\$130,800
Funding Source:	General Fund, Recreation, Camp DBN General, Camping, Contractual Services, Other Services
Supplemental Budget:	N/A

Summary of Request

The Parks & Recreation Department, in conjunction with Purchasing, recommends the award of contract for the demolition and disposal of 109 abandoned trailers at Camp Dearborn to Maverick Excavating. Maverick Excavating was most recently awarded the contract for demolition of 37 trailers. Maverick has reduced the price for this project by 30% from the previous project due to the higher volume.

It is respectfully requested that Council authorize the award. Immediate effect is requested, although the resulting contract shall not be binding until fully executed.

Background and Justification

Camp Dearborn has been working to remove abandoned trailers from the Camp, and has been successful in identifying 109 trailers as ready for demolition and removal. The abandoned trailers are an eye sore and health hazard for Camp visitors and detrimental to the overall aesthetics of the property.

Each trailer owner affected by this action has been notified of their Default status.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

Procurement Process

The procurement process was in accordance with the Procurement Ordinance Section 2-568 (6)e. Continuity of Professional Services, and all internal policies and procedures. The Purchasing Division requests approval to proceed with the procurement.

Signature Page

Prepared By:

DocuSigned by:
Jay Andrews
A06626481858403

Jay Andrews, Sr. Buyer

Department Approval:

DocuSigned by:
Sean R Fletcher
503008861A7C481

Sean Fletcher, Parks & Rec Director

Budget Approval:

DocuSigned by:
Michael Kennedy
F37918D1421447F

Initial
(HJ)

Michael Kennedy, Finance Director/Treasurer

Corporation Counsel Approval:

DocuSigned by:
Jeremy Romer
ETA5738A25E3480

Jeremy Romer, Corporation Counsel



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

Immediate Effect Requested

REQUEST: Additional Expenditures for Digital Signage Counter for (3) Parking Garages

DEPARTMENT: Department of Public Works & Facilities, in conjunction with Purchasing

BRIEF DESCRIPTION: Request for authorization to add funds to the existing Parking Deck Gates and Fencing Contract, as a result of a change in the Scope of Work.

PRIOR COUNCIL ACTION: C.R. 9-491-24 – Approved the contract with Nationwide Construction Group for the installation of gates and fencing at (3) parking decks.

BACKGROUND: The Department of Public Works & Facilities, in conjunction with Purchasing, recommends adding \$84,790 to the existing Contract with Nationwide Construction Group. The added funding is required in order to install Parking Space Counter Digital Signage at all (3) Parking Deck locations.

FISCAL IMPACT: \$84,790

COMMUNITY IMPACT: With the use of digital signage counters provide real-time information on available parking spaces, reducing the time and frustration drivers face when searching for parking. Improving the parking experience enhances overall user satisfaction, making these parking garages more attractive to visitors and customers.

IMPLEMENTATION TIMELINE: This Project is underway and the change order will not impede installation of Fencing and Gates.

COMPLIANCE/PERFORMANCE METRICS: DPW staff will continue to oversee contractor compliance.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council
FROM: City Administration
VIA: Mayor Abdullah H. Hammoud
SUBJECT: Additional Expenditures for Digital Signage Counters for (3) Parking Garages
DATE: November 18, 2024

Budget Information

Project:	M20028 Parking Decks Gates & Fencing
Total Approved Project Budget:	\$696,573
Available Project Budget:	\$84,790
Requested Amount:	\$84,790
Funding Source:	Facility Fund, Public Works, Additions & Improvements
Supplemental Budget:	N/A

Summary of Request

The City currently has a contract with Nationwide Construction Group for the installation of fencing and gates at (3) Parking Garages. Purchasing has received a request from the Department of Public Works and Facilities to seek approval for a not-to-exceed amount of \$84,790 to allow for a change order to add digital signage for parking space count at the parking garages.

It is respectfully requested that Council authorize the additional expenditures with immediate effect in order to expedite the order of the digital signage. The resulting purchase order will not be binding until executed.

Background and Justification

The demand for efficient, user-friendly parking solutions has increased as the downtown parking garages continue to grow and parking congestion worsens. Digital signage counters for parking garages are essential in addressing several critical needs related to convenience, traffic management, and improved user experiences. With the use of digital signage counters provide real-time information on available parking spaces, reducing the time and frustration drivers face when searching for parking. This efficient system helps prevent drivers from aimlessly circling garages, which can be especially frustrating during peak hours or special events. Improving the parking experience enhances overall user satisfaction, making these parking garages more attractive to visitors and customers.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

Procurement Process

Process: Continuity of Professional Services

The procurement process was in accordance with Section 2-568A (13) Sole Source, of the Procurement Ordinance and all internal policies and procedures.

The Purchasing Division requests approval to proceed with the procurement.

