



FY2023-24 Financial Report

Office of the Chief Financial Officer

For the 10 Months ended April 30, 2024

Submitted on June 14, 2024



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The financial information in this report is unaudited and represents the General Fund only (unless otherwise stated). For audited financial statements, visit the [OCFO Financial Reports page](#).

- In June, the City will resume making actuarially determined annual contributions to its legacy pension plans. This year totals \$170.8 million (\$89.1 million for the Police and Fire Retirement System and \$81.7 million for the General Retirement System). The contributions will be funded by \$79.1 million from the Retiree Protection Fund, \$73 million from General Fund revenues, and \$18.7 million from the Foundation for Detroit's Future and DIA.
- The Budget reports are updated this month to reflect supplemental General Fund appropriations totaling \$123 million approved by City Council in April 2024, the largest being \$50 million for the Risk Management Fund and an additional \$21.9 million from the Retiree Protection Fund for the switch to an accelerated legacy pension amortization schedule. The Amended Budget is revised across all months based on the anticipated spread of activity, including previously reported months.
- The Annualized Projection for FY 2024 is revised this month with an estimated \$50 million surplus. Revenues are projected \$28 million higher, driven by income tax, wagering tax, and investment earnings. Expenditures are projected lower by \$22 million, driven by personnel savings across various non-Public Safety departments. The February 2024 Revenue Estimating Conference results remain the City's official revenue estimates for appropriations purposes.

	APRIL 2024				YEAR TO DATE			
	BUDGET	ACTUAL	VARIANCE		BUDGET	ACTUAL	VARIANCE	
	A	B	(\$) C = B-A	% D = (C/A)	E	F	(\$) G = F-E	% H = (G/E)
<i>\$ in millions</i>								
REVENUE:								
Municipal Income Tax	\$ 49.7	\$ 60.8	\$ 11.1	22.3%	\$ 333.2	\$ 364.5	\$ 31.3	9.4%
Property Taxes	1.7	0.5	(1.2)	(70.6%)	112.6	109.4	(3.2)	(2.8%)
Wagering Taxes	21.0	23.5	2.5	11.9%	201.0	207.1	6.1	3.0%
Utility Users' Tax	5.2	5.0	(0.2)	(3.8%)	35.0	30.0	(5.0)	(14.3%)
State Revenue Sharing	39.3	38.1	(1.2)	(3.1%)	157.2	156.7	(0.5)	(0.3%)
Other Revenues	15.0	19.4	4.4	29.3%	164.5	206.3	41.8	25.4%
TOTAL (I)	\$ 131.9	\$ 147.3	\$ 15.4	11.7%	\$ 1,003.5	\$ 1,074.0	\$ 70.5	7.0%
EXPENDITURES:								
Salaries and Wages	\$ 45.4	\$ 42.5	\$ 2.9	6.4%	\$ 462.1	\$ 462.2	\$ (0.1)	(0.0%)
Employee Benefits	11.5	10.7	0.8	7.0%	125.7	116.2	9.5	7.6%
Professional and Contractual Services	9.6	7.5	2.1	21.9%	102.2	64.0	38.2	37.4%
Operating Supplies	5.0	3.8	1.2	24.0%	43.6	31.8	11.8	27.1%
Operating Services	6.7	5.7	1.0	14.9%	80.0	69.9	10.1	12.6%
Capital Equipment and Outlays	1.0	-	1.0	100.0%	2.1	1.3	0.8	38.1%
Debt Service	2.5	2.5	-	-	64.5	64.5	-	-
Other Expenses	30.9	30.1	0.8	2.6%	148.1	133.2	14.9	10.1%
TOTAL (J)	\$ 112.6	\$ 102.8	\$ 9.8	8.7%	\$ 1,028.3	\$ 943.1	\$ 85.2	8.3%
SURPLUS/(DEFICIT) (K= I + J)	\$ 19.3	\$ 44.5	\$ 25.2	130.6%	\$ (24.8)	\$ 130.9	\$ 155.7	627.8%

Note: Represents General Fund operating (Fund 1000) only.

Budget columns reflect budget amendments approved by City Council through April 2024.

