

City of Dearborn
Public Hearing
2025–2026 Budget
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City of Dearborn
Public Hearing
2026 Proposed Budget as of May 1, 2025

Financial Challenges

- o Revenue growth to expenditure inflation variance.
 - Proposal A of 1994 and Headlee Amendment Taxation Limitations
 - 2025 State of Michigan Inflationary Rate Multiplier of 1.031
 - 1.000 Mill produces \$4,204,355 in property tax dollars
 - Total Taxable Value increased \$125.8M over FY2025 resulting in a General Fund Property Tax Revenue increase of \$1.7M, including PILOTS, Tax Administration Fees.
 - Business Personal Property Tax Phase-Out
 - LCSA – Local Community Stabilization Authority reimbursement and Governor’s proposed budget distribution change.
- o Competing Resource Demands for Operations, Capital, and Repair & Maintenance.
- o Retirement program liability funding and Debt service obligations continue to grow.
- o Personnel and non-discretionary expenditures makeup 79% of the City’s total General Fund financing uses under the current product/service mix.

Executive Summary

- ✓ The General Fund proposed budget is balanced, and is estimated to contribute \$230,689 to the fund balance reserve for fiscal year 2026.
- o Revenue estimate increases:
 - \$3.6 million or 2.5% overall increase is primarily due to:
 - \$1.7M increase in Property Taxes.
 - \$1.1M increase in Charges for Services.
 - \$654K increase in reimbursements.
 - \$392K increase in investment income.
 - \$264K increase in Rents & Royalties.
 - \$180K increase in Licenses & Permits
 - \$102K increase in Fines & Forfeits.
 - \$137K decrease in State Shared Revenue – Sales Tax.
 - \$883K decrease of Local Community Stabilization Act (LCSA) under FY2025 legislative changes in trend distribution.

- o The expenditure appropriation increases:
 - \$3.6 million or a 2.4% overall increase is primarily made up of:
 - \$5.7M increase in Wages and Benefits.
 - \$524K increase in Contractual Services.
 - \$300K increase in Utilities.
 - \$190K increase in Supplies & Materials.
 - \$1.1M decrease in Other Expenditures.
 - \$2.1M decrease in Non-Discretionary.

✓ General Fund Subsidy Priorities:	Percent	Dollars
o Public Safety	70%	\$ 71,381,161
o Administrative	11%	\$ 10,863,285
o Public Works & Facilities	9%	\$ 8,624,771
o Parks & Recreation	8%	\$ 7,851,673
o Economic Development	2%	\$ 1,885,631

- FY 2026 positions:
 - 20.00 full-time positions from Adopted FY2025 Budget:
 - o **Police:** Add 3 Police Officers
 - o **Public Works & Facilities:** Add 4 Public Works Technicians
 - o **Recreation:** 1 Facility Manager slot moved to Community Relations for Special Events; 1 Marketing Specialist moved to Communications.
 - o **Communications:** 1 Marketing Specialist moved from Recreation.
 - o **Economic Development:** Add 4 Code Enforcement Officers (1 approved during FY2025), 3 Office Assistant II moved to Community Relations for customer service consolidation.
 - o **Finance:** Add 1 Office Assistant II for Treasury cashiering.
 - o **Community Relations:** Add 1 Special Events and Outreach Manager, reuse of Recreation Facility Manager slot for Deputy position. 3 Office Assistant II moved from Economic Development.
 - o **Indigent Defense:** Added 2 Attorney and 1 Office Assistant II during FY2025 (grant funded).
 - o **Sewer:** Add 4 Public Works Technicians.
 - o **Engineering:** Add 1 GIS Specialist (moved from IT).
 - o **Innovation & Technology:** 1 GIS Specialist moved to Engineering.

- -4.31 full-time equivalent part-time reduced positions from the Adopted FY2025 Budget.

- Police & Fire subsidy (cost above direct income) is \$71.4 million which exceeds the general fund 15.0 operating tax millage total revenue of \$63.1 million. This is the result of increased public safety costs outpacing the increases in property tax revenues.
- Administrative departments reflect a 15% increase or \$1.4M increase in subsidy cost.
- Public Works and Facilities reflects a subsidy decrease of 11%, or \$1.1M.
- Parks and Recreation reflects a 6% decrease, or a decrease of \$543K (including personnel cost increases, and decreasing budgeted special event revenue).
- Economic Development reflects a 12% decrease or \$270K (mainly related to the timing of permit revenues for construction projects, and consolidation of DAC customer service under Community Relations).

2026 Budget Overview & Items of Interest

- ✓ The proposed City Tax rate for FY2026 is 22.90 mills, with no changes from FY2025. This rate includes: operating 15.00, library 1.54, garbage 2.11, and CSO debt 4.25
 - o \$100,000 Taxable Value (TV) Home = \$2,290 of Tax
 - o OR for Every \$1,000 of TV = \$22.90 of Tax
 - o The Library millage is dedicated to the Library and provides full funding independence.
- ✓ Taxable value growth is limited to 3.1% per Proposal A State Inflation factor. Market property values are increasing. One tax mill generates approximately \$4.2 million of property tax income.
- ✓ The average quarterly water/sewer combined bill is expected to increase by 3.3% on the average residential customer's bill.
- ✓ Current labor contracts expire 6/30/2028.
- ✓ The employee and retiree health care programs are self-insured except for the Medicare Advantage and Humana prescription drug programs. The self-insurance programs funding models with the implemented benefit changes have experienced suboptimal performance, as a result of a high number of claims. The

target unreserved equity (working capital) is \$4.7 million to hedge high claim year(s). During FY2025, the City made a one-time net contribution of \$1,164,000 to the Employee Insurance Fund for HSA funding contributions. The proposed FY2026 budget was constructed to use \$115 thousand of fund balance. The projected retained earnings at the end of FY2025 is \$2.5 M. There is stop-loss coverage for large claims over \$110,000 for Blue Cross and \$500,000 for HAP employee population

✓ Defined Benefit Chapter 21-23 Closed and MERS Public Safety Open Funding:

	<u>%Funded</u>	<u>\$Unfunded</u>
o Chapter 21	651.20%	N/A
o Chapter 22	84.60%	\$ 29,667,194
o Chapter 23 Fire	73.90%	\$ 50,425,691
o Chapter 23 Police	75.20%	\$ 66,760,470
o MERS*	92.00%	\$ 4,267,503

* MERS reporting is based on a calendar year-end and dated 12/31/2023.

✓ Post-Employment Health Care unfunded accrued liability as of June 30, 2024, reflects an unfunded balance of \$39.0 million reflecting a Funded ratio of 80.40% exceeding Public Act 202 funding requirement of 40%.

✓ FY2024 and FY2025 adopted Budgets included \$25,000 each to established the hardship program for City of Dearborn retirees over age 65 who need additional assistance with medical expenses in relation to the implemented January 1, 2023 retirement healthcare changes.

o Effective January 1, 2026, retirees over 65 with household incomes at or below 250% FPL would be eligible to request reimbursement for medical bills up to \$500 for a single individual or \$1,000 per household of 2 or more.

- Per the USDA, whose calculations of the federal poverty level are shared across public assistance programs, including cash, medical, and food assistance, the following are income guidelines for 2026:
- 250% federal poverty level (household of 1): \$39,125 annually
- 250% federal poverty level (household of 2): \$52,875 annually

o Applications, with appropriate billing documentation, would be submitted to the Payroll and Benefits Division of the City of Dearborn Finance Department. Any received applications that are eligible for reimbursement by the 15th of each month will be paid within 30 days or the 15th of the following month.

- o Applications would have to include their most recent tax return for income verification or income statements from pension, social security, or other income sources.
- ✓ Debt Activity:
 - o Pending issue:
 - CSO supplemental financing source for related infrastructure system repair and maintenance projects series #2. \$36.6 million remains of the 2018 Voter Approved CSO millage authority. The City has applied for grant and low-interest SRF loans from the State of Michigan as a potential option to fund a portion or all of the project cost.
- ✓ Other Notable Capital Items of Interest:
 - o \$7.3 million for Asphalt Street Resurface & Water Main replacement funded from Major and Local Street Funds and Water Fund.
 - o \$6.8 million for Michigan Avenue resurfacing from Firestone to I94, funded by MDOT and Major Street Fund.
 - o \$3.5 million for Street Pavement, Curb & Catch Basin, and Repair & Sidewalk replacements funded from Major and Local Street Funds, Water and Sewer Funds.
 - o \$2.0 million for Lead Service Line replacements funded by the Water Fund.
 - o \$330 thousand for Bryant Library Renovation funded by the Library Fund.
 - o \$200 thousand for Bryant Parking Lot reconstruction funded by the Library Fund.

City of Dearborn
Executive Financial Summary Overview
Adopted Budget for 2025 vs. Proposed Budget for 2026

	Adopted Budget 2025	Proposed Budget 2026	Increase/ (Decrease) over 2025 Budget	Increase/ (Decrease) over 2025 % Change	Forecast Budget 2027	Forecast Budget 2028
General Fund:						
Revenues & Other Financing Sources	\$ 148,131,186	\$ 151,773,603	\$ 3,642,417	2%	\$ 153,630,543	\$ 156,207,782
Expenditures & Other Financing Uses	147,957,554	151,542,914	3,585,360	2%	157,540,137	160,141,720
Total Revenues & Other Financing Sources over (under) Expenditures & Other Financing Uses	\$ 173,632	\$ 230,689	\$ 57,057	33%	\$ (3,909,594)	\$ (3,933,938)
All Funds (Combined):						
Revenues & Other Financing Sources	\$ 385,719,177	\$ 392,161,027	\$ 6,441,850	2%	\$ 404,951,828	\$ 410,233,920
Expenditures/Expenses & Other Financing Uses	373,613,844	380,754,552	7,140,708	2%	401,264,773	404,855,796
Total Revenues & Other Financing Sources over (under) Expenditures/ Expenses & Other Financing Uses	\$ 12,105,333	\$ 11,406,475	\$ (698,858)	-6%	\$ 3,687,055	\$ 5,378,124
Tax Rate:						
General Operating Millage	15.0000	15.0000	-			
Garbage & Rubbish Millage	2.1100	2.1100	-			
Library Millage	1.5400	1.5400	-			
Debt Millage - CSO (2004)	3.8200	3.8200	-			
Debt Millage - CSO (2018)	0.4300	0.4300	-			
Total Millage Rate	22.9000	22.9000	-			

City of Dearborn
Fiscal Year 2025-2026 Proposed Budget
Budget Revisions - Since 4/1/25

FY26

	Mayor's Proposed Budget 4/1/2025	Adjustments	Adjusted Proposed Budget 5/1/2025
General Fund			
Revenues	\$ 151,403,603	\$ 370,000	\$ 151,773,603
Expenditures	151,279,028	263,886	151,542,914
Add/(Use) of Fund Balance	\$ 124,575	\$ 106,114	\$ 230,689
Other Funds			
Revenues	\$ 240,295,360	\$ 92,064	\$ 240,387,424
Expenditures	229,073,513	138,125	229,211,638
Add/(Use) of Fund Balance/Retained Earnings	\$ 11,221,847	\$ (46,061)	\$ 11,175,786
Total Budget			
Revenues	\$ 391,698,963	\$ 462,064	\$ 392,161,027
Expenditures	380,352,541	402,011	380,754,552
Add/(Use) of Fund Balance/Retained Earnings	\$ 11,346,422	\$ 60,053	\$ 11,406,475

Prepared by City of Dearborn Finance Department
May 1, 2025

City of Dearborn
Fiscal Year 2025-2026 Proposed Budget
Budget Revisions - Since 4/1/21

