



Council District Budget Priorities Forums

January and February 2022

**Honorable City Council
Office of the Chief Financial Officer-Office of Budget
Department of Neighborhoods**

Introduction

- Welcome to 1 of 7 Budget Priorities Forums
- We are preparing the Mayor's Recommended Annual Budget for the fiscal year beginning July 1, 2022
- The Mayor will present his recommended budget to City Council on March 7, 2022
- Today we will provide an overview of the City budget and provide you an opportunity to provide feedback on your priorities for the coming year

CITY OF DETROIT

Notice of Public Outreach

You are invited to give input on the following proposal:

PROPOSAL

The Mayor's Recommended Budget for FY2022-2023

OUTREACH DETAILS

FY2022-2023 Budget Priorities Virtual Forums will occur for each City Council District. Join your District meeting via Zoom:


District 5 - Jan 18, 2022- 5:30pm - <https://cityofdetroit.zoom.us/j/87898914341>
District 6 - Jan 20, 2022- 5:00pm - <https://cityofdetroit.zoom.us/j/3631409738>
District 3 - Jan 25, 2022- 5:00pm - <https://cityofdetroit.zoom.us/j/93947894155>
District 4 - Jan 25, 2022- 5:00pm - <https://cityofdetroit.zoom.us/j/89532011115>
District 1 - Jan 27, 2022- 5:30pm - <https://cityofdetroit.zoom.us/j/92945572636>
District 7 - Jan 26, 2022- 5:00pm - <https://cityofdetroit.zoom.us/j/85682928727>
District 2 - Feb 08, 2022- 6:00pm - Zoom Meeting ID: 99861905552 pass: 222222

ADMINISTRATIVE SUMMARY

The Budget Office within the City of Detroit Office of the Chief Financial Officer is preparing the Mayor's Recommended Annual Budget for programs, services and activities of the City of Detroit in fiscal year July 1, 2022 to June 30, 2023. The Recommended Annual Budget will be presented with the Four-Year Financial Plan to the Detroit City Council on March 7, 2022, for their review and adoption. The Mayor's Recommended Annual Budget is an estimated \$2 billion proposal, including an estimated \$1 billion of general fund activities.