Revenues: Budget excludes Prior Year Surplus resources shown as revenue in adopted budget. Other revenues positive variance driven by investment earnings, including unrealized gains non-cash accounting entries.

Expenditures: Contractual Services positive variance due to difference in timing of expenses vs. budget spread and difference in timing for housing and Covid response balance forward spending, which can span multiple fiscal years.

Budget excludes \$23 million in PLD decommissioning reserve not yet expected to be spent.

<i>\$ in millions</i>	ANNUAL			
	BUDGET	PROJECTION	VARIANCE	
	A	B	(\$ C = B-A)	% D= (C/A)
REVENUE:				
Municipal Income Tax	\$ 417.5	\$ 427.6	\$ 10.1	2.4%
Property Taxes	147.1	148.5	1.4	1.0%
Wagering Taxes	248.7	259.4	10.7	4.3%
Utility Users' Tax	46.3	38.2	(8.1)	(17.5%)
State Revenue Sharing	235.8	234.8	(1.0)	(0.4%)
Other Revenues	230.8	245.8	15.0	6.5%
TOTAL (I)	\$ 1,326.2	\$ 1,354.3	\$ 28.1	2.1%
EXPENDITURES:				
Salaries and Wages	\$ 586.9	\$ 574.4	\$ 12.5	2.1%
Employee Benefits	298.1	293.1	5.0	1.7%
Professional and Contractual Services	123.4	123.4	-	-
Operating Supplies	50.9	50.9	-	-
Operating Services	143.2	145.2	(2.0)	(1.4%)
Capital Equipment and Outlays	1.4	1.4	-	-
Debt Service	73.3	73.3	-	-
Other Expenses	193.0	186.3	6.7	3.5%
TOTAL (J)	\$ 1,470.2	\$ 1,448.0	\$ 22.2	1.5%
REVENUES LESS EXPENDITURES (K= I + J)	\$ (144.0)	\$ (93.7)	\$ 50.3	(34.9%)
Budgeted Use of Retiree Protection Fund	79.1	79.1	-	-
Budgeted Use of Prior Year Surplus	38.5	38.5	-	-
Prior Year Continuing Appropriations	26.4	26.4	-	-
SURPLUS/(DEFICIT)	\$ -	\$ 50.3	\$ 50.3	-

Note: Represents General Fund operating (Fund 1000) only.

Budget column reflects budget amendments approved by City Council through April 2024.

Revenues: Revenue Projection is updated based on May 2024 Revenue Review, reflecting anticipated gains vs. Feb 2024 Revenue Conference in Income Tax, Wagering Tax, and Investment Earnings. Excludes Prior Year Surplus resource shown as revenue in adopted budget.

Expenditures: Amended expenditure budget includes supplemental appropriations itemized on the following page, which resolved negative projected variances from prior months. Projections reflect: \$20 million in personnel surpluses across various City departments, offset by an additional \$2.5 million overage in Police and Fire; \$2 million overage for PLD utilities; and \$6.7 million surplus in Workforce Investments Fund, a portion of which will be transferred for Fire overage driven by increase in EMS wage rates approved in Jan 2024.

Budget excludes \$23 million in PLD decommissioning reserve not yet expected to be spent.

Budgeted Use of Prior Year Surplus: Unspent budget resource from prior year used to support one-time expenditures included in the FY24 Amended Budget.

Prior Year Continuing Appropriations: Unspent budget resource from prior year used to support one-time expenditure budgets that carried over from prior fiscal year to current fiscal year. Itemized on the following page.