FY26

Account Number	Department/Division	Account Description	Amount of Change	Purpose
REVENUES:				
101-2916-330.01-10	Economic Development - Property Maintenance Services	Federal - Community Development Block Grant	\$ 240,000	Final CDBG plan - Three Code Enforcement Officers
101-6100-330.01-10	Economic & Community Development	Federal - Community Development Block Grant	10,000	Final CDBG plan - ED Technical Assistance
101-0000-361.10-40	Non Departmental	Miscellaneous Revenues	70,000	Required GASB 87 Compliance for Golf Cart Lease at Dearborn Hills
101-0000-391.94-01	Non Departmental	Contribution from General Capital Improvement	50,000	Return General Fund funded project funds (refund with investment income).
Subtotal, General Fund Revenues			\$ 370,000	
401-0000-330.01-10	Intergovernmental Revenue	Community Development Block Grant	\$ (371,620)	Final Proposed CDBG Budget Allocation - Dix Vernor Business Improvements
250-0000-330.01-10	Intergovernmental Revenue	Community Development Block Grant	400,000	Final Proposed CDBG Budget Allocation - Dix Vernor Business Improvements
283-6100-330.01-13	Intergovernmental Revenue	Community Development Block Grant - Contra	(240,000)	Final Proposed CDBG Budget Allocation - Code Enforcement Officers
283-6100-330.01-13	Intergovernmental Revenue	Community Development Block Grant - Contra	(28,380)	Final Proposed CDBG Budget Allocation - Dix Vernor Business Improvements
283-6100-330.01-13	Intergovernmental Revenue	Community Development Block Grant - Contra	100,000	Final Proposed CDBG Budget Allocation - Front Porch Program
401-0000-330.01-10	Intergovernmental Revenue	Community Development Block Grant	(100,000)	Final Proposed CDBG Budget Allocation - Front Porch Program
283-6100-330.01-13	Intergovernmental Revenue	Community Development Block Grant - Contra	(10,000)	Final Proposed CDBG Budget Allocation - ED Technical Assistance
283-6100-330.01-10	Intergovernmental Revenue	Community Development Block Grant	11,361	Final Proposed CDBG Budget Allocation
634-0000-391.92-71	Non Departmental	Contribution from Library Fund	330,703	Funding contribution to Bryant Renovation Project 135425
Subtotal, Other Funds Revenues			\$ 92,064	
Total, All Funds Revenues			\$ 462,064	
EXPENDITURES:				
101-3030-980.44-04	Recreation - Special Activities	Facility Lease	\$ (11,946)	Special events centralized under Community Relations.
101-2730-980.44-04	Community Relations - Special Events	Facility Lease	11,946	Special events centralized under Community Relations.
101-6100-911.30-90	Economic & Community Development	Other Professional Services	(45,756)	Wayne County Metro Liaison allocated under Community Relations.
101-2700-785.34-90	Community Relations	Other Services	45,756	Wayne County Metro Liaison allocated under Community Relations.
101-2940-442.10-10	Economic Development - Permit Services	Salaries and Wages - Full Time	(47,385)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.21-30	Economic Development - Permit Services	Long-Term Disability	(105)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.21-05	Economic Development - Permit Services	Medical Insurance	(129)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.21-05	Economic Development - Permit Services	Medical Insurance	(16,265)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.21-20	Economic Development - Permit Services	Dental Insurance	(1,551)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.21-25	Economic Development - Permit Services	Life Insurance	(66)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.21-55	Economic Development - Permit Services	HCSP	(1,509)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.22-00	Economic Development - Permit Services	FICA / Medicare	(619)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.22-00	Economic Development - Permit Services	FICA / Medicare	(2,648)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.23-80	Economic Development - Permit Services	Retirement Contributions - 401A	(473)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.23-80	Economic Development - Permit Services	Retirement Contributions - 401A	(948)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2940-442.26-00	Economic Development - Permit Services	Workers Comp	(31)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.10-10	Economic Development - Inspections	Salaries and Wages - Full Time	(47,385)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.21-30	Economic Development - Inspections	Long-Term Disability	(105)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.21-05	Economic Development - Inspections	Medical Insurance	(129)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.21-05	Economic Development - Inspections	Medical Insurance	(5,948)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.21-20	Economic Development - Inspections	Dental Insurance	(1,551)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.21-25	Economic Development - Inspections	Life Insurance	(66)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.21-55	Economic Development - Inspections	HCSP	(1,509)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.22-00	Economic Development - Inspections	FICA / Medicare	(634)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.22-00	Economic Development - Inspections	FICA / Medicare	(2,713)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.23-80	Economic Development - Inspections	Retirement Contributions - 401A	(473)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.23-80	Economic Development - Inspections	Retirement Contributions - 401A	(948)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2950-442.26-00	Economic Development - Inspections	Workers Comp	(31)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.10-10	Economic & Community Development	Salaries and Wages - Full Time	(47,385)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.21-20	Economic & Community Development	Dental Insurance	(442)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.21-25	Economic & Community Development	Life Insurance	(66)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.21-30	Economic & Community Development	Long-Term Disability	(105)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.21-55	Economic & Community Development	HCSP	(1,509)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.22-00	Economic & Community Development	FICA / Medicare	(674)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.22-00	Economic & Community Development	FICA / Medicare	(2,882)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.23-80	Economic & Community Development	Retirement Contributions - 401A	(473)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.23-80	Economic & Community Development	Retirement Contributions - 401A	(948)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-6100-911.26-00	Economic & Community Development	Workers Comp	(31)	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.10-10	Community Relations	Salaries and Wages - Full Time	142,154	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.21-30	Community Relations	Long-Term Disability	314	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.21-05	Community Relations	Medical Insurance	22,471	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.21-20	Community Relations	Dental Insurance	3,545	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.21-25	Community Relations	Life Insurance	199	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.21-55	Community Relations	HCSP	4,527	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.22-00	Community Relations	FICA / Medicare	10,170	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.23-80	Community Relations	Retirement Contributions - 401A	4,264	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2700-785.26-00	Community Relations	Workers Comp	92	Consolidation of DAC service desk under Community Relations. Three OA II.
101-2920-894.61-00	Economic Development - Property Maintenance	Operating Supplies	16,755	Balancing of CDBG funding for vector services.
101-2916-663.10-10	Economic Development - Property Maintenance Services	Salaries and Wages - Full Time	150,357	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.21-05	Economic Development - Property Maintenance Services	Medical Insurance	49,181	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.21-20	Economic Development - Property Maintenance Services	Dental Insurance	4,653	Final CDBG plan - Three Code Enforcement Officers

City of Dearborn
Fiscal Year 2025-2026 Proposed Budget
Budget Revisions - Since 4/1/21

FY26

Account Number	Department/Division	Account Description	Amount of Change	Purpose
101-2916-663.21-25	Economic Development - Property Maintenance Services	Life Insurance	198	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.21-30	Economic Development - Property Maintenance Services	Long-Term Disability	315	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.21-55	Economic Development - Property Maintenance Services	HCSP	1,800	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.22-00	Economic Development - Property Maintenance Services	FICA / Medicare	11,502	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.23-80	Economic Development - Property Maintenance Services	Retirement Contributions - 401A	9,021	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.26-00	Economic Development - Property Maintenance Services	Workers Comp	90	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.53-00	Economic Development - Property Maintenance Services	Communications	5,000	Final CDBG plan - Three Code Enforcement Officers
101-2916-663.61-00	Economic Development - Property Maintenance Services	Operating Supplies	7,882	Final CDBG plan - Three Code Enforcement Officers
101-2410-511.30-90	Police - Administration	Other Professional Services	(16,445)	Fund HYFI (street flooding monitoring) to Sewer Fund
101-3005-681.10-20	Recreation - Administration	Part Time Wages	(40,820)	Final Consolidation of Marketing Staff to Communications (2 PT Positions)
101-3005-681.22-00	Recreation - Administration	FICA / Medicare	(3,123)	Final Consolidation of Marketing Staff to Communications (2 PT Positions)
101-2310-831.10-20	Communications - Administration	Part Time Wages	40,820	Final Consolidation of Marketing Staff to Communications (2 PT Positions)
101-2310-831.22-00	Communications - Administration	FICA / Medicare	3,123	Final Consolidation of Marketing Staff to Communications (2 PT Positions)
101-6100-911.30-90	Economic & Community Development	Other Professional Services	10,000	Final CDBG plan - ED Technical Assistance
101-2410-511.10-10	Police - Administration	Salaries and Wages - Full Time	187,848	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.21-05	Police - Administration	Medical Insurance	33,000	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.21-20	Police - Administration	Dental Insurance	4,653	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.21-25	Police - Administration	Life Insurance	198	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.21-30	Police - Administration	Long-Term Disability	315	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.21-55	Police - Administration	HCSP	4,500	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.22-00	Police - Administration	FICA / Medicare	14,370	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.23-50	Police - Administration	MERS - Police / Fire	4,263	Additional 3 Police Officer Positions - For Downtown Areas
101-2410-511.26-00	Police - Administration	Workers Comp	93	Additional 3 Police Officer Positions - For Downtown Areas
101-1605-761.10-10	Finance - Accounting	Salaries and Wages - Full Time	(30,000)	Vacant Accountant III position being refilled with Accountant I.
101-2730-782.61-00	Community Relations - Special Events	Operating Supplies	(50,000)	Reduce request for Peace Park holiday decorations.
101-1210-421.10-10	Mayor	Salaries and Wages - Full Time	(30,000)	COO budget adjustment
101-1210-421.21-05	Mayor	Medical Insurance	(10,000)	COO budget adjustment
101-1210-421.23-80	Mayor	Retirement Contributions - 401A	(4,663)	COO budget adjustment
101-1350-801.10-20	City Clerk - Elections	Part Time Wages	(111,000)	Reduction to 18,000 Election Worker hours per City Council review.

Subtotal, General Fund Expenditures:

\$ 263,886

297-6100-435.45-10	Economic & Community Development	Architect / Engineering Service	\$ (59,501)	Current year project budget.
297-6100-435.45-20	Economic & Community Development	Construction Contractor	(137,785)	Current year project budget.
590-2006-472.30-90	Public Works - Sewer	Other Professional Services	49,335	Fund HYFI (street flooding monitoring) to Sewer Fund
401-6100-435.98-00	Economic & Community Development	Capital Project Support	(371,620)	Final Proposed CDBG Budget Allocation - Dix Vernor Business Improvements
250-6100-911.98-00	Economic & Community Development	Capital Project Support	400,000	Final Proposed CDBG Budget Allocation - Dix Vernor Business Improvements
401-6100-435.98-00	Economic & Community Development	Capital Project Support	(100,000)	Final Proposed CDBG Budget Allocation - Dix Vernor Business Improvements
283-6251-914.67-90	Economic & Community Development	Other Grants	(167,019)	Final Proposed CDBG Budget Allocation
590-2006-472.10-10	Public Works - Sewer	Salaries & Wages, Full Time	160,218	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.21-05	Public Works - Sewer	Medical Insurance	65,576	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.21-20	Public Works - Sewer	Dental Insurance	6,204	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.21-25	Public Works - Sewer	Life Insurance	264	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.21-30	Public Works - Sewer	Long-Term Disability	420	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.21-55	Public Works - Sewer	HCSP	6,000	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.22-00	Public Works - Sewer	FICA / Medicare	12,257	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.23-80	Public Works - Sewer	Retirement Contributions - 401A	5,684	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-472.26-00	Public Works - Sewer	Workers Comp	124	Addition of four Public Works Technicians for Catch Basin grate cleaning
590-2006-435.98-00	Public Works - Sewer	Capital Project Support	(306,082)	Reduction of Storm Sewer Separation Phase 3
401-3014-435.98-00	Recreation - City Parks	Capital Project Support	(50,000)	Reduce Request for Oak Park playground equipment
401-2001-435.98-00	Public Works - Administration	Capital Project Support	50,000	Return General Fund project funding from prior year.
271-5100-721.10-10	Library - Libraries	Salaries & Wages, Full Time	(63,965)	Remove Library System Specialist add from budget request.
271-5100-721.21-05	Library - Libraries	Medical Insurance	(13,722)	Remove Library System Specialist add from budget request.
271-5100-721.21-20	Library - Libraries	Dental Insurance	(1,551)	Remove Library System Specialist add from budget request.
271-5100-721.21-25	Library - Libraries	Life Insurance	(66)	Remove Library System Specialist add from budget request.
271-5100-721.21-30	Library - Libraries	Long-Term Disability	(105)	Remove Library System Specialist add from budget request.
271-5100-721.21-55	Library - Libraries	HCSP	(1,500)	Remove Library System Specialist add from budget request.
271-5100-721.22-00	Library - Libraries	FICA / Medicare	(4,893)	Remove Library System Specialist add from budget request.
271-5100-721.23-80	Library - Libraries	Retirement Contributions - 401A	(1,523)	Remove Library System Specialist add from budget request.
271-5100-721.26-00	Library - Libraries	Workers Comp	(31)	Remove Library System Specialist add from budget request.
271-5100-980.96-34	Library - Libraries	Contribution to Facilities	330,703	Funding contribution to Bryant Renovation Project 135425
634-5100-435.98-00	Facility Fund - Libraries	Capital Project Support	330,703	Funding contribution to Bryant Renovation Project 135425

Subtotal, Other Funds Expenditures:

\$ 138,125

Total, All Funds Expenditures

\$ 402,011

<u>City of Dearborn</u> <u>Outstanding Debt Summary</u> Purpose of Debt	Issuance Date	Issuance Amount	Interest Rate	Principal Balance 06/30/2025	FY2026 Budget Debt Service	Income Source	Fiscal Year of Pay Off	Pay Off Years From FY2026	Fiscal Year Refinancing Available
Governmental Activities									
West Downtown Infrastructure / Ford Woods Pool	May 18, 2017	10,780,000	3.00%	6,360,000	1,105,800	Operating Millage	2032	6	2027
Dunworth Pool	Dec 7, 2017	3,500,000	3.00%	2,540,000	236,200	Operating Millage	2038	12	2027
Powerhouse HVAC Upgrade	May 3, 2018	14,500,000	3.37%	10,500,000	1,004,031	Operating Millage	2038	12	2027
Pension Bonds	Sep 25, 2018	16,212,000	3.92%	10,874,199	1,342,859	Operating Millage	2035	9	2028
OPEB Bonds	Dec 20, 2018	29,260,000	4.35%	21,347,260	2,339,829	Operating Millage	2037	11	2028
Total Governmental Activities				51,621,459	6,028,720				
Proprietary Activities									
CSO SRF #5 5207-02 Phase A	Sep 23, 2004	44,104,705	2.13%	4,164,705	2,148,500	2004 CSO Voted Millage	2027	1	N/A
CSO SRF #6 5207-03 East Dearborn	Sep 22, 2005	64,651,299	1.63%	9,476,299	3,153,990	2004 CSO Voted Millage	2028	2	N/A
CSO SRF #7 5207-04 Outfall 16	Jun 22, 2006	7,182,942	1.63%	822,942	423,373	2004 CSO Voted Millage	2027	1	N/A
CSO SRF #8 5207-05 Phase B C7 & C8	Sep 20, 2007	99,360,000	1.63%	27,920,000	5,858,700	2004 CSO Voted Millage	2030	4	N/A
CSO SRF #9 5207-07 Phase B Outfall 11 (ARRA)	Sep 28, 2009	5,676,000	2.50%	2,005,000	365,125	2004 CSO Voted Millage	2031	5	N/A
CSO SRF #10 5503-01 Phase 1 Outfall 4	Jun 26, 2012	7,465,000	2.50%	3,825,000	475,813	2004 CSO Voted Millage	2033	7	N/A
CSO SRF #11 5503-02 Phase 2 Outfall 4	Apr 9, 2013	7,980,889	2.00%	4,375,889	483,518	2004 CSO Voted Millage	2035	9	N/A
CSO UTGO Refunding Bonds (2004)	Jul 15, 2014	20,085,000	3.49%	11,500,000	1,360,963	2004 CSO Voted Millage	2034	8	2024
CSO SRF #12 5621-01 Phase 1 Outfall 4	Dec 12, 2014	12,000,000	2.50%	7,895,000	765,188	2004 CSO Voted Millage	2037	11	N/A
2017A Sewer CSO UTGO	May 18, 2017	10,700,000	3.19%	8,695,000	620,550	2004 CSO Voted Millage	2043	17	2027
2017B Sewer CSO UTGO	Dec 7, 2017	26,405,000	3.19%	23,750,000	1,243,094	2004 CSO Voted Millage	2043	17	2027
2018 Sewer CSO UTGO	Sep 20, 2018	23,000,000	4.00%	21,350,000	1,179,000	2018 CSO Voted Millage	2044	18	2028
Pension Bonds	Sep 25, 2018	3,788,000	3.92%	2,540,801	313,764	Operating Revenues	2035	9	2028
OPEB Bonds	Dec 20, 2018	5,740,000	4.35%	4,187,740	458,981	Operating Revenues	2037	11	2028
Total Proprietary Activities				132,508,376	18,850,557				
Total Primary Government				184,129,835	24,879,277				
Component Units									
2009A BRA - Refinance	Sep 23, 2021	8,325,000	2.00%	6,810,000	561,888	Tax Capture	2039	13	N/A
2017 Wagner Place Parking Deck	May 18, 2017	7,655,000	3.00%	6,500,000	436,521	Tax Capture	2046	20	2027
Total Component Units				13,310,000	998,409				
Total				197,439,835	25,877,686				

General Fund Portion:	Principal	FY26 Debt Service
Wagner Infrastructure / Ford Woods Pool	\$ 6,360,000	\$ 1,105,800
Dunworth Pool	2,540,000	236,200
Powerhouse HVAC	8,137,500	778,124
Pension	8,193,882	1,011,866
OPEB	19,824,374	2,172,884
Total:	\$ 45,055,756	\$ 5,304,874

Note: Debt Service excludes fiscal agent fees and amortization of any discount or premium.

