



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Michael E. Duggan, Mayor • **Jay B. Rising**, Chief Financial Officer

DETROIT • MICHIGAN



"We hope for better things."

"It shall rise again from the ashes."

FOUNDED 1701
INCORPORATED 1806
AREA (Square Miles) 138.75
POPULATION 670,031

City of Detroit, Michigan

**Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021
Michael E. Duggan, Mayor**

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Issued Under
Separate
Cover

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December 20, 2021

City of Detroit, Michigan
Honorable Mayor Michael Duggan and
The Honorable City Council

We are pleased to submit the City of Detroit, Michigan's (the "City") Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2021 along with the Independent Auditor's Report. This report is prepared for the purpose of disclosing the City's financial condition to its residents, elected officials, and other interested parties. It is also prepared in accordance with U.S. generally accepted accounting principles (GAAP), as established by the Governmental Accounting Standards Board (GASB), and meets all requirements of state finance law of the State of Michigan.

The Office of the Chief Financial Officer (OCFO) prepares the City's ACFR and is responsible for the accuracy, completeness, and fairness of the data presented, including all disclosures. We believe the data presented is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City's primary government and component units for which it is financially accountable, and that the disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have been included.

All local units of government within the State of Michigan must comply with the Uniform Budgeting and Accounting Act, Public Act 2 of 1968, as amended, which requires an annual audit of the financial records and transactions of the City by independent certified public accountants. The City of Detroit, Michigan's financial statements have been audited by Plante & Moran, PLLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2021 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall presentation of the financial statements. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Detroit, Michigan's financial statements for the fiscal year ended June 30, 2021 are fairly presented in conformity with GAAP. The independent auditor's report is presented in the financial section of this report.

Management's Discussion and Analysis (MD&A) follows the independent auditors' report and provides a narrative introduction, overview, and analysis to accompany the basic financial statements as required by GAAP. This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it.

Profile of the Government

The City is located in southeastern Michigan in Wayne County with a land area of approximately 139 square miles. The City of Detroit is a home rule city with significant independent powers, pursuant to the provisions of the Constitution of the State of Michigan (the "State"). In accordance with the City Charter (the "Charter"), the governance of the City is organized in two branches: the Executive Branch, which is headed by the Mayor, and the Legislative Branch, which is composed of the City Council and its

agencies. The Mayor and the members of the City Council are elected every four years unless a special election is required, as provided for in the Charter.

Mayor Mike Duggan was recently re-elected to his third four-year term, which will begin January 1, 2022. During his first term in office, Mayor Duggan focused on restoring strong fiscal management, improving basic city services such as streetlighting, bus service and police and EMS response times, and blight removal. With those issues addressed, and the city again attracting major investment and jobs, his priority shifted to ensuring that long time Detroiters who stayed during the difficult years have the opportunity to participate fully in the city's recovery. That meant creating more affordable housing as part of new residential developments, priority hiring for Detroiters with new companies locating or expanding in the city, expanding contracting opportunities for Detroit-based companies and greater support for the city's small businesses.

During his second term and as discussed below, the Mayor and his team attracted more than 15,000 new jobs to the city between the new Jeep assembly plant, Ford Train Station project, Amazon, Factory Zero and more. More than 5,000 Detroiters have jobs at the new assembly plant and other nearby Stellantis plants alone as a result of its investment.

Now entering his third term as mayor, he again will build on this progress as he attempts to create a city of not only opportunity and equity, but also of beauty as he seeks to complete the task of removing commercial and residential blight from the city, improving hundreds of city parks, supporting mural art across the city, building beautiful new neighborhood streetscapes and more. Central to the administration's work over the next four years will be the city's share of American Rescue Act and Bi-Partisan Infrastructure Act funds, which will be used to improve neighborhoods, reduce intergenerational poverty and make massive investment in the city's road, water, technological and transportation infrastructure. Throughout this process, the Mayor will continue to work collaboratively with his partners on City Council who have been so instrumental in the city's progress over the past 8 years.

This strategy will foster retention and attraction of residents and businesses to the City which will create new tax base, will increase employability and skills of City residents that will grow income and attract employers to the City, and will interrupt factors contributing to poverty and intergenerational poverty that restrain the prosperity of City residents.

The City Council, composed of seven members elected by district and two members elected at large for four-year terms, is the City's legislative body. The City Council is aided in carrying out its mission by agencies such as the Legislative Policy Division, the City Planning Commission, the Auditor General, and the Ombudsman. By Charter, the principal duty of the Auditor General is to audit the financial transactions of all City agencies, however, since 1980, the City has retained independent accounting firms to perform that function. The Auditor General may investigate the administration and operation of any City agency and prepares various reports, including an annual analysis for the City Council of the Mayor's proposed budget.

The 36th District Court is responsible for adjudicating certain legal matters that arise within the City, including state felony arraignments and preliminary examinations, state misdemeanor and city ordinance violations, civil litigation for claims of \$25,000 or less, and landlord/tenant disputes. The City is responsible for all funding of the 36th District Court in excess of fines collected by the Court, except for judicial salaries, which are funded by the State.

Other entities have been established by the City, in certain cases with the County of Wayne, Michigan, or by the State, principally for the purpose of providing capital financing (normally through the sale of bonds or through special tax levies) for various improvements, services, or major construction projects.

Local Economy

The City is the center of the nation’s 14th largest metropolitan statistical area. As of 2020, Detroit was the 27th largest city, with an estimated census population of approximately 639,111¹, according to the current reports of the U.S. Census Bureau. Detroit is the commercial capital of Michigan and a major economic and industrial center of the nation. Although Detroit is known internationally for automobile manufacturing and trade, the City also has major companies in the financial and technology sectors, educational and health care institutions, and entertainment venues with four major sports teams and three casinos located within the City limits. The southeastern border of the City lies on the Detroit River, an international waterway, which is linked by the St. Lawrence Seaway to seaports around the world. It is the busiest border crossing in North America, carrying a substantial share of international trade between the United States and Canada. A new international crossing, the “Gordie Howe International Bridge,” broke ground in October 2018. The \$5.7 billion project has added 2,500 jobs to the local economy and is currently the largest infrastructure venture in North America. The Detroit Metropolitan Wayne County Airport is one of the nation’s major hubs. There are seven major employment districts, and four Fortune 500 companies that have world headquarters within the City.

Under the leadership of Mayor Duggan, the City is proactively attracting new companies and supporting the expansion of existing businesses and local entrepreneurs to create job opportunities for residents with the goal of ensuring that all Detroiters benefit from the City’s revival. While Mayor Duggan has been in office, Detroit has benefitted from a period of economic growth. Small businesses emerged, large corporate attractions flourished, and Detroit gained a reputation as the Comeback City. The City’s economic development strategic priorities align both geographic and industry advantages to grow and diversify Detroit’s economy. The City has developed a suite of programmatic initiatives to support its high-growth/high-demand and emerging industry sectors, enable business growth, and advance neighborhood development throughout our community. The strategic priorities include business retention, corporate attraction, economic diversification, industrial development, small business development, neighborhood and downtown revitalization, and post-COVID economic realignment.

In the last three years, Detroit’s industrial sector dramatically expanded, with automotive manufacturers ramping up their production capacity and investing in state-of-the-art, future-focused facilities. In 2019, Stellantis (which formerly operated in Detroit as Fiat Chrysler Automobiles [FCA]) announced its intent to invest \$2.5 billion in the construction of its new Mack Avenue Assembly Plant and to retool and modernize their existing Jefferson North Assembly Plant (JNAP) into a new assembly site. In 2020, General Motors (GM) announced a \$2.2 billion investment in its Detroit-Hamtramck Assembly Plant to become the company’s first all-electric vehicle plant and will focus on producing electric and self-driving vehicles. At the Michigan Central Train Station, Ford is constructing a 1.2 million square-foot facility that will serve as an innovation hub to develop, design and test mobility solutions as the company reimagines its business for a new century. Finally, Detroit’s extensive manufacturing experience and highly skilled workforce have encouraged an increasing number of partnerships between the industrial manufacturing and tech sectors.

Through its economic development strategy, the City is also fostering growth of other sectors as well. The city continues to invest in infrastructure projects and attracting businesses that can benefit from Detroit’s strategic location. In early August 2020, Amazon announced that it would be making a \$400 million investment in a 3.8 million square-foot fulfillment center on the site of the former Michigan State Fairgrounds, where they expect to hire 1,200 employees. The trend of financial services moving

¹ The City has filed an appeal with the U.S. Department of Commerce, contesting the current number of 639,111, citing research that would raise the City’s population closer to 700,000.

into Detroit began in 2011 with Quicken Loans relocating operations into the city. Today, the Rock Family of Companies, the parent company of Rocket Mortgage (formerly Quicken Loans), has over 18,600 team members working in downtown Detroit. In 2018, the largest Michigan-headquartered bank, Chemical Bank, announced that it would relocate to Detroit and conclude a merger with Minnesota-based TCF Bank. That merger was completed on August 1, 2020. TCF Bank then announced a merger with Ohio-based Huntington Bank, with a commitment to headquarter commercial banking in Detroit. When completed on June 9, 2021, the merger created a top 25 U.S. bank holding company. Huntington Bank will soon occupy its new commercial banking headquarters in downtown Detroit in a \$104 million, 20-story building currently under construction.

The City has a track record of creating innovative economic development tools to support businesses of all sizes. Motor City Match launched in 2015 as a small business and real estate matching program. Motor City Restore followed in 2017 as a similar program to grow existing businesses. The combined awards of \$1 million each quarter accelerate entrepreneurial pursuits ranging from small manufacturing to retail. In 2020, the City and Detroit Economic Growth Corp (DEGC) established Detroit Means Business (DMB), which serves as the anchor organization for more than 60 business-serving organizations (BSOs) who support more than 3,000 Detroit small businesses with technical assistance and access to low-cost/no cost capital. During the pandemic, more than 8,000 Detroit small businesses learned of the Payroll Protection Program through DMB, and more than 2,000 learned of the Restaurant Revitalization Fund. As importantly, more than \$11 million was awarded in grants to small businesses through DEGC grant programs.

Below is a listing of the top 10 employers by company and by number of employees estimated to be employed full-time as of July 2020 within the City of Detroit and its enclaves (Hamtramck and Highland Park).

Table 1 - Top 10 Employers (2020)¹

Employer	Employees	Percentage of Total City Employment
Rocket Companies	15,250	7.8%
Henry Ford Health System	9,903	5.1%
City of Detroit	9,094	4.6%
Detroit Medical Center	7,839	4.0%
Detroit Public Schools Community District	7,060	3.6%
Stellantis NV ²	6,997	3.6%
U.S. Government	6,352	3.2%
Blue Cross Blue Shield of Michigan/Blue Care Network	5,524	2.8%
Ilitch Holdings Inc.	5,340	2.7%
Wayne State University	4,938	2.5%
Total City Employment³	195,651	

(1) Crain's 2021 Book of Lists, (includes Detroit, Hamtramck, and Highland Park).

(2) FCA, previously Chrysler Group LLC, merged with the PSA Group to form Stellantis in January, 2021.

(3) Michigan Bureau of Labor Market Information and Strategic Initiatives, Quarterly Census of Employment and Wages.

With the attraction of employers to Detroit, the City through its workforce agency, Detroit at Work has linked Detroiters with job opportunities. Through Detroit at Work, Stellantis hired 4,100 Detroit residents for its new plant expansion located on Detroit's east side as of October 21, 2021. Detroit at Work is partnering with the City of Detroit, State of Michigan's Labor and Economic

Opportunity-Workforce Development Agency (LEO-WD), Michigan Department of Transportation (MDOT) Windsor-Detroit Bridge Authority (WDBA) and various education and labor organizations to fill a variety of jobs for the Gordie Howe Bridge program initiative. Detroit at Work supports several employer-led partnerships in construction-related industries, IT, healthcare, and energy.

Beyond job placement, the City continues its focus on ensuring access to free programming that delivers digital connectivity (more than 3,000 free laptops/internet services were delivered during 2020-2021), digital literacy, academic skill building. Additionally, the City provides support to help overcoming commonly recognized employment barriers including criminal record expungement (through Project Clean Slate), childcare, and transportation.

In addition to getting Detroiters into jobs and careers, the City has intensified its focus on connecting its most disadvantaged residents to basic services through Community Health Corps (CHC), a leading edge program through which more than 700 Detroit residents have been connected to emergency housing, stable housing, food and essential services. Unlike other human service models in the United States, the ultimate goal of CHC is to enable economic stability and mobility for Detroiters, utilizing the many existing federal and state resources that are often unknown and inaccessible to residents living in deep poverty.

Finally, primarily through the City's Strategic Neighborhood Fund (SNF) Initiative, the City has made significant streetscape, commercial and mixed-use housing developments in various city neighborhoods and areas. SNF takes on a multi-faceted strategy of improving neighborhoods – all outside of Detroit's greater downtown – based on community input. The City, Invest Detroit (one of the city's community development partners), and philanthropic partners have completed many SNF milestones with the completion of neighborhood plans, the commencement of commercial corridor streetscape projects, the opening of new mixed-use developments and the groundbreaking of new park projects.

Detroit's unemployment rate has improved to 10% in October 2021 from its pandemic peak of 40.4% in May 2020. While employment levels have continuously risen throughout 2021, they are still 2.6% below pre-pandemic levels and labor force participation remains low.

Financial Overview and Budgetary Control

The \$2.2 billion Fiscal Year 2020-2021 ("FY21") Adopted Budget and Four-Year Financial Plan was the City's most challenging budget in recent memory due to the extraordinary fiscal impact of the COVID-19 pandemic. Mayor Duggan and the City Council worked hand in hand over the past five years to prepare the City for such a moment. In the year prior to the pandemic, they adopted a budget that doubled the City's Budget Reserve (or "Rainy Day Fund") to prepare for the next economic downturn. Having built up sizeable reserves and taking proactive action to address the fiscal impact of COVID-19, Detroit maintained a balanced budget while protecting essential services for Detroiters and made its scheduled \$50 million deposit into the Retiree Protection Trust Fund for legacy pension obligations.

In the spring of 2020, the Office of Budget projected a \$348 million revenue shortfall over 15 months due to the COVID-19 pandemic and its mandatory business closures and impact on the economy. In response, the OCFO acted quickly to address the revenue shortfall for both FY20 and FY21 through substantial budget modifications. The CFO canceled all revenue supported capital projects that were not yet under construction and all demolitions that were not an urgent life safety matter. On April 3, the CFO issued a directive to freeze hiring and limit discretionary spending. Under this directive, departments were ordered to cancel discretionary contracts and purchases, make every attempt to limit overtime and limit new contracts to only those deemed critical by the CFO. On April 20, the City instituted a number of workforce changes to reduce spending, preserve core City services, and treat employees fairly. This included laying off over 200 temporary employees and temporarily reducing the

hours of over 2,000 permanent employees. The City assisted permanent employees by filing for their unemployment insurance and preserving their health benefits. The City returned all permanent employees to full-time status in April 2021 after the federal government awarded Detroit \$826 million in fiscal recovery funds from the American Rescue Plan Act (“ARPA”).

In addition, the Chief Procurement Officer renegotiated contracts with major vendors to achieve savings. The City also reduced new budget initiatives and requested and received cost savings from authorities like the Detroit Land Bank Authority and the DEGC to reduce appropriations. The OCFO also planned for the CARES Transit Grant to cover lost DDOT fares revenue due to the COVID-19 pandemic. With these changes, the Office of Budget submitted a budget amendment to City Council to reduce almost all departments’ appropriations (to reflect the workforce and other budgetary actions taken) and balance the FY21 budget prior to adoption. City Council approved the budget amendment on May 5, 2020.

Operationally, the City of Detroit acted quickly to address the City’s COVID-19 health emergency that first peaked in the spring of 2020. The City set up COVID-19 testing sites and quickly made testing broadly available. The City also responded with food distribution, additional cleaning and disinfection, personal protective equipment, safe workplace improvements, work from home needs for City employees, services for people who are housing insecure, safety measures for the public transportation system, small business grants, and workforce support. The OCFO worked diligently to maximize state and federal funding, donations, and corporate and philanthropic partnerships to pay for costs associated with the City’s COVID-19 pandemic response. In January 2021, the City launched a mass COVID-19 vaccination program, leveraging federal funds and supplemental grants from the State of Michigan. The vaccination program helped the local economy to safely re-open at greater levels and more workers to return to jobs.

In January 2021, the State of Michigan launched previously authorized internet gaming and sports betting within the state’s borders. The three Detroit casinos are the only eligible non-tribal licensees. The State also implemented a tax structure for internet gaming and sports betting activity with revenues shared between the State and the City. To be conservative, the City did not count these incremental revenues in the FY21 budget, which provided substantial protection against downside risk on the City’s base revenues. Ultimately, through a combination of the new gaming taxes and stronger income taxes than anticipated (resulting from one-time revenues due to new enforcement activities), the City ended FY21 with substantial revenue upside.

On March 11, 2021, the federal government enacted ARPA to provide additional relief to address the continued impact of the COVID-19 pandemic on the economy, public health, state and local governments, individuals, and businesses. On May 10, 2021, the United States Department of the Treasury announced the launch of the Coronavirus State and Local Fiscal Recovery Funds (the “Fiscal Recovery Funds”), established by ARPA, to provide \$350 billion in emergency funding for eligible state, local, territorial, and Tribal governments to recover from the COVID-19 pandemic. Detroit was awarded \$826 million, the fifth largest amount of any city in America. In June 2021, the City received the first half of \$413 million and will receive the second half next year. During May and June 2021, the City solicited input from Detroiters on how to spend these funds at numerous community meetings and through surveys. The Administration also partnered with City Council to shape the final proposal, which focuses on improving our neighborhoods and building economic opportunities for Detroiters.

Due to the City’s proactive response to the COVID-19 pandemic, maximization of external funding streams, and conservative budget and fiscal management, the City’s FY21 results show a \$854.2 million fund balance in the General Fund, of which approximately \$179 million is unassigned. While the City had planned to draw down \$50 million from its Rainy Day Fund in FY21, it was ultimately not needed and is maintained at the previous \$107.3 million level. During FY21, the City increased its Retiree

Protection Fund to \$235.4 million and is increasing it by another \$135 million during FY22. With these results, FY21 marks the seventh consecutive year the City ended with a surplus and unassigned fund balance since the exit from bankruptcy in December 2014.

The City was better situated to respond financially to the pandemic due to the fiscally responsible actions of the Mayor and City Council with guidance from the OCFO over the seven years since bankruptcy. The City enacted annual balanced budgets each year and created a budget reserve fund at nearly 10% of annual expenditures. Based on these financial improvements along with steps to address long-term liabilities, the City has seen three rating agencies upgrades in less than three years. These financial practices qualified the City for a waiver from active financial oversight by the State's Financial Review Commission in 2018 and each year thereafter.

As a major reform leaving bankruptcy, State law established a Chief Financial Officer (CFO) position vested with authority over all financial and budget activities. The legislation restructured all finance, budget, procurement, property assessment, and grants management functions and created a new centralized financial management organization called the Office of the Chief Financial Officer (OCFO) based on leading government practices and industry standards. The reform increased control over all City financial activities and supports a long-term budget balance.

