Hamburg Township
Public Safety Department

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RICHARD DUFFANY, DIRECTOR OF PUBLIC SAFETY

TO: Hamburg Township Board

FROM: Chief Richard Duffany

DATE: August 27, 2026

AGENDA ITEM TOPIC: **Fund 207 Budget**

Number of Supporting Documents: 1

Requested Action

- Board discussion and action on the Fund 207 budget.

Background

On June 16, 2026, the Township Board adopted the FY 26/27 Township budget. The adopted budget includes a $555,000 allocation from the General Fund (Fund 101) to the Police Fund (Fund 207) to cover a projected budget shortfall for this fiscal year. The residents of Hamburg Township subsequently approved an increase in the Police millage to 3.00 mills effective this fiscal year.

The passage of the new Police millage substantially changes the budget outlook for FY 26/27 and beyond. It also leaves important outstanding budgetary questions that need to be definitively answered by the Board so that the department can properly plan for the future including hiring new officers, formulating a long-term capital equipment/vehicle purchasing schedule, and ensuring that the department has the necessary funding to operate properly for the next 10 years of this new millage.

The starting point for resolving these questions centers around the $555,000 General Fund contribution allocated to the Police Fund in the adopted FY 26/27 budget. It should be noted that on August 6, 2026, the Board approved (upon my request) the allocation of $67,355 from this $555,000 in funds for the purchase of the Bryx Alerting System for both Fire stations. As such, the General Fund allocation remaining for Fund 207 in the adopted budget is $487,645.

The primary question is how much, if any, of the remaining allocated funds from Fund 101 ($487,645) are going to remain in Fund 207 this fiscal year? It is my understanding that there is no clear-cut answer to this question as there are many variables and considerations involved. Secondarily, the question of future General Fund contributions to Fund 207 needs to be addressed.

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RICHARD DUFFANY, DIRECTOR OF PUBLIC SAFETY

Without definitive answers, it is exceedingly difficult for the department to competently move forward planning for the future. As such, I am respectfully requesting that the Board take appropriate action to provide these answers.

I have attached the latest Fund 207 financial projection as provided by Michelle Lewis. This projection is based off the adopted FY 26/27 budget numbers and includes the projected revenue from the new millage levy as well as the removal of all General Fund contributions. It does not, however, reflect the increase in expenditures for the additional police officer positions. This projection provides a baseline for discussion on this matter.

