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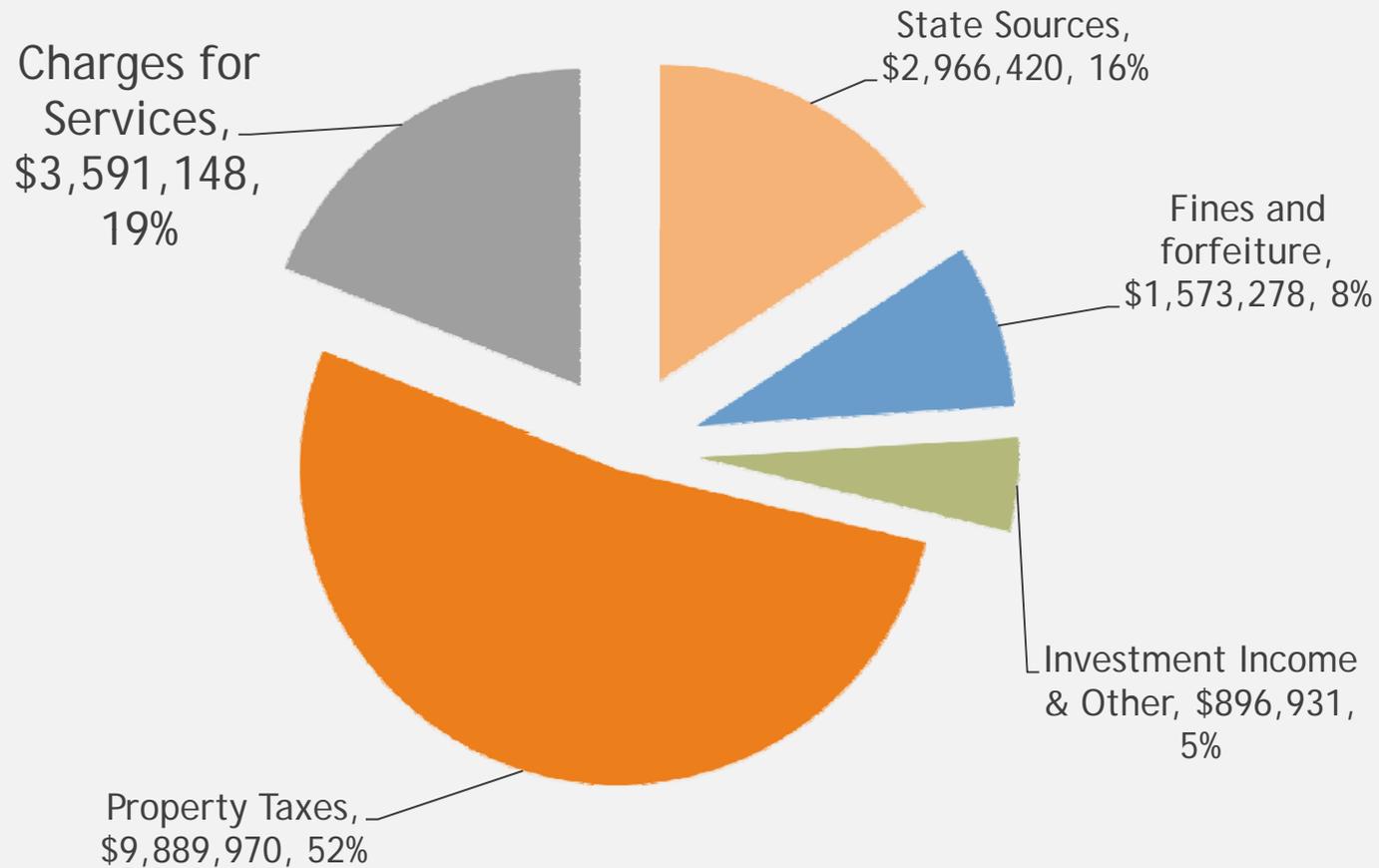
■ City of Wyandotte  
Audit Presentation to the City Council

