

SUMMARY – ALL FUNDS INTRODUCTION

The City of Detroit budget is a financial plan guiding all of the municipality's activities. The FY 2007-08 Executive Budget Summary sorts the activities proposed for FY 2007-08 according to overall functions of city government, organizational units of administration, funds, budgetary objects, and major types of revenue. It explains capital, operating and staffing proposals in the context of historical trends.

A variety of exhibits follow:

- ❖ *Funds* are fiscal entities that segregate revenues and expenses for the purpose of carrying out a specific purpose or activity. A description of the 14 city funds shown in the budget is included, along with an explanation of the relationship of other funds to the General Fund.
- ❖ The overall city budget can be compared historically by sorting appropriations according to general city, enterprise, non-departmental line items and subsidies, and debt service. These areas can be further broken down using city departments.
- ❖ *Objects* are the lowest and most detailed level of expenditure classifications. There are 8 major object categories: salaries and wages, benefits, professional and contractual services, supplies, operating services, capital, fixed charges, and other expenses.
- ❖ Another way to analyze the budget is in the context of actual expenditures. Annual surpluses or deficits are the first items addressed in the annual budget, and the Budget Stabilization Fund can be a tool for this.
- ❖ *Personal services*, the salaries, wages, and fringe benefits associated with positions, are trended out over the last decade for tax-supported and grant-supported activities. Changes in staffing are summarized by department.
- ❖ Revenues can be classified in 9 ways: taxes, assessments and interest; licenses, permits and inspection charges; fines, forfeits and penalties; revenues from use of assets; grants, shared taxes and revenues; sales and charges for services; sales of assets and compensation for losses; contributions and transfers; miscellaneous
- ❖ Revenues can also be understood in terms of their sources (local, federal or state). Changes in major local sources are tracked historically.
- ❖ The capital budget relates capital plans to debt management, through voter authorization, bond ratings, the city's debt margin and debt service requirements. The capital project proposals consider the impact on operating requirements.
- ❖ Tax rates are related to taxable valuations for property tax and for special districts. This relationship produces the tax levies that individuals and other entities pay to the city of Detroit and other local jurisdictions.

Funds shown in the City of Detroit budget:

General Fund – This fund provides for the general governmental operations of the City. It is funded through a variety of local taxes - Property, Income and Utility Users, shared taxes from the State, and Sales and Charges for Services.

Block Grant – The Community Development Block Grant (C.D.B.G.) program was established under Title I of the Housing and Community Development Act of 1974. Funds can be used to benefit low/moderate income people, reduce slums and blight, or other

SUMMARY – ALL FUNDS INTRODUCTION

urgent needs. The Federal Department of Housing and Urban Development distributes this grant.

Drug Law Enforcement – This fund accounts for forfeited narcotics proceeds that are used for the enhancement of narcotics enforcement.

Library – The Detroit Public Library is administered by the Detroit Library Commission, a separate municipal corporation existing by virtue of State Law. Under the law, the budgetary transactions of the Detroit Public Library are subject to the financial controls of the City of Detroit.

Federal Employment and Training – The Federal Employment and Training Funds were established to account for employment and training program grants received from governmental sources. On October 1, 1983, the Jobs Training Partnership Act (J.T.P.A), enacted on October 13, 1982 was implemented. Programs under the J.T.P.A. are financed by the Department of Labor. The State of Michigan receives and administers J.T.P.A. funds. The Governor approves and provides funding to qualified service delivery area grant recipients.

The City of Detroit has been designated a J.T.P.A. service delivery area, grant recipient and administrative entity. The purpose of this act is to establish programs to prepare youth and unskilled adults for entry into the labor force and to afford job training to those economically disadvantaged individuals and

other individuals facing serious barriers to employment who are in need of such training to obtain productive employment. Other program funds include the Senior Aides Program of the National Council of Senior Citizen's (N.C.S.C.) and the grants of the Department of Labor related to the provisions of the Emergency Employment Act of 1971, the Michigan Neighborhood Corps, Youth Employment Services Program, and Corrections Parolee Program as funded by the Michigan Department of Labor.

Major and Local Streets – The Major and Local Street Funds were established to account for Michigan State Gas and Weight Tax revenues as required by law under Act 51, Public Acts of Michigan of 1951, and other related grants. Expenditures are restricted to construction and maintenance of major and local streets. Much of this work is performed by other City agencies.

Solid Waste Management Fund – The Solid Waste Management Fund is a newly established fund to account for all funds used for Solid Waste collection and disposal.

Human Services – The Neighborhood Services Fund was established to administer certain social service programs financed by the Federal and State Grants.

General Grants – This is a mix of funding sources, Federal, State and other. Consisting primarily of Health Department grants.

SUMMARY – ALL FUNDS INTRODUCTION

General Debt Service – Debt service on unlimited tax general obligation bonds is funded from ad valorem property taxes levied without limitation as to rate or amount specifically for that purpose. Debt service on limited tax general obligations is funded from property taxes levied within constitutional, statutory and charter limitations or other unrestricted moneys of the City. The City, by State law, must provide a separate fund for debt retirement moneys. All general City property taxes are collected by the treasurer and deposited in the general and debt service accounts according to the proper distribution percentage.

General Capital Projects – The Capital Projects Fund has been established to account for all funds used for the construction, acquisition, and renovation of capital facilities by the General Fund. These projects are generally funded by City's general obligation bond issues.

Urban Renewal Fund – This fund accounts for funding received from the City of Detroit and the Federal Government earmarked for the acquisition and site preparation of property for future development.

Internal Service Fund – This fund handles the lease purchase of all General Fund vehicles with limited obligation bonds.

Enterprise Funds – Enterprise Funds account for operations of governmental facilities operated in a manner similar to commercial enterprises where the intent is to recover, in whole or in part, through user charges, the costs or expenses (including depreciation) of providing goods or services to general public on a continuing basis. Including component units, the City currently has 9 enterprise funds of which 4 are self-supporting and 5 generally need (or will need) some level of General Fund support. The self-supporting funds

include Water, Sewage Disposal, Housing and Parking. Of the nine enterprise funds, six are fully incorporated in the budget presentation. The remaining three (Detroit Transportation Corporation, Housing and the Greater Resource Recovery Authority) are reflected only to the extent of the City's payment for services (GDRRA) or subsidy contribution (DTC).

- ❖ The Sewage Disposal and Water Supply Systems serves the Detroit metropolitan area. The General Fund bears no liability for funding any expenses not covered by self-generated revenues for these systems and has never made a subsidy payment to either System, although the General Fund has made temporary advances to the Sewage System in connection with the financing of capital projects, which were promptly repaid with proceeds of a revenue bond issue.
- ❖ Since 1984, the City's Parking System has been totally self-sufficient. Although the City is legally responsible for payment of operation and maintenance expenses of the system, sufficient funds have been (and are expected to continue to be) generated to reimburse the General Fund for payment of such expenses.
- ❖ Construction Code Fund includes services performed by Buildings and Safety Engineering Department. Effective January 1, 2001, Public Act 245 of 1999 was approved to amend Act 230 of 1972 of the State of Michigan Compiled Laws. The act requires the State of Michigan's local governments to establish reasonable fees which are required to operate the department responsible for building permits, examination of plans and specifications, inspection of construction undertaken pursuant to a building permit,

SUMMARY – ALL FUNDS INTRODUCTION

and the issuance of certificates used for occupancy, and hearing appeals in accordance with this act. To comply with this act, in fiscal year 2001 the City established the Construction Code Fund for operational and financial reporting purposes.

Numerous funds receive General Fund support, including: Transportation, Airport Construction Code Fund and Detroit Transportation Corporation. The Greater Detroit Resource Recovery Authority receives moneys from the General Fund through tipping fees paid for disposal of waste collected by the City. The City's obligation to pay such tipping fees is a full faith and credit limited tax general obligation of the City.

- ❖ The Transportation Fund, which operates the bus-oriented mass transit system, receives a substantial portion of its operating revenues from regional allocation of Federal and State moneys and from self-generated revenues. However, as a result of a continuing gap between stagnant operating revenues and rising expenditures, the fund has also
- received General Fund subsidization. Prior to 1986, the General Fund advanced moneys to the Transportation Fund to ease cash flow problems created by the lag in receipt of moneys from the State and federal government. In recent years, because of the significant amount of General Fund subsidy, no "cash flow" advances were required.
- ❖ The City's Airport Fund accounts for the operation of Detroit City Airport. In fiscal 1989 the Airport was expanded to accommodate commercial jet carrier service. Today, the Airport provides general aviation and limited commuter service.
- ❖ The Detroit Transportation Corporation is responsible for the Downtown People Mover, which began operations in downtown Detroit in 1987. The People Mover has not been and is not expected to be self-sufficient in the future.

**CITY OF DETROIT
FUND DESCRIPTIONS FOR
APPROPRIATION AND REVENUE BY FUND CHARTS**

Number 1000	GENERAL FUND Name General Fund	Number 2490	ENTERPRISE FUND GROUP Name Construction Code	Number 3401	SOLID WASTE Name Solid Waste
		3001	Library		
Number 2001	COMMUNITY DEVELOPMENT Name Block Grant	5002	Airport Operation & Maintenance	Number 3301	MAJOR and LOCAL STREETS Name Major Streets
2002	UDAG & Discretionary Grant	5100	Parking Revenue	3305	Public Act 48
		5102	Parking Operating		
		5105	Parking System Program Reserve		
		5108	Operations & Contingency Reserve		
Number 2601	DRUG LAW ENFORCEMENT Name Drug Law Enforcement Fund	5301	Transportation Operation	Number 4000	GENERAL DEBT SERVICE Name Sinking Interest & Redemption
		5401	Sewage Receiving		
		5402	Sewage Operation & Maintenance		
		5403	Sewage Bond and Interest		
		5404	Sewage Improvement		
Number 3203	GENERAL GRANTS Name Wayne County - Dept. of Social Services	5406	Sewage-Extraordinary Repairs & Replacement	Number 4502	GENERAL CAPITAL PROJECTS Name General Public Imp. - Tax Rev & Grant
3209	Welfare Reform Grant	5410	State Revolving Loan Fund	4510	Gen Obl Bond Fund Series 1993
3210	Employment Services Grant	5501	Water Receiving		
3211	Special E & T Projects	5502	Water Operations & Maintenance		
3212	Workforce Investment Act	5503	Water Bond and Interest	Number 4620	URBAN RENEWAL FUND Name Special HSG Rehab Program
3219	DWDD Clearing Account	5506	Water Improvement & Extension		
3507	Community Programs	5508	Water Extraordinary Repair & Replacement	Number 6010	INTERNAL SERVICE FUND Name Motor Vehicle Fund
3509	Headstart	5517	Water Bond Fund Series 2005		
3516	CSBG Main Grant				
3601	General Grants				

SUMMARY-ALL FUNDS

**CITY OF DETROIT
COMPARATIVE BUDGET SUMMARY
2007-2008 MAYOR'S RECOMMENDATIONS**

<u>APPROPRIATIONS</u>	<u>2006-07 BUDGET</u>	<u>2007-08 RECOMMENDED</u>	<u>INCREASE (DECREASE)</u>
General City Agencies	\$1,420,326,908	\$1,518,603,436	\$98,276,528
Non-Departmental	412,190,805	410,636,442	(1,554,363)
Debt Service	77,232,484	77,052,151	(180,333)
Enterprise Agencies	1,771,757,525	1,045,715,452	(726,042,073)
TOTAL	\$3,681,507,722	\$3,052,007,481	(\$629,500,241)

<u>REVENUES</u>	<u>2006-07 BUDGET</u>	<u>2007-08 RECOMMENDED</u>	<u>INCREASE (DECREASE)</u>
General City Agencies	\$687,207,716	\$749,406,528	62,198,812
Non-Departmental	1,140,283,593	1,174,976,400	34,692,807
Debt Service	77,232,484	77,052,151	(180,333)
Enterprise Agencies	1,776,783,929	1,050,572,402	(726,211,527)
TOTAL	\$3,681,507,722	\$3,052,007,481	(\$629,500,241)

<u>BUDGETED POSITIONS</u>	<u>2006-07 BUDGET</u>	<u>2007-08 RECOMMENDED</u>	<u>INCREASE (DECREASE)</u>
City Funded	10,280	10,434	154
Grant Funded	901	901	0
Enterprise Funded	3,913	3,933	20
TOTAL	15,094	15,268	174

GENERAL CITY AGENCIES: This includes all General Fund and General Grant City Departments.

NON-DEPARTMENTAL: This Agency (Number 35) provides funds for activities which are not the responsibility of any other single agency. This Agency provides funding for expenditures which are not specifically associated with any single department's activities, and is the depository for General fund subsidy appropriations for enterprise activities. Non-Departmental also serves as the depository agency for a wide variety of General Fund revenues which cannot be credited to any specific department.

DEBT SERVICE: This represents Agency 18-Sinking Interest and Redemption. The purpose of this Agency is to meet the principal and interest of the bonded indebtedness of the City of Detroit.

ENTERPRISE AGENCIES: This includes Buildings and Safety Engineering, Municipal Parking, Water, Sewerage, Transportation and Library.

**CITY OF DETROIT
COMPARATIVE BUDGET HISTORY**

APPROPRIATIONS

	GENERAL CITY AGENCIES	NON- DEPARTMENTAL	DEBT SERVICE	ENTERPRISE AGENCIES	TOTAL
2002-03	1,506,908,334	309,058,341	64,153,936	1,902,476,444	3,782,597,055
2003-04	1,579,832,816	297,478,093	67,125,114	1,160,878,596	3,105,314,619
2004-05	1,604,758,544	330,368,396	70,599,475	1,736,498,660	3,742,225,075
2005-06	1,330,628,667	427,944,716	62,934,661	999,500,237	2,821,008,281
2006-07	1,420,326,908	412,190,805	77,232,484	1,771,757,525	3,681,507,722
2007-08 rec	1,518,603,436	410,636,442	77,052,151	1,045,715,452	3,052,007,481

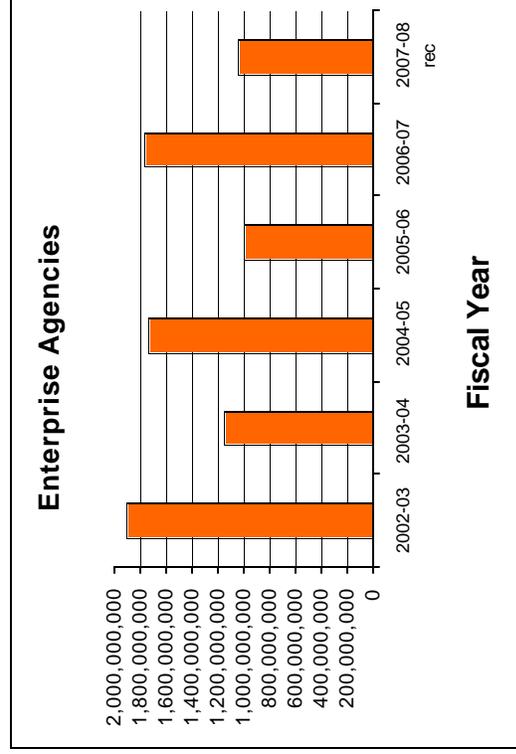
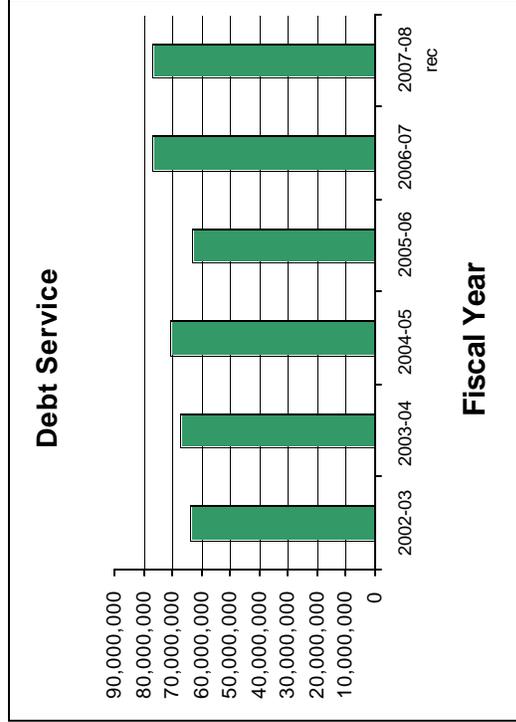
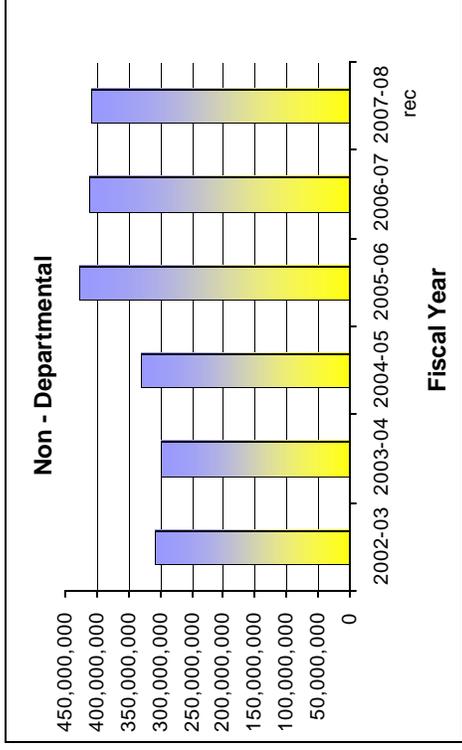
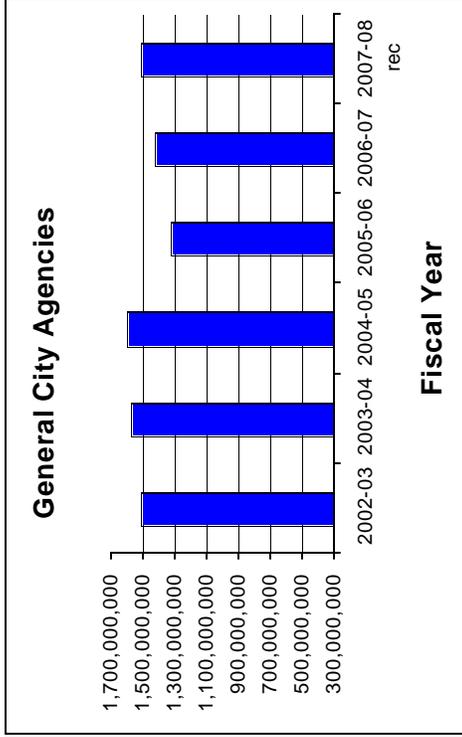
REVENUES

	GENERAL CITY AGENCIES	NON- DEPARTMENTAL	DEBT SERVICE	ENTERPRISE AGENCIES	TOTAL
2002-03	666,257,381	1,148,521,812	64,153,936	1,903,663,926	3,782,597,055
2003-04	627,674,443	1,247,029,080	67,125,114	1,163,485,982	3,105,314,619
2004-05	616,685,280	1,315,773,872	70,599,475	1,739,166,448	3,742,225,075
2005-06	633,292,766	1,121,597,174	62,934,661	1,003,183,680	2,821,008,281
2006-07	687,207,716	1,140,283,593	77,232,484	1,776,783,929	3,681,507,722
2007-08 rec	749,406,528	1,174,976,400	77,052,151	1,050,572,402	3,052,007,481

