



**OFFICE OF THE
CHIEF FINANCIAL OFFICER
OFFICE OF BUDGET**

Coleman A. Young Municipal Center
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February 21, 2025

Honorable Detroit City Council
Coleman A. Young Municipal Center
2 Woodward Avenue
Detroit, MI 48226

Re: Fiscal Year 2024-2025 Supplemental Appropriations and Transfers Request

Honorable Detroit City Council Members:

The Administration is requesting Fiscal Year 2024-2025 supplemental appropriations and transfers for the expenditures outlined below and in the attached resolution.

Resource Increases:

- \$46.4 million of the revenue increase approved at the February 2025 Revenue Estimating Conference

Appropriation Increases:

- \$8 million for General Services Department to cover inflationary pressures for fuel, parts, and services
- \$6 million for the emergency flood response in Southwest Detroit
- \$7 million for board up and clean out of various sites throughout the city
- \$14 million transfer to Solid Waste Management Fund for the enhanced trash hauling contracts and service expansion
- \$4.4 million for facility improvements
- \$3.1 million for Electrical Vehicle (EV) charging stations throughout the city on major corridors
- \$3 million for City-wide Outcome Advertising
- \$0.9 million for community violence intervention

In addition, this resolution authorizes the CFO to establish ARPA Appropriation 22020-ARPA Reassigned and transfer unspent ARPA funds as they become available. These funds will allow the City to amend contracts for existing ARPA projects.

We respectfully request your approval of the attached resolution, with a waiver of reconsideration, to authorize these supplemental appropriations and transfers.

Sincerely,



Tanya Stoudemire

Chief Deputy CFO / Interim Budget Director

Att: Fiscal Year 2024-2025 Supplemental Appropriations and Transfers Resolution

Cc: Jay B. Rising, Chief Financial Officer
Tanya Stoudemire, Chief Deputy CFO
John Naglick, Jr., Chief Deputy CFO/Finance Director/Controller
Donnie Johnson, Deputy Budget Director
Regina Greear, Deputy CFO/Departmental Financial Services
Malik Washington, City Council Liaison

RESOLUTION

BY COUNCIL MEMBER _____

WHEREAS, Section 17(1) of State of Michigan Public Act 2 of 1968 (the “Uniform Budgeting and Accounting Act”) states that a deviation from the original general appropriations act shall not be made without amending the general appropriations act; and

WHEREAS, Section 18(3) of the Uniform Budgeting and Accounting Act states that an administrative officer of the local unit shall not incur expenditures against an appropriation account in excess of the amount appropriated by the legislative body; and

WHEREAS, Section 8-210 of the 2012 Detroit City Charter authorizes that if during the fiscal year the Mayor advises the City Council that there are available for appropriation revenues in excess of those estimated in the budget, the City Council may make supplemental appropriations for the year up to the amount of the excess; and

WHEREAS, Section 8-211 of the 2012 Detroit City Charter authorizes that any time during the fiscal year upon written request by the Mayor, the City Council may, by resolution, transfer all or part of any unencumbered appropriation balance among the programs, services or activities within an agency or from one agency to another; and

WHEREAS, the OCFO-Office of Budget, on behalf of the Mayor, has submitted recommended supplemental appropriations and transfers to the Detroit City Council, as provided in this resolution and the attached Schedule A; and

WHEREAS, pursuant to Public Law 117-2 (the “American Rescue Plan Act of 2021”, commonly referred to as “ARPA”), the City obligated on or before December 31, 2024 its award of \$826,675,290 from the Coronavirus State and Local Fiscal Recovery Fund (“SLFRF”) created as part of ARPA (“ARPA Funds”); and

WHEREAS, pursuant to rules and regulatory guidance propounded by the United States Department of Treasury (“Treasury”) under its authority to administer SLFRF and the funds awarded thereunder, Treasury has provided clarification related to what adjustments to an obligation are authorized after December 31, 2024, including limitations of when replacement obligations may be incurred and to extent to which SLFRF funds may be reclassified from a reported activity to another project that would be eligible under the program rules and regulatory guidance;