FOR YEAR ENDED SEPTEMBER 30, 2010

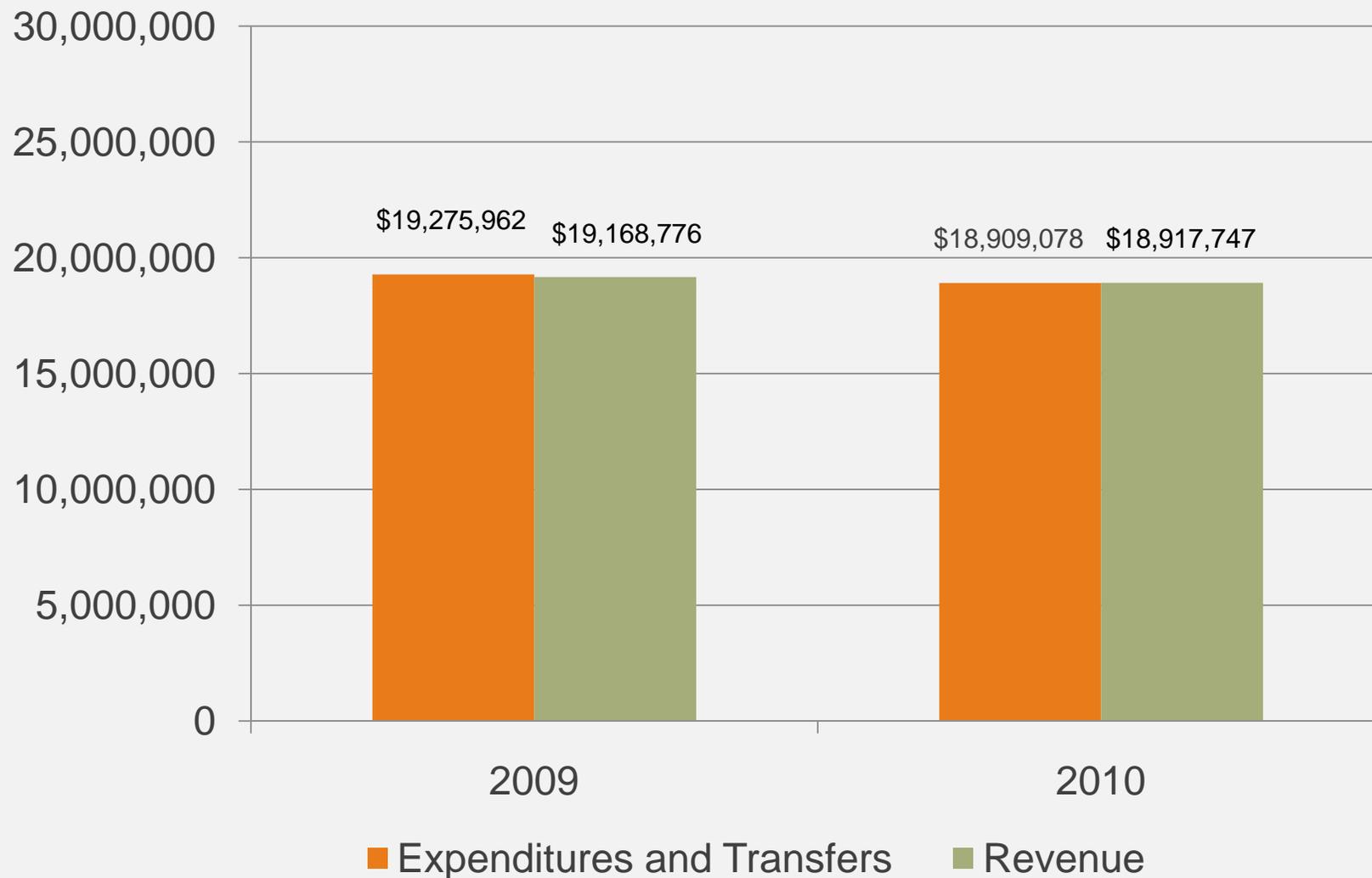
# City of Wyandotte General Fund Revenue Years Ended September 30