The City's restructured budget process is informed by a comprehensive planning process that includes departmental, procurement, grant, staffing, technology, capital and long-term financial planning. The Mayor proposes to the City Council a balanced four-year financial plan that includes the annual budget for the next fiscal year, as well as projections for the three subsequent fiscal years. After public hearings, the City Council adopts the budget and four-year financial plan, with or without amendment. The City's four-year financial plan cannot exceed revenues certified by the independent Revenue Estimating Conference, and the CFO must certify the annual budget complies with the Uniform Budgeting and Accounting Act, 1968 PA 2 MCL 141.421 to 141.440a.

Long Term Financial Planning

To complement the City's Budget and Four-Year Financial Plan, the City develops a 10-year forecast to support comprehensive, long-term financial planning. The model informed proactive initiatives that helped prepare the City's finances for the COVID-19 pandemic recession, including: increasing the City's budget reserve (or "Rainy Day Fund") prior to the recession, creation of the Retiree Protection Trust Fund, initiating a repurchase and refunding debt transaction to reduce recurring debt service and eliminate the prior debt cliff, investing capital in the vehicle replacement plan which has reduced costs for repairs and maintenance, and utilizing data-driven modeling and analysis to support decision-makers. In 2019, the City announced a partnership with Michigan's top three public research universities to provide the City with Detroit-specific economic data analysis and forecasting services. In August 2021, the University of Michigan issued its latest Detroit economic forecast from this partnership ("The Detroit Economic Outlook for 2020-2026"), including estimated impacts of the COVID-19 recession and subsequent recovery.

The City has also improved capital planning through its biennial Capital Agenda. The 2020 Capital Agenda reflects a collaboration between the Administration, the members of City Council, and the Detroit community. It also presents a long-term strategy to leverage city sources, state and federal funding, and philanthropy to make targeted investments that improve quality of life for Detroiters. During fiscal years 2019-2024, this plan anticipated a total investment of \$1.88 billion to improve the City's critical infrastructure, expand economic growth, and continue to revitalize our neighborhoods. The City's strong public-private partnerships will continue to create positive financial and economic impact over the course of this five-year period, with programs like the Strategic Neighborhood Fund and the Affordable Housing Leverage Fund creating over \$1 billion dollars in investments into our

neighborhoods. Upon the City’s return to the bond market on its own credit in 2018, 2020 and 2021, the proceeds of the City’s Unlimited Tax General Obligation Bonds and the Bonds have supported the Capital Agenda’s plan for investments in public safety, blight removal and remediation, recreation & museums, economic development, and transportation.

Internal Control Structure

Management of the City is responsible to establish and maintain an internal control structure that ensures the assets of the government are protected from loss, theft, or misuse and that adequate accounting data are compiled to allow for preparation of financial statements in conformity with U.S. generally accepted accounting principles. The City adheres to the GASB (Governmental Accounting Standards Board) standards for financial reporting and internal accounting purposes. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

The OCFO Administrative Issuance System is the system for documenting, issuing, and implementing key policies, process flows, standard operating procedures, and detailed work instructions for all operations within the OCFO. Please visit <https://detroitmi.gov/departments/office-chief-financial-officer/administrative-issuance-system> for a current listing of all policies.

Awards

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Detroit for its annual comprehensive financial report for the fiscal year ended June 30, 2020. This was the third consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report meets the Certificate of Achievement Program’s requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

Acknowledgements

We wish to express our appreciation to the City’s OCFO, other City personnel, and the fiscal staff at each of our component units whose professionalism, dedication, and efficiency contributed to the preparation of this report. We also would like to extend our thanks to the Mayor’s Office, Members of City Council and their staff, and the Auditor General’s Office for their support.

Sincerely,



Jay B. Rising
Chief Financial Officer



John Naglick, Jr.
Chief Deputy CFO/ Finance Director



Eric S. Higgs
Deputy CFO/ Controller – Chief
Accounting Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Detroit
Michigan**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO



Office of the Auditor General

Mark W. Lockridge, Auditor General

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AUDITOR GENERAL'S LETTER

December 20, 2021

The Honorable Mayor Michael Duggan
And Members of the City Council
City of Detroit, Michigan

The basic financial statements included in the City's Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021, were audited by Plante Moran PLLC, under contract with the City of Detroit's, Office of the Auditor General. The audit of these financial statements and the resulting Auditors' opinion satisfies the requirements of the City Charter under Section 7.5-105.

Respectfully,

Mark W. Lockridge
Auditor General

PRINCIPAL OFFICIALS OF THE CITY OF DETROIT, MICHIGAN

Executive (Elected)



Mayor
MIKE DUGGAN

Legislative (Elected)

City Council



BRENDA JONES
President



MARY SHEFFIELD
President Pro Tem



JANEÉ AYERS



SCOTT BENSON



RAQUEL
CASTAÑEDA-LÓPEZ



FRED DURHAL



LATISHA JOHNSON



ROY McCALISTER JR.



JAMES TATE

PRINCIPAL OFFICIALS OF THE CITY OF DETROIT, MICHIGAN

Legislative (Elected)



City Clerk
JANICE WINFREY

Other Executive Officials (Appointed)



JAY B. RISING
Chief Financial Officer



JOHN NAGLICK
Chief Deputy CFO/
Finance Director



TONYA STOUDEMIRE
Chief Deputy CFO/
Policy & Administration Director

Fiat Chrysler Constructs First Auto Assembly Plant in 30 Years, Hires Detroiters First



The City of Detroit and Fiat Chrysler Automobiles (FCA) announced the company's plans in 2019 to invest \$2.5 billion to expand the former Mack Avenue Engine Complex into an assembly plant and update the adjacent Jefferson North Assembly Plant. Plans also called for the company to offer positions to Detroit residents first.

Through 2020 and into 2021, construction continued, and thousands of new local jobs were created. FCA (now Stellantis) partnered with Detroit at Work to recruit Detroit residents and by October 2020 had offered 4,100 Detroiters positions at its new Detroit Assembly Complex.



The automotive assembly plant was the first built in the city in nearly 30 years. FCA converted the current Mack Avenue Engine Complex into a vehicle assembly plant for production of the next generation Jeep Grand Cherokee and an all-new, three-row full-size SUV along with plug-in hybrid models.

Following the success of the project, the City and Detroit at Work continue to collaborate with other employers to give Detroit residents priority for jobs.



2020-2021

City officials receive COVID-19 vaccinations and begin vaccinating first responders and vulnerable residents



In December 2020, the first wave of eligible City of Detroit employees, health care workers and the most vulnerable residents began receiving their COVID-19 vaccinations.

The City received its first shipment of 2,000 doses of the recently-approved Moderna COVID-19 vaccine and vaccinated home healthcare workers, staff and residents at congregate facilities in the city.

Mayor Mike Duggan, Chief Public Health Officer Denise Fair, Public Safety Health Director Dr. Robert Dunne, and Henry Ford Health System CEO Wright Lassiter all received their vaccinations as part of

the City's effort to assure the public of the vaccine's safety. Each expressed their strong feeling to not ask their employees to take the new vaccine without first taking it themselves.

Through its occupational health partnership with the City, Henry Ford Health System began vaccinating Detroit's EMS workers and fire-fighters.

The City soon opened a drive-up vaccination site at the TCF Center in January 2021, becoming one of the first mass vaccination sites in the country. Additional locations across the city were also opened to provide easy access to COVID-19 vaccines.



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT



JOE LOUIS GREENWAY

Joe Louis Greenway Phase 1 Construction Begins

City officials, joined by federal, state, local, and community leaders, launched the first phase of construction on the Joe Louis Greenway in May 2021, named after the legendary boxer and Detroit native Joe Louis. The Joe Louis Greenway is a 27.5-mile recreational pathway that will connect parks and neighborhoods across the city, allowing residents to travel safely from McNichols to the riverfront—all without a car—through a combination of new trails, on-street protected bike lanes and links to existing trails like the Dequindre Cut and the RiverWalk. The greenway includes the cities of Dearborn, Hamtramck, and Highland Park, linking them to larger trail systems that crisscross the entire state as well as pass-through five council districts.



The first phase of construction will transform and beautify one mile of a former Conrail railway line from Warren Avenue to Joy Road, in the neighborhoods of Midwest and Barton-McFarland. It will include a new park at Warren Avenue with a playground, fitness equipment, and a pavilion.



The project is led by the General Services Department. The full loop is estimated at \$180-million and is expected to be completed in 5 years



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT



City of Detroit Receives \$826 Million through American Rescue Plan Act

Mayor Mike Duggan announced in May 2021 that the City of Detroit would receive \$826 million to use over three years as part of President Joe Biden's American Rescue Plan Act. Called the Detroit Future Fund, the ARPA State and Local Fiscal Recovery Funds will lead to direct investments in Detroit's neighborhoods at a scale not seen in our lifetime.

The \$1.9-trillion American Rescue Plan (ARPA) was signed into law in 2021 to combat the effects of the COVID-19 pandemic. Under the act, state and local governments received money to fix budget shortfalls and invest in their communities.

A survey was conducted, and community meetings held to receive Detroit residents' input and suggestions. City residents provided valuable input on where the dollars should be spent and recommended:

- **Money for home repairs, prioritizing seniors and the disabled**
- **Increased traffic enforcement**
- **Community-based gun violence intervention and initiatives**
- **Support for the disability community**
- **Mental health support**
- **Recreation center funding**



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Digital Detroit Helps Residents Get Computers and Internet Access

The City of Detroit offices of Digital Inclusion and Sustainability assisted thousands of Detroiters to get connected this past year.

The City of Detroit launched a unique campaign in June 2021 with Human IT and other partners to help ensure that Detroit households had access to computers and laptops essential to reliable Internet access.

Empowering Digital Detroit distributed more than 1,000 donated laptops, refurbished by a team of local IT professionals, to low-income resident families across the city.

At the same time, Empowering Digital Detroit created jobs for local communities and removed close to 300,000 pounds of electronic waste from local businesses that usually end up in landfills, causing environmental harm.



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT

City of Detroit Continued Drive-Through COVID Testing for Residents



Throughout 2020 and into 2021, the City of Detroit continued to ensure that all local residents had access to COVID-19 testing. One of the major efforts was the drive-through COVID-19 testing site operated by the Coronavirus Community Care Network site first at the Michigan State Fairgrounds and then moved to Joseph Walker Williams Community Center.

Residents were able to have the test done while remaining in their own vehicles, allowing them to keep socially distant from medical personal and other individuals.

Detroit residents who didn't have their own transportation were still able to use the testing site by booking a round-trip ride to the testing site for just \$2, including wheelchair accessible transportation.



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT



Detroit Memorial Drive on Belle Isle Honored COVID-19 Victims



Mayor Mike Duggan was joined by Michigan Gov. Gretchen Whitmer and Lt. Gov. Garlin Gilchrist to kick off the Detroit Memorial Drive on Belle Isle, honoring local COVID-19 victims. The Detroit Memorial Day event on August 31, 2020 was planned and executed by a team led by Rochelle Riley, Director of the Office of Arts and Culture.

The celebration of life entailed 15 funeral processions driving a dedicated route on Belle Isle and was the nation's first citywide memorial to honor pandemic victims.

Mourners drove past nearly 924 billboard-sized photos of loved ones, representing a majority of the 1,500 Detroiters lost to the virus between March and August 18, 2020. Attending families received the large photos of their loved ones as a gift from the City the day after the event. Families also received vouchers for free meals, representing the repast that typically happens after funerals.

"This was a chance for closure for so many families," Riley said, "and we are so honored that the Mayor let us create such a huge project, the largest arts installation in the city's history. A year later, I was still receiving thank yous from those we served."



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT



City Walls Program aims at bringing beauty to neighborhoods

The City of Detroit launched the City Walls program in the summer of 2017. The initiative integrates a multi-faceted approach to enhancing public space by focusing on an essential urban element: the city wall.

The pilot program included an artist residency program called the Blight Abatement Artist Residency Program (BAARP), a viaduct transformation program, and a program where property owners who have received a blight violation ticket could choose to have a mural painted to satisfy the remediation portion of the ticket.

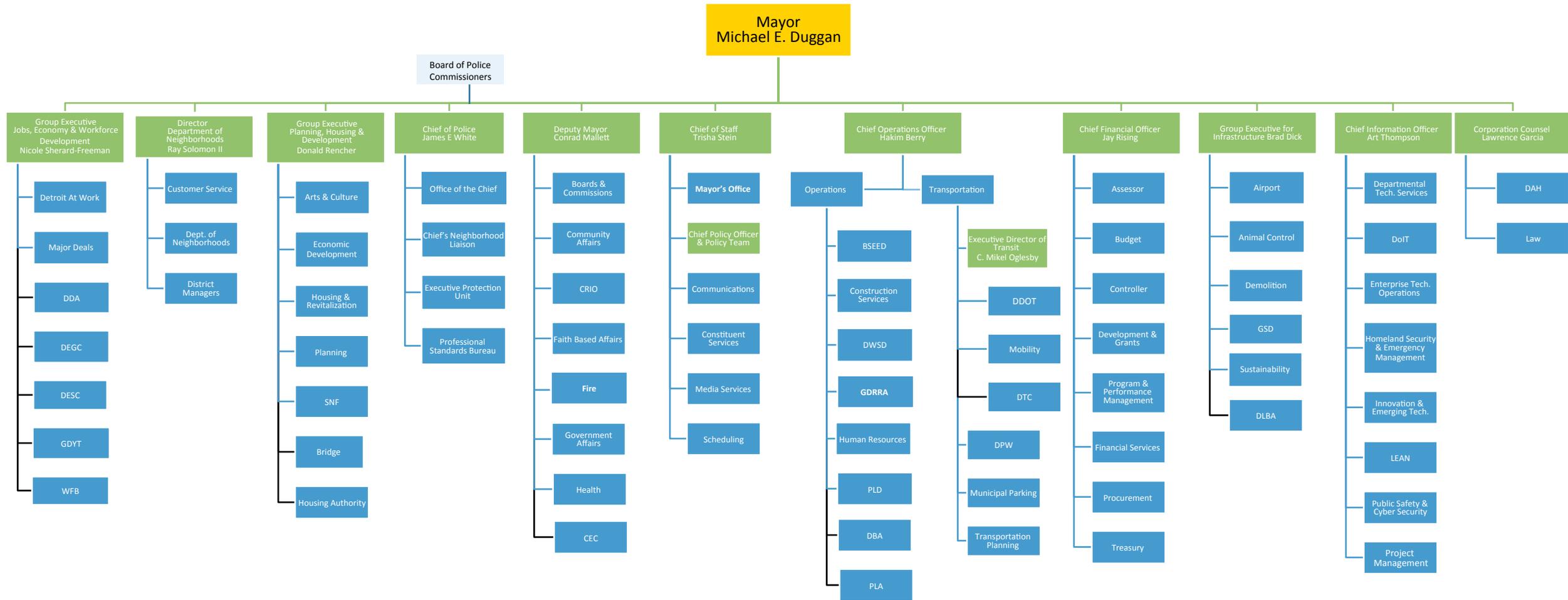
The goals of the program are to highlight the values and the identity of the communities where art work is being created, empower Detroit artists, and to provide a positive cost benefit to the public via art versus the cost of blight remediation.

Since 2017, more than 80 murals have been completed through the fiscal year ending June 30, 2021.



2020-2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT



Updated June 2021

- A dashed line indicates that there, the entity is a separate legal entity and/or, is or has an independent board.
- DWSD is subject to federal court orders and charter provisions that govern aspects of the management of the water and sewerage systems

Independent Auditor's Report

To the Honorable Mayor Michael E. Duggan and
the Honorable Members of the City Council
City of Detroit, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Detroit, Michigan (the "City") as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the City of Detroit, Michigan's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the following discretely presented component units: Detroit Brownfield Redevelopment Authority, Detroit Public Library, Detroit Transportation Corporation, Downtown Development Authority, Eastern Market Corporation, Economic Development Corporation, Local Development Finance Authority, Museum of African American History, Detroit Land Bank Authority, Eight Mile/Woodward Corridor Improvement Authority, and Community Education Commission, which collectively represent 77.19 percent, 75.28 percent, and 49.80 percent of the assets, net position, and revenue, respectively, of the discretely presented component units. We also did not audit the financial statements of the following blended component units: Public Lighting Authority, which is a major enterprise fund with assets, net position, and revenue of \$221.4 million, \$39.0 million, and \$23.4 million, respectively, and the Detroit Building Authority and Greater Detroit Resource Recovery Authority, which collectively represent 12.04 percent, 4.59 percent, and 2.65 percent of the assets, net position/fund balance, and revenue, respectively, of the aggregate remaining fund information. Those financial statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the business-type activities, aggregate discretely presented component units, Public Lighting Authority as a major enterprise fund, and aggregate remaining fund information, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Greater Detroit Resource Recovery Authority, Detroit Public Library, and Community Education Commission were not audited under *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

To the Honorable Mayor Michael E. Duggan and
the Honorable Members of the City Council
City of Detroit, Michigan

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Detroit, Michigan as of June 30, 2021 and the respective changes in its financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As discussed in Note 1 to the financial statements, the beginning of year classifications between unrestricted and restricted net position of the Public Lighting Authority were adjusted to properly reflect net position restrictions. Our opinion is not modified with respect to this matter.

As discussed in Note 1 to the financial statements, during the year ended June 30, 2021, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, which gives guidance on the identification and reporting of fiduciary activities. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplemental information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Detroit, Michigan's basic financial statements. The other supplemental information, as identified in the table of contents, and introductory and statistical sections are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The other supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplemental information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on them.

To the Honorable Mayor Michael E. Duggan and
the Honorable Members of the City Council
City of Detroit, Michigan

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2021 on our consideration of the City of Detroit, Michigan's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Detroit, Michigan's internal control over financial reporting and compliance.

Plante & Moran, PLLC

December 20, 2021

Management's Discussion and Analysis

(MD&A)

(Unaudited)

As management of the City of Detroit (the “City”), we offer readers of the City’s Annual Comprehensive Financial Report (ACFR) this narrative overview and analysis of the financial activities of the City for the year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

COVID-19

The COVID-19 pandemic began during the second half of the City’s fiscal year 2020 and continued through fiscal year 2021. COVID-19 has had a significant impact on the City’s financial activity, including revenue reductions and expenditure increases in response to the pandemic. Throughout the pandemic, the City’s leadership has proactively reduced and managed expenditures, while maximizing grant funding, to mitigate the financial impact while mounting a substantial public health response. The fiscal year 2021 financial results illustrate how the City leadership’s actions kept the City in a sound financial position as of June 30, 2021.

FINANCIAL HIGHLIGHTS

The following are the City’s financial highlights For the Year Ended June 30, 2021:

Government Wide

- At June 30, 2021, the City’s total net position was \$814.46 million.
- The City’s unrestricted net position reflected a deficit of \$1.10 billion as of June 30, 2021.
- The City had revenue of \$2.28 billion, and expenses of \$2.31 billion for the year ended June 30, 2021.