City of Dearborn
Budgetary Combining Statement of
Revenue, Expenditures, and Changes in Fund Balance
All Governmental Fund Types
Year Ended June 30, 2026

	General Fund	Major Street Fund	Local Street Fund	Indigent Defense Fund	Drug Law Enforcement Fund	Library Fund	Designated Purposes Fund	Community Development Fund	Opioid Settlement Fund	General Capital Improvement Fund	General Government Combined Total	Dix-Vernor Dist Improvement Authority Fund	Warren Business Dist Improvement Authority Fund	Brownfield Redevelopment Authority Fund	West Dbn Downtown Dev Authority Fund	East Dbn Downtown Dev Authority Fund	Component Units Combined Total
Revenue																	
Property Taxes & Penalties	\$ 73,626,532	\$ 463,000	\$ 736,000	\$ -	\$ -	\$ 6,316,900	\$ -	\$ -	\$ -	\$ -	\$ 81,142,432	\$ 62,500	\$ 528,300	\$ 1,139,400	\$ 1,136,800	\$ 1,001,500	\$ 3,868,500
Licenses & Permits	4,381,679	-	-	-	-	-	-	-	-	-	4,381,679	-	-	-	-	-	-
Intergovernmental Revenue																	
Federal Sources	2,259,273	-	-	-	-	10,000	-	706,000	-	345,000	3,320,273	704,454	456,947	-	-	-	1,161,401
State Sources	16,572,138	11,288,525	3,796,897	1,583,934	-	112,000	-	-	-	-	33,353,494	-	-	-	-	-	-
Local Community Stabilization Authority	16,796,995	-	-	-	-	1,657,935	-	-	-	-	18,454,930	-	-	2,018,621	-	22,370	2,040,991
Local Sources	10,000	-	-	-	-	100,844	-	-	-	-	110,844	-	-	-	-	-	-
Charges for Services	19,936,208	1,200	-	-	-	43,226	-	-	-	59,250	20,039,884	-	-	-	-	-	-
Fines & Forfeits	5,174,000	-	-	-	-	10,000	-	-	-	-	5,184,000	-	-	-	-	-	-
Interest on Investments	2,378,968	455,239	372,069	11,544	100,755	206,848	-	-	14,342	677,102	4,216,867	3,841	48,013	160,016	48,423	54,503	314,796
Rents & Royalties	7,683,906	-	-	-	-	500	-	-	-	-	7,684,406	-	-	-	-	-	-
Private Source Contributions	50,100	-	-	-	-	10,500	-	-	-	-	60,600	-	-	-	-	-	-
Miscellaneous Revenue	1,373,067	30,000	-	-	-	22,000	-	90,000	-	-	1,515,067	2,000	2,000	-	6,000	37,906	47,906
Proceeds from Long-Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total estimated revenue	150,242,866	12,237,964	4,904,966	1,595,478	100,755	8,490,753	-	796,000	14,342	1,081,352	179,464,476	772,795	1,035,260	3,318,037	1,191,223	1,116,279	7,433,594
Transfers In	1,530,737	-	5,079,836	79,473	-	-	245,500	-	-	-	6,935,546	-	-	377,200	-	-	377,200
Total financing sources	151,773,603	12,237,964	9,984,802	1,674,951	100,755	8,490,753	245,500	796,000	14,342	1,081,352	186,400,022	772,795	1,035,260	3,695,237	1,191,223	1,116,279	7,810,794
Expenditures																	
Personnel Services	110,570,207	526,000	751,500	945,346	-	4,461,409	-	1,250	106,071	-	117,361,783	105,517	213,527	-	184,999	180,316	684,359
Professional & Contractual Services	19,085,478	232,087	203,586	570,039	376,500	841,854	-	18,750	17,000	-	21,345,294	70,620	500,640	70,872	784,478	652,693	2,079,303
Utilities	4,177,195	-	-	1,380	97,537	179,615	-	-	-	-	4,455,727	300	-	-	6,218	1,345	7,863
Repair & Maintenance Services	2,158,632	55,000	1,000	1,000	49,500	98,900	-	-	-	-	2,364,032	-	-	-	500	500	1,000
Rentals	3,651,896	577,500	860,700	25,650	-	696,901	-	-	-	-	5,812,647	-	-	-	-	-	-
Supplies	5,171,785	145,500	234,000	5,200	95,550	142,475	-	-	12,000	-	5,806,510	1,000	500	300	67,350	54,900	124,050
Other Operating Expenses	11,311,656	-	-	18,185	44,050	262,382	-	776,000	56,000	-	12,468,273	208,000	455,000	51,591	145,129	96,988	956,708
Capital Outlay	55,000	-	-	-	252,000	566,500	-	-	-	-	873,500	-	-	-	-	-	-
Capital Improvements & Infrastructure (projects)	-	5,650,149	7,704,500	-	-	-	-	-	-	1,081,352	14,436,001	400,000	-	-	-	-	400,000
Debt Service (principal & interest)	3,184,699	-	-	-	-	223,654	-	-	-	-	3,408,353	-	-	999,259	-	-	999,259
Expenses Allocated In or Out	(11,511,413)	-	-	-	-	(2,400)	-	-	-	-	(11,513,813)	-	-	-	-	-	-
Undistributed Appropriations	28,000	-	-	-	-	-	245,500	-	-	-	273,500	-	-	-	-	-	-
Total expenditure appropriations	147,883,135	7,186,236	9,755,286	1,566,800	915,137	7,471,290	245,500	796,000	191,071	1,081,352	177,091,807	785,437	1,169,667	1,122,022	1,188,674	986,742	5,252,542
Transfers Out	3,659,779	5,079,836	-	16,000	-	1,019,463	-	-	-	-	9,775,078	4,000	8,000	-	249,200	130,000	391,200
Total financing uses	151,542,914	12,266,072	9,755,286	1,582,800	915,137	8,490,753	245,500	796,000	191,071	1,081,352	186,866,885	789,437	1,177,667	1,122,022	1,437,874	1,116,742	5,643,742
Estimated Financing Sources Over (Under) Uses	230,689	(28,108)	229,516	92,151	(814,382)	-	-	-	(176,729)	-	(466,863)	(16,642)	(142,407)	2,573,215	(246,651)	(463)	2,167,052
Fund Balance																	
Fund Balance July 1, 2024	37,842,019	12,440,491	8,973,625	148,478	2,849,377	4,756,806	642,572	(233,333)	474,031	22,499,018	90,393,083	135,500	1,352,501	(10,874,593)	1,524,130	1,131,252	(6,731,210)
FY2025 Projected sources over uses	(480,260)	(11,257,559)	(8,172,220)	(30,745)	(737,932)	(3,556,718)	(862,324)	33,974	106,839	24,765,919	(191,026)	19,439	912,728	2,469,605	(312,242)	577,972	3,667,502
Prior Year Encumbrances	537,204	3,132,099	4,255,069	180	47,436	114,083	219,752	777,870	-	4,893,325	13,977,019	1,425	55,262	65,250	6,406	160,979	289,322
Bond Principal Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	1,255,000	-	-	1,255,000
Projected Fund Balance June 30, 2026	\$ 38,129,652	\$ 4,286,923	\$ 5,285,990	\$ 210,064	\$ 1,344,499	\$ 1,314,171	\$ 0	\$ 578,511	\$ 404,141	\$ 52,158,262	\$ 103,712,213	\$ 139,722	\$ 2,178,084	\$ (4,511,523)	\$ 971,643	\$ 1,869,740	\$ 647,666

City of Dearborn
Budgetary Combining Statement of
Revenue, Expenditures, and Changes in Retained Earnings
All Proprietary Fund Types and Budgeted Fiduciary Funds
Year Ended June 30, 2026

	Senior Apartment Operating Fund	Sewer Fund	Water Fund	Information Systems Fund	Facilities Fund	Fleet Replacement Fund	Workers Comp Fund	Fleet and General Liability Fund	Employee Insurance Fund	Proprietary Funds Combined Total	Retiree Death Benefit Fund	Defined Benefit Retirement Funds	Post Employment Healthcare Fund	Fiduciary Funds Combined Total
Revenue														
Property Taxes & Penalties	\$ -	\$ 17,846,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,846,000	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenue														
Federal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State Sources	-	1,961,571	-	-	-	-	-	-	-	1,961,571	-	-	-	-
Local Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sales	-	31,042,184	22,958,043	-	-	-	-	-	-	54,000,227	-	-	-	-
Delinquent Transfer & Penalties	-	1,140,000	1,012,000	-	-	-	-	-	-	2,152,000	-	-	-	-
Insurance Premiums	-	-	-	-	-	-	-	4,000,680	23,114,819	27,115,499	12,500	-	-	12,500
Charges for Services	929,402	200,000	201,700	3,178,022	4,323,055	-	-	-	-	8,832,179	-	-	-	-
Engineering Services	-	-	3,246,837	-	-	-	-	-	-	3,246,837	-	-	-	-
Investment Income	149,341	1,076,621	180,814	343,063	710,572	199,803	33,278	108,000	27,808	2,829,300	31,925	37,402,944	9,324,155	46,759,024
Rents & Royalties	2,234,819	24,600	-	241,259	6,810	1,420,000	-	-	-	3,927,488	-	-	-	-
Contributions	-	-	-	-	-	-	-	-	-	-	-	786,377	-	786,377
Miscellaneous Revenue	203,236	229,605	22,000	-	500	-	75,000	-	-	530,341	-	8,550	-	8,550
Proceeds from Long-Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total estimated revenue	3,516,798	53,520,581	27,621,394	3,762,344	5,040,937	1,619,803	108,278	4,108,680	23,142,627	122,441,442	44,425	38,197,871	9,324,155	47,566,451
Transfers In	-	-	-	-	3,134,527	-	627,107	375,000	1,268,000	5,404,634	-	16,224,380	6,313,304	22,537,684
Total financing sources	3,516,798	53,520,581	27,621,394	3,762,344	8,175,464	1,619,803	735,385	4,483,680	24,410,627	127,846,076	44,425	54,422,251	15,637,459	70,104,135
Expenditures														
Personnel Services	2,301,632	3,359,788	7,549,872	1,423,452	2,898,990	-	-	-	-	17,533,734	-	-	10,916,350	10,916,350
Professional & Contractual Services	140,398	1,792,718	1,462,126	1,676,358	80,786	-	560,000	309,550	24,526,001	30,547,937	-	2,624,483	260,456	2,884,939
Utilities	535,873	493,774	25,796	5,188	1,356,549	-	-	-	-	2,417,180	-	-	-	-
Repair & Maintenance Services	788,697	1,105,400	81,482	22,450	152,250	-	-	-	-	2,150,279	-	-	-	-
Rentals	2,400	66,015	231,325	45,511	54,361	-	-	-	-	399,612	-	-	-	-
Insurance Benefits or Annuities	-	-	-	-	-	-	15,517	-	-	15,517	-	46,819,591	-	46,819,591
Claims & Judgements	-	-	-	-	-	-	180,000	1,375,000	-	1,555,000	-	25,516	-	25,516
Insurance & Bonds	160,343	600,091	361,737	12,605	70,842	-	126,570	2,855,680	-	4,187,868	55,000	36,526	-	91,526
Supplies	96,300	257,200	878,110	50,635	223,150	-	-	-	-	1,505,395	-	-	-	-
Cost of Sales	-	22,430,400	11,681,000	-	-	-	-	-	-	34,111,400	-	-	-	-
Other Operating Expenses	13,125	150,775	87,570	17,150	16,550	-	16,100	138,000	-	439,270	-	53,700	-	53,700
Capital Outlay	-	-	354,606	477,063	-	1,438,898	-	-	-	2,270,567	-	-	-	-
Capital Improvements & Infrastructure (projects)	100,000	2,720,093	4,800,450	201,259	1,545,275	-	-	-	-	9,367,077	-	-	-	-
Debt Service (principal & interest)	135,150	18,196,084	520,825	87,625	2,533,796	-	-	-	-	21,473,480	-	-	-	-
Expenses Allocated Out	-	-	(596,561)	-	(319,401)	-	-	-	-	(915,962)	-	-	-	-
Total expenditure appropriations	4,273,918	51,172,338	27,438,338	4,019,296	8,613,148	1,438,898	898,187	4,678,230	24,526,001	127,058,354	55,000	49,559,816	11,176,806	60,791,622
Transfers Out	65,031	70,000	163,056	43,862	52,000	-	-	-	-	393,949	-	-	-	-
Total financing uses	4,338,949	51,242,338	27,601,394	4,063,158	8,665,148	1,438,898	898,187	4,678,230	24,526,001	127,452,303	55,000	49,559,816	11,176,806	60,791,622
Estimated Financing Sources Over (Under) Uses	(822,151)	2,278,243	20,000	(300,814)	(489,684)	180,905	(162,802)	(194,550)	(115,374)	393,773	(10,575)	4,862,435	4,460,653	9,312,513
Retained Earnings														
Retained Earnings July 1, 2024	6,813,757	223,832,831	122,715,136	11,781,022	118,459,002	22,396,452	729,799	2,268,462	2,361,411	511,357,872	-	532,088,678	160,196,634	692,285,312
FY2025 Projected sources over uses	(4,416,458)	(7,923,960)	5,304,367	(1,685,901)	(68,192,106)	(4,137,998)	10,689	(799,362)	184,337	(81,656,392)	(3,526)	3,391,731	5,423,678	8,811,883
Capitalization of Fixed Assets	3,784,008	34,813,625	6,336,127	2,372,318	69,448,965	8,555,743	-	-	-	125,310,786	-	-	-	-
Estimated Depreciation Expense	(317,320)	(16,726,352)	(5,294,430)	(1,849,948)	(8,727,218)	(4,793,256)	-	-	-	(37,708,524)	-	-	-	-
Bond Principal Payments	167,590	29,177,308	646,518	112,660	3,535,348	-	-	-	-	33,639,424	-	-	-	-
Projected Retained Earnings June 30, 2026	\$ 5,209,426	\$ 265,451,695	\$ 129,727,718	\$ 10,429,337	\$ 114,034,307	\$ 22,201,846	\$ 577,686	\$ 1,274,550	\$ 2,430,374	\$ 551,336,939	\$ (14,101)	\$ 540,342,844	\$ 170,080,965	\$ 710,409,708