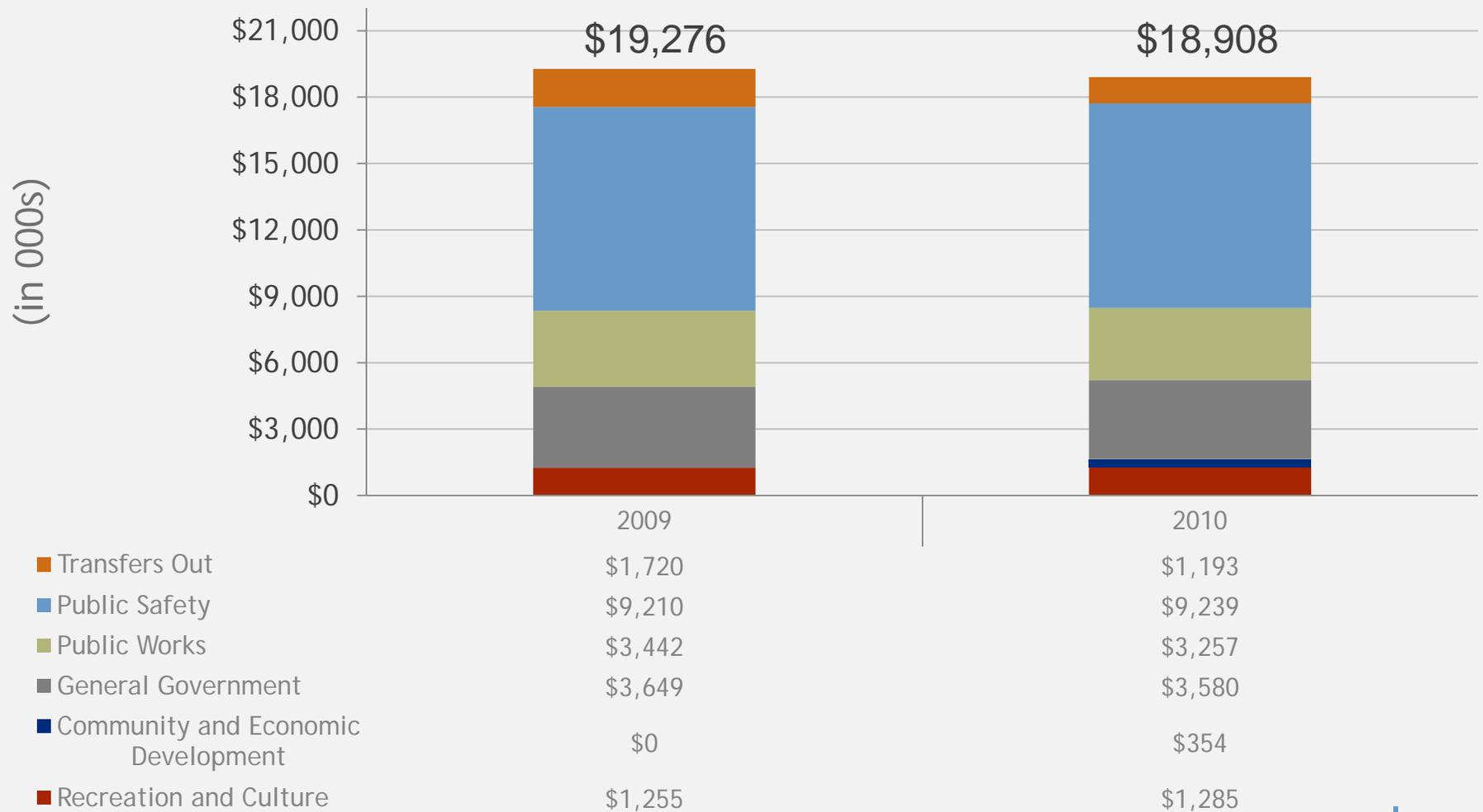
# City of Wyandotte General Fund Revenue Fiscal Year Ended September 30, 2010