Fiscal Considerations

Does the agenda item require the expenditure of funds? Yes ☐ No ☐

If YES, are funds budgeted? Yes ☐ No ☐

Fiscal year affected: 2026/2027

Is a budget amendment required? Yes ☐ No ☐

General Ledger numbers affected: ______________________________

Respectfully,

Chief Richard Duffany
Director of Public Safety

HAMBURG TOWNSHIP
POLICE FUND FINANCIAL PROJECTION

	ACTUAL FY 2024/25	PROJECTED FY 2025/26	PROJECTED FY 2026/27	PROJECTED FY 2027/28	PROJECTED FY 2028/29	PROJECTED FY 2029/30	PROJECTED FY 2030/31	PROJECTED FY 2031/32	PROJECTED FY 2032/33	PROJECTED FY 2033/34
REVENUES:										
PROPERTY TAXES	3,357,918	3,479,786	4,636,352	4,821,806	5,014,678	5,215,265	5,423,876	5,640,831	5,866,464	6,101,123
TRANSFER FROM GENERAL FUND - OPERATING	359,400	520,000		-	-	-	-	-	-	-
TRANSFER FROM FORFEITURE	-	-	-	-	-	-	-	-	-	-
TRANS FROM G/F - BLDG DEBT	-	-	-	-	-	-	-	-	-	-
Proceeds from Sale of Cap Asset	7,140									
ALL OTHER	143,847	133,428	107,150	109,293	111,479	113,708	115,983	118,302	120,668	123,082
TOTAL REVENUES & TRANSFERS	**$ 3,868,305**	**$ 4,133,214**	**$ 4,743,502**	**$ 4,931,099**	**$ 5,126,157**	**$ 5,328,974**	**$ 5,539,859**	**$ 5,759,133**	**$ 5,987,133**	**$ 6,224,205**
EXPENDITURES:										
SALARIES AND WAGES	2,128,595	2,209,785	2,276,079	2,367,122	2,461,807	2,560,279	2,662,691	2,769,198	2,879,966	2,995,165
HEALTH INSURANCE	355,482	402,076	436,300	458,115	481,021	505,072	530,325	556,842	584,684	613,918
RETIREMENT	504,474	535,165	564,600	587,184	610,671	635,098	660,502	686,922	714,399	742,975
RETIREE HEALTH CARE	104,000	110,500	119,900	104,000	104,000	104,001	104,002	104,003	104,004	104,005
FICA	165,004	150,184	170,228	181,085	188,328	195,861	203,696	211,844	220,317	229,130
OTHER PERSONNEL COSTS	124,846	134,547	130,400	133,008	135,668	138,382	141,149	143,972	146,852	149,789
OTHER OPERATING COSTS	420,682	493,590	398,221	410,168	422,473	435,147	448,201	461,647	475,497	489,762
OTHER CAPITAL EQUIPMENT PURCHASES	56,696	35,000	121,500	106,500	83,500	83,500	108,500	118,500	98,500	86,500
OTHER CAPITAL VEHICLE PURCHASES	80,913	61,293	65,000	210,000	210,000	225,000	220,000	220,000	225,000	225,000
TOTAL EXPENDITURES	**$ 3,940,694**	**$ 4,132,140**	**$ 4,282,228**	**$ 4,557,182**	**$ 4,697,468**	**$ 4,882,340**	**$ 5,079,066**	**$ 5,272,928**	**$ 5,449,219**	**$ 5,636,243**
OPERATING SURPLUS (SHORTFALL)	$ (72,389)	$ 1,074	$ 461,274	$ 373,917	$ 428,689	$ 446,634	$ 460,792	$ 486,205	$ 537,914	$ 587,962
FUND BALANCE - BEGINNING OF YEAR	$ 84,169	$ 77	$ 1,151	$ 462,425	$ 836,342	$ 1,265,031	$ 1,711,665	$ 2,172,458	$ 2,658,663	$ 3,196,577
FUND BALANCE - END OF YEAR	**$ 11,780**	**$ 1,151**	**$ 462,425**	**$ 836,342**	**$ 1,265,031**	**$ 1,711,665**	**$ 2,172,458**	**$ 2,658,663**	**$ 3,196,577**	**$ 3,784,539**
FB DESIGNATED FOR VEHICLES	-	-	-	-	-	-	-	-	-	-
FB DESIGNATED FOR LEAVE TIME P/O	-	-	-	-	-	-	-	-	-	-
FB DESIGNATED FOR BLDG MAINT	-	-	-	-	-	-	-	-	-	-
OTHER DESIGNATED FUND BALANCE **	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
UNDESIGNATED FUND BALANCE	**$ 11,780**	**$ 1,151**	**$ 462,425**	**$ 836,342**	**$ 1,265,031**	**$ 1,711,665**	**$ 2,172,458**	**$ 2,658,663**	**$ 3,196,577**	**$ 3,784,539**

** Committed Fund Balances, Assets held for resale, prepaid

Board Resolution FB 25% of operating expenses	985,173	1,033,035	1,070,557	1,139,295	1,174,367	1,220,585	1,269,767	1,318,232	1,362,305	1,409,061
Difference	$ (973,393)	$ (1,031,884)	$ (608,132)	$ (302,953)	$ 90,664	$ 491,080	$ 902,691	$ 1,340,431	$ 1,834,272	$ 2,375,478

8/27/2026

HAMBURG TOWNSHIP
GENERAL FUND FINANCIAL PROJECTION

	Current FY 2025-26	Projections FY 2026-27	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2030-31	FY 2031-32	FY 2032-33	FY 2033-34
PROPERTY TAXES - TAXABLE VALUE	$ 3,479,786	$ 4,636,352	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%
TRANSFER FROM GENERAL FUND	$ 420,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
TRANSFER FROM FORFEITURE	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
OTHER REVENUES	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
SALARY INCREASES	$ 2,209,785	3.0%	3.0%	3.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%
HEALTH INSURANCE	$ 402,076	3.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
OTHER OPERATING COSTS	$ 420,682	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%

*** VOTED POLICE MILLAGE - voted 11/09 - 1.4751
*** VOTED POLICE MILLAGE - voted 08/18 - 2.5000 - expired 12/27