CITY OF DEARBORN
2025-2026 BUDGET

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By Councilmember _____ supported by Councilmember _____:

RESOLVED: Estimates of anticipated revenues and proposed appropriations are hereby adopted as contained in the accompanying summary documents as follows:

RESOLVED: Estimates of revenues are approved in total and appropriations are hereby authorized at the department level (lump sum) within the General Fund,

except: the Camp Dearborn, Mystic Creek Golf Course, and Dearborn Hills Golf Course appropriations are authorized for each at the Recreation Division level and budget can only be reallocated from or to each of these Recreation Divisions with prior approval by the City Council,

except: the Police Department-Dispatch Division appropriations are authorized at the Division level and budget can only be reallocated from or to this Division with prior approval by the City Council, be it further

except: the City Clerk Election Division appropriations are authorized at the Division level and budget can only be reallocated from or to this Division with prior approval by the City Council, be it further

RESOLVED: That the Director of Finance may automatically appropriate fund balance for leave time payouts exceeding budget with notice to be filed with the City Council within five business days; be it further

RESOLVED: Estimates of revenues are approved in total and appropriations for remaining Governmental funds are approved in total for each fund (lump sum), including the Major Street and Trunkline Fund, Local Street Fund, Indigent Defense Fund, Drug Law Enforcement Fund, Library Fund, Community Development Fund, the Opioid Settlement Fund, and General Capital Improvement Fund; be it further

RESOLVED: Estimates of revenues and appropriations for the East Dearborn Downtown Development Authority, the West Dearborn Downtown Development Authority, the Brownfield Redevelopment Authority, Dix-Vernor Business District Improvement Authority, and the Warren Business District Improvement Authority are approved in total for each component unit; be it further

RESOLVED: That the Director of Finance may automatically establish revenue budgets and corresponding appropriations based on actual receipts for the Designated Purposes Fund, the Drug Law Enforcement Fund and the Opioid Settlement Fund; be it further

RESOLVED: That the Director of Finance may automatically establish revenue budgets and corresponding appropriations-based reimbursements received in relation to capital projects; be it further

RESOLVED: Enterprise, Internal Service and Fiduciary Funds including the Water Fund, Sewer Fund, Seniors Apartment Operating Fund, Information Systems Fund, Facilities Fund, Fleet and Equipment Replacement Fund, Employee Insurance Fund, Fleet and General Liability Insurance Fund, Workers' Compensation Fund, Retiree Death Benefit Fund, Post Employment Health Care Fund, and the three closed Defined Benefit Pension System Funds are authorized to operate as determined by activity levels (lump sum), within constraints of anticipated revenues and available surplus in accordance with law, and budget modifications approved by the Mayor and periodically reported to City Council; be it further

RESOLVED: That unexpended appropriations within all funds and component units will be automatically rolled forward only for support of one-time outlays necessary for support of special programs or projects as designated by the Director of Finance with approval of the Mayor and for multi-year appropriations such as projects and grants, as previously authorized. Ongoing routine purchases for delivery in the new fiscal year shall be financed from the fiscal 2025-2026 budget; be it further

RESOLVED: To establish project appropriations as recommended by the Capital Improvement Coordinating Committee and approved by the City Plan Commission, the Council hereby authorizes the Department of Finance to make any necessary transfers or reallocations to establish, augment or close project appropriations as listed on the Capital Improvement Plan; be it further

CITY OF DEARBORN
2025-2026 BUDGET
(continued)

RESOLVED: To permit timely implementation of proposed projects including work to start with the current construction season, the proposed project appropriations contained within the Capital Improvement section of the budget are herewith given immediate effect; be it further

RESOLVED: Within the General Capital Improvement Fund, interest earnings and other revenue shall be first used to support capital project appropriations up to the amounts herein authorized after which they shall be credited to unallocated fund balance, for possible appropriation and project amendments at the Council's discretion; be it further

RESOLVED: Effective January 1, 2026, retirees over age 65 with household incomes at or below 250% the Federal Poverty Level ("FPL") will be eligible to seek reimbursement for medical bills up to \$500 for a single individual or \$1,000 per household of two or more.

- Pursuant to the United States Department of Agriculture ("USDA"), whose calculations of the federal poverty level are shared across public assistance programs, including cash, medical, and food assistance, the following are income guidelines for 2025-2026:
 - 250% federal poverty level (household of 1): \$39,125 annually
 - 250% federal poverty level (household of 2): \$52,875 annually; be it further

RESOLVED: To be eligible for the hardship program applications must include the applicants most recent tax return for income verification or income statements from pension, social security, or other income sources and be submitted, with appropriate billing documentation, to the Payroll and Benefits Division of the City of Dearborn Finance Department; be it further

RESOLVED: The hardship program will be reviewed jointly by the Council and Administration annually during budget review; be it further

RESOLVED: Consistent with the legislative power and authority conferred on the Council by Charter to exercise all legislative duties, the Executive Department will not prevent the Legislative Department from filling a budgeted vacant position within the Council office; be it further

RESOLVED: That the amounts to be raised by taxation are those detailed in the accompanying estimates of revenue and that the tax rates for the July 1, 2025 levy in support of the 2025-2026 General Fund and Library Fund budgets shall be as follows:

for purposes of financing general operations, capital outlay, capital improvements, non-voted debt service and contingencies as detailed in department budgets and supporting documents summarized herewith, pursuant to City Charter and applicable state law: **\$15.0000** mills;
for garbage and rubbish collection and disposal authorized by P.A. 298 of 1917 as amended: **\$2.1100** mills;
for purposes of financing the Library Fund as approved by voters in November, 2021 and authorized by City Council summarized herewith: **\$1.5400** mills;
The total of 2025 Summer City Tax millage is to be **\$18.6500** mills; and be it further

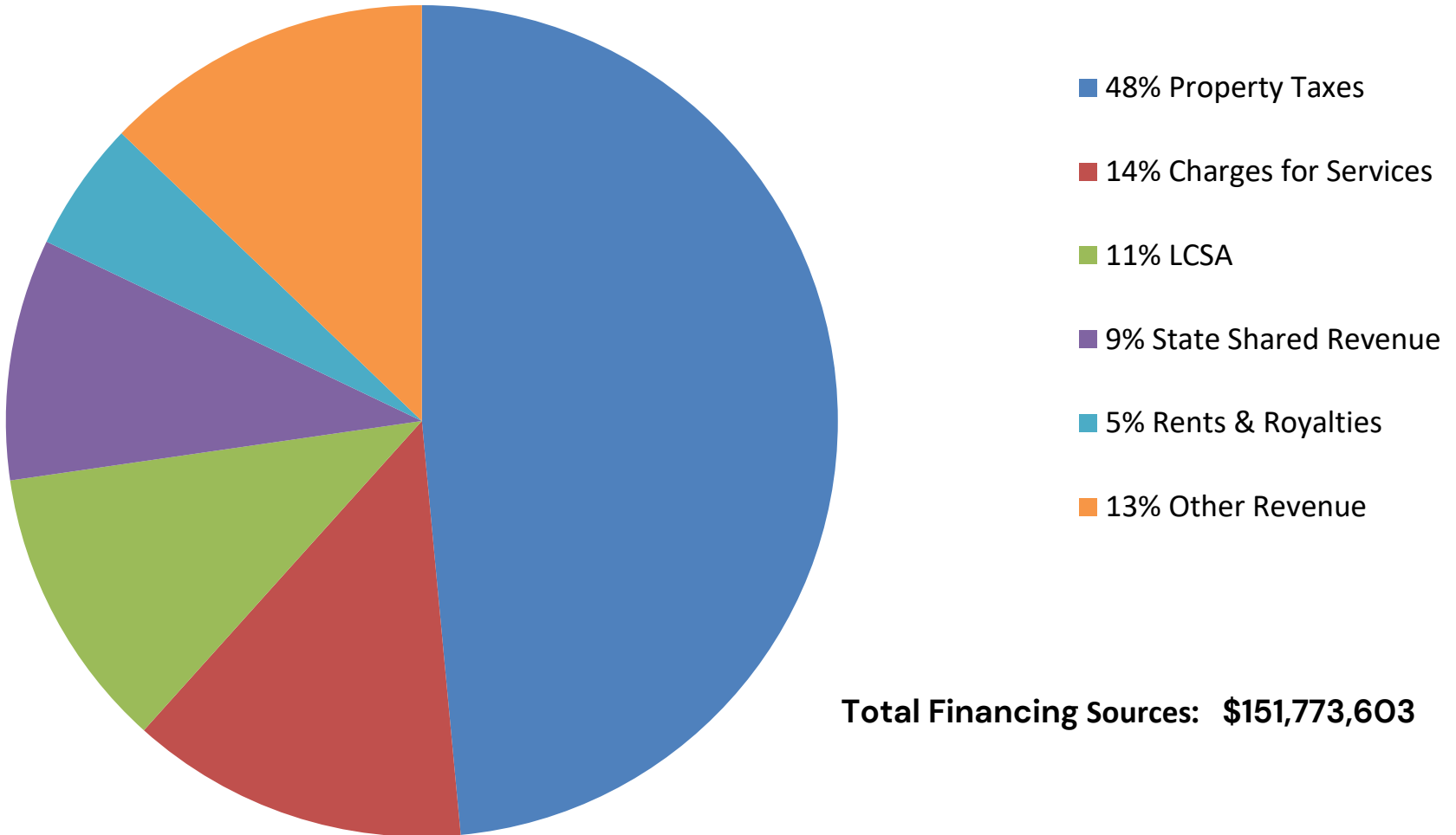
RESOLVED: That the amounts to be raised by taxation, as also detailed in the accompanying estimates of revenue and that the tax rate for the December 1, 2025 levy in support of the federally mandated 2025-2026 Combined Sewer Overflow (CSO) debt service budget shall be as follows:

for purposes of financing General Obligation Combined Sewer Overflow (CSO) debt as approved by voters in November, 2004 summarized herewith: **\$ 3.8200** mills.
for purposes of financing General Obligation Combined Sewer Overflow (CSO) debt as approved by voters in August, 2018 summarized herewith: **\$ 0.4300** mills.
The total of the 2025 Winter CSO Tax millage is to be **\$4.2500** mills.