Fund Level

- The General Fund assets exceeded its liabilities and deferred inflows of resources by \$854.2 million, and cash and investments on hand, including restricted balances, totaling \$811.53 million was \$190.25 million higher than the \$621.28 million at June 30, 2020.

	2021 (In thousands)			2020 (In thousands)		
	General Fund	Other Major & Non-Major Governmental Funds	Totals	General Fund	Other Major & Non-Major Governmental Funds	Totals
Cash and cash equivalents	\$ 493,204	\$ 723,580	\$ 1,216,784	\$ 340,900	\$ 390,526	\$ 731,426
Restricted cash and investments	318,328	374,256	692,584	280,377	145,442	425,819
Total Cash and investments	\$ 811,532	\$ 1,097,836	\$ 1,909,368	\$ 621,277	\$ 535,968	\$ 1,157,245

- The General Fund had a fund balance of \$854.2 million at June 30, 2021, a \$107.9 million increase from the \$746.3 million fund balance at June 30, 2020.
- The General Fund had unassigned cumulative fund surplus of \$179.1 million at June 30, 2021, a \$70.0 million increase from the \$109.1 million surplus at June 30, 2020. The City’s enterprise funds had a net position of

\$1.26 billion at June 30, 2021, a decrease of \$21 million from \$1.28 billion at June 30, 2020. The enterprise funds cumulative unrestricted net position was \$705.9 million at June 30, 2021.

Long-term Debt Activities

- The City's total bonded debt at June 30, 2021 was \$2.30 billion, an increase of \$197.8 million from the June 30, 2020 balance.
- Total primary government long-term obligations were \$5.5 billion, at June 30, 2021, an increase of \$596.0 million from the \$4.9 billion at June 30, 2020.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to the City's basic financial statements, which has been comprised of three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the basic financial statements. This report also contains other required supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

Government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private sector business. The financial statements include the Statement of Net Position and the Statement of Activities. These statements are prepared using the economic resources measurement focus and accrual basis of accounting. They take into account all revenues and expenses connected with the fiscal year, regardless of when the City received or paid the cash. The Statement of Net Position and the Statement of Activities are two financial statements that report information about the City as a whole, and about its activities. This statement should help answer how has the City's financial position, as a whole, changed as a result of this year's activities. These statements include all non-fiduciary assets and liabilities.

The Statement of Net Position, presents all of the City's assets, deferred outflows of resources and liabilities, and deferred inflows of resources, with the difference reported as net position. Over time, increases and decreases in net position measure whether the City's financial position is improving or eroding.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying events giving rise to the change occur, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in these statements for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both statements report three activities:

- **Governmental Activities** – Most of the City's basic services such as public protection (police and fire) and public works are reported under this category. Taxes and intergovernmental revenues generally fund these services.
- **Business-Type Activities** – The City charges fees to customers to help it cover all or most of the cost of services it provides such as water and transportation.
- **Discretely Presented Component Units** – Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. There are fourteen legally separate organizations presented as discretely presented component units including the Economic Development Corporation, Museum of African American History, Detroit Employment Solutions Corporation and Housing Commission that are reported as discretely presented component units.

Fund Financial Statements

The fund financial statements provide detailed information regarding the major individual funds. A fund is a fiscal and accounting entity with a self-balancing set of accounts that the City uses to keep track of specific sources of funding and spending for a particular purpose. The City's funds are divided into three categories; governmental, business-type and fiduciary which use different accounting approaches.

- **Governmental Funds** - Most of the City's basic services are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year end that are available for future spending. The governmental fund financial statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.
- **Business-type Funds** - When the City charges customers for services it provides, whether to outside customers or to other agencies within the City, these services are generally reported in business-type funds. Business-Type (e.g., Enterprise) funds utilize accrual accounting, the same method used by private sector businesses. Enterprise funds report activities that provide supplies and services to the general public (e.g., Transportation Fund).
- **Internal Service Funds**— The City uses internal service funds to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City and to other governmental units, on a cost-reimbursement basis.
- **Fiduciary Funds** - Fiduciary funds are used to account for resources held for the benefit of parties outside the City. For reporting purposes, unlike governmental and proprietary statements, the City's fiduciary funds are not included in its government-wide financial statements on the basis that resources in those funds are not available to support the City's own programs. Accordingly, separate fiduciary/custodial-fund statements can be found immediately following the internal service fund financial statements.
 - **Custodial funds** - A subset of Fiduciary type funds, are used to account for transactions of assets held by the City in a fiduciary capacity. The City had five (5) custodial funds within the fiduciary type namely: 36th District Court, B Bonds, Delinquent Property Tax Fund, Property Tax Receiving Fund, and Other Custodial Funds.
 - Pursuant to the adoption of GASB Statement No. 84 for the fiscal year ended June 30, 2021, the City will no longer report its retirement systems within fiduciary activities and as a result, fiduciary net position/ fund balance decreased \$4.39 billion, which was partially offset by an increase of \$40.36 million attributed to the reclass of liabilities to restricted net position for certain funds that were previously reported as agency liabilities. Furthermore, the General Fund net position/ fund balance also increased \$49,351 while the nonmajor governmental funds had a commensurate decrease of \$49,351, both attributed to changes from the adoption of the new standard.

Notes to the Basic Financial Statements

The Notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found immediately following the basic financial statements.

Additional Required Supplementary Information

The required supplementary information that follows the basic financial statements further explains and supports the information in the financial statements.

Other Supplementary Information

Other supplementary information includes combining financial statements for non-major governmental, proprietary, and fiduciary funds. These funds are added together, by fund type, and are presented in single columns in the basic financial statements, but are not reported individually, as are the major funds on the government-wide statements.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Government-wide Net Position

Net Position (assets and deferred outflows less liabilities and deferred inflows) serve as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$814 million at June 30, 2021, resulting in unrestricted net deficit of \$1.10 billion at June 30, 2021.

Total Primary Government

The City's net investment in capital assets (e.g. land, buildings, equipment, infrastructure, and others), net of any related debt outstanding that was needed to acquire or construct the assets was \$1.61 billion at June 30, 2021, which was approximately \$10 million less than the \$1.62 billion at June 30, 2020. The City uses capital assets to provide services to citizens, consequently, these assets are not available for future spending.

Summary of Net Position						
June 30, 2021 and 2020 (In Thousands)						
	Governmental Activities		Business Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Assets						
Current and other non-current assets	\$ 2,569,087	\$ 1,655,142	\$ 1,413,661	\$ 1,516,330	\$ 3,982,748	\$ 3,171,472
Capital assets	1,419,326	1,415,652	1,514,274	1,481,982	2,933,600	2,897,634
Total assets	3,988,413	3,070,794	2,927,935	2,998,312	6,916,348	6,069,106
Deferred Outflows of Resources	316,322	170,202	47,209	29,511	363,531	199,713
Liabilities						
Current and other liabilities	807,071	324,610	103,847	141,429	910,918	466,039
Long-term obligations	3,902,630	3,311,898	1,604,727	1,599,111	5,507,357	4,911,009
Total liabilities	4,709,701	3,636,508	1,708,574	1,740,540	6,418,275	5,377,048
Deferred Inflows of Resources	42,658	43,658	4,488	4,176	47,146	47,834
Net position:						
Net investment in capital assets	1,087,592	1,102,806	522,984	514,427	1,610,576	1,617,233
Restricted	274,101	243,879	33,223	8,963	307,324	252,842
Unrestricted (deficit)	(1,809,317)	(1,785,855)	705,875	759,717	(1,103,442)	(1,026,138)
Total net position (deficit)	\$ (447,624)	\$ (439,170)	\$ 1,262,082	\$ 1,283,107	\$ 814,458	\$ 843,937

Restricted net position totaling \$307.3 million, at June 30, 2021 are resources subject to external restrictions, constitutional provisions, or enabling legislation on how they can be used. The City presents restricted net position for Highway and Street Improvement (\$61.8 million), Construction Code (\$13.7 million), Debt Service (\$85.1 million), Water Affordability (\$1.6 million), Budget Stabilization (\$7.5 million), Endowments and Trusts (\$1.6 million), Grants (\$41.2 million), Police (\$4.5 million), Rubbish Collection and Disposal (\$35.1 million) and Public Act 152 (\$40.5 million), Community and Economic Development (\$14.7 million).

The remaining balance is an unrestricted accumulated deficit of \$1.10 billion at June 30, 2021. A deficit represents a shortage of assets available to meet all City's obligations if they were immediately due and payable.

Governmental Activities

At June 30, 2021, the City's governmental activities had a net deficit of \$447.6 million, a deficit increase of \$8.4 million from the \$439.2 million net deficit at June 30, 2020.

Net Investment in Capital totaled \$1.09 billion. Restricted net position totaled \$274.1 million at June 30, 2021. The unrestricted net deficit totaled \$1.81 billion at June 30, 2021 a \$23 million increase from the \$1.79 billion deficit at June 30, 2020.

Business-type Activities

The business-type activities had a net position of \$1.28 billion at June 30, 2020, an increase of \$20 million from the \$1.26 billion net position at June 30, 2019. The unrestricted net position totaled \$759.7 million at June 30, 2020, a \$13.5 million decrease from net position of \$773.2 million at June 30, 2020.

The Water Fund had a \$561.7 million net surplus at June 30, 2021. The Sewage Disposal Fund had a net surplus of \$776.6 million at June 30, 2021. The Transportation, Public Lighting Authority and Other Enterprise Fund Airport had net deficit positions totaling \$76.2 million at June 30, 2020.

Government-wide Changes in Net Position

The following condensed financial information was derived from the government-wide statement of activities and reflects how the City’s net position changed during the fiscal year:

Summary of Changes in Net Position
June 30, 2021 and 2020 (In Thousands)

	<u>Governmental Activities</u>		<u>Business Type Activities</u>		<u>Total Primary Government</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Revenues:						
Program Revenues:						
Charges for Services	\$ 294,919	\$ 306,128	\$ 464,624	\$ 477,103	\$ 759,543	\$ 783,231
Operating Grants and Contributions	297,057	288,342	88,824	57,375	385,881	345,717
Capital Grants and Contributions	-	-	4,688	34,526	4,688	34,526
General Revenues:						
Property Taxes	192,367	189,639	-	-	192,367	189,639
Municipal Income Tax	396,116	304,292	-	-	396,116	304,292
Utility Users Tax	31,869	26,866	-	-	31,869	26,866
Wagering Tax	177,205	132,404	-	-	177,205	132,404
Other taxes and assessments	2,730	2,535	-	-	2,730	2,535
Interest and Penalties on Taxes	4,200	3,153	-	-	4,200	3,153
State Shared Taxes	228,772	194,143	-	-	228,772	194,143
Investment Earnings	4,120	25,920	288	3,197	4,408	29,117
Principal forgiveness on state	-	-	2,031	-	2,031	-
Miscellaneous	52,012	48,656	38,308	43,556	90,320	92,212
Total Revenues	<u>1,681,367</u>	<u>1,522,078</u>	<u>598,763</u>	<u>615,757</u>	<u>2,280,130</u>	<u>2,137,835</u>
Expenses:						
Public Protection	619,099	618,928	-	-	619,099	618,928
Health	125,485	63,926	-	-	125,485	63,926
Recreation and Culture	39,569	37,826	-	-	39,569	37,826
Economic Development	71,984	78,756	-	-	71,984	78,756
Housing Supply and Conditions	20,630	41,892	-	-	20,630	41,892
Physical Environment	83,939	83,210	-	-	83,939	83,210
Transportation Facilitation	131,452	96,824	-	-	131,452	96,824
Development and Management	481,194	472,186	-	-	481,194	472,186
Interest on Long-term Debt	73,957	63,639	-	-	73,957	63,639
Sewage Disposal	-	-	345,510	323,539	345,510	323,539
Transportation	-	-	157,397	162,061	157,397	162,061
Water	-	-	134,115	115,817	134,115	115,817
Airport	-	-	4,109	1,025	4,109	1,025
Public Lighting Authority	-	-	23,960	22,917	23,960	22,917
Total Expenses	<u>1,647,309</u>	<u>1,557,187</u>	<u>665,091</u>	<u>625,359</u>	<u>2,312,400</u>	<u>2,182,546</u>
Excess (Deficiency) Before Asset Impairment	34,058	(35,109)	(66,328)	(9,602)	(32,270)	(44,711)
Gain on Sale of Capital Assets	2,850	16,892	(59)	413	2,790	17,305
Transfers - Net	(45,362)	(33,553)	45,362	33,553	-	-
Increase (Decrease) in Net Position	(8,454)	(51,770)	(21,025)	24,364	(29,479)	(27,406)
Net Position, July 1	(439,169)	(387,399)	1,283,107	1,258,743	843,938	871,344
Net Position, June 30	<u>\$ (447,623)</u>	<u>\$ (439,169)</u>	<u>\$ 1,262,082</u>	<u>\$ 1,283,107</u>	<u>\$ 814,459</u>	<u>\$ 843,938</u>

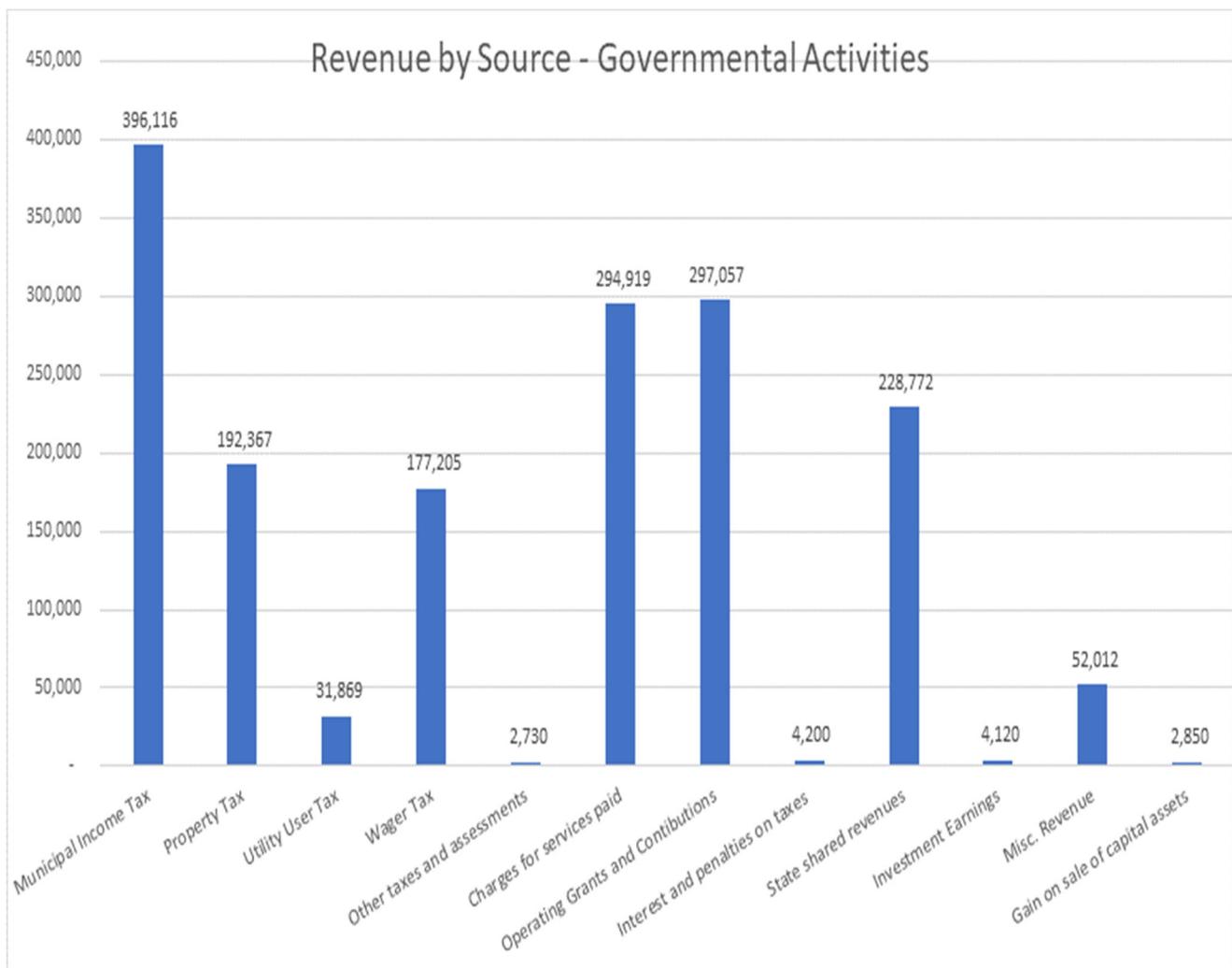
Total Primary Government

Total revenues for the year ended June 30, 2021 were \$2.283 billion an increase of \$142.3 million from prior year.

Total expenses for the year ended June 30, 2021 were \$2.312 billion an increase of \$129.9 million from the prior fiscal year.