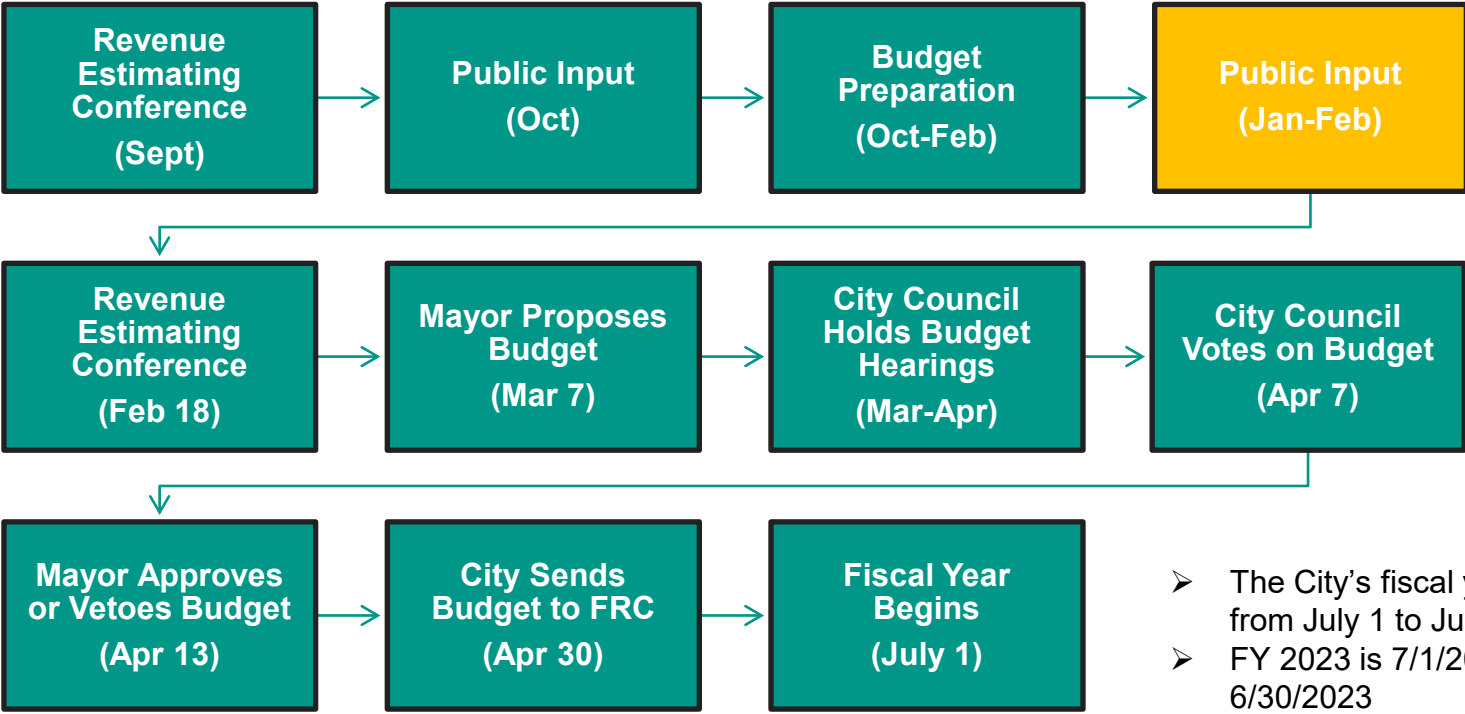
ONLINE FEEDBACK

The OCFO-Office of Budget will receive feedback, comments and documents through the inbox: yourbudget@detroitmi.gov

 With advance notice of when calendar days, the City of Detroit will provide interpretation of public meetings, including language translation and reasonable accommodations. Please contact the Civil Rights, Inclusion and Opportunity Department at (313) 224-4664, through the TTY number 711, or email info@detroitmi.gov to schedule these services.



How is the budget built?



- The City's fiscal year runs from July 1 to June 30
- FY 2023 is 7/1/2022 to 6/30/2023



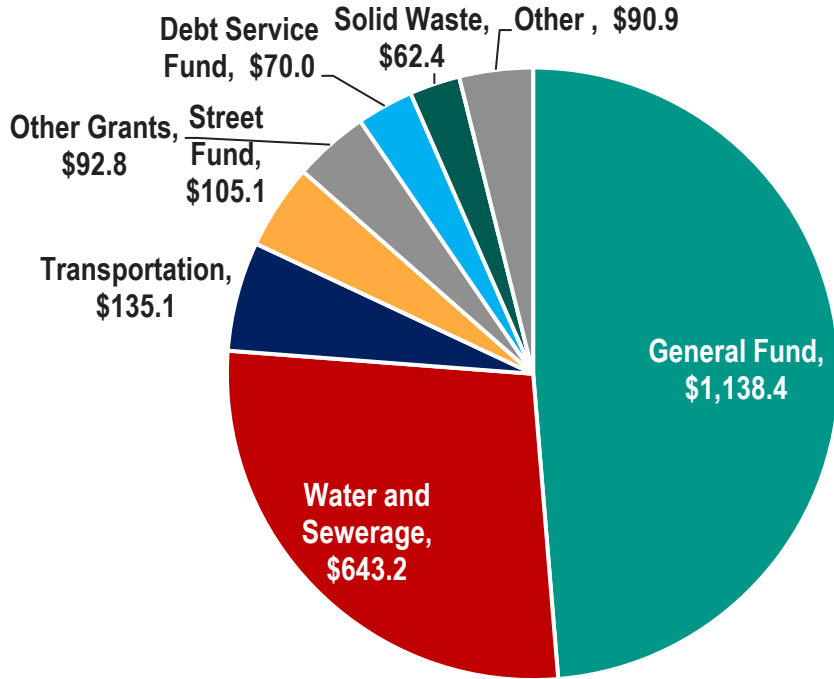
Public Input on the Budget Every Year

- Email us any time: **YourBudget@detroitmi.gov**
- **October**, 3rd Thursday: Annual Public Budget Meeting
- **Jan-Feb**: 7 Community Budget Priorities Forums, one in each Council District
- **Feb and Sept**: Revenue Estimating Conferences
- **March and April**: Mayor's Budget Address and City Council budget hearings
- Look for more information at:

[Detroitmi.gov/Budget](https://detroitmi.gov/Budget)



Where does the money come from? (All Funds)