Prepared By:

DocuSigned by:
Mark Rozinsky
017FF0C142E34C3

Mark Rozinsky, Purchasing Manager

Department Approval:

DocuSigned by:
Tim Hawkins
35BABC858ED3455

Tim Hawkins, DPWF Director

Budget Approval:

DocuSigned by:
Michael Kennedy
F77918D1421447F

DocuSigned by:
CK
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Michael Kennedy, Finance Director/Treasurer

Corporation Counsel Approval:

DocuSigned by:
Jeremy Romer
E7A573BA25E1460

Jeremy J. Romer, Corporation Counsel



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

Immediate Effect Requested

REQUEST: Award of Contract for Water Main Lining Under Railroad at Miller and Industrial (Dearborn Job No. 2024-022 - CIP Q74086).

DEPARTMENT: Public Works & Facilities – Engineering Division, in conjunction with Purchasing.

BRIEF DESCRIPTION: Award of Contract to Fer-Pal Construction USA LLC, who submitted the lowest responsive and responsible bid in the amount of \$224,880.00.

PRIOR COUNCIL ACTION: None

BACKGROUND:

The existing eight-inch diameter cast-iron water main was constructed in 1930. It crosses Industrial and the CSX Railroad and is now in need of rehabilitation as there have been several water main breaks. A cured-in-place water main lining will be installed. This method of rehabilitation will be the least disruptive to the area and save time.

FISCAL IMPACT:

- Award Contract in the amount of \$224,880.00 to Fer-Pal Construction USA, LLC.
 - A 5% contingency in the amount of \$11,244.00 is being requested.
-

COMMUNITY IMPACT: The new eight-inch water main lining will better serve the community.

IMPLEMENTATION TIMELINE:

Pending Council approval and weather permitting, this project is set to begin in January of 2025.

COMPLIANCE/PERFORMANCE METRICS:

This contract will be managed by DPWF-Engineering Division.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council

FROM: City Administration

VIA: Mayor Abdullah H. Hammoud

SUBJECT: Award of Contract for Water Main Lining Under Railroad at Miller and Industrial (Dearborn Job No. 2024-022 - CIP Q74086)

DATE: November 18, 2024

Budget Information

Project:	Q74086, WM Lining RR Miller & Industrial
Total Approved Project Budget:	\$265,154
Available Project Budget:	\$259,736
Requested Amount:	\$224,880.00
Contingency Amount:	\$11,244.00 (5%)
Funding Source:	Water Fund, Public Works, Capital Project Support
Supplemental Budget:	N/A

Summary of Request

The Department of Public Works & Facilities – Engineering Division, in conjunction with Purchasing, recommends the award of a contract for Water Main Lining Under Railroad at Miller and Industrial to Fer-Pal Construction USA, LLC. The value of the contract is not expected to exceed \$224,880.00 for the term of the agreement. Fer-Pal Construction USA, LLC has performed satisfactorily in previous construction projects for other metropolitan Detroit communities.

Further, a five-percent (5%) contingency in the amount of \$11,244.00 is being requested to support any emergency lining required that may be encountered during the execution of the project. It is also requested that the City Engineer be authorized to execute all change orders or modifications that utilize all approved contingency.

It is respectfully requested that City Council authorize the award and contingency with immediate effect since this project requires urgent attention and additionally authorize the City Engineer to execute all contract modifications utilizing contingency. The resulting contract shall not be binding until fully executed.

Background and Justification

The existing eight-inch diameter cast-iron water main was constructed in 1930. It crosses Industrial and the CSX Railroad and is now in need of rehabilitation as there have been several water main breaks. A cured-in-place water main lining will be installed. This method of rehabilitation will be the least disruptive to the area and save time.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

Procurement Process

Purchasing solicited bids with process details as follows:

Process:	Invitation to Bid
Issue Date:	October 2, 2024
Deadline Date:	October 30, 2024
Vendors Solicited:	692
Solicitations Obtained:	40
Bids Received:	1

The bids were evaluated with the assistance of key staff from the Engineering Division, and are shown in the following bid summary:

BIDDER	TOTAL BID
Fer-Pal Construction USA LLC	\$224,880.00

Fer-Pal Construction USA LLC, which has successfully completed work for other metropolitan Detroit communities, was found to have submitted the lowest responsive and responsible bid. The procurement process was in accordance with the Procurement Ordinance and all internal policies and procedures. The Purchasing Division requests approval to proceed with the procurement.

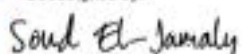
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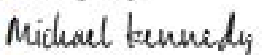
0177F0C143E34C3
 Mark Kozinsky, Purchasing Manager


DocuSigned by:

35B4BC55ED345E
 Tim Hawkins, Director of Public Works & Facilities


DocuSigned by:

8FDE4113B37F442
 Soud El-Jamaly, City Engineer

Budget Approval:

DocuSigned by:

F77918D1421447F
 Michael Kennedy, Finance Director/Treasurer



Corporation Counsel Approval:

DocuSigned by:

