



AGENDA ITEM SUMMARY FORM

MEETING DATE: 1/26/26

PREPARED BY: Linda A. Kunath, Finance Director/Treasurer

AGENDA ITEM CONTENT: Amendments to FY 2025-26 Budget

AGENDA ITEM SECTION: Reports

BUDGETED AMOUNT:

FUNDS REQUESTED:

FUND:

EXECUTIVE SUMMARY:

The State of Michigan's Budget Law requires that any budget amendments be approved by City Council. The budget amendments are submitted to ensure that the FY 2025-26 Budget is in compliance with state law. If the City Council concurs with the recommended amendments, the Council should approve the implementation of these amendments and appropriate the necessary funds.

RECOMMENDATION:

If the City Council concurs with the recommended amendments, the Council should approve the implementation of these amendments and appropriate the necessary funds.

CITY OF MADISON HEIGHTS
AMENDED BUDGET
FY 2025-26

	FY 2025-26		Prior		FY 2025-26
	Adopted	FY 2024-25	Approved	1/26/2026	Amended
	Budget	Carryforward	Amendments	Amendments	Budget
General Fund (101)					
Revenues					
Property Taxes	\$ 27,737,742	\$ -	\$ -	\$ -	\$ 27,737,742
Business Licenses/Permits	589,486	-	-	-	589,486
Non-Business License/Permits	791,734	-	-	-	791,734
Federal Shared Revenues	555,000	600,000	-	-	1,155,000
State Shared Revenues	6,188,770	403,200	-	(131,415)	6,460,555
Other Governmental Revenues	260,610	-	-	-	260,610
County Shared Revenues	39,105	-	-	-	39,105
SMART Shared Revenues	70,019	-	-	-	70,019
Court Revenues	1,552,000	-	-	-	1,552,000
Charges for Services	272,180	-	-	-	272,180
Sales - Miscellaneous	5,950	-	-	-	5,950
Recreation Program Revenues	284,500	-	-	-	284,500
Miscellaneous Revenues	2,237,356	-	-	118,580	2,355,936
Sale of Fixed Assets	97,000	-	-	-	97,000
Departmental Charges	849,441	-	-	-	849,441
Transfers	291,899	-	20,000	-	311,899
(Contr. To)/Use of Fund Balance	436,521	3,568,663	(12,116)	393,953	4,387,021
Total Revenues	\$ 42,259,313	\$ 4,571,863	\$ 7,884	\$ 381,118	\$ 47,220,178
Expenditures					
Mayor & Council	\$ 64,201	\$ -	\$ -	\$ -	\$ 64,201
City Manager	295,902	-	-	-	295,902
Finance	929,617	-	-	-	929,617
City Clerk	467,141	-	-	-	467,141
Information Technology	617,637	220,750	-	97,150	935,537
Insurance	372,490	-	-	-	372,490
Board of Review	2,373	-	-	-	2,373
General Administration	1,314,624	-	-	30,000	1,344,624
Assessing	247,787	-	-	-	247,787
Election	144,538	-	-	25,573	170,111
DPS-Municipal Building	67,384	620,000	-	-	687,384
Legal	481,960	-	-	-	481,960
DPS-Custodial & Maintenance	200,817	-	-	-	200,817
Human Resources	475,684	-	-	-	475,684
District Court	1,595,229	141,505	-	-	1,736,734
Police	14,457,705	190,084	-	109,815	14,757,604
Fire	10,119,061	1,347,000	-	29,969	11,496,030
DPS-Streets	1,155,660	165,896	-	88,611	1,410,167
DPS-Solid Waste	3,034,292	1,046,800	-	-	4,081,092
Community Development	1,266,172	110,000	-	-	1,376,172
DPS-Recreation	376,269	-	-	-	376,269
DPS-Parks	1,466,171	676,000	7,884	-	2,150,055
DPS-Active Adult Center	574,835	46,828	-	-	621,663
Library	1,020,957	7,000	-	-	1,027,957
Pension Obligation Debt Services	1,027,707	-	-	-	1,027,707
Transfer Out	483,100	-	-	-	483,100
Total Expenditures	\$ 42,259,313	\$ 4,571,863	\$ 7,884	\$ 381,118	\$ 47,220,178

Major Streets (202)