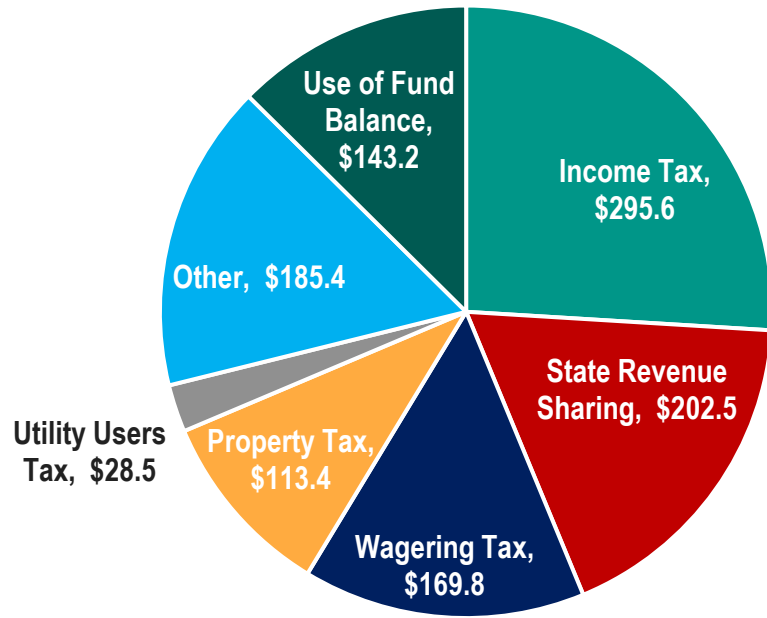


FY22 Adopted Budget (\$ in millions)

Over 10,000 City employees

- Detroit's city budget totals **\$2.3 billion**
- The General Fund is supported by general taxes and pays for most City services, including public health and safety, parks and recreation, and government operations
- The other funds are supported by grants and fees that are restricted for specific purposes, such as water and sewerage, public transportation, public health, street maintenance, and housing programs
- Schools and state/county services are separate

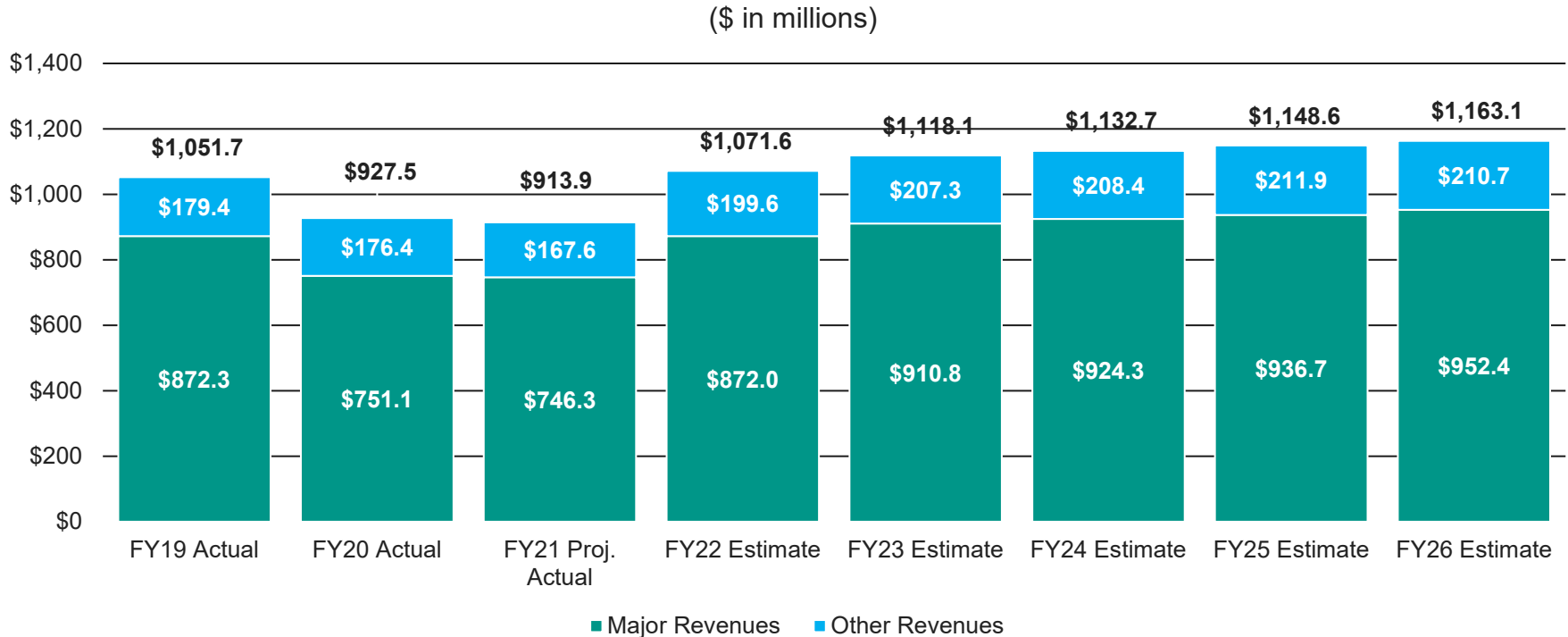
Where does the money come from? (General Fund)