# City of Wyandotte General Fund Revenue and Expenditures Years Ended September 30

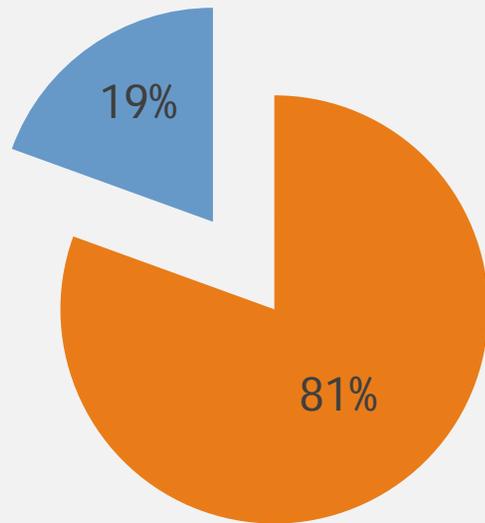


# City of Wyandotte General Fund Expenditures and Transfers Years Ended September 30



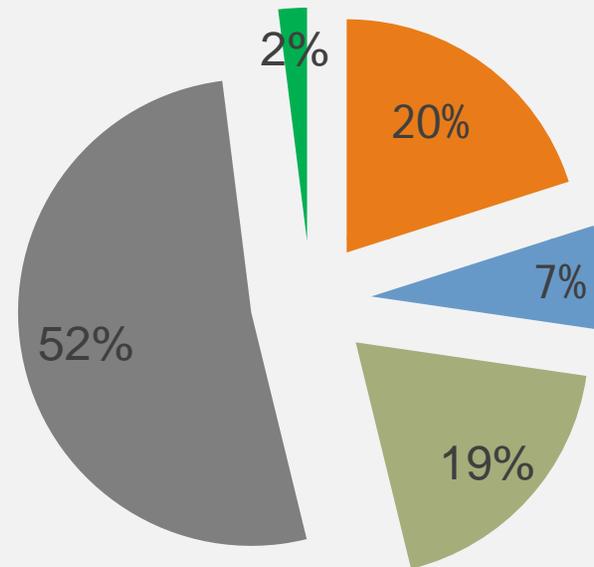
# City of Wyandotte General Fund Expenditures Year Ended September 30, 2010