ET4573BA25E3480
 Jeremy J. Komer, Corporation Counsel



**ECONOMIC
DEVELOPMENT**

EXECUTIVE SUMMARY AND MEMORANDUM

ORDINANCE NO. 24-1831

CITY CLERK, DEARBORN MI
2024 NOV 12 AM 8:04

11/19/24
INTRO:
ALS
TABLE:
HAM/HER

REQUEST: Zoning Language Amendment: East Downtown Public Parking Exemption

DEPARTMENT: Economic Development

BRIEF DESCRIPTION:

- The proposed amendment would create a public parking exemption area in the East Downtown. This mirrors the parking exemption that exists in the West Downtown.
 - Planning Commission recommends approval of this amendment
 - Staff recommended approval of the amendment to the Planning Commission
-

PRIOR COUNCIL ACTION: N/A

BACKGROUND:

- There are approximately 2,750 public parking spaces in the East Downtown.
 - A recent study showed only a 36% occupancy for public parking in this area, meaning that the supply of public parking exceeds current demand.
-

FISCAL IMPACT: N/A

COMMUNITY IMPACT:

- The proposed amendment would have an immediate impact in the East Downtown by eliminating a significant barrier to opening a business within this area.
-

IMPLEMENTATION TIMELINE:

Requires two readings by City Council.

COMPLIANCE/PERFORMANCE METRICS: N/A

**EXECUTIVE SUMMARY AND MEMORANDUM**

TO: City Council

FROM: Planning Commission

VIA: Mayor Abdullah H. Hammoud

SUBJECT: Zoning Amendment: East Downtown Public Parking Exemption

DATE: November 14, 2024 (COW)

Background and Justification

Currently the East Downtown is regulated via a zoning overlay, known as the BD – Downtown Business District, which provides specific design standards that are applicable on top of the typical zoning requirements. These requirements are similar in nature to the Form-Based Code regulations that exist in the West Downtown District.

While the intent is to replicate a similar form-based code ordinance in the East Downtown, this will occur after the comprehensive Master Plan update. This is because one of the deliverables of that process is a sub-area plan for the East Downtown.

However, there is one specific amendment that staff is recommending to implement now since it is one of the primary barriers to occupying existing buildings within the East Downtown. This barrier is the required parking minimums.

One of the most beneficial regulations that was a part of the West Downtown District updates is the creation of the public parking exemption areas. This provision allows property owners to utilize the existing public parking lots to meet parking requirements as opposed to having to develop their own separate, private parking lots. This is not only a good urban design principle, but it also helps create a more walkable downtown by creating established parking nodes.

Analysis

- As shown in Exhibit B, there is public parking available throughout the entirety of the district. There are approximately 2,750 public parking spaces available to the general public within this area.
- A recent independent parking study, performed by Walker Consultants, demonstrated a low occupancy for parking in this area of the City as shown in Exhibit C and in the graphic below.
 - Notably, public parking spaces averaged a 36% occupancy. This means the supply of public parking exceed current demand.



EXECUTIVE SUMMARY AND MEMORANDUM

East Dearborn Parking Occupancy Rates



Source: Walker Consultants

- One of the biggest barriers that exists to occupying existing buildings in the East Downtown is the parking requirements.
 - A simple change of use from office to retail often cannot be administratively approved. Instead, they must apply to the Zoning Board of Appeals to request a parking variance. These variances are usually approved because of the availability of nearby public parking.
 - The proposed amendment would streamline occupancy of existing buildings within the East Downtown and help support a vibrant, walkable district.
- Certain uses that may create more parking demand such as banquet/rental halls and multiple-family housing are still classified as Special Land Uses (SLU). Those projects would be reviewed on a case-by-case basis by the Planning Commission.
 - Ultimately, the SLU could be denied if it was determined that the lack of private parking would negatively impact adjacent property owners and conflict with the Special Land Use standards outlined in Section 32.03.
- Adopting this ordinance amendment would be consistent with the Parking Study's recommendations of amending parking minimums and improving the downtown walking culture.



ECONOMIC
DEVELOPMENT

EXECUTIVE SUMMARY AND MEMORANDUM

Recommendation:

After due consideration and a public hearing on May 13th, 2024 the following recommendation was made by the Planning Commission:

A motion was made by Commissioner Abdallah, supported by Commissioner Kadouh to approve the matter of amending the Zoning Ordinance of the City of Dearborn by Amending Section 17 "Downtown Business District." Upon roll call the following vote was taken: Ayes: (6) (Commissioners Abdallah, Aljahmi, Easterly, Fadlallah, Kadouh, and King). Absent: (2) (Commissioners Yaffai and Sobh). The motion was adopted.