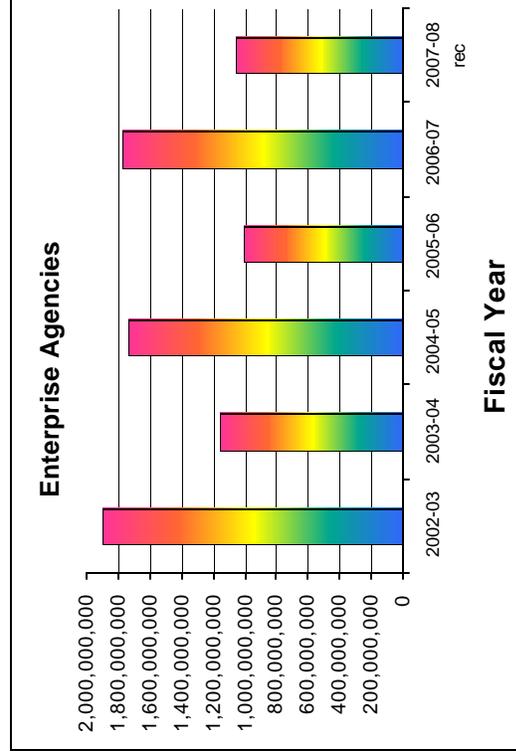
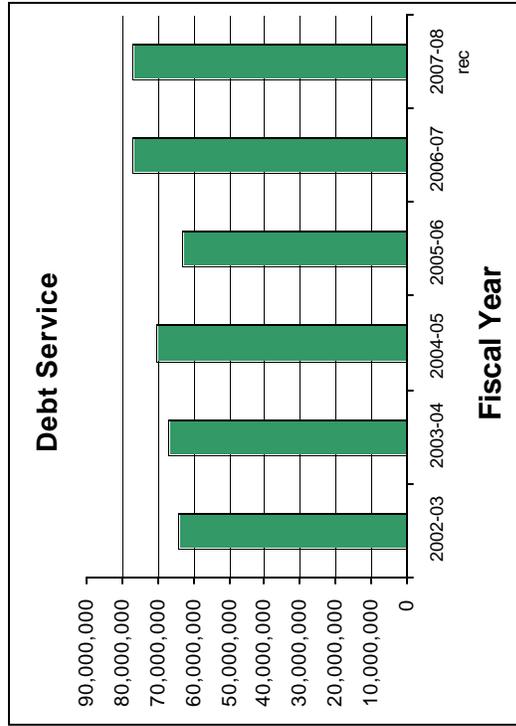
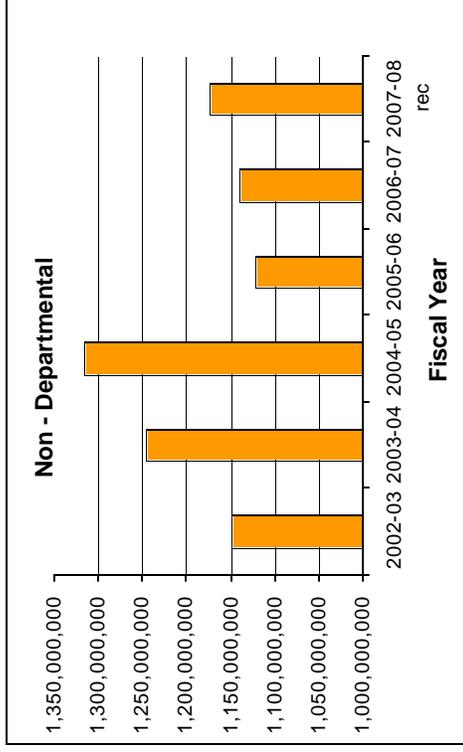
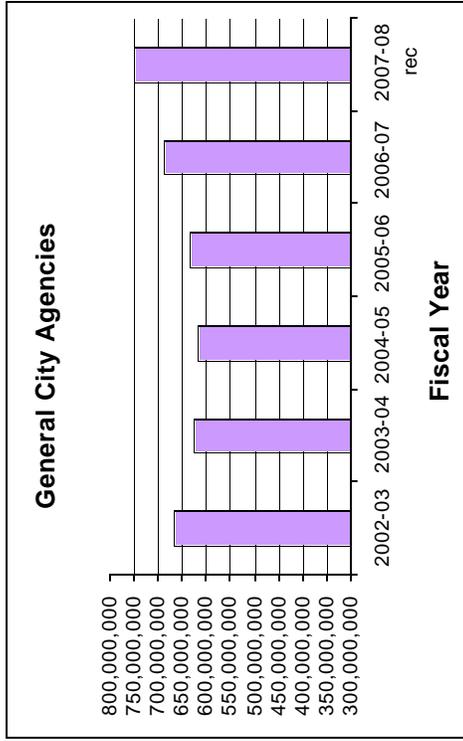
POSITIONS

	CITY FUNDED	GRANT FUNDED	TOTAL
2002-03	19,577	864	20,441
2003-04	18,965	737	19,702
2004-05	18,074	669	18,743
2005-06	15,107	644	15,751
2006-07	14,195	899	15,094
2007-08	14,367	901	15,268

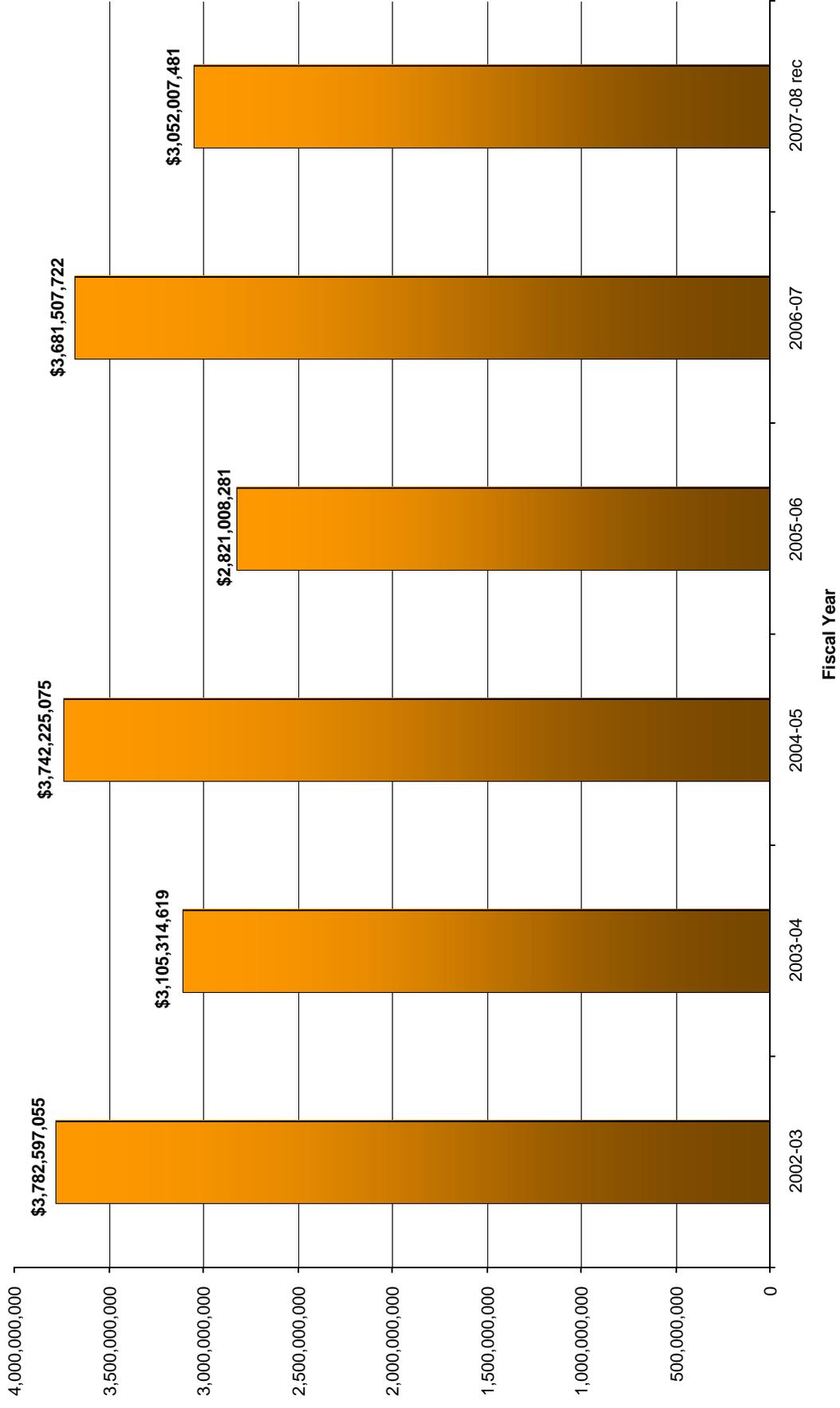
CITY OF DETROIT COMPARATIVE APPROPRIATION HISTORY



CITY OF DETROIT COMPARATIVE REVENUE HISTORY



City of Detroit Budget History



**CITY OF DETROIT
SUMMARY OF APPROPRIATIONS AND REVENUES
2007-2008 MAYOR'S RECOMMENDATION**

GENERAL CITY AGENCIES	TOTAL	TOTAL	
<u>Executive Agencies</u>	<u>APPROPRIATIONS</u>	<u>REVENUES</u>	<u>NET TAX COST</u>
12 Budget	\$2,834,834	\$0	\$2,834,834
14 Civic Center	20,228,020	8,363,854	11,864,166
19 Department of Public Works	198,224,180	195,206,477	3,017,703
21 Detroit Workforce Development Department	53,148,681	53,146,681	2,000
22 Environmental Affairs	4,332,928	4,178,240	154,688
23 Finance	37,035,910	9,755,067	27,280,843
24 Fire	188,301,899	22,931,913	165,369,986
25 Department of Health and Wellness Promotion	91,996,868	78,070,280	13,926,588
28 Human Resources	22,569,697	10,854,903	11,714,794
29 Human Rights	1,678,927	1,353,000	325,927
30 Human Services	61,334,505	61,084,505	250,000
31 Information Technology Services	23,166,537	1,320,694	21,845,843
32 Law	22,664,898	3,149,357	19,515,541
33 Mayor's Office	12,700,809	1,260,984	11,439,825
36 Planning and Development Department	65,485,469	71,628,147	(6,142,678)
37 Police	455,217,488	110,817,076	344,400,412
38 Public Lighting	69,639,832	65,643,738	3,996,094
39 Recreation Department	33,890,202	6,631,388	27,258,814
45 Department of Administrative Hearings	2,199,607	887,067	1,312,540
46 Detroit Office of Homeland Security	582,038	57,370	534,668
47 General Services Department	71,702,677	18,115,712	53,586,965
 <u>Legislative Agencies</u>			
50 Auditor General	3,090,670	0	3,090,670
51 Zoning Appeals Board	854,555	105,000	749,555
52 City Council	14,950,596	185,000	14,765,596
53 Ombudsperson	1,091,707	0	1,091,707
70 City Clerk	3,689,652	0	3,689,652
71 Election Commission	11,233,717	1,627,120	9,606,597
 <u>Judicial Agencies</u>			
60 36th District Court	44,746,533	23,032,955	21,713,578
 <u>Other Agencies</u>			
35 Non-Departmental	410,636,442	1,174,976,400	(764,339,958)
TOTAL GENERAL CITY AGENCIES	\$1,929,239,878	\$1,924,382,928	\$4,856,950
 18 Debt Service Fund	 77,052,151	 77,052,151	 0
 <u>Enterprise Agencies</u>			
10 Airport	3,129,247	3,129,247	0
13 Buildings and Safety Engineering	35,362,023	35,362,023	0
20 Department of Transportation	165,883,899	165,883,899	0
34 Municipal Parking	40,490,355	45,347,305	(4,856,950)
41 D.W.S.D. - Water Supply	334,230,623	334,230,623	0
42 D.W.S.D. - Sewerage Disposal	413,415,888	413,415,888	0
72 Library	53,203,417	53,203,417	0
TOTAL ENTERPRISE AGENCIES	\$1,045,715,452	\$1,050,572,402	(\$4,856,950)
 GRAND TOTAL	 <u>\$3,052,007,481</u>	 <u>\$3,052,007,481</u>	 <u>(\$0)</u>

CITY OF DETROIT
SUMMARY OF 2007-2008 MAYOR'S RECOMMENDED BUDGET - APPROPRIATIONS BY FUND

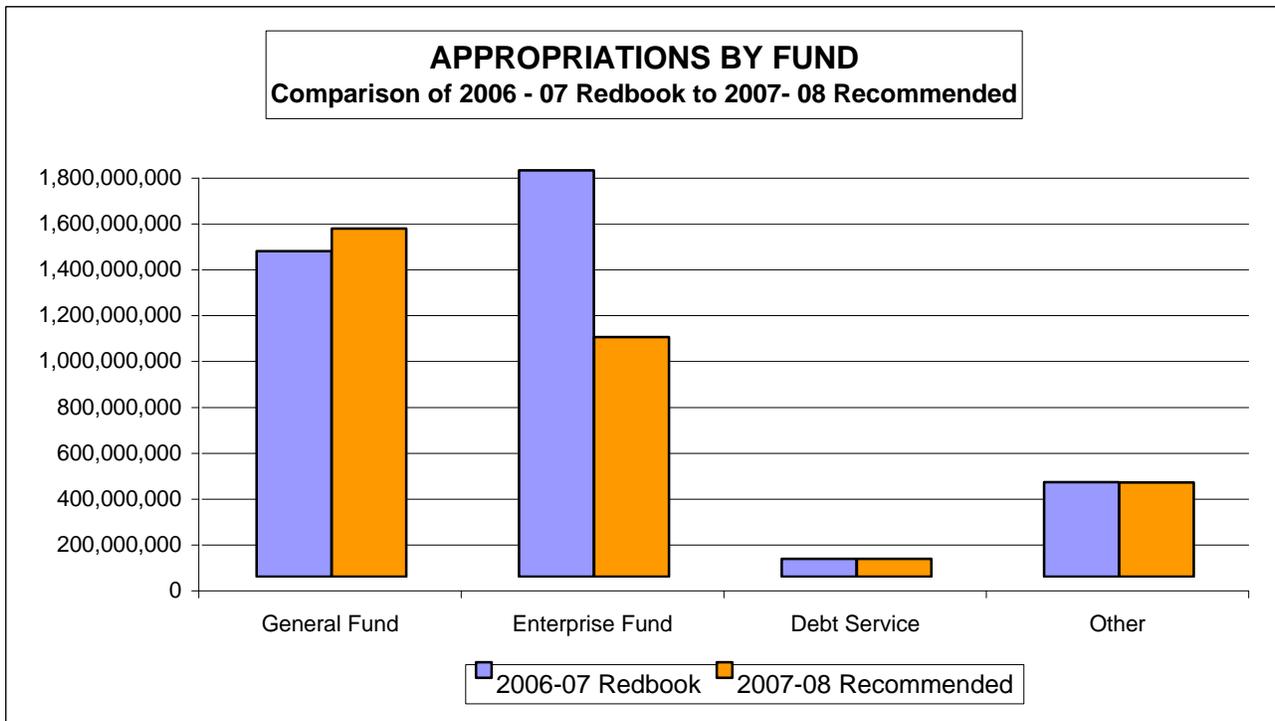
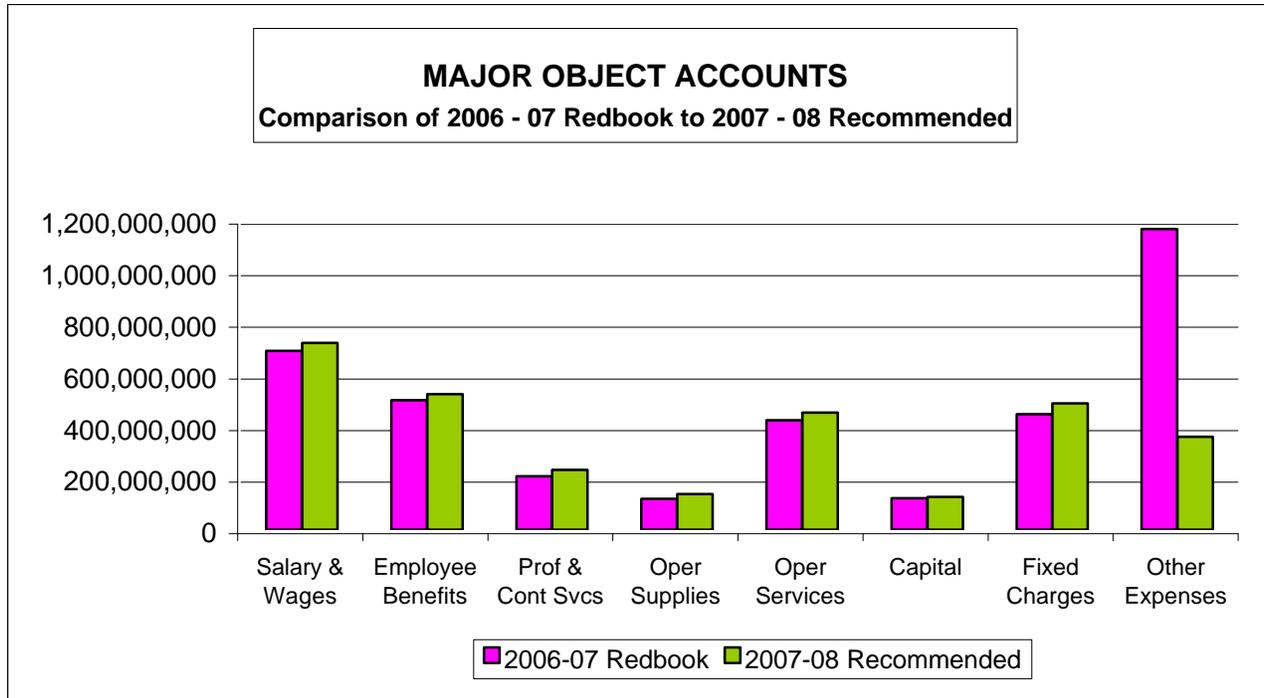
	General Fund	Community Development Block Grant	Internal Service Fund	Library	Solid Waste Management	Major and Local Streets	General Grants	General Debt Service	General Capital Projects	Enterprise Funds	Urban Renewal & Drug Enforcement Funds	Grand Total
GENERAL CITY AGENCIES												
EXECUTIVE AGENCIES												
A12000 Budget Department.....	\$2,834,834								1,700,000			\$2,834,834
A14000 Civic Center.....	18,528,020								2,430,000			20,228,020
A19000 Department of Public Works.....	14,786,381				110,571,389	70,436,400						196,224,180
A21000 Detroit Workforce Development Department.....	2,000						53,146,881					53,148,681
A22000 Environmental Affairs Department.....	4,332,928											4,332,928
A23000 Finance Department.....	37,035,910											37,035,910
A24000 Fire Department.....	184,801,899								3,500,000			188,301,899
A25000 Dept of Health and Wellness Promotion.....	27,598,672						59,408,196					86,996,868
A28000 Human Resources Department.....	22,569,697											22,569,697
A29000 Human Rights Department.....	1,678,927											1,678,927
A30000 Human Services Department.....	250,000						61,084,505					61,334,505
A31000 Information Technology Services Department.....	23,166,537											23,166,537
A32000 Law Department.....	22,664,898											22,664,898
A33000 Mayor's Office.....	12,043,031						657,778					12,700,809
A36000 Planning & Development Department.....	6,922,322	38,420,017					1,676,576		7,500,000			66,485,469
A37000 Police Department.....	425,092,068						8,749,434		15,000,000		10,966,554	455,217,488
A38000 Public Lighting Department.....	62,639,832								7,000,000		6,375,986	69,639,832
A39000 Recreation.....	28,807,810						997,392		4,085,000			33,890,202
A45000 Department of Administrative Hearings.....	2,198,607											2,198,607
A46000 Detroit Office of Homeland Security.....	592,038											592,038
A47000 General Services.....	67,215,677								4,487,000			71,702,677
LEGISLATIVE AGENCIES												
A50000 Auditor General.....	3,090,670											3,090,670
A51000 Board of Zoning Appeals.....	854,555											854,555
A52000 City Council.....	14,765,596	185,000										14,950,596
A53000 Ombudsperson.....	1,091,707											1,091,707
A70000 City Clerk.....	3,689,652											3,689,652
A71000 Department of Elections.....	11,203,717						30,000					11,233,717
JUDICIAL AGENCY												
A60000 36th District Court.....	44,746,533											44,746,533
OTHER AGENCIES												
A35000 Non-Departmental.....	361,832,592		43,719,850						5,084,000			410,636,442
TOTAL GENERAL CITY AGENCIES.....	\$1,407,028,110	\$38,605,017	\$43,719,850	\$0	\$10,571,389	\$70,436,400	\$185,750,562	\$0	\$55,786,000	\$0	\$17,342,540	\$1,929,239,878
A18000 Debt Service.....								77,052,151				77,052,151
ENTERPRISE AGENCIES												
A10000 Airport.....									1,000,000	2,129,247		3,129,247
A13000 Buildings and Safety Engineering Department.....		5,743,775								29,618,248		35,362,023
A20000 Department of Transportation.....										166,883,899		166,883,899
A34000 Municipal Parking Department.....		9,594,828								30,895,527		40,490,355
A41000 Water Department.....										334,230,623		334,230,623
A42000 Sewerage Department.....										413,415,888		413,415,888
A72000 Library.....				52,203,417					1,000,000			53,203,417
TOTAL ENTERPRISE AGENCIES.....	\$9,594,828	\$5,743,775	\$0	\$52,203,417	\$0	\$0	\$0	\$0	\$2,000,000	\$976,173,432	\$0	\$1,046,715,452
GRAND TOTAL.....	\$1,416,622,938	\$44,348,792	\$43,719,850	\$52,203,417	\$10,571,389	\$70,436,400	\$185,750,562	\$77,052,151	\$57,786,000	\$976,173,432	\$17,342,540	\$3,052,007,481

