



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

CITY RESOLUTION 2016-11

**APPROVING THE CITY'S AUGUST 2016 BUDGET AMENDMENT
REQUESTS**

WHEREAS, Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), allows for the creation of the Detroit Financial Review Commission (the "Commission") within the Michigan Department of Treasury; and

WHEREAS, Section 6(1) of the Act empowers the Commission to provide oversight for the City of Detroit (the "City") beginning on the Effective Date of the Plan of Adjustment; and

WHEREAS, Section 7(c) of the Act provides that during the period of oversight, the Commission review, modify, and approve the City's proposed and amended operational budgets and that a proposed budget or budget amendment does not take effect unless approved by the Commission; and

WHEREAS, Section 6(3) of the Act further requires the Commission to ensure that the City complies with the requirements of the Uniform Budgeting and Accounting Act; and

WHEREAS, the Uniform Budgeting and Accounting Act prevents the City from deviating from its original general appropriations act without amending it and requires the City to amend its general appropriations act as soon as it becomes apparent that a deviation from the original general appropriations act is necessary and the amount of the deviation can be determined; and

WHEREAS, at the Commission meeting on August 29, 2016, the City presented budget amendment requests, attached as **Exhibit A** to this Resolution, for the Commission's review and approval.

NOW THEREFORE, be it resolved by the Detroit Financial Review Commission as follows:

1. That the City's August 2016 budget amendment requests, attached as **Exhibit A** to this Resolution but excluding any budget amendments a majority of Commission members present has agreed to exclude as noted in the minutes, are hereby approved.
2. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. This Resolution shall have immediate effect.

CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT
For August 29, 2016 MEETING

GRANT BUDGET AMENDMENTS

No.	Department	Grantor	Description	Amount		
				Revenue	Expense	Appr. #
July 25, 2016 Submission Read As:						
	Detroit City Council	The Scarab Club	This grant is being used to rehabilitate the Scarab Club roof and skylight, replace a damaged and rotten deck and install new insulation and flashing. Award amount from \$17,050 to \$24,000.	6,950	6,950	14056
Detroit City Council Amendment Total				6,950	6,950	
July 25, 2016 Submission Should Have Read As:						
1	Detroit City Council (Historic Designation Advisory Board)	Michigan State Housing Development Authority (State Historic Preservation Office)	The City of Detroit's Historic Designation Advisory Board received a grant from the Historic Preservation Fund Certified Local Government (CLG) program for the purpose of rehabilitation of the roof and skylight, replacement of a damaged and rotten deck and the installation of new insulation and flashing at the Scarab Club facility . The Scarab Club has agreed to contribute additional funding in order to cover the complete cost for repairs.	6,950	6,950	14056
Detroit City Council (Historic Designation Advisory Board) Amendment Total				6,950	6,950	
2	Housing & Revitalization (HRD)	U.S. Department of Housing and Urban Development	This grant will be used towards the completion of infrastructure improvements, streetscaping and ADA Compliance at the Art Center Urban Renewal Project. The area bounded by St. Antoine, Kirby, Ferry and the Chrysler Freeway is being developed into residential housing.	400,000	400,000	13941
Housing & Revitalization (HRD)				400,000	400,000	
Grand Total				406,950	406,950	

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NON-GRANT BUDGET AMENDMENTS

No.	Department	Description	Amount		Appr. #
			Revenue	Expense	
The purpose of the amendment is to establish a budget for facility operations .					
1	WDWSD-R & SDWSD-R	Reduce WDWSD-R Finance Appropriation	-	(1,843,319)	20169
		Reduce SDWSD-R Finance Appropriation	-	(2,764,979)	20180
		Increase SDWSD-R Operations Appropriation	-	4,608,298	20178
Net Change			0	0	
The purpose of the amendment is to adjust projected revenues and expenditures to reflect the implementation of a new drainage program.					
2	SDWSD-R	To increase SDWSD-R Operating Revenue Appropriation to reflect additional revenue projections generated by the change in the drainage rate structure.	4,438,336	-	20184
		To increase SDWSD-R Administration Appropriation to reflect additional expenditures generated as a result of the expanded drainage program.	-	4,438,336	20177
Total			4,438,336	4,438,336	
Grand Total			4,438,336	4,438,336	

**Non-Grant Budget Amendment No. 2 (\$4,438,336 for SDWSD-R) was tabled at the August 29, 2016 FRC meeting and not included in the FRC's approval.*