Governmental Activities

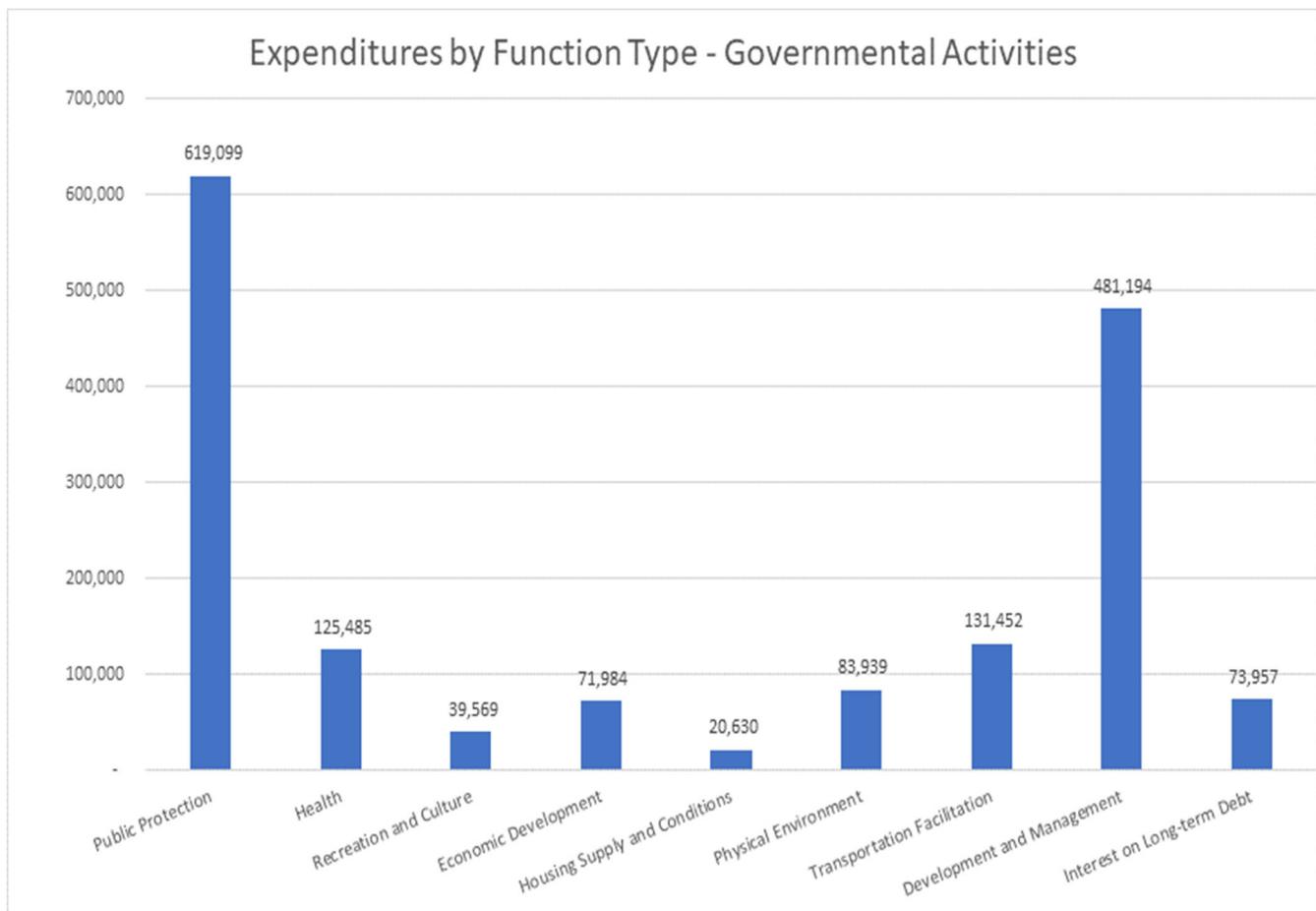
The following chart depicts revenue of the governmental activities for the year ended June 30, 2021 (in thousands):



The governmental activities revenues totaled \$1.68 billion for the year ended June 30, 2021. The amount that taxpayers paid for these activities through City taxes was \$800.3 million or 47.5% of total revenues, a \$144.6 million increase from the prior fiscal year amount, mainly resulting from an increase in Municipal Income Tax. Property taxes were \$2.7 million more than the prior fiscal year, and Municipal income taxes were \$91.8 million more than the prior fiscal year amount. Utility user taxes increased by \$5.0 million. Wagering (casino) tax revenues increased by \$44.8 million. Other Tax & assessments revenues increased by \$0.2 million. Other funding for governmental activities was provided from the following sources:

- Charges for services paid by those who directly benefited totaled \$294.9 million or 17.5% of total revenues. These services included permits, parking fines, licenses, and solid waste fees. Charges for services were \$11.2 million less than the \$306.1 million for the year ended June 30, 2020.
- Other governments and organizations subsidized programs such as health related activities and community development projects with grants and contributions totaling \$297.1 million or 17.6% of total revenue.
- Other revenues such as state aid (revenue sharing), interest, and miscellaneous income funded the “public benefit” portion of various programs and totaled \$289.1 million or 17.2% of total revenue. This was \$17.2 million more than the \$271.9 million for the year ended June 30, 2020.
- Gain on sale of capital assets totaled \$2.8 million or 0.2% of total revenue. This was \$14.0 million less than the year ended June 30, 2020.

The following chart depicts expenses of the governmental activities for the year ended June 30, 2020 (in thousands):



The governmental activities expenditures totaled \$1.65 billion for the year ended June 30, 2021, an increase of \$90.1 million from the prior fiscal year.

The increase is primarily related to additional expenditures for Health of \$61.6 million, Transportation Facilitation of \$34.6 million. Interest on Long-term Debt of \$10.3 million, and Development and Management of \$9.0 million. The increase spending was partially offset by decreased spending for Housing Supply and Conditions by \$21.3 million, and Economic Development by \$6.8 million.

Business-type Activities

The total net position for business-type activities was \$1.262 billion at June 30, 2021, an decrease of \$21.0 million in net position of \$1.283 billion from fiscal year 2020. Detailed below are the results for the major business-type funds:

Water Fund

The Water Fund had a net position of \$561.6 million at June 30, 2021, a decrease of \$3.3 million from the prior year net position of \$564.9 million. The change in the Water Fund net position is caused by nonoperating expenses of \$7.6 million offset by an operating income of \$4.3 million.

The change in the Water Fund's net position was primarily due to changes from the pension actuarial report which had an increase in pension recovery revenue of \$17 million. The Water fund also receive principal forgiveness from their State Revolving Fund Loans equal to \$4.7 million.

The total operating revenues were \$111.8 million for the year ended June 30, 2021, a decrease of \$3.0 million from the prior year. The total operating revenues decrease was primarily due to decreased shared services billings (\$2.1 million). The total operating expenses were \$107.5 million for the year ended June 30, 2021, an increase of \$16.2 million from the prior year. The operating expenses change was primarily caused by increases in bad debt (\$9.7 million), pension (\$2.0 million), shared services (\$2.1 million), and operating (\$1.5 million), as compared to the prior year. The total operating income was \$4.3 million for the year ended June 30, 2021, a decrease of \$19.3 million.

Sewage Disposal Fund

The Sewage Disposal Fund had a net position of \$776.6 million at June 30, 2021, an increase of \$12.7 million from the prior year net position of \$763.9 million. The change in the Sewer Disposal Fund net position is primarily due to \$11.5 million operating income in fiscal year 2021

The total operating revenues were \$336.8 million for the year ended June 30, 2021, an increase of \$5.1 million from the prior year. The total operating revenues increase was primarily due to increases in Sewage and drainage fees (\$11.4 million), penalties and fees (\$1.4 million) and recovery of pension cost (\$1.5 million), the increases were partially offset by a decrease in shared services billings (\$9.2 million) compared to the prior year. The total operating expenses were \$325.3 million for the year ended June 30, 2021, an increase of \$21.3 million from the prior year. The operating expenses change was primarily caused by increases of bad debt (\$12.1 million), pension expense (\$3.0 million), shared services (\$5.0 million), wholesale charges (\$2.3 million) and operating (\$4.7 million) compared to the prior year. The increase in expenses were partially offset by a decrease in contractual services (\$5.2 million) as compared to the prior year. The total operating income was \$11.5 million for the year ended June 30, 2021, a decrease of \$16.2 million.

Transportation Fund

The Transportation Fund (DDOT) reported a net deficit of \$136.7 million as of June 30, 2021, a deficit increase of 29.7 million from the prior fiscal year's net deficit of \$107.0 million. The primary driver for such performance was the impact of COVID-19, whereas passenger fares dropped by \$11.1 million and General Fund contributions decreased by \$14.2 million, in a year-to-year comparison.

Public Lighting Authority (the “PLA”)

Because the PLA is in substance a part of the City’s operation, its financial statements are blended (Blended Component Unit) with the City’s financial statements in the ACFR’s Enterprise Funds section. The PLA had a \$39.0 million net position at June 30, 2021, a 0.5 million decrease from \$39.5 million net position at June 30, 2020. The General Fund contribution to the PLA was \$10.4 million for the year ended June 30, 2021, which was equivalent to the prior year contribution.

Airport (Other Enterprise Funds)

Other Enterprise Funds include the Airport Fund. The Airport Fund had a \$21.5 million net position as of June 30, 2021, a \$0.3 million decrease from June 30, 2020. The General Fund contribution to the Airport Fund was \$1.7 million for the fiscal year ended June 30, 2021, which was \$3.6 million less than the prior year’s appropriation of \$5.3 million.

FINANCIAL ANALYSIS OF THE CITY’S GOVERNMENTAL FUNDS

The City’s governmental funds reported a combined ending fund balance of \$1.41 billion at June 30, 2021, a \$310 million increase from the \$1.10 billion fund balance at June 30, 2020.

General Fund

The General Fund is the chief operating fund of the City. The General Fund had a \$854.2 million total fund balance at June 30, 2021, a \$107.9 million increase from the \$746.3 million at June 30, 2020. The fund balance includes unassigned balance of \$179.1 million, a \$70.0 million increase from the \$109.1 million fund balance at June 30, 2020. The remaining General Fund fund balance includes:

(1) Restricted for Retire Protection Trust \$235.4 million, (2) Restricted for Debt Service \$27.5 million, (3) Assigned for Subsequent Year Budget \$113.3 million, (4) Assigned for Budget Reserve \$107.3 million, (5) Assigned for Continuing Appropriations \$71.9 million, (6) Committed and Assigned for Risk Management Operations \$57.6 million.

General Fund Balance Sheet
June 30, 2021 and 2020
(In Millions)

	<u>2021</u>	<u>2020</u>
Assets and Deferred Outflows of Resources	\$ 1,408	\$ 1,124
Liabilities and Deferred Inflows of Resources	554	378
Nonspendable	62	78
Restricted	263	215
Committed	20	20
Assigned	330	324
Unassigned for:		
Unassigned for General Fund	179	109
Total Fund Balance	854	746
Total Liabilities and Fund Balance	\$ 1,408	\$ 1,124

COVID -19 IMPACT - GENERAL FUND

Municipal Income Taxes – While the pandemic has led to a reduction in nonresident income tax revenue, this reduction was offset in the current year by increased revenue from enforcement efforts.

Wagering Taxes - Due to the COVID-19 pandemic, the three Detroit casinos closed from March 16, 2020 to August 5, 2020 and again from November 18, 2020 to December 23, 2020, suspending all activities that generate wagering tax revenue during those periods. When the casinos re-opened, it was at various degrees of reduced capacity until June 22, 2021. The impact of the closures was partially mitigated through the approval of internet gaming and sports betting in late January 2021. Internet gaming is taxed at a graduated rate from 20% to 28% on adjusted gross receipts, with the City receiving 30% of the tax revenue.

Salaries and Wages Expense - In response to the pandemic during fiscal year 2020, the City took quick action to reduce employee expenses. The City initiated workforce actions on April 20, 2020. This included laying off over 200 employees and temporarily reducing the hours of over 2,000 employees. These reductions continued, in part, until April 2021. This action reduced Salaries and Wages expenses in the General Fund by approximately \$37.9 million during fiscal year 2021. The City also documented over \$34 million in expenses responsive to COVID-19 that were charged to its federal CARES Act Coronavirus Relief Fund grant. This included payroll costs such as: public safety, public health, health care, human services, and similar employees whose services are substantially dedicated to mitigating or responding to the COVID-19 pandemic.

General Fund Budgetary Highlights

The City's fiscal year 2021 General Fund amended budget was \$1.14 billion.

Actual revenues and other financing sources exceeded the budget by \$27.9 million for the year ended June 30, 2021. However, that amount is artificially low because over \$126 million of budgeted uses of fund balances are included as revenues in the budget presentation but not actual revenues. Conversely, \$50 million of revenue to the Retiree Protection Trust Fund is not budgeted as a revenue but is included as an actual transfer-in. Revenues otherwise exceeded budget in various categories, the largest being Municipal Income Tax, which exceeded budget by \$76.6 million, and State Shared Taxes, which exceeded budget by \$28.5 million.

Actual expenditures were less than budgeted expenditures by \$113.0 million for the year ended June 30, 2021. The actual expenditures were less than budget in various departments, the largest being Non-Departmental (\$23 million), Police (\$22.1 million), General Services (\$17.1 million), and Fire (\$9.3 million). However, over \$34 million in budgeted Police and Fire expenses responsive to the COVID-19 pandemic were shifted to grant funds, thus reducing actual expenditures below their General Fund budgets.

The difference in the Net Change in Fund Balances between the Original Budget and the Final Amended Budget of a \$33 million reduction consisted of a net increase in budgeted revenues of \$73 million offset by a net increase of budgeted expenditures of \$106 million. The net increase in budgeted revenues is primarily attributable to changes in the budgeted uses of fund balance and the recognition of budgeted transfers, including risk management. The net increase in budgeted expenditures is attributable to uses of fund balance and the recognition of budgeted transfers, including risk management.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Total Government

At June 30, 2021, the City had invested \$2.93 billion, net of accumulated depreciation, in a broad range of capital assets (see table below). This was very comparable to the \$2.90 billion from the prior year.

**Summary of Capital Assets
June 30, 2021 and 2020
(In Thousands)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Land and Land Rights	\$ 252,817	\$ 274,248	\$ 25,728	\$ 24,232	\$ 278,545	\$ 298,480
Land Improvements			20,815	16,114	20,815	16,114
Buildings, Structures, and Improvements	581,827	581,247	703,221	653,488	1,285,048	1,234,735
Sewer and Water Lines			425,031	389,846	425,031	389,846
Equipment and Fixtures	128,804	118,355	221,359	236,701	350,163	355,056
Works of Art	29,788	29,788			29,788	29,788
Infrastructure	350,743	334,696	-	-	350,743	334,696
Construction in Progress	75,346	77,318	118,120	161,602	193,466	238,920
Total	\$ 1,419,325	\$ 1,415,652	\$ 1,514,274	\$ 1,481,983	\$ 2,933,599	\$ 2,897,635

Governmental Activities

Governmental Activities capital assets at June 30, 2021 were \$1.419 billion which was slightly more than the \$1.416 billion at June 30, 2020. The City acquired \$133.5 million in new depreciable assets. Depreciation expenses totaled \$105.9 million for the year ended June 30, 2021, which was \$7.0 million more than the prior fiscal year.

At June 30, 2021, the City governmental activities had commitments for future capital asset construction contracts of \$84.7 million, and construction in progress for \$75.3 million.

Major capital assets acquired, and projects completed or in progress during the year ended June 30, 2021 included the following:

- \$54.3 million for road construction and resurfacing
- \$17.0 million for Municipal Parking garage renovations in Grand Circus Park;
- \$15.4 million for Fire Department purchase of 21 Ambulances, 15 firetrucks 13 vehicles and communication equipment
- \$13.2 million for General Service and Public works departments purchases of 40 vehicles, 25 Salt trucks and equipment
- \$12.5 million for renovation of parks and recreation centers
- \$11.6 million for Police purchases of 186 vehicles, two flatbeds and upgrades to security camera equipment
- \$4.8 million for Police precinct capital improvements and upgrades to the computer network
- \$2.1 million for Fire department installation of generators and upgrades to computer network

Business-type Activities

Business-type activities capital assets at June 30, 2021 were \$1.51 billion, an increase of \$32.3 million from the balance at June 30, 2021.

Construction work in progress, major capital assets acquired, and projects completed during the year ended June 30, 2021 included the following:

The Water and Sewerage Department is engaged in numerous projects that are part of its five-year capital improvement program, including water main replacements, fire hydrant replacements, sewer system rehabilitation, vehicle and equipment purchases, and information technology upgrades. The program is being financed primarily from lease payments from the Great Lakes Water Authority and proceeds from the issuance of revenue bonds by the Great Lakes Water Authority. The total amount of construction contract commitments outstanding at June 30, 2021 was approximately \$65 million and \$19 million for the Water Fund and Sewage Disposal Fund, respectively.

For additional details on Capital Assets see Note 6.

Long-term Debt

At June 30, 2021, the City had total bonded debt of \$2.30 billion outstanding, \$1.90 billion of which are general obligation bonds backed by the full faith and credit of the City, and \$399.3 million in revenue bonds or other indebtedness.

**Outstanding Bonded Debt
June 30, 2021 and 2020
(In Thousands)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	\$ 1,616,898	\$ 1,417,771	\$ 281,822	\$ 286,904	\$ 1,898,720	\$ 1,704,675
Revenue bonds and Other Indebtedness	155,280	163,425	244,016	232,077	399,296	395,502
Total	<u>\$ 1,772,178</u>	<u>\$ 1,581,196</u>	<u>\$ 525,838</u>	<u>\$ 518,981</u>	<u>\$ 2,298,016</u>	<u>\$ 2,100,177</u>

Total primary government general obligation bonded debt increased by \$194.0 million during the year ended June 30, 2021. The increase relates to general obligation bonds issued in October 2020 (\$80.0 million), February 2021 (\$175.0 million), associated unamortized bond premiums (\$38.6 million) and a drawdown of the Michigan Strategic Fund (\$5.8 million). The increase of \$299.4 million in general obligation bonds was offset by payments of principal (\$99.7 million) and amortized premiums (\$5.7 million).

Total primary government revenue bonds increased by \$3.8 million during the year ended June 30, 2021. The net increase relates to state revolving fund loans (\$15.7 million), 2017 Michigan Transportation Fund Bonds (1.0 million), and HUD Notes (\$4.9 million as part of the COVID-19-related principal deferment program). The total increase of \$21.6 million was offset by \$17.8 million in principal payments. For additional details on Long-term Debt see Note 7.

The City’s credit ratings on uninsured general obligation bonds as of June 30, 2021 were:

Moody’s Investors Service, Inc.	Ba3
Standard & Poor’s Corporation	BB-

The City’s credit ratings were below investment grade, primarily due to weakness in its economic base relative to peers. An impact of the City’s credit ratings below investment grade status comes in the form of higher borrowing costs.

CONTACTING THE CITY’S OFFICE OF THE CHIEF FINANCIAL OFFICER

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City’s finances and to demonstrate the City’s accountability for the money it receives. Additional copies of this report and other financial information can be obtained by visiting the Office of the Chief Financial Officer’s website at <https://Detroitmi.gov/departments/office-chief-financial-officer/financial-reports>. You can also contact the office by phone at (313) 628-2535. The City’s component units issue their own audited financial statements. These statements may be obtained by directly contacting the component unit.

