

APRIL 2, 2025 BUDGET WORKSHOP

PUBLIC WORKS, UTILITIES, CLERK'S OFFICE



FY2026 PROPOSED BUDGET



**OFFICE OF
THE MAYOR**
ABDULLAH H. HAMMOUD

PUBLIC WORKS PROPOSED BUDGET FY2026

APRIL 2, 2025

Mayor
Abdullah H. Hammoud

Finance Director
Michael Kennedy

Deputy Finance Director
Corey Jarocki



INTRODUCTION

The Department of Public Works and Facilities provides a breadth of services to Dearborn businesses, residents, and visitors, including the following: environmental and infrastructure services designed to ensure cleanliness and safe and efficient movement throughout Dearborn; oversight and management of solid waste collection activities performed by private contractors, including citywide curbside recycling and clearing of illegally dumped debris; construction, maintenance, and engineering design of streets and alleys; snow and ice removal services; senior housing management and property maintenance; sidewalk maintenance, replacement, and repair; traffic regulation systems and safer streets initiatives to improve quality of life; maintenance of water supply, sewer, and stormwater conveyance systems, and City-owned vehicles, facilities, and equipment; and provision of tree removal, street sweeping, street cleanup, landscaping, and other services to improve the look and feel of the city.



Director of Public Works
Tim Hawkins



DIVISIONS & EMPLOYEES

DPW - All Divisions

Administration, Backflow, Building Services, CSO, Engineering, Housing, Motor Transport, Power House, Public Services, Sanitation, Sewerage, and Water

DPW - All Employees

214 Full Time
15 Part Time

KEY ACCOMPLISHMENTS

1

Implemented new daily cleaning schedules with the introduction of the **Clean Streets Team**. Team members are assigned to specific areas to pick up litter, ensuring streets and public spaces are consistently clean.

2

Renamed two senior housing buildings for Mayor John B. O'Reilly Jr. and Suzanne Sareini.

3

Completed **10 major facility updates and upgrades** at Senior Housing buildings.

4

Successfully transitioned to a new waste services contract that was not previously planned for this year. Overcame service challenges by supplementing contracted staff with DPW staff and came to a resolution that worked best for residents.



BY THE NUMBERS



Tree Services

- 8,500 trees trimmed
- 1,389 trees stumped
- 1,102 trees planted



Leaf Collection
28,963 cubic yards
of leaves collected



On the Road

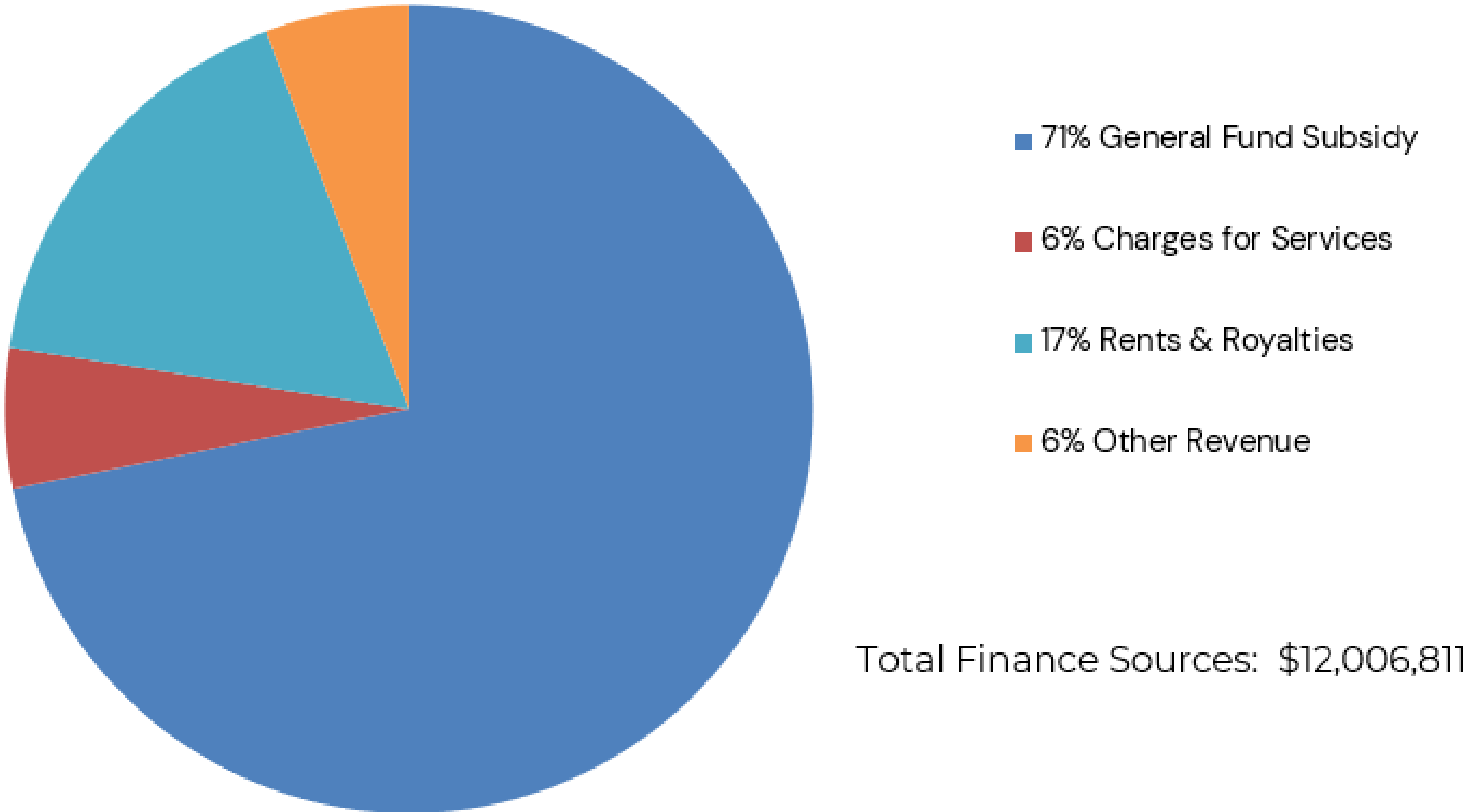
- 5,603 tons of salt used
- 610 tons of cold patch used

AREAS OF FOCUS



- ✓ **Infrastructure, Repair & Maintenance of Water & Sewer Infrastructure**
- ✓ **Continue Lead Service Line Replacements**
- ✓ **Investing in Tree Services**
- ✓ **Investment in Staff**
Added staff to Engineering & Clean Streets Crew to ensure the delivery of ongoing projects.

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND FY2026 PROPOSED FINANCING SOURCES

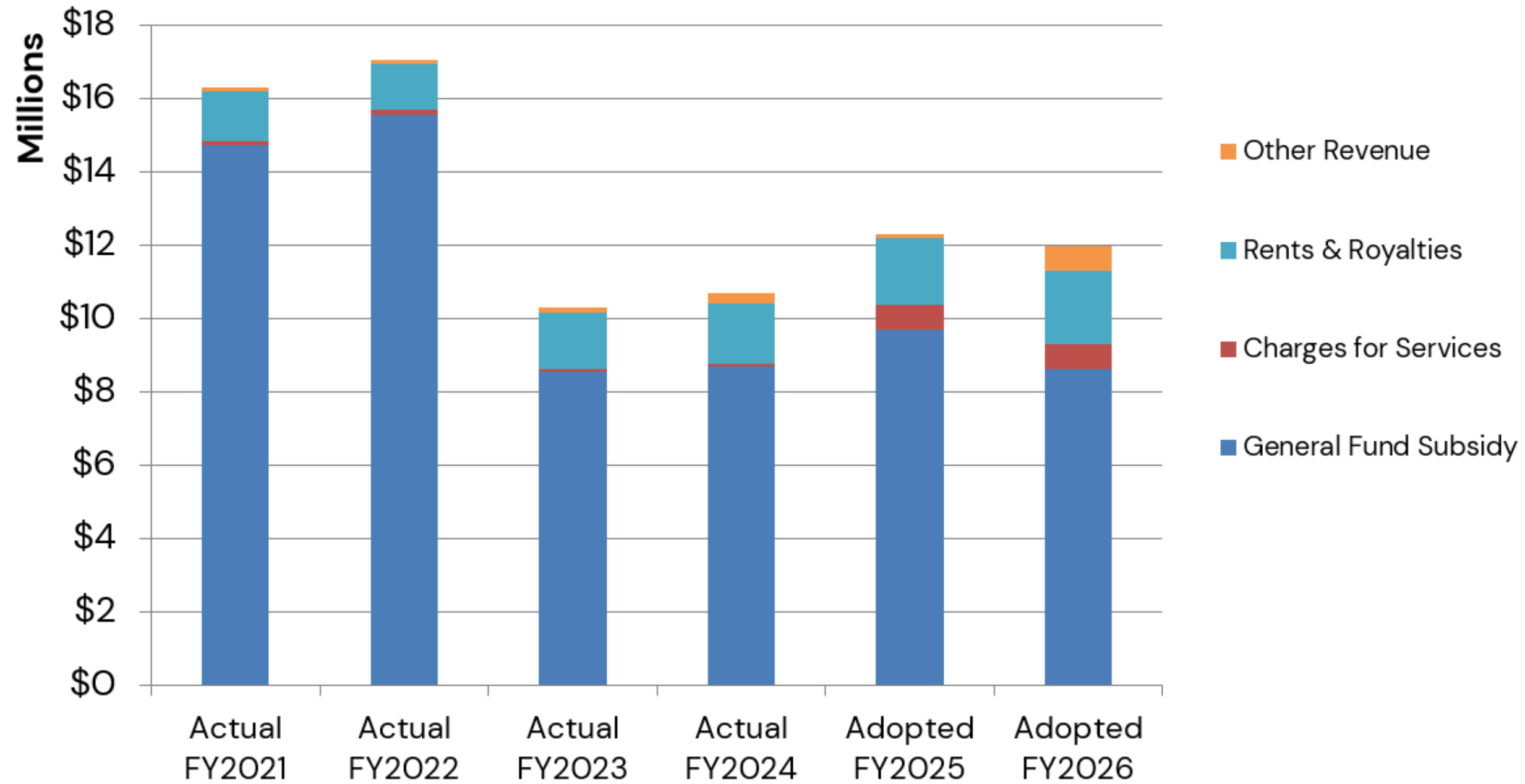


DEPARTMENT OF PUBLIC WORKS - GENERAL FUND FY2026 PROPOSED FINANCING SOURCES

| Revenue by Category | <u>Admin</u> | <u>Line Crew</u> | <u>Parking</u> | <u>Public Services</u> | <u>Central Garage</u> | <u>Train Station</u> | <u>Sanitation (PMDS)</u> | <u>Total DPW</u> |
|---|--------------|------------------|----------------|------------------------|-----------------------|----------------------|--------------------------|------------------|
| General Fund Subsidy | \$708,617 | \$504,719 | \$54,190 | \$7,409,107 | \$(7,662) | \$(44,200) | \$ - | \$8,624,771 |
| Charges for Services | - | - | 468,169 | 22,199 | - | - | 182,390 | 672,758 |
| Rents & Royalties | - | 8,403 | 16,890 | 1,435,737 | - | 556,755 | - | 2,017,785 |
| Other Revenue | - | 3,500 | - | 1,000 | 1,000 | 200 | 685,797 | 691,497 |
| Total Public Works Financing Sources | \$708,617 | \$516,622 | \$539,249 | \$8,868,043 | \$(6,662) | \$512,755 | \$868,187 | \$12,006,811 |

Public Services includes the DPW Sanitation, Highways, and Parks divisions.

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND FY2026 PROPOSED FINANCING SOURCES



- FY2023 - FY2026: Includes allocation of Rubbish Millage directly to Sanitation.
FY2026 Allocation: \$6.3M

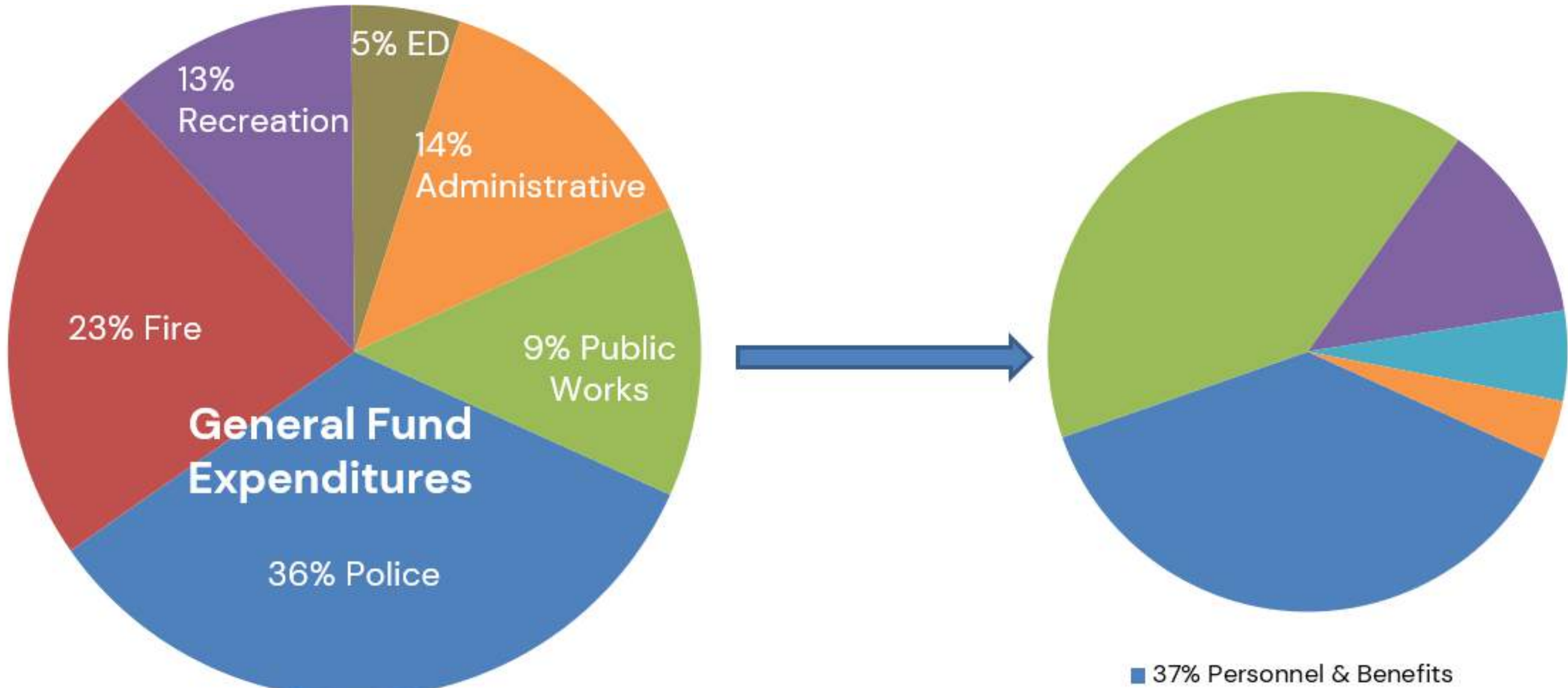
DEPARTMENT OF PUBLIC WORKS - GENERAL FUND

FY2026 PROPOSED FINANCING SOURCES

| Revenue by Category | Actual FY2021 | Actual FY2022 | Actual FY2023 | Actual FY2024 | Adopted FY2025 | Proposed FY2026 | Variance FY2025 to FY2026 | |
|---|------------------|------------------|------------------|------------------|-------------------|---------------------|------------------------------|--------------------|
| General Fund Subsidy | \$14,810,645 | \$15,655,330 | \$8,671,988 | \$8,785,039 | \$9,803,969 | \$8,624,771 | A | \$(1,179,198) -12% |
| Charges for Services | 103,545 | 136,127 | 67,077 | 82,653 | 686,785 | 672,758 | | (14,027) -2% |
| Rents & Royalties | 1,386,927 | 1,266,155 | 1,528,694 | 1,639,675 | 1,820,042 | 2,017,785 | B | 197,743 11% |
| Reimbursements | 16,141 | 2,525 | 4,721 | 6,370 | 2,500 | 690,297 | C | 687,797 27512% |
| Commissions | - | - | - | - | 500 | 200 | | (300) -60% |
| Other Revenue | 5,800 | 750 | 40,025 | 204,468 | 1,000 | 1,000 | | - 0% |
| Other Revenue Subtotal | 21,941 | 3,275 | 44,746 | 210,838 | 4,000 | 691,497 | | 687,497 17187% |
| Total Public Works Financing Sources | \$16,323,058 | \$17,060,887 | \$10,312,505 | \$10,718,205 | \$12,314,796 | \$12,006,811 | | \$(307,985) -3% |

- A. General Fund Subsidy:** Decrease in Fleet replacement funding. Clean streets crew moved to Sanitation division, covered by Sanitation millage and reimbursement from DDDA's and BDIA's.
- B. Rents and Royalties:** \$80K increase in equipment use allocation to Street funds (leaf pickup, sweeping, maintenance). Reimbursements from Amtrak for train station expenditures.
- C. Reimbursements:** DDDA's and BDIA's reimbursement for insourcing maintenance contracts (clean streets crew).