**CITY OF DETROIT
SUMMARY OF 2007-2008 MAYOR'S RECOMMENDED BUDGET - APPROPRIATION BY MAJOR OBJECT**

	Salaries and Wages	Employee Benefits	Professional & Contractual Services	Operating Supplies	Operating Services	Capital Equipment, Outlays and Major Repairs	Fixed Charges	Other Expenses	Grand Total
GENERAL CITY AGENCIES									
EXECUTIVE AGENCIES									
A12000	Budget Department.....	\$1,007,733	\$5,000	\$90,960	\$197,097	\$8,786	.....	\$3,080	\$2,834,834
A14000	Civic Center.....	1,111,293	3,809,057	26,000	8,378,584	1,700,000	3,095,907	418,000	20,228,020
A19000	Department of Public Works.....	19,372,346	9,480,700	22,665,280	94,854,439	20,651,313	.....	2,052,029	198,224,180
A21000	Detroit Workforce Development Department.....	5,738,114	1,048,000	123,200	7,372,059	45,000	47,396	35,251,171	53,148,681
A22000	Environmental Affairs Department.....	2,235,040	244,000	93,856	254,077	8,000	.....	5,084	4,332,928
A23000	Finance Department.....	15,928,201	3,953,749	539,859	5,610,842	21,500	45,683	307,770	37,035,910
A24000	Fire Department.....	94,011,457	3,203,622	2,037,815	4,752,151	3,601,675	8,966	1,701,930	188,301,899
A25000	Dept of Health and Wellness Promotion.....	15,264,509	51,075,738	2,409,665	6,498,084	5,075,748	79,002	1,446,132	91,996,868
A28000	Human Resources Department.....	11,940,697	1,003,973	79,447	1,370,532	76,507	2,174	167,662	22,569,897
A29000	Human Rights Department.....	855,980	100,000	9,900	143,360	.....	.....	6,000	1,678,927
A30000	Human Services Department.....	5,828,105	47,721,084	414,073	2,445,273	.....	.....	1,075,917	61,334,505
A31000	Information Technology Services Department.....	5,341,276	2,032,574	6,996,531	4,786,311	432,241	.....	31,732	23,166,537
A32000	Law Department.....	10,237,425	2,565,234	409,542	2,578,803	87,500	.....	40,000	22,664,898
A33000	Mayor's Office.....	6,033,719	218,750	254,096	1,387,271	55,000	10,623	771,422	12,700,809
A36000	Planning & Development Department.....	9,346,684	990,287	295,179	5,660,375	52,500	6,245,590	36,673,234	65,485,469
A37000	Police Department.....	218,461,385	185,864,090	4,388,889	16,743,940	17,768,850	169,919	5,937,969	485,217,488
A38000	Public Lighting Department.....	12,455,785	8,221,176	33,420,000	8,409,659	7,182,170	.....	200,000	69,639,832
A39000	Recreation Department.....	9,338,473	1,872,142	130,217	8,746,982	8,120,296	.....	200,000	33,890,202
A45000	Department of Administrative Hearings.....	365,811	241,803	10,000	278,533	5,000	.....	.....	2,199,607
A46000	Detroit Office of Homeland Security.....	345,512	229,326	10,600	6,600	.....	.....	.....	592,038
A47000	General Services.....	25,593,884	8,763,618	13,100,246	3,000,999	3,587,798	.....	1,204,706	71,702,677
LEGISLATIVE AGENCIES									
A50000	Auditor General.....	1,316,067	864,170	26,453	127,505	.....	.....	34,475	3,090,670
A51000	Board of Zoning Appeals.....	398,801	266,415	3,000	74,889	.....	.....	5,950	854,555
A52000	City Council.....	7,014,929	1,674,033	173,542	1,309,668	88,281	46,190	12,116	14,950,596
A53000	Ombudsman.....	568,580	371,570	3,000	86,371	2,208	778	1,091,707	1,991,707
A70000	City Clerk.....	1,389,254	930,263	40,000	1,290,135	.....	.....	30,000	3,689,652
A71000	Department of Elections.....	2,894,564	1,855,376	184,617	1,541,208	500	.....	37,860	11,233,717
JUDICIAL AGENCY									
A60000	36th District Court.....	18,019,461	12,905,464	500,000	10,206,985	67,000	.....	886,573	44,746,533
OTHER AGENCIES									
A35000	Non-Departmental.....	3,068,214	2,769,168	307,798	105,372,473	29,363,600	99,078,143	169,837,458	410,636,442
TOTAL GENERAL CITY AGENCIES.....									
		\$516,351,357	\$400,196,900	\$88,743,649	\$303,485,205	\$98,001,473	\$108,832,545	\$257,846,182	\$1,929,239,878
A18000	Debt Service.....	.....	.....	.....	.....	.....	70,179,247	6,872,904	77,052,151
ENTERPRISE AGENCIES									
A10000	Airport.....	421,224	245,998	161,560	915,502	18,000	40,754	1,262,508	3,129,247
A13000	Buildings and Safety Engineering Department.....	15,781,625	8,434,197	226,000	6,742,523	182,350	10,029	485,985	35,362,023
A20000	Department of Transportation.....	62,679,631	46,443,796	14,028,000	26,072,815	3,000	1,652,816	6,458,976	165,883,899
A34000	Municipal Parking Department.....	4,327,036	2,884,989	367,406	3,418,020	485,580	4,606,973	14,793,471	40,490,355
A41000	Water Department.....	42,695,854	34,277,944	16,500,353	54,226,743	7,556,164	133,906,800	14,422,780	334,230,623
A42000	Sewerage Department.....	64,159,392	24,942,898	17,683,250	51,740,740	8,524,500	170,715,500	53,093,907	413,415,888
A72000	Library.....	18,114,046	8,511,518	910,500	6,754,212	12,647,010	.....	5,036,131	53,203,417
TOTAL ENTERPRISE AGENCIES.....									
		\$208,178,798	\$125,741,340	\$49,847,059	\$149,870,555	\$29,416,604	\$310,932,872	\$95,553,758	\$1,045,715,452
GRAND TOTAL.....									
		\$724,530,155	\$525,938,240	\$138,590,718	\$453,355,760	\$127,418,077	\$489,944,664	\$360,272,844	\$3,052,007,481

CITY OF DETROIT

Summary of Appropriations



**SUMMARY ALL FUNDS
SUMMARY OF APPROPRIATIONS-EXPLANATIONS OF CHANGES
APPROPRIATIONS BY OBJECT
(All Funds Including General Fund)**

All Funds	2006-07 Budget	2007-08 Recommended	Difference	Percent Change
Salary and Wages	692,828,814	724,530,155	31,701,341	5%
Employee Benefits	502,365,417	525,938,237	23,572,820	5%
Prof and Contr Services	207,528,405	231,957,024	24,428,618	12%
Operating Supplies	119,098,987	138,590,719	19,491,732	16%
Operating Services	424,531,973	453,355,760	28,823,787	7%
Capital Equipment	84,382,212	71,246,121	(13,136,091)	(16%)
Capital Outlays	38,086,344	56,171,956	18,085,612	47%
Other Expenses	1,165,367,753	360,272,845	(805,094,908)	(69%)
Fixed Charges	447,317,817	489,944,665	42,626,848	10%
Total	3,681,507,722	3,052,007,481	(629,500,242)	(17%)

❖ **Salary and Wages** – This category represents all expenses associated with compensating an employee who maybe classified as full-time salaried, hourly or part-time. Overtime is also a part of this category. The 2007-08 Recommended Budget increased overall by \$25.9 million or 5%. The increases are attributed to the restoration of the 10% DOWOP day. Uniform for Police and Fire increase by \$15.1 million. The wage full-time and part-time account increased by \$18.1 million. These increases are offset by a decrease of \$1.8 million in salaries – overtime account.

❖ **Employee Benefits** – The City’s employee benefit package comprises of pension, hospitalization, social security, workers’ compensation, eye care, dental and life insurance. The 2007-2008 Recommended Budget includes an overall \$23.5 million increase or 5% increase.

The General Fund portion is \$15.1 million or 4.29% over the current budget for employee benefit package for active and retired employees including police and fire.

- **Pension** increased by \$7.1 million due to increase in uniform salaries.
- **Pension** – UAAL increased by \$3.6 million according to the POC debt schedule.
- **Hospitalization** - increased by \$11.2 million in total including uniform and retirees for Police and Fire.

❖ **Professional and Contractual Services** – This category is mainly for compensating contractual or consultant employees who provide services that are not available internally. The 2007-2008 Recommended Budget includes an overall increase of \$24.4 million. Increases are reflected in

medical organizations account for \$2.9 million, contractual services security account increase by \$1.0 million, contract services-buildings increased by \$1.3 million, contractual janitorial increased by \$970,426, contractual services other increased by \$16.3 million and ADA paratransit services account increase by \$1.1 million.

- ❖ **Operating Supplies** - Essentially, this category is earmarked for purchasing offices supplies and all essential items and/or necessary tools to enable city employees to perform their respective tasks. For example, office supplies, janitorial supplies, automotive supplies for the mechanics, fuel, natural gas, electricity purchase, operating supplies – medical supplies for EMS and Health employees, repair and maintenance of office equipment such as: printers, copiers, fax machines, hardware and software maintenance, uniforms, laundry, and cleaning for police and fire.

The 2007-08 Recommended Budget includes an increase of \$19.4 million represents an increase in the electricity-purchase account for \$2.4 million, operating supplies-chemical account for \$1.5 million, repairs and maintenance automotive increase of \$4.7 million, repairs and maintenance equipment increase of \$3.0 million and \$2.9 million increase in the hardware maintenance account. Repairs and maintenance miscellaneous account increase by \$5.2 million.

- ❖ **Operating Services** – This category is

SUMMARY ALL FUNDS

best described as paying for insurance premiums, advertising, printing, rentals of buildings, office equipment, dues and miscellaneous, postage, telecommunications, utilities, purchase services-central staff services, building operating expenses and for employee uniform expenses.

The 2007-2008 Recommended Budget is includes an increase of \$28.8 million or 7% over the current budget. The increases are in telecommunications for \$1.1 million, utilities-water and utilities-gas increase in total by \$12.4 million, purchase services-other increase by \$5.7 million and utilities-electricity increased by \$10.3 million. The increases are offset by a reduction of \$1.8 million in the purchase services-tipping fees account.

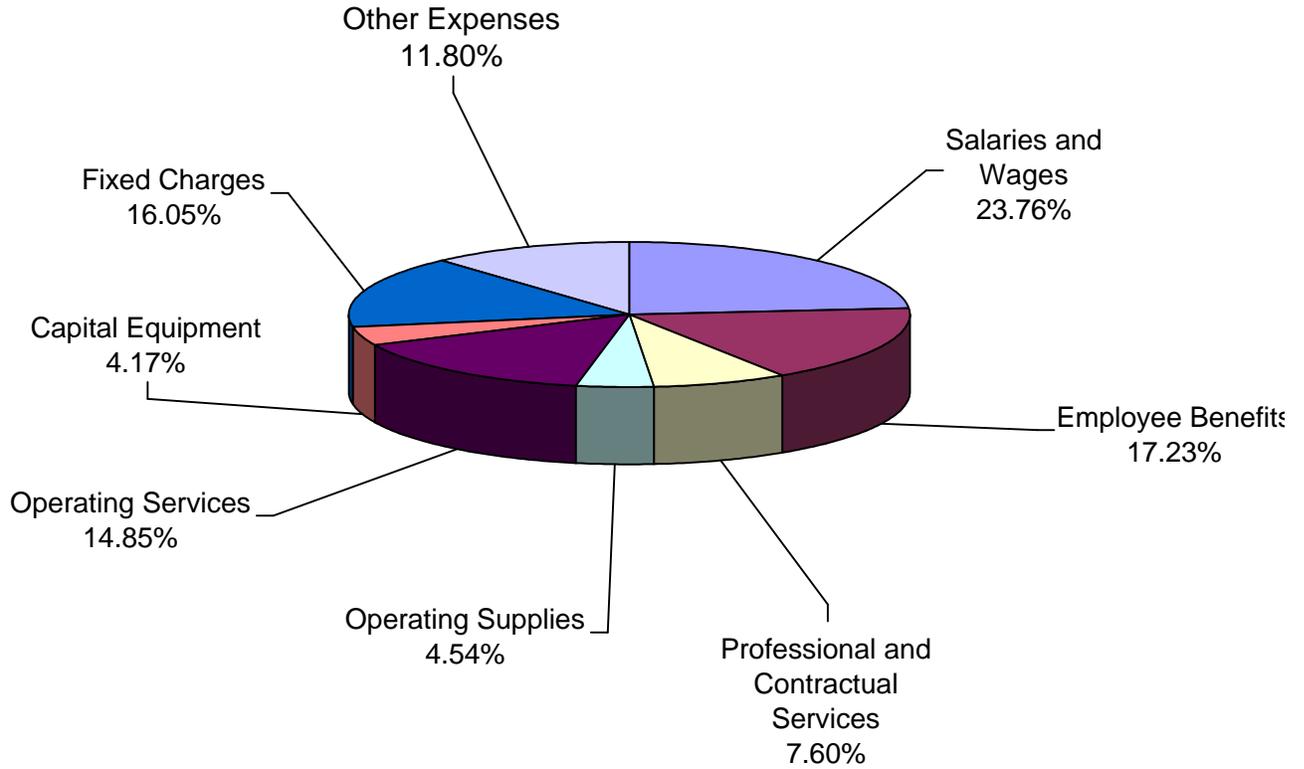
- ❖ **Capital Equipment** – This category is mainly for acquisitions of equipment, vehicles, land, buildings or library reference materials. The 2007-2008 Recommended Budget decreased by \$13.1 million or 16% over the current budget. The reductions are in the acquisition-land account for Airport, a reduction of \$5.0 million, acquisition-building account reduced by \$5.2 million mainly in Public Lighting Department. The Building Development account increased by \$1.6 million in the Fire Department. Capital Outlay account decrease by \$10 million in the Recreation Department and the acquisition vehicle account increased by \$5.5 million in the Internal Service Fund. The acquisitions-fixed account in Library decreased by \$1.5 million.

- ❖ **Capital Outlays & Major Repairs** – This category includes major – buildings and major repairs-improvements mainly for bond allocation activity. The 2007-2008 Recommended Budget is \$18.0 million higher than the current budget mainly the major repair-buildings account.
- ❖ **Fixed Charges** – The 2007-2008 Recommended Budget is \$42.6 million or 10% higher than the current budget. This category consists of legal obligations for interest on bonded debt, interest on other indebtedness, and retirement of debt-principal account. \$25.8 million increase in the interest on bonded debt account and \$15.7 million in the retirement of debt principal account is recommended.

SUMMARY ALL FUNDS

- ❖ **Other Expenses** – The Recommended Budget for the 2007-08 includes a net decrease of \$805 million or 69% for this category. The decreases are mainly attributed to there not being a revenue bond allocation recommended in the upcoming fiscal year for DWSD. The revenue bonds are sold biannually. Water reduced by \$394 million and Sewerage reduced by \$354 million. Other decreases are in the public services block grant account for \$2.5 million, Improvement Fund-DDA account reduced by \$6.2 million, prior year deficit account decreased by \$34.3 million.

CITY OF DETROIT
Summary of 2007-2008 Mayor's Recommended Budget
Appropriations by Major Object



MAJOR OBJECT	AMOUNT
Salaries and Wages	\$724,530,155
Employee Benefits	525,938,240
Professional and Contractual Services	231,957,023
Operating Supplies	138,590,718
Operating Services	453,355,760
Capital Equipment	127,418,077
Fixed Charges	489,944,664
Other Expenses	360,272,844
TOTAL	\$3,052,007,481

**CITY OF DETROIT
PERSONAL SERVICES
COMPARISON OF 2006-07 BUDGET TO 2007-08 RECOMMENDED BUDGET**

						06-07 to 07-08
	2005-06	2006-07	2007-08 Recom Positions			INCREASE
	Actual	Budget	CITY	GRANT	TOTAL	(DECREASE)
<u>GENERAL CITY AGENCIES</u>						
EXECUTIVE AGENCIES						
12 Budget	23	23	23		23	0
14 Civic Center	58	32	36		36	4
16 Consumer Affairs	14	0	0		0	0
19 Department of Public Works	896	765	454	299	753	(12)
21 Detroit Workforce Development Dept	91	95		95	95	0
22 Environmental Affairs	21	57	56		56	(1)
23 Finance	304	333	351		351	18
24 Fire-Civilian	371	366	364		364	(2)
Fire-Uniformed	<u>1,152</u>	<u>1,170</u>	<u>1,171</u>		<u>1,171</u>	<u>1</u>
Fire-Total	1,523	1,536	1,535	0	1,535	(1)
25 Dept of Health and Wellness Promotion	440	404	274	130	404	0
26 Historical	6	0	0		0	0
28 Human Resources	235	261	268		268	7
29 Human Rights	7	7	17		17	10
30 Department of Human Services	127	137	0	138	138	1
31 Information Technology Services	95	117	109		109	(8)
32 Law	139	139	142		142	3
33 Mayor's Office	60	102	104	3	107	5
36 Planning and Development Department	198	184	31	157	188	4
37 Police-Civilian	406	389	378	11	389	0
Police-Uniformed	<u>3,219</u>	<u>3,252</u>	<u>3,318</u>	<u>37</u>	<u>3,355</u>	<u>103</u>
Police-Total	3,625	3,641	3,696	48	3,744	103
38 Public Lighting	219	227	216	0	216	(11)
39 Recreation	792	199	194		194	(5)
40 Senior Citizens	5	0	0		0	0
44 Zoological Institute	16	0	0		0	0
45 Department of Administrative Hearings	5	6	6	0	6	0
46 Detroit Office of Homeland Security	4	4	5	0	5	1
47 General Services Department	0	628	676		676	48
<u>LEGISLATIVE AGENCIES</u>						
50 Auditor General	18	23	23	0	23	0
51 Zoning	11	6	6	0	6	0
52 City Council	92	104	104	0	104	0
53 Ombudsperson	6	7	7	0	7	0
70 City Clerk	26	29	29	0	29	0
71 Election Commission	98	72	72	0	72	0
<u>JUDICIAL AGENCY</u>						
60 36th District Court	420	392	392	0	392	0
<u>OTHER AGENCIES</u>						
35 Non-Departmental	42	34	44	0	44	10
TOTAL GENERAL CITY AGENCIES	9,616	9,564	8,870	870	9,740	176
<u>ENTERPRISE AGENCIES</u>						
10 Airport	14	8	8	0	8	0
13 Buildings and Safety Engineering	290	331	299	31	330	(1)
20 Department of Transportation	1,543	1,533	1,512	0	1,512	(21)
34 Municipal Parking	110	117	116	0	116	(1)
41 D.W.S.D. - Water Supply	1,455	1,900	1,919	0	1,919	19
42 D.W.S.D. - Sewerage Disposal	855	1,176	1,176	0	1,176	0
72 Library	459	465	467	0	467	2
TOTAL ENTERPRISE AGENCIES	4,726	5,530	5,497	31	5,528	(2)
GRAND TOTAL	14,342	15,094	14,367	901	15,268	174

SUMMARY – ALL FUNDS PERSONAL SERVICES

The 2007-08 Recommended Budget includes a net increase of 174 positions above the 2006-07 Budget. The majority of the increases are in uniform positions (103), Enterprise Fund positions (20), and General Fund positions (51). The major changes are:

Buildings and Safety Engineering – (1) FTE

- ❖ Buildings Division reduced by one (1).