June 30, 2021

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and investments	\$ 1,225,278,205	\$ 145,488,781	\$ 1,370,766,986	\$ 318,371,343
Receivables - Net	408,106,489	76,477,908	484,584,397	13,167,965
Due from component units	670,071	-	670,071	-
Internal balances	12,462,495	(12,462,495)	-	-
Due from primary government	-	-	-	3,690,000
Inventory	-	11,672,148	11,672,148	3,325,142
Prepaid expenses and other assets	4,141,581	171,873	4,313,454	36,156,335
Loans, notes, and pledges receivable	-	-	-	16,751,377
Internal advances	45,060,448	(45,060,448)	-	-
Receivables from Great Lakes Water Authority - Current	-	43,291,414	43,291,414	-
Due from other governmental agencies	115,025,475	12,949,772	127,975,247	18,380,086
Restricted assets:				
Restricted cash and investments	692,583,556	175,907,362	868,490,918	48,286,726
Other restricted assets	24,540,138	-	24,540,138	205,585
Net pension asset	28,023,927	-	28,023,927	257,134
Advances to component units	13,195,247	-	13,195,247	-
Capital assets:				
Assets not subject to depreciation	357,951,340	143,847,731	501,799,071	141,173,480
Assets subject to depreciation - Net	1,061,374,292	1,370,426,542	2,431,800,834	1,122,426,822
Receivables from Great Lakes Water Authority - Noncurrent	-	1,005,223,935	1,005,223,935	-
Total assets	3,988,413,264	2,927,934,523	6,916,347,787	1,722,191,995
Deferred Outflows of Resources				
Deferred charges on bond refunding	9,932,001	-	9,932,001	-
Deferred pension costs	305,445,563	47,055,058	352,500,621	12,792,935
Deferred death benefit costs	944,644	154,041	1,098,685	-
Total deferred outflows of resources	316,322,208	47,209,099	363,531,307	12,792,935
Liabilities				
Accounts and contracts payable	125,213,871	13,754,139	138,968,010	28,486,240
Due to other governmental agencies	31,054,081	2,908,107	33,962,188	1,774,865
Due to component units	-	3,690,000	3,690,000	-
Due to primary government	-	-	-	670,071
Deposits	27,637,378	9,825,408	37,462,786	526,700
Other liabilities:				
Accrued salaries and wages	40,182,482	6,558,774	46,741,256	1,045,847
Accrued interest payable	17,788,130	4,610,119	22,398,249	37,672,595
Accrued liabilities	25,563,214	20,073,925	45,637,139	44,243,289
Income tax refunds payable	70,253,484	-	70,253,484	-
Due to Great Lakes Water Authority	-	16,732,944	16,732,944	-
Unearned revenue	444,378,616	25,693,572	470,072,188	5,637,382
Settlement credit liability	25,000,000	-	25,000,000	-

Statement of Net Position (Continued)

June 30, 2021

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Liabilities (Continued)				
Noncurrent liabilities:				
Due within one year:				
Compensated absences	\$ 42,295,084	\$ 3,734,514	\$ 46,029,598	\$ -
Accrued workers' compensation and claims and judgments	24,576,915	1,071,205	25,648,120	-
Current portion of shortfall loan payable to Great Lakes Water Authority	-	8,296,578	8,296,578	-
Current portion of bonds and contracts payable	105,692,730	35,295,359	140,988,089	18,029,585
Due in more than one year:				
Compensated absences	51,776,893	3,485,375	55,262,268	-
Accrued workers' compensation and claims and judgments	199,752,136	18,974,729	218,726,865	-
Advance from primary government	-	-	-	13,195,247
Net pension liability	1,811,726,181	347,848,481	2,159,574,662	19,679,419
Net death benefit liability	324,441	52,907	377,348	-
Bonds and contracts payable - Net of current portion	1,666,485,207	1,185,967,454	2,852,452,661	403,623,023
Total liabilities	4,709,700,843	1,708,573,590	6,418,274,433	574,584,263
Deferred Inflows of Resources				
Deferred benefit on bond refunding	23,269,632	-	23,269,632	-
Deferred pension cost reductions	18,935,632	4,413,659	23,349,291	7,379,649
Deferred death benefit reductions	453,199	73,902	527,101	-
Total deferred inflows of resources	42,658,463	4,487,561	47,146,024	7,379,649
Net Position (Deficit)				
Net investment in capital assets	1,087,592,258	522,983,552	1,610,575,810	788,806,046
Restricted:				
Highway and street improvement	61,780,375	-	61,780,375	-
Construction code	13,691,010	-	13,691,010	-
Endowment and trust - Expendable	677,036	-	677,036	13,806,701
Endowment and trust - Nonexpendable	964,747	-	964,747	1,311,305
Capital projects and acquisitions	-	-	-	112,948,706
Debt service	60,981,966	24,130,710	85,112,676	-
Water affordability	-	1,593,502	1,593,502	-
Budget stabilization	-	7,500,000	7,500,000	-
Community and economic development	14,734,075	-	14,734,075	179,963,154
Grants	41,162,508	-	41,162,508	-
Public Act 152	40,510,602	-	40,510,602	-
Police	4,547,085	-	4,547,085	-
Rubbish collection and disposal	35,052,029	-	35,052,029	-
Program activities	-	-	-	23,339,457
Unrestricted (deficit)	(1,809,317,525)	705,874,707	(1,103,442,818)	32,845,649
Total net position (deficit)	<u>\$ (447,623,834)</u>	<u>\$ 1,262,082,471</u>	<u>\$ 814,458,637</u>	<u>\$ 1,153,021,018</u>

City of Detroit, Michigan

Functions/Programs	Expenses	Program Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Public protection	\$ 619,098,994	\$ 80,462,520	\$ 7,763,734	\$ -
Health	125,485,209	1,654,975	118,098,676	-
Recreation and culture	39,569,134	1,846,738	5,482,324	-
Economic development	71,983,530	8,216,676	43,769,162	-
Housing supply and conditions	20,630,109	1,707,531	2,850,660	-
Physical environment	83,938,992	45,787,662	2,140,731	-
Transportation facilitation	131,452,454	14,303,892	104,704,828	-
Development and management	481,194,151	140,938,844	12,247,023	-
Interest on long-term debt	73,957,188	-	-	-
Total governmental activities	1,647,309,761	294,918,838	297,057,138	-
Business-type activities:				
Water	134,115,230	111,783,623	-	-
Sewage disposal	345,510,369	336,786,647	-	-
Transportation	157,397,166	2,739,015	88,823,685	4,563,394
Airport	4,108,471	369,861	-	125,000
Public lighting authority	23,959,839	12,944,837	-	-
Total business-type activities	665,091,075	464,623,983	88,823,685	4,688,394
Total primary government	\$ 2,312,400,836	\$ 759,542,821	\$ 385,880,823	\$ 4,688,394
Component units:				
Detroit Brownfield Redevelopment Authority	\$ 34,157,955	\$ 286,296	\$ -	\$ 5,824,093
Detroit Public Library	22,369,894	33,146	996,547	-
Detroit Transportation Corporation	12,549,992	660	8,374,313	859,022
Detroit Housing Commission	129,917,519	19,860,626	79,904,448	-
Downtown Development Authority	59,979,386	-	-	1,627,523
Eastern Market Corporation	5,082,912	891,346	956,765	-
Economic Development Corporation	10,841,863	10,931,224	-	-
Local Development Finance Authority	864,250	-	-	-
Museum of African American History	5,689,141	630,221	2,754,842	-
Detroit Land Bank Authority	20,053,842	14,511,407	15,500,480	-
Eight Mile/Woodward Corridor Imp. Authority	616,357	-	-	-
Detroit Employment Solutions Corporation	64,660,183	-	72,290,992	-
Community Education Commission	1,023,646	33,862	912,500	-
Joint Employment and Procurement Advisory Board	616	-	-	-
Total component units	\$ 367,807,556	\$ 47,178,788	\$ 181,690,887	\$ 8,310,638
General revenue:				
Taxes:				
Property taxes				
Municipal income taxes				
Utility users' tax				
Wagering tax				
Other taxes and assessments				
Interest and penalties on taxes				
Unrestricted state-shared revenue				
Unrestricted investment income				
Contributions				
Gain (loss) on sale of capital assets				
Principal forgiveness on state revolving fund loans				
Other miscellaneous income				
Total general revenue				
Transfers				
Change in Net Position				
Net Position (Deficit) - Beginning of year				
Net Position (Deficit) - End of year				

Statement of Activities

Year Ended June 30, 2021

Net (Expense) Revenue and Changes in Net Position			
Primary Government		Total	Component Units
Governmental Activities	Business-type Activities		
\$ (530,872,740)	\$ -	\$ (530,872,740)	\$ -
(5,731,558)	-	(5,731,558)	-
(32,240,072)	-	(32,240,072)	-
(19,997,692)	-	(19,997,692)	-
(16,071,918)	-	(16,071,918)	-
(36,010,599)	-	(36,010,599)	-
(12,443,734)	-	(12,443,734)	-
(328,008,284)	-	(328,008,284)	-
(73,957,188)	-	(73,957,188)	-
(1,055,333,785)	-	(1,055,333,785)	-
-	(22,331,607)	(22,331,607)	-
-	(8,723,722)	(8,723,722)	-
-	(61,271,072)	(61,271,072)	-
-	(3,613,610)	(3,613,610)	-
-	(11,015,002)	(11,015,002)	-
-	(106,955,013)	(106,955,013)	-
(1,055,333,785)	(106,955,013)	(1,162,288,798)	-
-	-	-	(28,047,566)
-	-	-	(21,340,201)
-	-	-	(3,315,997)
-	-	-	(30,152,445)
-	-	-	(58,351,863)
-	-	-	(3,234,801)
-	-	-	89,361
-	-	-	(864,250)
-	-	-	(2,304,078)
-	-	-	9,958,045
-	-	-	(616,357)
-	-	-	7,630,809
-	-	-	(77,284)
-	-	-	(616)
-	-	-	(130,627,243)
192,367,046	-	192,367,046	95,264,333
396,116,231	-	396,116,231	-
31,869,369	-	31,869,369	-
177,205,293	-	177,205,293	-
2,729,532	-	2,729,532	-
4,199,800	-	4,199,800	-
228,772,007	-	228,772,007	434,096
4,120,473	288,438	4,408,911	6,327,243
-	-	-	9,154,316
2,849,718	(59,276)	2,790,442	350,114
-	2,031,300	2,031,300	-
52,011,822	38,308,063	90,319,885	4,078,746
1,092,241,291	40,568,525	1,132,809,816	115,608,848
(45,362,269)	45,362,269	-	-
(8,454,763)	(21,024,219)	(29,478,982)	(15,018,395)
(439,169,071)	1,283,106,690	843,937,619	1,168,039,413
\$ (447,623,834)	\$ 1,262,082,471	\$ 814,458,637	\$ 1,153,021,018

Governmental Funds
Balance Sheet

June 30, 2021

	General Fund	Capital Projects Fund	American Rescue Plan Act Special Revenue Fund	Nonmajor Funds	Total Governmental Funds
Assets					
Cash and investments	\$ 493,204,044	\$ 11,358,784	\$ 424,570,177	\$ 287,651,050	\$ 1,216,784,055
Receivables:					
Estimated withheld income taxes receivable	23,863,183	-	-	-	23,863,183
Utility users' taxes receivable	3,562,049	-	-	-	3,562,049
Income tax assessments	176,430,649	-	-	-	176,430,649
Special assessments receivable	24,669,919	541,890	-	-	25,211,809
DIA and foundation receivable	158,315,008	-	-	-	158,315,008
Property taxes receivable	18,208,894	-	-	7,332,222	25,541,116
Wagering tax receivable	59,263,432	-	-	-	59,263,432
Loans receivable	-	-	-	237,003,178	237,003,178
Trade receivables	217,007,326	95,386	-	40,870,760	257,973,472
Total receivables	681,320,460	637,276	-	285,206,160	967,163,896
Allowance for doubtful accounts	(287,787,714)	(541,890)	-	(270,727,803)	(559,057,407)
Total	393,532,746	95,386	-	14,478,357	408,106,489
Due from component units	637,578	-	-	-	637,578
Due from other funds	72,677,530	213,770	-	28,832,142	101,723,442
Advances to other funds	45,060,448	-	-	-	45,060,448
Prepaid expenses and other assets:					
Prepaid expenses	3,923,878	-	-	-	3,923,878
Other assets	217,703	-	-	-	217,703
Due from other governmental agencies	42,591,089	9,586,496	-	61,847,890	114,025,475
Restricted assets:					
Restricted cash and investments	318,328,009	335,461,650	-	38,793,897	692,583,556
Other restricted assets	24,540,138	-	-	-	24,540,138
Advances to component units	13,195,247	-	-	-	13,195,247
Total assets	\$ 1,407,908,410	\$ 356,716,086	\$ 424,570,177	\$ 431,603,336	\$ 2,620,798,009
Liabilities					
Accounts and contracts payable	\$ 37,048,668	\$ 22,058,903	\$ -	\$ 50,965,388	\$ 110,072,959
Due to other funds	6,132,453	735,138	-	91,690,947	98,558,538
Due to other governmental agencies	11,496,789	4,350,864	-	14,001,858	29,849,511
Deposits	26,577,727	-	-	1,059,651	27,637,378
Other liabilities:					
Accrued salaries and wages	36,756,904	214,396	-	3,202,210	40,173,510
Accrued liabilities	31,071,843	380,762	-	8,586,524	40,039,129
Income tax refunds payable	70,253,484	-	-	-	70,253,484
Unearned revenue	-	653,168	424,570,177	19,155,271	444,378,616
Total liabilities	219,337,868	28,393,231	424,570,177	188,661,849	860,963,125
Deferred Inflows of Resources - Unavailable revenue	334,414,897	-	-	16,911,055	351,325,952
Total liabilities and deferred inflows of resources	553,752,765	28,393,231	424,570,177	205,572,904	1,212,289,077

Governmental Funds
Balance Sheet (Continued)

June 30, 2021

	General Fund	Capital Projects Fund	American Rescue Plan Act Special Revenue Fund	Nonmajor Funds	Total Governmental Funds
Fund Balances					
Nonspendable:					
Prepays	\$ 3,923,864	\$ -	\$ -	\$ -	\$ 3,923,864
Long-term advances	58,255,694	-	-	-	58,255,694
Permanent fund principal - Nonexpendable	-	-	-	964,747	964,747
Restricted:					
Highways and street improvements	-	-	-	94,704,193	94,704,193
Police	-	-	-	4,547,085	4,547,085
Debt service	27,500,000	-	-	32,850,815	60,350,815
Grants	-	-	-	27,868,815	27,868,815
Construction code	-	-	-	13,691,010	13,691,010
Rubbish collection and disposal	-	-	-	35,052,029	35,052,029
Endowments and trusts - Expendable	-	-	-	677,036	677,036
Capital acquisitions	-	328,322,855	-	-	328,322,855
Community and economic development	-	-	-	14,008,421	14,008,421
Retiree Protection Trust	235,354,491	-	-	-	235,354,491
Committed:					
Risk management	20,000,000	-	-	-	20,000,000
Committed for community service	-	-	-	3,926,838	3,926,838
Assigned:					
Budget reserve	107,280,192	-	-	-	107,280,192
Continuing appropriations	71,877,818	-	-	-	71,877,818
Subsequent year budget	113,274,123	-	-	-	113,274,123
Risk management operations	37,603,047	-	-	-	37,603,047
Unassigned	179,086,416	-	-	(2,260,557)	176,825,859
Total fund balances	854,155,645	328,322,855	-	226,030,432	1,408,508,932
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,407,908,410	\$ 356,716,086	\$ 424,570,177	\$ 431,603,336	\$ 2,620,798,009

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Position

June 30, 2021

Fund Balances Reported in Governmental Funds	\$ 1,408,508,932
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and are not reported in the funds:	
Cost of capital assets	3,510,484,014
Accumulated depreciation	<u>(2,091,158,382)</u>
Net capital assets used in governmental activities	1,419,325,632
Certain revenue of the government-wide financial statements is earned but not considered available in the governmental funds and is, therefore, reported as deferred inflows of resources	
	351,325,952
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds; interest on long-term debt is not accrued in the governmental funds and is recognized as an expenditure to the extent due; and all liabilities, both current and long term, are reported in the statement of net position:	
Net pension liability	(1,811,726,181)
Net pension asset	28,023,927
Net deferred outflows related to net pension liability	305,445,563
Net deferred inflows related to pension cost reductions	(18,935,632)
Net deferred outflows related to death benefit obligation	944,644
Net deferred inflows related to death benefit obligation	(453,199)
Net deferred outflows related to bond refunding	9,932,001
Net deferred inflows related to bond redemption	(23,269,632)
Accrued interest payable on bonds and other long-term obligations	(17,788,130)
Accrued interest and penalties on escheatment payable	(1,204,570)
General obligation bonds	(1,688,305,523)
Notes payable	(39,925,000)
Settlement credit liability	(25,000,000)
Unamortized premiums	(43,947,414)
Accrued compensated absences	(94,071,977)
Accrued workers' compensation	(52,973,000)
Death benefit obligation	(324,441)
Claims and judgments	(156,880,136)
Internal service funds are included as part of governmental activities	<u>3,674,350</u>
Net Position (Deficit) of Governmental Activities	<u><u>\$ (447,623,834)</u></u>

Governmental Funds
Statement of Revenue, Expenditures, and Changes in Fund Balances

Year Ended June 30, 2021

	General Fund	Capital Projects Fund	American Rescue Plan Act Special Revenue Fund	Nonmajor Funds	Total Governmental Funds
Revenue					
Taxes:					
Property taxes	\$ 120,691,671	\$ -	\$ -	\$ 54,725,949	\$ 175,417,620
Municipal income tax	316,003,427	-	-	-	316,003,427
Utility users' tax	31,866,731	-	-	-	31,866,731
Interest and penalties on taxes	3,886,017	-	-	313,783	4,199,800
Other taxes and assessments	2,729,532	-	-	-	2,729,532
Wagering tax	136,694,691	-	-	-	136,694,691
Intergovernmental:					
Federal grants	4,779,040	-	-	161,380,673	166,159,713
State sources:					
State-shared revenue	214,027,713	-	-	-	214,027,713
Gas and weight tax	-	-	-	97,946,212	97,946,212
Local Community Stabilization Authority	9,893,954	-	-	4,849,107	14,743,061
Other	2,339,916	-	-	28,130,978	30,470,894
Revenue from use of assets	5,638,507	-	-	819,990	6,458,497
Sales and charges for services	84,577,276	5,218,209	-	67,172,426	156,967,911
Ordinance fines and forfeitures	12,769,430	-	-	1,831,035	14,600,465
Licenses, permits, and inspection charges	12,570,409	-	-	29,502,094	42,072,503
Investment earnings	3,758,936	(47)	-	355,886	4,114,775
Other revenue:					
DIA and foundation revenue	18,675,000	-	-	-	18,675,000
Other revenue	23,429,063	7,159,453	-	13,982,703	44,571,219
Total revenue	1,004,331,313	12,377,615	-	461,010,836	1,477,719,764
Expenditures					
Current services:					
Development and management	275,041,802	4,206,229	-	8,777,968	288,025,999
Health	6,913,196	-	-	106,587,499	113,500,695
Public protection	440,826,035	-	-	37,264,473	478,090,508
Physical environment	11,306,012	-	-	65,024,694	76,330,706
Economic development	4,050,305	14,717,726	-	46,845,520	65,613,551
Transportation facilitation	5,900,365	-	-	45,673,880	51,574,245
Recreation and culture	13,813,778	724,836	-	9,630,880	24,169,494
Housing supply and conditions	20,197,343	-	-	-	20,197,343
Capital outlay	13,256,134	52,341,855	-	90,983,417	156,581,406
Debt service:					
Principal	42,935,000	-	-	66,829,000	109,764,000
Interest and fiscal charges	41,769,369	-	-	26,638,860	68,408,229
Bond issuance costs	-	2,248,653	-	-	2,248,653
Total expenditures	876,009,339	74,239,299	-	504,256,191	1,454,504,829
Excess of Revenue Over (Under) Expenditures	128,321,974	(61,861,684)	-	(43,245,355)	23,214,935

Governmental Funds
Statement of Revenue, Expenditures, and Changes in Fund Balances
(Continued)