Signature Page

Prepared by:

Kaileigh Bianchini

KAILEIGH BIANCHINI, AICP
Planning and Zoning Manager

Approved:

Signed by:


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JORDAN TWARDY
Economic Development Director

DocuSigned by:
Jeremy Romer

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JEREMY ROMER
Corporation Counsel

EXISTING ZONING - BD District

- Legend**
- BD - Downtown Business District
 - RA - One Family Residential District
 - BA - Local Business District
 - RB - Community Business District
 - BC - General Business District
 - VP - Vehicular Parking District



BD Zoning District - Public Parking Availability

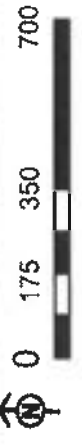
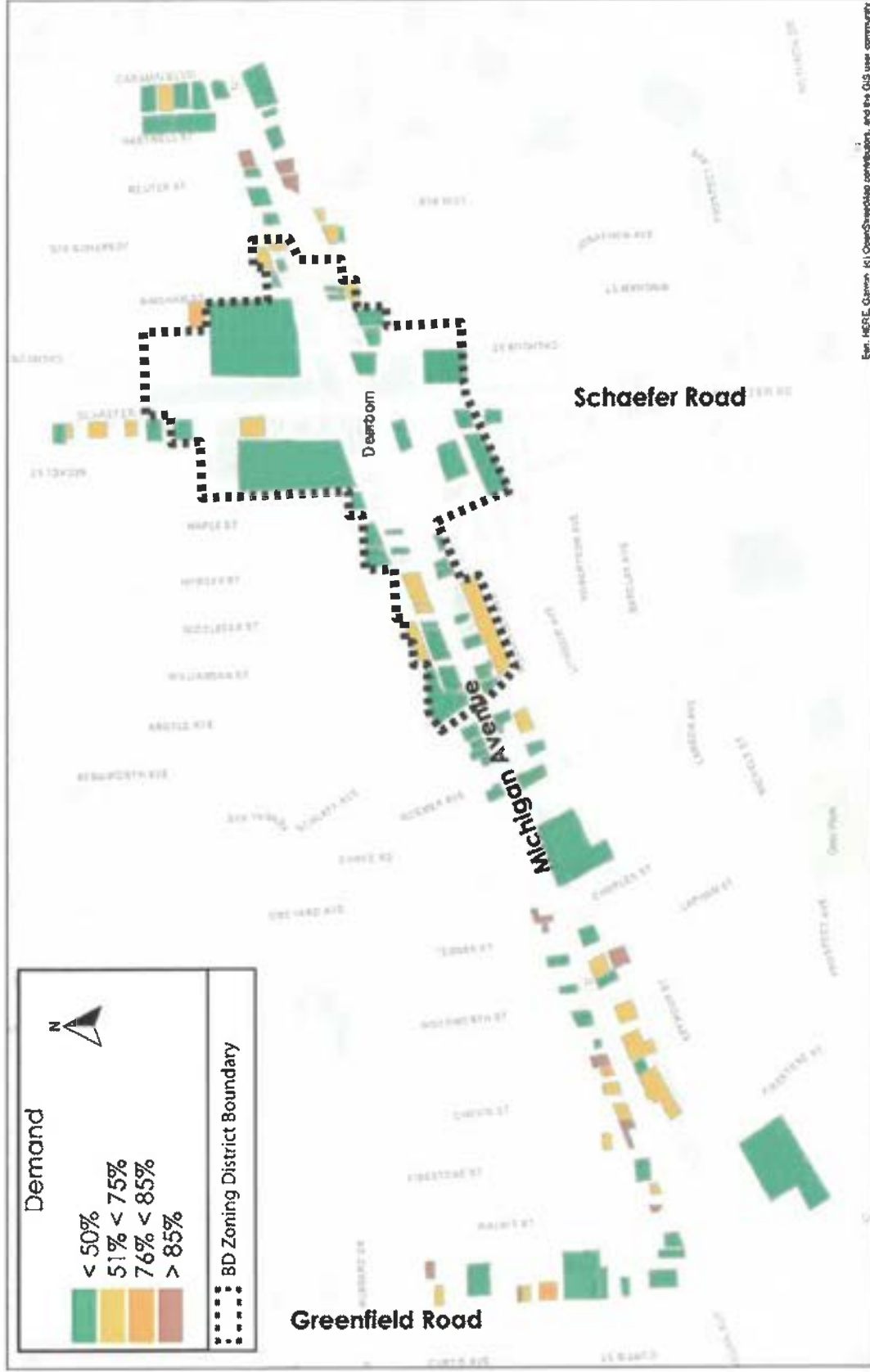




Figure 17: Observed Off-Street Parking Occupancy – East Dearborn



Source: Walker Consultants

ORDINANCE NO. 24-1831
AN ORDINANCE TO AMEND THE ZONING ORDINANCE
OF THE CITY OF DEARBORN BY AMENDING SECTION
17.03 OF ARTICLE 17.00, ENTITLED "DEVELOPMENT STANDARDS"

THE CITY OF DEARBORN ORDAINS TO:

Amend Section 17.03 of Article 17.00 of the Zoning Ordinance of the City of Dearborn to include the following:

Sec. 17.03. - Development standards.

A. Required conditions. Unless otherwise noted, buildings and uses in the B-D, Downtown Business District shall comply with the following requirements:

1. All permitted retail or services establishments shall deal directly with customers. Manufacturing of products for wholesale distribution off of the premises is not permitted.

2. All business, services, or processing, except off-street parking and loading, shall be conducted within a completely enclosed building, unless otherwise specifically permitted.