FY22 Adopted Budget (\$ in millions)

- Detroit's General Fund is **\$1.1 billion**
- Most of it comes from 5 major tax revenues
- Other includes various fees and fines, (e.g., parking, courts, EMS, licenses, permits, and inspections)
- Use of fund balance includes spending one-time surpluses on non-recurring costs like beautification programs, emergency demolitions, and public improvement projects

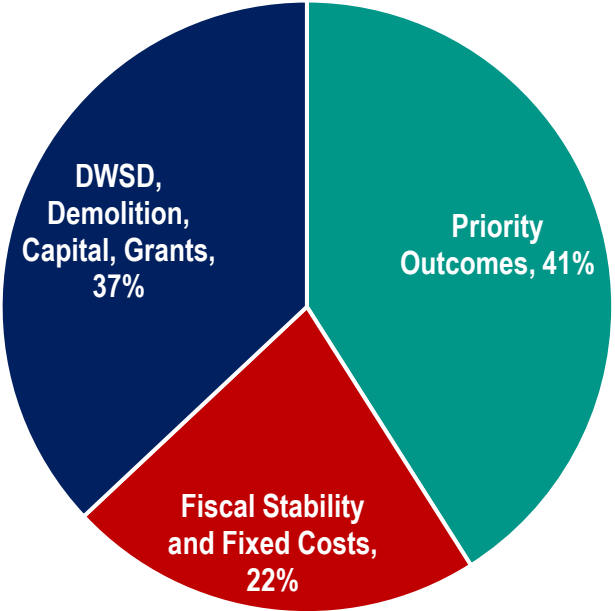
Annual revenue growth is limited



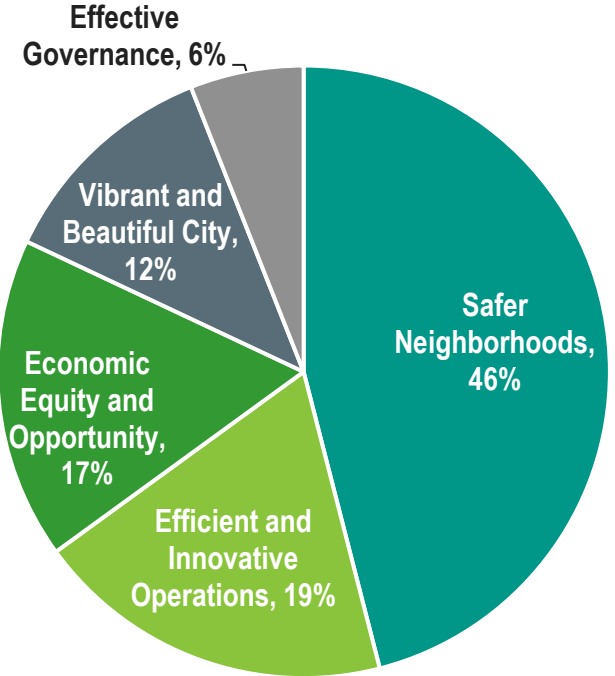
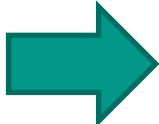
Note: Excludes non-recurring revenues, such as bond proceeds, asset sales, and one-time tax payments.



Where does the money go in the current budget?



