



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

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March 9, 2022

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

Re: Fiscal Year 2021-2022 Budget Amendment for Elections, Fire, Law, and Housing and Revitalization Departments (Revised March 9, 2022 to correct an error)

Honorable Detroit City Council Members:

The Administration is requesting a Fiscal year 2021-2022 budget amendment to provide supplemental appropriations to the Elections, Fire, and Law Departments totaling \$7.2 million.

Under State of Michigan Public Act 2 of 1968 (the "Uniform Budgeting and Accounting Act") and the 2012 Detroit City Charter, the City cannot incur expenditures in an appropriation account in excess of the amount appropriated by the Detroit City Council. Under Section 8-210 of the 2012 Detroit City Charter, if the Administration advises the City Council that there are available for appropriation revenues in excess of those estimates in the budget, the Administration may request supplemental appropriations for the current fiscal year up to the amount of the excess.

The attached resolution, if approved by this honorable body, will appropriate prior year fund balance as follows:

- \$2 million to the Elections Department for costs incurred for the 2021 Election
- \$2 million to the Fire Department for projected expenses exceeding their total budget due to overtime from high turnover and staff absences due to Covid-19
- \$2.5 million to the Law Department for outside counsel and litigation support
- \$0.7 million to the Housing and Revitalization Department to appropriate the prior year unexpended Job Development & Employer Outreach program balance for payment due to Detroit Employment Solution Corporation for program services

We respectfully request your approval of the attached resolution, with a waiver of reconsideration.

Best regards,

Steven Watson
Deputy CFO / Budget Director

Att: Fiscal Year 2021-2022 Budget Amendment Resolution – Election, Fire, Law, and HRD

Cc: Jay B. Rising, Chief Financial Officer
John Naglick, Jr., Chief Deputy CFO/Finance Director
Tanya Stoudemire, Chief Deputy CFO/Policy & Administration Director
Gail Fulton, 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, under the Uniform Budgeting and Accounting Act and the Home Rule City Act, the Mayor and Chief Financial Officer are charged with the responsibility and power to maintain a balanced budget with anticipated and supplemental expenditures that do not exceed available revenues; 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, the City wishes to provide an additional \$2,000,000 to the Department of Elections for costs incurred for the 2021 Election; and

WHEREAS, the City wishes to provide an additional \$2,000,000 to the Fire Department for increased overtime costs resulting from high turnover and staff absences from Covid-19; and

WHEREAS, the City wishes to provide an additional \$2,500,000 to the Law Department for outside counsel and litigation support; and

WHEREAS, the City wishes to provide an additional \$700,000 to the Housing and Revitalization Department to appropriate the prior year unexpended Job Development & Employer Outreach program balance for payment due to Detroit Employment Solution Corporation for program services.

NOW, THEREFORE, BE IT RESOLVED, that the Detroit City Council hereby approves amending the Fiscal Year 2021-2022 Budget by increasing Revenue Appropriation No. 20255 for the use of prior year surplus by \$7,200,000 to make the one-time supplemental expenditure appropriations provided hereinbelow; **AND BE IT FURTHER**

RESOLVED, that the Detroit City Council hereby approves amending the Fiscal Year 2021-2022 Budget by increasing Expenditure Appropriation No. 28710 by \$2,000,000 for the Department of Elections; **AND BE IT FURTHER**

RESOLVED, that the Detroit City Council hereby approves amending the Fiscal Year 2021-2022 Budget by increasing Expenditure Appropriation No. 25242 by \$2,000,000 for the Fire Department; **AND BE IT FURTHER**

RESOLVED, that the Detroit City Council hereby approves amending the Fiscal Year 2021-2022 Budget by increasing Expenditure Appropriation No. 29320 by \$2,500,000 for the Law Department; **AND BE IT FURTHER**

RESOLVED, that the Detroit City Council hereby approves amending the Fiscal Year 2021-2022 Budget by increasing Expenditure Appropriation No. 20619 by \$700,000 for the Housing and Revitalization Department; **AND BE IT FINALLY**

RESOLVED, that the Deputy CFO/Budget Director is hereby authorized and shall take all appropriate actions necessary to implement the foregoing provisions and actions authorized by this resolution.