CITY OF MADISON HEIGHTS
AMENDED BUDGET
FY 2025-26

	FY 2025-26		Prior		FY 2025-26
	Adopted Budget	FY 2024-25 Carryforward	Approved Amendments	1/26/2026 Amendments	Amended Budget
Revenues					
State Shared Revenues	\$ 2,715,325	\$ -	\$ -	\$ -	\$ 2,715,325
County Shared Revenues	86,086	-	-	-	86,086
Miscellaneous Revenues	-	-	-	-	-
Prior Years Fund Balance	(626,269)	1,492,508	-	-	866,239
Total Revenues	\$ 2,175,142	\$ 1,492,508	\$ -	\$ -	\$ 3,667,650
Expenditures					
Construction	\$ 1,525,000	\$ 1,492,508	\$ -	\$ -	\$ 3,017,508
Maintenance	166,978	-	-	-	166,978
Traffic Services	191,094	-	-	-	191,094
Winter Maintenance	192,408	-	-	-	192,408
Administration	10,873	-	-	-	10,873
County Roads	88,789	-	-	-	88,789
Transfers	-	-	-	-	0
Total Expenditures	\$ 2,175,142	\$ 1,492,508	\$ -	\$ -	\$ 3,667,650
Local Streets (203)					
Revenues					
Property Taxes	\$ 2,104,690	\$ -	\$ -	\$ -	\$ 2,104,690
State Shared Revenues	1,250,336	-	-	151,295	1,401,631
County Shared Revenues	0	-	-	-	0
Miscellaneous Revenue	50,000	-	-	-	50,000
Transfers In	0	-	-	-	0
Prior Years Fund Balance	(923,731)	-	-	(151,295)	(1,075,026)
Total Revenues	\$ 2,481,295	\$ -	\$ -	\$ -	\$ 2,481,295
Expenditures					
Construction	\$ 1,956,000	\$ -	\$ -	\$ -	\$ 1,956,000
Maintenance	309,127	-	-	-	309,127
Traffic Services	136,147	-	-	-	136,147
Winter Maintenance	50,740	-	-	-	50,740
Administration	29,281	-	-	-	29,281
Transfers	-	-	-	-	-
Total Expenditures	\$ 2,481,295	\$ -	\$ -	\$ -	\$ 2,481,295

**CITY OF MADISON HEIGHTS
AMENDED BUDGET
FY 2025-26**

	FY 2025-26		Prior		FY 2025-26
	Adopted Budget	FY 2024-25 Carryforward	Approved Amendments	1/26/2026 Amendments	Amended Budget

Parks Maintenance & Improvement Fund (208)

<u>Revenues</u>							
Miscellaneous	\$ 48,972	\$ -	\$ -	\$ -	\$ -	\$ 48,972	
Prior Years Fund Balance	50,000	-	-	-	-	50,000	
 Total Revenues	 \$ 98,972	 \$ -	 \$ -	 \$ -	 \$ -	 \$ 98,972	
 <u>Expenditures</u>							
Parks Maintenance & Improvement	\$ 98,972	\$ -	\$ -	\$ -	\$ -	\$ 98,972	
Transfers	-	0	-	-	-	-	
 Total Expenditures	 \$ 98,972	 \$ -	 \$ -	 \$ -	 \$ -	 \$ 98,972	

Downtown Development Authority (248)

<u>Revenues</u>							
Property Taxes	\$ 254,909	\$ -	\$ -	\$ -	\$ -	\$ 254,909	
State Shared Revenues	27,545	-	-	-	-	27,545	
County Shared Revenues	-	-	-	-	-	-	
Miscellaneous Revenue	500	-	-	-	-	500	
Prior Years Fund Balance	(110,789)	725,562	-	-	-	614,773	
Transfers In	-	-	-	-	-	-	
 Total Revenues	 \$ 172,165	 \$ 725,562	 \$ -	 \$ -	 \$ -	 \$ 897,727	
 <u>Expenditures</u>							
Downtown Development	\$ 87,766	\$ -	\$ -	\$ -	\$ -	\$ 87,766	
Capital Outlay	55,000	725,562	-	-	-	780,562	
Transfers	29,399	-	-	-	-	29,399	
 Total Expenditures	 \$ 172,165	 \$ 725,562	 \$ -	 \$ -	 \$ -	 \$ 897,727	

