

**THE DETROIT CITY COUNCIL
2011-2012 FINANCIAL AND BUDGETARY PRIORITIES,
PUBLIC POLICY, PLANNING AND ACTION RESOLUTION**

BY ALL COUNCIL MEMBERS:

WHEREAS, The Detroit City Council has held hearings and deliberations on the 2011-2012 Executive Budget as prepared by the Honorable Mayor Dave Bing; and

WHEREAS, In light of the current financial climate, with ever-shrinking major revenue sources at both the state and local levels coupled with the ever-rising cost of employee and retiree health and pension benefits, circumstances have created an urgent need for budgetary cutbacks and fiscal restraint; and

WHEREAS, In formulating his spending plan for the next fiscal year, the Mayor has indicated his revenue expectations and budgetary priorities in the Executive Budget which reflect an aggregate \$88.5 million dollars in general fund budget reductions, when compared to the official City budget of 2010-2011. Both the Fiscal Analyst and Auditor General have determined that the City's accumulated deficit is roughly \$208 million dollars and the deficit will likely continue growing in the upcoming fiscal year by at least another \$53 million dollars unless strong action is taken by City Council during this budgetary cycle; and

WHEREAS, City Council, its Fiscal Analyst, the Auditor General and other legislative staff have studied the Executive Budget focusing primarily on the general fund budget. Utilizing conservative revenue projections, making careful assessments of necessary 'core' services that the City provides for the well-being and quality of life for the residents of Detroit, and employing fiscally sound accounting principles, City Council has determined, after reviewing anticipated revenues and expenditures, that the Mayor's proposed \$1.2 billion dollar general fund budget contains some revenue projections that have been characterized as "soft" or that have questionable reliability and are not likely to materialize during the next fiscal year. These "soft" revenue projections exceed \$65 million dollars, an amount which represented the projected amount that the Mayor had hoped to achieve from a one-time forgiveness of the annual Unfunded Accrued Actuarial Liability (UAAL) payment that the City owes to its two (2) pension plans – a plan that the trustees of both rejected; and

WHEREAS, In an extraordinary effort expended by the City Council, one that demonstrates significant collaboration between both branches of city government, the General Retirement System and Police & Fire Retirement System were asked to appear before Council. They were requested to evaluate and consider alternatives to delaying or suspending the City's 2011-12 pension payment to mitigate the effects of the under funding of the pension accounts contained in the budget. Recognizing that the City's overall fiscal condition impacts the operation of the pension system, the Board of Trustees of both boards voted to extend the 'smoothing periods' of the plans, a structural maneuver that will reduce the City's employer contribution payment significantly. These modifications represent approximately \$59 million dollars in savings to the general fund for the 2011-12 fiscal year; and

WHEREAS, While the modification of the pension payments will have a considerable impact on the City's short-term financial dilemma, City Council has a fiduciary duty, along with its Charter-mandated responsibilities, to ensure the City's overall *long-term* fiscal stability. The pension boards decision to adjust their assumptions relieved Council of the issue of funding a legally mandated expenditure and instead focusing on right-sizing expenditures to attack the prior year's deficit more strenuously. City Council believes that the bulk of the savings that the City stands to realize from the pension boards only balances the 2011-12 Mayor's recommended budget. This necessitates further reductions in next year's appropriations to address the overall deficit and attainment of additional cost saving measures in the City's operations. Therefore, City Council convened a working group, comprised of its Fiscal Analyst, the Auditor General and other legislative staff, to identify opportunities to implement reductions in all areas of the budget. These reductions were viewed as an opportunity for the City to recalibrate and reinvent the way in which it provides services and conducts its affairs in the present fiscal climate; and

WHEREAS, Throughout the budget process, City Council has been fully cognizant of the effort that the Mayor and his staff has expended in attempting to reduce the City's accumulated deficit through the proposed 5-year Deficit Elimination Plan (DEP), an important planning tool designed to restore the City's financial health. The outlined DEP seeks to eliminate the causes of the City's structural budget imbalance and at the same time provide a meaningful quality of life and service to the residents of the City of Detroit. City Council applauds this effort, but believes further modifications to the plan are warranted before it can be approved by Council and submitted to the State for final approval; and