RESOLVED: **Immediate effect.**

General Fund Financing Sources

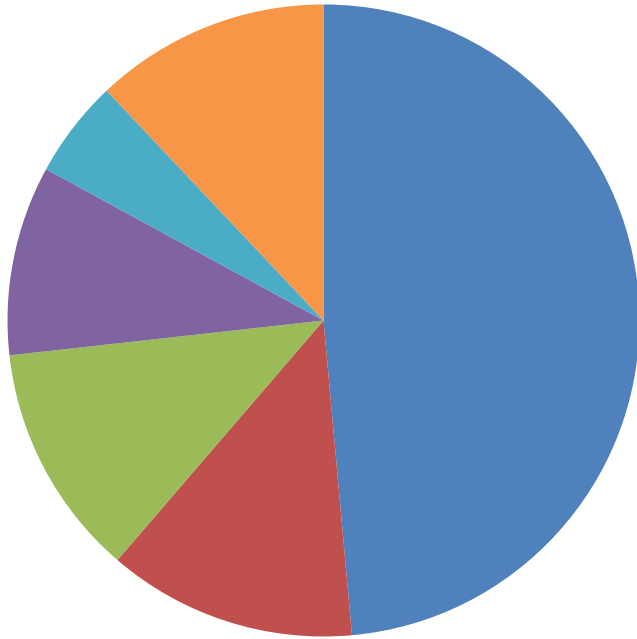
FY2026 Proposed Budget



General Fund Financing Sources

FY2025 Adopted vs FY2026 Proposed Budget

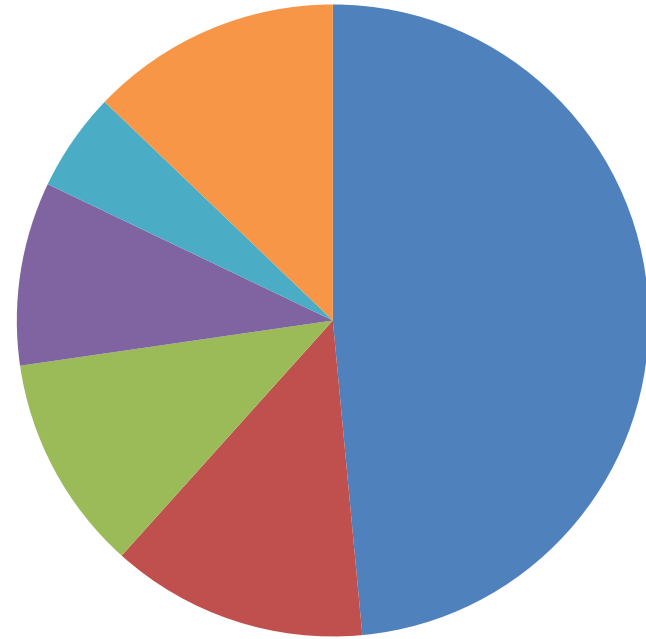
FY2025 Adopted



Total Financing Sources:
\$148,131,186

- 48% Property Taxes
- 13% Charges for Services
- 12% LCSA
- 10% State Shared Revenue
- 5% Rents & Royalties
- 12% Other Revenue

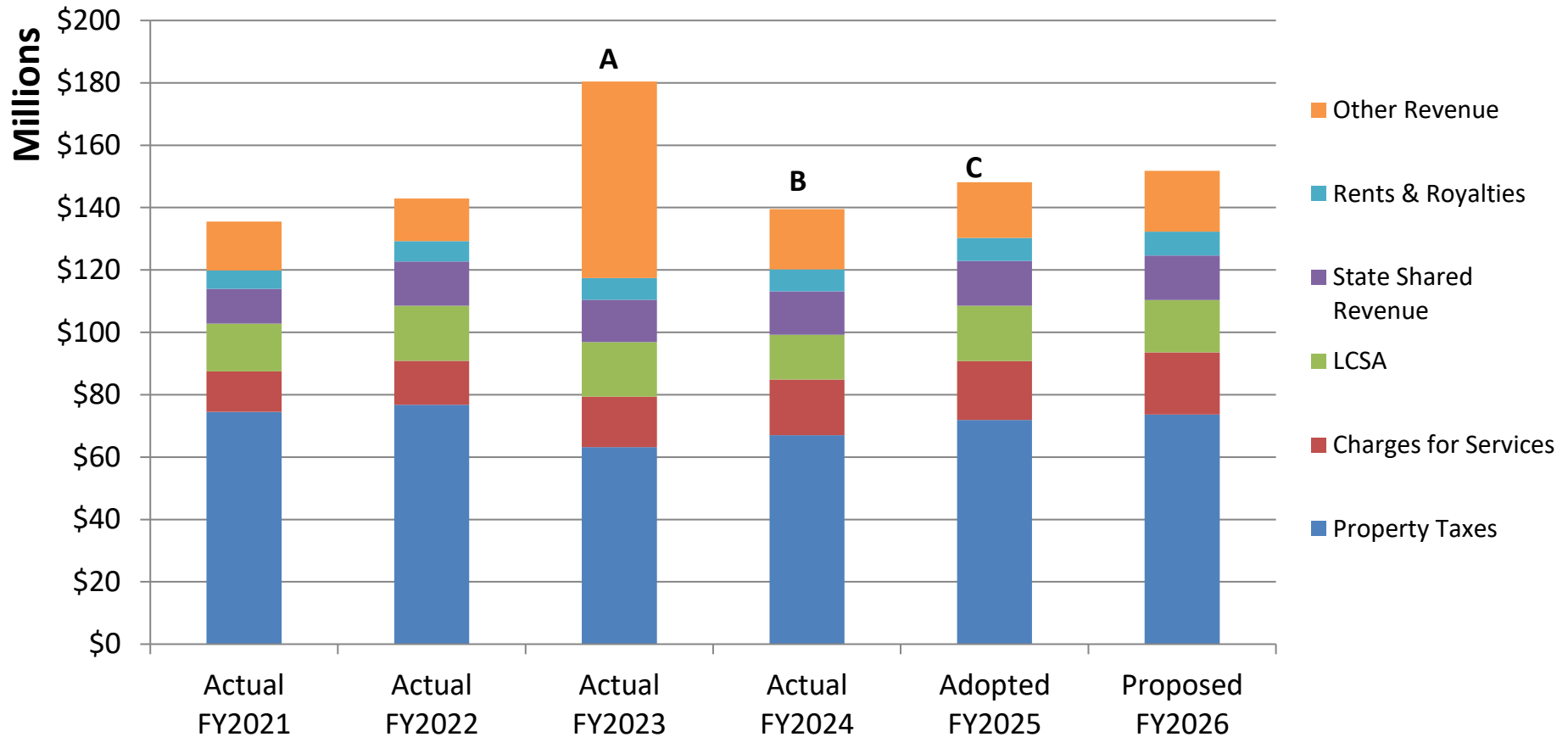
FY2026 Proposed



Total Financing Sources:
\$151,773,603

- 48% Property Taxes
- 14% Charges for Services
- 11% LCSA
- 9% State Shared Revenue
- 5% Rents & Royalties
- 13% Other Revenue

General Fund Financing Sources



- A. FY2023 includes decrease of \$13.5 million of Property Tax Revenue due to millage non-renewal. FY2023 Other Revenue includes \$47.2M of ARPA funding allocated to General Fund, freeing General Fund dollars to fund ARPA projects.
- B. FY2024 Increase in Property Taxes related to 5% inflation factor and increase in Garbage & Rubbish millage (.20 mills) due to new rubbish contract.
- C. FY2025 Adopted included 5% increase in taxable value, Charges for Services increases for ambulance billing & dispatch services, Other Revenue increase for return project funding (refunded with investment income in other accounting funds), and ATPA Grant.

General Fund Financing Sources

	Actual	Actual	Actual	Actual	Adopted	Proposed	Variance		
Revenue by Category	<u>FY2021</u>	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>	<u>FY2025 to FY2026</u>		
Property Taxes	\$69,559,290	\$71,718,445	\$59,211,563	\$62,806,568	\$67,240,500	\$69,013,200	A	\$1,772,700	3%
Payments in Lieu of Taxes	1,435,961	1,485,140	788,549	753,793	769,630	800,675		31,045	4%
Tax Collection Fee	23,982	23,653	23,342	23,505	29,000	27,000		(2,000)	-7%
Property Tax Administrative Fee	2,390,514	2,431,878	2,176,220	2,211,253	2,680,538	2,564,657		(115,881)	-4%
Penalties & Interest on Taxes	1,068,212	1,080,478	952,678	1,218,465	1,217,000	1,221,000		4,000	0%
Property Taxes Subtotal	74,477,959	76,739,594	63,152,352	67,013,584	71,936,668	73,626,532		1,689,864	2%
Charges for Services	12,991,869	14,166,250	16,219,007	17,833,991	18,875,240	19,936,208	B	1,060,968	6%
Local Community Stabilization Authority	15,289,577	17,623,856	17,524,728	14,406,669	17,680,300	16,796,995	C	(883,305)	-5%
State Shared Revenue	11,197,138	14,224,603	13,561,761	13,880,778	14,379,958	14,243,000	D	(136,958)	-1%
Rents & Royalties	5,846,561	6,473,286	6,947,364	7,059,966	7,419,804	7,683,906	E	264,102	4%

- A. State Inflationary Multiplier, 3.1%.
- B. Fire: increase in ambulance service charges \$600K, Recreation: department-wide increase \$350K (Golf Admissions, \$243K), Dispatch Services (per contract) \$97K.
- C. Decrease due to supplemental millage reduction (FY25 adopted reduced to \$14.8M CR11-585-24).
- D. Proposed decrease based on January State Revenue Sharing Consensus meeting (FY25 adopted reduced to \$13.8M CR11-585-24).
- E. Recreation: Theatre, DISC Ice Rentals, Camp Tents, Full-Hookup sites. Community Relations: Haunted Trail tickets. DPW: Reimbursement from AMTRAK for operating costs.

General Fund Financing Sources

	Actual	Actual	Actual	Actual	Adopted	Proposed	Variance		
Revenue by Category	<u>FY2021</u>	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>	<u>FY2025 to FY2026</u>		
Licenses & Permits	2,788,183	4,043,219	2,977,608	4,416,542	4,202,638	4,381,679	A	179,041	4%
Intergovernmental Revenue	6,687,007	3,482,599	49,717,266	4,631,812	4,354,390	4,598,411	B	244,021	6%
Fines & Forfeits	4,894,273	5,401,145	5,094,149	4,964,426	5,072,500	5,174,000	C	101,500	2%
Investment Revenue	9,365	(352,432)	3,344,943	3,411,072	2,086,658	2,563,968	D	477,310	23%
Contributions	550,641	144,759	210,785	5,391	8,000	50,100	E	42,100	526%
Reimbursements	75,470	70,375	98,863	51,262	118,100	771,997	F	653,897	554%
Commissions	23,015	107,817	166,893	149,596	152,680	183,660	G	30,980	20%
Other Revenue	274,300	240,821	260,495	447,965	309,910	232,410	H	(77,500)	-25%
Proceeds from Long-Term Liabilities	-	-	-	462,445	-	-		-	0%
Transfers In	380,223	523,885	1,175,000	793,455	1,534,340	1,530,737	I	(3,603)	0%
Other Revenue Subtotal	15,682,477	13,662,188	63,046,002	19,333,966	17,839,216	19,486,962		1,647,746	9%

Total General Fund Financing Sources	\$135,485,581	\$142,889,777	\$180,451,214	\$139,528,954	\$148,131,186	\$151,773,603	\$3,642,417	2%
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- A. Licenses & Permits:** Increase in construction permit processing based on forecasted projects.
- B. Intergovernmental Revenue:** ATPA Grant revenue increase (\$250K), City Clerk reimbursement for election expenses decrease (\$211K), SAFER grant decrease (\$274K, final year, 9 months FY26). Workforce Development manager funded by Department of Labor grant. CDBG allocation for Code Enforcement.
- C. Fines & Forfeits:** Court: Parking Fines increase (\$100K)
- D. Investment Revenue:** Projected returns from Pooled Cash investments. Budgeted based on projected rate cuts by Federal Reserve through December 2026.
- E. Contributions:** Economic Development: Estimated sponsorships and donations for events.
- F. Reimbursements:** Police Overtime Reimbursement decrease (\$35K), US Marshall Task Force, FBI JTTF. Reimbursements from DDDA's and BDIA's for insourcing of liter and maintenance contracts by Clean Streets Crew.
- G. Commissions:** FCPAC Café Vendor, CC and System fee charges for Camp.
- H. Other Revenue:** Budgets moved to other lines: ED Event Sponsorships (\$20K in contributions), Haunted Trail Tickets moved to Charges for Services (\$97K). Increase Camp Inspection charges: (\$18K).
- I. Transfers In:** Return of prior FY General Fund Funding for projects (V20000 Michigan Streetscapes, M25000 Parking Lot Reconstruction). Projects being refunded with FY26 Investment Income in the applicable accounting funds.

FY26 Budget Revenue Bridge

General Fund - Revenues

		FY2026 Proposed	% of Total Financing Sources	Difference	Category % Change
	FY2025 Adopted				
Property Tax & Related Sources	71,936,668	73,626,532	48.5%	1,689,864	2.3%
Licenses & Permits	4,202,638	4,381,679	2.9%	179,041	4.3%
Intergovernmental Revenue	18,734,348	18,841,411	12.4%	107,063	0.6%
Local Community Stabilization Authority	17,680,300	16,796,995	11.1%	(883,305)	-5.0%
Charges for Services	18,875,240	19,936,208	13.1%	1,060,968	5.6%
Fines & Forfeits	5,072,500	5,174,000	3.4%	101,500	2.0%
Rents & Royalties	7,419,804	7,683,906	5.1%	264,102	3.6%
Interest	1,986,658	2,378,968	1.6%	392,310	19.7%
Transfers In					
Facilities fund	689,203	710,572	0.5%	21,369	
Information Technology fund	-	343,063	0.2%	343,063	
Capital Improvement fund	845,137	477,102	0.0%	(368,035)	
	-	-	-	-	
All Other Financing Sources	688,690	1,423,167	0.9%	734,477	106.6%
Total Financing Sources	148,131,186	151,773,603		3,642,417	2.5%
	-	-			

18.5 mills	18.5 mills	-3.5 Mills loss 15.0 Mills	15.0 Mills
2022	2023	2024	2025
Actual	Actual	Actual	Actual/Estimated
\$ 7,817,948	\$ 8,065,301	\$ 6,281,855	\$ 6,885,783
\$ 9,805,908	\$ 9,459,427	\$ 8,125,084	\$ 9,581,860
\$ 17,623,856	\$ 17,524,728	\$ 14,406,939	\$ 16,467,643