Year Ended June 30, 2021

	General Fund	Capital Projects Fund	American Rescue Plan Act Special Revenue Fund	Nonmajor Funds	Total Governmental Funds
Other Financing Sources (Uses)					
Transfers in	\$ 394,627	\$ 1,577	\$ -	\$ 4,585,601	\$ 4,981,805
Transfers out	(45,923,188)	(108,129)	-	(2,816,757)	(48,848,074)
Face amount of bonds and notes issued	5,840,896	255,000,000	-	5,864,000	266,704,896
Debt premium or discount	-	38,550,950	-	-	38,550,950
Sale of capital assets	19,218,125	-	-	10,422	19,228,547
Total other financing (uses) sources	(20,469,540)	293,444,398	-	7,643,266	280,618,124
Net Change in Fund Balances	107,852,434	231,582,714	-	(35,602,089)	303,833,059
Fund Balances - Beginning of year, as restated (Note 1)	746,303,211	96,740,141	-	261,632,521	1,104,675,873
Fund Balances - End of year	\$ 854,155,645	\$ 328,322,855	\$ -	\$ 226,030,432	\$ 1,408,508,932

Governmental Funds

Reconciliation of the Statement of Revenue, Expenditures, and Changes in
Fund Balances to the Statement of Activities

Year Ended June 30, 2021

Net Change in Fund Balances Reported in Governmental Funds	\$ 303,833,059
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, in the statement of activities, these costs are allocated over their estimated useful lives as depreciation:	
Capital outlay	131,503,223
Depreciation expense	(105,871,953)
Net book value of assets disposed of	(21,957,939)
Revenue in the statement of activities that does not provide current financial resources is not reported as revenue in the funds until it is available	125,641,392
Change in accrued interest on escheatment payable not recorded on the modified accrual statements	(492,110)
Issuing debt provides current financial resources to governmental funds but increases long-term liabilities in the statement of net position	(266,704,895)
Repayment of bond principal is an expenditure in the governmental funds but not in the statement of activities (where it reduces long-term debt)	109,764,000
Certain pension-related expenses do not require the use of current resources and, therefore, are not reported in the governmental funds	(187,807,630)
Certain death benefit obligation-related expenses do not require the use of current resources and, therefore, are not reported in the governmental funds	(60,415)
Some expenses recorded in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:	
Change in accrued interest payable	(2,891,518)
Amortization of bond premiums	(34,041,219)
Amortization of defeasement	(54,519)
Change in accrued compensated absences	(3,429,041)
Change in accrued pollution remediation	54,625
Change in accrued claims and judgments liability	(57,515,816)
Change in asset retirement obligations	1,419,880
Internal service funds are included as part of governmental activities	156,113
Change in Net Position of Governmental Activities	\$ (8,454,763)

City of Detroit, Michigan

	Enterprise Funds		
	Water Fund	Sewage Disposal Fund	Transportation Fund
Assets			
Current assets:			
Cash and investments	\$ 62,445,283	\$ 34,782,540	\$ 9,490,059
Receivables:			
Other receivables - Trade	53,868,339	222,386,181	339,486
Allowance for doubtful accounts	(38,515,323)	(161,630,543)	(13,209)
Due from component units	-	-	-
Due from other funds	3,869,666	57,834	4,250,742
Inventory	4,432,233	1,780,139	5,459,776
Prepaid expenses	-	-	50,859
Receivables from Great Lakes Water Authority - Current	18,233,787	25,057,627	-
Due from other governmental agencies	-	-	12,949,772
Total current assets	104,333,985	122,433,778	32,527,485
Noncurrent assets:			
Restricted assets - Cash and investments	91,441,757	60,334,895	-
Capital assets:			
Assets not subject to depreciation	59,019,432	46,951,390	19,174,851
Assets subject to depreciation - Net	535,305,054	514,955,043	151,950,222
Receivables from Great Lakes Water Authority - Noncurrent	444,705,042	560,518,893	-
Total noncurrent assets	1,130,471,285	1,182,760,221	171,125,073
Total assets	1,234,805,270	1,305,193,999	203,652,558
Deferred Outflows of Resources			
Deferred pension costs	17,332,472	12,877,099	16,645,518
Deferred death benefit costs	40,375	26,869	86,235
Total deferred outflows of resources	17,372,847	12,903,968	16,731,753
Liabilities			
Current liabilities:			
Accounts and contracts payable	4,669,824	1,855,838	5,816,517
Due to other governmental agencies	256,789	2,504,384	144,700
Due to component units	-	-	3,690,000
Due to other funds	1,735,448	8,732,097	6,831,858
Deposits	9,825,408	-	-
Other liabilities:			
Accrued salaries and wages	2,128,500	703,890	3,681,370
Accrued interest payable	163,387	-	299,335
Accrued liabilities	9,474,079	10,185,091	387,758
Due to Great Lakes Water Authority	5,800,784	10,932,160	-
Unearned revenue	11,250,000	13,750,000	681,718
Compensated absences	548,589	1,280,041	1,876,752
Accrued workers' compensation and claims and judgments	681,000	184,000	206,205
Advance from General Fund	331,395	552,325	547,802
Current portion of shortfall loan payable to Great Lakes Water Authority	-	8,296,578	-
Current portion of bonds and contracts payable	16,558,717	14,637,184	-
Total current liabilities	63,423,920	73,613,588	24,164,015
Noncurrent liabilities:			
Advance from General Fund	9,977,343	16,628,895	16,399,994
Compensated absences	837,606	1,954,415	689,901
Accrued workers' compensation and claims and judgments	7,371,808	6,848,192	719,390
Net pension liability	37,640,860	25,994,469	282,873,658
Net death benefit liability	13,867	9,228	29,618
Bonds and contracts payable - Net of current portion	570,338,781	415,127,455	29,933,518
Total noncurrent liabilities	626,180,265	466,562,654	330,646,079
Total liabilities	689,604,185	540,176,242	354,810,094
Deferred Inflows of Resources			
Deferred pension cost reductions	899,441	1,278,385	2,192,297
Deferred death benefit reductions	19,370	12,890	41,372
Total deferred inflows of resources	918,811	1,291,275	2,233,669
Net Position (Deficit)			
Net investment in capital assets	113,520,649	217,385,702	171,125,073
Restricted:			
Debt service	-	-	-
Water affordability	1,593,502	-	-
Budget stabilization	2,000,000	5,500,000	-
Unrestricted (deficit)	444,540,970	553,744,748	(307,784,525)
Total net position (deficit)	\$ 561,655,121	\$ 776,630,450	\$ (136,659,452)

Proprietary Funds Statement of Net Position

June 30, 2021

Enterprise Funds			Governmental Activities
Public Lighting Authority Fund	Nonmajor - Airport Fund	Total Enterprise Funds	Internal Service Funds
\$ 36,081,937	\$ 2,688,962	\$ 145,488,781	\$ 8,494,150
-	176,984	276,770,990	-
-	(134,007)	(200,293,082)	-
-	-	-	32,493
-	-	8,178,242	10,593,641
-	-	11,672,148	-
120,925	89	171,873	-
-	-	43,291,414	-
-	-	12,949,772	1,000,000
<u>36,202,862</u>	<u>2,732,028</u>	<u>298,230,138</u>	<u>20,120,284</u>
24,130,710	-	175,907,362	-
-	18,702,058	143,847,731	-
161,103,616	7,112,607	1,370,426,542	-
-	-	1,005,223,935	-
<u>185,234,326</u>	<u>25,814,665</u>	<u>2,695,405,570</u>	<u>-</u>
221,437,188	28,546,693	2,993,635,708	20,120,284
-	199,969	47,055,058	-
-	562	154,041	-
-	200,531	47,209,099	-
1,207,620	204,340	13,754,139	15,140,912
-	2,234	2,908,107	-
-	-	3,690,000	-
2,841,087	500,247	20,640,737	1,296,050
-	-	9,825,408	-
-	45,014	6,558,774	8,972
4,141,874	5,523	4,610,119	-
-	26,997	20,073,925	-
-	-	16,732,944	-
-	11,854	25,693,572	-
-	29,132	3,734,514	-
-	-	1,071,205	-
-	-	1,431,522	-
-	-	8,296,578	-
4,099,458	-	35,295,359	-
<u>12,290,039</u>	<u>825,341</u>	<u>174,316,903</u>	<u>16,445,934</u>
-	622,694	43,628,926	-
-	3,453	3,485,375	-
-	4,035,339	18,974,729	-
-	1,339,494	347,848,481	-
-	194	52,907	-
170,188,086	379,614	1,185,967,454	-
<u>170,188,086</u>	<u>6,380,788</u>	<u>1,599,957,872</u>	<u>-</u>
182,478,125	7,206,129	1,774,274,775	16,445,934
-	43,536	4,413,659	-
-	270	73,902	-
-	43,806	4,487,561	-
(4,862,538)	25,814,665	522,983,551	-
24,130,710	-	24,130,710	-
-	-	1,593,502	-
-	-	7,500,000	-
19,690,891	(4,317,376)	705,874,708	3,674,350
<u>\$ 38,959,063</u>	<u>\$ 21,497,289</u>	<u>\$ 1,262,082,471</u>	<u>\$ 3,674,350</u>

City of Detroit, Michigan

	Enterprise Funds		
	Water Fund	Sewage Disposal Fund	Transportation Fund
Operating Revenue			
Sales and other charges for services	\$ 99,089,732	\$ 312,624,674	\$ 2,134,586
Rental, fees, and surcharges	2,619,885	8,683,601	195,072
Miscellaneous	1,957,310	915,036	409,357
Great Lakes Water Authority's share of collective pension expense	8,139,362	14,566,874	-
Charges to other funds	-	-	-
Total operating revenue	111,806,289	336,790,185	2,739,015
Operating Expenses			
Salaries, wages, and benefits	12,131,813	24,845,927	37,373,090
Contractual services	16,821,116	7,806,215	19,335,539
Operating	7,109,093	11,943,940	-
Professional fees	-	-	11,707,576
Streetscape project	-	-	-
Claims and insurance	-	840,477	11,355,500
Health care expense	-	-	-
Wholesale charges	21,925,500	189,511,617	-
Pension expense	14,175,912	18,882,954	42,669,531
Maintenance	815,904	1,369,834	9,157,145
Materials, supplies, and other expenses	4,979,103	6,918,714	8,616,810
Bad debt	11,710,731	51,016,760	-
Depreciation and amortization	17,796,687	12,165,539	15,247,344
Total operating expenses	107,465,859	325,301,977	155,462,535
Operating Income (Loss)	4,340,430	11,488,208	(152,723,520)
Nonoperating Revenue (Expense)			
Investment income	113,446	89,785	48,299
Federal and state grants	-	-	88,823,685
Interest on bonds, notes payable, and loans	(26,649,371)	(20,208,392)	(1,934,631)
Interest revenue on lease with the Great Lakes Water Authority	16,919,476	21,388,587	-
Loss on sale of assets	-	-	(59,276)
Principal forgiveness on state revolving fund loans	2,031,300	-	-
Miscellaneous	(22,666)	(3,538)	-
Total nonoperating (expense) revenue	(7,607,815)	1,266,442	86,878,077
(Loss) Income - Before capital contributions	(3,267,385)	12,754,650	(65,845,443)
Capital Contributions	-	-	4,563,394
Transfers In	-	-	31,660,442
Transfers Out	-	-	-
Change in Net Position	(3,267,385)	12,754,650	(29,621,607)
Net Position (Deficit) - Beginning of year	564,922,506	763,875,800	(107,037,845)
Net Position (Deficit) - End of year	\$ 561,655,121	\$ 776,630,450	\$ (136,659,452)

Proprietary Funds
Statement of Revenue, Expenses, and Changes in Net Position

Year Ended June 30, 2021

Enterprise Funds			Governmental Activities
Public Lighting Authority Fund	Nonmajor Airport Fund	Total Enterprise Funds	Internal Service Funds
\$ 12,499,995	\$ 24,652	\$ 426,373,639	\$ -
-	345,201	11,843,759	-
444,842	8	3,726,553	466,259
-	-	22,706,236	-
-	-	-	82,244,561
<u>12,944,837</u>	<u>369,861</u>	<u>464,650,187</u>	<u>82,710,820</u>
1,409,597	454,299	76,214,726	-
-	346,421	44,309,291	-
6,660,963	1,063,230	26,777,226	-
771,198	-	12,478,774	-
44,822	-	44,822	-
-	1,500,000	13,695,977	-
-	-	-	82,561,416
-	-	211,437,117	-
-	166,183	75,894,580	-
-	36,172	11,379,055	-
801,249	4,370	21,320,246	-
-	-	62,727,491	-
<u>6,245,746</u>	<u>515,703</u>	<u>51,971,019</u>	<u>-</u>
<u>15,933,575</u>	<u>4,086,378</u>	<u>608,250,324</u>	<u>82,561,416</u>
(2,988,738)	(3,716,517)	(143,600,137)	149,404
35,568	1,340	288,438	6,709
-	-	88,823,685	-
(8,026,264)	(22,093)	(56,840,751)	-
-	-	38,308,063	-
-	-	(59,276)	-
-	-	2,031,300	-
-	-	(26,204)	-
<u>(7,990,696)</u>	<u>(20,753)</u>	<u>72,525,255</u>	<u>6,709</u>
(10,979,434)	(3,737,270)	(71,074,882)	156,113
-	125,000	4,688,394	-
10,403,263	3,342,502	45,406,207	-
-	(43,938)	(43,938)	-
<u>(576,171)</u>	<u>(313,706)</u>	<u>(21,024,219)</u>	<u>156,113</u>
<u>39,535,234</u>	<u>21,810,995</u>	<u>1,283,106,690</u>	<u>3,518,237</u>
<u>\$ 38,959,063</u>	<u>\$ 21,497,289</u>	<u>\$ 1,262,082,471</u>	<u>\$ 3,674,350</u>

	Enterprise Funds		
	Water Fund	Sewage Disposal Fund	Transportation Fund
Cash Flows from Operating Activities			
Receipts from customers	\$ 97,082,428	\$ 292,971,509	\$ 2,381,942
Receipts from (payments to) other funds	2,960,057	(1,884,889)	(10,544,296)
Payments to suppliers	(53,087,476)	(208,391,576)	(38,265,560)
Payments to employees and fringes	(21,833,818)	(50,012,075)	(52,393,404)
Payments to other funds	-	-	-
Claims paid	(62,282)	(233,285)	(11,312,805)
Other receipts	541,493	-	-
Net receipts from GLWA, including shared services	(3,199,846)	(6,598,914)	-
Net cash and cash equivalents provided by (used in) operating activities	22,400,556	25,850,770	(110,134,123)
Cash Flows from Noncapital Financing Activities			
Receipts from GLWA for financial recovery bonds	875,507	1,969,295	-
Grants and contributions from other governments	-	-	88,823,685
Transfers from other funds	-	-	31,660,442
Principal and interest paid on bonds, notes, and capital leases	(1,493,702)	(21,331,217)	(2,456,345)
Receipts on GLWA contract receivable	22,500,000	27,500,000	-
Loans made to other funds	-	-	(1,088,183)
Net cash and cash equivalents provided by noncapital financing activities	21,881,805	8,138,078	116,939,599
Cash Flows from Capital and Related Financing Activities			
Issuance of bonds	15,741,109	-	-
Federal, state, and local grants	237,584	-	2,748,438
Acquisition and construction of capital assets	(43,846,779)	(32,914,718)	(3,771,573)
Principal and interest paid on bonds, notes, and capital leases	(41,609,333)	(31,653,650)	-
Net cash and cash equivalents used in capital and related financing activities	(69,477,419)	(64,568,368)	(1,023,135)
Cash Flows from Investing Activities			
Earnings from investment securities	113,446	89,785	52,163
Purchases of investment securities	-	-	-
Proceeds from sale and maturities of investment securities	-	-	-
Receipts from renting activities	8,076	-	-
Net cash and cash equivalents provided by investing activities	121,522	89,785	52,163
Net (Decrease) Increase in Cash and Cash Equivalents	(25,073,536)	(30,489,735)	5,834,504
Cash and Cash Equivalents - Beginning of year	178,960,576	125,607,170	3,655,555
Cash and Cash Equivalents - End of year	\$ 153,887,040	\$ 95,117,435	\$ 9,490,059
Classification of Cash and Cash Equivalents			
Cash and investments	\$ 62,445,283	\$ 34,782,540	\$ 9,490,059
Restricted Cash	91,441,757	60,334,895	-
Total cash and cash equivalents	\$ 153,887,040	\$ 95,117,435	\$ 9,490,059
Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities			
Operating income (loss)	\$ 4,340,430	\$ 11,488,208	\$ (152,723,520)
Adjustments to reconcile operating income (loss) to net cash from operating activities:			
Depreciation and amortization	17,796,687	12,165,539	15,247,344
Changes in assets and liabilities:			
Accounts and contracts receivable	6,668,785	22,762,447	(357,073)
Due to and from other funds	2,960,057	(1,964,182)	1,163,280
Accrued liabilities and other	(4,363,576)	(3,012,041)	44,834
Due to other governments	256,789	2,504,384	-
Prepaid expenses and other assets	1,079,791	460,134	(48,717)
Net pension and net death benefit liability	(2,430,898)	(2,038,184)	27,691,655
Accounts and contracts payable	(3,604,413)	(2,959,924)	(1,151,926)
Estimated claims liability	1,348,808	492,189	-
Net death benefit liability	-	-	-
Accrued compensated absences	-	-	-
Accrued salaries and wages	-	-	-
Inventory	(528,553)	(835,362)	-
Unearned revenue	541,493	-	-
Changes to assets and liabilities with GLWA	(1,664,844)	(13,212,438)	-
Total adjustments	18,060,126	14,362,562	42,589,397
Net cash and cash equivalents provided by (used in) operating activities	\$ 22,400,556	\$ 25,850,770	\$ (110,134,123)