3. There shall be no outside storage of any goods, inventory, or equipment. Any storage must be clearly accessory to the principal permitted use.

4. Commercially used or commercially licensed vehicles used in the normal operation of a permitted retail or service use on the site may be parked in the rear only. This provision shall apply to operable vehicles that are moved on and off of the site on a regular basis.

5. Parking or storage of damaged or disabled vehicles shall be prohibited. Vehicles parked on a site shall not be used principally for storage, sales, or advertising.

6. All sites shall be maintained in compliance with the open space and landscaping requirements of Section 5.03.

B. Site plan review. Site plan review and approval by the city planner is required for all uses in the B-D, Downtown Business District in accordance with Article 32.00.

C. Area, height, bulk, and placement requirements. Buildings and uses in the B-D, Downtown Business District are subject to the area, height, bulk, and placement requirements in Article 29.00, Schedule of Regulations.

D. Planned Unit Development Mixed Use. Planned Unit Development Mixed Use may be permitted as a means to achieve the basic intent of this district, in accordance with the guidelines in Article 23.00.

E. General development standards. Buildings and uses in the B-A, Local Business District; B-B, Community Business District; and B-C, General Business District shall be subject to all applicable standards and requirements set forth in this ordinance, including the following:

Article	Topic
Article	Topic
Article 1.00	Definitions
Article 2.00	General Provisions
Article 4.00	Off-Street Parking and Loading
Article 5.00	Landscaping
Article 6.00	Walls
Article 7.00	Site Development Standards
Article 29.00	Schedule of Regulations

(F) Off-street parking requirements.

It is the intent of these off-street parking requirements to regulate parking supply and demand in a way that supports the unique character and transportation choices in a downtown urban area.

Due to the strong presence of the existing public parking facilities, properties within the district are not required to provide any private parking. However, new projects and developments are encouraged to supply parking if feasible for their anticipated demand.

The Planning Commission, in its review of any proposed Special Land Uses or Site Plan, shall specifically consider how the proposed project aligns with the parking standards outlined in the table below or as explicitly regulated in Article 4.00.

• Office	3.0	Parking Spaces/1,000 square feet
• Retail	1.0	Parking Spaces/1,000 square feet
• Restaurant	9.0	Parking Spaces/1,000 square feet
• Medical	4.0	Parking Spaces/1,000 square feet
• Community	.5	Parking Spaces/1,000 square feet
• Fraternal Lodges	.5	Parking Spaces/1,000 square feet
• Motel	1.0	Parking Spaces/1,000 square feet
• Residential Apts.	1.0	Parking Spaces/1,000 square feet

~~These requirements reflect amounts based on gross square footage. In this district, the gross square footage shall not be reduced to eighty percent (80%) for purposes of this calculation. If a building has multiple uses then the appropriate parking requirement would be applied to that square footage of the building.~~



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

REQUEST: Award of Contract for A&E Services for the renovation of Esper Library

DEPARTMENT: Library, In Conjunction with Purchasing

BRIEF DESCRIPTION: The Esper Branch Library is in need of repair and updating to meet the current and future needs of the community. Addressing infrastructure repairs through a lens of current expressed interests from the community and re-introducing tangible, recognizable services for family engagement (in line with STEAM; Science, Technology, Engineering, Arts, Math & Music) at this location will increase facility usage, as well as community understanding of the possibilities a library can present to its patrons. MCD Architects was selected as a best source competition exception due to their experience with Michigan Libraries.

PRIOR COUNCIL ACTION: None

BACKGROUND: The Esper Branch Library on Warren Avenue, was established at its current location in January 1953. The branch underwent an extensive expansion and renovation that was completed in November 2000. Since the expansion, there has been deterioration to the facility, most prominently to the roof and window sills and frames, and the walls that support these areas. Current projects of need have been assessed by the Library and City and are in agreement that the damages are in need of immediate attention.

The facility space design is outdated and inefficient for the current and future needs of the community and Library alike. From multiple entry points, to internal disrepair that limits access to usable public space that is of high interest, to even the placement of the staff stations for service grating against the natural flow the facility could have through redesign.

While this year Esper Branch Library has had an increase in patronage, traffic has been historically low overall in recent years. A reinvigoration of the internal space while addressing the structural concerns would aid in patron interest and engagement with the Library. At current, Esper primarily serves patrons who need access to the internet and digital devices or services, as well as families. The intention behind the revitalization of the facility is to re-engage the library with the community, through providing services and space reflecting the community need for family-friendly spaces, as well as those seeking better technical understanding or assistance.

FISCAL IMPACT: A/E Design Fee Not-To-Exceed \$400,000.00

COMMUNITY IMPACT: The planned renovation and service enhancement at the Esper Branch Library presents a unique opportunity to positively impact the Dearborn community, particularly through a focus on STEAM (Science, Technology, Engineering, Arts, Math & Music). Dearborn, a city known for its rich cultural diversity, vibrant family-oriented population, and emphasis on education, stands to benefit significantly from a modernized library facility designed to meet its evolving needs.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

1. Addressing Key Infrastructure Challenges

The Esper Branch Library's structural disrepair, including roof and window deterioration and inefficient space design, limits its ability to serve the community effectively. Renovations that resolve these issues will provide a safe, welcoming, and functional space for patrons of all ages. Updated facilities will enable the library to fully utilize its space, accommodate more visitors, and offer new programs in STEAM fields.