Civic Center – 4 FTE

- ❖ A net of four (4) positions were added including an increase of two (2) positions in Administration, three (3) positions in Building Services and a reduction of one (1) position in Sales & Marketing.

Department of Transportation – (21) FTE

- ❖ A net of twenty one (21) positions were reduced in the Customer Programs and Communication Division and one (1) in Plant Maintenance.
- ❖ Two (2) positions were added and twenty three (23) security positions were transferred to General Services Department.

Detroit Office of Homeland Security – 1 FTE

- ❖ Additional position will be responsible for coordinating emergency training exercises designed to prepare the community for timely responses to emergency and catastrophic situations.

Department of Public Works - (12) FTE

- ❖ Eleven (11) positions were deleted from the Street Fund Division and one (1) position was transferred to General Services Department.

DWSD – Water System – 19 FTE

- ❖ Nineteen (19) positions were added to the Administrative Services Division.

Environmental Affairs – (1) FTE

- ❖ As part of a reorganization, one (1) position was reduced from the Environmental Code Enforcement section.

Finance – 18 FTE

- ❖ Eighteen (18) positions were added primarily to the Treasury and Income Tax Divisions. These additional positions will improve timeliness of tax refund processing and revenue collection. Also, the increase in staff will impact the department's ability to effectively perform financial services to City departments, complete the necessary financial statements for year-end closing and increase revenue collection efforts immensely.

Fire – (1) FTE

- ❖ A net decrease of one (1) position is recommended. Fire Administration was increased by one (1) uniform position. Two (2) civilian Apparatus positions were transferred to the General Services Department.

General Services – 48 FTE

- ❖ Forty eight (48) positions were transferred from other city agencies such as DPW, Police, Public Lighting, Recreation and Fire Department. Twenty three (23) security positions were transferred from D-DOT.

Human Services – 1 FTE

- ❖ One (1) grant position was added to Community Programs.

SUMMARY – ALL FUNDS PERSONAL SERVICES

Human Resources – 7 FTE

- ❖ Five (5) positions were added to Benefit Administration to perform audits, improve services to retirees and improve Family Continuation verification activities. Two (2) positions were added to Administration for departmental functions improving efficiencies.

Human Rights – 10 FTE

- ❖ Increase of ten (10) positions to conduct compliance audits for the Detroit Business Certification Program that are supported by a fee.

Information Technology Services – (8) FTE

- ❖ Eight (8) positions were transferred from the Mailroom and Delivery section to General Services Department.

Law – 3 FTE

- ❖ Three (3) clerical positions were added to Administration.

Library – 2 FTE

- ❖ Two (2) Grant positions were added.

Public Lighting – (11) FTE

- ❖ Eleven (11) security positions were transferred from the Operations Division to the General Services Department.

Mayor's Office – 5 FTE

- ❖ Five (5) positions were added. Three (3) Grant positions, one (1) position in Consumer Advocacy and one (1) position in Detroit Call Center.

Municipal Parking – (1) FTE

- ❖ Enforcement Unit was reduced by one (1).

Non-Departmental – 10 FTE

- ❖ Ten (10) positions were added for the DHRMS HR/Payroll project.

Police – 103 FTE

- ❖ A net of one hundred three (103) positions were added. One hundred six (106) uniform positions were added including forty one (41) in Reimbursed Narcotics, four (4) for Secondary Employment within the Fiscal Management Division and sixty one (61) in Incident Response. This was offset by a reduction of three (3) uniform positions in Tech Support and Organized Crime.

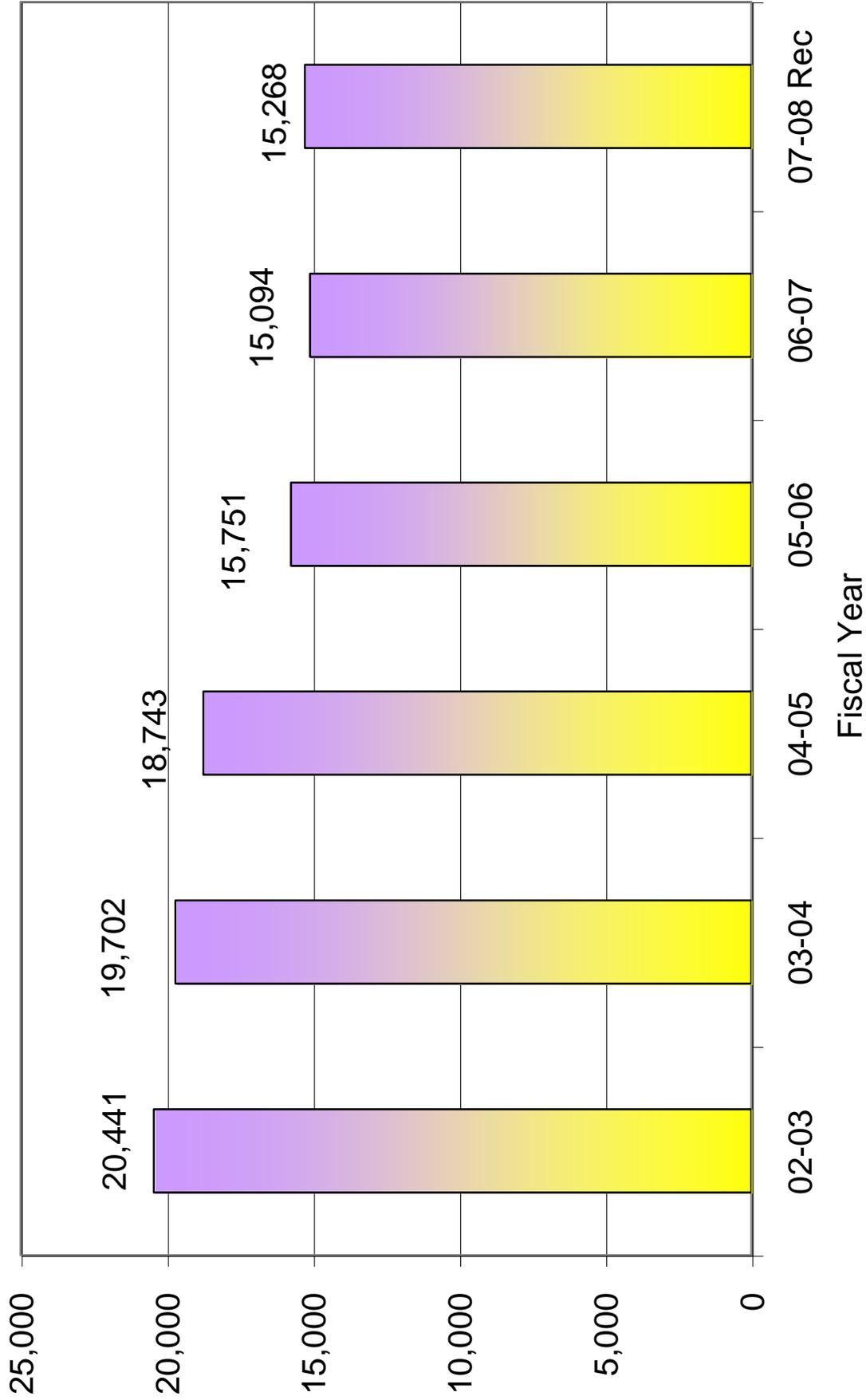
Planning and Development – 4 FTE

- ❖ A net increase of four (4) positions were added to the HOME Fund to ensure a reduction in lead hazardous homes in the City of Detroit.

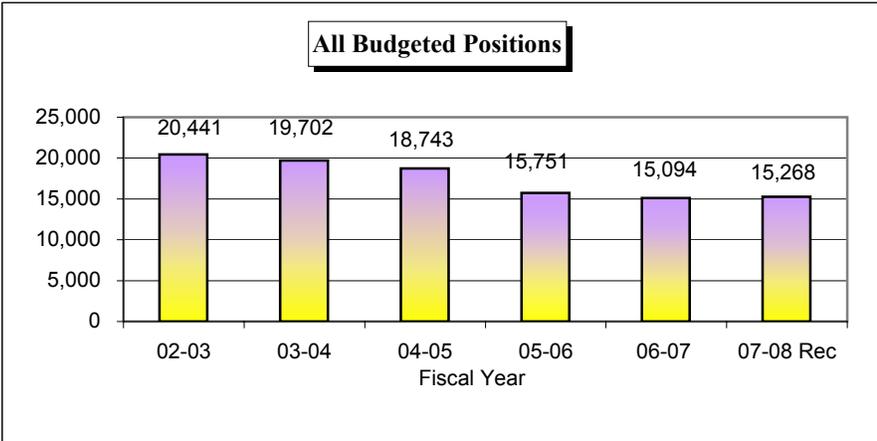
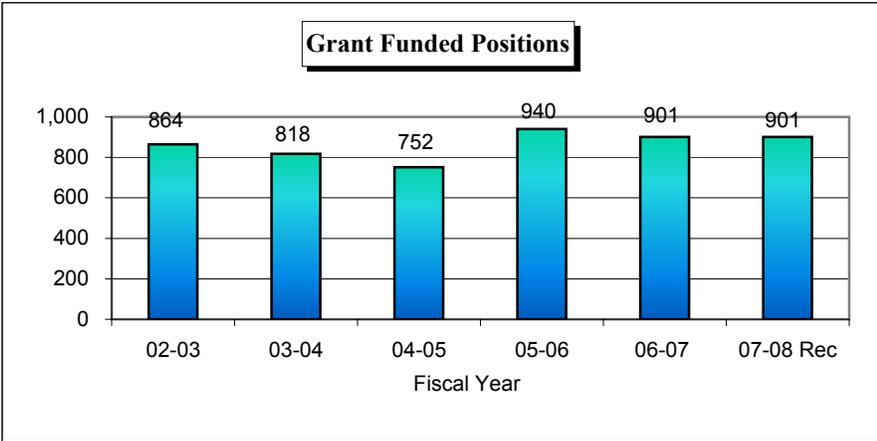
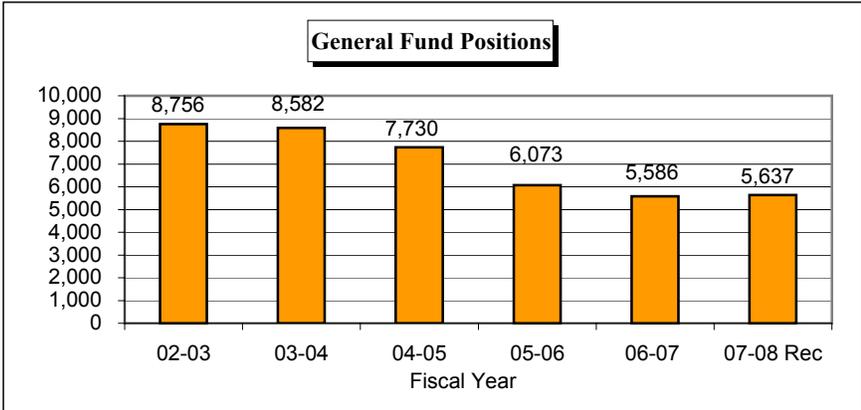
Recreation – (5) FTE

- ❖ A net of five (5) positions were reduced. Reductions took place in Business Operations & Support Services (3), Planning, Design & Construction Management (1), Recreation Operations (1) and Eastern Market (3). Positions were added in Recreation Management (1) and Historic Fort Wayne (2).

**City of Detroit
Budgeted Position History**



CITY OF DETROIT HISTORY OF BUDGETED POSITIONS



CITY OF DETROIT
SUMMARY OF 2007-2008 MAYOR'S RECOMMENDED BUDGET - REVENUES BY FUND

	General Fund	Community Development Block Grant	Internal Service Fund	Library	Solid Waste Management	Major and Local Streets	General Grants	General Debt Service	General Capital Projects	Enterprise Funds	Urban Renewal & Drug Enforcement Funds	Grand Total
GENERAL CITY AGENCIES												
EXECUTIVE AGENCIES												
A12000 Budget Department.....	\$ 6,663,864								1,700,000			\$ 8,363,864
A14000 Civic Center.....	11,768,678				110,571,399	70,436,400			2,430,000			195,206,477
A19000 Department of Public Works.....							53,146,681					53,146,681
A21000 Detroit Workforce Development Department.....	4,178,240											4,178,240
A22000 Environmental Affairs Department.....	9,755,067											9,755,067
A23000 Finance Department.....	19,431,913								3,500,000			22,931,913
A24000 Fire Department.....	13,662,084								5,000,000			18,662,084
A25000 Dept of Health and Wellness Promotion.....	10,854,903						59,408,196					70,263,099
A28000 Human Resources Department.....	1,353,000											1,353,000
A29000 Human Rights Department.....												
A30000 Human Services Department.....							61,084,505					61,084,505
A31000 Information Technology Services Department.....	1,320,694											1,320,694
A32000 Law Department.....	3,149,357											3,149,357
A33000 Mayor's Office.....	603,206						657,778					1,260,984
A36000 Planning & Development Department.....	13,065,000						1,676,576		7,500,000		10,966,554	21,641,576
A37000 Police Department.....	80,691,656	38,420,017					8,749,434		15,000,000		6,375,986	134,236,093
A38000 Public Lighting Department.....	58,643,738								7,000,000			65,643,738
A39000 Recreation Department.....	1,548,986								4,085,000			5,633,986
A45000 Department of Administrative Hearings.....	887,067						997,392					1,884,459
A46000 Detroit Office of Homeland Security.....	57,370											57,370
A47000 General Services.....	13,628,712								4,487,000			18,115,712
LEGISLATIVE AGENCIES												
A50000 Auditor General.....												0
A51000 Board of Zoning Appeals.....	105,000											105,000
A52000 City Council.....	165,000											165,000
A53000 Ombudsperson.....												0
A70000 City Clerk.....												0
A71000 Department of Elections.....	1,587,120						30,000					1,617,120
JUDICIAL AGENCY												
A60000 36th District Court.....	23,032,955											23,032,955
OTHER AGENCIES												
A35000 Non-Departmental.....	1,126,172,550		43,719,850						5,084,000			1,174,976,400
TOTAL GENERAL CITY AGENCIES.....	\$1,402,171,160	\$38,605,017	\$43,719,850	\$0	\$110,571,399	\$70,436,400	\$185,750,562	\$0	\$55,786,000	\$0	\$17,342,540	\$1,924,382,928
A18000 Debt Service.....								77,052,151				77,052,151
ENTERPRISE AGENCIES												
A10000 Airport.....									1,000,000	2,129,247		3,129,247
A13000 Buildings and Safety Engineering Department.....	5,743,775									29,618,248		35,362,023
A20000 Department of Transportation.....										165,883,899		165,883,899
A34000 Municipal Parking Department.....	14,451,778									30,895,527		45,347,305
A41000 Water Department.....										334,230,623		334,230,623
A42000 Sewerage Department.....										413,415,888		413,415,888
A72000 Library.....				52,203,417					1,000,000			53,203,417
TOTAL ENTERPRISE AGENCIES.....	\$14,451,778	\$5,743,775	\$0	\$52,203,417	\$0	\$0	\$0	\$0	\$2,000,000	\$976,173,432	\$0	\$1,050,572,402
GRAND TOTAL.....	\$1,416,622,938	\$44,348,792	\$43,719,850	\$52,203,417	\$110,571,399	\$70,436,400	\$185,750,562	\$77,052,151	\$57,786,000	\$976,173,432	\$17,342,540	\$3,052,007,481

**CITY OF DETROIT
SUMMARY OF 2007-2008 MAYOR'S RECOMMENDED BUDGET - REVENUES BY MAJOR CLASSIFICATION**

	Taxes, Assessments and Interest	Licenses, Permits and Inspection Charges	Fines, Forfeits and Penalties	Revenues from Use of Assets	Grants, Shared Taxes and Revenues	Sales and Charges for Services	Sales of Assets and Compensation for Losses	Contributions and Transfers	Miscellaneous	Grand Total
GENERAL CITY AGENCIES										
EXECUTIVE AGENCIES										
A12000 Budget Department				6,820,620		33,234		1,500,000	10,000	8,363,854
A14000 Civic Center	64,155,824	6,113,589		1,716,016	2,800,000	94,628,022		23,327,526	2,465,500	195,206,477
A19000 Department of Public Works					52,146,681				1,000,000	53,146,681
A21000 Detroit Workforce Development Department						68,000				68,000
A22000 Environmental Affairs Department			4,110,240							4,110,240
A23000 Finance Department			33,220							33,220
A24000 Fire Department						17,096,117			3,555,796	22,931,913
A25000 Dept of Health and Wellness Promotion		2,260,000		250,000	58,006,236		20,000	1,320,000	5,030,000	78,070,280
A28000 Human Resources Department		1,232,064						600		10,864,903
A29000 Human Rights Department										1,353,000
A30000 Human Services Department					59,030,375					61,084,505
A31000 Information Technology Services Department						2,054,130				1,320,694
A32000 Law Department						2,969,357				3,149,357
A33000 Mayor's Office					757,778				310,130	1,067,908
A36000 Planning & Development Department				1,000,000	44,872,952	2,774,024	15,715,011		503,206	7,266,160
A37000 Police Department					7,675,467	15,391,656	10,000	773,967	18,270,000	110,817,076
A38000 Public Lighting Department	60,000,000	2,070,000	6,625,986			58,214,996			7,378,742	65,643,738
A39000 Recreation Department				50,000					2,210,000	6,631,388
A45000 Department of Administrative Hearings				3,413,996	997,392	10,000				887,067
A46000 Detroit Office of Homeland Security				85		896,982				57,370
A47000 General Services				1,287,000		8,627,648	320,000		7,881,064	18,115,712
LEGISLATIVE AGENCIES										
A50000 Auditor General										0
A51000 Board of Zoning Appeals						105,000				105,000
A52000 City Council					185,000					185,000
A53000 Ombudsperson										0
A70000 City Clerk										0
A71000 Department of Elections					30,000	1,597,120				1,627,120
A60000 36th District Court			10,700,000		826,578	11,506,377				23,032,955
OTHER AGENCIES										
A35000 Non-Departmental	665,250,545	20,000	3,000,000	8,700,000	274,952,278	75,566,544	25,330,994	92,692,439	29,463,600	1,174,976,400
TOTAL GENERAL CITY AGENCIES	\$789,406,369	\$11,695,653	\$24,469,446	\$23,237,717	\$502,280,737	\$326,700,901	\$41,453,375	\$119,613,932	\$85,524,798	\$1,924,382,928
A18000 Debt Service	77,052,151									77,052,151
ENTERPRISE AGENCIES										
A10000 Airport				1,004,110		120,000		582,137	1,423,000	3,129,247
A13000 Buildings and Safety Engineering Department		28,308,248	1,300,000		5,743,775	10,000				35,362,023
A20000 Department of Transportation				1,335,000		80,539,593		83,908,123	101,183	165,883,899
A34000 Municipal Parking Department			14,451,778			21,244		11,557,283		45,347,305
A41000 Water Department				16,582,500		317,216,263			431,860	334,230,623
A42000 Sewerage Department				15,275,800		396,553,500			1,586,588	413,415,888
A72000 Library	44,014,907		1,485,000	1,339,800	1,916,374	190,000	5,000	4,000,000	252,336	53,203,417
TOTAL ENTERPRISE AGENCIES	\$44,014,907	\$28,308,248	\$17,236,778	\$54,854,210	\$7,660,149	\$794,650,600	\$5,000	\$100,047,543	\$3,794,967	\$1,050,572,402
GRAND TOTAL	\$910,473,427	\$40,003,901	\$41,706,224	\$78,091,927	\$509,940,886	\$1,121,351,501	\$41,458,375	\$219,661,475	\$89,319,765	\$3,052,007,481

SUMMARY – ALL FUNDS

REVENUE BY MAJOR CLASSIFICATION All Funds Excluding General Fund

	2006-07 Budget	2007-2008 Recommended	Difference Budget to Recom	Percent Change
Taxes, Assessment and Interest	183,662,292	185,222,883	1,560,591	0.85%
Licenses, Permits and Inspection Charges	27,081,000	28,308,248	1,227,248	4.53%
Fines, Forfeits, Penalties	5,954,330	9,160,986	3,206,656	53.85%
Revenue From Use of Assets	56,361,109	61,736,610	5,375,501	9.54%
Grants, Shared Taxes and Revenue	239,483,460	234,062,030	(5,421,430)	(2.26%)
Sales and Charges for Service	754,114,288	888,988,762	134,874,474	17.89%
Sales of Assets and Compensation for Losses	760,000	2,720,011	1,960,011	257.90%
Contribution and Transfers	120,903,888	145,610,286	24,706,398	20.43%
Miscellaneous	848,590,544	79,574,727	(769,015,817)	(90.62%)
Total	2,236,910,911	1,635,384,543	(601,526,368)	(26.89%)

Taxes, Assessment and Interest

This classification contains Real and Personal Property Tax, Municipal Income Tax, Utility Users Tax, Special Assessments, Industrial Facilities Tax and other Miscellaneous Taxes.

million, an increase of \$1 million. This estimate is based on actual collections and an enhanced computerized billing system. Buildings and Safety perform these inspections.