FY22 Adopted Budget (\$2.3 billion)



Remaining Budget by Priority Outcome (\$960 million)

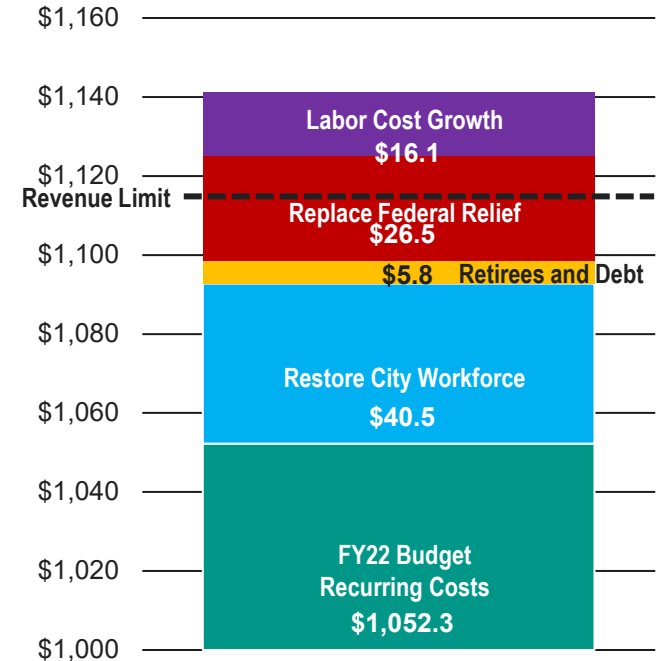


Where does the money go?

- The budget supports the costs of public services and programs investing in Detroiters and the physical landscape of the City
- Revenues have begun to recover, but modest growth limits our ability to add new ongoing costs
- We will need to prioritize among existing spending and proposed service enhancements to maintained fiscal balance
- But we have other sources from grants and philanthropy that support initiatives outside the annual budget:

American Rescue Plan
Strategic Neighborhoods Fund
Affordable Housing Leverage Fund
Detroit Housing for the Future Fund

FY23 Preliminary Budget Growth
(\$ in millions)



American Rescue Plan – Detroit Future Fund



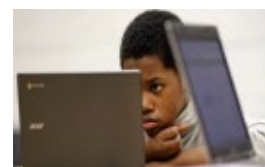
NEIGHBORHOODS
\$168.5 million



PARKS AND RECREATION
\$41 million



HOUSING
\$67 million



DIGITAL DIVIDE
\$45 million



JOBS
\$105 million



SMALL BUSINESS
\$40 million



PUBLIC SAFETY
\$50 million

City Services & Infrastructure \$250.2 million
Match Funding \$30 million

Go to [Detroitmi.gov/ARPA](https://detroitmi.gov/ARPA) for more info

District Forum interactives

3 Types of Prioritizations the City makes in the budget development process:

- 1. Priorities among service levels**
- 2. Weighing short-term spending against long-term investments**
- 3. Translating a policy goal into a meaningful action**



District Forum interactive #1: Service Priorities

Beautification and Public Safety are City priorities that will guide the budget.

12 additional Police Officers serving our neighborhoods



COSTS THE SAME AS



2 Floriculture Crews (15 positions)
beautifying our neighborhoods

Which of these is your priority?

District Forum interactive #2: Long-Term vs Now

The budget process creates the next annual budget as well as 4-year financial plan.

20% more effort every year to maintain neighborhood parks



COSTS THE SAME AS



one more cut of 100,000 vacant lots

Which of these would you fund?

District Forum interactive #3: Equity

The City is guided by equity for Detroiters. The Mayor appointed an Equity Council to inform city policy, with the following mission:

“In America, talent has been evenly distributed, opportunity has not.

As your City of Detroit government, we believe it’s our responsibility to fight that inequality.

We believe Detroit government can be a springboard for opportunity, helping Detroiters, no matter their neighborhood, achieve their dreams.”

City of Detroit Equity Council

Examples:

- **Housing Support**
- **Jobs for Detroiters**
- **Workforce Training**
- **Closing the Digital Divide**
- **Business Support**

How would you use the City Budget to promote equity?



What are Your Priorities?

**Public Comment:
“Raise Hand” function in Zoom (60 seconds each)**

YOURBUDGET@DETROITMI.GOV

Outreach Report delivered to City Council March 7