Proprietary Funds Statement of Cash Flows

Year Ended June 30, 2021

Enterprise Funds			Governmental Activities
Public Lighting Authority Fund	Airport Fund	Total	Internal Service Funds
\$ 12,740,266	\$ 335,047	\$ 405,511,192	\$ 22,235,897
-	446,963	(9,022,165)	77,966,013
(7,312,728)	(1,549,655)	(308,606,995)	(102,037,621)
(1,391,416)	(452,168)	(126,082,881)	(186,304)
-	-	-	(2,208,190)
-	13,519	(11,594,853)	(233,113)
452,335	-	993,828	-
-	-	(9,798,760)	-
<u>4,488,457</u>	<u>(1,206,294)</u>	<u>(58,600,634)</u>	<u>(4,463,318)</u>
-	-	2,844,802	-
-	-	88,823,685	-
10,403,263	3,298,564	45,362,269	27,317
-	-	(25,281,264)	-
-	-	50,000,000	-
-	-	(1,088,183)	-
<u>10,403,263</u>	<u>3,298,564</u>	<u>160,661,309</u>	<u>27,317</u>
-	-	15,741,109	-
-	-	2,986,022	-
(1,119,435)	(2,032,268)	(83,684,773)	-
<u>(11,917,376)</u>	<u>(22,093)</u>	<u>(85,202,452)</u>	<u>-</u>
(13,036,811)	(2,054,361)	(150,160,094)	-
35,568	1,340	292,302	6,709
(12,191,857)	-	(12,191,857)	-
12,186,857	-	12,186,857	-
-	-	8,076	-
<u>30,568</u>	<u>1,340</u>	<u>295,378</u>	<u>6,709</u>
1,885,477	39,249	(47,804,041)	(4,429,292)
<u>58,327,170</u>	<u>2,649,713</u>	<u>369,200,184</u>	<u>12,923,442</u>
<u>\$ 60,212,647</u>	<u>\$ 2,688,962</u>	<u>\$ 321,396,143</u>	<u>\$ 8,494,150</u>
\$ 36,081,937	\$ 2,688,962	\$ 145,488,781	\$ 8,494,150
24,130,710	-	175,907,362	-
<u>\$ 60,212,647</u>	<u>\$ 2,688,962</u>	<u>\$ 321,396,143</u>	<u>\$ 8,494,150</u>
\$ (2,988,738)	\$ (3,716,517)	\$ (143,600,137)	\$ 149,404
6,245,746	515,703	51,971,019	-
7,493	(34,814)	29,046,838	-
1,211,672	446,963	3,817,790	(4,261,201)
-	(3,868)	(7,334,651)	-
-	-	2,761,173	-
(18,030)	46	1,473,224	-
-	163,713	23,386,286	-
30,314	(96,640)	(7,782,589)	(209,951)
-	1,514,519	3,355,516	-
-	54	54	-
-	(7,814)	(7,814)	-
-	12,361	12,361	(141,570)
-	-	(1,363,915)	-
-	-	541,493	-
-	-	(14,877,282)	-
<u>7,477,195</u>	<u>2,510,223</u>	<u>84,999,503</u>	<u>(4,612,722)</u>
<u>\$ 4,488,457</u>	<u>\$ (1,206,294)</u>	<u>\$ (58,600,634)</u>	<u>\$ (4,463,318)</u>

Fiduciary Funds
Statement of Fiduciary Net Position

June 30, 2021

Custodial Funds

Assets

Cash and investments	\$ 50,848,019
Due from other governmental agencies	<u>18,130</u>
Total assets	50,866,149

Liabilities

Accounts and contracts payable	194,779
Due to other governmental agencies	398,663
Due to component units	11,262
Other liabilities	<u>8,415,082</u>
Total liabilities	<u>9,019,786</u>

Net Position - Restricted for individuals, organizations, and other governments \$ 41,846,363

**Fiduciary Funds
Statement of Changes in Fiduciary Net Position**

Year Ended June 30, 2021

	<u>Custodial Funds</u>
Additions	
Investment income:	
Interest and dividends	\$ 945,473
Net increase in fair value of investments	4,731,541
Net investment income	5,677,014
Property tax collections	371,605,039
Rent escrow	6,864
Payments in lieu of taxes	5,082,505
Bail bonds, fines, and fees	7,084,010
Total additions	389,455,432
Deductions	
Tax distributions to other governments	376,807,398
Distributions of rent escrow, bail bonds, fines, and fees	11,166,370
Total deductions	387,973,768
Net Increase in Fiduciary Net Position	1,481,664
Net Position - Beginning of year, as restated (Note 1)	40,364,699
Net Position - End of year	\$ 41,846,363

City of Detroit, Michigan

	Detroit Brownfield Redevelopment Authority	Detroit Public Library	Detroit Transportation Corporation	Detroit Housing Commission	Downtown Development Authority	Eastern Market Corporation
Assets						
Cash and investments	\$ 16,958,990	\$ 45,421,065	\$ 945,685	\$ 30,631,228	\$ 136,099,418	\$ 2,115,726
Receivables - Accounts and contracts receivable, taxes, interest, and penalties receivable - Net	5,562,524	334,105	43,741	1,220,432	2,443,633	1,129,596
Due from primary government	-	-	3,690,000	-	-	-
Inventory	-	-	3,268,033	-	-	-
Prepaid expenses and other assets:						
Prepaid expenses	22,039	305,277	623,372	871,650	151,849	1,669,241
Other assets	3,016,175	-	-	1,877,638	10,200,000	95,129
Loans, notes, and pledges receivable	225,000	-	-	918,788	6,076,035	-
Due from other governmental agencies	-	2,028,189	942,092	1,615,192	-	-
Restricted assets - Restricted cash and investments	-	-	5,808,670	36,469,261	-	-
Net pension asset	-	-	-	257,134	-	-
Capital assets:						
Assets not subject to depreciation	-	1,643,496	5,029,570	72,901,760	55,344,670	5,562,711
Assets subject to depreciation - Net	-	20,710,048	20,215,822	221,604,171	852,288,701	6,025,328
Total assets	25,784,728	70,442,180	40,566,985	368,367,254	1,062,604,306	16,597,731
Deferred Outflows of Resources - Related to pension	-	10,347,917	1,501,995	943,023	-	-
Liabilities						
Accounts and contracts payable	335,967	226,367	577,606	6,374,462	5,772,530	337,164
Due to other governmental agencies	-	1,599,022	-	110,433	-	-
Due to primary government	-	670,071	-	-	-	-
Deposits	-	-	-	-	-	526,700
Other liabilities:						
Accrued salaries and wages	-	400,769	229,362	211,248	-	-
Accrued interest payable	-	64,387	-	26,894,232	10,708,235	-
Accrued liabilities	14,540,080	2,203,110	7,732,997	19,438,740	-	-
Unearned revenue	-	-	-	591,637	17,314	146,191
Noncurrent liabilities:						
Due within one year - Current portion of bond and contracts payable	2,852,015	811,984	-	210,751	10,269,435	1,256,289
Due in more than one year:						
Advance from primary government	7,500,000	3,695,247	-	-	-	-
Net pension liability	-	14,847,208	4,832,211	-	-	-
Bonds and contracts payable - Net of current portion	19,877,985	13,233,251	580,940	47,197,229	316,820,856	18,405
Total liabilities	45,106,047	37,751,416	13,953,116	101,028,732	343,588,370	2,284,749
Deferred Inflows of Resources - Deferred pension cost reductions	-	1,495,744	4,580,434	1,303,471	-	-
Net Position (Deficit)						
Net investment in capital assets	-	22,353,544	25,245,392	105,954,588	622,665,152	10,313,345
Restricted:						
Endowment and trust (expendable)	-	13,806,701	-	-	-	-
Endowment and trust (nonexpendable)	-	195,000	-	-	-	-
Capital projects and acquisitions	-	-	5,808,670	-	89,603,779	-
Community and economic development	-	-	-	173,763,927	-	-
Program activities	-	-	-	-	-	3,947,709
Unrestricted	(19,321,319)	5,187,692	(7,518,632)	(12,740,441)	6,747,005	51,928
Total net position (deficit)	\$ (19,321,319)	\$ 41,542,937	\$ 23,535,430	\$ 266,978,074	\$ 719,015,936	\$ 14,312,982

Component Units Statement of Net Position

June 30, 2021

Economic Development Corporation	Local Development Finance Authority	Museum of African American History	Detroit Land Bank Authority	Eight Mile/Woodward Corridor Imp. Authority	Detroit Employment Solutions Corporation	Community Education Commission	Joint Employment and Procurement Advisory Board	Total
\$ 33,520,720	\$ 1,529,566	\$ 3,973,047	\$ 30,148,666	\$ 445,766	\$ 14,122,635	\$ 1,700,970	\$ 757,861	\$ 318,371,343
2,400,013	-	29,702	-	-	2,480	-	1,739	13,167,965
-	-	-	-	-	-	-	-	3,690,000
-	-	57,109	-	-	-	-	-	3,325,142
-	-	195,458	125,384	6,013	48,314	7,213	-	4,025,810
-	-	-	16,911,923	-	29,660	-	-	32,130,525
9,531,554	-	-	-	-	-	-	-	16,751,377
-	-	-	3,701,485	-	10,093,128	-	-	18,380,086
-	-	15,153	6,199,227	-	-	-	-	48,492,311
-	-	-	-	-	-	-	-	257,134
-	-	691,273	-	-	-	-	-	141,173,480
-	-	1,189,080	358,618	-	35,054	-	-	1,122,426,822
45,452,287	1,529,566	6,150,822	57,445,303	451,779	24,331,271	1,708,183	759,600	1,722,191,995
-	-	-	-	-	-	-	-	12,792,935
5,776,349	366,833	649,603	1,519,425	314,483	6,213,740	21,711	-	28,486,240
65,410	-	-	-	-	-	-	-	1,774,865
-	-	-	-	-	-	-	-	670,071
-	-	-	-	-	-	-	-	526,700
-	-	204,468	-	-	-	-	-	1,045,847
5,741	-	-	-	-	-	-	-	37,672,595
-	-	15,153	-	27,599	279,104	6,506	-	44,243,289
-	-	25,000	4,857,240	-	-	-	-	5,637,382
45,311	-	583,800	2,000,000	-	-	-	-	18,029,585
-	-	-	2,000,000	-	-	-	-	13,195,247
-	-	-	-	-	-	-	-	19,679,419
5,795,157	-	-	-	-	-	99,200	-	403,623,023
11,687,968	366,833	1,478,024	10,376,665	342,082	6,492,844	127,417	-	574,584,263
-	-	-	-	-	-	-	-	7,379,649
-	-	1,880,353	358,618	-	35,054	-	-	788,806,046
-	-	-	-	-	-	-	-	13,806,701
-	-	1,116,305	-	-	-	-	-	1,311,305
17,536,257	-	-	-	-	-	-	-	112,948,706
-	-	-	6,199,227	-	-	-	-	179,963,154
-	397,485	568,482	-	-	17,803,373	622,408	-	23,339,457
16,228,062	765,248	1,107,658	40,510,793	109,697	-	958,358	759,600	32,845,649
\$ 33,764,319	\$ 1,162,733	\$ 4,672,798	\$ 47,068,638	\$ 109,697	\$ 17,838,427	\$ 1,580,766	\$ 759,600	\$ 1,153,021,018

City of Detroit, Michigan

	Program Revenue				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Detroit Brownfield Redevelopment Authority	Detroit Public Library	Detroit Transportation Corporation	Detroit Housing Commission
Functions/Programs								
Detroit Brownfield Redevelopment Authority	\$ 34,157,955	\$ 286,296	\$ -	\$ 5,824,093	\$ (28,047,566)	\$ -	\$ -	\$ -
Detroit Public Library	22,369,894	33,146	996,547	-	-	(21,340,201)	-	-
Detroit Transportation Corporation	12,549,992	660	8,374,313	859,022	-	-	(3,315,997)	-
Detroit Housing Commission	129,917,519	19,860,626	79,904,448	-	-	-	-	(30,152,445)
Downtown Development Authority	59,979,386	-	-	1,627,523	-	-	-	-
Eastern Market Corporation	5,082,912	891,346	956,765	-	-	-	-	-
Economic Development Corporation	10,841,863	10,931,224	-	-	-	-	-	-
Local Development Finance Authority	864,250	-	-	-	-	-	-	-
Museum of African American History	5,689,141	630,221	2,754,842	-	-	-	-	-
Detroit Land Bank Authority	20,053,842	14,511,407	15,500,480	-	-	-	-	-
Eight Mile/Woodward Corridor Imp. Authority	616,357	-	-	-	-	-	-	-
Detroit Employment Solutions Corporation	64,660,183	-	72,290,992	-	-	-	-	-
Community Education Commission	1,023,646	33,862	912,500	-	-	-	-	-
Joint Employment and Procurement Advisory Board	616	-	-	-	-	-	-	-
Total component units	\$ 367,807,556	\$ 47,178,788	\$ 181,690,887	\$ 8,310,638	(28,047,566)	(21,340,201)	(3,315,997)	(30,152,445)
General revenue:								
Taxes - Property taxes					7,034,847	27,675,181	-	-
Penal fines					-	434,096	-	-
Contributions					-	-	-	-
Investment earnings					335,143	2,564,145	39,100	2,931,635
Gain on sale of capital assets					-	-	-	350,114
Other miscellaneous income					-	6,402	365,214	-
Total general revenue					7,369,990	30,679,824	404,314	3,281,749
Change in Net Position					(20,677,576)	9,339,623	(2,911,683)	(26,870,696)
Net Position (Deficit) - Beginning of year					1,356,257	32,203,314	26,447,113	293,848,770
Net Position (Deficit) - End of year					\$ (19,321,319)	\$ 41,542,937	\$ 23,535,430	\$ 266,978,074

Component Units Statement of Activities

Year Ended June 30, 2021

Net (Expense) Revenue and Changes in Net Position

Downtown Development Authority	Eastern Market Corporation	Economic Development Corporation	Local Development Finance Authority	Museum of African American History	Detroit Land Bank Authority	Eight Mile/ Woodward Corridor Imp. Authority	Detroit Employment Solutions Corporation	Community Education Commission	Joint Employment and Procurement Advisory Board	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (28,047,566)
-	-	-	-	-	-	-	-	-	-	(21,340,201)
-	-	-	-	-	-	-	-	-	-	(3,315,997)
(58,351,863)	-	-	-	-	-	-	-	-	-	(30,152,445)
-	(3,234,801)	-	-	-	-	-	-	-	-	(58,351,863)
-	-	89,361	-	-	-	-	-	-	-	(3,234,801)
-	-	-	(864,250)	-	-	-	-	-	-	89,361
-	-	-	-	(2,304,078)	-	-	-	-	-	(864,250)
-	-	-	-	-	9,958,045	-	-	-	-	(2,304,078)
-	-	-	-	-	-	(616,357)	-	-	-	9,958,045
-	-	-	-	-	-	-	7,630,809	-	-	(616,357)
-	-	-	-	-	-	-	-	(77,284)	-	7,630,809
-	-	-	-	-	-	-	-	-	-	(77,284)
-	-	-	-	-	-	-	-	-	(616)	(616)
(58,351,863)	(3,234,801)	89,361	(864,250)	(2,304,078)	9,958,045	(616,357)	7,630,809	(77,284)	(616)	(130,627,243)
55,080,999	-	-	4,856,949	-	-	616,357	-	-	-	95,264,333
-	-	-	-	-	-	-	-	-	-	434,096
-	3,325,634	1,840,362	-	3,988,320	-	-	-	-	-	9,154,316
-	70,917	43,509	604	342,190	-	-	-	-	-	6,327,243
-	-	-	-	-	-	-	-	-	-	350,114
727,059	186,459	-	-	693,000	-	-	1,752,959	345,410	2,243	4,078,746
55,808,058	3,583,010	1,883,871	4,857,553	5,023,510	-	616,357	1,752,959	345,410	2,243	115,608,848
(2,543,805)	348,209	1,973,232	3,993,303	2,719,432	9,958,045	-	9,383,768	268,126	1,627	(15,018,395)
721,559,741	13,964,773	31,791,087	(2,830,570)	1,953,366	37,110,593	109,697	8,454,659	1,312,640	757,973	1,168,039,413
\$ 719,015,936	\$ 14,312,982	\$ 33,764,319	\$ 1,162,733	\$ 4,672,798	\$ 47,068,638	\$ 109,697	\$ 17,838,427	\$ 1,580,766	\$ 759,600	\$ 1,153,021,018

Note 1 - Significant Accounting Policies

Reporting Entity

The City of Detroit, Michigan (the "City"), incorporated in 1806, is a home rule city under State of Michigan (MI) law. The City is organized into two separate branches: (1) the executive branch, which is headed by the mayor, and (2) the legislative branch, which is composed of the City Council and its agencies. The City provides the following services as authorized by its charter: public protection, public works, recreation and culture, health, economic development, public lighting, transportation, water and sewage, airport, and parking.

The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable or the relationship to the City is such that exclusion would cause the City's financial statements to be misleading or incomplete. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City. Blended component units, although legally separate entities, are, in substance, part of the City's operations. Thus, blended component units are appropriately presented as funds of the City. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the City.

Blended Component Units

Detroit Building Authority (DBA)*

The DBA is governed by a board, and the City appoints the voting majority of the DBA's board members and is able to impose its will. Although legally separate, the DBA is included in the operations and activities of the City because it was entirely incorporated for the purpose of acquiring, furnishing, equipping, owning, improving, enlarging, operating, or maintaining buildings, automobile parking lots or structures, and recreational facilities for the use of any legitimate public purpose of the City. Financing is provided by the issuance of bonds secured by lease agreements with the City and from grants received by the City.

Greater Detroit Resource Recovery Authority (GDRRA)

The GDRRA was established by the cities of Detroit and Highland Park, Michigan for the acquisition, construction, and operation of a waste-to-energy facility. The GDRRA is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. Operating revenue consists of tipping fees received from the City of Detroit, Michigan to be used for the hauling and disposal of the municipal solid waste. GDRRA is blended into the Solid Waste Management Fund, as services are provided almost entirely to the City and city resources are used to service the debt.

Public Lighting Authority (PLA)*

The PLA, under the provisions of Michigan Public Act 392 of 2012, is governed by a board, and the City appoints the voting majority of the PLA's board members and is able to impose its will. The PLA is a legally separate entity and was formed to develop and implement a plan to improve the City's public lighting system. The PLA is funded through the issuance of bonds, which will be paid back with revenue from the City's utility tax, which meets the criteria for the PLA to be a blended component unit.

Discretely Presented Component Units

Detroit Brownfield Redevelopment Authority (DBRA)*

The DBRA was created by a City Council resolution and approved by the mayor in April 1998 under the provisions of Act 381, Michigan Public Act of 1996. The City appoints the majority of the DBRA's board members and is able to impose its will. The DBRA was established to create brownfield redevelopment zones and promote the revitalization, redevelopment, and reuse of certain property, including, but not limited to, tax-reverted, blighted, or functionally obsolete property.

Note 1 - Significant Accounting Policies (Continued)

Detroit Public Library (DPL)

The DPL is a statutory body created by the State, which is legally separate from the City. The DPL was created to provide reference materials, research information, and publications to residents of the City and Wayne County, Michigan (the "County"). Funding is provided by an ad valorem tax of 4.63 mills in real and personal property taxes in the City. In addition, the DPL receives grants and endowments from private organizations. The City Council is responsible for approving the DPL's annual budget. Due to the DPL's relationship with the City, it would be misleading to exclude its financial information from the City's financial statements.

*Detroit Transportation Corporation (DTC)**

The DTC was established in 1985 to oversee construction and operation of the Central Automated Transit System (People Mover) in downtown Detroit. The DTC is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. The DTC is primarily funded by means of grants from the City.

*Detroit Housing Commission (DHC)**

The DHC is a Michigan public body corporation operating as a public housing authority under the Michigan Housing Facilities Act, MCL 125.653. The DHC was established in 1933 under the Public Facilities Act by the City of Detroit, Michigan. The DHC had been designated as a "Sub Standard Management Agency" performer by the U.S. Department of Housing and Urban Development (HUD) under the public housing assessment system. On July 5, 2005, an agreement was entered into with HUD, under which a HUD recovery administrator was designated to act as the DHC's board of commissioners to handle the day-to-day administration of the DHC. On March 13, 2015, HUD released the DHC from the authority of a HUD recovery administrator. Under the Michigan Housing Facilities Act, the Detroit Housing Commission is governed by a five-member board of commissioners (the "Board"). At least one of the board members must be a resident of public or subsidized housing. The mayor of the City of Detroit, Michigan appointed the five-member Board in accordance with Michigan law. The DHC now operates as a standard performer governed by the five-member Board.