- ❖ **Property Tax** - This portion of the Recommended Budget covers current year property tax allocation for the Library and Debt services. The current recommendation has a modest increase due to anticipated increase in the uncollectible accounts and negative adjustments to the tax levy.
- ❖ **Licenses, Permits and Inspection Charges** - This classification contains various permits and licenses, Safety Inspection Charges and Construction Inspection Charges
- ❖ **Safety Inspection Charges** - The Recommended Budget includes \$13

- ❖ **Construction Inspection Charges** - The Recommended Budget includes \$160,000 for Buildings and Safety that was not budget in 2006-07.
- ❖ **Business Licenses** - The Recommendation includes \$2 million for Business Licenses and Permits, an increase of \$748,248 based on actual collections.
- ❖ **Other Licenses and Permits** - \$12.5 million is included in the recommendation, a decrease of \$800,000. This includes building trade licenses.

SUMMARY – ALL FUNDS

Fines, Forfeits, Penalties

This classification contains Ordinance, Court and Parking Fines, Property Tax Penalties and various Fines, Forfeits and Penalties

- ❖ **Court Fines** – The Recommended Budget includes \$940,000 for Court Fines in Library.
- ❖ **Civil Infraction Fines** – The Recommended Budget includes a reduction of \$380,473 for fines associated Buildings and Safety Engineering.
- ❖ **Other Forfeits and Penalties**
This Recommended Budget includes \$6 million in Drug Law Enforcement, this represents an increase of \$3 million.

Revenue From Use of Assets

This classification contains Earnings on Investments, various Interest Earnings, Building Rentals, Parking Facility Revenue, Marina Rentals, Concessions, and Equipment Rentals.

- ❖ **Earnings on Investments** - \$41 million is included in the Recommended Budget an increase of \$15 million from the current Budget.
- General Obligation Bonds represents \$6.2 million that was not budgeted in the current year. Funds were used for a transfer to the Zoo as part of the operation agreement with the Zoological Society.
- Library Fund – The Recommended Budget includes an increase of \$263,000, from the current year.
- Water and Sewerage Funds –The Recommended Budget includes an

increase of \$6.2 million, for Water and an increase of \$7.9 million for Sewerage.

- ❖ **Parking Facility Revenue** - \$13.8 million (a \$1.6 million decrease) is recommended for revenues from parking facilities.
- ❖ **Rental Public Buildings-** The Recommended Budget includes \$614,000 for rental proceeds primarily for Airport (\$160,000) and Parking (\$450,000) no increases from the current year.

This Recommended Budget does not include funding for Later Fee payment for Water and Sewerage. This represents a decrease in Water of \$3.9 million and a decrease of \$1.2 million for Sewerage. Other miscellaneous revenues for Water were not funded showing a decrease of \$2.7 million.

Grants, Shared Taxes and Revenues

This classification contains State Shared Taxes, and Miscellaneous Grants.

- **Community Development Block Grant** The Recommended Budget includes a slight decrease of \$1.5 million from current budget. This program is funded by Federal Government Grants under Title I of the Housing and Community Development Act of 1974.
- **Health Grants** – Included in the recommendation is \$57.9 million for a variety of health grants, an increase of \$1.5 million. This increase is mainly funded through the Federal Government.
- **Employment and Training Grants** - The Recommended Budget includes a net decrease of \$3.4 million for a

SUMMARY – ALL FUNDS

variety of employability skills training grants.

- **Headstart Program** - The Recommended Budget includes a decrease of \$1.9 million.
- **HOME Program** – The Recommended Budget includes \$10.9 million for this program. The HOME program was created under Title II of the National Affordable Housing Act of 1990 in order to expand the supply of decent and affordable housing for low and very low income Americans.
- **Police Grants** – The Recommended Budget includes funds at the same levels as the previous fiscal year.
- **Grant Community Program – State** This recommended budget does not include funding from the state for the Library, which is a decrease of \$760,000 from the current year.

Sales and Charges for Service

This classification contains Hospitals and Clinics revenue, Maintenance and Construction, Electrical, Steam, Utility Revenue, Transportation, Sale of Miscellaneous Supplies, Library Fees, Sewage Disposal, Admission Fees, Recreation Fees, Golf Course, Administration Fees, other Fees, Cultural Reimbursement and other Reimbursements.

- ❖ **Water Rates** - This recommendation includes \$314.2 million for the sale of water, an increase of \$16.7 million from current year. The methodology used to determine water rates has been consistent for the last seventeen years and consists of the following major steps:
 - Determine Revenue Requirements - the amount of money needed to finance the financial plan.

- Project Units of Service. This is a measure of the amount of service provided to each customer or customer class. The units include water volume, water demand during peak periods, distance, elevation; and number and size of meters.
- Determine Unit Costs - the cost for a single unit of each kind of service provided.
- Distribute Costs to Customers.
- Calculate Rates.

- ❖ **Sewage Rates** - This recommendation includes \$389 million for sewage treatment sales an increase of \$18.4 million. The methodology used to determine sewage rate for customers has been consistent for the last seventeen years. It was developed in conjunction with several rate settlement agreements and consists of the same five steps as the water rate methodology. However there are some differences in the way the steps are accomplished.

- In developing sewer rates there are not eleven cost categories that are common to all customers as there are in water; there is basically only one factor that influences costs for all customers, and that is contributed wastewater volume.
- The approach in developing sewer rates is to identify costs of unique services or facilities with the benefiting customers, and then to allocate the remaining common costs on the basis of volume.

- ❖ **Transportation Revenue**-The Recommended Budget includes \$27.2 million for farebox revenue, a modest increase of \$726 thousand.

SUMMARY – ALL FUNDS

- ❖ **Solid Waste Fee** – The Recommended Budget includes \$74.2 million for refuse collection. In the current year this revenue is presented as general fund revenue. This Recommended Budget has Solid Waste Management in its own fund.

Sales of Assets and Compensation for Losses

This classification contains Insurance, Compensation for Losses, Recoveries, Sales of City Property and Sale of Equipment.

- ❖ **Sales of City Real Property** - The Recommended Budget includes \$2.7 million for Block Grant. The recommendation is based on normal yearly sales by Planning and Development plus surplus property.

Contributions and Transfers

- ❖ **General Fund Contributions** – The Recommended budget includes \$120.2 million, an increase of \$23 million.
 - DOT Subsidy – The Recommended Budget includes \$79.7 million, a \$2.9 million increase from current budget, for the operation of the Transportation and Downtown People Mover.
 - Airport Subsidy – The Recommended Budget includes \$582, 137 subsidy for the operations at City Airport. No subsidy was budgeted last year. The Airport is pursuing a management contract for operations of the facility.
 - Internal Service Fund – The Recommended Budget includes \$18.6 million, a decrease of \$1.6 million. These funds are used to pay the debt service on limited G.O. Bonds that financed vehicle purchases. The Recommended Budget also includes

\$25 million for the sale of bonds for vehicle purchases.

- Solid Waste Fund – The Recommended Budget includes \$21.3 million, an increase of \$21.3 million. This is a newly established fund for the costs and revenues with the Solid Waste collection and disposal.

❖ **Transfer from Other Funds**

- Grant Contributions – Cash – The Recommended Budget includes \$2 million for contributions, a \$1.2 million decrease over the current year.
- Miscellaneous Contribution – The Recommended Budget includes \$16.4 million, a decrease of \$5.2 million.

Miscellaneous

This classification contains miscellaneous receipts, Project Borrowings and Interagency Receipts.

- ❖ Miscellaneous Receipts – The Recommended Budget includes \$4.2 million in Transportation Operations that is a modest decrease of \$530,216.
- ❖ Project Borrowings – The Recommended Budget includes no funding for Project Borrowings.
- ❖ Sales of Bonds – The Recommended Budget includes \$25 million for the Motor Vehicle Fund, an increase of \$5 million from current budget.
- ❖ Water and Sewerage – The Recommended Budget does not include Bond Sales for Water or Sewerage. This represents a decrease of \$75 million.

CITY OF DETROIT
COMPARATIVE BUDGET SUMMARY - INCOME
2006-07 BUDGET to 2007-08 MAYOR'S RECOMMENDED BUDGET
(in millions of dollars)

	FY 2006-07 Budget	FY 2007-08 Mayor's Recommendation	Increase (Decrease)
LOCAL SOURCES			
Gross Property Tax (excludes Library).....	\$ 257.4	\$ 269.5	\$ 12.1
Less: Estimated Delinquencies	12.9	14.9	2.0
Less: Adjustments.....	3.7	4.80	1.1
Net Property Tax.....	\$ 240.8	\$ 249.8	\$ 9.0
Less: Uncollectible Accounts Reserve	(3.6)	(4.90)	(1.3)
Delinquent Taxes (includes Interest & Penalty).....	7.6	15.0	7.4
Administrative Fees.....	\$ 7.1	\$ 7.9	\$ 0.8
Downtown Development Authority.....	1.4	0.8	(0.6)
Earnings on Investments.....	4.3	14.8	10.5
General Obligation Bond Program.....	50.0	50.0	0.0
Inspection Charges and License Fees.....	9.3	11.7	2.4
Internal Reserve Fund (Vehicles).....	40.3	43.7	3.4
Limited/Pledged Debt Expense.....	13.6	13.6	0.0
Municipal Income Tax.....	270.0	277.6	7.6
Prior Years Municipal Income Tax.....	1.4	-	(1.4)
Ordinance Fines.....	19.3	21.5	2.2
Parking Fines.....	14.4	14.5	0.1
Risk Management Fund (Workers' Compensation Pass Through).....	16.4	14.6	(1.8)
Sale of Assets.....	30.1	13.0	(17.1)
Sale of Electricity and Steam.....	46.9	53.8	6.9
Sales & Charges for Services.....	99.8	108.2	8.4
Solid Waste Fees.....	67.8	74.2	6.4
Supplemental Fee (GDRRA).....	52.9	52.1	(0.8)
Utility Users' Excise Tax.....	56.0	60.0	4.0
Municipal Service Fee (Casinos).....	15.3	16.6	1.3
Wagering Tax (Casinos).....	164.1	165.3	1.2
Casino Percentage Payment.....	20.8	26.1	5.3
Other Revenues.....	79.1	101.0	21.9

CITY OF DETROIT
COMPARATIVE BUDGET SUMMARY - INCOME
2006-07 BUDGET to 2007-08 MAYOR'S RECOMMENDED BUDGET
(in millions of dollars)

Enterprise Agencies

Library Revenues (excluding Federal & State Sources).....	\$ 44.7	\$ 51.6	\$ 6.9
Revenue from Operations.....	783.0	826.6	43.6
Revenue Bonds.....	775.0	0.0	(775.0)
Subsidy from General Fund.....	76.8	101.6	24.8
<hr/>			
SUB-TOTAL - MAJOR LOCAL REVENUES.....	\$ 3,004.6	\$ 2,380.7	\$ (623.9)

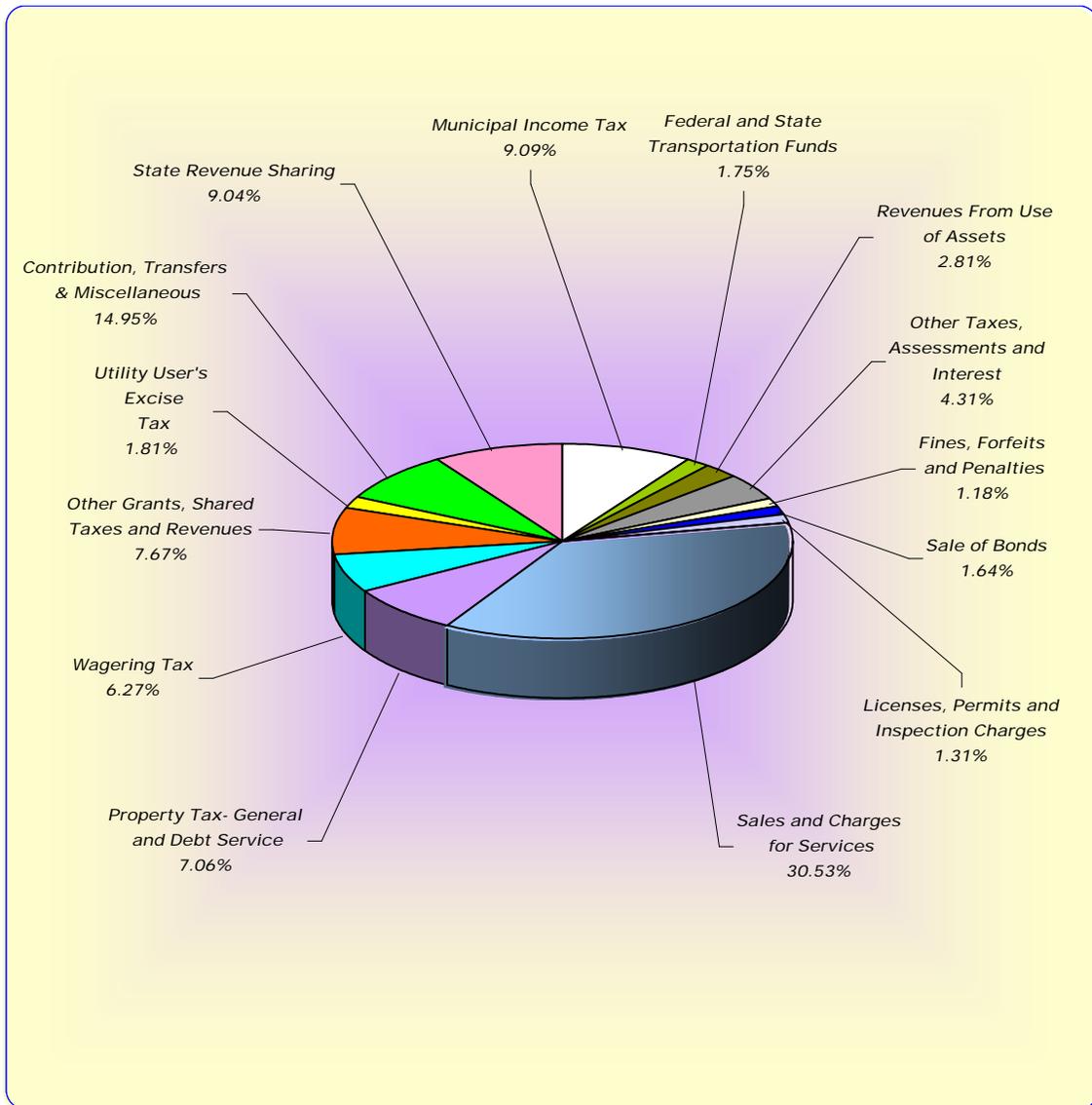
FEDERAL SOURCES

Community Development Block Grant.....	\$ 43.7	\$ 44.3	\$ 0.6
Community Service Block Grant.....	6.9	7.2	0.3
Crime Bill- Police.....	1.8	1.3	(0.5)
Department of Energy Weatherization Grant.....	3.8	3.7	(0.1)
Head Start Grant.....	46.1	45.5	(0.6)
Health Grants.....	38.9	42.5	3.6
Home Investment Grant.....	10.2	11.0	0.8
Work Force Investment Act Grant.....	21.6	21.5	(0.1)
Medicare Reimbursement - EMS.....	5.3	6.0	0.7
Michigan Occupational Skills Training Grant.....	33.7	30.7	(3.0)
Other Revenues.....	13.2	9.2	(4.0)
<hr/>			
SUB-TOTAL - MAJOR FEDERAL REVENUES.....	\$ 225.2	\$ 222.9	\$ (2.3)

STATE OF MICHIGAN SOURCES

Gas and Weight Taxes.....	\$ 68.3	\$ 70.1	\$ 1.8
Library Community Programs.....	0.8	-	(0.8)
Mass Transportation Funds.....	51.4	53.3	1.9
Medicaid Reimbursements.....	8.2	4.9	(3.3)
Public Health Programs.....	21.4	17.3	(4.1)
State Revenue Sharing- General Fund.....	282.6	274.4	(8.2)
State Revenue Sharing -Library.....	1.6	1.6	0.0
Other Revenues.....	17.3	26.8	9.5
<hr/>			
SUB-TOTAL - MAJOR STATE REVENUES.....	\$ 451.6	\$ 448.4	\$ (3.2)
<hr/>			
TOTAL REVENUES - ALL SOURCES.....	\$ 3,681.4	\$ 3,052.0	\$ (629.4)

CITY OF DETROIT
SUMMARY OF 2007-08 MAYOR'S RECOMMENDED BUDGET
REVENUE SOURCES BY TYPE



REVENUE SOURCE	AMOUNT
Property Tax- General and Debt Service.....	\$ 249,841,387
Municipal Income Tax.....	277,562,000
Wagering Tax.....	191,480,000
Utility User's Excise Tax.....	60,000,000
Other Taxes, Assessments and Interest.....	131,590,041
State Revenue Sharing.....	275,972,652
Other Grants, Shared Taxes and Revenues.....	233,968,234
Contribution, Transfers and Miscellaneous.....	258,981,239
Fines, Forfeits and Penalties.....	41,706,224
Federal and State Transportation Funds.....	53,339,593
Revenues From Use of Assets.....	78,091,927
Sale of Bonds (General Obligation).....	50,000,000
Licenses, Permits and Inspection Charges.....	40,003,901
Sales and Charges for Services.....	1,109,470,283
TOTAL	\$ 3,052,007,481

SUMMARY - ALL FUNDS CAPITAL FINANCING

Capital Agenda - The City Charter requires the Mayor to submit a proposed capital agenda for the next 5 fiscal years to the City Council on or before December 1 each even numbered year. The capital agenda shall state:

- All physical improvements and related studies and surveys, all property of a permanent nature, and all equipment for any improvement when first erected or acquired, to be financed during the next 5 fiscal years in whole or in part from funds subject to control or appropriation by the city, along with information as to the necessity for these facilities;
- Capital expenditures which are planned for each of the next 5 fiscal years;
- The estimated annual cost of operating the facilities to be constructed or acquired; and
- Other information pertinent to the evaluation of the capital agenda.