2. Enhancing Family Engagement

Dearborn's demographics highlight a strong presence of young families and children. A redesigned space emphasizing family-friendly activities and resources will directly meet community needs. STEAM programming offers:

- **Hands-On Learning:** Activities like maker labs (such as the SparkLab in Henry Ford Centennial Library), coding workshops, and art classes encourage creativity and critical thinking.
- **Intergenerational Opportunities:** STEAM programming can engage parents and children together, fostering family connections through shared learning experiences.
- **Accessibility:** With updated technology and infrastructure, families gain access to resources they may not have at home, such as high-speed internet, digital tools, and scientific equipment.

3. Promoting Workforce Readiness and Lifelong Learning

Dearborn's economy, deeply rooted in automotive and engineering industries, aligns well with STEAM education's focus on technology and innovation. By introducing STEAM initiatives at Esper, the library will:

- **Support Youth Career Paths:** Programs on robotics, coding, and engineering can inspire future careers in these high-demand fields.
- **Upskill Adults:** Workshops on technical skills and digital literacy cater to adults seeking career advancement or new opportunities.
- **Expand Accessibility:** Offering resources for underserved populations, such as access to technology and training, ensures equitable opportunities for success.

4. Boosting Community Engagement and Library Usage

The revitalized library space and STEAM programming are expected to draw more visitors, reversing trends of low traffic in recent years. Increased patronage has broad benefits:

- **Strengthened Community Ties:** The library becomes a central hub for information, innovation, and cultural exchange.
- **Increased Awareness:** Patrons gain exposure to the library's broader services, from digital resources to community events.
- **Economic Impact:** Higher library traffic can also positively affect nearby businesses, contributing to the local economy.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

5. Aligning with Dearborn's Strategic Goals

The STEAM focus aligns with city-wide initiatives to enhance education, innovation, and family engagement. Libraries are a natural partner in achieving these goals, providing spaces for both formal and informal learning. The updated Esper Branch will serve as a model for how public spaces can adapt to meet 21st-century needs.

Projected Outcomes

1. **Increased Patronage:** Renovations will create a more appealing space, while STEAM services provide a strong draw for families, students, and job seekers.
2. **Stronger Community Connections:** Families and individuals will experience the library as a dynamic space for growth and creativity.
3. **Enhanced Lifelong Learning Opportunities:** With new STEAM programs, the library becomes a critical resource for skill development across all ages.

Investing in the Esper Branch Library not only addresses current infrastructure needs but also positions the library as a vital resource for fostering creativity, innovation, and community growth in Dearborn

IMPLEMENTATION TIMELINE: The project is requested to begin immediately, with a schematic design phase, generating 3D imagery of the proposed improvements, with a goal of construction to take place by end of summer, 2025. The estimated 18-month timeline with each major phase is outlined below.

Conceptual/Schematic Design: 3 months
Design Development: 2 months
Construction Documents: 3 months
Permitting/Bidding: 2 months
Construction: 6 to 8 months

COMPLIANCE/PERFORMANCE METRICS: The Library and DPWF will monitor the completion of this contract.



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

TO: City Council
FROM: City Administration
VIA: Mayor Abdullah H. Hammoud
SUBJECT: Award of Contract for A&E Services for the renovation of Esper Library
DATE: December 3, 2024

Budget Information

Project:	I35424 Esper Library Renovation
Total Approved Project Budget:	\$1,765,421
Available Project Budget:	\$1,762,746
Requested Amount:	Not-To-Exceed \$400,000.00
Funding Source:	Facilities Fund, Libraries, Architect & Engineering Services
Supplemental Budget:	N/A

Summary of Request

Purchasing, on behalf of the Library, recommends the award of a contract for A&E Services for the renovation of Esper Library to MCD Architects, which was selected as a best source through competition exception due to their extensive background in Michigan municipal Library design. This contract includes A&E services and project management until the completion of the construction phase.

It is respectfully requested that Council authorize the award. The resulting contract shall not be binding until fully executed.

Background and Justification

The Esper Branch Library, located on Warren Avenue, has served the Dearborn community since its establishment in January 1953. Its last major expansion and renovation, completed in November 2000, brought the facility into alignment with the community's needs at the time. However, over two decades later, the building has suffered significant structural deterioration, including roof damage, window sills and frames in disrepair, and compromised walls. These issues present an urgent need for remediation to ensure the building's safety and functionality.

Both the Library and City administration have assessed the facility's current condition and unanimously agree that immediate attention is required. Beyond addressing structural issues, the facility's internal design no longer meets the demands of the community or the operational needs of library staff. Challenges include multiple inefficient entry points, outdated layouts limiting public space usability, and service stations poorly positioned in relation to natural traffic flow within the building. These inefficiencies restrict the library's capacity to deliver its full range of services effectively.