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND FY2026 PROPOSED FINANCING USES

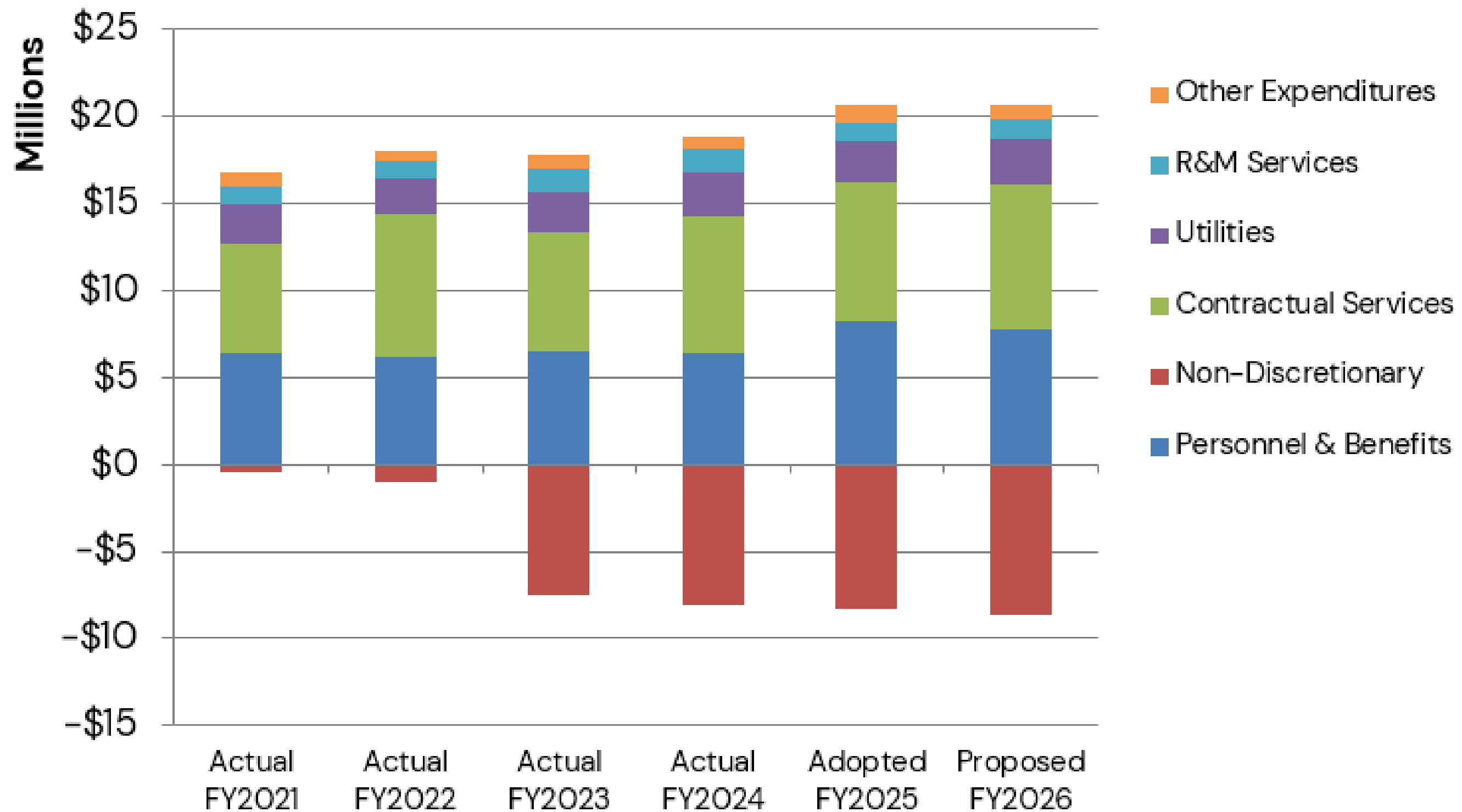


Total DPW financing uses: \$12,006,811

Total General Fund financing uses: \$151,279,028

- 37% Personnel & Benefits
- 40% Contractual Services
- 13% Utilities
- 6% R&M Services
- 4% Other Expenditures

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND FY2026 PROPOSED FINANCING USES



FY2023-2026: Non-Discretionary Includes allocation of Rubbish Millage directly to Sanitation \$6.3M in FY26.

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND

FY2026 PROPOSED FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | |
|-------------------------------------|------------------|--------------------|--------------------|--------------------|--------------------|---------------------|-------------------------|---------------------|
| <u>Non-Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | |
| Postemployment Healthcare | \$758,269 | \$650,391 | \$164,330 | \$195,340 | \$178,169 | \$118,151 | A | \$(60,018) -34% |
| Ch. 22 General Employee Revised | 525,642 | 650,629 | 533,719 | 514,650 | 569,619 | 595,801 | | 26,182 5% |
| Ch. 22 General Employee Operative | 102,263 | 102,530 | 97,159 | 47,746 | 38,082 | 25,906 | B | (12,176) -32% |
| Innovation & Technology | 125,285 | 135,945 | 42,460 | 168,032 | 183,306 | 171,052 | | (12,254) -7% |
| Central Garage Services | 780,309 | 769,230 | 751,454 | 779,953 | 850,000 | 802,200 | C | (47,800) -6% |
| Fleet Replacement | 587,680 | 35,000 | 878,690 | 785,000 | 1,048,500 | 150,000 | D | (898,500) -86% |
| Facility Lease | 85,978 | 109,727 | 136,890 | 155,529 | 195,574 | 198,303 | | 2,729 1% |
| Fleet & General Liability Insurance | 265,286 | 276,817 | 265,426 | 250,579 | 299,082 | 396,709 | E | 97,627 33% |
| Communications | 26,845 | 27,698 | 28,575 | 24,024 | 35,791 | 46,743 | | 10,952 31% |
| Central Garage Fuel | 117,485 | 192,364 | 253,214 | 180,081 | 221,100 | 204,900 | F | (16,200) -7% |
| Debt Service | 579,645 | 579,591 | 579,424 | 578,865 | 578,596 | 579,028 | | 432 0% |
| Expenses Allocated In | 156,384 | 224,912 | 230,697 | 293,107 | 371,273 | 314,661 | G | (56,612) -15% |
| Transfers Out | 203,175 | 188,169 | 201,781 | 221,252 | 655,617 | 1,514 | H | (654,103) -100% |
| Expenses Allocated Out | (4,770,978) | (4,951,558) | (1,660,993) | (12,317,766) | (13,493,015) | (12,190,943) | I | 1,302,072 -10% |
| Non-Discretionary Subtotal | (456,732) | (1,008,555) | (7,497,174) | (8,123,608) | (8,268,306) | (8,585,975) | | (317,669) 4% |

A. PEHC: Funding at ADC level.

B. CH22: Funding at ADC level.

C. Central Garage: Decreased allocation to DPW based on prior years.

D. Fleet Replacement: Case Loader Bucket Funded in FY2026.

E. Insurance: Estimated premium increase.

F. Fuel: Decrease based on prior actuals and YTD.

G. Expenses Allocated In: Charges from Facilities for Line Crew expenses.

H. Transfers Out: Transfer of funds for Waste / Recycling carts (funded by Rubbish millage) in FY2025.

I. Expenses Allocated Out: Allocation to other divisions for public services allocation.

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND

FY2026 PROPOSED FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|-------------------------|------|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | |
| Salary, Wages, & Allowances | \$3,972,539 | \$3,804,311 | \$3,583,095 | \$3,779,706 | \$5,006,046 | \$5,131,959 | \$125,913 | 3% |
| Personnel Services: Benefits | 2,382,773 | 2,419,777 | 2,908,559 | 2,571,147 | 3,181,253 | 2,669,523 | (511,730) | -16% |
| Personnel & Benefits Subtotal | 6,355,312 | 6,224,088 | 6,491,654 | 6,350,853 | 8,187,299 | 7,801,482 | A (385,817) | -5% |
| Contractual Services | 6,283,018 | 8,113,846 | 6,857,701 | 7,859,203 | 8,032,962 | 8,276,705 | B 243,743 | 3% |
| Utilities | 2,252,281 | 2,072,515 | 2,292,023 | 2,506,931 | 2,327,955 | 2,597,614 | C 269,659 | 12% |
| Repair & Maintenance Services | 1,109,770 | 981,412 | 1,398,962 | 1,402,417 | 1,065,847 | 1,151,573 | D 85,726 | 8% |

- A. Personnel & Benefits:** Contractual and step increases. See FTE slides for budgeted FTE changes. Decrease distributed personnel expense from Public Services to DPW Parks and Sanitation.
- B. Contractual Services:** Priority increase per contract (3.5%, \$194K), EKOS vehicle management software \$156K. Reduction to debris hauling to landfill.
- C. Utilities:** Street Lighting Electric: \$260K
- D. Repair & Maintenance:** Outsourcing of Fleet Maintenance \$50K.

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND

FY2026 PROPOSED FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|------------------|-------------------------|------|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | |
| Rentals | 14,473 | 13,209 | 24,557 | 62,180 | 26,500 | 17,750 | (8,750) | -33% |
| Printing & Publishing | - | 394 | 1,345 | 229 | 2,750 | 6,450 | 3,700 | 135% |
| Training & Transportation | 9,600 | 9,151 | 13,741 | 6,105 | 22,600 | 16,548 | (6,052) | -27% |
| Supplies & Materials | 662,573 | 615,175 | 614,305 | 572,042 | 789,000 | 688,525 A | (100,475) | -13% |
| Other Expenses | 12,146 | 9,849 | 7,026 | 7,662 | 30,189 | 11,139 B | (19,050) | -63% |
| Items for Resale | 65,402 | 22,647 | 71,325 | 61,425 | 80,000 | 10,000 C | (70,000) | -88% |
| Capital Outlay | 15,215 | 7,156 | 37,040 | 12,766 | 18,000 | 15,000 | (3,000) | -17% |
| Other Expenditure Subtotal | 779,409 | 677,581 | 769,339 | 722,409 | 969,039 | 765,412 | (203,627) | -21% |
| <hr/> | | | | | | | | |
| Total Public Works | | | | | | | | |
| Financing Uses | \$16,323,058 | \$17,060,887 | \$10,312,505 | \$10,718,205 | \$12,314,796 | \$12,006,811 | \$(307,985) | -3% |

A. Supplies and Materials: Reduction in DPW upgrade projects (training room in FY2025). Small reductions in cold patch, and rock salt.

B. Other Expenses: Reduction in miscellaneous operating contingencies.

C. Items for Resale: Waste and recycling carts (sufficient inventory on hand).

DEPARTMENT OF PUBLIC WORKS - GENERAL FUND FY2026 PROPOSED FULL TIME EQUIVALENTS

| Positions by Division | FY2021 | | FY2022 | | FY2023 | | FY2024 | | FY2025 | | FY2026 | | FY2025 to FY2026 | |
|----------------------------|--------------|--------------|--------------|-------------|--------------|-------------|--------------|-------------|--------------|-------------|--------------|-------------|------------------|-------------|
| | FT | PT | FT | PT | FT | PT | FT | PT | FT | PT | FT | PT | | |
| Administration | 3.00 | 0.70 | 1.68 | 0.70 | 1.51 | 0.70 | 1.51 | - | 3.51 | - | 3.51 | - | - | 0% |
| Line Crew | 1.00 | - | 1.00 | - | 1.00 | - | 1.00 | - | - | - | - | - | - | 0% |
| Public Services | 43.00 | 3.50 | 45.00 | 1.40 | 47.00 | 1.40 | 59.00 | 1.40 | 42.00 | 1.40 | 52.00 | 1.40 | A 10.00 | 23% |
| Parks | - | - | - | - | - | - | - | - | 15.00 | - | - | - | B (15.00) | -100% |
| Central Garage | 11.00 | 4.20 | 11.00 | 4.20 | 11.00 | 3.50 | 11.00 | 2.80 | 11.00 | 2.80 | 11.00 | 2.10 | C (.70) | -5% |
| Sanitation (PMDS) | 3.00 | 2.10 | 2.00 | 2.10 | 2.25 | 2.10 | 3.25 | 1.40 | 2.25 | .70 | 11.25 | - | D 8.30 | 281% |
| DPW Positions (FTE) | 61.00 | 10.50 | 60.68 | 8.40 | 62.76 | 7.70 | 75.76 | 5.60 | 73.76 | 4.90 | 77.76 | 3.50 | 2.60 | 3.3% |

- A. Public Services:** 15 DPW Parks staff re-organized back into Public Services. 5 Clean Streets Crew moved to Sanitation division.
- B. Parks:** 15 DPW Parks re-organized back into Public Services.
- C. Sanitation:** 5 Clean streets crew moved from Public Services. Additional 4 Clean Streets Crew positions requested. 1 PT Field Inspector eliminated (.70 FTE).

*FTE totals include 4 Full Time unfunded positions (OAI, Tree Trimer, Process Improvement Manager, DPW Supervisor).

THANK YOU



313-943-2150



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DEPARTMENT OF PUBLIC WORKS
**WATER & SEWER
PROPOSED BUDGET
FY2026**

APRIL 2, 2025

Mayor

Abdullah H. Hammoud

Finance Director

Michael Kennedy

Deputy Finance Director

Corey Jarocki



INTRODUCTION

This division's responsibilities are to install, operate, and maintain the City of Dearborn Water and Sewer systems by conforming to federal, state, and local regulatory requirements to ensure excellence in water quality for the City of Dearborn Residence. Major divisional tasks include: inspection, repair, and maintenance of 1 major and 6 minor lift stations; 4 CSO capture/treatment facilities; 13 diversion chambers; 48 storm water outfalls; 7 combination sewer outfalls; 11,351 catch basins; 11,634 manholes; 4,057 gate wells; 3,019 fire hydrants; over 650 miles of sewer mains and over 370 miles of water mains. Other divisional tasks include implementing storm water pollution control initiatives; assisting the Engineering Division; issuance of fire hydrant permits; maintenance of city-owned building backflow devices; and providing support to other City departments.

Water Subdivisions

Engineering
Water Supply
Backflow Prevention

Employees

86 Full Time
3 Part Time



Director of Public Works
Tim Hawkins

KEY ACCOMPLISHMENTS

1

Replaced **389 lead services** across the city.

2

Secured **\$850,000 in grant funds** for lead service replacement outreach to residents.