For each separate purpose, project, facility, or other property there shall be shown the amount and the source of any money that has been spent or encumbered, or is intended to be spent or encumbered before the beginning of the next fiscal year and also the amount and the source of any money that is intended to be spent during

each of the next five years. This information may be revised and extended each year for capital improvements still pending or in process of construction or acquisition.

The City Council may delete projects from the capital agenda as submitted to it, but it may not otherwise amend the capital agenda until it has requested the recommendations of the Planning Director. The City Council is not bound by those recommendations and may act without them if they are not received within 30 days from the date requested.

The City Council shall publish in 1 or more daily newspapers of general circulation in the city a general summary of the capital agenda and a notice stating the times and places where copies of the proposed capital agenda are available for public inspection and the time and place, not less than 2 weeks after the publication, for a public hearing on the proposed capital agenda.

At the conclusion of its deliberation, but not later than March 1 of the following year, the City Council is required to approve a 5-year capital agenda for the city. If the City Council fails to take action by March 1, the proposed capital agenda is deemed approved.

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**CITY OF DETROIT
SUMMARY OF CAPITAL IMPROVEMENTS- GENERAL CITY AGENCIES
2007-2008 MAYOR'S RECOMMENDATIONS**

	BOND SALE	CAPITAL REINVESTMENT	STREET FUND	TOTAL
COLEMAN A. YOUNG MUNICIPAL AIRPORT				
Building & Grounds- T Hangar Construction	\$ 1,000,000			\$ 1,000,000
ARTS				
DIA Improvements		\$ 99,000		\$ 99,000
C.H. WRIGHT MUSEUM OF AFRICAN AMERICAN HISTORY				
Facility Improvements		\$ 200,000		\$ 200,000
CIVIC CENTER				
Fire Suppression System		\$ 200,000		\$ 200,000
DEPARTMENT OF PUBLIC WORKS				
Southfield Yard Improvements	\$ 2,430,000			\$ 2,430,000
Street Resurfacing – Contractual			\$ 2,645,411	2,645,411
Traffic Control Improvements			\$ 5,049,795	5,049,795
New Street Construction			\$ 767,000	767,000
Traffic Control Improvements State			\$ 6,424,857	6,424,857
Departmental Sub-total	\$ 2,430,000		\$ 14,887,063	\$ 17,317,063
EASTERN MARKET				
1) Eastern Market Improvements	\$ 1,000,000			\$ 1,000,000
FIRE				
Electric Generator	\$ 500,000			\$ 500,000
Major Renovation – Fire Facilities	1,500,000			1,500,000
Fire Training Facility	1,500,000			1,500,000
Department Sub-total	\$ 3,500,000			\$ 3,500,000
GENERAL SERVICES DEPARTMENT				
Capital (Abatement) Workforce	\$ 1,200,000			\$ 1,200,000
Facilities Security Improvements	2,000,000	\$ 1,287,000		3,287,000
Department Sub-total	\$ 3,200,000	\$ 1,287,000		\$ 4,487,000
DEPARTMENT OF HEALTH & WELLNESS PROMOTION				
Animal Control and Care Facility	\$ 3,000,000			\$ 3,000,000
Herman Keifer – Capital Improvements	1,000,000			1,000,000
Satellite Health Centers	1,000,000			1,000,000
Department Sub-total	\$ 5,000,000			\$ 5,000,000
HISTORICAL				
Collection Resource Center	\$ 2,300,000			\$ 2,300,000
Historic Building		\$ 500,000		500,000
Department Sub-total	\$ 2,300,000	\$ 500,000		\$ 2,800,000
LIBRARY				
ADA Access Improvements		\$ 1,000,000		\$ 1,000,000

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**CITY OF DETROIT
SUMMARY OF CAPITAL IMPROVEMENTS- GENERAL CITY AGENCIES
2007-2008 MAYOR'S RECOMMENDATIONS**

	BOND SALE	CAPITAL REINVESTMENT	STREET FUND	TOTAL
PLANNING AND DEVELOPMENT				
Commercial Industrial Sites	\$ 1,000,000	\$ 1,000,000		\$ 2,000,000
Residential Site Fund	5,500,000			5,500,000
Department Sub-total	\$ 6,500,000	\$ 1,000,000		\$ 7,500,000
POLICE				
1) Forensic Laboratory and Property Room	\$ 10,000,000			\$ 10,000,000
2) Districts and Other Facilities Renovations	2,500,000			2,500,000
3) Expansion of Northwest District	2,500,000			2,500,000
Department Sub-total	\$ 15,000,000			\$ 15,000,000
PUBLIC LIGHTING				
Capital Abatement				
1) Belle Isle Substation & Distribution	\$ 2,000,000			\$ 2,000,000
2) Street Lighting Modernization	5,000,000			5,000,000
Department Sub-total	\$ 7,000,000			\$ 7,000,000
RECREATION				
1) Capital Operations	\$ 1,000,000			\$ 1,000,000
2) Parks & Landscape		\$ 1,000,000		1,000,000
3) Recreation Centers & Facilities- Major Center & Facility Repairs		1,000,000		1,000,000
4) Belle Isle Park Development	1,085,000			1,085,000
Department Sub-total	\$ 2,085,000	\$ 2,000,000		\$ 4,085,000
ZOO				
1) Belle Isle Nature Zoo Phase II	\$ 500,000			\$ 500,000
2) Sidewalk/ADA Accessibility	485,000			485,000
Department Sub-total	\$ 985,000			\$ 985,000
APPROPRIATION TOTALS				
	\$ 50,000,000	\$ 6,286,000	\$ 14,887,063	\$ 71,173,063
REVENUES:				
Sale of General Obligation Bonds	\$ 50,000,000			\$ 50,000,000
Street Fund Reimbursement- Gas & Weight			\$ 14,887,063	\$ 14,887,063
Capital Reinvestment		\$ 6,286,000		\$ 6,286,000
REVENUES TOTAL				
	\$ 50,000,000	\$ 6,286,000	\$ 14,887,063	\$ 71,173,063

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

2007-08 CAPITAL PROJECT INFORMATION AND EFFECT ON OPERATING BUDGET

The following is a description by department of the capital projects included in the 2007-08 Recommended Capital Program. The IMPACT on the budget is denoted by a code as follows:

Impact on Operating Budget:	Impact on Staff in the Operating Budget:
AF=additional funding required	AS=additional staffing required
RF=results in reduction of funding	RS=results in reduction of staffing
NOI=no operating IMPACT	NSI=no staffing IMPACT

COLEMAN A. YOUNG MUNICIPAL AIRPORT

Buildings & Grounds- Funding is recommended for the construction of replacement T-Hangars and the site preparation and taxistreet improvements required prior to construction. The completion of this project will create lease space and increase the revenue generation capacity of the Airport. IMPACT ON BUDGET: NOI/NSI

ARTS

D.I.A. Improvements - Capital funds will be used to implement projects as outlined in the agency's Master Plan. Funds for FY 2007-08 represent interest earning obligations as specified in the agency's operating agreement. IMPACT ON BUDGET: NOI/NSI

CHARLES H. WRIGHT MUSEUM OF AFRICAN AMERICAN HISTORY

Facility Improvements – Funding is recommended for miscellaneous capital improvements. IMPACT ON BUDGET: NOI/NSI

CIVIC CENTER

Facility Improvements – Capital funds will be used to renovate and improve Civic Center's fire suppression system. IMPACT ON BUDGET: NOI/NSI

DEPARTMENT OF PUBLIC WORKS

Facility Improvements – Southfield Yard- Funding is recommended for improvements to the buildings and grounds at the Southfield facility. IMPACT ON BUDGET: NOI/NSI

New Construction and Street Resurfacing-Contractual, – This continuing program allocates funds for resurfacing streets and repairing curbs. IMPACT ON BUDGET: RF/NSI

Traffic Control Improvements and Traffic Control Improvements-State and Federal- This continuing program allocates funds for traffic control repair, maintenance and upgrades. IMPACT ON BUDGET: RF/NSI

EASTERN MARKET

Facility Improvements – The Eastern Market Corporation entered into an operating agreement with the City in 2006 to manage and operate the Eastern Market. For FY 2007-08 funding is requested for the renovation of various sheds and other infrastructure improvements, as part of an extensive multi-year plan of improvements to enhance the marketability and visibility of the Eastern Market. IMPACT ON BUDGET: NOI/NSI

SUMMARY - ALL FUNDS CAPITAL FINANCING

FIRE

Electrical Generators- This is a two-phase program to purchase and install emergency electrical generators at fire facilities (33 in total) that currently do not have emergency back-up power capability. Funds will be used to install 16 units in FY 2007-08. IMPACT ON BUDGET: NOI/NSI

Major Renovations- Fire Facilities- This is a multi-year program to fund major renovations at various fire facilities. The renovations include roof repair and replacements; and doors and floors replacement to accommodate heavy movable equipment. IMPACT ON BUDGET: NOI/NSI

Fire Training Facility - Funding will be used to acquire land and for the construction of a new Fire Training Facility. IMPACT ON BUDGET: NOI/NSI

GENERAL SERVICES

Capital Workforce - Funding is requested for this continuous capital improvement program which utilizes city employees (located in the General Services Department) to construct and rehabilitate neighborhood parks, playfields, tot-lots and playgrounds. IMPACT ON BUDGET: NOI/NSI

Facilities Security Improvements - Funding is recommended for a city-wide program of security improvements, such as: installation /update/upgrades of access control units; updates/upgrades of security cameras and monitoring equipment; reinforcement of entrance and exit points and any additional security measures as require for the individual facility. IMPACT ON BUDGET: RF/NSI

HEALTH & WELLNESS PROMOTION

Animal Control Center- Funding will be used to construct a new animal control facility that will meet current federal and state guidelines. Funds were budgeted for this project in previous fiscal years. IMPACT ON BUDGET: NOI/NSI

Herman Keifer: Capital Improvements - Capital funds requested for FY2007-08 will be used for ongoing capital improvements at this facility; specifically for the vital records area. IMPACT ON BUDGET: NOI/NSI

Satellite Health Centers- Improvements recommended for funding in FY 2007-08 includes satellite centers' parking lot pavement and lighting repairs; and renovations to entrance/lobby areas and examination rooms. IMPACT ON BUDGET: NOI/NSI

HISTORICAL

Collections Resource Center – Funding is requested to complete major renovations/construction of a new collections resource center located on the grounds of Historic Fort Wayne. IMPACT ON BUDGET: NOI/NSI

Facility Improvements- Funds will be used for renovations and improvements to various historic buildings. IMPACT ON BUDGET: NOI/NSI

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

LIBRARY

Facility Improvements – Funding is recommended for American with Disabilities Act (ADA) access improvements to the main library and various branch libraries. IMPACT ON BUDGET: NOI/NSI

PLANNING AND DEVELOPMENT

Commercial Sites- Funding is recommended for this project to assemble land and provide for necessary site improvements to promote commercial and industrial development activity in the City of Detroit . These funds will be used to leverage other available sources of investment from state and federal sources. IMPACT ON BUDGET: NOI/NSI

Residential Sites- Funding for this project provides for site improvements, public infrastructure construction and/or reconstruction and site consolidation as it relates to residential development in the City of Detroit. IMPACT ON BUDGET: NOI/NSI

POLICE

Forensic Laboratory and Property Room: Funding is requested to continue the construction of a replacement facility for the Police Department’s crime lab and property room that meets accepted industry standards and provide for sufficient and secure storage space. IMPACT ON BUDGET: NOI/NSI

District, headquarters, Other Facilities: Funding is requested for capital improvements at the department’s various facilities as part of its on-going capital improvement program and to meet requirements under the Department of Justice (DOJ) consent decree. IMPACT ON BUDGET: NOI/NSI

Expansion of the Northwest District: The current facility will be expanded to better house personnel assigned to this location as a result of the department’s extensive reorganization of facilities and personnel. The current building will be renovated and expanded to house the 306 personnel currently assigned to this location (up from 209 before the reorganization) and will include meeting facilities and parking for the community and staff. . IMPACT ON BUDGET: AF/NSI

PUBLIC LIGHTING DEPARTMENT

Belle Isle Substation and Distribution- Funding is requested to expand capacity of the Belle Isle substation and distribution system which is currently operating at capacity. IMPACT ON BUDGET: RF/NSI

Street Lighting Modernization- Funding is requested for this on-going project of prioritizing and evaluating city, county and state streets and roads; historic districts and residential neighborhoods to modernize street lighting. IMPACT ON BUDGET: RF/NSI

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

RECREATION

Capital Operations - Funding is recommended for various activities promoting the operations of the department, including in-house design and construction management; surveys and studies required for various recreation projects, and city match for grant awards. IMPACT ON BUDGET: NOI/NSI

Parks & Landscapes – Funding is recommended for this on-going program of major redevelopment/renovation of ten (10) parks per year. IMPACT ON BUDGET: NOI/NSI

Recreation Centers & Facilities Improvements – Funds will be used for major renovations and improvements to various recreation centers, which may include roofing, pool repairs/renovations, and improvements to building systems (electrical, plumbing and/or HVAC). IMPACT ON BUDGET: NOI/NSI

Belle Isle Park Improvement –DRD continues to perform on-going improvements to Belle Isle based on priority needs. Projects for FY 2007 include architectural assessment, new comfort station and infrastructure repairs. IMPACT ON BUDGET: NOI/NSI

ZOO

Facility Improvements – Funding is recommended for the Detroit Zoological Institute to continue its multi-phase improvement project at the Belle Isle Nature Zoo. Funding will also be used to complete ADA improvements at the main Zoo. IMPACT ON BUDGET: NOI/NSI

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**CITY OF DETROIT
STREET FUND SUMMARY**

COMPARISON OF 2006-07 BUDGET WITH 2007-08 MAYOR'S RECOMMENDED BUDGET

<u>2007-08 Requested</u>		<u>2006-07 Budget</u>	<u>2007-08 Recommended</u>	<u>Increase Decrease</u>
	<u>Operation and Maintenance</u>			
\$ 79,370	Civic Center/Municipal Parking	\$ 79,370	\$ 79,370	\$ -
11,790	City Engineering	34,768	11,790	(22,978)
600,000	Gen Svcs- Median Grass Cutting	600,000	600,000	-
1,084,757	Gen Svcs- Freeway Berm Grass Cutting	1,084,757	1,084,757	-
	Gen Svcs- Non-Park Ground			
2,335,570	Maintenance	2,335,570	3,335,570	1,000,000
3,500,000	Lighting	3,500,000	3,500,000	-
2,300,000	Snow and Ice Control – Personnel	2,300,000	2,300,000	-
1,426,770	Snow and Ice Control – Salt	1,000,000	1,426,770	426,770
28,332,610	Street and Alley Maintenance	21,523,930	26,571,318	5,047,388
7,195,306	Transportation Engineering	6,587,659	6,719,762	132,103
*****		*****	*****	*****
\$46,866,173	Sub-Total	\$39,046,054	\$45,629,337	\$ 6,583,283
	<u>Capital</u>			
-	Highway Bridges	\$ 3,162,000	-	(\$3,162,000)
\$ 767,000	New Street Construction	2,900,000	767,000	(2,133,000)
-	Road and Bridges – City Parks	340,000	-	(340,000)
1,408,575	Street Resurfacing- Contractual	3,275,000	2,645,411	(629,589)
5,049,795	Traffic Control Improvements	3,389,822	5,049,795	1,659,973
6,424,857	Traffic Control Improvements State	4,869,874	6,424,857	(1,554,983)
-	Traffic Control Roadways – (Fed. Aid)	2,897,836	-	(2,897,836)
*****		*****	*****	*****
\$13,650,227	Sub-Total	\$20,834,532	\$14,887,063	(\$5,947,469)
	<u>Construction and Maintenance</u>			
\$ 5,120,000	Administration	\$ 5,120,000	\$ 5,120,000	-
2,000,000	City Contribution In-Kind	2,279,000	2,000,000	(279,000)
*****		*****	*****	*****
\$ 7,120,000	Sub-Total	\$ 7,399,000	\$ 7,120,000	(\$ 279,000)
\$67,636,400	GRAND TOTAL-APPROPRIATIONS	\$67,279,586	\$67,636,400	\$356,814
	<u>Revenue</u>			
\$ 40,000	City and State Salt Reimbursement	\$ 40,586	\$ 40,000	(\$586)
2,000,000	City Contribution In-Kind	2,279,000	2,000,000	(279,000)
1,596,400	Earnings on Investments	960,000	1,596,400	636,400
-	Equipment Rentals	-	-	-
64,000,000	Gas and Weight Tax	64,000,000	64,000,000	0
*****		*****	*****	*****
\$67,636,400	GRAND TOTAL-REVENUES	\$67,279,586	\$67,636,400	\$ 356,814
\$0	Net Tax Cost	\$0	\$0	\$0

SUMMARY - ALL FUNDS CAPITAL FINANCING

General Obligation Bonds (Unlimited Tax Bonds) - In accordance with the State Constitution, unlimited tax general obligation bonds, if issued after December 22, 1978, must be voter approved before issuance. The authority to issue bonds approved by the electors continues until revoked by the electors. General fund departments and certain enterprise funds have traditionally relied on unlimited tax general obligation bonds of the City for capital programs. In accordance with State law, the City is obligated to levy and collect taxes without regard to any constitutional, statutory or Charter tax rate limitations for payment of such obligations. As such, city operations are not affected by the payment of these obligations. The City has followed a policy of scheduling bond referenda to coincide with regularly scheduled elections.

Limited Tax Bonds - The City may issue limited tax general obligation bonds or other obligations without the vote of the electors. However, taxes may not be levied in excess

of constitutional, statutory or Charter limitations for the payment thereof. Such bonds are payable from general non-restricted moneys of the City. Certain limited tax obligations are secured with a first lien on specific revenues, such as, Distributable Aid or tax increment funds. The City has utilized limited tax obligations to finance such projects as the Central Industrial Park Project (General Motors Plant Project), the Jefferson/Conner Redevelopment Project (Chrysler Jefferson North Assembly Plant Project), the outstanding debt relating to the Resource Recovery Facility and the Madison Center Courthouse Project. To the extent debt service on this category of obligations is not provided from a special revenue source, the payment is provided from the City's General Fund, which reduces the amounts that otherwise would be available to support operations.

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**Bonds Authorized - Unissued
(in millions)
As of April 1, 2007**

General Obligation Bonds (Tax Supported):	Authority	Date	Authorized Amount	Issued	Remaining Authorization
Sewer Construction*	Electorate	8/2/60	\$50.000	\$26.000	\$24.000
Institute of Arts (PLD) Betterments, Improvements and Extensions	Electorate	11/7/00	25.000	24.850	.150
Public Lighting – System Improvements	Electorate	11/7/00	30.000	24.865	5.135
Economic Development [Planning, includes Airport]	Electorate	11/2/04	22.000	0.000	22.000
Economic Development [Planning]	Electorate	11/7/00	30.000	26.895	3.105
	Electorate	11/2/04	19.000	0.000	19.000
<u>Cultural Facilities:</u> Recreation, Zoo, Historical, C. Wright MAAH and Eastern Market					
	Electorate	11/7/00	56.000	42.190	13.810
	Electorate	11/2/04	22.000	3.515	18.485
<u>C. Wright MAAH</u>	Electorate	4/29/03	6.000	5.500	.500
<u>Historical Museum</u>	Electorate	11/6/01	20.000	2.800	17.200
<u>Municipal Facilities:</u> Public Works, Health, DOT and Civic Center					
	Electorate	11/7/00	18.000	12.880	5.120
<u>Transportation Improvements:</u> DOT, DTC and Airport					
	Electorate	11/2/04	32.000	10.000	22.000
<u>Public Safety:</u> Police and Fire Facilities					
	Electorate	11/4/97	15.000	15.000	-
	Electorate	11/7/00	12.000	12.000	-
<u>Public Safety:</u> Police, Fire and EMS Facilities, Health, Civic Center, DPW, and Recreation					
	Electorate	11/2/04	120.00	22.975	97.025
TOTALS			\$477.000	\$229.470	\$247.530

- Not expected to be issued
- Note: FY 2006-07 bonds remain unsold to date.