Although the Esper Branch has seen a modest increase in patronage this year, its overall traffic remains low compared to historical levels. This trend underscores the critical need for a revitalization effort to reestablish the branch as a vibrant hub of community activity. The proposed project would modernize the facility and align it with current community priorities, particularly the growing demand



FINANCE EXECUTIVE SUMMARY AND MEMORANDUM

for STEAM (Science, Technology, Engineering, Arts, Math & Music) programming, which is essential for family engagement and digital literacy.

Engaging an architecture firm to plan and guide these renovations is a pivotal first step. Professional expertise will ensure that the redesign not only addresses the immediate structural concerns but also reimagines the space to maximize its potential for long-term community benefit. This project represents a transformative opportunity to reinvigorate the Esper Branch Library, fostering renewed patron interest and positioning it as a cornerstone of innovation and learning for Dearborn residents.

Procurement Process

This procurement is in accordance with Section 2-568(b) (6) I, Other/Best Source, of the Code of the City of Dearborn.

Prepared By:

DocuSigned by:
Mark Rozinsky
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Mark Rozinsky, Purchasing Manager

Department Approval:

DocuSigned by:
Betty Adams
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Betty Adams, Library Director

Budget Approval:

DocuSigned by:
Michael Kennedy
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(Signature)

Michael Kennedy, Finance Director/Treasurer

Corporation Counsel Approval:

DocuSigned by:
Jeremy Romer
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Jeremy J. Romer, Corporation Counsel

IMAGINE LIBRARIES

THAT INSPIRE



Recent Projects

Redford Township Public Library

World-class renovation with expanded interactive children's area, teen space, and enhanced study rooms crafted to foster community engagement



Baldwin Public Library

Stunning glass-encased atrium with movable glass wall opening to the park; new circulation desk designed for an inviting and highly functional visitor experience.



Our Experience, Your Success

We care about your vision. Discover why MCD Architects has been a trusted partner for nearly a century.

Transform Your Space, Transform Your Impact

At MCD Architects, we understand that libraries are more than just places to borrow books—they are vibrant community hubs that foster learning, connection, and growth.



90+

Years of Design



130+

Library Projects Completed



60+

Years of Client Partnership





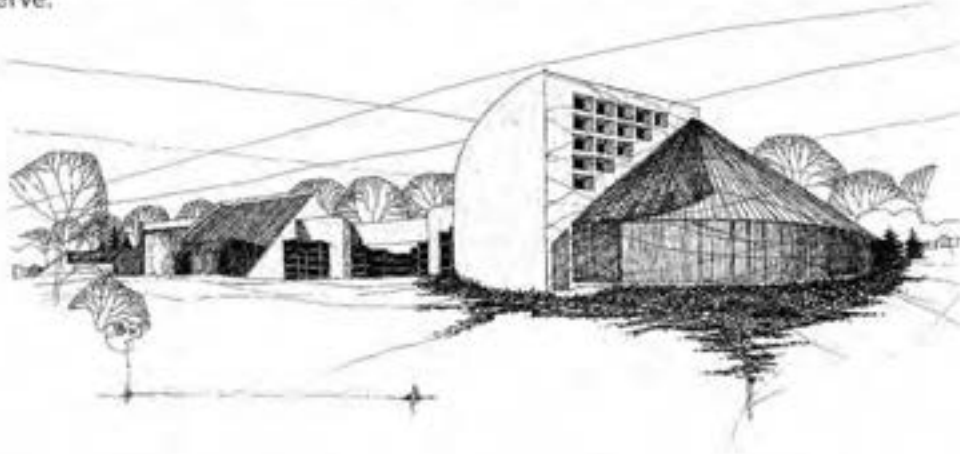
Qualifications

MCD Architects brings unparalleled expertise and a proven track record in library space planning and design, exemplified by:

- **Extensive Library Experience:** Successfully delivering over 100 library planning and design projects across Michigan, encompassing renovations, interior design, and new constructions tailored to meet diverse community needs.
- **Space Utilization Expertise:** Specialized in identifying inefficiencies and implementing innovative spatial solutions that maximize functionality and user experience within library environments
- **Effective Communication and Collaboration:** Skilled in engaging with a wide range of stakeholders from staff and patron needs and desires, ensuring comprehensive input and alignment throughout the design process.
- **Design Software Proficiency:** MCD Architects use AutoCAD, SketchUp, and Revit among other tools, enabling the creation of precise plans and 3D visualizations that align closely with client visions and project goals.
- **Industry Knowledge:** In-depth understanding of current trends, emerging technologies, and best practices in library design and space utilization, ensuring forward-thinking solutions that enhance library functionality and aesthetics.
- **Comprehensive Project Management:** Expertly managing projects from concept to completion, with a focus on meticulous planning, budget adherence, and timely execution to achieve client satisfaction and project success.