By Category



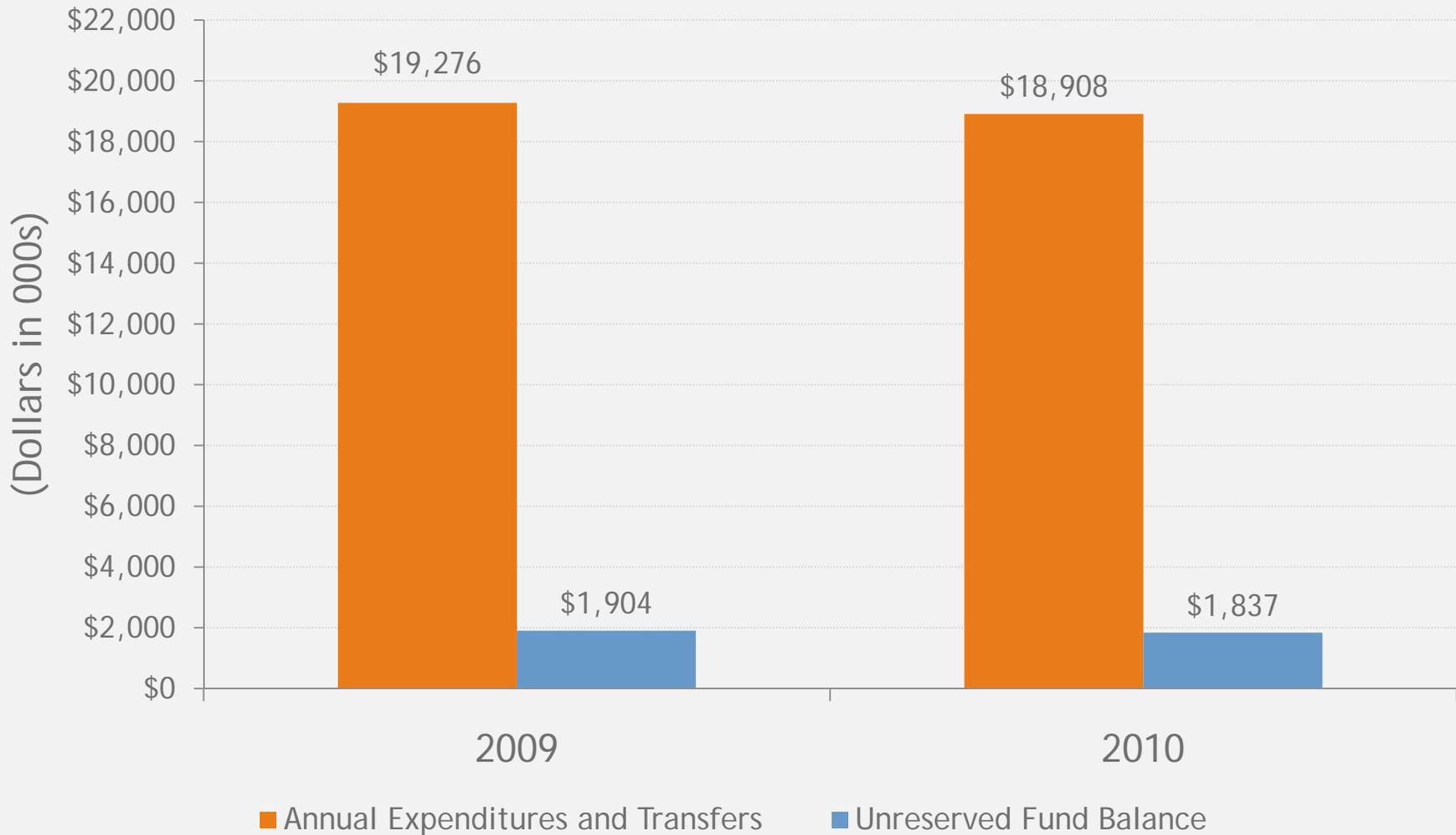
- Personnel Costs
- Other

By Activity



- General Government
- Recreation and Culture
- Public Works
- Public Safety
- Community and Economic Development