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

Revenue Bonds - There are generally no voter approval requirements for the issuance of revenue bonds. The City issues revenue bonds to finance various capital projects for water, sewage, convention facility and parking and to refund such bonds. Generally, additional revenue bonds may be issued for these systems provided certain specific coverage ratios of net revenues to maximum annual debt service are met. Payment of debt service on revenue bonds does not IMPACT general City operations.

amount of general obligation debt (both unlimited tax and limited tax) the City may have outstanding at any time is limited by State law. The limit is set at 10% of the City's State Equalized Valuation (adjusted for certain assessed value equivalents) or 15% if that portion which exceeds 10% is used solely for construction or renovations of hospital facilities. However, certain general obligation debt (such as the Greater Resource Recovery Authority debt) is excluded from the limit. The limit and the outstanding general obligation debt subject to it are shown in the following table:

Legal Debt Margin - The maximum

**LEGAL DEBT MARGIN SUBJECT TO STATE LIMITATION
April 1, 2007**

Assessed Value Fiscal Year 2006-07 (State equalized):	\$13,119,185,040	
Add: Allowance under Act 228, Mich. 1975.	718,498,590	
Allowance under Act 198, Mich. 1974	304,897,020	
Allowance under Act 147, Mich. 1992	44,234,962	
Allowance under Act 376, Mich. 1996	<u>27,224,784</u>	
General Purpose Limit (10% x \$14,214,040,396)	\$14,214,040,396	\$1,421,404,040
Less Outstanding Debt:		
General Obligation Bonds	\$541,785,000	
Distributable State Aid Bonds	36,755,000	
Limited Tax Bonds	184,945,000	
Detroit Building Authority (District Court Madison Center. Bonds)	<u>5,955,000</u>	<u>769,440,000</u>
General Debt Margin		\$651,964,040
Additional Hospital Limit (5% x \$14,214,040,396)		<u>710,702,020</u>
Total Legal Debt Margin (General and Hospital)		<u><u>\$1,362,666,060</u></u>

SOURCE: Finance Department

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

Current bond ratings as of April 1, 2007 on various bonds issued by the City and its related authorities are as follows:

	Moody's Investor Service	Standard & Poors	Fitch Investors Service
General Obligation Bonds (Unlimited Tax)	Baa2	BBB	BBB
* General Obligation Bonds (Unlimited Tax)	Aaa	AAA	AAA
General Obligation Bonds (Limited Tax)	Baa3	BBB-	BBB
* General Obligation Bonds (Limited Tax)	Baa2	BBB	A
Greater Detroit Resource Recovery Authority Revenue Bonds	Baa1	A	BBB+
 <u>Economic Development Corporation:</u>			
Resource Recovery Revenue Bonds	Aa3	A+	BBB+
* Resource Recovery Revenue Bonds	Aaa	AAA	AAA
Water System Revenue Bonds (Senior Lien)	A1	A	A+
Water System Revenue Bonds (Second Lien)	A2	A-	A
* Water System Revenue Bonds	Aaa	AAA	AAA
Sewage Disposal System Revenue Bonds (Senior Lien)	A1	A	A+
Sewage Disposal System Revenue Bonds (Second Lien)	A2	A-	A
* Sewage Disposal System Revenue Bonds	Aaa	AAA	AAA
* Detroit Building Authority Parking and Arena System Revenue Bonds	Aaa	AAA	AAA
* Detroit Building Authority (District Court Madison Center)	Not Rated	A	Not Rated
Convention Facility Limited Tax Revenue Bonds - Cobo Center	Not Rated	A	Not Rated
Local Development Finance Authority Tax Increment Bonds (Jefferson/ Conner Project)	A1	Ba1	Not Rated
Downtown Development Authority Tax Increment Bonds	Aaa	A-	A-

Note: * Payment guaranteed by municipal bond insurance policy or letter of credit.

Source: Finance Department

TOTAL OUTSTANDING DEBT SERVICE REQUIREMENT SCHEDULE
As of April 1, 2007

Fiscal Year Ending	General Obligations				Revenue and Other (1)				Requirements G.O. (Unlimited), G.O. (Limited), Revenue and Other						
	Unlimited Tax		Limited Tax		Principal	Interest	Total	Principal		Interest	Total				
	Principal	Interest	Total	Principal								Interest	Total		
2007	11,635,000	961,910	12,596,910	15,320,000	1,076,896	16,396,896	-	-	-	28,993,806					
2008	38,230,000	28,993,538	67,223,538	102,720,000	21,842,585	124,562,585	133,434,319	255,882,236	389,316,555	581,102,677					
2009	42,515,000	27,039,015	69,554,015	143,540,000	16,051,900	159,591,900	137,799,436	261,637,243	399,436,679	628,582,594					
2010	44,825,000	24,680,625	69,505,625	31,465,000	10,140,025	41,605,025	141,504,131	258,126,644	399,630,775	510,741,424					
2011	44,345,000	22,463,495	66,808,495	31,865,000	8,732,695	40,597,695	145,887,741	253,729,874	399,617,615	507,023,805					
2012	41,785,000	20,337,075	62,122,075	34,395,000	7,247,941	41,642,941	158,063,762	249,236,036	407,299,798	511,064,814					
2013	41,210,000	18,237,567	59,447,567	35,955,000	5,637,781	41,592,781	158,893,532	248,000,036	406,893,568	507,933,916					
2014	34,980,000	16,127,954	51,107,954	5,420,000	3,902,672	9,322,672	162,145,769	248,500,541	410,646,309	471,076,935					
2015	32,545,000	14,332,429	46,877,429	5,695,000	3,667,022	9,362,022	166,083,359	244,574,825	410,658,184	466,897,635					
2016	29,270,000	12,649,753	41,919,753	5,925,000	3,408,287	9,333,287	170,691,374	239,426,896	410,118,270	461,371,310					
2017	30,780,000	11,131,679	41,911,679	6,195,000	3,135,894	9,330,894	175,022,773	235,847,446	410,870,219	462,112,792					
2018	32,285,000	9,575,359	41,860,359	6,475,000	2,835,920	9,310,920	177,282,848	230,325,456	407,608,304	458,779,583					
2019	30,960,000	7,892,922	38,852,922	6,800,000	2,522,326	9,322,326	181,830,678	225,026,262	406,856,940	455,032,188					
2020	31,830,000	6,318,958	38,148,958	7,130,000	2,192,926	9,322,926	188,464,939	218,892,216	407,357,155	454,829,039					
2021	32,700,000	4,700,134	37,400,134	7,865,000	1,847,470	9,712,470	191,100,519	217,778,232	408,878,752	455,991,356					
2022	24,400,000	2,999,669	27,399,669	6,570,000	1,445,873	8,015,873	186,143,369	212,909,921	399,053,290	434,468,831					
2023	16,570,000	1,743,073	18,313,073	6,840,000	1,109,018	7,949,018	199,743,190	207,430,460	407,173,650	433,435,741					
2024	12,675,000	897,835	13,572,835	7,210,000	758,318	7,968,318	203,542,559	201,502,962	405,045,521	426,586,674					
2025	5,000,000	250,000	5,250,000	7,580,000	388,645	7,968,645	217,159,886	166,583,353	383,743,239	396,961,884					
2026							212,855,969	157,887,460	370,743,429	370,743,429					
2027							232,092,051	148,328,069	380,420,120	380,420,120					
2028							242,309,099	138,019,962	380,329,062	380,329,062					
2029							253,244,656	127,253,002	380,497,658	380,497,658					
2030							261,163,056	113,820,936	374,983,992	374,983,992					
2031							207,293,725	102,180,986	309,474,711	309,474,711					
2032							212,262,144	91,465,004	303,727,148	303,727,148					
2033							282,770,450	77,903,213	360,673,663	360,673,663					
2034							293,018,750	60,941,361	353,960,111	353,960,111					
2035							303,311,250	43,984,795	347,296,045	347,296,045					
2036							296,565,000	29,137,760	325,702,760	325,702,760					
2037							300,670,000	12,764,776	313,434,776	313,434,776					
							<u>\$ 578,540,000</u>	<u>\$ 231,332,990</u>	<u>\$ 809,872,990</u>	<u>\$ 474,965,000</u>	<u>\$ 97,944,192</u>	<u>\$ 572,909,192</u>	<u>\$ 6,192,350,335</u>	<u>\$ 11,471,448,297</u>	<u>\$ 12,854,230,479</u>

Note: Totals may not add due to rounding.
(1) Includes debt service for the Water and Sewerage Systems and for the Detroit Building Authority (Parking System) which is paid from revenues of the individual systems.
Of the total Revenue and Other Debt Service Requirement Water and Sewerage accounted for approximately 99%.

City of Detroit
Total Outstanding Debt Service Requirement by Fund
As of April 1, 2007

Fiscal Year Ending	<u>PRINCIPAL</u>						Total Principal
	General Fund (Unlimited)	General Fund (Limited)	Water	Sewage	Parking	Block Grant	
2007	11,635,000	15,320,000					26,955,000
2008	38,230,000	102,720,000	63,399,097	68,620,222	1,415,000	1,396,000	275,780,319
2009	42,515,000	143,540,000	73,467,161	62,872,275	1,460,000	1,742,000	325,596,436
2010	44,825,000	31,465,000	73,031,561	66,862,570	1,610,000	625,000	218,419,131
2011	44,345,000	31,865,000	74,850,761	69,376,980	1,660,000	665,000	222,762,741
2012	41,785,000	34,395,000	84,763,369	71,590,393	1,710,000	800,000	235,043,762
2013	41,210,000	35,955,000	87,169,061	69,859,470	1,865,000	5,134,000	241,192,532
2014	34,980,000	5,420,000	86,840,811	73,384,957	1,920,000	1,890,000	204,435,769
2015	32,545,000	5,695,000	88,911,911	75,086,448	2,085,000	1,693,000	206,016,359
2016	29,270,000	5,925,000	91,478,061	76,963,313	2,250,000	1,987,000	207,873,374
2017	30,780,000	6,195,000	93,484,146	79,223,627	2,315,000	1,726,000	213,723,773
2018	32,285,000	6,475,000	94,881,816	79,911,031	2,490,000	2,086,000	218,128,848
2019	30,960,000	6,800,000	97,113,966	82,046,712	2,670,000	2,722,000	222,312,678
2020	31,830,000	7,130,000	101,113,063	84,511,876	2,840,000	2,505,000	229,929,939
2021	32,700,000	7,865,000	103,201,856	86,698,663	1,200,000	2,664,000	234,329,519
2022	24,400,000	6,570,000	99,622,606	85,220,763	1,300,000	2,890,000	220,003,369
2023	16,570,000	6,840,000	102,524,856	95,818,334	1,400,000	3,298,000	226,451,190
2024	12,675,000	7,210,000	110,647,856	91,394,703	1,500,000	2,003,000	225,430,559
2025	5,000,000	7,580,000	112,669,106	102,890,780	1,600,000	2,200,000	231,939,886
2026	-	-	114,733,106	96,322,862	1,800,000	2,280,000	215,135,969
2027	-	-	117,931,356	112,260,695	1,900,000	2,556,000	234,648,051
2028	-	-	121,356,506	118,952,593	2,000,000	-	242,309,099
2029	-	-	124,914,656	126,130,000	2,200,000	-	253,244,656
2030	-	-	128,613,056	130,150,000	2,400,000	-	261,163,056
2031	-	-	132,548,725	74,745,000	-	-	207,293,725
2032	-	-	135,512,144	76,750,000	-	-	212,262,144
2033	-	-	136,175,450	146,595,000	-	-	282,770,450
2034	-	-	138,468,750	154,550,000	-	-	293,018,750
2035	-	-	142,066,250	161,245,000	-	-	303,311,250
2036	-	-	127,560,000	169,005,000	-	-	296,565,000
2037	-	-	123,375,000	177,295,000	-	-	-
	\$ 578,540,000	\$ 474,965,000	\$ 3,182,426,069	\$ 2,966,334,266	\$ 43,590,000	\$ 42,862,000	\$ 6,988,047,335

Fiscal Year Ending	<u>INTEREST</u>						Total Principal
	General Fund (Unlimited)	General Fund (Limited)	Water	Sewage	Parking	Block Grant	
2007	961,910	1,076,896	-	-	-	-	2,038,806
2008	28,993,538	21,842,585	133,464,056	119,376,605	3,041,574	2,349,590	309,067,948
2009	27,039,015	16,051,900	139,225,180	119,668,849	2,743,215	2,340,464	307,068,623
2010	24,680,625	10,140,025	137,578,451	117,891,044	2,657,150	2,282,515	295,229,808
2011	22,463,495	8,732,695	136,094,949	114,877,237	2,757,689	2,245,516	287,171,580
2012	20,337,075	7,247,941	133,767,015	113,002,794	2,466,228	2,201,735	279,022,787
2013	18,237,567	5,637,781	131,157,080	114,297,482	2,545,475	2,029,836	273,905,220
2014	16,127,954	3,902,672	129,160,268	117,086,528	2,253,745	1,821,026	270,352,193
2015	14,332,429	3,667,022	126,294,593	115,967,205	2,313,027	1,710,253	264,284,529
2016	12,649,753	3,408,287	123,402,517	114,012,974	2,011,406	1,604,186	257,089,122
2017	11,131,679	3,135,894	120,868,686	112,952,084	2,026,676	1,495,722	251,610,741
2018	9,575,359	2,835,920	117,868,351	110,720,380	1,736,725	1,392,479	244,129,214
2019	7,892,922	2,522,326	114,707,757	108,738,732	1,579,772	1,256,405	236,697,915
2020	6,318,958	2,192,926	111,281,196	106,055,889	1,555,132	1,109,328	228,513,428
2021	4,700,134	1,847,470	107,107,815	109,389,318	1,281,099	968,512	225,294,348
2022	2,999,669	1,445,873	102,759,312	108,833,797	1,316,812	805,041	218,160,503
2023	1,743,073	1,109,018	98,475,801	107,855,615	1,099,044	627,609	210,910,160
2024	897,835	758,318	93,808,109	106,601,656	1,093,196	480,894	203,640,008
2025	250,000	388,645	88,810,144	76,889,518	883,691	370,508	167,592,506
2026	-	-	83,377,277	73,745,308	764,875	250,612	158,138,072
2027	-	-	77,283,778	70,347,313	696,978	129,120	148,457,189
2028	-	-	71,112,340	66,417,508	490,114	-	138,019,962
2029	-	-	65,067,265	61,810,461	375,276	-	127,253,002
2030	-	-	57,206,838	56,441,037	173,060	-	113,820,936
2031	-	-	50,690,880	51,490,106	-	-	102,180,986
2032	-	-	46,176,165	45,288,839	-	-	91,465,004
2033	-	-	40,212,432	37,690,781	-	-	77,903,213
2034	-	-	32,799,128	28,142,233	-	-	60,941,361
2035	-	-	21,224,155	22,760,640	-	-	43,984,795
2036	-	-	14,293,155	14,844,605	-	-	29,137,760
2037	-	-	8,576,186	4,188,590	-	-	-
	\$ 231,332,990	\$ 97,944,192	\$ 2,705,274,692	\$ 2,523,196,538	\$ 37,861,957	\$ 27,471,351	\$ 5,623,081,719

Source Finance Department

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**STATEMENT OF DIRECT TAX SUPPORTED AND REVENUE INDEBTEDNESS
April 1, 2007**

Tax Supported Debt:		
Unlimited Tax:		
General Obligation Bonds (General Purpose)	\$541,785,000	
Distributable State Aid General Obligation. Bonds	<u>36,755,000</u>	\$578,540,000
Limited Tax:		
General Obligation Bonds (Limited Tax)	316,605,000	
Greater Detroit Resource Recovery Authority Bonds	102,600,000	
Detroit Building Authority Bonds (Madison Center)	5,955,000	
Economic Development-Resource Recovery Bonds	<u>49,805,000</u>	<u>474,965,000</u>
Total Tax Supported Debt		\$1,053,505,000
Revenue and Other Debt (2):		
Water Supply System Bonds	3,182,426,069	
Sewage Disposal System Bonds	2,966,334,266	
Detroit Building Authority. Bonds (Parking & Arena System)	43,590,000	
Federal Section 108 Loans	42,862,000	
Convention Facility Revenue Bonds (Cobo Hall Expansion)	102,803,138	
DDA Tax Increment Bonds	143,428,198	
LDFA Tax Increment Bonds (Chrysler Project)	<u>82,840,000</u>	
Total Revenue and Other Projects		<u>6,564,283,671</u>
Gross Direct Debt		\$7,617,788,671
Deductions:		
Revenue and Other Debt	\$6,564,283,671	
Greater Detroit Resource Recovery Authority Bonds - Bonds – Reserve Account Balance	<u>26,251,172</u>	
Total Deductions		<u>6,590,534,843</u>
Net Direct Debt		<u>\$1,027,253,828</u>

Source: Finance Department

**CITY OF DETROIT
2007-08 MAYOR'S RECOMMENDED BUDGET
VALUATIONS, TAX LEVIES AND TAX RATES**

	2006-07 Budget	2007-08 Recommended	Increase (Decrease)
<u>Valuations:</u>			
<u>Ad Valorem *</u>			
Real Estate	\$7,538,185,506	\$8,149,487,467	\$611,301,961
Personal Property	1,457,969,874	1,469,029,546	11,059,672
TOTAL	\$8,996,155,380	\$9,618,517,013	\$622,361,633

<u>Tax Levies:</u>			
General City	\$179,491,292	\$191,908,651	\$12,417,359
Garbage Disposal	9,997,423	-	(9,997,423)
Debt Service *	78,059,941	77,605,081	(454,860)
Library	41,658,497	44,540,467	2,881,970
GRAND TOTAL	\$309,207,153	\$314,054,199	\$4,847,046

<u>Tax Rates: ⁽¹⁾</u>			
General City	\$19.9520	\$19.9520	\$0.0000
Garbage Disposal ⁽²⁾	0.0000	0.0000	0.0000
Debt Service	8.3951	8.0683	(0.3268)
Library **	4.6307	4.6307	0.0000
GRAND TOTAL	\$32.9778	\$32.6510	(\$0.3268)

* P.A. 376 Renaissance Zone provides for the taxation of property within the Zone for debt service purposes. The Renaissance Zone Ad Valorem taxable valuation for 2006 was \$ \$302,118,707. For 2007, the taxable valuation is \$278,241,810

** Note: November 2, 2004, voters approved a millage renewal and a 1 mill increase for the Detroit Public Library, effective July 1, 2005.

(1) As of July 1, 2005, tax rates (excluding debt service) were rolled back by a factor of 0.9995 (MCL211.23d (Headlee))

(2) Garbage mills (2.9928) were eliminated in FY 2006-07 for residential properties and replaced with a fee for service. For FY 2007-08 the garbage mills is eliminated for all properties.