WHEREAS, City Council is required by law to complete its budget deliberations and submit them to the Mayor no later than May 24, 2011; and

WHEREAS, On this day, May 24, 2011, the Detroit City Council adopts a program budget that is based on sound and conservative budgetary principles for municipalities, well reasoned financial assumptions and past performance, as well as stated goals and projections for City departments, divisions and agencies, and in consideration of the profound fiscal uncertainties of the current economy; and

WHEREAS, In light of these factors the Detroit City Council, in adopting this budget, has incorporated the fiscal and public policy priorities outlined below in an effort to provide effective, although in some instances reduced, government operations and service delivery to the residents, citizens, institutions and businesses of this City; and

WHEREAS, City Council recognizes that cuts in programs alone cannot accomplish a balanced budget and still provide needed services for the citizens. Therefore, an effort must be made to seek out additional revenue sources, while re-inventing City government through department and program consolidations that provide services in a more cost effective manner. To that end, the State of Michigan should partner with its largest city by providing necessary aid and assistance through the passage of legislative initiatives that have been sought for by the Bing Administration; and

WHEREAS, City Council looks forward to working cooperatively with the Administration to continually improve the funding process. It is the City's goal to implement an electronic application process which is anticipated to reduce the number of human errors that lead to groups being eliminated from funding contention; and

WHEREAS, It is strongly recommended that the Administration establish the appropriate cost centers to utilize the CDBG funds appropriated for implementation and operation of City Council special initiatives, i.e., Youth Employment Program and the Detroit Midtown Micro-Enterprise Fund Corporation; and

WHEREAS, City Council urges the Administration to take full advantage of the recently approved secondary employment ordinance for uniformed police officers as a viable tool to secure special events; reduce overtime expenses of the police department and maintain adequate levels of police presence in the community; and

WHEREAS, City Council recommends that the Administration seek to merge the Public Lighting Department (PLD) into the Department of Public Works (DPW) by creating a new public power utilities division within DPW that would house the power plant and electrical operations division of PLD with the Greater Detroit Resource Recovery Authority (GDRRA). GDRRA's continued existence, along with its associated administrative expenses, are borne by the City and in the current economic climate make no financial sense. It is Council's belief that in addition to merging the respective engineering divisions, the integration of the construction and maintenance division of PLD into the street maintenance or traffic engineering divisions of DPW would result in considerable cost savings should this programmatic change occur; and

WHEREAS, The philosophy guiding the magnitude of City Council's budget cuts is based on an analysis of the extent to which each department provides core city services to residents. City Council also took into account the fact that for several years in the past, some departments have taken a series of budget cuts and may have reached the point where significant additional cuts would be counterproductive and harmful to the City and its residents, requiring cuts elsewhere this year. Accordingly, other departments that have not been effected by significant budget reductions in recent years will be asked during this budget cycle to share in the sacrifice for the betterment and survival of the City; and

WHEREAS, Total cost of uniformed employees of the Police and Fire departments account for 42% of the general fund budget. Simply stated, there is no meaningful way to achieve the structural operating cost reductions necessitated by the present circumstances without some sacrifice by these important but costly departments. Therefore, City Council has reduced, by a modest sum of 2.5% of the net tax cost of each of these departments. This translates into a \$8,352,838 reduction in the Police Department's \$334,113,524 budget and a \$4,123,328 reduction in the Fire Department's \$164,933,120 budget; and

WHEREAS, City Council strongly encourages that these reductions from both Police and Fire not be translated into layoffs of uniformed personnel; a portion of this budgetary reduction can be recouped in the upcoming fiscal year with a savings of \$16.1 million dollars in Police overtime and \$9.5 million dollars in vacancies as well as \$7.3 million dollars in Fire Department overtime and \$8.6 million in vacancies as proposed in the 2011-2012 Budget. Council recommends that this funding reduction be achieved through consolidation of similar or redundant functions, streamlining departmental inefficiencies, improving internal controls to eliminate waste and fraud, utilizing civilians for positions that do not require uniformed personnel and eliminating merit pay increases for non-union staff; and

WHEREAS, City Council, philosophically speaking, targeted certain budget cuts to specifically address top-heavy city departments. More specifically, where management, especially supervisors, are not directly supervising front line workers but only supervise other supervisors, as well as deputy department heads or deputy directors whose work can be effectively performed by other staff at much lower rates of pay; and

