

SPECIAL MEETING OF THE DEARBORN HEIGHTS CITY COUNCIL

FEBRUARY 21, 2012

12-061 The meeting was called to order at 7:04 p.m. by Council Chairman Kenneth R. Baron.

Roll Call showed the following:

Present: Councilman Ned Apigian, Councilwoman Janet S. Badalow, Council Chairman Kenneth R. Baron, Councilman Tom Berry, Councilwoman Lisa Hicks-Clayton, Councilwoman Margaret M. Horvath, Councilwoman Margaret M. Van Houten.

Absent: None.

Also Present: City Clerk Prusiewicz, Mayor Paletko, Treasurer Riley, Assessor McDermott, Building & Engineering Director Sobh, Comptroller Macari, Corporation Counsel Miotke, Human Resource Director Sobota-Perry, Police Chief Gavin, Public Service Administrator Zimmer.

The Pledge of Allegiance was led by City Clerk Prusiewicz.

12-062 Motion by Councilwoman Badalow, seconded by Councilwoman Van Houten, that the Agenda for the Special Meeting of February 21, 2012, be approved as submitted.

Motion unanimously adopted.

12-063 Motion by Councilman Berry, seconded by Councilman Apigian, that the City Council accepts the Budget Deficit Plan by Mayor Paletko as follows:

WHEREAS City of Dearborn Heights's General Fund has a \$5,128,621 deficit fund balance on June 30, 2011, and

WHEREAS, Act 275 of the Public Acts of 1980 requires that a Deficit Elimination Plan be formulated by the local unit of government and filed with the Michigan Department of Treasury:

NOW THEREFORE IT IS RESOLVED that the City of Dearborn Heights's legislative body adopts the following as the City of Dearborn Heights's General Fund Deficit Elimination Plan:

<u>REVENUES</u>	2011-2012 Amended Budget	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast
Property Taxes	19,372,496	21,188,114	20,523,764	20,674,456	20,674,456
State Shared Revenue	4,754,700	4,826,000	4,898,400	4,971,900	4,971,900
Court Revenue	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000
Reimbursements Other Funds	3,725,000	3,725,000	3,725,000	3,725,000	3,725,000
Other Revenue	5,968,450	5,650,450	5,625,450	5,625,450	5,625,450
REVENUES TOTAL	36,220,646	37,789,564	37,172,614	37,396,806	37,396,806
<u>EXPENSES</u>					
Elected	952,909	973,967	974,314	974,725	974,725
Public Safety	15,442,422	15,101,003	15,325,553	15,390,303	12,073,622
Finance and Admin	568,838	540,641	543,481	543,481	543,481
Building Maintenance	816,687	752,189	752,189	752,189	752,189
Building Engineering	484,922	503,726	503,726	503,726	503,726
Recreation	905,467	720,467	720,467	720,467	720,467
Commission	43,300	49,300	49,300	49,300	49,300
Health Care	5,659,330	5,998,900	6,538,800	7,127,300	6,770,300
Other Fringes	2,001,029	2,088,400	2,291,200	2,294,700	2,294,700
Pensions	3,344,972	3,351,172	3,357,572	3,364,272	3,364,272
Sanitation	3,340,000	3,340,000	3,340,000	3,340,000	3,340,000
General Government	2,570,932	2,534,582	2,602,552	2,649,962	2,649,662
	36,130,808	35,954,347	36,999,154	37,710,425	34,036,444

Surplus/(Deficit)	89,838	1,835,217	173,460	(313,619)	3,360,362
<u>FUND BALANCE</u>					
Beginning Fund Balance	(5,128,621)	(5,038,783)	(3,203,566)	(3,030,106)	(3,343,725)
Annual Surplus/(Deficit)	89,838	1,835,217	173,460	(313,619)	3,360,362
Ending Fund Balance	(5,038,783)	(3,203,566)	(3,030,106)	(3,343,725)	16,637

BE IT FURTHER RESOLVED that the City of Dearborn Heights's Mayor submits the Deficit Elimination Plan to the Michigan Department of Treasury for certification.

Ayes: Councilman Apigian, Council Chairman Baron, Councilman Berry.
Nays: Councilwoman Badalow, Councilwoman Hicks-Clayton, Councilwoman Horvath, Van Houten.
Absent: None.

Motion defeated.

After further discussion, Councilwoman Hicks-Clayton changed her vote to Aye.

Ayes: Councilman Apigian, Council Chairman Baron, Councilman Berry, Councilwoman Hicks-Clayton.
Nays: Councilwoman Badalow, Councilwoman Horvath, Councilwoman Van Houten.
Absent: None.

Motion adopted.

12-064 Motion by Councilwoman Horvath, seconded by Councilwoman Hicks-Clayton, that the meeting be adjourned.

Motion unanimously adopted.

The meeting adjourned at 8:17 p.m.

WALTER PRUSIEWICZ
CITY CLERK

KENNETH R. BARON
COUNCIL CHAIRMAN

EVE SCHAFER
COUNCIL SECRETARY