



Dollars and Sense:

How the City of Farmington Hills Invests Your Money

A Citizen's Guide to the City of Farmington Hills
Economic Vitality, Financial Health and Operational Performance

Dated: November 2018

Introduction

All City residents have a vested interest in the economic and financial future of the City. This report is intended to provide ALL citizens with a snapshot assessment of the recent financial health and operational performance of the City of Farmington Hills, as well as a projection of the current and subsequent fiscal years. As a taxpayer, you deserve to know what your dollars are buying, and how efficiently and effectively the services and programs you receive are provided to you. This Report includes:

- The City's Certification to the State of Michigan Department of Treasury that we have produced and are making available to the general public the following documents:
 - A Performance Dashboard measuring recent performance in Fiscal Stability, Economic Strength, Public Safety and Quality of Life indicators;
 - A Debt Service Report reflecting the issuance date and amount, type of debt instrument, revenues pledged for each debt instrument, and the annual debt service payments to maturity; and
 - A Projected Budget Report for the General Fund for the current and subsequent fiscal years, summarized by revenue source and expenditure function.
 - The Michigan Community Financial Dashboard is available at <http://micommunityfinancials.michigan.gov/#!/dashboard/COUNTY/?lat=44.731431779455505&lng=-83.018211069625&zoom=5>. This dashboard is designed to provide residents with easy-to-use, visual data. The Michigan Community Financial Dashboard is provided by the Michigan Department of Treasury using data collected by local units of government.

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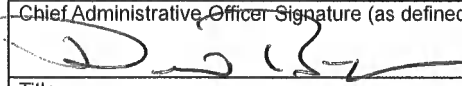
City, Village, and Township Revenue Sharing and County Incentive Program Certification

Issued under authority of 2018 Public Act 207. Filing is mandatory to qualify for payments.

Each city/village/township/county applying for City, Village, and Township Revenue Sharing or County Incentive Program payments must:

1. Certify to the Michigan Department of Treasury (Treasury) that the local unit listed below has produced and made available to the public a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report as required by 2018 Public Act 207. The local unit must include in any mailing of general information to its citizens, the Internet website address or the physical location where all the documents are available for public viewing in the clerk's office.
2. Submit to Treasury a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report.

This certification, along with a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report, **must be received by December 1, 2018**, (or the first day of a payment month) in order to qualify for that month's payment. Postmark dates will not be considered. For questions, call 517-373-2697.

PART 1: LOCAL UNIT INFORMATION			
Local Unit Name City of Farmington Hills		Local Unit County Name Oakland	
Local Unit Code 632055		Contact E-Mail Address sbarr@fhgov.com	
Contact Name Steve Barr	Contact Title Finance Director/Treasurer	Contact Telephone Number (248) 871-2446	Extension
Website Address, if reports are available online www.fhgov.com		Current Fiscal Year End Date June 30, 2018	
PART 2: CITIZEN'S GUIDE			
Check any of the following that apply:			
<input checked="" type="checkbox"/> The local unit has elected to use Treasury's online Citizen's Guide to comply with the legislative requirements. Therefore, a copy of the Citizen's Guide will not be submitted to Treasury.			
<input type="checkbox"/> The local unit does not have any unfunded liabilities (pensions or other postemployment benefits (OPEB)).			
PART 3: CERTIFICATION			
<i>In accordance with 2018 Public Act 207, the undersigned hereby certifies to Treasury that the above mentioned local unit 1) has produced a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report and 2) will include in any mailing of general information to our citizens, the Internet website address or the physical location where all the documents are available for public viewing in the clerk's office. The Citizen's Guide, Performance Dashboard, Debt Service Report, and Projected Budget Report are attached to this signed certification, unless otherwise noted in Part 2.</i>			
Chief Administrative Officer Signature (as defined in MCL 141.422b) 		Printed Name of Chief Administrative Officer (as defined in MCL 141.422b) Dave Boyer	
Title City Manager		Date 11/06/2018	

Completed and signed form (including required attachments) should be e-mailed to: **TreasRevenueSharing@michigan.gov**. If you are unable to submit via e-mail, fax to 517-335-3298 or mail the completed form and required attachments to:

Michigan Department of Treasury
Revenue Sharing and Grants Division
PO Box 30722
Lansing MI 48909