Drug Forfeiture Fund (265)

<u>Revenues</u>							
Other Governmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Miscellaneous Revenue	250	-	-	-	-	-	
Transfers In	-	-	-	-	-	-	
Prior Years Fund Balance	55,250	-	-	-	-	-	
 Total Revenues	 \$ 55,500	 \$ -	 \$ -	 \$ -	 \$ -	 \$ 55,500	
 <u>Expenditures</u>							
Vehicle - State, Patrol Vehicles	\$ 55,500	\$ -	\$ -	\$ -	\$ -	\$ 55,500	
 Total Expenditures	 \$ 55,500	 \$ -	 \$ -	 \$ -	 \$ -	 \$ 55,500	

**CITY OF MADISON HEIGHTS
AMENDED BUDGET
FY 2025-26**

	FY 2025-26		Prior		FY 2025-26
	Adopted Budget	FY 2024-25 Carryforward	Approved Amendments	1/26/2026 Amendments	Amended Budget

Community Improvement Fund (276)

Revenues

Federal Shared Revenues	\$ 137,359	\$ -	\$ -	\$ -	\$ 137,359
Prior Years Fund Balance	-	-	-	-	-
Total Revenues	\$ 137,359	\$ -	\$ -	\$ -	\$ 137,359

Expenditures

Community Development	\$ 137,359	\$ -	\$ -	\$ -	\$ 137,359
Total Expenditures	\$ 137,359	\$ -	\$ -	\$ -	\$ 137,359

Special Assessment Revolving (297)

Revenues

Use of Fund Balance	\$ 32,500	\$ -	\$ -	\$ -	\$ 32,500
Total Revenues	\$ 32,500	\$ -	\$ -	\$ -	\$ 32,500

Expenditures

Construction	\$ 30,000	\$ -	\$ -	\$ -	\$ 30,000
Transfers Out	2,500	-	-	-	2,500
Total Expenditures	\$ 32,500	\$ -	\$ -	\$ -	\$ 32,500

Municipal Building Bond (370)

Revenues

Transfers In	\$ 483,100	\$ -	\$ -	\$ -	\$ 483,100
Total Revenues	\$ 483,100	\$ -	\$ -	\$ -	\$ 483,100

Expenditures

Debt Service	\$ 483,100	\$ -	\$ -	\$ -	\$ 483,100
Total Expenditures	\$ 483,100	\$ -	\$ -	\$ -	\$ 483,100

**CITY OF MADISON HEIGHTS
AMENDED BUDGET
FY 2025-26**

	FY 2025-26		Prior		FY 2025-26
	Adopted Budget	FY 2024-25 Carryforward	Approved Amendments	1/26/2026 Amendments	Amended Budget

Water & Sewer Fund (592)

Revenues

Sales of Water	\$ 5,938,781	\$ -	\$ -	\$ -	\$ 5,938,781
Sales of Sewer	7,935,461	-	-	-	7,935,461
Charges for Services	45,000	-	-	-	45,000
Miscellaneous	163,800	-	-	-	163,800
Sale of Fixed Assets	12,000	-	-	-	12,000
Department Charges	115,000	-	-	-	115,000
Transfers	-	-	-	-	-
Prior Years Fund Balance	148,434	1,115,500	20,000	-	1,283,934
Total Revenues	\$ 14,358,476	\$ 1,115,500	\$ 20,000	\$ -	\$ 15,493,976

Expenditures

Sewage Disposal	\$ 5,013,019	\$ -	\$ -	\$ -	\$ 5,013,019
Water Purchased	3,085,036	-	-	-	3,085,036
Water System Maintenance	913,120	-	-	-	913,120
Water Tapping & Installation	50,000	-	-	-	50,000
Sewer System Maintenance	658,198	-	-	-	658,198
General Service Building	236,952	-	-	-	236,952
General Administration	1,718,628	-	-	-	1,718,628
Capital Outlay	2,531,610	1,115,500	-	-	3,647,110
Debt Administration	151,913	-	-	-	151,913
Transfers	-	-	20,000	-	20,000
Total Expenditures	\$ 14,358,476	\$ 1,115,500	\$ 20,000	\$ -	\$ 15,493,976