Amended Budget Reconciliation			
Dept	Total Adopted Budget	Revenue	Expense
		\$ 1,319,487,321	\$ 1,319,487,321
DSLPL	Exclude Adopted Budget Use of Retiree Protection Fund	(57,225,000)	-
Non-Dept	Exclude Adopted Budget Use of Prior Year Surplus	(8,736,804)	-
Various	Continuing Appropriations (see list)	-	26,352,055
Health	Prenatal Care Transportation Services	-	1,200,000
City Council	Legislative Administration	-	125,000
Various	February 2024 Revenue Estimating Conference	72,742,823	-
CDD	Facilities Repair and Maintenance	-	3,000,000
DSLPL	Legacy Pension Contribution - Level Principal Amortization	-	21,900,000
DSLPL	Vehicle Installment Purchase Agreement Delay to FY25	-	(8,250,000)
Fire	Fire/EMS Overtime and Ambulance Unit Expansion	-	11,000,000
HRD	Affordable Housing Development and Preservation Fund	-	350,000
Law	Outside Counsel Legal Services	-	1,800,000
Non-Dept	Risk Management Fund Contribution	-	50,000,000
Non-Dept	Solid Waste Fund Contribution	-	7,800,000
Non-Dept	DDOT and Airport Long-Term Advances Prepayment	-	15,393,549
Police	Police Overtime and Current Services Hiring Trend	-	17,000,000
Police	Detroit Detention Center - State of MI Cost Increase	-	3,000,000
	Total Amended Budget per report	\$ 1,326,268,340	\$ 1,470,157,925

Dept	Continuing Appropriations (Fund 1000)	Amount
BSEED	Public Health Fund	\$ 88,967
CRIO	Homegrown Detroit	3,256,682
Non-Dept	Covid-19 Response	5,000,000
Non-Dept	Over-Assessment Program	6,000,000
HRD	Affordable Housing Development and Preservation Fund	7,525,262
HRD	Senior Home Repair	2,500,000
HRD	Neighborhood Improvement Fund	1,465,786
GSD	Wayne County Park Millage	190,391
GSD	Pistons Basketball Court Improvements	324,967
	Total	\$ 26,352,055

Note: Represents General Fund operating (Fund 1000) only. Continuing appropriations (i.e., "balance forwards") represent unexpended balances from certain appropriations authorized to be re-appropriated in the FY24 Adopted Budget resolution. Amounts are subject to change as year-end FY23 accruals, adjustments, and lapses are completed during the close-out period.

Notes:

(1), (2) Actuals are the headcount of all active employees at month-end. The Budgeted positions have been adjusted to convert full-time equivalents to headcount and to reflect position amendments approved mid-year.

(3) Includes Auditor General, Inspector General, Zoning, City Council, Ombudsperson, City Clerk, and Elections.

(4) Includes Civil Rights Inclusion & Opportunity, Appeals and Hearings, Public Lighting, Demolition, and Non-Departmental

(5) Includes Public Works, General Services, and Elections, and interns.

	MONTH-OVER-MONTH ACTUAL ⁽¹⁾			BUDGET VS. ACTUAL		
	Actual March 2024	Actual April 2024	Change April 2024 vs. March 2024	Adjusted Budget FY 2024 ⁽²⁾	Variance (Under)/Over Budget vs. April 2024	
Public Safety						
Police	3,275	3,262	(13)	3,469	(207)	(6%)
Fire	1,230	1,221	(9)	1,235	(14)	(1%)
Total Public Safety	4,505	4,483	(22)	4,704	(221)	(5%)
Non-Public Safety						
Office of the Chief Financial Officer	382	388	6	428	(40)	
Public Works - Full Time	384	407	23	531	(124)	
Health	192	197	5	281	(84)	
Human Resources	97	99	2	106	(7)	
Housing and Revitalization	141	147	6	205	(58)	
Innovation and Technology	134	135	1	144	(9)	
Law	115	114	(1)	112	2	
Mayor's Office	86	86	0	92	(6)	
Municipal Parking	80	77	(3)	97	(20)	
Planning and Development	32	34	2	39	(5)	
General Services - Full Time	537	548	11	738	(190)	
Legislative ⁽³⁾	270	266	(4)	311	(45)	
36th District Court	318	321	3	325	(4)	
Other ⁽⁴⁾	274	275	1	369	(94)	
Total Non-Public Safety	3,036	3,094	52	3,778	(684)	(18%)
Total General City (Full - Time)	7,541	7,577	30	8,482	(905)	(11%)
Enterprise (Full-Time)						
Airport	10	10	0	12	(2)	
BSEED	298	298	0	357	(59)	
Transportation	933	926	(7)	975	(49)	
Water and Sewerage	624	615	(9)	678	(63)	
Library	235	242	7	341	(99)	
Total Enterprise (Full-Time)	2,105	2,091	(9)	2,363	(272)	(12%)
Total (Full-time)	9,646	9,668	21	10,845	(1,177)	(11%)
ARPA / COVID Response	577	609	32	609	0	0%
Seasonal / Part Time⁽⁵⁾	223	223	0	519	(296)	(57%)
Grand Total	10,446	10,500	53	11,973	(1,473)	(12%)



