



City of Lathrup Village
27400 Southfield Road
Lathrup Village, MI 48076
www.lathrupvillage.org | (248) 557-2600

TO: Mayor & City Council
FROM: Mike Greene – City Administrator
DATE: January 27, 2026
RE: Mid-Year Budget Amendments

Background Brief: At a minimum, two times each fiscal year, the City Council considers budget amendments to reflect current-year activity (CYA). Enclosed in your packet are recommended budget amendments that have been reviewed and discussed between the administration based on the current year's activity and trends for the remainder of the fiscal year.

A final budget amendment recommendation would be scheduled to come before the City Council during the June 2026 City Council meeting (and potentially a special meeting at the end of June 2026).

Notably, the City is currently undergoing an update to the State Chart of Accounts, resulting in more frequent mid-year budget amendments than usual. State Chart of Accounts requests that cities utilize a "contingency" or "anticipated use of fund balance" throughout budgets to balance budgets for reporting purposes.

The biggest activity change thus far relates to Public Safety (specifically the Police). Due to retirements, open positions, and the onboarding of new officers, overtime and part-time wages have increased versus the department's initial plans. To combat these costs for the remainder of the year, Chief Zang is modifying the scheduling process to limit the use of OT & PT, specifically during the day shift when calls for service are less. The department will also keep the one (1) current vacant position unfilled.

Previous Action: N/A

Economic Impact: Mid-year budget amendments have a high-level overview of revenues and expenditures based on what staff are currently seeing. There will be additional line items that receive adjustments up/down during the June meeting.

Recommendation: It is my recommendation to approve the FY 25/26 mid-year budget amendments.

Recommended Motion:

Moved by Council Member _____ seconded by Council Member _____ to approve the fiscal year 2025/2026 mid-year budget amendments as presented.