

Downtown Development Authority of City of Madison Heights

Memorandum

Date: August 11, 2026
To: Downtown Development Authority Board Members
From: Giles Tucker, Community Development Director
Subject: Finance Report

The most notable expense that has been posted since our last meeting was the second and final installment of \$19,149.00 for the completion of the 2026 Clocktower Restoration project. All other costs associated with the project were incurred in last Fiscal Year. A summary of the total costs of the 2026 Clocktower project is in the "Ongoing Projects" report.

The end of FY25-26 was 6-30-26, and while we met in July, we were focused on the Strategic Planning Session and didn't include discussion on DDA finances. Below is a summary of the ending fund balance in 6-30-26, where we are in August and some comments about our budget:

FY25-26 Beginning Fund Balance	\$856,387.41
FY25-26 Actual Use of Fund Balance	(\$367,930.09)
FY25-26 Ending Fund Balance (6-30-26)	\$488,457.32

As of 8-11-26	
FY25-27 Beginning Fund Balance:	\$488,457.32
Net of Rev & Exp- (8-11-26)	\$59,702.04
Current Fund Balance as of 8-11-26:	\$ 548,159.36

The FY25-26 Budget year was a very significant year for the DDA as it included the completion of the 11-Mile Streetscape project and associated costs, and the majority of the 2026 Clocktower Restoration project, in addition to the normal expenditures of the DDA. For that reason, the adopted budget included the use of fund balance of up to \$614,773. However, as some budgeted costs for the Streetscape were incurred in the prior year, and we spent less than what we budgeted for in other areas we only used a total of \$367,930.09 of our fund balance by the end of the Fiscal Year.

The FY26-27 budget is intended to expend up to \$206,829 and is anticipated to receive \$291,531 in revenues. The remaining funds are intended to return to the DDA's fund balance. The completion of the Downtown Strategic Plan will inform future budget priorities that will be incorporated in budget discussions beginning of January 2027.