Department of Public Services (650)

Revenues

Contributions - General Fund	\$ 786,922	\$ -	\$ -	\$ -	\$ 786,922
Contributions - Major Streets	63,676	-	-	-	63,676
Contributions - Local Streets	129,151	-	-	-	129,151
Contributions - Water/Sewer	1,425,637	-	-	-	1,425,637
Prior Years Fund Balance	-	-	-	-	-
Total Revenues	\$ 2,405,386	\$ -	\$ -	\$ -	\$ 2,405,386

Expenditures

Department of Public Services	\$ 2,405,386	\$ -	\$ -	\$ -	\$ 2,405,386
Total Expenditures	\$ 2,405,386	\$ -	\$ -	\$ -	\$ 2,405,386

**CITY OF MADISON HEIGHTS
AMENDED BUDGET
FY 2025-26**

FY 2025-26	FY 2024-25	Prior	FY 2025-26
Adopted Budget	Carryforward	Approved Amendments	1/26/2026 Amendments

Motor Pool and Equipment Fund (661)

Revenues

Contributions - General Fund	\$ 1,164,580	\$ -	\$ -	\$ -	\$ 1,164,580
Contributions - Water/Sewer	96,470	-	-	-	96,470
Fund Balance	-	-	-	-	-
Total Revenues	\$ 1,261,050	\$ -	\$ -	\$ -	\$ 1,261,050

Expenditures

Motorpool	\$ 1,261,050	\$ -	\$ -	\$ -	\$ 1,261,050
Total Expenditures	\$ 1,261,050	\$ -	\$ -	\$ -	\$ 1,261,050

Chapter 20 Drain Debt Service Fund (870)

Revenues

Property Taxes	\$ 223,708	\$ -	\$ -	\$ -	\$ 223,708
Total Revenues	\$ 223,708	\$ -	\$ -	\$ -	\$ 223,708

Expenditures

Services and Charges	\$ 150,000	\$ -	\$ -	\$ -	\$ 150,000
Debt Service	73,708	-	-	-	73,708
Total Expenditures	\$ 223,708	\$ -	\$ -	\$ -	\$ 223,708

EXHIBIT A
City of Madison Heights
Explanation of Amendments for FY 2025-26

General Fund Revenues (101)	Explanation	Amount	Account Number
Sales Tax Constitutional	State funding decrease	(107,373)	101-023-574-5752
State Statutory/CVTRS	State funding decrease	(24,042)	101-023-574-5753
Donations/Private Contributions	MH Community Foundation Grant Purchase of Drone	29,969	101-044-674-0000
Donations/Private Contributions	Quality Roots Donation for Gateway Signs	88,611	101-044-674-0000
Prior Years Fund Balance	Use of Fund Balance	393,953	101-053-692-6970
		Total General Fund Revenues	\$ 381,118

General Fund Expenditures (101)	Explanation	Amount	Account Number
Information Technology - Contractual S IT Contract		78,267	101-228-818-0000
Information Technology - Computer Ser Licenses and Phone Routers		3,376	101-228-818-0000
Information Technology - Computer Eqi Fiber Repair		9,200	101-228-982-0000
Information Technology - Computer Eqi Networking Equipment Upgrade		6,307	101-228-982-0000
General Government - Forms and Printi City-Wide Newsletter		25,000	101-248-729-0000
General Government - Forms and Printi Recreation Brochure		5,000	101-248-729-0000
Elections - Contractual Services	Absentee Ballot Scanner Maintenance	11,373	101-262-818-0000
Elections - Contractual Services	High Speed Tabulator Maintenance	14,200	101-262-818-0000
Police - Improvements	HVAC Replacement Project Completion	109,815	101-301-987-0000
Fire - Machinery and Equipment	MH Community Foundation Grant Purchase of Drone	29,969	101-336-982-0000
Streets - Improvements	Quality Roots Donation for Gateway Signs	88,611	101-446-987-0000
		Total General Fund Expenditures	\$ 381,118

Local Streets (203)	Explanation	Amount	Account Number
Gas and Weight Tax	Act 51 increase from State	151,295	203-023-574-5760
Prior Years Fund Balance	Use of Fund Balance	(151,295)	203-053-692-6970
		Total Local Streets Revenues	\$ -