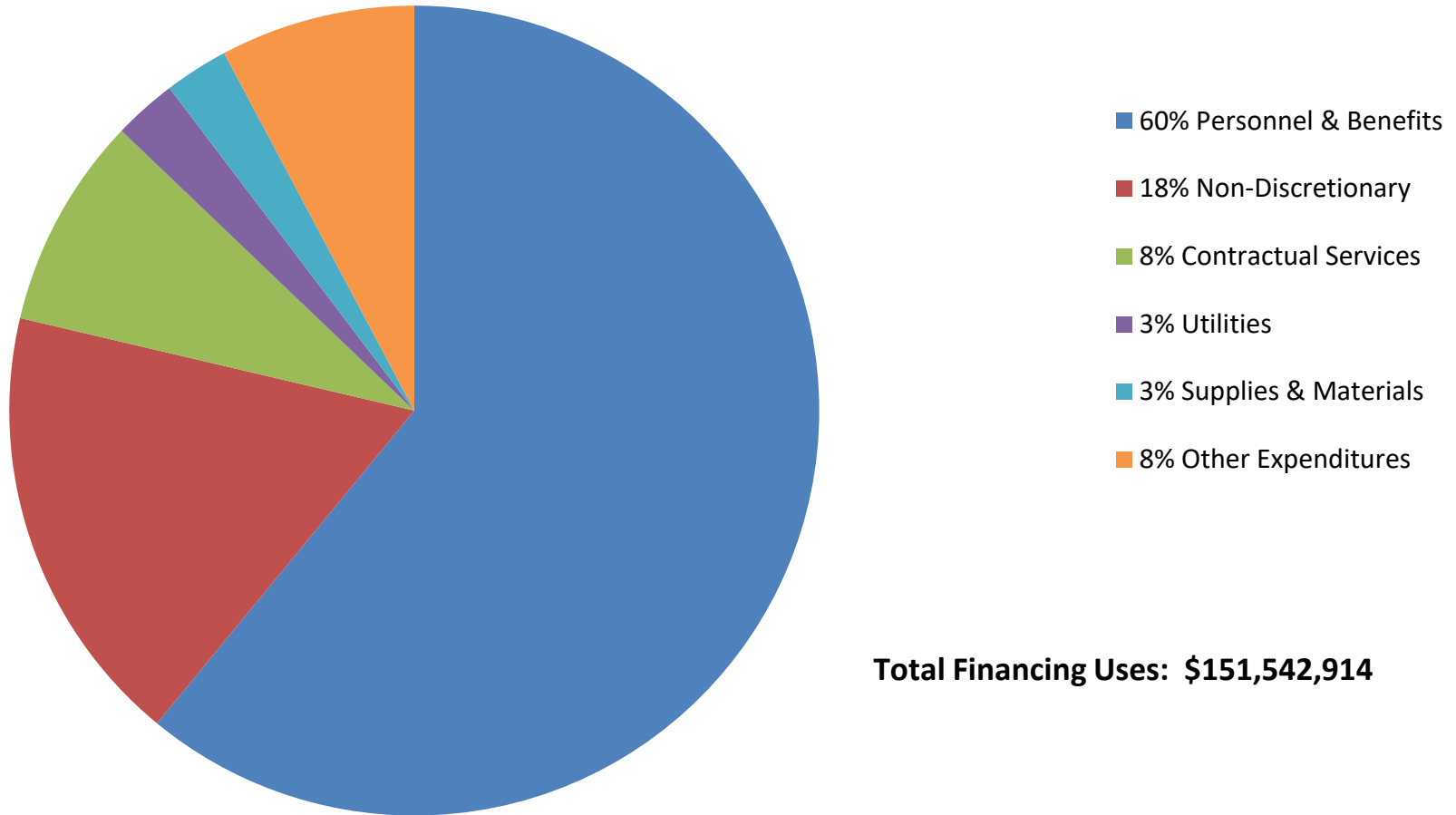
Prepared by Finance Department
May 1, 2025

October Payment
May Payment - Estimated
Total

\$ 4,078,536	2025 value of 1 Mill
\$ 4,204,355	2026 Estimated value of 1 Mill
3.1%	Increase

	Property Tax & Related Sources	Licenses & Permits	Intergovernmental Revenue	Local Community Stabilization Authority	Charges for Services	Fines & Forfeits	Rents & Royalties	Interest	Transfers In	All Other Financing Sources	Comments
FY2025 Adopted	71,936,668	4,202,638	18,734,348	17,680,300	18,875,240	5,072,500	7,419,804	1,986,658	1,534,340	688,690	
Property Taxes	1,772,700										Taxable Value increase limited to lower of CPI or 3.1% so 3.1% increase, Fire PA289 decrease of -\$50k plus other estimated increases
Payments in Lieu of Taxes	31,045										
Tax Penalties & Interest	(113,881)										
Category Sub total	1,689,864										
ED - Permit & Plan Fees		184,041									Permit processing decrease of -\$320k, Plan Examination decrease of -\$94k, Permit Inspection fees increase of \$149k and all other fees/permits Clerk Business License Changes decrease
Clerk Business Licenses		(5,000)									
Category Sub total		179,041									
State Sales Tax Constitutional / Statutory			(136,958)								Net decrease change State Sales Tax Constitutional - Shared Rev. State Decrease in State Election Reimbursements from previous year Increase in ATPA Police Grant FEMA - SAFER Fire Department Grant decrease - final year Net change Economic & Community Development - CDBG support Code Enforcement and Technical Assistance All other net Changes, Dept. of Labor \$105k, Police State grant \$93k,
Clerk - State Reimbursement Elections			(181,000)								
ATPA - Police Grant			250,819								
Federal - intergovernmental - Fire SAFER Grant			(273,802)								
Economic & Community Development - CDBG			250,000								
Net Other Intergovernmental sources			198,004								
Category Sub total			107,063								
LCSA				(883,305)							Estimated 2% increase from adjusted 2025 expected.
Police - United Dispatch Fees					96,784						Increase in new contract is HIGHER of CPI (Dec 2024 was 2.8%) or 3.5% City Service Fees (Sewer, Water, SRS APT, Library): \$28k (3.1% increase based on State Tax limit increase) Estimated increases in NET Ambulance service fees \$687k, Melvindale \$73K (3.5%) Decrease in ED fees based on estimates for Inspections and Case processing fees. All net Recreation changes; Increases of FCPAC \$127k, Mystic Creek \$133k, DBN Hills \$160k Police decreases for Additional Patrol \$115k, False Alarms \$110k per ordnance change. All Other Net changes- Charges for Services for all other various fees
City Service Fees (All)					41,945						
Fire Department					770,150						
Economic Development Fees					(49,000)						
Recreation Department - Changes					351,665						
Police Fees					(214,057)						
All Other Departments					63,481						
Category Sub total					1,060,968						
19th District Court - Traffic Fines						-					No change in estimated Traffic Violations fines Criminal Ordinance - no estimated change Increases in Court costs All Other Court fines net Decrease All other category increases
19th District Court - Criminal Ordinances						-					
19th District Court - Court Costs						50,000					
19th District Court - All Other						21,500					
All Other Departments						30,000					
						101,500					
Recreation Department						(70,000)					Recreation - Camp DBN Oil Royalty decrease -\$157k All Other Recreation net Increases for rents & royalties Net Decrease in Franchise Cable Fees, 3 year trend of declining with internet streaming options 911 surcharge State revenues - Net activity estimated Net Increases for all other various fees, Internal Operating Equip charges \$80k, Train Station \$116k
Recreation Department						149,922					
Communications Department						(144,000)					
United Dispatch - Police Department						85,580					
All Other Departments except Recreation						242,600					
						(264,102)					
Interest Earned on Pooled Cash Investments								392,310			Increase estimate based on investment rate returns with 3 predicted rate cuts to be conservative.
Transfer In - Facilities fund									(262,101)		2026 Includes return - General funding for Capital projects, now funded via interest earned in Facility fund 2026 Includes return - General funding for Capital projects, now funded via interest earned in Information Tech fund 2026 Includes return - General funding for Capital projects, now funded via interest earned in Capital Improv fund
Transfer In - Information Technology fund									343,063		
Transfer In - Capital Improvement fund									(84,565)		
									(3,603)		
All Other Categories										734,477	All other Net Increases; Reimbursements from DDDA's and BDIA's of \$684k for Clean Streets absorbing litter, landscape, etc. (was an outside contract in FY25).
FY2026 Proposed	73,626,532	4,381,679	18,841,411	16,796,995	19,936,208	5,174,000	7,683,906	2,378,968	1,530,737	1,423,167	

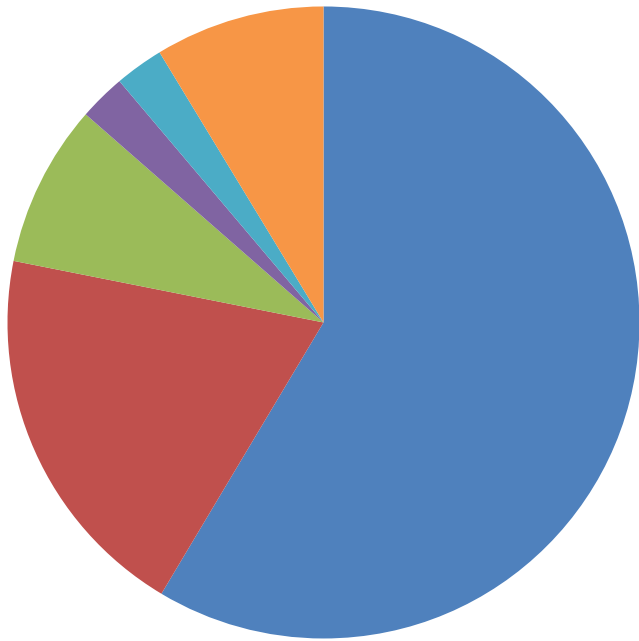
General Fund Financing Uses FY2026 Proposed Budget



General Fund Financing Uses

FY2025 Adopted vs FY2026 Proposed Budget

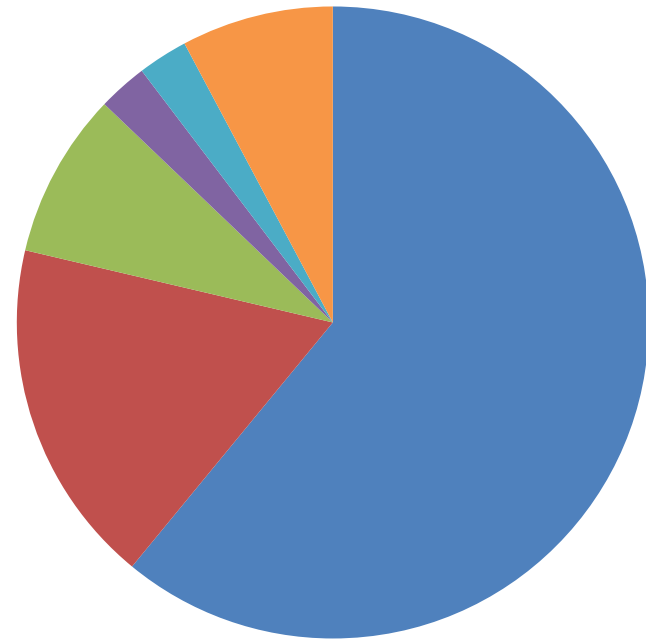
FY2025 Adopted



Total Financing Uses:
\$147,957,554

- 59% Personnel & Benefits
- 20% Non-Discretionary
- 8% Contractual Services
- 2% Utilities
- 2% Supplies & Materials
- 9% Other Expenditures

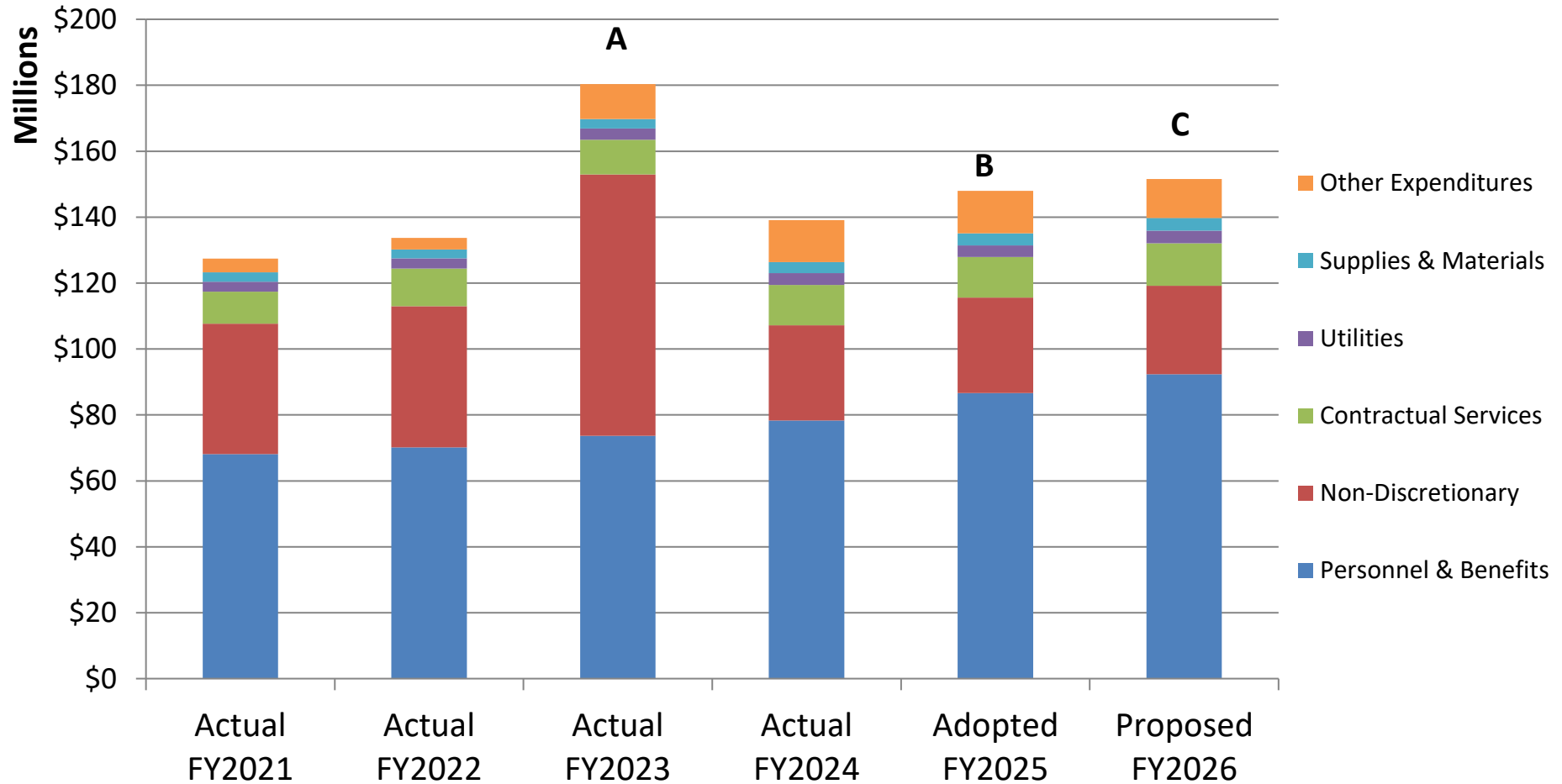
FY2026 Proposed



Total Financing Uses:
\$151,542,914

- 60% Personnel & Benefits
- 18% Non-Discretionary
- 8% Contractual Services
- 3% Utilities
- 3% Supplies & Materials
- 8% Other Expenditures

General Fund Financing Uses



- A. FY2023:** Non-Discretionary Transfers Out includes allocating \$47.2M in ARPA for General Fund loss revenue, freeing General Fund funds for ARPA projects (transferred to General Capital Improvement, Innovation & Technology, Fleet, Sewer, Water, and Facilities fund). Funding for year 1 HSA employer contributions, and litigation reserves.
- B. FY2025:** Increases include Personnel, IT department allocations, Facility Lease charges and Other Expenses.
- C. FY2026:** Increases from FY25 adopted include Personnel (compensation study implementation and contractual changes), MERS Police & Fire funding, Estimated Insurance Premium increases, and Contractual Services.