WHEREAS, City Council has cut the Administration's recommended Executive Budget, primarily due to the fact that some of the revenue initiatives are not likely to materialize. However, if unexpected revenues materialize during the 2011-12 fiscal year, City Council will favorably entertain a fiscally responsible budget amendment to restore funding; and

WHEREAS, Many uninsured and/or poor Detroiters who seek and obtain health care services through the Department of Health & Wellness Promotion will be unable to afford their necessary medications if the services provided by the department's pharmacy and laboratory are de-funded and closed as the Administration proposes. These closures could potentially increase the use of emergency rooms and urgent care facilities in the City. If it is the Administration's desire to move aggressively in this direction, City Council strongly urges the Administration to convene a meeting with representatives from Henry Ford Health System, Detroit Medical Center and St. John Providence Health System to collaborate on how these services can be most efficiently and economically provided, given that these institutions would likely absorb these patients at a much higher cost than the City presently provides; and

WHEREAS, To address the immediate needs of its residents and preserve access to the aforementioned pharmacological and laboratory services City Council has restored \$1.5 million dollars to the Department of Health & Wellness Promotion; and

WHEREAS, City Council urges the State legislature to introduce legislation requiring the casinos to withhold local income taxes on large winnings as defined by State law and the IRS code to ensure that the City of Detroit receives the proper percentage of taxes based on the amount of the winnings realized; and

WHEREAS, City Council views State funding for law enforcement and public safety within the City of Detroit as a critical issue to the health, safety and welfare of City residents. The State of Michigan committed to invest \$15 million dollars in an upgraded and expanded crime lab at the new Public Safety Headquarters at the former MGM Grand site. The State then announced its intention to downscale this crime lab investment to a “triage unit” for the processing and forwarding of forensic evidence to other crime labs for processing. City Council’s previous approval of funding for the new Public Safety Headquarters was based in part on the availability of these State funds. Therefore, City Council urges the State of Michigan to honor its original funding commitment of \$15 million dollars for the crime lab; and

WHEREAS, The 2010 U.S. Decennial Census results placed the population of the City of Detroit at 713,777, which represents a 25% decrease in population over the previous decade. Although the Administration has indicated it will formally challenge these results, the population shift that occurred during the last ten (10) years has far-reaching economic, social and political impacts. Numerous State laws that contain population threshold requirements of 750,000 need to be modified to ensure the City has the continued ability to manage its affairs. Proposed legislation to modify the City Income Tax Act, City Utility Users Tax Act and receipt of funds under multiple statutory revenue authorizations has already been introduced. City Council strongly supports such legislative amendments and urges the State legislature to proceed as quickly as possible on these bills to ensure the fiscal accountability of the City and continuation of necessary services to the residents of Detroit; and

WHEREAS, Pursuant to a stipulated court order arrived at only months before the present budget season, the funding for cable television operations was to be determined for fiscal year 2011-12 through the current deliberation process. This settlement agreement between the executive and legislative branches was not reflected in the proposed Executive Budget, as no funding was provided to address the amplified role Council must now play to provide 24-hour programming for Channel 22. The funding and organization of the City’s media operations has to be restructured based on new institutional arrangements set forth in the court order. Therefore, City Council has allocated funding for the operation of legislative media services; and

WHEREAS, Another large portion of the City’s ongoing expenditures that contribute to the accumulated deficit are costs associated with employee health benefits. City Council supports the provision of such benefits to employees to maintain and improve their personal health and productivity, but recognize that the present level of benefits and the manner in which they are structured is unsustainable and changes are urgently needed. Therefore, City Council expended considerable time and energy during its budget deliberations urging the City’s unions and the Administration to consider alternative models of health care funding designed to relieve employers from the ever increasing burden of employees’ and retirees’ health care costs. These could include such means as the auto industry’s Voluntary Employees Beneficiary Association (VEBA) systems and recent initiatives of the Dearborn Public Schools and AFL-CIO which were able to secure some initial support from many of the union representatives. Council would encourage labor negotiations to continue in an aggressive fashion, given that these health care expenditures are in large measure a central cause of the City’s present financial dilemma; and