3

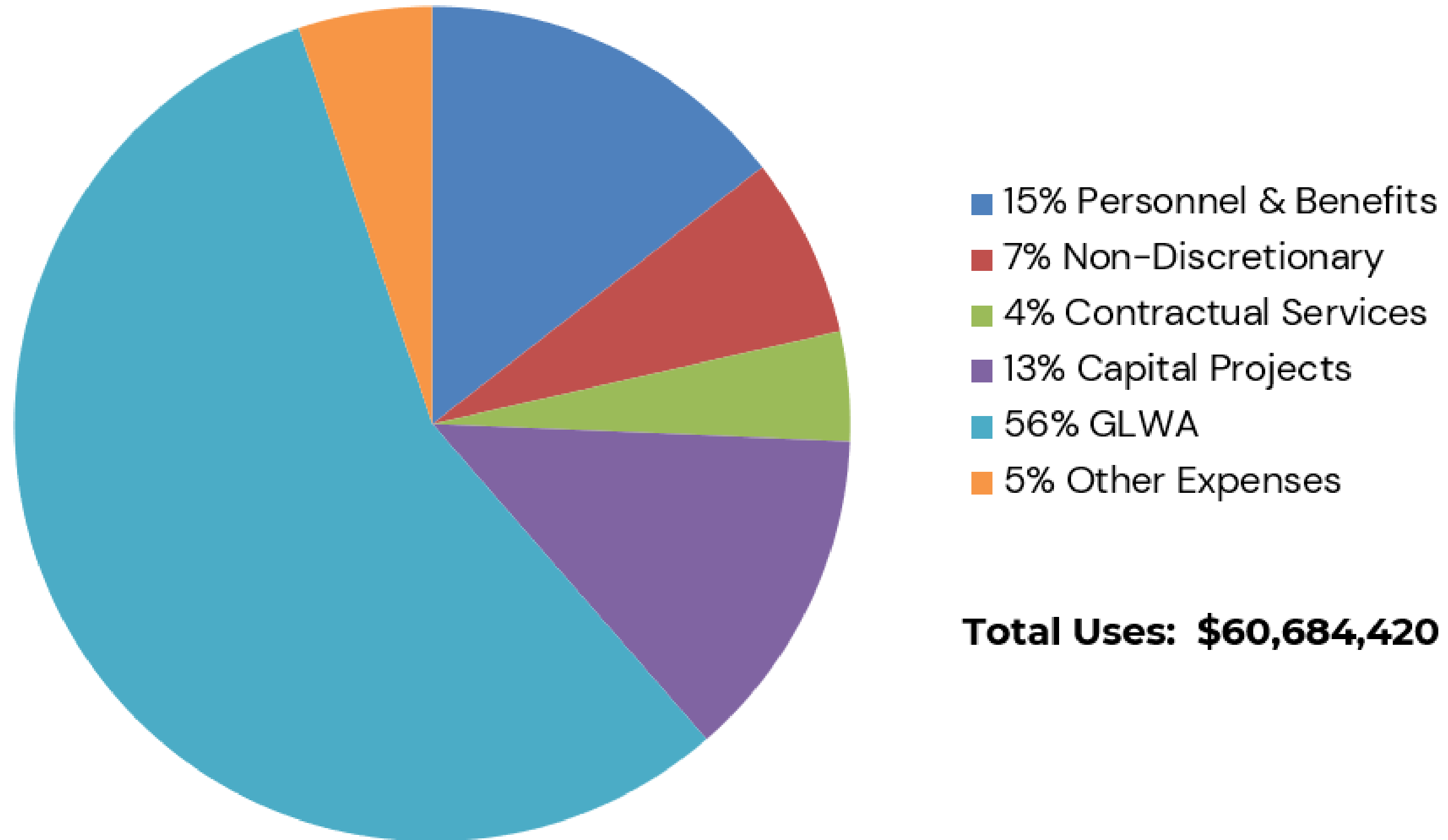
Caisson site number two closure completed.

4

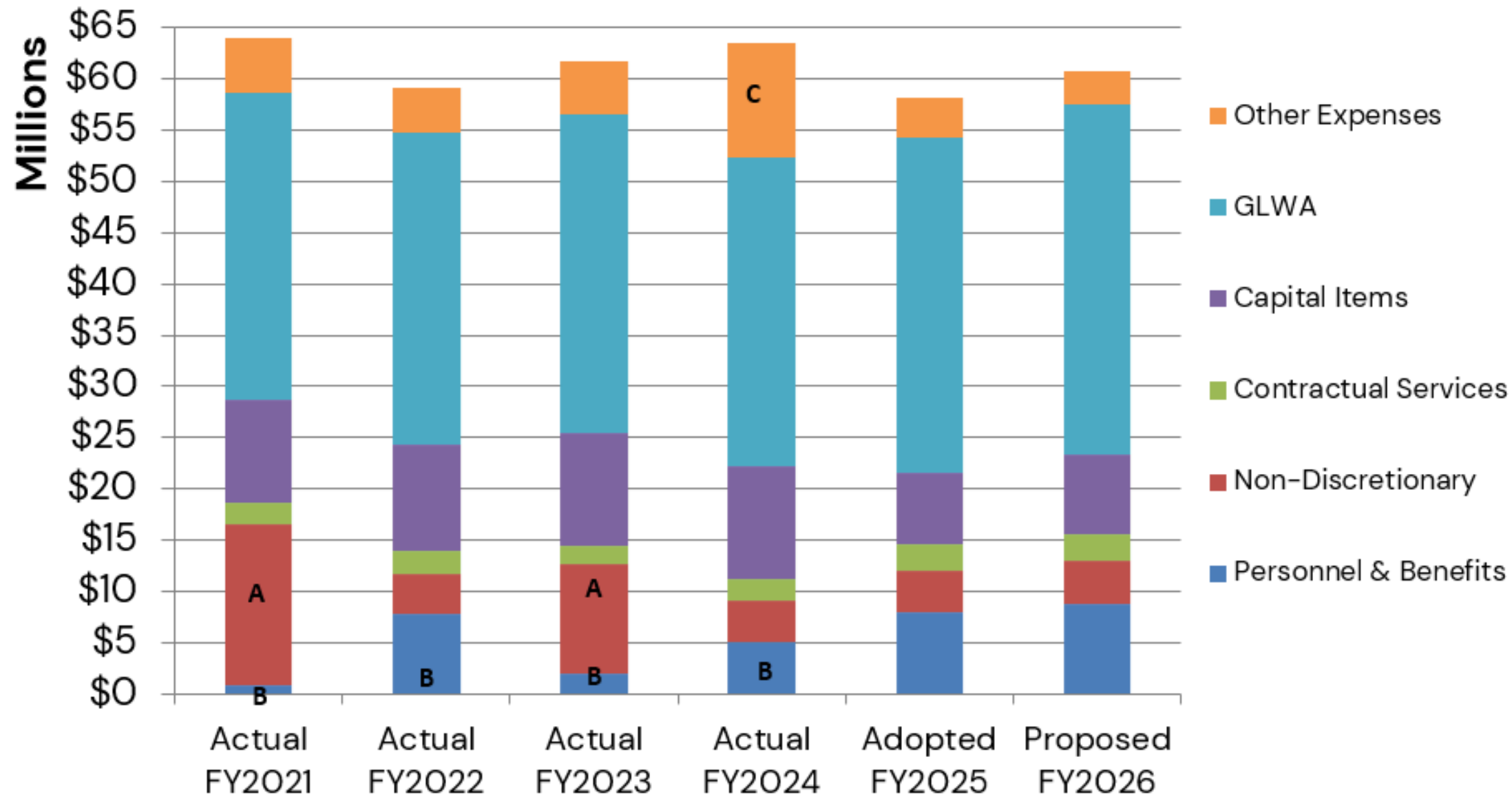
122 water main breaks repairs completed since Jan. 2025.



WATER & SEWER: FINANCING USES PROPOSED FY2026



WATER & SEWER: FINANCING USES MULTI-YEAR COMPARISON



- A. 2021 and 2023 Non-Discretionary includes \$12.5M, and \$7.3M respectively of water assets constructed in coordination with CSO projects, and contributed to the Water Fund.
- B. Personnel & Benefits in FY2021 through FY2024 include accounting adjustments for GASB 68 & 75 compliance. This decreased actual expenditures from \$7.4M to \$915K in FY21, increased from \$7.2M to \$7.8M in FY2022, decreased from \$6.3M to \$1.9M in FY2023, and decreased from \$6.6M to \$5.1M in FY2024.
- C. Other Expenses in FY2024 includes \$5.25M for C2 caisson site rehabilitation, and \$1.8M for contractual Lead Service Line replacements.

WATER & SEWER: FINANCING USES

MULTI-YEAR COMPARISON

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | | |
|-------------------------------------|-------------------|------------------|-------------------|------------------|------------------|------------------|------------------|----------------|-----------|
| Non-Discretionary | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 | FY2026 | FY2025 to FY2026 | | |
| Postemployment Healthcare | \$1,474,298 | \$1,637,023 | \$1,116,081 | \$987,713 | \$1,124,369 | \$1,409,370 | A | \$285,001 | 25% |
| Ch. 22 General Employee Revised | 446,753 | 521,800 | 414,713 | 355,005 | 366,353 | 396,553 | B | 30,200 | 8% |
| Ch. 22 General Employee Operative | 166,708 | 158,714 | 143,875 | 86,672 | 68,916 | 67,660 | | (1,256) | -2% |
| Innovation & Technology | 287,177 | 307,091 | 198,197 | 300,230 | 346,431 | 324,874 | C | (21,557) | -6% |
| Central Garage Services | 217,562 | 212,716 | 239,546 | 259,852 | 336,400 | 318,200 | D | (18,200) | -5% |
| Facility Lease | 202,101 | 282,940 | 281,214 | 334,116 | 337,801 | 283,340 | E | (54,461) | -16% |
| Fleet & General Liability Insurance | 411,110 | 563,850 | 642,833 | 766,700 | 859,236 | 961,828 | F | 102,592 | 12% |
| Communications | 59,692 | 55,797 | 60,471 | 50,255 | 57,659 | 76,454 | G | 18,795 | 33% |
| Central Garage Fuel | 73,918 | 133,924 | 149,026 | 109,297 | 137,100 | 118,400 | H | (18,700) | -14% |
| Debt Service | 243,453 | 220,511 | 196,498 | 173,838 | 637,294 | 637,597 | | 303 | 0% |
| Transfers Out | 12,561,401 | 39,990 | 7,464,575 | 1,200,404 | 131,951 | 233,056 | I | 101,105 | 77% |
| Expenses Allocated Out | (572,776) | (314,593) | (241,053) | (591,644) | (422,811) | (596,561) | J | (173,750) | 41% |
| Non-Discretionary Subtotal | 15,571,397 | 3,819,763 | 10,665,976 | 4,032,438 | 3,980,699 | 4,230,771 | | 250,072 | 6% |

- A. OPEB:** Funding at ADC level.
- B. CH22:** Funding at ADC level.
- C. Innovation & Technology:** Allocation credit applied in FY2026, equipment replacement plan not funded in FY2026 (sufficient funding on hand).
- D. Central Garage:** Decrease in percentage allocated to sewer based on prior year actuals.
- E. Facility Lease:** Allocation methodology updated to percentage of workorders. Allocation credit applied in FY2026.

- F. General Insurance:** Increase in estimated premiums and allocation for Sewer.
- G. Communications:** Allocation of Comcast Fiber costs.
- H. Fuel:** Reduction based on prior year department consumption.
- I. Transfers Out:** Employee HSA funding 100% per contracts.
- J. Expenses Allocated Out:** Engineering allocation

WATER & SEWER: FINANCING USES

MULTI-YEAR COMPARISON

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | | |
|--|---------------|---------------|---------------|---------------|---------------|--------------------|-------------------------|-----------|-----|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | | |
| Salary, Wages, & Allowances | \$5,948,001 | \$5,683,967 | \$4,887,307 | \$5,108,875 | \$6,202,307 | \$7,019,941 | A | \$817,634 | 13% |
| Personnel Services: Benefits | (5,033,534) | 2,154,720 | (2,920,192) | 17,193 | 1,848,769 | 1,759,389 | | (89,380) | -5% |
| Personnel & Benefits Subtotal | 914,467 | 7,838,687 | 1,967,115 | 5,126,068 | 8,051,076 | 8,779,330 | | 728,254 | 9% |
| Contractual Services | 2,168,428 | 2,258,544 | 1,889,157 | 1,999,339 | 2,659,455 | 2,562,435 | B | (97,020) | -4% |
| Capital Items | 10,002,542 | 10,431,057 | 10,899,047 | 11,010,391 | 6,913,400 | 7,859,125 | C | 945,725 | 14% |
| Items for Resale (GLWA) | 30,017,172 | 30,383,573 | 31,082,850 | 30,140,038 | 32,687,700 | 34,111,400 | D | 1,423,700 | 4% |

- A. Personnel & Benefits:** Compensation study increases, contractual step increases. 1 PT Office Support position eliminated (.70 FTE). 2 PT Construction Engineering Technicians requested (1.40 FTE). 1 GIS Administrator moved from IT.
- B. Contractual Services:** Sewer and CSO contractual R&M for facilities (mechanical, heating / cooling, etc.).
- C. Capital Items:** Capital Project Funding Water and Sewer system repairs and maintenance (detail listing on later slide).
- D. Items for Resale:** Budgetary increase in charges from GLWA: Sewer \$933,200, Water \$490,500.
- \$29.4M of \$34.1M is a fixed charge (100% Sewer, 60% Water).
 - Assumes \$770,000 additional non-contract buffer built into overall water charge.
 - Current GLWA withholdings total \$8,766,434 as of March 31st.