Fiscal Years 2023 - 2024

FY24 YTD

FY23 YTD

Income Tax Collections

April 2024

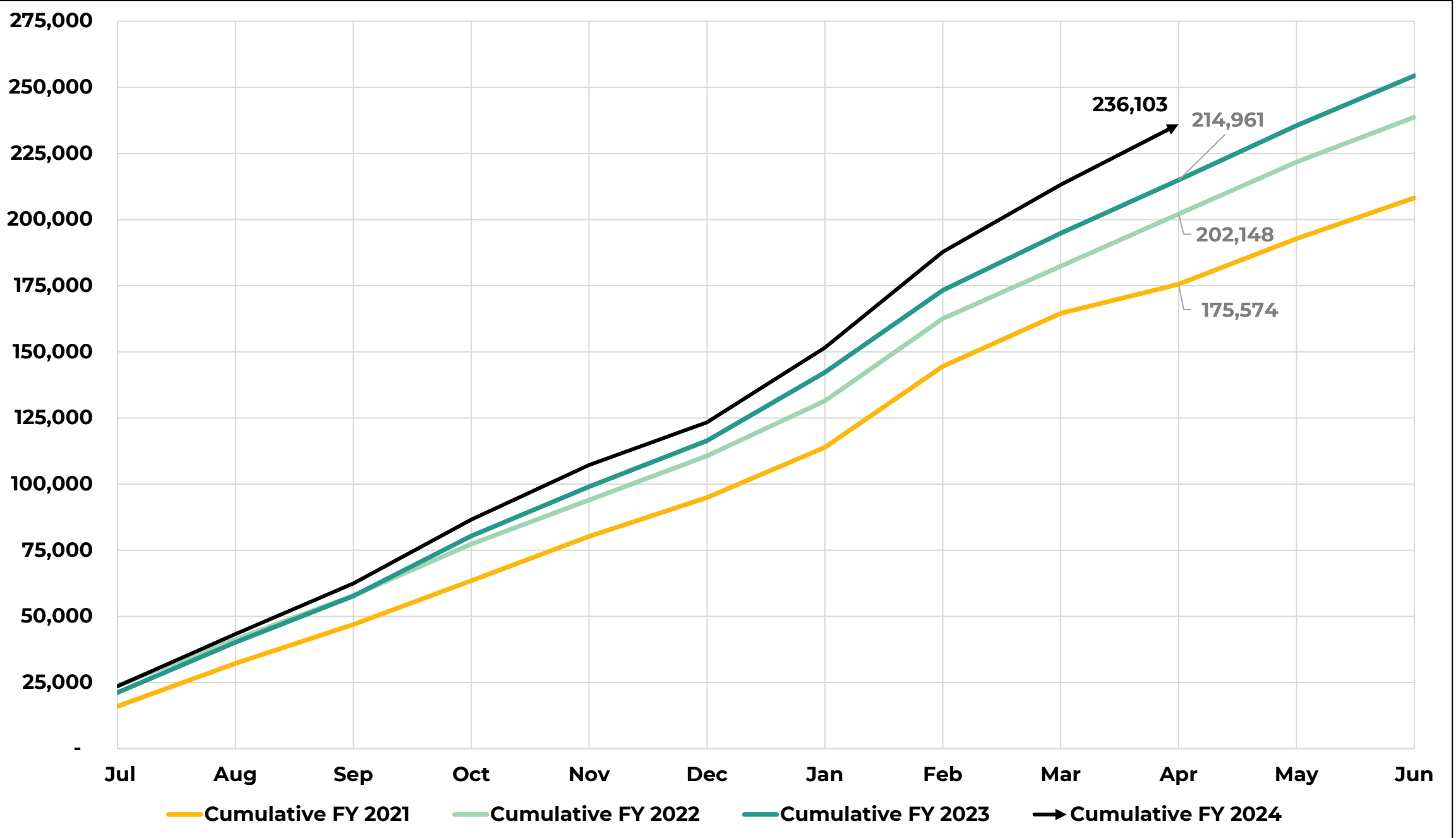
April 2023

Withholding	\$ 301,232,444	\$ 274,551,255
Individual	54,453,391	54,040,214
Corporate	48,858,722	50,747,468
Partnerships	5,244,740	7,960,802
Total Collections	\$ 409,789,297	\$ 387,299,739
Refunds claimed, disbursed and accrued	(45,287,541)	(53,760,998)
Collections Net of Refunds/Disbursements	\$ 364,501,756	\$ 333,538,741

Income Tax - Collections



Income Tax - Withholding Returns



(in millions)	Unrestricted	Restricted	April 2024 Total	Prior Year April 2023 Total
General Fund				
General Accounts	\$ 373.0	\$ 208.9	\$ 581.9	\$ 503.1
Self Insurance	44.2	10.4	54.6	78.0
Quality of Life Fund	0.6	2.0	2.6	3.5
Retiree Protection Trust Fund	-	476.3	476.3	465.7
A/P and Payroll Clearing	0.1	-	0.1	0.5
Other Governmental Funds				
Capital Projects	3.3	145.0	148.3	167.1
Streets	89.8	-	89.8	79.5
Grants	86.9	2.2	89.0	111.6
Covid 19	-	-	-	-
ARPA	568.5	-	568.5	752.8
Solid Waste Management	0.7	-	0.7	6.8
Debt Service	-	56.7	56.7	36.7
Gordie Howe Bridge	7.2	-	7.2	8.7
Other	37.2	-	37.2	41.6
Enterprise Funds				
Enterprise Funds	89.7	-	89.7	37.0
Fiduciary Funds				
Undistributed Property Taxes	98.4	-	98.4	90.6
Fire Insurance Escrow	10.7	-	10.7	11.7
Other	70.4	-	70.4	57.2
Component Units				
Component Units	29.2	-	29.2	23.6
Total General Ledger Cash Balance	\$ 1,509.8	\$ 901.4	\$ 2,411.2	\$ 2,475.8

Note: This schedule reports total City of Detroit (excludes DSWD) cash as recorded in the General Ledger. This report does not represent cash available for spending, liabilities and fund balance must be considered when determining excess cash.