# City of Wyandotte General Fund—Fund Balance Years Ended September 30



# City of Wyandotte Revenue Projections

- ☰ Declines in property tax revenue
- ☰ Revenue sharing estimates - revised

# City of Wyandotte Timing of Property Tax Decreases



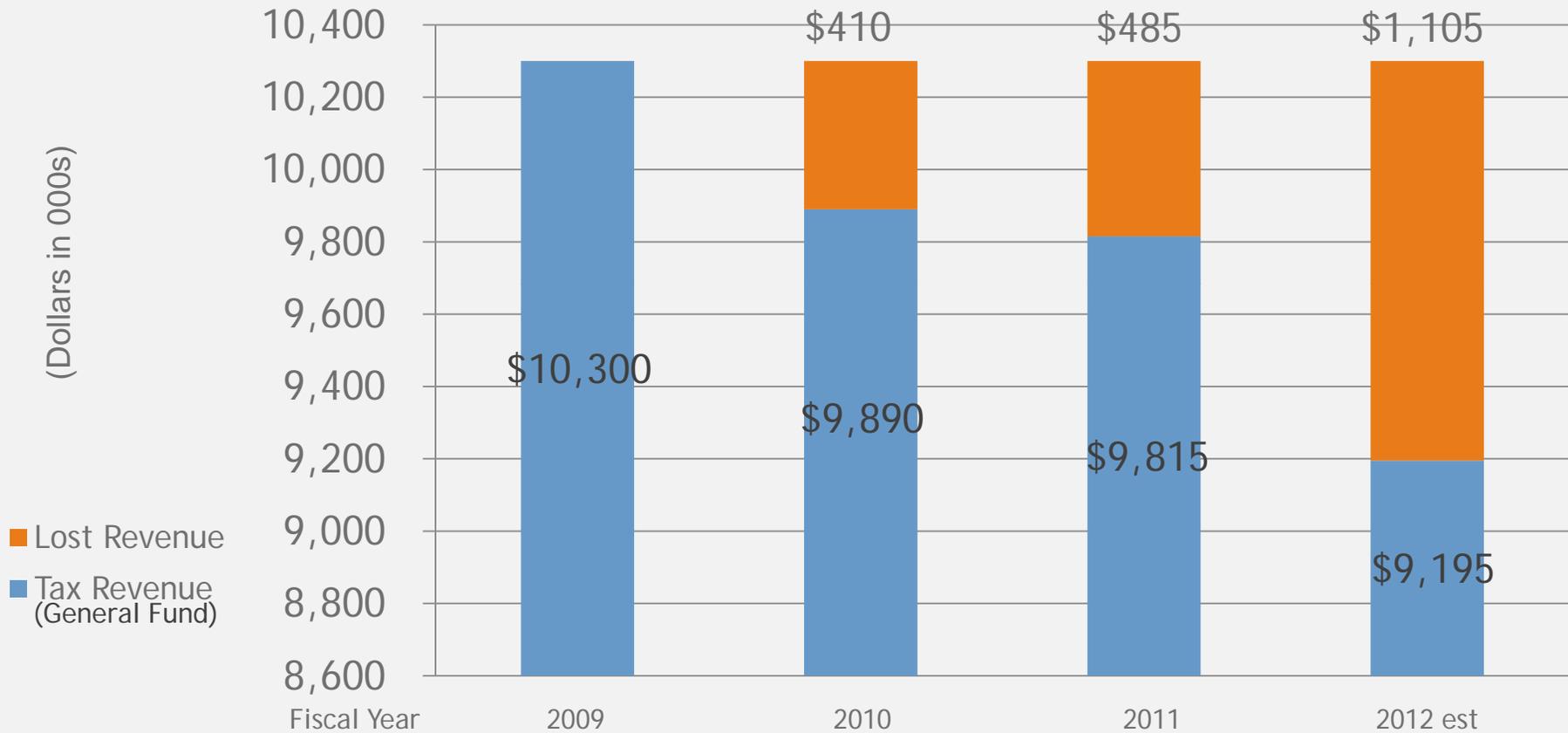
Budget Year	9/30/08	9/30/09	9/30/10	9/30/11	9/30/12
Assessment date (based on sales from 12-24 months prior)	12/31/06	12/31/07	12/31/08	12/31/09	12/31/10
Levy date	8/01/07	8/01/08	8/01/09	8/01/10	8/01/11
Taxable value	739,045,000	740,251,000	730,008,000	664,854,000	613,433,000
Percent increase (decrease)	-	.16%	(1.38%)	(8.93%)	(7.73%) tentative

# City of Wyandotte Property Tax Savings Due to Declining Assessments – Sample Homeowner



Levy Date	Taxable Value	Tax Bill
8/01/07	\$65,000	\$3,205
8/01/08	\$65,104	\$3,210
8/01/09	\$64,206	\$3,166
8/01/10	\$58,472	\$2,883
8/1/11	\$53,953	\$2,660
Tax reduction since 8/01/07 levy <b>\$545</b> Based on 49.304 mills (city, school, county)		