WHEREAS, Together, the City's current pension and health benefit obligations are structurally unsustainable and City Council strongly supports immediate and meaningful changes that will enable the City to move forward in a more fiscally stable position; and

WHEREAS, It is of urgent importance that the Administration accelerate the hiring of EMTs and Paramedics in order to maintain the highest number of available units on the street. The City Council further urges the Administration to expedite the purchase of new vehicles utilizing the \$5 million loan that is in the FY 2011-12 budget so that the EMS can have reliable vehicles while preserving the current fleet as a reserve to be utilized as back up to the primary fleet; and

WHEREAS, City Council believes that the optimum operation of the 911 Dispatch System is critical to improving the response times for all public safety personnel, particularly the EMS units. City Council encourages the Administration to take appropriate measures so that the leadership of the 911 Operations Center partners with EMS leadership in order to implement a system that allows for better assessment of calls for medical assistance. This cooperation will ensure that calls are prioritized appropriately and that the units are dispatched in the shortest amount of time. City Council further encourages the Administration to make ongoing professional development training a requirement for 911 dispatch operators; and

WHEREAS, The problems associated with the implementation of the City's privatization ordinance have been raised by organized labor throughout the past fiscal year. Central concerns have been the foreclosure of opportunity for unions to bid on service contracts, as well as the City's failure to fully implement its own administrative procedures (Finance Directive #151) promulgated in 2005. In the upcoming fiscal year, City Council will again urge the Administration to both permit the City's labor unions to bid on contracts for services at the time bids are initially requested, as well as to implement the "Administrative Rules for Implementation of Privatization Ordinance", embodied in Finance Directive #151 of 2005; and

WHEREAS, City Council supports the continuation of the Administration's Budget Required Furlough (BRF) days which translates into a 10% reduction in hours and compensation for all non-unionized and many unionized employees. City Council strongly urges unionized employees not currently participating in BRF days, including uniformed Police and Fire Department personnel, to adopt a similar temporary wage reduction formula as those employees currently participating in BRF days; and

WHEREAS, City Council recognizes the importance of cultural institutions in the City but has found it necessary to reduce the annual operating subsidies for the Detroit Institute of Arts, Detroit Historical Museum, Eastern Market Corporation, Charles H. Wright Museum of African-American History and the Detroit Zoo by 25% of the amount proposed by the Mayor; and

WHEREAS, City Council encourages the aforementioned cultural institutions to formalize plans, similar to those undertaken by the City of Detroit during its 2011-12 budget deliberations, to re-invent the manner in which they conduct their operations and reduce the reliance on subsidies that cannot be guaranteed in the future. Based upon information received from the Detroit Zoological Society, that particular entity closed the previous fiscal year with a net surplus in excess of \$4 million dollars and captured tax revenues of \$12.8 million dollars through an

existing tri-county millage. Given the tenuous nature of the City's finances, all of the above-named institutions should seek to relieve the City from this financial stress; and

WHEREAS, City Council realizes the importance of public transportation for its citizens and the need to continue to support this important service, however, it also recognizes its fiscal responsibility that necessitates a reduction in the subsidy of the Detroit Department of Transportation (DDOT). Further reduction in the departmental budget of DDOT can be achieved through the elimination of merit pay for non-union staff and through a modest increase in its fares; and

WHEREAS, Detroit and the rest of Southeast Michigan desperately need an integrated, reliable and efficient mass transit system where DDOT's operation are an integral part. As DDOT functions without a dedicated funding source, it largely survives courtesy of a massive infusion of general fund dollars in an annual subsidy to prop up its operations. This level of support in the current economic climate is unsustainable and efforts to integrate the DDOT system with the other transportation systems in this region is something that must occur without further delay. Moreover, citizens will also have the benefit of additional transportation options in the future, such as the M-1 light rail project. Therefore, City Council recommends a 15.18% reduction in the \$55.64 million dollar general fund subsidy; and

WHEREAS, The subsidy of Coleman A. Young Municipal Airport has been reduced. City Council urges the department to achieve its budget reduction through vacancies and the elimination of merit pay for non-union staff. City Council also recommends that the Airport Department continue to identify and capture new revenue streams through public-private partnerships; and