WHEREAS, the City desires to create an appropriation of an ARPA Funds that are identified as eligible for replacement obligations or reclassification under SLFRF program rules and regulatory guidance and from which, with the approval of City Council, may be designated for eligible projects;

NOW, THEREFORE, BE IT RESOLVED, that the Detroit City Council hereby approves amending the Fiscal Year 2024-2025 Budget by increasing and decreasing Revenue and Expenditure Appropriations as outlined in the attached Schedule A; **AND BE IT FURTHER**

RESOLVED, that the Chief Financial Officer, or their designee, may establish ARPA Appropriation 22020-ARPA Reassigned for the purpose of funding any replacement obligations or reclassifications under SLFRF program rules and regulatory guidance and any cost overruns experienced on any ARPA obligation authorized on or before December 31, 2024; **AND BE IT FURTHER**

RESOLVED, that the Chief Financial Officer, or their designee, is authorized to determine and transfer between any existing ARPA Appropriation and ARPA Appropriation 22020 any available funds to be utilized for the purposes of that appropriation; **AND BE IT FURTHER**

RESOLVED, utilization of any ARPA funds transferred for the purposes of ARPA Appropriation 22020 shall be approved by City Council unless the use is related to and not in excess of the obligation from which funds were transferred; **AND BE IT FURTHER**

RESOLVED, that upon the reductions of existing obligations specified in the attached Schedule B the specified transfers are approved; **AND BE IT FINALLY**

RESOLVED, that the Chief Financial Officer, or their designee, is hereby authorized and shall take all appropriate actions necessary to implement the foregoing provisions and actions authorized by this resolution.

Schedule A: Fiscal Year 2024-2025 Supplemental Appropriations and Transfers				
Fund	Type	Dept	Approp. No. and Name	Change
1000-General Fund	Revenue Increase	35-Non-Dept	29352-Major Taxes and Other Revenues (Feb 2025 REC)	(46,400,000)
1000-General Fund	Expenditure Increase	25-Health	21245-Community Violence Intervention	900,000
1000-General Fund	Expenditure Increase	35-Non-Dept	26352-Solid Waste Services Support	14,000,000
1000-General Fund	Expenditure Increase	35-Non-Dept	28352-Media Services & Communications	3,000,000
1000-General Fund	Expenditure Increase	47-GSD	25470-Safe Neighborhoods - GSD	670,000
1000-General Fund	Expenditure Increase	47-GSD	26470-Parks and Public Space Management	3,130,000
1000-General Fund	Expenditure Increase	47-GSD	27470-Recreation - GSD	1,700,000
1000-General Fund	Expenditure Increase	47-GSD	29470-GSD Shared Services	2,100,000
1000-General Fund	Expenditure Increase	47-GSD	29471-GSD - Administration	400,000
1000-General Fund	Expenditure Increase	35-Non-Dept	21520-Emergency Response	6,000,000
1003-Blight Remediation Fund	Expenditure Increase	47-GSD	20253-Blight Remediation Projects	2,000,000
1003-Blight Remediation Fund	Expenditure Increase	16-CDD	21200-Detroit Demolition	5,000,000
4533-City of Detroit Capital Projects	Expenditure Increase	47-GSD	20507-CoD Capital Projects	3,100,000
4533-City of Detroit Capital Projects	Expenditure Increase	Various	20507-CoD Capital Projects	4,400,000
				46,400,000

Schedule B

Fund	Dept	Approp No. And Name	Obligation/Contract No.	Change
3923-ARPA Fund	35-Non-Dept	22020-ARPA Reassigned	TBD	9,471,312,.33
3923-APRA Fund	16-CDD	22003-Commercial and Industrial Demolition	6005406, 6005986, 6005904, 6005905, 6005906, 6005807,6005788, 6005903, 6005924, 6006074	(5,471,312.33)
3923-ARPA Fund	33-Mayor's Office	22002-City Services and Infrastructure	6006002, 6006026	(4,000,000)