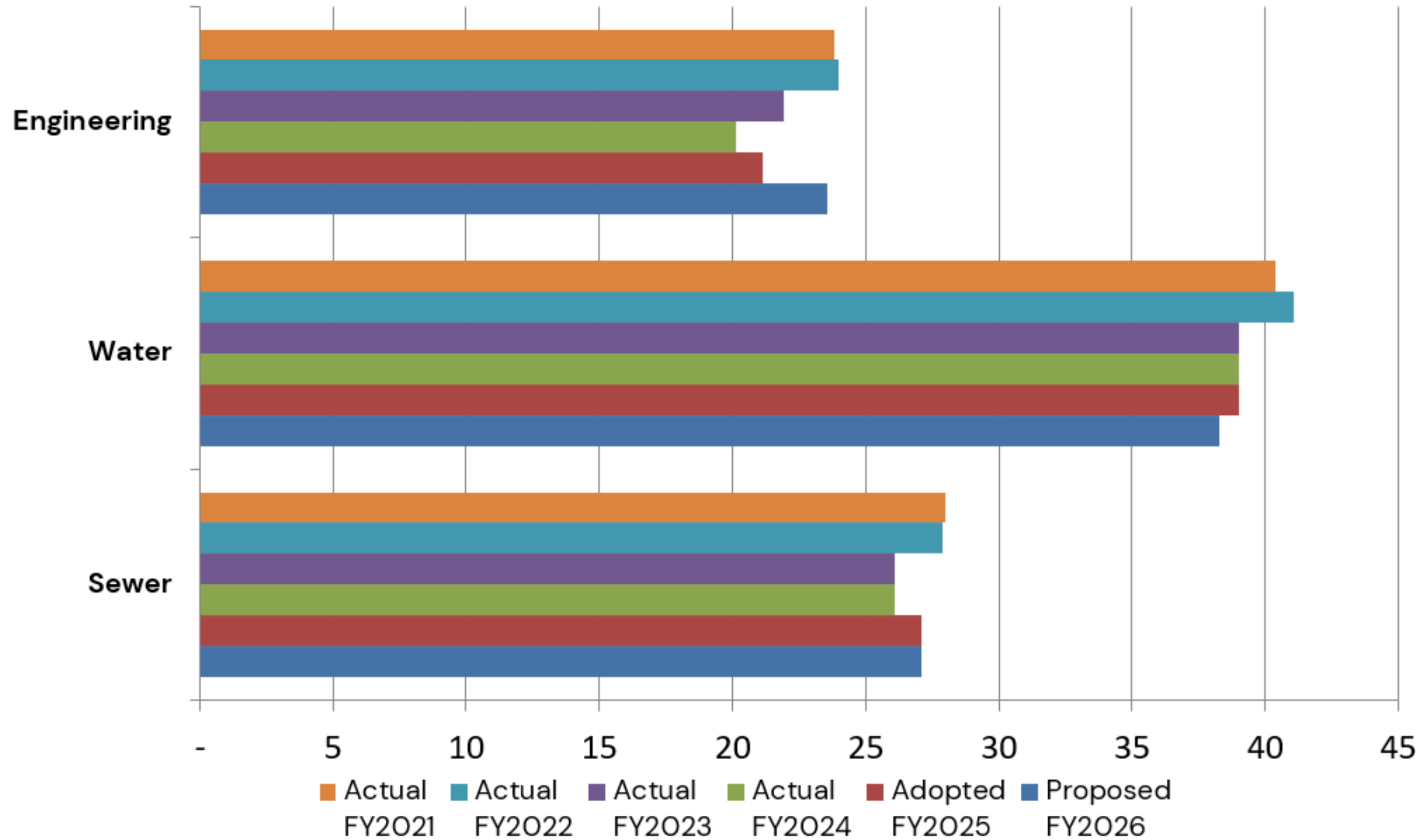
WATER & SEWER: FINANCING USES

MULTI-YEAR COMPARISON

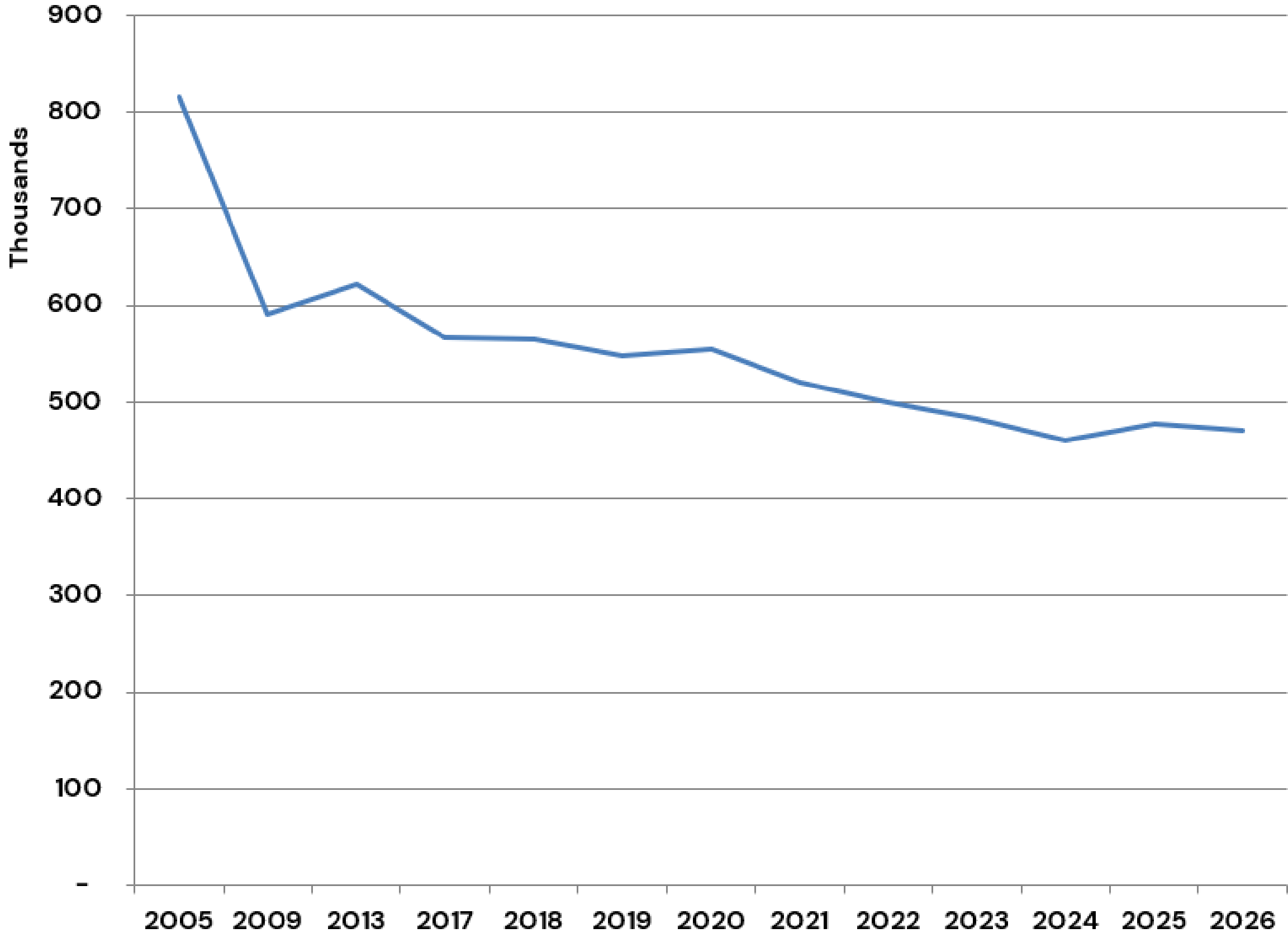
| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-------------------------|--------------------|-------------|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | | |
| Utilities | 373,130 | 389,588 | 362,509 | 470,410 | 394,116 | 443,116 | A | 49,000 | 12% |
| Repair & Maintenance Services | 1,051,245 | 1,294,097 | 810,120 | 686,040 | 1,353,382 | 882,882 | B | (470,500) | -35% |
| Rentals | 11,044 | 10,054 | 9,664 | 9,114 | 17,840 | 14,000 | | (3,840) | -22% |
| Construction Expenses | 3,037,931 | 1,880,252 | 3,104,691 | 8,983,351 | 242,500 | 304,000 | C | 61,500 | 25% |
| Printing & Publishing | 467 | 1,250 | 835 | 115 | 1,250 | 750 | | (500) | -40% |
| Training & Transportation | 13,700 | 31,921 | 47,464 | 54,184 | 60,200 | 71,500 | | 11,300 | 19% |
| Supplies & Materials | 746,029 | 665,801 | 845,920 | 837,740 | 961,780 | 1,016,910 | D | 55,130 | 6% |
| Other Expenses | 32,690 | 31,487 | 52,830 | 43,526 | 60,255 | 53,595 | | (6,660) | -11% |
| Capital Outlay | 18,858 | 19,991 | - | 24,253 | 729,065 | 354,606 | E | (374,459) | -51% |
| Other Expenditure Subtotal | 5,285,094 | 4,324,441 | 5,234,033 | 11,108,733 | 3,820,388 | 3,141,359 | | (679,029) | -18% |
| Total W&S Funds Financing Uses | \$63,959,100 | \$59,056,065 | \$61,738,178 | \$63,417,007 | \$58,112,718 | \$60,684,420 | | \$2,571,702 | 4% |

- A. Utilities:** Increase electric and water costs.
- B. Repair and Maintenance:** Reduction in repair and maintenance, based on prior trends (grout injections, concrete, sewer connections, etc.)
- C. Construction Expenses:** City portion of sewer repair costs and associated engineering costs.
- D. Supplies and Materials:** Water meters increase of \$30K (in association with lead line replacements). CSO chemicals, \$13.5K increase.
- E. Capital Outlay:**
 - Engineering: 3 vehicle replacements (2 pickups, 1 van): \$135,000
 - Water Operating: 1 Freightliner Dump: \$219,606

WATER & SEWER FY2026: PROPOSED FTES



WATER & SEWER: RATES WATER USAGE SYSTEM-WIDE



| Fiscal Year | Usage |
|-------------|---------|
| 2005 | 815,641 |
| 2006 | 781,310 |
| 2007 | 668,825 |
| 2008 | 742,697 |
| 2009 | 591,086 |
| 2010 | 703,350 |
| 2011 | 642,379 |
| 2012 | 629,504 |
| 2013 | 622,108 |
| 2014 | 585,935 |
| 2015 | 537,534 |
| 2016 | 573,804 |
| 2017 | 567,448 |
| 2018 | 565,392 |
| 2019 | 546,973 |
| 2020 | 554,120 |
| 2021 | 520,447 |
| 2022 | 499,926 |
| 2023 | 482,604 |
| 2024 | 460,646 |
| 2025 | 478,020 |
| 2026 | 470,000 |

PROPOSED SEWER RATES: FY2026

| | | 590 Sewer Fund | | |
|-----------------------|----------|-----------------|-----------------|-----------------|
| Utility Rates | | <u>FY2025</u> | <u>FY2026</u> | <u>Variance</u> |
| Expense | A | \$31,910,110 | \$33,083,026 | 3.7% |
| Non-Rate Revenue | B | 1,901,450 | 2,040,842 | 7.3% |
| Required Revenue | | \$ 30,008,660 | \$ 31,042,184 | 3.4% |
| | | | | |
| Capacity at 28% | | \$ 8,402,425 | \$ 8,691,812 | 3.4% |
| Equivalent Accounts | | 48,869 | 48,869 | 0.0% |
| Capacity Rate | | \$ 42.98 | \$ 44.46 | 3.44% |
| | | | | |
| Commodity at 72% | | \$ 21,606,235 | \$ 22,350,372 | 3.4% |
| Usage (Mcf) | C | 445,000 | 445,000 | 0% |
| Commodity Rate | | \$ 48.60 | \$ 50.20 | 3.29% |

- A. FY26 Expense change related to Capital Project funding, GLWA charges, Personnel, and Insurance.
- B. Non-rate revenue includes collection penalties, delinquent transfer fees, sewer repairs, interest, etc.
- C. System-wide estimated usage remains flat from FY25 estimate (470,000 MCF). Sewer usage includes Cliffs Steel concession (per agreement) of 50% sewer usage (25,000 MCF).

PROPOSED WATER RATES: FY2026

| | | 591 Water Fund | | |
|-------------------------------|----------|----------------|-----------------|-----------------|
| Utility Rates | | <u>FY2025</u> | <u>FY2026</u> | <u>Variance</u> |
| Expense | A | \$23,498,386 | \$24,354,557 | 3.6% |
| Non-Rate Revenue | B | 1,255,901 | 1,396,514 | 11.2% |
| Required Revenue | | \$ 22,242,485 | \$ 22,958,043 | 3.2% |
| Capacity at 28% | | \$ 6,227,896 | \$ 6,428,252 | 3.2% |
| Equivalent Accounts | | 48,869 | 48,869 | 0.0% |
| Fireline Equivalent Accounts | | 24,283 | 24,283 | 0.0% |
| Capacity Rate | | \$ 18.17 | \$ 18.75 | 3.20% |
| Fireline Capacity Rate | C | \$ 27.56 | \$ 28.44 | 3.20% |
| Commodity at 72% | | \$ 16,014,589 | \$ 16,529,791 | 3.2% |
| Usage (Mcf) | | 470,000 | 470,000 | 0.0% |
| Commodity Rate | D | \$ 34.10 | \$ 35.20 | 3.22% |

A. FY26 expense increase related to funding for GLWA, Vehicles, and Personnel.

B. Non-Rate Revenue includes collection penalties, delinquent transfer fees, and interest.

C. Fireline Capacity rate increased 3.2% to match Water Capacity rate for system users.

D. Estimated system-water usage remains flat from FY2025 estimate.

WATER & SEWER SAMPLE BILLS: FY2026

| Total Quarterly Billing | | | | | |
|-------------------------|------------|--------|-----------|------------------|------|
| Example | Meter Size | Usage | FY2025 | FY2026 | |
| Minimum | 5/8" | - | \$ 61.15 | \$ 63.21 | 3.4% |
| Residential | 5/8" | 2.0 | 226.55 | 234.01 | 3.3% |
| Commercial | 1" | 5.00 | 535.80 | 553.42 | 3.3% |
| Multi-Dwelling | 1.5" | 10.00 | 1,071.60 | 1,106.85 | 3.3% |
| Fireline | 6" | - | 1,378.00 | 1,422.10 | 3.2% |
| Large Industrial | 6" | 125.00 | 13,395.00 | 13,835.62 | 3.3% |
| Manufacturing | 8" | 200.00 | 21,432.00 | 22,136.99 | 3.3% |

| Total Annual Billing | | | | | |
|----------------------|------------|-------|-----------|------------------|------|
| Example | Meter Size | Usage | FY2025 | FY2026 | |
| Minimum | 5/8" | - | \$ 244.60 | \$ 252.84 | 3.4% |
| Residential | 5/8" | 8.0 | 906.20 | 936.04 | 3.3% |
| Commercial | 1" | 20.0 | 2,143.20 | 2,213.68 | 3.3% |
| Multi-Dwelling | 1.5" | 40.0 | 4,286.40 | 4,427.40 | 3.3% |
| Fireline | 6" | - | 5,512.00 | 5,688.40 | 3.2% |
| Large Industrial | 6" | 500.0 | 53,580.00 | 55,342.48 | 3.3% |
| Manufacturing | 8" | 800.0 | 85,728.00 | 88,547.96 | 3.3% |

WATER & SEWER: FINANCING USES

FY2026: PROPOSED CAPITAL PROJECTS

| Sewer Fund Capital Projects | FY2026 Proposed Budget | Percent of Combined Rate |
|---------------------------------|---------------------------|-----------------------------|
| Storm Sewer Separation Phase 3 | \$ 1,945,725 | 4.0% |
| Sewer Rehab & Joint Grouting | 800,000 | 1.7% |
| Street, Alley & Sidewalk Repair | 280,450 | 0.5% |
| Total Capital Projects | \$ 3,026,175 | 6.2% |

| Water Fund Capital Projects | FY2026 Proposed Budget | Percent of Combined Rate |
|---------------------------------|---------------------------|-----------------------------|
| Water Main & Asphalt | \$ 2,520,000 | 5.0% |
| Lead Line Replacements | 2,000,000 | 4.0% |
| Street, Alley & Sidewalk Repair | 280,450 | 0.6% |
| Total Capital Projects | \$ 4,800,450 | 9.6% |

MUNICIPAL WATER BILL COMPARISON

RESIDENTIAL AT 8.0 MCF / YEAR

| Municipality | Effective Date | Fixed Charges | Variable Charges | Other Charges | Total Annual Cost | Billed Variable Percent | Billed Fixed Percent |
|--|----------------------------|----------------------|----------------------|-----------------|------------------------|-------------------------|----------------------|
| Royal Oak | July 1, 2024 | \$ - | \$1,132.00 | \$64.00 | \$1,196.00 | 95% | 5% |
| Northville Township | July 1, 2022 | 365.04 | 674.40 | - | 1,039.44 | 65% | 35% |
| Sterling Heights | July 1, 2024 | 200.40 | 891.20 | - | 1,091.60 | 82% | 18% |
| Westland | January 1, 2020 | 300.00 | 689.36 | - | 989.36 | 70% | 30% |
| Detroit | July 1, 2024 | 141.72 | 685.20 | 27.04 | 853.96 | 80% | 20% |
| Livonia | July 1, 2024 | 293.00 | 553.60 | - | 846.60 | 65% | 35% |
| Warren | July 1, 2024 | 34.44 | 754.56 | - | 789.00 | 95% | 5% |
| <i>Dearborn FY25 Adopted</i> | <i>July 1, 2024</i> | <i>244.60</i> | <i>661.60</i> | <i>-</i> | <i>\$906.20</i> | <i>72%</i> | <i>28%</i> |
| <i>Dearborn FY26 Proposed</i> | <i>July 1, 2025</i> | <i>252.84</i> | <i>683.20</i> | <i>-</i> | <i>\$936.04</i> | <i>72%</i> | <i>28%</i> |

Other Charges:

- Royal Oak: Billing Admin Fee of \$16 / quarter
- Detroit: Add Sewer Service Charge of \$6.76 / quarter

Variable / Fixed Percent:

- Percentages subject to change with usage.

WATER & SEWER RATES - RESIDENTIAL BILL BREAKDOWN

| Budget Item | Total Cost | Percentage | Quarterly Cost | Yearly Cost |
|--------------------------------------|---------------------|-------------|-----------------|-----------------|
| GLWA – Operating Budget | \$34,111,400 | 63.2% | \$147.90 | \$591.58 |
| Capital Project Funding | \$7,826,625 | 14.5% | \$33.93 | \$135.73 |
| Dearborn Active Personnel & Benefits | \$5,949,534 | 11.0% | \$25.74 | \$102.96 |
| Dearborn Water / Sewer – Operating | \$3,129,401 | 5.8% | \$13.57 | \$54.29 |
| Dearborn Legacy Costs (Retirees) | \$2,213,267 | 4.1% | \$9.59 | \$38.38 |
| GLWA – Non Contract Buffer | \$770,000 | 1.4% | \$3.28 | \$13.10 |
| Total: | \$54,000,227 | 100% | \$234.01 | \$936.04 |

Residential customer with 5/8" or 3/4" meter size, and quarterly usage of 2.0 MCF

- A. GLWA Operating** – Accounts for cost of Water supply, and Sewage treatment.
- B. Dearborn Operating** – Includes Contractual Services, Supplies, Utilities, Insurance, Fuel, R&M, Capital Equipment, etc.
- C. Legacy Costs** – Includes funding for CH22, OPEB, and Pension & OPEB Debt Service.
- D. GLWA Non-Contract Buffer** – Estimated amount built into GLWA water charge due to Dearborn not having a model contract. (Amounts are withheld from GLWA payments and escrowed).

THANK YOU



313-943-2150



DEARBORN.GOV/CONTACT



DEARBORN.GOV/BUDGET





DEPARTMENT OF PUBLIC WORKS **SENIOR HOUSING PROPOSED BUDGET FY2026**

APRIL 2, 2025

Mayor

Abdullah H. Hammoud

Finance Director

Michael Kennedy

Deputy Finance Director

Corey Jarocki



INTRODUCTION

Dearborn Senior Apartments provides affordable housing for 672 low and moderate-income older adult households over the age of 55 or for persons with disabilities. The Housing Division (DPW) manages buildings and programs at John B. O'Reilly Jr. Manor (west) and Suzanne Sareini Manor (east).