Operating Cash Activity

(Millions of Dollars) Fiscal Year Begins July 1	FY23 YTD	FY24 YTD			Actual	Forecast						
	Actual	Actual	Forecast	Variance	APR 2024	MAY 2024	JUN 2024	JUL 2024	AUG 2024	SEP 2024	OCT 2024	NOV 24 - APR 25
	Beginning Common Cash Pool	1,365.9	1,413.8	-	-	1,370.2	1,320.8	1,299.5	1,139.1	1,168.0	1,306.0	1,222.9
Sources of Cash												
Income Taxes	435.4	342.7	321.3	21.4	39.7	36.0	41.7	33.3	31.2	30.6	30.5	205.5
Property Taxes	649.7	722.8	689.0	33.8	3.1	2.7	19.0	80.0	250.7	29.4	20.6	340.9
Revenue Sharing	156.1	130.4	135.6	(5.2)	-	28.9	32.8	-	32.3	-	34.4	98.7
Wagering Taxes	262.6	234.1	223.3	10.8	24.9	16.7	15.3	16.6	35.8	16.7	16.3	139.4
Utility Users Taxes	35.1	30.5	37.1	(6.7)	5.1	3.1	2.9	2.5	3.0	3.0	2.5	26.1
Other Receipts	336.0	443.5	399.2	44.3	37.8	40.9	36.1	49.1	32.2	31.4	47.7	239.2
Net Interpool transfers	326.5	288.3	330.9	(42.7)	18.4	65.0	12.3	34.6	24.8	18.3	50.8	237.0
Bond Proceeds	113.1	121.0	113.6	7.4	9.1	10.0	16.9	12.4	8.9	16.0	15.2	70.2
Total Sources of Cash	2,314.4	2,313.2	2,250.1	63.1	138.2	203.3	176.9	228.5	418.9	145.3	218.1	1,357.2
Uses of Cash												
Wages and Benefits	(717.4)	(741.4)	(776.5)	35.0	(72.2)	(108.4)	(114.6)	(88.2)	(67.7)	(66.9)	(78.3)	(486.2)
Pension Contribution	(46.4)	(92.6)	(89.9)	(2.7)	(6.0)	(4.4)	(81.0)	(12.9)	(4.3)	(4.2)	(14.7)	(48.6)
Debt Service	(22.1)	(31.9)	(32.7)	0.8	(10.1)	-	-	(4.7)	-	(8.6)	-	(8.6)
Property Tax Distribution	(357.0)	(391.6)	(371.1)	(20.6)	(0.6)	(1.4)	(21.6)	(20.5)	(112.1)	(58.1)	(11.8)	(151.1)
TIF Distribution	(32.3)	(33.9)	(38.6)	4.7	-	-	(36.9)	-	-	-	-	(32.0)
Other Disbursements	(907.9)	(1,107.9)	(1,092.4)	(15.4)	(98.8)	(110.5)	(83.2)	(73.2)	(96.9)	(90.5)	(78.7)	(504.9)
Budget Reserve	(35.7)	(7.0)	(7.0)	-	-	-	-	-	-	-	-	-
Transfers to Retiree Protection Fund	(100.0)	-	-	-	-	-	-	-	-	-	-	-
Total Uses of Cash	(2,218.8)	(2,406.3)	(2,408.1)	1.8	(187.6)	(224.6)	(337.3)	(199.5)	(280.9)	(228.4)	(183.5)	(1,231.4)
Net Cash Flow	95.6	(93.1)	(158.0)	65.0	(49.4)	(21.3)	(160.4)	28.9	138.0	(83.1)	34.6	125.8
Ending Common Cash Pool	1,461.5	1,320.8	-	-	1,320.8	1,299.5	1,139.1	1,168.0	1,306.0	1,222.9	1,257.5	1,383.3
Budget Reserve Fund	143.0	150.0	150.0	-	150.0	150.0	150.0	150.0	150.0	150.0	150.0	150.0



Accounts Payable (AP) as of Apr-24 [Millions]	
Total AP (Mar-24)	\$ 38.5
Plus: Apr-24 invoices processed	\$ 98.7
Less: Apr-24 Payments made	\$ (92.8)
Total AP month end (Apr-24)	\$ 44.4
Less: Invoices on hold ⁽¹⁾	\$ (21.6)
Total AP not on Validation hold (Apr-24)	\$ 22.8
Less: Installments/Retainage Invoices ⁽²⁾	\$ (3.3)
Net AP not on hold	\$ 19.3

Net AP not on hold includes \$10.6m of invoices that are due after Apr-24

(1) Invoices with system holds are pending validation. Some reasons include: pending receipt, does not match purchase order quantity/price and legal holds.

(2) Invoices on retainage are on hold until the supplier satisfies all contract obligations.

All invoices are processed and aged based on the creation date

AP Aging [Millions]					
(excludes invoices on hold & retainage)					
		Net AP	Current		
			0-30	31-60	61+
Invoice \$ Value	Current Month	\$19.6	18.7	0.0	0.9
	% of Total	100%	95%	0%	5%
	Previous Month	\$10.5	9.7	0.0	0.8
	% of Total	100%	92%	0%	8%
Vs Previous Month		\$9.1	9.0	0.0	0.1
Invoice Count	Current Month	1,620	1,588	13	19
	% of Total	100%	98%	1%	1%
	Previous Month	1,197	1,172	7	18
	% of Total	100%	98%	1%	2%
Vs Previous Month		423	416	6	1