General Fund 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	\$11,139,327	\$10,761,063	\$4,413,519	\$5,555,431	\$5,059,118	\$4,427,332	A	\$(631,786) -12%
Ch. 22 General Employee Revised	1,813,801	1,927,207	1,587,286	1,401,963	1,572,346	1,633,429		61,083 4%
Ch. 22 General Employee Operative	135,371	132,539	131,707	76,756	65,188	45,694	B	(19,494) -30%
Ch. 23 Police & Fire Revised	14,944,850	15,758,675	12,777,833	12,697,501	12,919,792	13,383,060		463,268 4%
Innovation & Technology	2,450,735	2,460,463	1,183,487	2,596,777	3,597,118	2,625,024	C	(972,094) -27%
Central Garage Services	1,968,980	1,940,821	1,927,453	1,933,238	2,228,231	2,207,807		(20,424) -1%
Fleet Replacement	1,540,680	386,500	3,227,401	4,614,000	3,185,500	1,420,000	D	(1,765,500) -55%
Facility Lease	1,774,895	2,172,336	2,440,079	2,845,051	3,556,394	3,241,491	E	(314,903) -9%
Fleet & General Liability Insurance	2,124,229	2,190,525	2,311,811	2,096,523	2,183,936	2,773,698	F	589,762 27%
Communications	175,969	192,658	203,261	188,087	221,990	349,823	G	127,833 58%
Central Garage Fuel	399,222	691,670	807,832	635,405	757,100	700,200	H	(56,900) -8%
Debt Service	3,199,281	3,197,933	3,197,620	3,185,253	3,183,626	3,184,699		1,073 0%
Expenses Allocated In	156,384	224,912	230,697	293,107	371,273	314,661	I	(56,612) -15%
Miscellaneous Other	300	158	1,051	3,000	500	500		- 0%
Transfers Out	3,103,335	6,435,854	57,237,728	3,837,368	4,420,902	3,659,779	J	(761,123) -17%
Expenses Allocated Out	(5,392,804)	(5,602,335)	(12,436,304)	(13,095,481)	(14,396,241)	(13,120,724)	K	1,275,517 -9%
Non-Discretionary Subtotal	39,534,555	42,870,979	79,242,461	28,863,979	28,926,773	26,846,473		(2,080,300) -7%

A. OPEB: Funded at ADC level.

B. CH22 & CH23: Overall increase annual required contributions.

C. Innovation & Technology: Allocation credit applied (\$300K), equipment replacement project funding pause (sufficient current funding).

D. Fleet Replacement: Funding for ambulance purchases in FY27, DPW Case Loader Bucket, Stake Truck. Annual Police fleet purchase funded by LEO grant.

E. Facility Lease: Allocation credit of \$415,000 applied city-wide.

F. General Insurance: Estimate increase for premiums, and settlements.

G. Communications: Comcast fiber line cost allocation.

H. Central Garage Fuel: Reduction based on actuals and current year projections.

I. Expenses Allocated In: Line / sign crew allocation from Facilities.

J. Transfers Out: Reduced funding for Waste Cart project, and Sanitation Millage allocation to DDDA's and BDIA's. Facilities R&M project reduction. Funding for 2026 Homecoming and Memorial Day parade.

K. Expenses Allocated Out: Rubbish millage expense offset (mapping of millage to Sanitation divisions), Disaster Recovery administration cost offsetting credit.

General Fund 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	\$54,634,724	\$55,918,716	\$58,567,826	\$62,018,624	\$67,604,920	\$73,382,177	\$5,777,257	9%	
Personnel Services: Benefits	13,495,094	14,236,864	15,108,143	16,312,097	19,057,770	18,993,165	(64,605)	-1%	
Personnel & Benefits Subtotal	68,129,818	70,155,580	73,675,969	78,330,721	86,662,690	92,375,342	A 5,712,652	7%	
Contractual Services	9,704,286	11,385,661	10,573,294	12,264,844	12,308,748	12,832,647	B 523,899	4%	
Utilities	3,064,618	3,060,015	3,414,426	3,593,170	3,527,503	3,827,372	C 299,869	9%	
Supplies & Materials	2,859,233	2,714,174	2,891,028	3,283,149	3,683,147	3,873,437	D 190,290	5%	

- A. Personnel & Benefits:** Full-Time Wages \$4.8M Increase (compensation study implemented, employee contractual step increases). Part-Time Wages \$220K Increase. Increase in Police / Fire overtime \$475K. Police / Fire MERS increase \$500K, General Medical Insurance decreases.
- B. Contractual Services:** Priority contract increase: \$195K, EKOS Fleet Management Software \$156K, Animal Shelter Contract \$120K, Clerk Election Equipment testing \$92K.
- C. Utilities:** Streetlight Electric: \$260K, Amtrak Station Electric : \$15K, Morningside Splash Park \$11K.
- D. Supplies & Materials:** Fire Operating Supplies, Postage for Resident Mailings, Peace Park Holiday decorations.

General Fund 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>		
Repair & Maintenance Services	\$1,837,748	\$1,664,991	\$2,228,248	\$2,220,623	\$2,212,486	\$2,158,632	A	\$(53,854)	-2%
Rentals	186,829	90,064	177,417	202,505	403,665	410,405		6,740	2%
Community Promotion	7,944	24,497	24,601	68,730	123,370	124,170		800	1%
Printing & Publishing	130,045	155,259	121,346	158,106	307,121	327,421	B	20,300	7%
Training & Transportation	245,552	309,268	342,825	491,544	399,360	418,395		19,035	5%
Items for Resale	362,782	428,283	485,413	468,820	627,915	598,148	C	(29,767)	-5%
Other Expenses	1,030,061	575,423	6,917,282	8,329,390	8,638,776	7,695,472	D	(943,304)	-11%
Capital Outlay	312,541	149,775	164,811	689,010	136,000	55,000	E	(81,000)	-60%
Debt Service	-	111,001	115,851	116,779	-	-		-	0%
Undistributed Appropriations	-	-	545	-	-	-		-	0%
Other Expenditure Subtotal	4,113,502	3,508,561	10,578,339	12,745,507	12,848,693	11,787,643		(1,061,050)	-8%
Total General Fund Financing Uses	\$127,406,012	\$133,694,970	\$180,375,517	\$139,081,370	\$147,957,554	\$151,542,914		\$3,585,360	2%

- A. Repair & Maintenance:** Court Building: Court ballistic panels / relocating security station: \$90K in FY2025, Court concrete and door repairs and courtroom 3 remodel \$38K in FY2026.
- B. Printing & Publishing:** Calendar Printing, Activity Magazine, New Resident Welcome Guide planned in FY2026.
- C. Items for Resale:** Camp resale items \$32K increase. Trash / Recycle cart replacements \$70K (sufficient inventory on hand).
- D. Other Expenses:** Rubbish millage account mapping offset.
- E. Capital Outlay:** FY2025: \$80K CDTV equipment and closed captioning system. FY2026: includes DISC HVAC units (\$40K), streetlight replacements (\$15K).

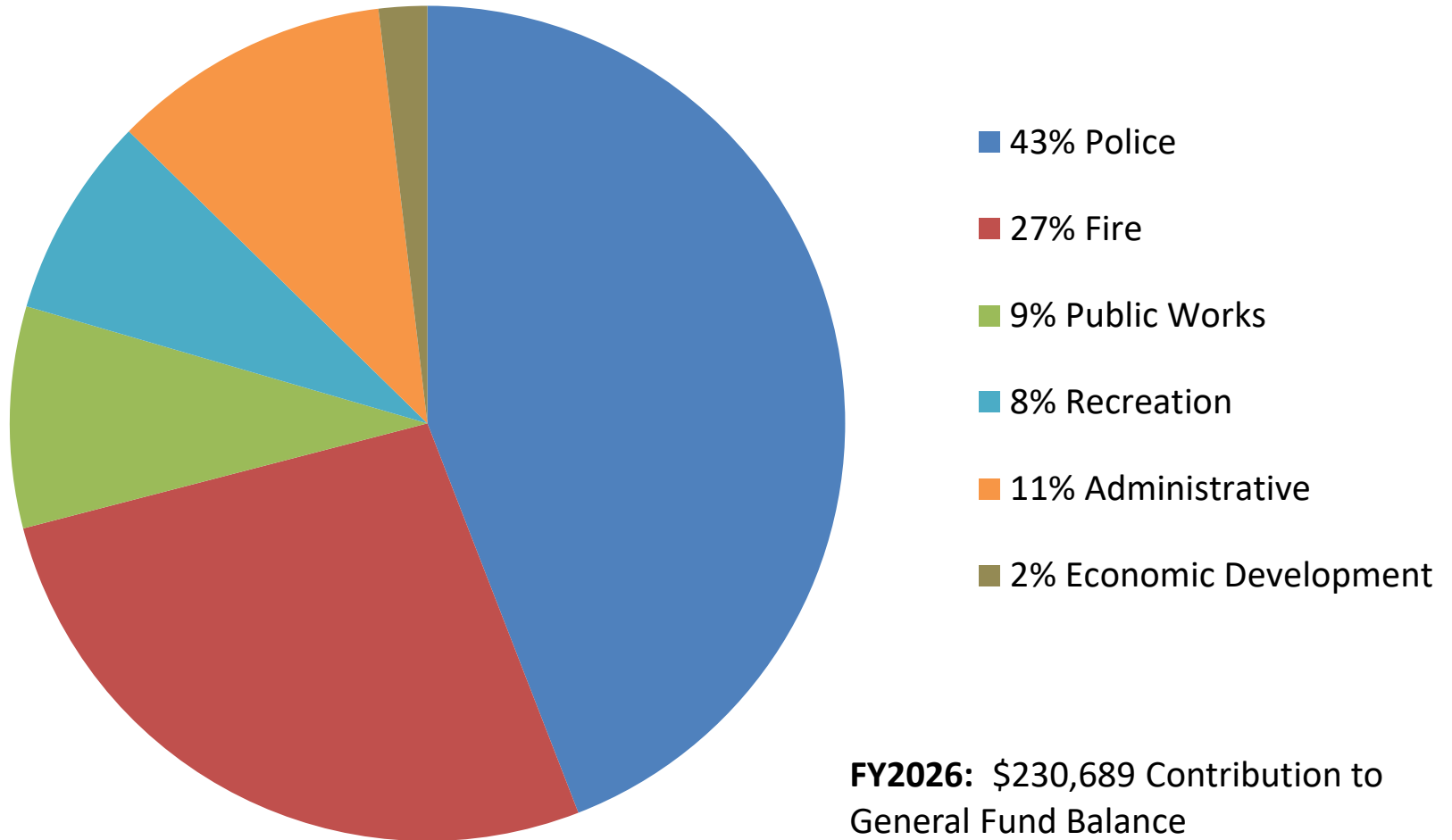
FY26 Budget Expenditure Bridge

General Fund - Expenditures						
	FY2025 Adopted	FY2026 Proposed	% of Total Financing Uses	Difference	Category % Change	% of Total Change
Personnel Services	104,539,886	110,570,207	73.0%	6,030,321	5.8%	168.2%
Professional & Contractual Services	21,319,597	19,085,478	12.6%	(2,234,119)	-10.5%	-62.3%
Utilities	3,749,493	4,177,195	2.8%	427,702	11.4%	11.9%
Repair & Maintenance Services	2,212,486	2,158,632	1.4%	(53,854)	-2.4%	-1.5%
Rentals	3,960,059	3,651,896	2.4%	(308,163)	-7.8%	-8.6%
Supplies	5,068,162	5,171,785	3.4%	103,623	2.0%	2.9%
Other Operating Expenses	11,653,063	11,339,656	7.5%	(313,407)	-2.7%	-8.7%
Capital Outlay	136,000	55,000	0.0%	(81,000)	-59.6%	-2.3%
Debt Service	3,183,626	3,184,699	2.1%	1,073	0.0%	0.0%
Expenses Allocated In or Out	(12,285,720)	(11,511,413)	-7.6%	774,307	-6.3%	21.6%
Transfers Out	4,420,902	3,659,779	2.4%	(761,123)	-17.2%	-21.2%
Total Expenditures	147,957,554	151,542,914		3,585,360	2.4%	