Buildings

John B. O'Reilly Jr. Manor
22077 Beech - 94% Occupancy

Suzanne Sarieni Manor
5500 Calhoun - 91% Occupancy

Employees

23 Full Time
5 Part Time



Director of Public Works
Tim Hawkins

KEY ACCOMPLISHMENTS

1

Purchased a new housing bus to assist residents with transportation.

2

Replaced the roofs of both buildings, and **replaced the boiler and flooring** at Sareini Manor (east).

3

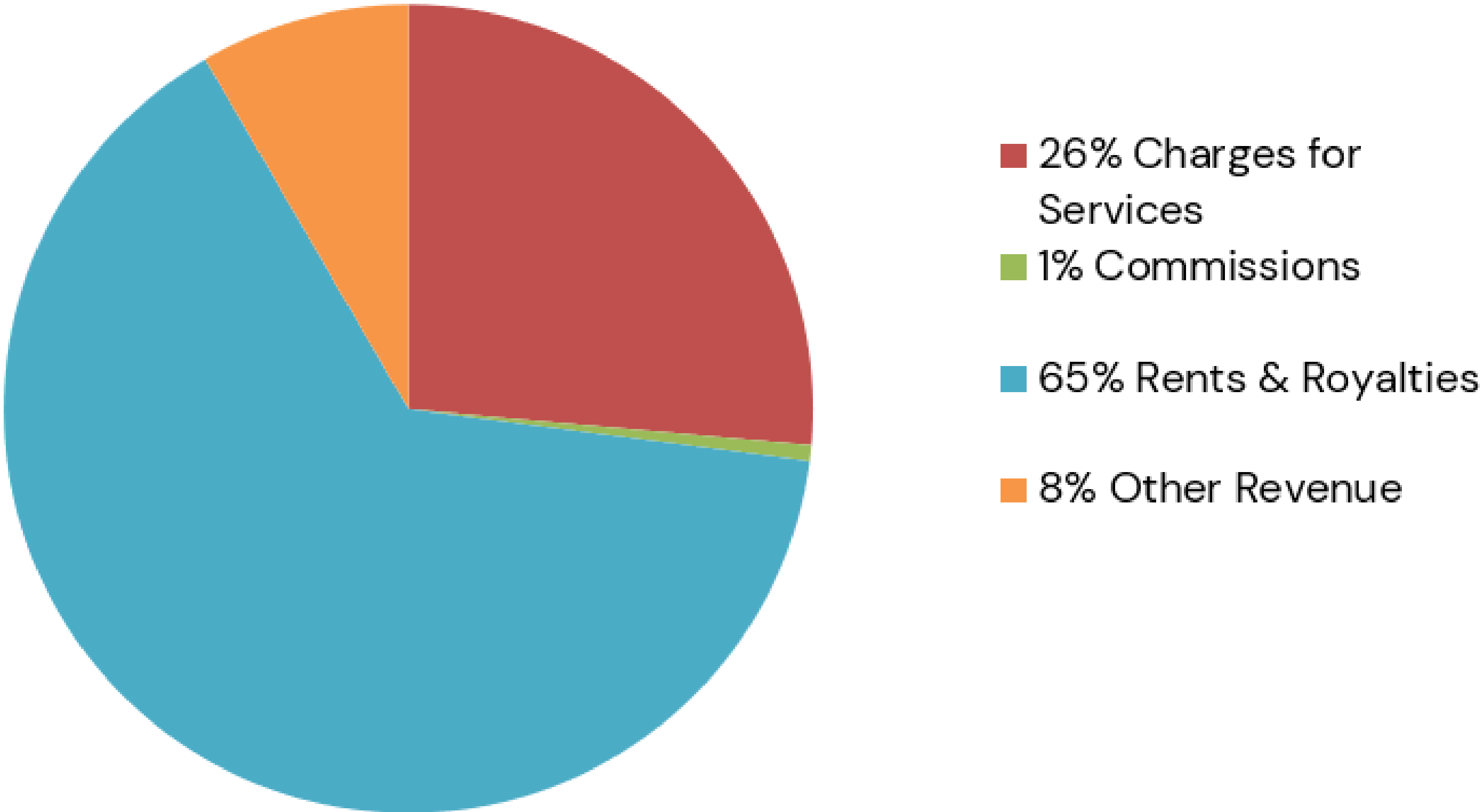
Added a **new computer literacy space** at O'Reilly Jr. Manor (west) and **updated the Community Room** at Sareini Manor (east).

4

Moved all Housing Division employees to their respective buildings to improve service to residents on-site.

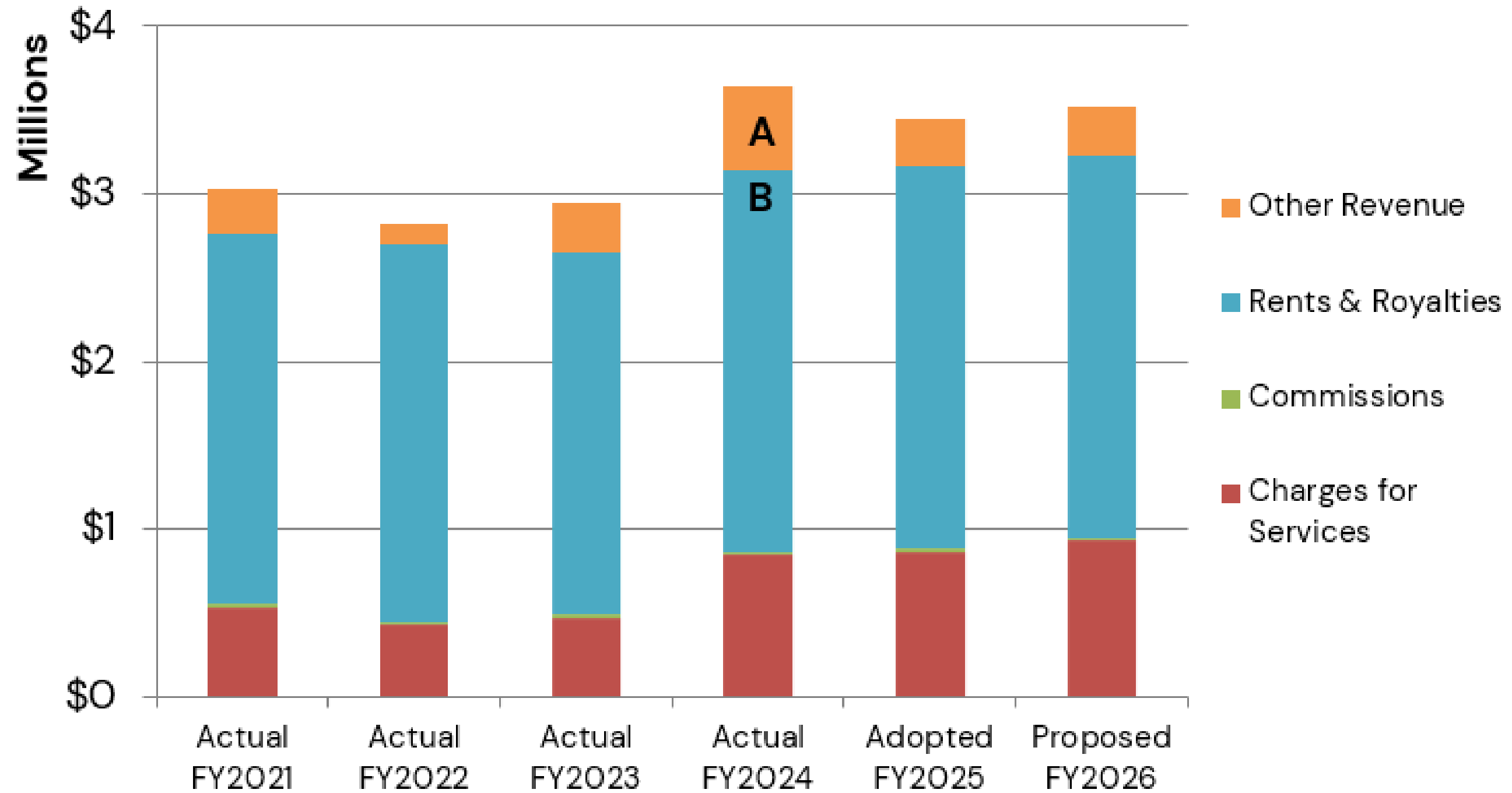


SENIOR APARTMENTS FY2026 PROPOSED: FINANCING SOURCES



SENIOR APARTMENTS

FY2026 PROPOSED: FINANCING SOURCES



- A. FY2024: Increase in other revenue from payment for the bus property damage accident.
- B. FY2024: Increased reimbursement from the Housing Commission for additional positions added for federal buildings (6 FTE, CR12-585-23).

SENIOR APARTMENTS

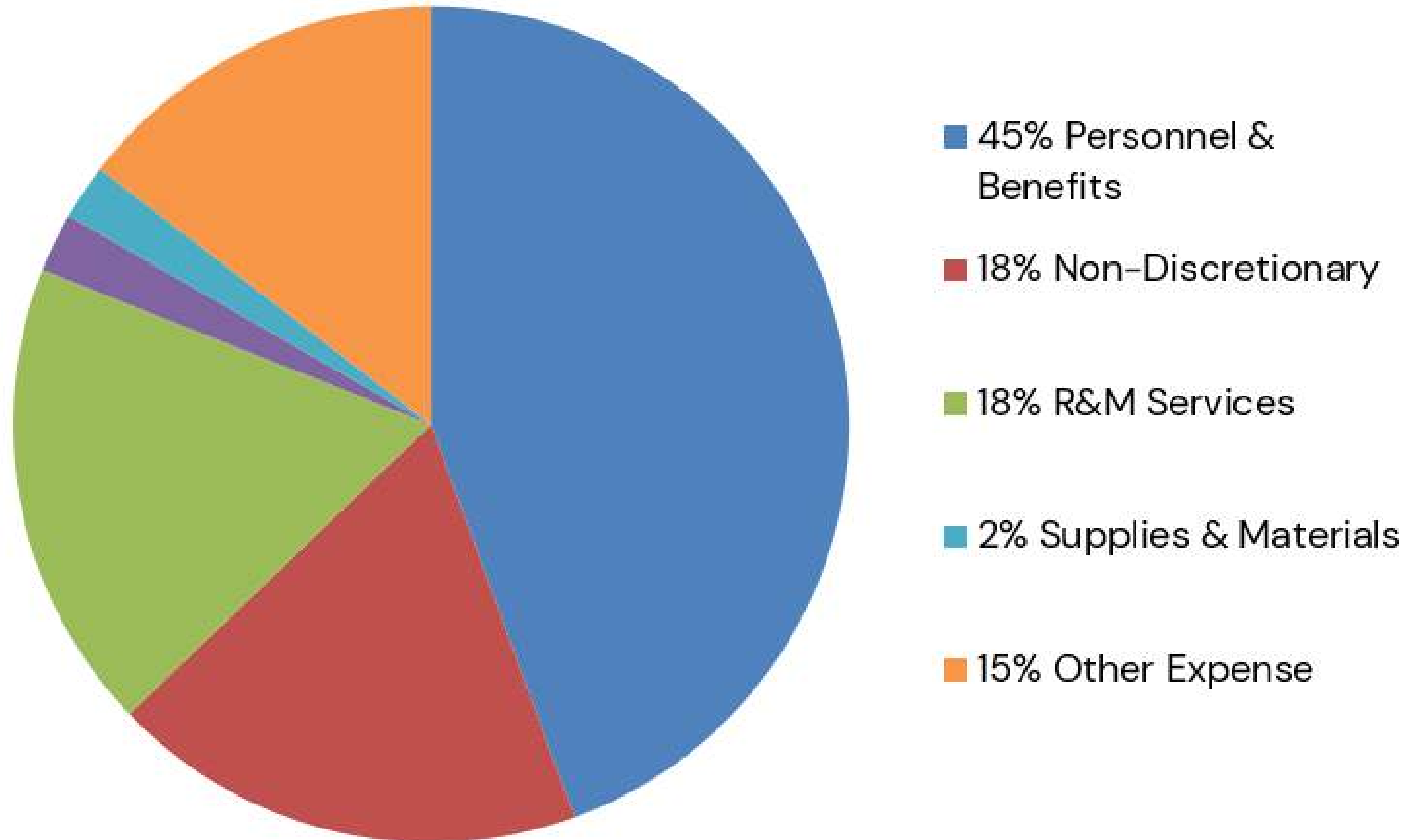
FY2026 PROPOSED: FINANCING SOURCES

| Revenue by Category | Actual FY2021 | Actual FY2022 | Actual FY2023 | Actual FY2024 | Adopted FY2025 | Proposed FY2026 | Variance FY2025 to FY2026 | |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|------------------------------|-----------|
| Charges for Services | \$532,097 | \$427,768 | \$465,839 | \$847,673 | \$862,783 | \$929,402 | \$66,619 | 8% |
| Commissions | 27,241 | 21,764 | 23,072 | 17,957 | 24,000 | 22,000 | A (2,000) | -8% |
| Rents & Royalties | 2,208,121 | 2,252,406 | 2,161,994 | 2,273,015 | 2,276,547 | 2,271,099 | B (5,448) | 0% |
| Investment Revenue | 995 | (40,519) | 243,015 | 349,120 | 154,780 | 149,341 | C (5,439) | -4% |
| Reimbursements | 160,441 | 150,000 | 40,180 | 125,613 | 120,000 | 138,956 | D 18,956 | 16% |
| Other Revenue | 1,249 | 10,075 | 5,722 | 27,944 | 6,000 | 6,000 | - | 0% |
| Sale of Fixed Assets | - | - | 4,454 | - | - | - | - | 0% |
| Transfers In | 101,831 | - | - | - | - | - | - | 0% |
| Other Revenue Subtotal | 264,516 | 119,556 | 293,371 | 502,677 | 280,780 | 294,297 | 13,517 | 5% |
| Total Housing Financing Sources | \$3,031,975 | \$2,821,494 | \$2,944,276 | \$3,641,322 | \$3,444,110 | \$3,516,798 | \$72,688 | 2% |

- A. Commissions:** Laundry machine commissions.
- B. Rents & Royalties:** Tenant rental revenue.
- C. Investment Revenue:** Pooled cash investment returns.
- D. Reimbursements:** Increase in indirect costs reimbursement (non-housing personnel operating expenditures). New calculation was effective June 2024 based on HUD management and bookkeeping fees published annually.

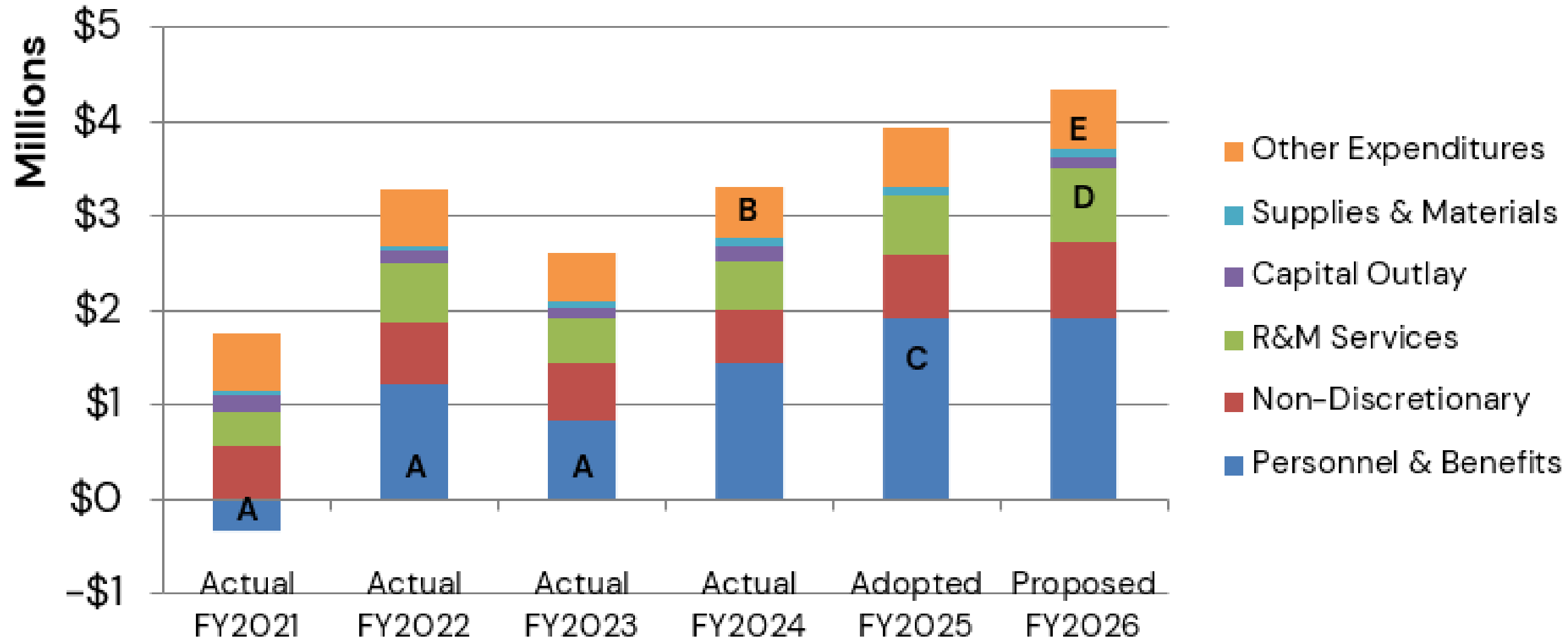
SENIOR APARTMENTS

FY2026 PROPOSED: FINANCING USES



SENIOR APARTMENTS

FY2026 PROPOSED: FINANCING USES



- A. **Personnel & Benefits:** FY20 through FY23 included accounting adjustments for GASB 68 & 75 compliance. This reduced actual expenditures by \$1.3M in FY21, increased by \$177K in FY22, and reduced by \$468K in FY23.
- B. **Capital Outlay:** FY24 Capital Outlay included \$2.4M in project funding (Window / Patio Doors, HVAC Replacements, Parking Lot Renovations, Security Cameras, etc.).
- C. **Personnel & Benefits:** FY25 includes 6 FT positions added during FY24 for Federal Buildings, and 1 additional Facility Manager requested.
- D. **Repair & Maintenance:** increased cost of repair and maintenance contracts.
- E. **Capital Outlay:** FY26 capital outlay \$100K in project funding for elevator maintenance.