TREASURY USE ONLY		
CVTRS/CIP Eligible Y N	Certification Received	Citizen's Guide Received
Performance Dashboard Received	Debt Service Report Received	Projected Budget Report Received
Final Certification	CVTRS/CIP Notes	

Performance Dashboard

Local Unit Name: City of Farmington Hills
Local Unit Code: 632055

	2017	2018	Trend	Performance
Fiscal Stability				
Annual All Governmental Fund expenditures per capita	\$1,118	\$972	↓ -13.1%	Positive
Fund Balance as % of annual General Fund expenditures	36.3%	44.4%	↑ 22.5%	Positive
Unfunded pension & OPEB liability, as a % of annual General Fund revenue	61%	60%	↓ -1.3%	Positive
Debt burden per capita	\$278	\$249	↓ -10.1%	Positive
Percentage of road funding provided by the General Fund	0.0%	0.0%	→ 0.0%	Neutral
Ratio of pensioners to employees	1.14	1.22	↑ 6.6%	Negative
Number of services delivered via cooperative venture	4	5	↑ 25.0%	Positive
Economic Strength				
% of community with access to high speed broadband	100%	100%	→ 0.0%	Neutral
% of community age 25+ with Bachelor's degree or higher	53%	53%	→ 0.0%	Neutral
Average age of critical infrastructure (years)	22.7	21.5	↓ -5.3%	Positive
Public Safety				
Violent crimes per thousand	0.75	0.97	↑ 30.6%	Negative
Property crimes per thousand	10.62	11.73	↑ 10.5%	Negative
Traffic injuries or fatalities	511	341	↓ -33.3%	Positive
Quality of Life				
Miles of sidewalks and non-motorized paths/trails as a factor of total miles of local/major roads & streets	0.47	0.47	→ 0.0%	Neutral
Percent of General Fund expenditures committed to arts, culture and recreation	8.0%	10.1%	↑ 25.8%	Neutral
Acres of parks per thousand residents	7.8	7.8	→ 0.8%	Neutral
Percent of community being provided with curbside recycling	72%	72%	→ 0.0%	Neutral

CITY OF FARMINGTON HILLS - BOND DEBT SCHEDULE

	Building Authority 47th District Court	Bldg. Auth. Subtotal	G.O. Limited CIP Bond	Golf Course	Total General Debt	G.O. Limited (SAD349)	G.O. Limited (SAD345-347)	Special Assessments (SAD333-336)	Total SAD Debt	General Debt	Special Assessments	Total
Issuance date	03/03/17											
Issued amount	3,805,000											
Revenue pledge	Taxes		Taxes	Taxes		Taxes	Taxes	Assessments				
18-19	Principal Interest	940,000 48,138	65,000 17,400	360,000 172,913	1,365,000 238,451	70,000 29,200	655,000 200,013	265,000 20,288	990,000 249,501	1,603,451	1,239,501	2,842,951
19-20	Principal Interest	995,000 35,918	65,000 16,100	380,000 161,813	1,440,000 213,831	85,000 27,650	655,000 180,363	265,000 14,988	1,005,000 223,001	1,653,831	1,228,001	2,881,831
20-21	Principal Interest	1,000,000 19,500	70,000 14,663	380,000 150,413	1,450,000 184,575	85,000 25,950	655,000 160,713	265,000 9,356	1,005,000 196,019	1,634,575	1,201,019	2,835,594
21-22	Principal Interest		75,000 12,938	425,000 140,463	500,000 153,400	85,000 24,250	660,000 140,988	255,000 3,188	1,000,000 168,426	653,400	1,168,426	1,821,826
22-23	Principal Interest		75,000 10,875	415,000 131,544	490,000 142,419	90,000 22,500	660,000 114,588		750,000 137,088	632,419	887,088	1,519,507
23-24	Principal Interest		80,000 8,550	435,000 121,438	515,000 129,988	90,000 20,700	665,000 88,113		755,000 108,813	644,988	863,813	1,508,801
24-25	Principal Interest		80,000 6,150	425,000 109,625	505,000 115,775	90,000 18,900	665,000 71,488		755,000 90,388	620,775	845,388	1,466,163
25-26	Principal Interest		80,000 3,750	450,000 95,375	530,000 99,125	90,000 17,100	665,000 58,188		755,000 75,288	629,125	830,288	1,459,413
26-27	Principal Interest		85,000 1,275	445,000 79,713	530,000 80,988	90,000 14,850	505,000 46,488		595,000 61,338	610,988	656,338	1,267,326
27-28	Principal Interest			490,000 63,350	490,000 63,350	90,000 12,150	510,000 36,338		600,000 48,488	553,350	648,488	1,201,838
28-29	Principal Interest			510,000 45,850	510,000 45,850	90,000 9,450	510,000 26,138		600,000 35,588	555,850	635,588	1,191,438
29-30	Principal Interest			530,000 27,650	530,000 27,650	90,000 6,750	510,000 15,938		600,000 22,688	557,650	622,688	1,180,338
30-31	Principal Interest			525,000 9,188	525,000 9,188	90,000 4,050	510,000 5,419		600,000 9,469	534,188	609,469	1,143,657
31-32	Principal Interest					90,000 1,350			90,000 1,350		91,350	91,350
TOTAL PRINCIPAL	2,935,000	2,935,000	675,000	5,770,000	9,380,000	1,225,000	7,825,000	1,050,000	10,100,000	10,884,588	11,527,444	22,412,032
TOTAL INTEREST	103,556	103,556	91,700	1,309,332	1,504,588	234,850	1,144,775	47,819	1,427,444			