Prepared by Finance Department
May 1, 2025

	Personnel Services	Professional & Contractual Services	Rentals	Other Operating Expenses	Transfers out	Supplies	Debt Service	All Other Categories	Comments
FY2025 Adopted	104,539,886	21,319,597	3,960,059	11,653,063	4,420,902	5,068,162	3,183,626	(6,187,741)	
Salary Increases - full-time	4,235,111								Normal compensation and classification step adjustments & negotiated labor contract increases net of retirements and position changes or step variances (Full-time Wage Base is \$52.7 million) average of 8%
Part-Time	107,868								Net change in overall City part-time wages (Base 2025 was \$7.0m)
Overtime	531,143								Net change in overall City over-time wages at increased Negotiated & Class & Compensation adjustments
Position - Additions - Wages/Salaries	860,000								Position additions - Gross wages and Benefits (12 positions)
All other	364,624								Net Increase in all categories
Medical Insurance	(722,248)								Net changes in Medical Insurance (Previous year Budget omitted -20% Employee Contributions).
FICA - Employer Taxes	112,559								Net Changes over prior adopted year
OPEB	(631,786)								Net Changes in Actuary Required Contribution - General Fund Portion
Chapt. 22	41,589								Net Changes in Actuary Required Contribution - General Fund Portion
Chapt. 23	463,268								Net Changes in Actuary Required Contribution - General Fund Portion
MERS	497,825								Fully funded Actuarial Required Contribution
401 A	170,368								Driven by wages & salaries of those electing to participate in employer match up to 8%
Category Sub total	6,030,321								
Contractual Services		308,822							Net change in all other Professional & Contractual Services; Tree Planting \$90k, EDP Software DPW \$156k, Animal FAMD Admin \$120k
Contractual Services - Rubbish		194,633							Increase in Garbage and Rubbish Removal 3.5% per contract
Technology Svc & Equipment		(972,074)							Decrease Information & Technology charges \$934k, Police Body and DVIR Cams now covered by LEO Grant
Fleet replacement		(1,765,500)							\$500k (2026 includes credit -\$300k). Fleet Replacement reserve contributions decreased (Grant funding for Police vehicles of \$1M)
Category Sub total		(2,234,119)							
Other Rental Categories			6,740						All Other Net rental account increases (Increases)
Facility Lease			(314,903)						FY26 has credit of -\$300k
Category Sub total			(308,163)						
Garbage & Rubbish Millage				(934,319)					Applying Garbage and Rubbish Millage to Sanitation and nets with Other Operating Expenses below.
Insurance				589,762					Current estimated increase for general liability insurance 20% based on claims/litigation and trend.
Staff Training				19,035					Net changes - City wide all departments
Credit Card Service Fees				15,365					Net changes - City wide all departments
Memberships, Licenses Fees Permits				3,235					Net changes - City wide all departments
All other categories				(6,485)					All Other various account increases (decreases)
Category Sub total				(313,407)					
Projects to Facility Fund					(191,534)				Transfer to Capital Improvement fund
Transfer to Employee Ins & General Liab					(48,000)				Transfer to Employee Insurance and General Liability Fund (HSA Funding / Retiree Hardship %25k)
All Other Net activity					(521,589)				All other net changes in year over year project support. Homecoming \$200k, Memorial Day \$10k, Census Prep \$30k, Trash carts decrease -\$434k.
Category Sub total					(761,123)				
All other Supplies Net						103,623			All other category Net changes - City wide all departments; Fire \$48k Radio replacements, Camp UBN \$54k signs & \$29k planting materials, Mystic Signs \$24k.
Category Sub total						103,623			
Debt Service - Pension & OPEB							1,073		Combination
All Other Categories								1,067,155	Allocations out (Expenditure Credits) net offset by Increase of utilities \$423k, Rubbish & Sanitation Millage Expenses of \$934k.
FY2026 Proposed	110,570,207	19,085,478	3,651,896	11,339,656	3,659,779	5,171,785	3,184,699	(5,120,586)	

General Fund Subsidy by Department FY2026 Proposed Budget

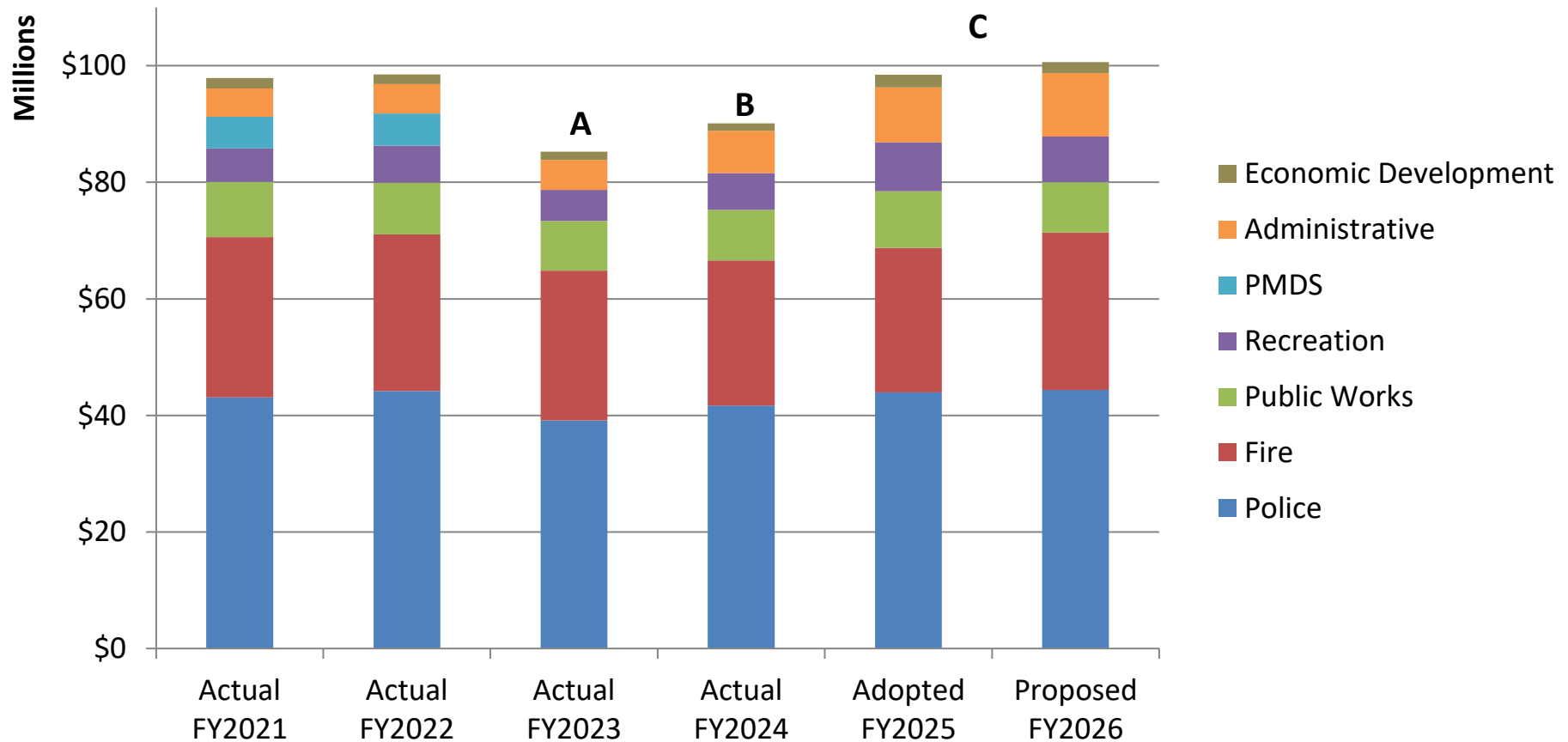


General Fund Subsidy by Department - FY2026 Proposed Budget

By Department	Revenue	Expenditure	<u>Subsidy</u> <u>(Contribution)</u>
Police	\$6,790,515	\$51,174,318	\$44,383,803
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	17,753,993	7,851,673
Economic Development	5,872,446	7,758,078	1,885,632
City Council	-	607,911	607,911
19th District Court	5,732,516	4,971,475	(761,041)
Mayor	-	1,442,492	1,442,492
City Clerk	669,300	1,645,222	975,922
Assessor	1,070,825	1,070,825	-
Law	200,500	1,815,411	1,614,911
Finance	802,219	3,056,442	2,254,223
Philanthropy & Grants	-	317,936	317,936
Human Resources	-	1,038,180	1,038,180
Communications	841,000	1,673,714	832,714
Community Relations	102,000	1,997,463	1,895,463
Public Health	-	644,574	644,574
Administrative Subtotal	9,418,360	20,281,645	10,863,285
Non-Departmental	108,625,614	7,788,403	(100,837,211)
Total General Fund	151,773,603	151,542,914	(230,689)

**Contribution to Fund
Balance**

General Fund Subsidy by Department



- A. FY2023:** Decrease from FY2022 related to mapping of Rubbish millage to Sanitation (expenditure credit \$6.3M). OPEB and Healthcare changes, cost reductions \$6.6M.
- B. FY2024:** Increase from FY2023: Fleet Funding \$1.5M, IT allocation \$1.4M, Increase in OPEB ARC \$800K, GFL Contract increase \$750K.
- C. FY2025 & FY2026:** FY2025 included estimates for anticipated increases for compensation study and employee contracts. FY2026 includes implementation.

General Fund Subsidy by Department

Subsidy by Department	Actual <u>FY2021</u>	Actual <u>FY2022</u>	Actual <u>FY2023</u>	Actual <u>FY2024</u>	Adopted <u>FY2025</u>	Proposed <u>FY2026</u>	Variance <u>FY2025 to FY2026</u>		
Police	\$43,118,942	\$44,167,216	\$39,150,578	\$41,695,434	\$43,965,495	\$44,383,803	A	\$418,308	1%
Fire	27,453,315	26,892,792	25,702,576	24,879,420	24,802,890	26,997,358	B	2,194,468	9%
Public Works	9,500,363	8,860,686	8,536,460	8,703,470	9,682,400	8,624,771	C	(1,057,629)	-11%
Recreation	5,761,301	6,364,580	5,300,806	6,298,205	8,395,213	7,851,673	D	(543,540)	-6%
PMDS	5,407,039	5,514,607	-	-	-	-		-	0%
Economic Development	1,796,871	1,626,117	1,416,468	1,234,606	2,153,934	1,885,631	E	(268,303)	-12%

- A. Police:** Increase in personnel costs (contractual increases, MERS, OT), general insurance, animal shelter contract; offset by revenue increases (ATPA grant, Mcoles State funding), reduction in IT allocation (operating credit, equipment replacement project funding pause), annual fleet contribution covered by State LEO grant.
- B. Fire:** Increase in personnel costs (contractual increases, MERS, OT), general insurance, annual fleet contribution; offset by revenue increases (ambulance charges), reduction in IT allocation (operating credit, equipment replacement project funding pause).
- C. Public Works:** Increase in personnel costs (contractual increases, additional four public works technicians for clean streets crew), Tree trimming and replacements, electrical street lighting; offset by revenue increases (insourcing of litter and maintenance contract from DDDA's and BDIA's), fleet contribution funding reduction.
- D. Recreation:** Revenue increases: Mystic Creek Golf (general admissions and leagues), Camp (temp camping, cabins), FCPAC (monthly and annual passes), DISC (ice rentals, food sales). Reduction in annual fleet contribution, IT allocation.
- E. Economic Development:** Increase in personnel costs (contractual increases); offset by revenue increases (permit processing and plan examination).

General Fund Subsidy by Department

	Actual	Actual	Actual	Actual	Adopted	Proposed	Variance	
Subsidy by Department	<u>FY2021</u>	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>	<u>FY2025 to FY2026</u>	
Charter Commission	-	11,083	15,792	32,110	-	-	-	0%
City Council	364,723	402,920	383,334	446,008	587,532	607,911	20,379	3%
19th District Court	(1,258,101)	(1,756,574)	(1,436,188)	(1,299,604)	(737,786)	(761,041)	(23,255)	3%
Mayor	1,164,255	1,301,848	1,238,868	1,288,772	1,406,697	1,442,492	A 35,795	3%
City Clerk	525,013	630,605	436,371	809,425	737,337	975,922	B 238,585	32%
Assessor	515	272	566	220	-	-	-	0%
Law	1,709,435	1,695,358	1,257,387	1,273,538	1,486,495	1,614,911	C 128,416	9%
Finance	1,673,194	1,808,999	1,665,319	1,836,571	2,210,716	2,254,223	D 43,507	2%
Philanthropy & Grants	-	63,267	169,670	261,223	284,360	317,936	E 33,576	12%
Human Resources	916,409	857,200	830,769	1,017,934	1,089,280	1,038,180	F (51,100)	-5%
Communications	(383,117)	(189,465)	(176,847)	212,383	575,226	832,714	G 257,488	45%
Community Relations	-	66,208	545,814	893,883	1,134,721	1,895,463	H 760,742	67%
Public Health	-	36,045	53,586	506,392	689,465	644,574	I (44,891)	-7%
Historical Commission	130,755	149,997	157,223	-	-	-	-	0%
Administrative Subtotal	4,843,081	5,077,763	5,141,664	7,278,855	9,464,043	10,863,285	1,399,242	15%
Non-Departmental	(105,960,481)	(107,698,568)	(85,324,249)	(90,537,574)	(98,637,607)	(100,837,210)	J (2,199,603)	2%
Total General Fund	\$(8,079,569)	\$(9,194,807)	\$(75,697)	\$(447,584)	\$(173,632)	\$(230,689)	\$(57,057)	33%

- A. Mayor:** Personnel increases (contractual increases, LOCC approved increase), Facility Lease increase (DAC department allocation update).
- B. City Clerk:** Personnel increases (contractual, LOCC approved increase), reduction in budgeted election reimbursement expense.
- C. Law:** Personnel increases (contractual increases, retirement contributions, insurance), general insurance.
- D. Finance:** Personnel increases (contractual increases, additional OAI for treasury cashiering).
- E. Philanthropy & Grants:** Personnel increases, Facility Lease, staff training.
- F. Human Resources:** Personnel increase (contractual increases), Facility lease reduction (DAC department allocation updated), transitioning from Neogov to Paycom.
- G. Communications:** Personnel increases (contractual increases, Marketing Specialist moved from Recreation), costs related to Calendar printing and mailing, Welcome Guide, and Activity Magazine.
- H. Community Relations:** Personnel increase (contractual, special events positions, consolidation of call center with DAC front desk). Creation of centralized special events division (allocation of events and funding from Recreation: Haunted Trail, Daddy Daughter Dance, Holiday Lights, etc.)
- I. Public Health:** Personnel increases (contractual), Behavioral Health Manager funded with Opioid settlement funds.
- J. Non-Departmental:** Rubbish millage mapping offset. Funding for city-wide facility R&M project, employee HSA premium coverage per contracts.