SENIOR APARTMENTS

FY2026 PROPOSED: FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | | |
|-----------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|-------------------------|----------------|------------|
| <u>Non-Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | | |
| Postemployment Healthcare | \$253,075 | \$289,600 | \$228,038 | \$202,530 | \$231,746 | \$287,959 | A | \$56,213 | 24% |
| Ch 22 General Emp Revised | 75,068 | 86,958 | 79,241 | 68,116 | 75,719 | 77,615 | B | 1,896 | 3% |
| Ch 22 General Emp Operative | 10,905 | 9,371 | 10,743 | 10,769 | 9,257 | 8,821 | | (436) | -5% |
| Innovation & Technology | 22,537 | 19,476 | 6,147 | 22,687 | 31,281 | 27,658 | C | (3,623) | -12% |
| Central Garage Services | 7,375 | 6,334 | 6,339 | 6,265 | 7,200 | 5,900 | D | (1,300) | -18% |
| Facility Lease | 31,142 | 44,654 | 31,074 | - | - | - | | - | - |
| Insurance & Bonds | 72,470 | 105,459 | 109,170 | 132,511 | 149,714 | 160,343 | E | 10,629 | 7% |
| Communications | 14,514 | 17,234 | 17,857 | 20,013 | 17,652 | 27,518 | F | 9,866 | 56% |
| Central Garage Fuel | 2,344 | 3,206 | 3,405 | 3,193 | 3,200 | 3,100 | | (100) | -3% |
| Debt service | 62,615 | 60,270 | 57,796 | 55,147 | 135,092 | 135,150 | | 58 | 0% |
| Transfers Out | 10,655 | 14,139 | 48,322 | 25,633 | 25,634 | 65,031 | G | 39,397 | 154% |
| Non-Discretionary Subtotal | 562,700 | 656,701 | 598,132 | 546,864 | 686,495 | 799,095 | | 112,600 | 16% |

- A. OPEB:** Increase funding to ADC level.
- B. CH22:** Increase funding to ADC level.
- C. Innovation & Technology:** Decrease due to funding reduction of equipment replacement reserve in FY26 and operating credit to departments.
- D. Central Garage Services:** Reduced to align with actual historical expenditures.
- E. Insurance & Bonds:** Increase in premiums.
- F. Communication:** Increased due to Comcast fiber upgrades across city buildings.
- G. Transfers Out:** Increase in Employer HSA contribution. 100% of deductible per union contract renewal.

SENIOR APARTMENTS

FY2026 PROPOSED: FINANCING USES

| Expenditure by Category | Actual FY2021 | Actual FY2022 | Actual FY2023 | Actual FY2024 | Adopted FY2025 | Proposed FY2026 | Variance FY2025 to FY2026 | |
|--|------------------|------------------|------------------|------------------|-------------------|--------------------|------------------------------|-------------|
| Discretionary | | | | | | | | |
| Salary, Wages, & Allowances | 793,897 | 822,172 | 1,066,434 | 1,294,172 | 1,473,184 | 1,523,825 | 50,641 | 3% |
| Personnel Services: Benefits | (1,118,258) | 393,028 | (222,395) | 156,848 | 441,251 | 403,412 | (37,839) | -9% |
| Personnel & Benefits Subtotal | (324,361) | 1,215,200 | 844,039 | 1,451,020 | 1,914,435 | 1,927,237 | A 12,802 | 1% |
| Repair & Maintenance Services | 365,858 | 631,975 | 462,951 | 522,775 | 610,656 | 788,697 | B 178,041 | 29% |
| Capital Outlay | 184,174 | 141,492 | 114,399 | 162,280 | - | 100,000 | C 100,000 | 100% |
| Supplies & Materials | 44,606 | 43,171 | 76,029 | 76,555 | 89,200 | 93,200 | D 4,000 | 4% |

- A. Personnel & Benefits:** Full-time increases due to union contract renewals and contractual step increases. 1 Facility Manager position unfunded.
- B. Repair & Maintenance Services:** Increase in contract costs for building repair and maintenance.
- C. Capital Outlay:** funding year 1 of 4 for elevator maintenance funding.
- D. Supplies & Materials:** Increase in repair and maintenance supplies and increase in office supplies.

SENIOR APARTMENTS

FY2026 PROPOSED: FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | |
|-------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|-------------------------|----------------------|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | |
| Rentals | 1,381 | 1,422 | 1,207 | 2,063 | 5,400 | 2,400 | A | (3,000) -56% |
| Construction Expenses | 1,520 | 57,280 | - | 1,853 | - | - | | - 0% |
| Community Promotion | - | - | 274 | 1,405 | 5,000 | 3,000 | B | (2,000) -40% |
| Printing & Publishing | 406 | 1,145 | 1,096 | 1,300 | 1,300 | 1,300 | | - 0% |
| Training & Transportation | 144 | 1,099 | 2,600 | 1,782 | 8,500 | 3,500 | C | (5,000) -59% |
| Professional & Contractual | 117,893 | 74,624 | 80,359 | 85,250 | 93,424 | 106,840 | D | 13,416 14% |
| Other Expenses | 1,160 | 1,996 | 2,642 | 2,917 | 5,900 | 5,325 | | (575) -10% |
| Utilities | 472,395 | 460,415 | 431,531 | 448,742 | 508,355 | 508,355 | | - 0% |
| Other Expenditures | 594,899 | 597,981 | 519,709 | 545,085 | 627,879 | 630,720 | | 2,841 0% |
| Total Housing Financing Uses | \$1,427,876 | \$3,286,520 | \$2,615,259 | \$3,304,579 | \$3,928,665 | \$4,338,949 | | \$410,284 10% |

A. Rentals: Uniform rental & cleaning for maintenance staff.

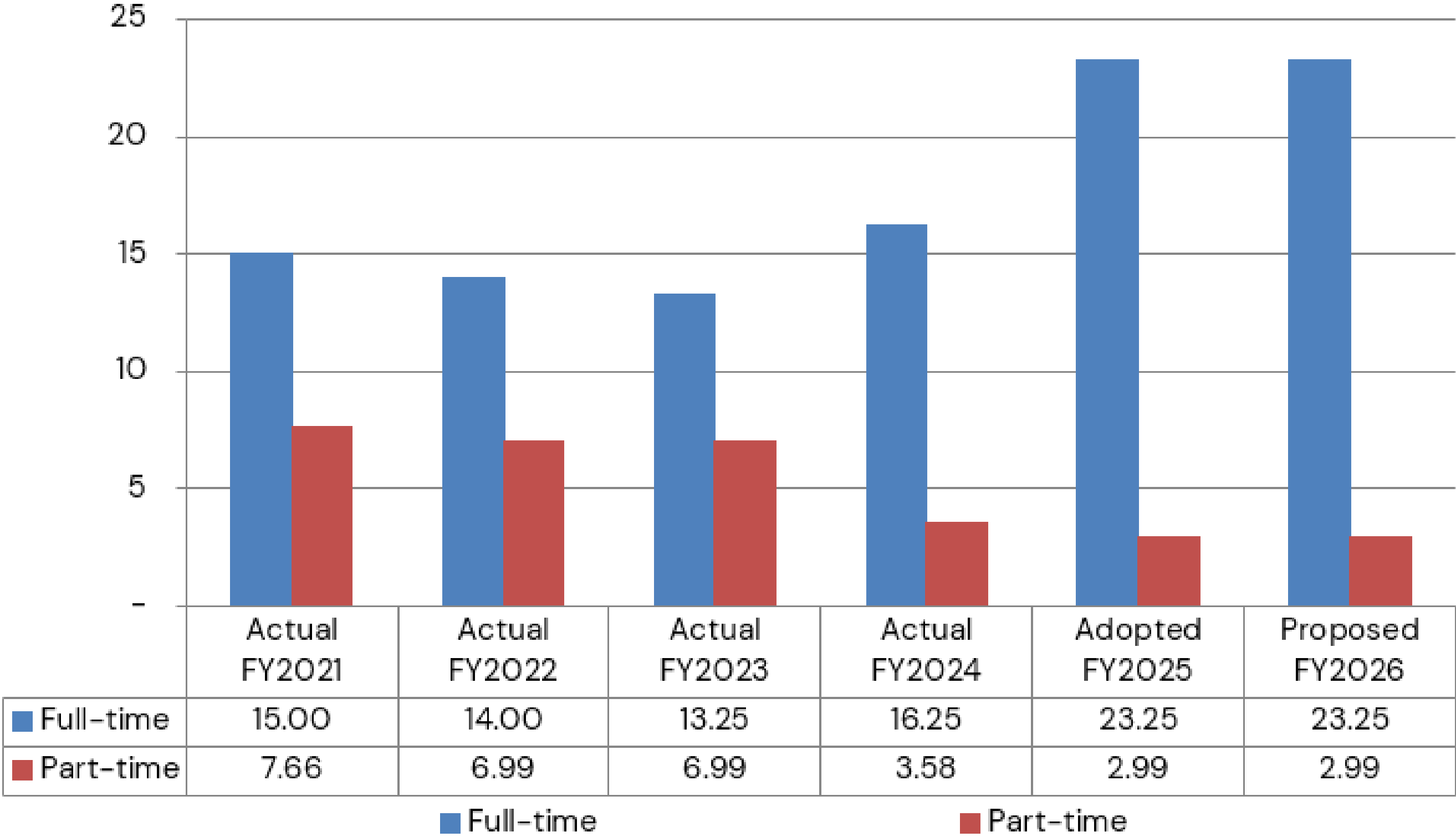
B. Community Promotion: Community promotional items and water and supplies for residents during utility outages.

C. Training & Transportation: Staff training and software training.

D. Professional & Contractual: Grounds maintenance and city service fees for indirect costs.

SENIOR APARTMENTS

FY2026 PROPOSED: FULL TIME EQUIVALENTS



*Full Time includes 1 Facility Manger unfunded.

THANK YOU



313-943-2150



DEARBORN.GOV/CONTACT



DEARBORN.GOV/BUDGET





OFFICE OF
THE MAYOR
ABDULLAH H. HAMMOUD

CLERK'S OFFICE PROPOSED BUDGET FY2026

APRIL 2, 2025

Mayor

Abdullah H. Hammoud

Finance Director

Michael Kennedy

Deputy Finance Director

Corey Jarocki



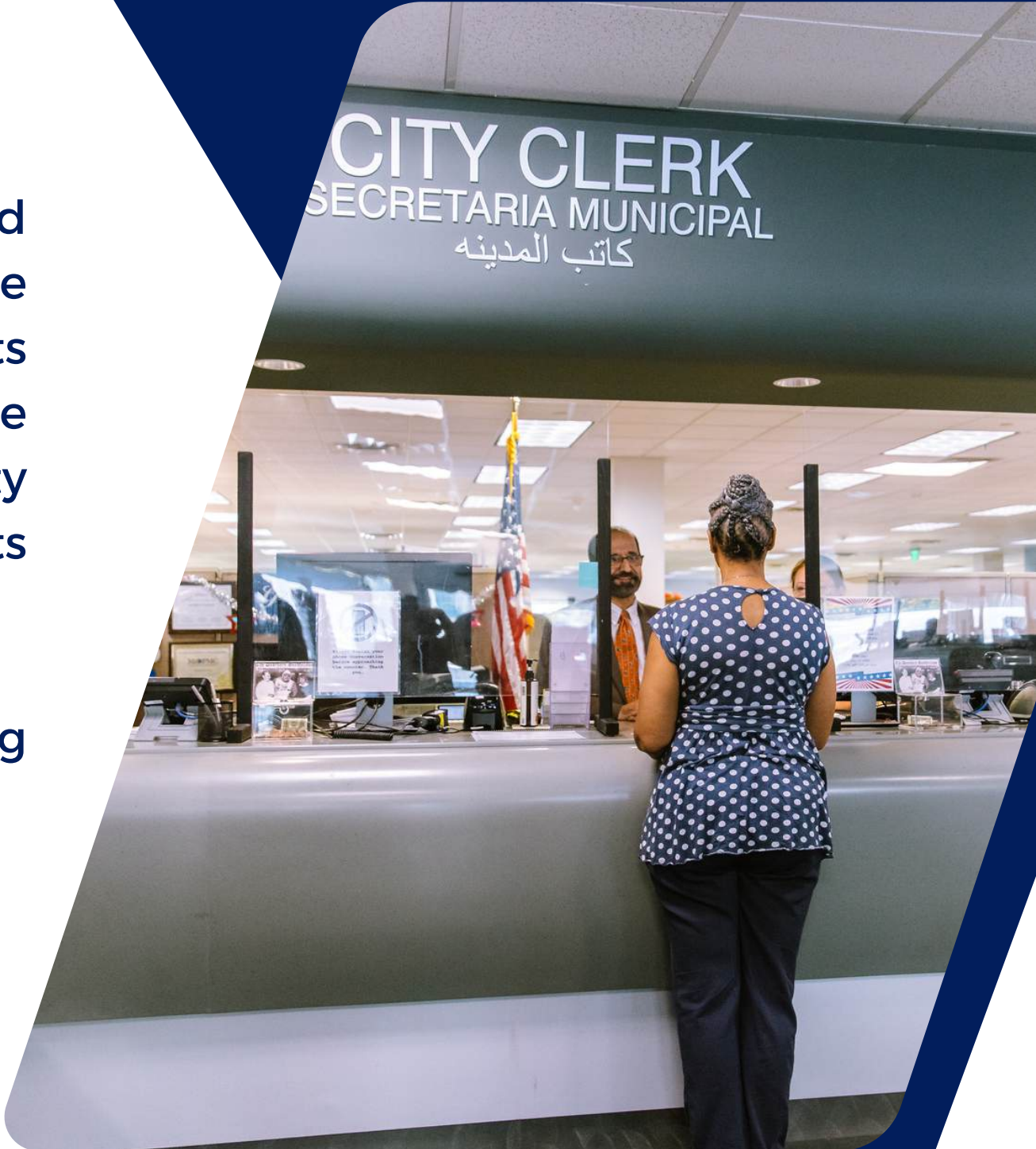
INTRODUCTION

Dearborn's City Clerk is responsible for managing the City's records and overseeing all local elections that take place within the city. They manage an office of City employees who help issue and retain required documents for the City and its residents and business owners. The City Clerk's office manages business licenses, dog licenses, and garage sale and block party permits. They also certify birth and death certificates for Dearborn residents in coordination with Wayne County and the State of Michigan.

The City Clerk and their office are also responsible for administering elections in Dearborn.

Divisions
Administration
Elections

Employees
7 Full Time
690 Part Time (675 Election Workers)



City Clerk
George Darany

KEY ACCOMPLISHMENTS

1

Implemented **early voting** for all three elections for the first time in Dearborn.

2

Successfully passed a **State of Michigan-authorized post-election audit**.