Who We Are

MCD Architects has been a cornerstone in Michigan's architectural landscape since 1930, using architecture to add value to communities across the state. As a people-oriented organization, we work closely with our clients to assess their needs, analyze alternatives, and develop creative design solutions. Our projects range from minor renovations and additions to entirely new facilities, each receiving comprehensive design services tailored to our client's specific needs. Personalized service is the hallmark of our practice, ensuring our client receives the attention and dedication they deserve.



90+
Years of Design
Excellence

1000+
Design Projects

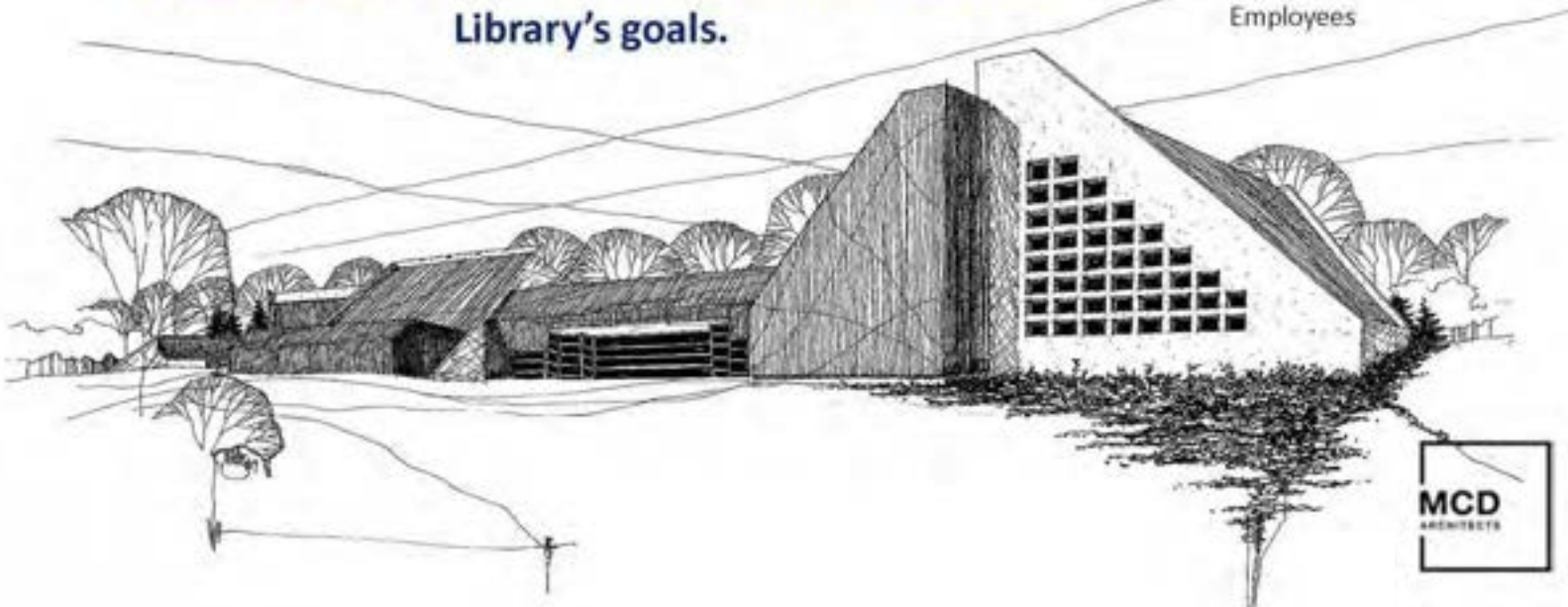
40 +
Library Clients

100 +
Public Library Design
Projects

130+
Michigan Library
Installations

10+
Employees

Our commitment to excellence is evident in our long-term relationships with Michigan public libraries. We invite you to review our extensive experience in advising and guiding these libraries, ensuring they remain at the cutting edge of library service delivery. Our approach is thorough, collaborative, and designed to ensure successful outcomes that align with the Library's goals.



Michigan Library Projects



Indian River Area Library

PETOSKEY

Jordan Valley District Library

TRAVERSE CITY

Frederic Community Library

Oscoda County Library

Devereaux Memorial Library

LUDINGTON

Bullard Sanford Memorial Library

Armada Free Public Library

Pentwater Township Library

MT. PLEASANT

Millington Library

Romeo District Library

GRAND RAPIDS

Briggs District Library



PORT HURON

Saint Clair County Library

Cromaine District Library

LANSING

Lenox Township Library

KALAMAZOO

Vicksburg District Library

North Adams Community Memorial Library

Milan Public Library

Grosse Ile District Library

Farmington Community Library

Northville District Library

Plymouth District Library

Salem-South Lyon District Library

Lyon Township Library

William P. Faust Public Library

Redford Township District Library

Canton Public Library

Fowlerville District Library

Riverview Public Library

Taylor Community Library

Trenton Veterans Memorial Library

Inkster Public Library

Romulus Public Library

Pinckney Community Public Library

Bacon Memorial District Library