City of Farmington Hills - General Fund Projected Budget Report

Local Unit Code: 632055
 Current Fiscal Year End Date: 6/30/2018

REVENUES	FY 2018/19 Current Budget	Projected Percentage Change for Next Year	FY 2019/20 Projected Budget	Assumptions
Property Taxes	\$ 31,678,645	2.34 %	\$ 32,419,925	Based on Assessing projections
Business Licenses & Permits	\$ 26,939	0.00 %	\$ 26,939	Based on historical average.
Other Licenses & Permits	\$ 1,128,813	15.17 %	\$ 1,300,000	Based on historical average.
Grants	\$ 361,575	0.00 %	\$ 361,575	Based on historical average.
State Shared Revenues	\$ 7,621,505	2.00 %	\$ 7,773,935	Based on projected increase from State.
Fees	\$ 5,726,228	3.03 %	\$ 5,900,000	Based on historical average.
Sales	\$ 461,550	19.16 %	\$ 550,000	Based on historical average.
Fines & Forfeitures	\$ 2,096,000	0.00 %	\$ 2,096,000	Based on historical average.
Interest Earnings	\$ 400,000	25.00 %	\$ 500,000	Based on continued rising interest rates.
Recreation User Charges	\$ 4,606,717	4.20 %	\$ 4,800,000	Based on historical average.
Other Revenue	\$ 2,198,400	4.62 %	\$ 2,300,000	Based on historical average.
Interfund Transfers (In)	\$ 1,316,850	0.00 %	\$ 1,316,850	No change projected.
Total Revenues	\$ 57,623,222		\$ 59,345,224	
EXPENDITURES				
Boards & Commissions	\$ 2,820,375	3.00 %	\$ 2,904,986	Based on known/expected contractual and inflationary increases.
General Government	\$ 10,638,635	3.00 %	\$ 10,457,794	Based on known/expected contractual and inflationary increases.
Public Safety (Police & Fire)	\$ 20,619,119	3.00 %	\$ 21,387,693	Based on known/expected contractual and inflationary increases.
Planning & Community Development	\$ 1,818,358	3.00 %	\$ 1,872,909	Based on known/expected contractual and inflationary increases.
Public Services (DPW, Refuse, Facilities)	\$ 7,978,929	3.00 %	\$ 8,218,297	Based on known/expected contractual and inflationary increases.
Special Services (Recreation & Culture)	\$ 8,399,477	3.00 %	\$ 8,541,461	Based on known/expected contractual and inflationary increases.
Interfund Transfers (Out)	\$ 7,546,498	0.00 %	\$ 7,546,498	Based on known/expected contractual and inflationary increases.
Total Expenditures	\$ 59,821,391		\$ 60,929,638	No change projected.
Net Revenues (Expenditures)	\$ (2,198,169)		\$ (1,584,413)	
Beginning Fund Balance	\$ 35,026,158		\$ 32,827,989	
Ending Fund Balance	\$ 32,827,989		\$ 31,243,576	