# City of Wyandotte - Declining Property Tax Revenues



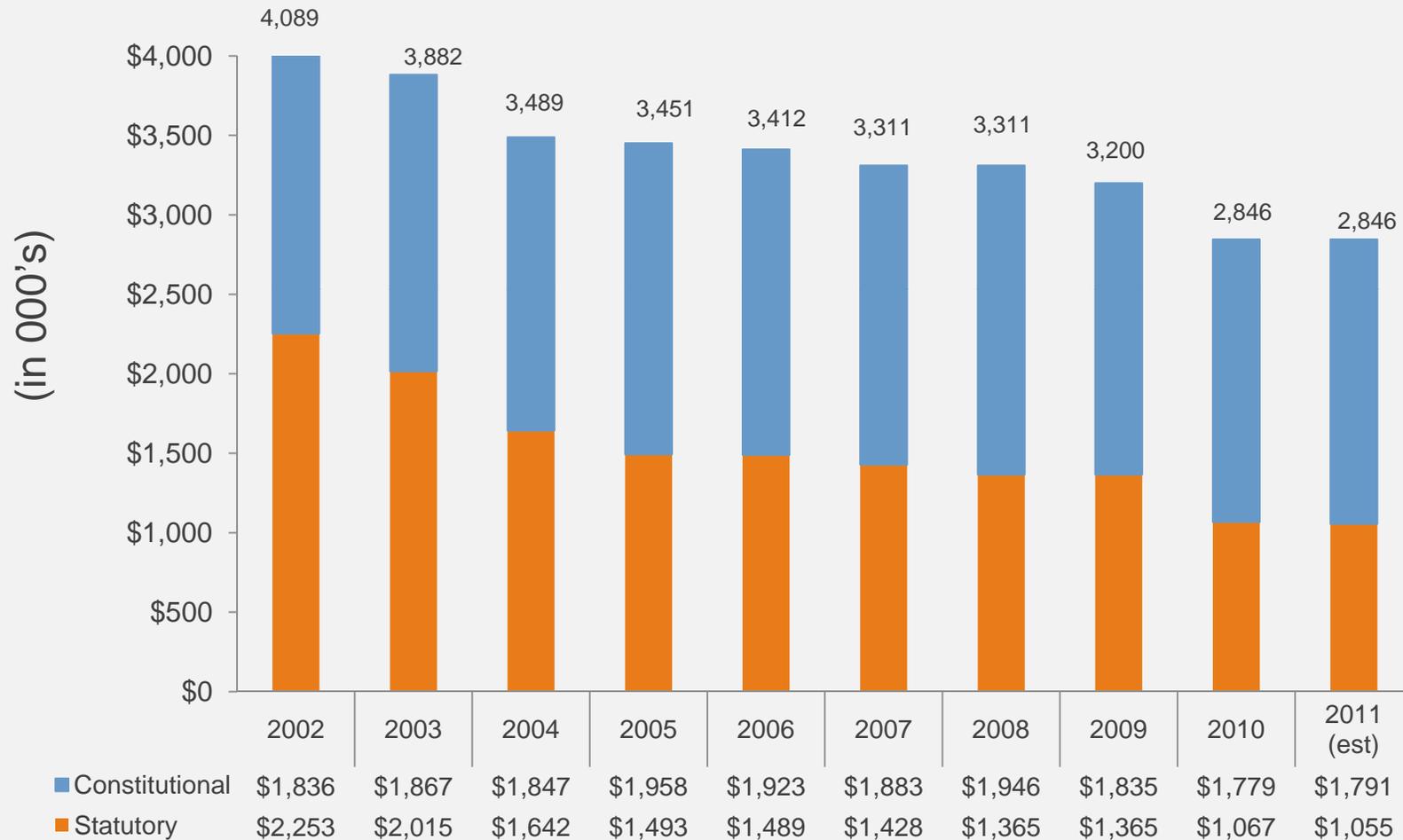
Actual Change in Taxable Value

2009: .16%      2010: (1.38%)      2011: (8.93%)      2012 est: (7.73%)