3

Applied for and **received grants and reimbursements totaling over \$170,000**.

4

Updated dog license renewal process with Friends of Metro Detroit Animals.



AREAS OF FOCUS



✓ **Fund Elections & Staff**

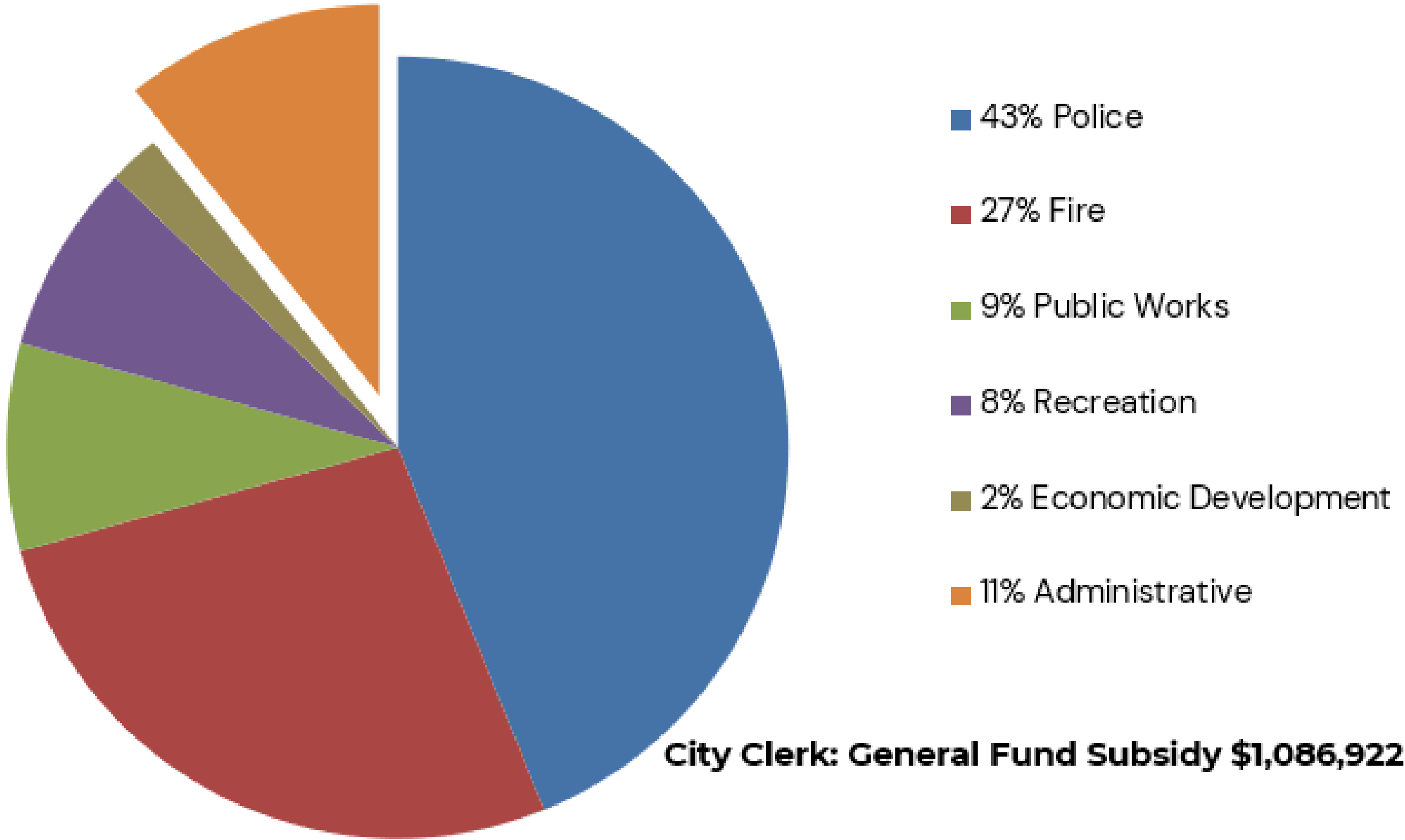
Requesting funding increases for 2026 state primary elections to fund State mandates, increased training for the Deputy Clerk and Election Supervisor, and increased pay for voting assistants and election workers.

✓ **Run Successful Elections**

In FY26, the City Clerk's Office will seek to administer successful elections, in part by moving training to the Ford Community & Performing Arts Center or the Henry Ford Centennial Library, and consolidating voting precincts and locations to save money and improve efficiencies.

✓ **Improve Online Services for Licensing & Permitting**

CITY CLERK FY2026 PROPOSED: GENERAL FUND SUBSIDY



CITY CLERK

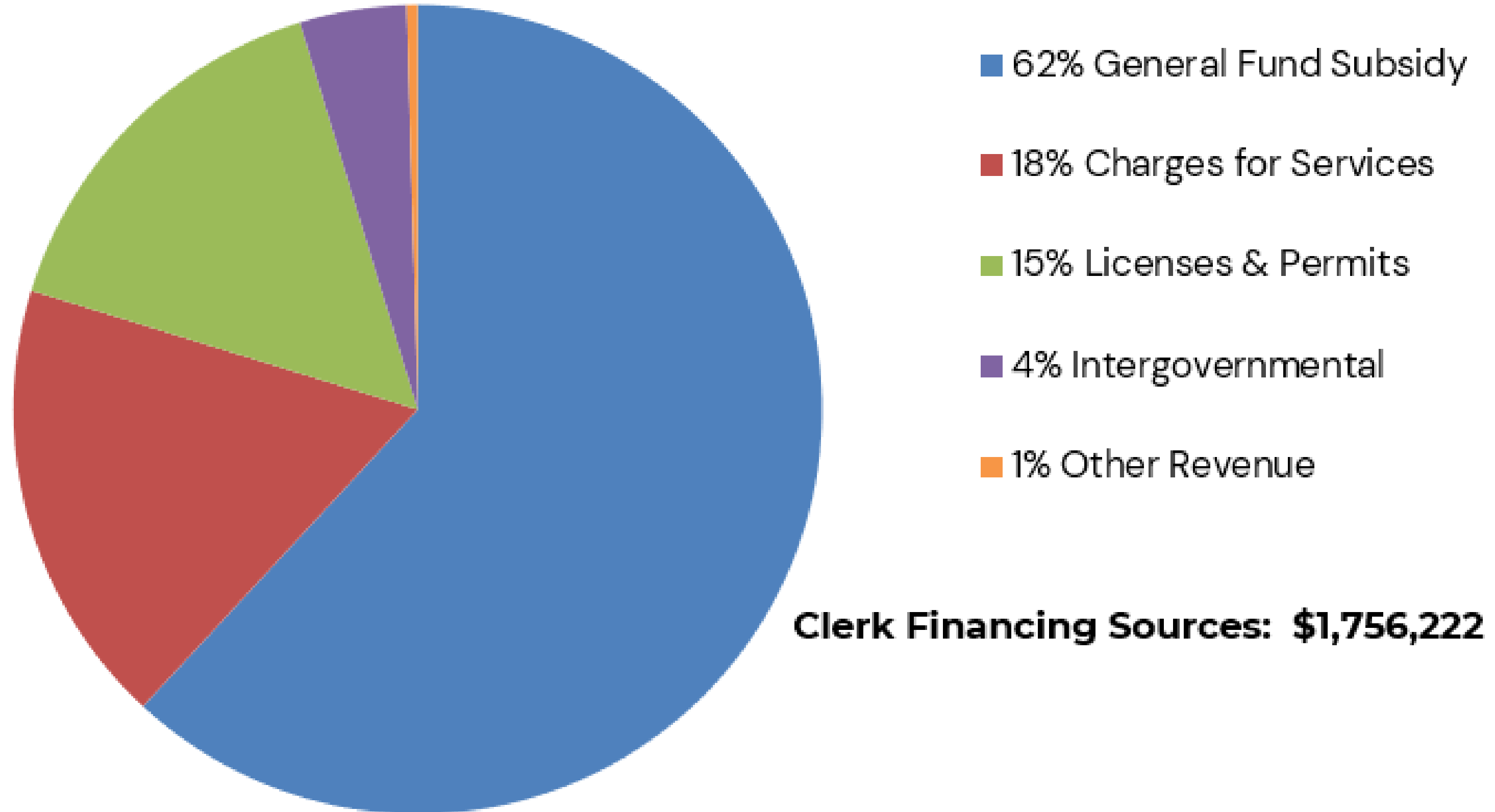
FY2026 PROPOSED: GENERAL FUND SUBSIDY

| By Department | <u>Revenue</u> | <u>Expenditure</u> | <u>Subsidy</u> |
|--------------------------------|--------------------|---------------------|---------------------|
| Police | 6,790,515 | 50,941,523 | 44,151,008 |
| Fire | 7,782,308 | 34,779,666 | 26,997,358 |
| Public Works | 3,382,040 | 12,006,811 | 8,624,771 |
| Recreation | 9,902,320 | 17,809,882 | 7,907,562 |
| Economic Development | 5,622,446 | 7,724,816 | 2,102,370 |
| | | | |
| City Council | - | 607,911 | 607,911 |
| 19th District Court | 5,732,516 | 4,971,475 | (761,041) |
| Mayor | - | 1,487,155 | 1,487,155 |
| City Clerk | 669,300 | 1,756,222 | 1,086,922 |
| Assessor | 1,070,825 | 1,070,825 | - |
| Law | 200,500 | 1,815,411 | 1,614,911 |
| Finance | 802,219 | 3,086,442 | 2,284,223 |
| Philanthropy & Grants | - | 317,936 | 317,936 |
| Human Resources | - | 1,038,180 | 1,038,180 |
| Communications | 841,000 | 1,629,771 | 788,771 |
| Community Relations | 102,000 | 1,802,025 | 1,700,025 |
| Public Health | - | 644,574 | 644,574 |
| Administrative Subtotal | \$9,418,360 | \$20,227,927 | \$10,809,567 |

* City Clerk Department revenue makes up 7.1% of the Administrative department total of \$9.3M, 8.7% of the total Administrative Expenditures, and 10.1% of the total Administrative department General Fund Subsidy of \$11.2M.

CITY CLERK

FY2026 PROPOSED: FINANCING SOURCES



CITY CLERK

FY2026 PROPOSED: FINANCING SOURCES

| Revenue by Category | | <u>City Clerk</u> | <u>Elections</u> | <u>Total Clerk</u> |
|---|---|-------------------|------------------|--------------------|
| General Fund Subsidy | | \$386,593 | \$700,329 | \$1,086,922 |
| Charges for Services | A | 313,600 | - | 313,600 |
| Licenses & Permits | B | 273,000 | - | 273,000 |
| Intergovernmental | C | - | 75,000 | 75,000 |
| Other Revenue | | 7,700 | - | 7,700 |
| Total City Clerk Financing Sources | | \$980,893 | \$775,329 | \$1,756,222 |

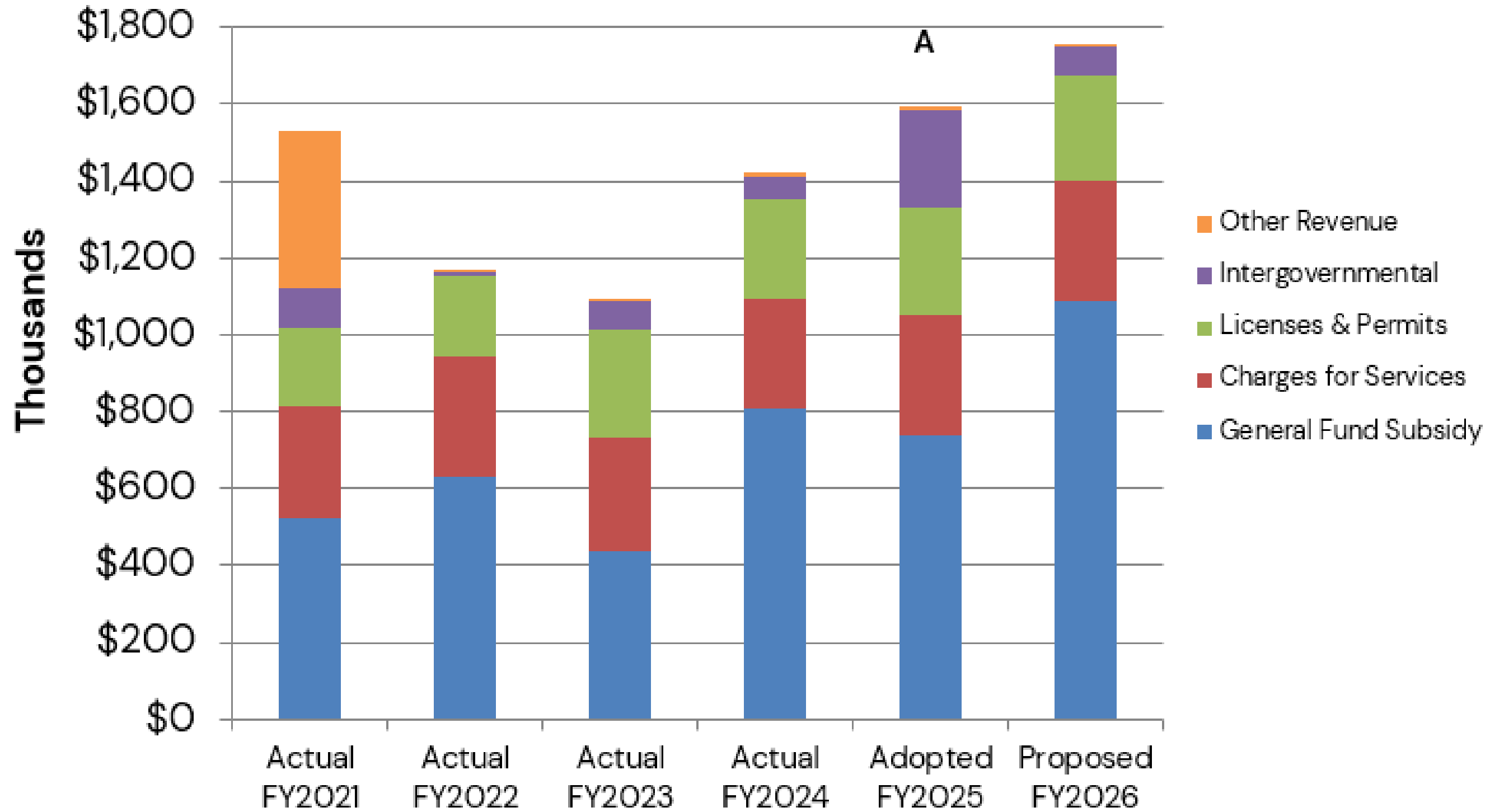
A. Charges for Services: Includes \$295K for Birth and Death Certificates, \$17.5K for Registrations, and Exams (Heating & cooling, Commercial, Residential and Electrical).

B. Licenses & Permits: Includes \$171K Business Licenses (Restaurants, Smoking Lounges, Vending, etc.), \$85K Trade Licenses (Boiler Operators, Refrigeration, Building Trades, etc.), and \$17K for Dog Licenses.