WHEREAS, In keeping with the overall reductions being made to address the City's accumulated deficit, City Council has also reduced the subsidies to the following City non-departmental agencies: Detroit People Mover, Board of Ethics, Charter Commission, and the Risk Management Fund; and

WHEREAS, The Ombudsman is a Charter mandated office. City Council recognizes the important functions of this office; however, the services provided by the Ombudsman are currently duplicative of those provided in both the executive and legislative branches. Therefore, City Council has reduced this appropriation by \$364,356 in the operating budget of the Office of the Ombudsman; and

WHEREAS, City Council recognizes that leadership in these austere economic times calls for self deprivation, and to that end have reduced the budgets of each of the nine individual City Council offices and its Administrative Division, resulting in a total reduction of its budget in the amount of \$464,261 as well as the elimination of merit pay to its staff; and

WHEREAS, City Council reduces the Mayor's budget by an additional \$353,675, the City Clerk's budget by an additional \$164,130 and the budget of the Department of Elections by an additional \$388,443; and

WHEREAS, City Council recognizes the important work that is performed by both the Budget and Finance Departments as well as the Department of Public Works and encourages these departments to achieve operational efficiencies by reducing its management staff and through other cost-saving initiatives that will not negatively impact the level of services provided to residents; and

WHEREAS, The Human Resources Department is charged with assuring that the workforce needs of the City are met on a timely basis; However, City Council encourages the department to achieve greater efficiencies in its operations and determines that an eleven percent (11%) reduction is appropriate; and

WHEREAS, The Human Rights Department serves a vital role in protecting the rights of our employees, citizens and contractors that transact business with the City. The present fiscal situation of the City necessitates that City Council reduce the department's budget. However, a portion of this reduction can be achieved through the elimination of merit increases for non-union staff; and

WHEREAS, City Council encourages the Information Technology Services Department to achieve additional efficiencies in its operation and reduces its budget allocation in the amount of \$2,317,844; and

WHEREAS, The Law Department is responsible for providing legal services and representation for the City of Detroit. City Council reduces its budget allocation urging the elimination of merit increases for non-union staff as well as departmental vacancies. The City Council urges that the Administration begins a broad and strategic approach to implementing risk management strategies City-wide to reduce the City's reliance on Law Department staff for defense of tortious acts; and

WHEREAS, The Planning & Development Department's role in identifying existing and future opportunities to both stimulate and develop Detroit's economy and to grow and expand commercial and residential development is critical to the continued revitalization of the City. City Council recognizes that the department receives various grants for its operations enabling it to sustain a modest reduction of its general fund budget; and

WHEREAS, City Council realizes the importance of the Public Lighting Department (PLD) and the services it provides to the community, but it also recognizes the need for more efficient and cost effective operations within the department. Therefore, Council is recommending a reduction in the PLD budget and encourages the Administration to consider consolidation of this department with the Department of Public Works so that cost savings could be achieved through the elimination of duplicate managing personnel and other overhead expenses; and

WHEREAS, The Recreation Department serves the recreational needs of residents by providing a positive environment that encourages physical activity at both indoor and outdoor locations throughout the City. However, due to the City's budget deficit the resources to fund the department at past appropriation levels is not practicable and thus requires a budget reduction. Council therefore recommends that the Recreation Department engage in rigorous outreach to

both non-profit and community organizations in an effort to form partnerships and collaborations for the provision of recreational opportunities in neighborhoods; and

WHEREAS, Department of Administrative Hearings (DAH) exists pursuant to enabling state legislation and was intended to operate, at least in part, as a revenue-generating department whose operation would pay for itself. Recognizing that the fines and fees collected by this entity become a part of the general fund at a higher rate than previous adjudication through the district courts and its efforts in reducing blighted conditions within the City are a necessary and important function that complement other department's operations. Therefore, City Council is recommending a minimal reduction in the DAH budget, which may be achieved through the elimination of vacancies, and merit increases for non-union staff. Council strongly urges DAH to intensify its collection of fines and fees and to work closely with Buildings, Safety, Engineering and Environmental (BSE&E) Department and other agencies whose tickets it adjudicates in order to achieve greater cleanliness throughout the City; and