Lost Revenue - Annual Basis

2009: -      2010: \$410,000      2011: \$75,000      2012 est: \$620,000

# City of Wyandotte Revenue Sharing Payment History and Estimates Fiscal Year Ended September 30



# City of Wyandotte Revenue Sharing Estimates Governor's Budget Proposal 2011-2012



	2010-2011 Projections	Governor's Budget Proposal	Potential amount that can be earned under Economic Vitality Incentive Plan	Projected Census Impact	Estimated Total	"Best-Case" change from 10/11 to 11/12	"Worst Case" change from 10/11 to 11/12
Constitutional	1,820,138	1,863,206		(133,086)	1,730,120	(90,018)	(90,018)
Statutory	<u>1,026,107</u>	(1)	<u>658,636</u>	<u>(47,045)</u>	<u>611,591</u>	<u>(414,516)</u>	<u>(1,026,107)</u>
Total	2,846,245	1,863,206	658,636	(180,132)	2,341,711	(504,534)	(1,116,125)
	B		(2)		A	A-B	all statutory eliminated
<p>(1) Governor's original budget proposal cut the statutory "pot" from \$300 million to \$200 million, but did not allocate it to specific communities</p> <p>(2) In March 2011, the Governor presented a special message, called the Economic Vitality Incentive Program</p> <p>Under the program, communities can "earn" their original share of the remaining \$200 million if they do the following:</p> <ul style="list-style-type: none"> <li>Post financial information on-line and take other transparency and accountability steps</li> <li>Implement a plan for service sharing and consolidation</li> <li>Make progress in compensation concessions</li> </ul>							

# City of Wyandotte

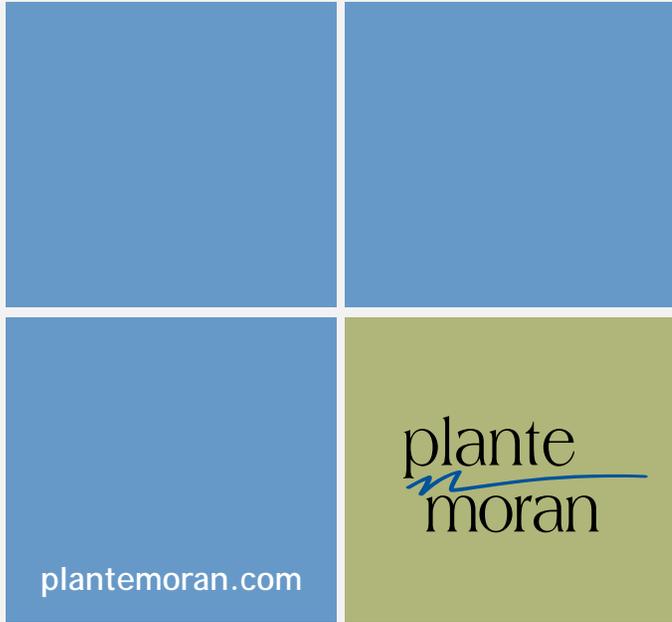
## Act 51 Allocation -2010 Census Effect

- ☐ Population is a factor in Act 51 Allocations
- ☐ Wyandotte population decreased from 28,600 in the 2000 census to 25,883 in the 2010 census
- ☐ While population decreased, the City still remained in the 20,001 to 30,000 population range for the Act 51 Allocation
- ☐ As a result, the slight decline in population is not expected to effect the City's allocation significantly

# City of Wyandotte

## Steps the City Has Taken

- ☰ Cut full-time staffing from 174 employees to 132
- ☰ Closed Memorial Pool
- ☰ Reduced health insurance coverage from 100% City / 0% employee to 80% City / 20% employee
- ☰ Implemented premium sharing for health care premiums
- ☰ Prescription drug cards have been raised from \$5/per Rx to \$15/\$30/per Rx (name brand/generic)
- ☰ Closed Defined Benefit Retirement System approximately 10 years ago (current membership of active employees 67 DC Plan/65 DB Plan)
- ☰ Eliminated traditional retiree health care for new hires after 2008
- ☰ Average annual wage increase for employees over the past ten (10) years ranges from .85% to 1.33%
- ☰ Established the consolidated Downriver Central Dispatch Authority



■ THANK YOU