C. Intergovernmental: Reimbursement for election expenses.

CITY CLERK

FY2026 PROPOSED: FINANCING SOURCES



A. FY2025: Intergovernmental includes election expense reimbursements of \$256K for presidential elections

CITY CLERK

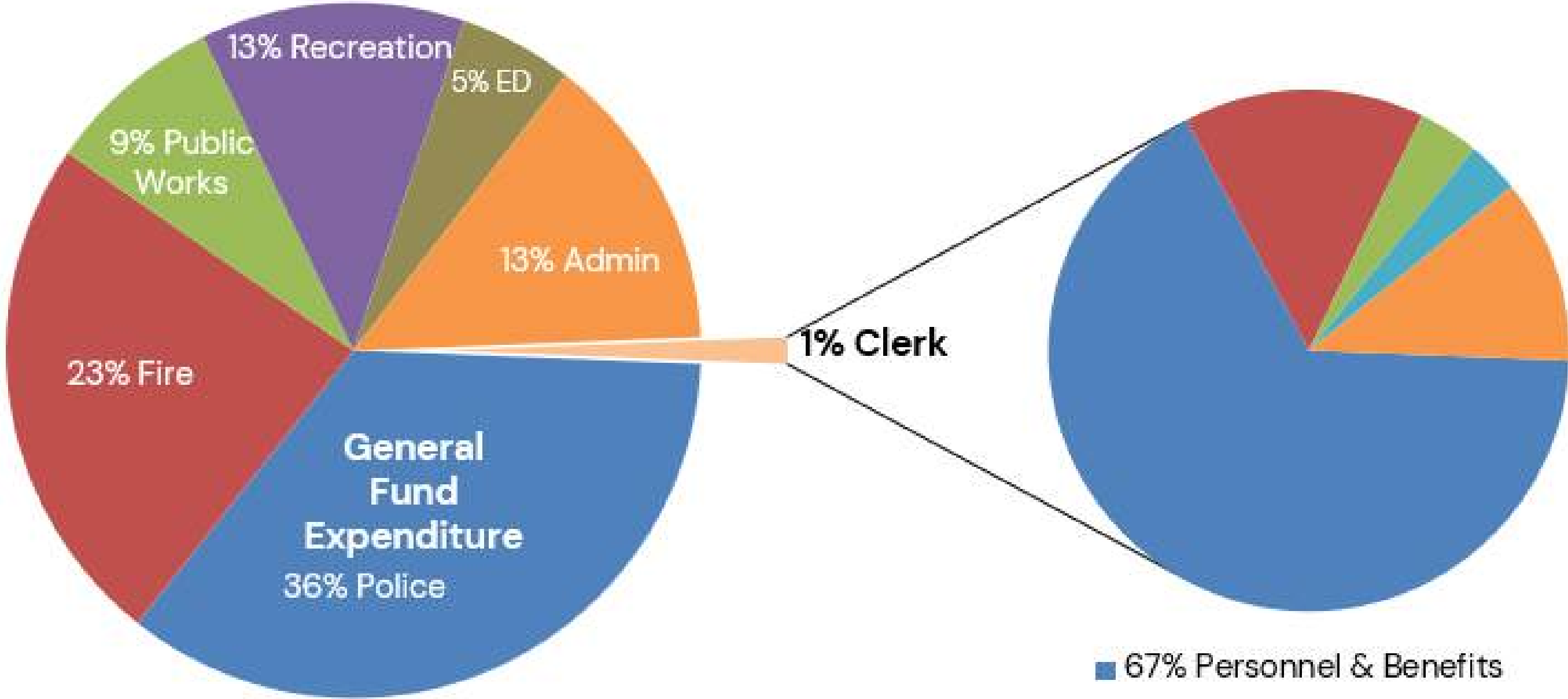
FY2026 PROPOSED: FINANCING SOURCES

| Revenue by Category | Actual FY2021 | Actual FY2022 | Actual FY2023 | Actual FY2024 | Adopted FY2025 | Proposed FY2026 | Variance FY2024 to FY2025 | |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|------------------------------|----------------------|
| General Fund Subsidy | \$525,014 | \$630,605 | \$436,371 | \$809,425 | \$737,337 | \$1,086,922 | A | \$349,585 47% |
| Charges for Services | 286,680 | 311,240 | 297,643 | 283,357 | 313,600 | 313,600 | | - 0% |
| Licenses & Permits | 205,700 | 208,534 | 280,389 | 261,542 | 278,000 | 273,000 | | (5,000) -2% |
| Intergovernmental | 105,613 | 14,000 | 72,879 | 59,190 | 256,000 | 75,000 | B | (181,000) -71% |
| Other Revenue | 404,795 | 5,640 | 9,062 | 8,671 | 7,300 | 7,700 | | 400 5% |
| Total City Clerk Financing Sources | \$1,527,802 | \$1,170,019 | \$1,096,344 | \$1,422,185 | \$1,592,237 | \$1,756,222 | | \$163,985 10% |

A. General Fund Subsidy: Decrease in expected elections reimbursements from the State totaling \$181K. Increase in Contractual Services of \$95K.

B. Intergovernmental: State no longer reimbursing election expenses.

CITY CLERK FY2026 PROPOSED: FINANCING USES

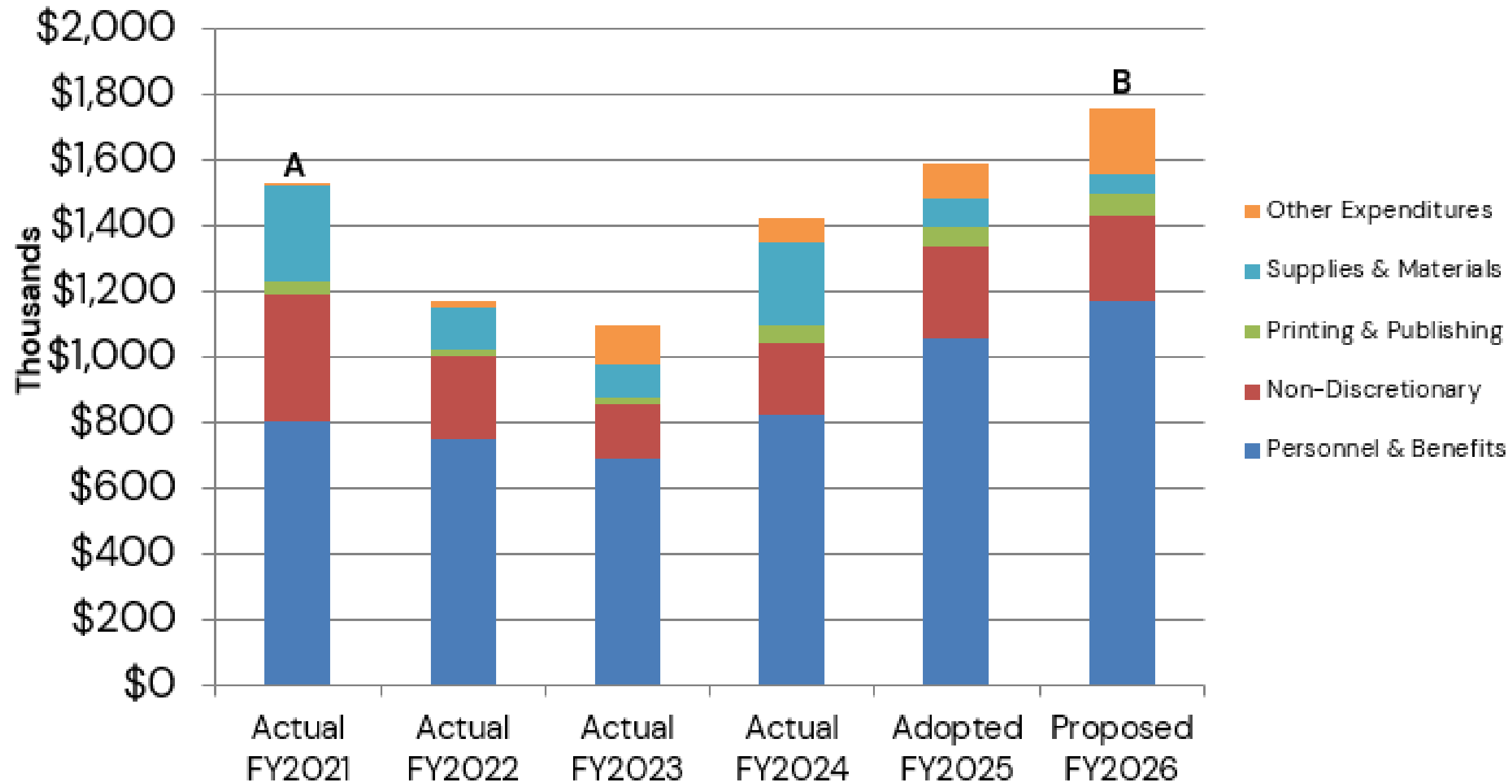


Clerk Financing Uses: \$1,756,222

General Fund Financing Uses: \$151,279,028

CITY CLERK

FY2026 PROPOSED: FINANCING USES



A. FY2021: Includes additional election expenses (personnel, election equipment, etc.).

B. FY2026: Includes ElectionSource increase of \$60k (related to Arabic ballots) and Dominion Voting increase of \$35k due to increase in maintenance costs.

CITY CLERK

FY2026 PROPOSED: FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance |
|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|-------------------------|
| <u>Non-Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> |
| Postemployment Healthcare | \$48,157 | \$33,425 | \$6,181 | \$11,304 | \$9,812 | \$ 5,257 | \$(4,555) -46% |
| Ch. 22 General Employee Revised | 44,278 | 43,029 | 37,714 | 37,540 | 42,365 | 43,915 | 1,550 4% |
| Innovation & Technology | 86,216 | 91,080 | 34,048 | 82,528 | 112,672 | 101,473 | A (11,199) -10% |
| Central Garage Services | 540 | 1,232 | 1,233 | 2,000 | 2,000 | 3,600 | 1,600 80% |
| Facility Lease | 25,343 | 33,102 | 33,622 | 40,542 | 54,661 | 50,103 | B (4,558) -8% |
| Fleet & General Liability Insurance | 10,992 | 8,860 | 12,346 | 8,901 | 9,328 | 12,952 | 3,624 39% |
| Communications | 1,237 | 966 | 1,029 | 1,428 | 2,388 | 1,428 | (960) -40% |
| Central Garage Fuel | - | - | 304 | 300 | 300 | 300 | 0 0% |
| Debt Service | 39,497 | 39,494 | 39,482 | 39,442 | 39,423 | 39,454 | 31 0% |
| Transfers Out | 129,690 | 3,158 | 3,168 | 3,344 | 3,345 | 3,641 | 296 9% |
| Non-Discretionary Subtotal | 385,950 | 254,346 | 169,127 | 227,329 | 276,294 | 262,123 | (14,171) -5% |

A. Innovation & Technology: Allocation credit applied (\$300K). Equipment replacement project not funded for FY2026.

B. Facility Lease: Allocation credit applied (\$430K) in FY2026. Updated DAC square footage allocation.

CITY CLERK

FY2026 PROPOSED: FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | | |
|--|----------------|----------------|----------------|----------------|------------------|------------------|-------------------------|-----------------|-------------|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | | |
| Salary, Wages, & Allowances | 664,638 | 618,077 | 567,932 | 676,881 | 886,205 | 983,070 | A | 96,865 | 11% |
| Personnel Services: Benefits | 136,766 | 130,647 | 119,976 | 143,861 | 170,848 | 186,879 | B | 16,031 | 9% |
| Personnel & Benefits Subtotal | 801,404 | 748,724 | 687,908 | 820,742 | 1,057,053 | 1,169,949 | | 112,896 | 11% |
| Printing & Publishing | 44,086 | 21,226 | 22,186 | 52,976 | 63,250 | 66,250 | | 3,000 | 5% |
| Supplies & Materials | 289,264 | 123,104 | 95,264 | 249,284 | 88,500 | 57,500 | C | (31,000) | -31% |

- A. **Salary & Wages:** Clerk FT wages increase of \$52K due to contractual step increases. Elections PT wages increase of \$44K for Election Workers pay increases and hours increases.
- B. **Personnel Benefits:** Hospital/ Med Insurance increases of \$4K, FICA increases of \$7K, and 401(a) increases of \$5.1K.
- C. **Supplies & Materials:** Operating Supplies decreased \$30k to help offset increases in Contractual Services

CITY CLERK

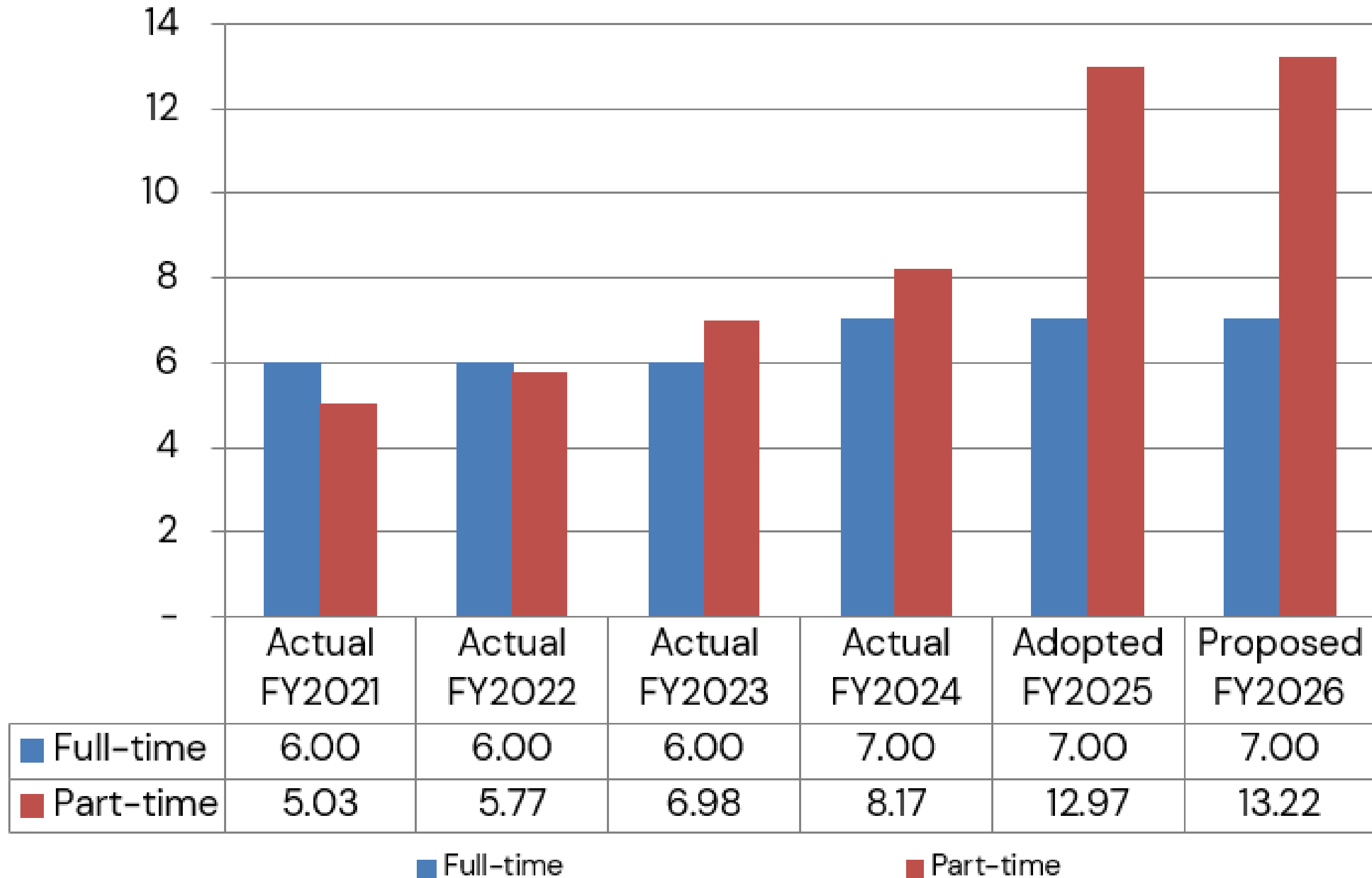
FY2026 PROPOSED: FINANCING USES

| Expenditure by Category | Actual | Actual | Actual | Actual | Adopted | Proposed | Variance | |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|-------------------------|------------|
| <u>Discretionary</u> | <u>FY2021</u> | <u>FY2022</u> | <u>FY2023</u> | <u>FY2024</u> | <u>FY2025</u> | <u>FY2026</u> | <u>FY2025 to FY2026</u> | |
| Contractual Services | 2,340 | 13,963 | 96,371 | 63,474 | 97,970 | 190,000 | A 92,030 | 94% |
| R&M Services | 1,757 | 3,677 | 2,661 | 4,031 | 2,400 | 2,750 | 350 | 15% |
| Rentals | 1,400 | 3,200 | 2,221 | 1,050 | 2,800 | 3,200 | 400 | 14% |
| Training & Transportation | 838 | 940 | 1,595 | 4,828 | 3,000 | 3,500 | 500 | 17% |
| Capital Outlay | - | - | 18,351 | - | - | - | - | 0% |
| Other Expenses | 763 | 839 | 660 | 756 | 970 | 950 | (20) | -2% |
| Other Expenditure Subtotal | 7,098 | 22,619 | 121,859 | 74,139 | 107,140 | 200,400 | 93,260 | 87% |
| Total City Clerk Financing Uses | \$1,527,802 | \$1,170,019 | \$1,096,344 | \$1,422,184 | \$1,592,237 | \$1,756,222 | \$ 163,985 | 10% |

A. Contractual Services: Includes ElectionSource increase of \$60k related to Arabic ballots and Dominion Voting increase of \$35k due to increase in maintenance costs.

CITY CLERK

FY2026 PROPOSED: FULL TIME EQUIVALENTS



THANK YOU



313-943-2150



DEARBORN.GOV/CONTACT



DEARBORN.GOV/BUDGET