CITY OF DETROIT
2007-08 MAYOR'S RECOMMENDED BUDGET
Tax Rates Per Thousand
of State Equalized Valuation
City of Detroit Properties

Fiscal Year	General City	Detroit Board of Education (1)	State Education Tax (5)	County	Total
1965-66.....	20.291	17.110		7.389	44.790
1970-71.....	26.460	23.500		7.100	57.060
1975-76.....	27.872	28.440		8.890	65.202
1980-81.....	33.781	36.700		9.760	80.241
1985-86.....	32.321	41.400		9.470	83.191
1990-91.....	30.908	46.400		10.870	88.178
1994-95 (Homestead Properties).....	33.467	(4) 4.660	6.000 (5)	11.200	55.327
1994-95 (Non-Homestead Properties).....	33.467	(4) 22.660	6.000 (5)	11.200	73.327
1995-96 (Homestead Properties).....	34.146	7.040	6.000	11.200	58.386
1995-96 (Non-Homestead Properties).....	34.146	25.040	6.000	11.200	76.386
1996-97 (Homestead Properties).....	33.923	7.500	6.000	11.380	58.803
1996-97 (Non-Homestead Properties).....	33.923	25.500	6.000	11.380	76.803
1997-98 (Homestead Properties).....	33.878	7.590	6.000	11.370	58.838
1997-98 (Non-Homestead Properties).....	33.878	25.590	6.000	11.370	76.838
1998-99 (Homestead Properties).....	33.815	6.450	6.000	11.320	57.585
1998-99 (Non-Homestead Properties).....	33.815	24.450	6.000	11.320	75.585
1999-00 (Homestead Properties).....	33.735	5.900	6.000	11.139	56.774
1999-00 (Non-Homestead Properties).....	33.735	23.900	6.000	11.139	74.774
2000-01 (Homestead Properties).....	35.3114	(7,8) 7.0000	6.0000	11.0565	59.3679
2000-01 (Non-Homestead Properties).....	35.3114	(7,8) 25.0000	6.0000	11.0565	77.3679
2001-02 (Homestead Properties).....	35.5331	10.5000	6.0000	12.5395	64.5726
2001-02 (Non-Homestead Properties).....	35.5331	28.5000	6.0000	12.5395	82.5726
2002-03 (Homestead Properties).....	34.5111	13.1900	6.0000	13.9895	67.6906
2002-03 (Non-Homestead Properties).....	34.5111	31.1900	6.0000	13.9895	85.6906
2003-04 (Homestead Properties).....	34.5139	13.8000	5.0000 (11)	13.9886	67.3025
2003-04 (Non-Homestead Properties).....	34.5139	31.8000	5.0000 (11)	13.9886	85.3025
2004-05 (Homestead Properties).....	34.0690	13.0000	6.0000	13.9861	67.0551
2004-05 (Non-Homestead Properties).....	34.0690	31.0000	6.0000	13.9861	85.0551
2005-06 (Homestead Properties).....	34.6508	13.0700	6.0000	13.9778	67.6986
2005-06 (Non-Homestead Properties).....	34.6508	30.6236	6.0000	13.9778	85.2522
2006-07 (Homestead Properties).....	32.9778	(12-14) 13.0000	6.0000	13.9778	65.9556
2006-07 (Non-Homestead Properties).....	35.9706	(12-14) 31.0000	6.0000	13.9778	86.9484
2007-08 (Homestead Properties).....	32.6510	(12-14) (9)	6.0000	(10)	
2007-08 (Non-Homestead Properties).....	32.6510	(12-14) (9)	6.0000	(10)	

- (1) Includes Detroit Public Library at 0.640 mills through 1993-94.
(2) Includes Detroit Public Library at 1.000 mills, commencing on 12-1-84.
(3) Includes Detroit Public Library at 2.000 mills, commencing on 7-1-91.
(4) Includes 0.640 mills for the Detroit Public Library allocated by the Wayne County Tax Allocation Board, commencing on 7-1-94.
(5) Statewide Education Tax commencing on 7-1-94.
(6) P.A. 38 of 1999 requires tax rates to be rounded down to 4 decimal places effective 8/1/99.
(7) Includes Detroit Public Library at 2.9943 mills, commencing on 7-1-00.
(8) Tax Rates (excluding debt service and state education) were rolled back by a factor of 0.9981 (MCL211.23d)
(9) Rate not determined until June 2007.
(10) Rate not determined until December 1, 2007.
(11) P.A. 243 of 2002 provided for a 1 mill decrease in the SET for a period of 1-year.
(12) Includes Detroit Public Library additional 1.000 mill commencing on 7-1-05.
(13) Tax Rates (excluding debt service and state education) were rolled back by a factor of 0.9995 (MCL211.23d)
(14) City of Detroit garbage mills (2.9928) were eliminated for residential properties in FY 2007 and all property in FY 2008.

CITY OF DETROIT
2007-08 MAYOR'S RECOMMENDED BUDGET
State Equalized Valuations
Taxable Valuations (beginning with FY 1995-96)

Fiscal Year	Real Property	Personal Property	Leased Real Estate (Act 189)	Total
1970-71	3,875,476,834	1,427,562,198	3,245,148	5,306,284,180
1975-76	4,276,286,830	1,499,479,950	16,339,520	5,792,106,300
1980-81*	4,243,561,850	956,231,600	27,653,950	5,227,447,400
1985-86*	4,220,267,845	1,010,475,230	**	5,230,743,075
1990-91*	4,352,042,900	1,227,761,520	**	5,579,804,420
1991-92*	4,417,351,340	1,237,444,600	**	5,654,795,940
1992-93*	4,422,924,900	1,281,200,980	**	5,704,125,880
1993-94*	4,554,668,625	1,260,742,960	**	5,815,411,585
1994-95*	4,565,439,900	1,330,336,390	**	5,895,776,290
1995-96*	4,631,121,900	1,281,065,150	**	5,912,187,050
1995-96*,(Taxable)***	4,606,258,474	1,281,065,150	**	5,887,323,624
1996-97*	4,943,226,600	1,443,983,280	**	6,387,209,880
1996-97*,(Taxable)***	4,703,634,599	1,443,983,280	**	6,147,617,879
1997-98*	5,351,874,550	1,603,340,500	**	6,955,215,050
1997-98*,(Taxable)***	4,847,235,699	1,603,340,500	**	6,450,576,199
1998-99*	5,940,200,550	1,626,585,350	**	7,566,785,900
1998-99*,(Taxable)***	5,005,030,961	1,626,585,350	**	6,631,616,311
1999-00*	6,990,962,278	1,637,481,660	**	8,628,443,938
1999-00*,(Taxable)***	5,219,200,241	1,637,481,660	**	6,856,681,901
2000-01*	8,106,178,450	1,718,118,920	**	9,824,297,370
2000-01*,(Taxable)***	5,486,262,205	1,718,118,920	**	7,204,381,125
2001-02*	9,319,364,300	1,656,437,990	**	10,975,802,290
2001-02*,(Taxable)***	5,983,367,293	1,656,437,990	**	7,639,805,283
2002-03*	10,298,344,200	1,749,983,210	**	12,048,327,410
2002-03*,(Taxable)***	6,226,065,313	1,749,983,210	**	7,976,048,523
2003-04*	10,668,533,845	1,391,662,381	**	12,060,196,226
2003-04*,(Taxable)***	6,470,987,182	1,373,222,411	**	7,844,209,593
2004-05* @	11,267,123,205	1,573,479,752	**	12,840,602,957
2004-05*,(Taxable)***	6,901,965,178	1,544,256,706	**	8,446,221,884
2005-06* @	11,757,967,595	1,654,260,635	**	13,412,228,230
2005-06*,(Taxable)***	7,248,364,901	1,623,886,327	**	8,872,251,228
2006-07* @	11,799,604,984	1,655,569,747	**	13,455,174,731
2006-07*,(Taxable)***	7,644,256,163	1,654,017,924	**	9,298,274,087
2007-08* @	12,466,772,681	1,646,721,974	**	14,113,494,655
2007-08*,(Taxable)***	8,252,473,399	1,644,285,424	**	9,896,758,823

* Excludes inventories valued at \$718,498,590, and exempted by Act No. 234 of 1975.
Reimbursement for this loss is provided to local units of government under Act 228 of 1975.

** Included in Commercial and Industrial Real Estate totals.

*** Beginning with FY1995-96 taxable values cannot exceed the statewide rate of inflation of the prior year (3.2%)
on a per parcel basis, except where increases are due to physical changes in the parcel (P.A. 415 of 1994).

@ Includes Renaissance Zone starting in FY 2004-05. FY2008 Ren Zone Valuations: \$311,854,906 (SEV) and \$278,241,810 (taxable)

CITY OF DETROIT
2007-08 MAYOR'S RECOMMENDED BUDGET
Tax Levies City of Detroit Properties

Fiscal Year	General City	Detroit Board of Education (1)	State Education Tax (5)	County	Total
1960-61.....	\$ 121,077,858	\$ 94,205,332	\$	\$ 33,940,776	\$ 249,223,966
1965-66.....	105,448,845	88,918,529		38,397,987	232,765,361
1970-71.....	140,400,031	124,697,667		38,061,102	303,158,800
1975-76.....	161,428,791	164,727,503		51,491,825	377,648,119
1980-81.....	176,581,644	191,847,319		51,019,886	419,448,849
1985-86.....	169,062,847	216,552,763		49,535,137	435,150,747
1990-91.....	172,460,594	258,902,925		60,652,474	492,015,993
1991-92.....	190,905,912 (3)	262,382,532		60,562,865	513,851,308
1992-93.....	186,176,966	276,079,693		61,091,188	523,347,847
1993-94.....	188,297,212	272,626,495		65,539,689	526,463,396
1994-95.....	197,313,945 (4)	95,334,578	35,374,658	66,032,694	394,055,875
1995-96 (6).....	201,028,552	108,176,585	35,323,942	65,938,025	410,467,104
1996-97 (6).....	208,545,642	116,327,948	36,885,707	69,959,891	431,719,188
1997-98 (6).....	218,532,621	123,999,287	38,703,457	73,343,051	454,578,416
1998-99 (6).....	224,248,105	119,112,851	39,789,698	75,069,897	458,220,551
1999-00 (6).....	231,310,164	119,281,201	41,140,091	76,375,208	468,106,664
2000-01 (6).....	254,396,783 (7,8)	132,788,296	43,226,287	79,655,240	510,066,606
2001-02 (6).....	271,465,964	166,267,827	45,838,832	95,799,339	579,371,962
2002-03 (6).....	275,262,208	193,401,318	47,856,291	111,580,931	628,100,748
2003-04 (6) (11).....	270,734,265	202,131,084	39,221,048	109,729,510	621,815,907
2004-05 (6).....	283,992,022	229,515,641	50,014,739	116,585,189	680,107,591
2005-06 (6).....	303,188,614	242,125,199	52,498,981	122,303,376	720,116,170
2006-07 (6).....	309,207,153	234,663,084	53,976,932	125,746,461	723,593,630
2007-08 (12) (13)	314,054,199	(9)	57,711,102	(10)	

(1) Includes Detroit Public Library at 0.640 mills through 1993-94.
(2) Includes Detroit Public Library at 1.000 mills, commencing on 12-1-84.
(3) Includes Detroit Public Library at 2.000 mills, commencing on 7-1-91.
(4) Includes 0.640 mills for the Detroit Public Library allocated by the Wayne County Tax Allocation Board commencing on 7-1-94.
(5) Statewide Education Tax at 6.000 mills commencing on 7-1-94.
(6) Levies are based on taxable valuations commencing on 7-1-95 (P.A. 415 of 1994).
(7) Includes Detroit Public Library at 2.9943 mills, commencing on 7-1-00.
(8) Tax Rates (excluding debt service and state education) were rolled back by a factor of 0.9981 (MCL211.23d).
(9) Levy not determined until June 2007.
(10) Levy not determined until December 1, 2007. County levy is based on the original tax valuation within the City (11) P.A. 243 of 2002 provided for a 1 mill decrease in the SET for a period of 1-year.
(12) Includes Detroit Public Library additional 1.000 mill, commencing on 7-1-2005.
(13) Tax Rates (excluding debt service and state education) were rolled back by a factor of 0.9995 (MCL211.23d)

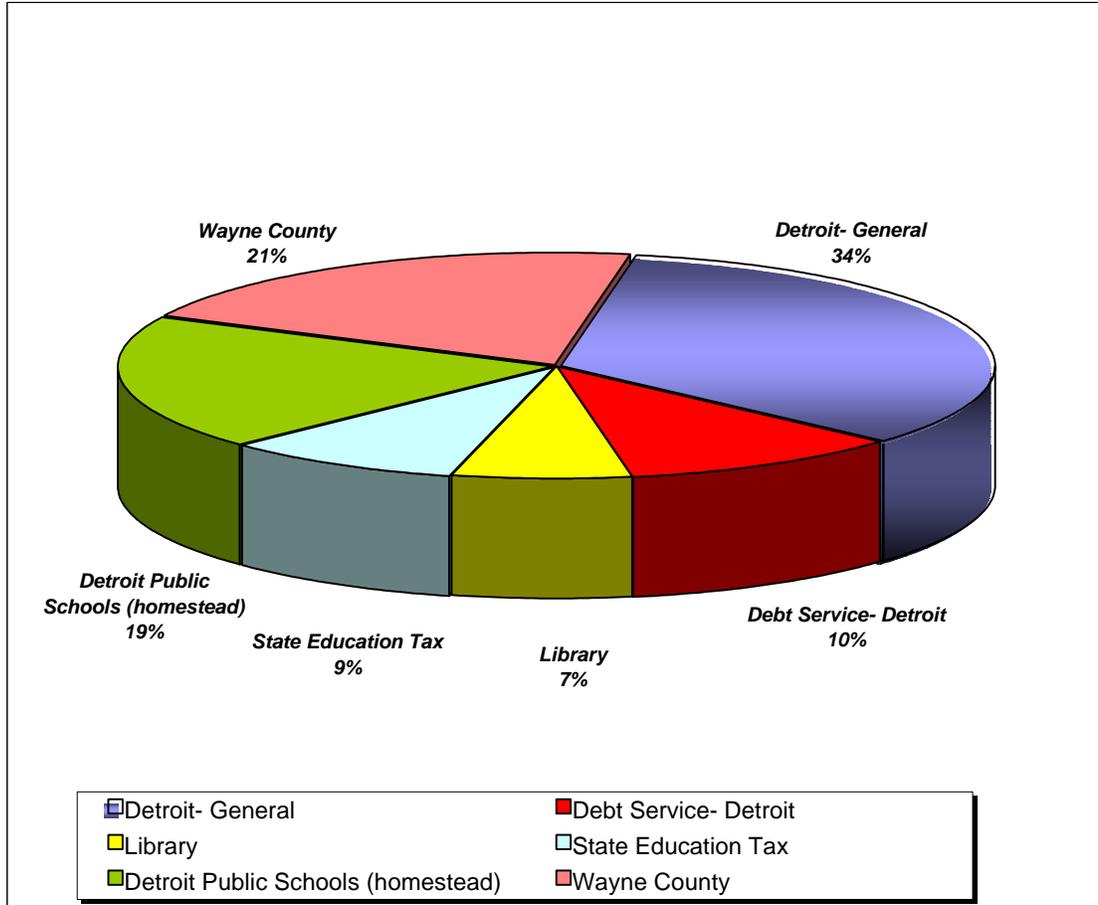
CITY OF DETROIT
2007-08 MAYOR'S RECOMMENDED BUDGET
 Taxable Valuations - Special Districts
 Public Acts 198, 255, 147 and 146

	Rehabilitation or Restoration of Existing Facilities	New or Replacement Facilities	IFT Renaissance Zone	Total
Public Act 198 of 1974 - Industrial Facilities Tax				
1975-76.....	\$14,086,590	\$0		\$14,086,590
1981-82.....	57,319,032	17,319,950		74,638,982
1982-83.....	80,422,632	24,127,120		104,549,752
1983-84.....	68,276,032	37,379,560		105,655,592
1984-85.....	66,515,302	69,162,660		135,677,962
1985-86.....	64,359,362	134,115,340		198,474,702
1986-87.....	63,709,552	206,031,060		269,740,612
1987-88.....	42,546,696	225,466,610		268,013,306
1988-89.....	41,536,926	205,444,220		246,981,146
1989-90.....	40,263,096	196,764,000		237,027,096
1990-91.....	32,062,196	185,406,690		217,468,886
1991-92.....	19,052,176	234,121,140		253,173,316
1992-93.....	8,278,806	373,214,290		381,493,096
1993-94.....	6,373,500	357,096,010		363,469,510
1994-95.....	6,217,390	360,350,389		366,567,779
1995-96.....	5,788,640	291,002,750		296,791,390
1996-97.....	5,333,420	182,999,947		188,333,367
1997-98.....	5,316,270	226,429,992		231,746,262
1998-99.....	17,607,540	453,502,146		471,109,686
1999-00.....	17,312,840	654,205,868		671,518,708
2000-01.....	15,973,850	748,602,462		764,576,312
2001-02.....	15,900,470	784,862,307		800,762,777
2002-03.....	16,622,370	871,439,815		888,062,185
2003-04.....	12,814,560	718,896,766		731,711,326
2004-05.....	12,820,740	697,822,376	27,608,775	738,251,891
2005-06.....	12,545,850	616,504,542	29,497,914	658,548,306
2006-07.....	12,545,850	558,086,811	27,733,783	598,366,444
2007-08.....	13,678,283	630,725,666	23,448,984	667,852,933
Public Act 255 of 1978 - Commercial Facilities Tax				
1980-81.....	\$117,572	\$711,050		\$828,622
1981-82.....	504,722	11,072,100		11,576,822
1982-83.....	948,572	18,802,600		19,751,172
1983-84.....	967,822	23,746,250		24,714,072
1984-85.....	1,969,372	25,963,350		27,932,722
1985-86.....	1,980,522	36,296,750		38,277,272
1986-87.....	2,874,522	45,175,400		48,049,922
1987-88.....	2,750,772	47,683,150		50,433,922
1988-89.....	2,723,822	48,117,570		50,841,392
1989-90.....	2,723,822	45,396,960		48,120,782
1990-91.....	2,474,522	48,223,450		50,697,972

2007-08 MAYOR'S RECOMMENDED BUDGET
 Taxable Valuations - Special Districts
 Public Acts 198, 255, 147 and 146

	Rehabilitation or Restoration of Existing Facilities	New or Replacement Facilities	IFT Renaissance Zone	Total
Public Act 255 of 1978 - Commercial Facilities Tax (Continue)				
1991-92.....	2,312,072	45,117,450		47,429,522
1992-93.....	2,312,072	45,039,400		47,351,472
1993-94.....	2,129,764	41,434,020		43,563,784
1994-95.....	1,652,832	35,787,049		37,439,881
1995-96.....	1,534,282	8,884,939		10,419,221
1996-97.....	1,515,032	8,588,367		10,103,399
1997-98.....	820,882	9,409,017		10,229,899
1998-99.....	246,532	0		246,532
1999-00.....	88,132	0		88,132
2000-01.....	0	0		0
Public Act 147 of 1992 - Neighborhood Enterprise Zone Tax				
1994-95.....	\$0	\$2,291,550		\$2,291,550
1995-96.....	0	2,640,000		2,640,000
1996-97.....	0	3,921,600		3,921,600
1997-98.....	0	9,026,700		9,026,700
1998-99.....	0	14,171,944		14,171,944
1999-00.....	0	33,312,900		33,312,900
2000-01.....	0	25,534,800		25,534,800
2001-02.....	143,600	26,460,400		26,604,000
2002-03.....	82,850	38,548,350		38,631,200
2003-04.....	83,179	46,284,909		46,368,088
2004-05.....	140,158	53,587,271		53,727,429
2005-06.....	1,637,606	62,456,061		64,093,667
2006-07.....	4,530,861	76,282,161		80,813,022
2007-08.....	5,723,286	90,934,801		96,658,087
Public Act 146 of 2000- Obsolete Property Rehabilitation Act				
	Obsolete-Rehab	Obsolete-Frozen		
2004-05.....	1,922,226			1,922,226
2005-06.....	1,924,734			1,924,734
2006-07.....	25,711,591	3,438,289		29,149,880
2007-08.....	22,204,553	5,307,483		27,512,036

CITY OF DETROIT COMBINED PROPERTY TAXES



**** Of the property taxes a City of Detroit resident pays, 34% of the total goes to City services.

Taxing Entities	FY07 Tax Rates per \$1,000 of Taxable Valuation	Taxes on a \$100,000 Home	% of Total
Detroit- General	19.9520 *	\$ 997.60	30.40%
Debt Service- Detroit	8.0683	\$ 403.42	12.29%
Library	4.6307	\$ 231.54	7.06%
State Education Tax	6.0000	\$ 300.00	9.14%
Detroit Public Schools (homestead)	13.0000	\$ 650.00	19.81%
Wayne County	13.9778	\$ 698.89	21.30%
Total	65.6288	\$ 3,281.45	100.00%

Note: Detroit Public School also levies 18.0000 mills for non-homestead property.

* Garbage mills of 2.9928 were eliminated in FY 2006-07 for residential property and replaced with a garbage fee. As of July 1, 2005, tax rates (excluding debt service and state education) were rolled back by a factor of 0.9995 (MCL211.23 (Headlee))