WHEREAS, The Office of Homeland Security coordinates the emergency operations response of the City and minimizing the effects of catastrophic events. However, City Council has reduced the department's budget and urges the department to launch an aggressive effort to obtain and expand its grant-funded support. City Council also encourages the Administration to contemplate consolidating these operations with other public safety departments that provide emergency services and/or response; and

WHEREAS, The General Services Department (GSD) centralizes numerous municipal services which support operating departments. This centralized system provides an opportunity to further increase operating efficiencies which translates into cost savings across departments. City Council has determined that a reduction in the operating budget of GSD may be achieved by reducing layers of management and more economical usage of staff; and

WHEREAS, The Office of the Auditor General (OAG) has the Charter-mandated function of examining and evaluating the adequacy and effectiveness of City government operations as it relates to the accountability of public funds. Although City Council recognizes the important role the OAG office serves, it recommends a reduction in its budget which may be attained through the elimination of departmental vacancies and merit pay for non-union staff; and

WHEREAS, The Board of Zoning Appeals (BZA) serves a vital function in assuring that land use in the City is consistent with the spirit and intent of the City's zoning ordinance. Current fiscal conditions require reducing the BZA budget irrespective of its important function. City Council urges the BZA to creatively implement the budget reduction in order to minimize the impact on the service it provides; and

WHEREAS, City Council is acutely aware that the 36th District Court continues to operate at a deficit in violation of the Charter and state statutes and strongly urges the court to make the necessary modifications to operate within its reduced budget while achieving its mandated objectives; and

WHEREAS, Over the past fiscal year, Buildings, Safety, Engineering and Environmental (BSE&E) Department has undergone extensive reorganization and dramatically shifted its operating procedures to increase its efficiency and accountability to its residential and commercial customers. City Council recognizes the importance of the department's work and the scope of its operations and has recommended only a slight decrease in the Environmental Affairs section of the department's budget; and

WHEREAS, City Council commends the Municipal Parking Department on its proficient operations but realizes that reductions are necessary throughout the City. Therefore, Council recommends that the department's budget reduction occurs through the elimination of vacancies and merit pay for non-union staff; and

WHEREAS, An agreement was reached between the State of Michigan and the City of Detroit, formalized in Public Acts 500 and 532 of 1998, to stabilize revenue sharing levels in exchange for the reduction in the City's income tax rate for fiscal years 1999 through 2007. In 2003, 2004, 2005, 2006, and 2007, modifications in state law resulted in the City of Detroit not receiving approximately \$220 million in revenue sharing that would have been paid according to the agreement as well as the loss of approximately \$400 million dollars in higher income tax rates. City Council strongly urges the Administration to work with the Treasurer of the State of Michigan to honor its original agreement and remit the approximately \$220 million dollars in state revenue sharing dollars to the City of Detroit by either forgiving past indebtedness or crediting future payments to the State of Michigan or some combination of both; and

WHEREAS, The State of Michigan has recently become aware of \$429 million dollars in unanticipated funds. City Council strongly urges the State of Michigan and the Administration to negotiate an agreement by which past unpaid revenue sharing amounts that are owed to the City of Detroit, totaling \$220 million dollars, can be realized; and

WHEREAS, City Council is providing necessary fiscal checks and balances to maintain a balanced budget and addressing the City's accumulated and structural deficits through this deliberative process and has identified necessary budgetary reductions that are calculated to improve the City's financial situation. City Council strongly believes that the implementation of its 2011-12 budget, coupled with a well-conceived and smartly executed five (5) year Deficit Elimination Plan, the City's current financial dilemma will be appropriately addressed providing a brighter course toward future financial security; and

NOW THEREFORE BE IT RESOLVED THAT THE 2011-2012 BUDGET OF THE DETROIT CITY COUNCIL INCLUDE THE FOLLOWING LEGISLATIVE BUDGET PRIORITIES, POLICY AND PLANNING ACTIONS:

1. That the Detroit City Council adopts Schedule A, City Council changes to the 2011-2012 Community Development Block Grant/Neighborhood Opportunity Funds allocations.
2. That the Detroit City Council adopts Schedule B, City Council changes to the 2011-2012 Budget.
3. That all merit increases for non-union staff be eliminated.
4. That the budget of the Detroit Police Department is reduced by \$8,352,838.
5. That the budget of the Detroit Fire Department is reduced by \$4,123,328.
6. That \$1,500,000 is restored to Department of Health & Wellness Promotion budget for continuation of pharmacological and laboratory services.
7. That \$341,000 is restored to the Bureau of Substance Abuse, Treatment and Recovery Program of the Department of Health and Wellness Promotion.
8. That \$646,508 be transferred to appropriation number 13126 City Council Media Services as follows: City Council Research & Analysis Division \$349,000 and non-departmental Media Services \$297,369.
9. That Public, Educational Government (PEG) fees in the amount of \$191,585 from non-departmental be allocated to an appropriation number within City Council Media Services. Pursuant to federal law, PEG funds may only be used for equipment.
10. That non-departmental Media Services is reduced by \$300,000.
11. That the subsidy to the Detroit Institute of Arts is reduced by \$125,000.
12. That the subsidy to the Detroit Historical Museum is reduced by \$112,500.
13. That the subsidy to the Eastern Market Corporation is reduced by \$64,000.
14. That the subsidy to the Charles H. Wright Museum of African-American History is reduced by \$487,500.
15. That the subsidy to the Detroit Zoo is reduced by \$191,250.

16. That the general fund subsidy to the Department of Transportation (DDOT) is reduced by \$7,880,782.
17. That the Department of Transportation appropriation is reduced by \$7,880,782.
18. That the subsidy to the Detroit People Mover through Department of Transportation (DDOT) is reduced by \$4,405,335.
19. That the subsidy to the Coleman A. Young Municipal Airport is reduced by \$314,417.
20. That the Coleman A. Young Municipal Airport appropriation is reduced by \$314,417.
21. That the subsidy to the Board of Ethics is reduced by \$68,000.
22. That the subsidy to the Charter Commission is reduced by \$145,000.
23. That the subsidy to the Risk Management Fund is reduced by \$4,436,053.
24. That the budget of the Ombudsman's Office is reduced by \$364,356.
25. That the City Council budget (*via reductions exclusively in the nine (9) City Council Offices and its Administrative Division*) is reduced by \$464,261.
26. That the Mayor's Office budget is reduced by \$353,675.
27. That the City Clerk's Office budget is reduced by \$164,130.
28. That the Department of Elections budget is reduced by \$388,443.
29. That the budget of the Budget Department is reduced by \$179,865.
30. That the Department of Public Works budget is reduced by \$76,860.
31. That the Finance Department budget is reduced by \$1,787,201.
32. That the Human Resources Department is reduced by \$1,674,150.
33. That the Human Rights budget is reduced by \$101,959.
34. That the budget of the Information Technology Services Department is reduced by \$2,317,844.
35. That the budget of the Law Department is reduced by \$1,058,657.

36. That the Planning and Development Department budget is reduced by \$804,300.
37. That the Public Lighting Department budget is reduced by \$790,471.
38. That the Recreation Department budget is reduced by \$3,293,551.
39. That the Department of Administrative Hearings budget is reduced by \$79,236.
40. That the Office of Homeland Security budget is reduced by \$115,319.
41. That the General Services Department budget is reduced by \$4,182,835.
42. That the budget of the Office of the Auditor General is reduced by \$68,195.
43. That the budget of the Board of Zoning Appeals is reduced by \$109,089.
44. That the budget of the 36th District Court is reduced by \$2,119,018.
45. That the Building, Safety, Engineering & Environmental Department is reduced by \$304,856.
46. That the Municipal Parking Department budget is reduced by \$62,821.

BE IT FURTHER RESOLVED, That the City Council strongly urges the Mayor to present to City Council within 30 days of the close of each quarter to advise Council of the existing state of the City's budget and submit an updated income statement. City Council urges the Mayor to submit a budget amendment to Council that reflect any required budgetary changes including but not limited to: 1) expected revenues are lower than anticipated, 2) costs increase significantly beyond budgeted amounts 3) revenues are higher than expected or 4) costs decrease significantly below those reflected in the adopted 2011-12 Budget; and

BE IT FINALLY RESOLVED, That the City Clerk is directed to provide a copy of this resolution to the Mayor, the Finance Director, the Budget Director, Wayne County Executive Robert Ficano and all agencies, departments, commissions, boards and divisions of the City of Detroit.