*Downtown Development Authority (DDA)**

The DDA was created to promote and develop economic growth in the City's downtown business district. The DDA is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. Funding is provided by an ad valorem tax of 1.0 mill (reduced to 0.9887 by the Headlee amendment) on real and personal property in the downtown development district, a levy on the increased taxable value of a tax increment district, and issuance of revenue and tax increment bonds.

*Eastern Market Corporation (EMC)**

The EMC was established to develop, maintain, and promote the Eastern Market district of the City. The EMC manages the market in the City known as Eastern Market. The EMC is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. The EMC is primarily funded by means of private grants and contributions.

*Economic Development Corporation (EDC)**

The EDC was established to create and implement project plans for designated project areas within the City and, thus, encourage the location and expansion of industrial and commercial enterprises within the City. The EDC is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. The EDC is primarily funded by means of grants from the City.

Note 1 - Significant Accounting Policies (Continued)

*Local Development Finance Authority (LDFA)**

The LDFA was created to finance certain improvements for local public roads in the vicinity of the Chrysler Jefferson Avenue Assembly Plant. The LDFA is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. Incremental portions of the City's and the County's property taxes fund the LDFA.

*Museum of African American History (MAAH)**

The MAAH was created to provide research, compilation, presentation, publication, and dissemination of knowledge relating to the history, growth, development, heritage, and culture of people of African descent and the human struggle for freedom. The MAAH is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. The MAAH is primarily funded by means of private grants and grants from the City.

*Detroit Land Bank Authority (DLBA)**

The DLBA was created to stimulate neighborhood stabilization and economic growth through the acquisition, management, and disposition of tax-reverted and acquired properties by working collaboratively with community stakeholders, developers, and other governmental agencies in a transparent and fiscally responsible manner to promote conscientious stewardship of land. The DLBA is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. The DLBA is primarily funded through federal and local grants.

*Eight Mile/Woodward Corridor Improvement Authority (EMWCIA)**

The EMWCIA was established to correct and prevent deterioration in the Eight Mile/Woodward area. The EMWCIA is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will.

Community Education Commission (CEC)

The CEC was created in May 2018 to provide resources to ensure access to high-quality schools, transportation, after-school programming, and community information. The CEC is a legally separate entity. However, the City appoints all 11 board members and may impose its will.

*Detroit Employment Solutions Corporation (DESC)**

The DESC was established to be the administrative and fiscal agency responsible for providing workforce programs and services to the citizens and businesses of Detroit. The DESC is a legally separate entity. However, the City appoints the voting majority of the board members and may impose its will. The DESC is primarily funded by grants.

*Joint Employment and Procurement Advisory Board (JEPAB)**

On November 1, 2005, the City and the EDC entered into a funding agreement establishing the EDC as the administrator of casino development fund moneys and programs. The casino development funds were contributed from the three casinos in Detroit (MGM Grand Casino, Motor City Casino, and Greektown Casino) for business development purposes in the City in accordance with the revised casino development agreements.

This City/EDC funding agreement provided for the expenditure of business development funds (casino development funds) for a number of programs and purposes, one of which was JEPAB. JEPAB is a separate legal entity. However, the City appoints the voting majority of board members and may impose its will.

*Audit conducted in accordance with *Government Auditing Standards*, as promulgated by the Comptroller General of the United States.

Note 1 - Significant Accounting Policies (Continued)

Financial Statements of Component Units

Complete financial statements of the individual blended and discretely presented component units can be obtained directly from the following administrative offices:

Blended Component Units

Detroit Building Authority
1301 Third Street, Suite 328
Detroit, MI 48226
(313) 224-0174

Public Lighting Authority
65 Cadillac Square, Suite 3100
Detroit, MI 48226
(313) 324-8290

Greater Detroit Resource Recovery Authority
5700 Russell Street
Detroit, MI 48211
(313) 876-0449

Discretely Presented Component Units

Detroit Brownfield Redevelopment Authority
500 Griswold, Suite 2200
Detroit, MI 48226
(313) 963-2940

Community Education Commission
18100 Meyers Road
Detroit, MI 48226
(313) 224-1222

Detroit Public Library
5201 Woodward Avenue
Detroit, MI 48202
(313) 833-1000

Joint Employment and Procurement Advisory Board
7310 Woodward, Suite 740
Detroit, MI 48202

Detroit Transportation Corporation
535 Griswold, Suite 400
Detroit, MI 48226
(313) 224-2160

Economic Development Corporation
500 Griswold, Suite 2200
Detroit, MI 48226
(313) 237-4616

Detroit Housing Commission
1301 East Jefferson
Detroit, MI 48207
(313) 877-8000

Local Development Finance Authority
500 Griswold, Suite 2200
Detroit, MI 48226
(313) 237-4616

Downtown Development Authority
500 Griswold, Suite 2200
Detroit, MI 48226
(313) 237-4616

Museum of African American History
315 East Warren Avenue
Detroit, MI 48201
(313) 494-5800

Eastern Market Corporation
2934 Russell Street
Detroit, MI 48207
(313) 833-9300

Detroit Land Bank Authority
65 Cadillac Square, Suite 3200
Detroit, MI 48226
(313) 974-6869

Eight Mile/Woodward Corridor Improvement Authority
500 Griswold, Suite 2200
Detroit, MI 48226
(313) 237-4616

Detroit Employment Solutions Corporation
440 East Congress Street
Detroit, MI 48226
(313) 876-0674

Related Organizations

The City has in place Memoranda of Understanding (i.e., contracts) for the operations of certain city-owned assets with the following private nonprofit corporations:

- Detroit Historical Society
- Detroit Zoological Society

June 30, 2021

Note 1 - Significant Accounting Policies (Continued)

The City's accountability for these organizations does not extend beyond these contracts.

The mayor is responsible for appointing the majority of members of the board of the following nonprofit entities:

- Northwest Community Programs, Inc.
- Detroit Economic Growth Corporation

The City's accountability for these organizations does not extend beyond making the appointments.

The City appoints minority of members of the boards of the following pension systems. Although the City is required to make contributions to these systems based on the Eighth Amended Plan for the Adjustment of Debts of the City of Detroit, as a result of bankruptcy (see Note 13), these plans do not meet the definition of a component unit nor any of the other fiduciary activity requirements for inclusion in the City's financial statements:

- Police and Fire Retirement System of the City of Detroit
- Combined Plan for the General Retirement System of the City of Detroit

Joint Venture

A joint venture is a legal entity or other organization that results from a contractual agreement and that is owned, operated, or governed by two or more participants as a separate and specific activity, subject to joint control in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. The City participates in the following joint venture:

The Detroit-Wayne Joint Building Authority (DWJBA) was created as a corporate instrumentality in 1948 by an agreement between the City and Wayne County, Michigan. The DWJBA receives its revenue through a lease agreement with the City and the County, which expires on March 1, 2028. The lease provides that the DWJBA shall maintain and operate the building at 2 Woodward Ave., Detroit, Michigan (known as the Coleman A. Young Municipal Center), the expenditures of which are to be reimbursed by the City and County on the basis of the building space allocations specified in the lease. All revenue or other moneys received by the DWJBA must be disbursed for specific purposes in accordance with agreements with the incorporating units and holders of the bonds.

The City is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future. The DWJBA is not included in the financial statements of the City. Complete financial statements of the DWJBA may be obtained by writing to the DWJBA at the following address:

Detroit-Wayne Joint Building Authority
1316 Coleman A. Young Municipal Center (CAYMC)
Detroit, MI 48226

June 30, 2021

Note 1 - Significant Accounting Policies (Continued)

Basis of Presentation

Accounting and Reporting Principles

The City follows accounting principles generally accepted in the United States of America (GAAP), as applicable to governmental units. Accounting and financial reporting pronouncements are promulgated by the Governmental Accounting Standards Board.

The basic financial statements include both government-wide and fund financial statements.

Government-wide Financial Statements

The government-wide statement of net position and statement of activities report the overall financial activity of the primary government, excluding fiduciary activities, and its component units. Eliminations have been made to minimize the double counting of internal activities of the City. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenue, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenue includes: (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue.

Fund Financial Statements

The fund financial statements provide information about the City's funds, including its fiduciary fund types. Separate financial statements for each fund category (governmental, proprietary - enterprise and internal service, and fiduciary) are presented. The emphasis in fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor governmental or nonmajor enterprise funds.

The City reports the following major funds:

Governmental Funds

- General Fund - Accounts for several of the City's primary services (police, fire, parking, public works, community, and youth services, etc.) and is the primary operating unit of the City
- Capital Projects Fund - Accounts for bond proceeds or other revenue and the disbursement of invoices specifically designated for acquiring new buildings, equipment, and technology upgrades; demolition and rehabilitation of vacant houses; and remodeling and repairs. The fund operates until the purpose for which it was created is accomplished.
- American Rescue Plan Act Special Revenue Fund - Accounts for activities financed through the American Rescue Plan Act

Proprietary - Enterprise Funds

- Water Fund - Accounts for the operations of the water treatment plants, booster stations, transmission and distribution system, and reservoirs. The fund provides service to Detroit retail customers.

June 30, 2021

Note 1 - Significant Accounting Policies (Continued)

- Sewage Disposal Fund - Accounts for the operations of the wastewater treatment plant; sewers, including sanitary and combined sewers; combined sewer outfalls; and interceptors. The facility provides service to Detroit retail customers.
- Transportation Fund - Accounts for the City's mass transit system with a fleet of 462 coaches. The fund operates an administration building, which includes a heavy repair facility and plant maintenance building, as well as three other satellite terminals with light repair garages and storage bays.
- Public Lighting Authority Fund - The City's Public Lighting Authority Fund (PLA) is a blended component unit of the City and was created pursuant to Michigan Public Act 392 of 2012. PLA was formed to develop and implement a plan to improve the City's public lighting system.

Additionally, the City reports the following fund types:

Proprietary - Internal Service Funds

- Employees Benefit Plan and Disability Income Protection Plan - Account for services provided to other departments or agencies of the government or to other governments on a cost-reimbursement basis

Fiduciary Funds

- Custodial funds - Account for transactions for assets held by the City as a fiduciary for certain activities or for various entities. Property tax collections and special deposits are the primary transactions accounted for in these funds.

Interfund Activity

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Furthermore, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Measurement Focus and Basis of Accounting

The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, sales taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year in which the taxes are levied. Revenue from self-assessed taxes, including income taxes and sales tax, is recognized in the fiscal year in which the underlying exchange transaction occurs. Revenue from grants, entitlements, and similar items is recognized in the fiscal year for which all eligibility requirements imposed by the provider have been met. Eligibility requirements include timing requirements, which specify the year in which the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Custodial funds account for assets held by the City in a trustee capacity.

June 30, 2021

Note 1 - Significant Accounting Policies (Continued)

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenue to be available if it is collected within 60 days of the end of the current fiscal year, except for grants and trade receivables, for which the period of availability is 90 days. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, principal and interest on general long-term debt, claims and judgments, compensated absences, and other long-term obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. The face value of governmental long-term debt and acquisitions under capital leases are reported as other financing sources. Significant revenue sources that are susceptible to accrual include property taxes, income taxes, utility taxes, state-shared revenue, state gas and weight tax revenue, interest, and certain grants associated with the current fiscal period. All other revenue sources are considered to be measurable and available only when cash is received.

Specific Balances and Transactions

Cash and Cash Equivalents

For the purposes of the statement cash flows, cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired.

Investments

Investments of the City are reported at fair value. Short-term investments are reported at cost, which approximates fair value. The only investments that do not have an established market are certificates of deposit, which are reported at par value plus accrued interest.

Due from/to Other Governmental Agencies

Due from/to other governmental agencies consists primarily of sales, grant reimbursement, and charges for services to/from the County, the State, and the federal government.

Inventory

Inventory is stated at the lower of cost or market using the average cost method. Inventory of governmental funds is recorded as expenditures when consumed rather than when purchased.

Interfund Transactions

The City has the following types of interfund transactions:

Advances - Amounts provided with a requirement for long-term repayment. Interfund advances are reported as advances to other funds in lender funds and advances from other funds in borrower funds.

Services provided and used - Sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenue in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as interfund receivables and payables in the fund balance sheets or fund statements of net position.

Reimbursements - Repayments from the funds responsible for particular expenditures or expenses to the funds initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers - Flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after nonoperating revenue and expenses.

Note 1 - Significant Accounting Policies (Continued)

Capital Assets

Capital assets, which include land, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased capital assets are reported at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated assets are recorded at estimated acquisition value at the date of donation. The City’s capitalization levels relate to those assets with an estimated useful life in excess of one year and an initial cost of \$5,000 on tangible personal property and for improvements other than buildings and are \$50,000 on infrastructure, including sewer and storm water lines. All acquisitions of land and land improvements are capitalized regardless of cost.

Interest incurred during the construction phase of capital assets of business-type activities is reflected in the capitalized value of the asset constructed. There was no capitalized interest in the Water Fund and Sewage Disposal Fund for the year ended June 30, 2021. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement, and the resulting gain or loss is included in the operating statement of the related fund. In governmental funds, the sale of general capital assets is included in the statement of revenue, expenditures, and changes in fund balances as proceeds from sale. Other costs incurred for repairs and maintenance are expensed as incurred.

Capital assets are depreciated using the straight-line method over the following useful lives:

	Depreciable Life - Years
Land improvements	5-67
Buildings, structures, and improvements	5-50
Interceptors and regulators	100
Mains	67
Services and meters	20-87
Land improvements	5-50
Machinery, equipment, and fixtures	3-20
Vehicles other than buses	3-10
Buses	12
Other infrastructure	7-60

The City has a collection of artwork presented both in buildings and public outdoor spaces. The true value of the art is expected to either be maintained at cost or appreciate over time, and, thus, the art is not depreciated. If individual pieces are lost or destroyed, the loss is recorded. Further information regarding city-owned art can be found in Note 6.

Bond Premiums and Discounts

In the government-wide and proprietary fund financial statements, bond premiums and discounts are recorded as liabilities and amortized using the effective interest method.

In the governmental fund financial statements, bond premiums and discounts and gains are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until then.

Note 1 - Significant Accounting Policies (Continued)

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

The City reports the following deferred outflows of resources and deferred inflows of resources:

	Outflows	Inflows
Unavailable revenue (those not collected within the period of availability) - Reported only at the modified accrual level		✓
Deferred benefit on bond refunding		✓
Deferred charge on bond refunding	✓	
Deferred death benefit costs (outflows) or cost reductions (inflows)	✓	✓
Deferred pension costs (outflows) or cost reductions (inflows)	✓	✓

Net Position

In the government-wide and proprietary fund financial statements, equity is displayed in three components as follows:

Net investment in capital assets - This consists of capital assets, net of accumulated depreciation, less the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - This consists of net position that is restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available, generally it is the City’s policy to use restricted resources first and then unrestricted resources when they are needed.

Unrestricted - This consists of net position that does not meet the definition of restricted or net investment in capital assets.

Fund Balance Policies

In the fund financial statements, governmental funds report the following components of fund balance:

Nonspendable - Amounts that are not in spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that are legally restricted by outside parties, constitutional provisions, or enabling legislation for use of a specific purpose.

Committed - Amounts that can be used only for specific purposes determined by a formal action of the government’s highest level of decision-making authority. Commitments are made and can be rescinded only by a formal action of the government’s highest level of decision-making authority. The City Council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit or uncommit fund balance.

Assigned - Intent to spend resources on specific purposes expressed by the governing body. The City Council is authorized to assign fund balance by making or modifying appropriations through the adoption of a resolution prior to the end of the fiscal year.

Note 1 - Significant Accounting Policies (Continued)

Unassigned - Amounts that do not fall into any other category above. This is the residual classification for amounts in the General Fund and represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes in the General Fund. In other governmental funds, only negative unassigned amounts are reported, if any, and represent expenditures incurred for specific purposes exceeding the amounts previously restricted, committed, or assigned to those purposes.

If there is an expenditure incurred for purposes for which both restricted and unrestricted fund balance are available, the City will consider restricted fund balance to have been spent before unrestricted fund balance. Furthermore, if there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, then the City will consider committed fund balance to be spent before assigned fund balance and consider assigned fund balance to be spent before unassigned fund balance.

Property Taxes

The City levies property taxes on July 1, which are payable without penalty either on or before August 31 in full, or one-half on or before August 15, with the balance then being payable on or before the following January 15. The property taxes attach as an enforceable lien on all property as of July 1.

Uncollected real property taxes as of March 1 each fiscal year are turned over to the County for collection. Collection of delinquent personal property remains the responsibility of the City. Taxes levied and received are recognized as revenue in the fiscal year they are levied.

The 2020 taxable valuation of the City totaled approximately \$7.1 billion (a portion of which is abated and a portion of which is captured by the EMWCIA, LDFA, DDA, and DBRA), on which taxes consisted of 19.952 mills for operating purposes and 9.000 mills for debt service. This resulted in approximately \$90.8 million for operations and approximately \$55.0 million for debt service. These amounts are recognized in the respective General Fund and Debt Service Fund financial statements as tax revenue.

Municipal Income Taxes

The City levies an annual income tax. The rate in effect for fiscal year 2021 (calendar year 2020) consists of an annualized tax of 2.40 percent on the income of resident individuals, 1.20 percent on income earned in the City by nonresidents, and 2.00 percent for corporations. Municipal income taxes are recognized as revenue when the underlying compensation is earned by the taxpayer. Estimated refunds for income tax returns received and in progress, in which payment has not been made, are recorded as a reduction of revenue. Income tax assessments receivable represent estimated additional taxes assessed as a result of tax return audits or failure to file a return.

Note 1 - Significant Accounting Policies (Continued)

Wagering Tax

In accordance with the Michigan Gaming Control and Revenue Act (Initiated Law 1 of 1996, as amended), a tax on adjusted gross receipts is applied to the three casinos operating in Detroit. The current city wagering tax rate is 11.9 percent (10.9 percent in state law, plus 1 percent pursuant to the casinos' development agreements with the City). The casinos also pay the City a supplemental 1 percent tax if their gross receipts exceed \$400 million in a calendar year. The City also assesses a municipal service fee from each casino at a rate of 1.25 percent of adjusted gross receipts or \$4 million, whichever is greater. In 2019, the State enacted the Lawful Internet Gaming Act (Public Act 152 of 2019), the Lawful Internet Sports Betting Act (Public Act 149 of 2019), and amendments to the Michigan Gaming Control and Revenue Act to authorize internet gaming and sports betting conducted within Michigan's borders. Only the current Detroit and tribal casinos are eligible licensees. On-site sports betting at the casinos began in March 2020. The State launched internet gaming and sports betting in late January 2021. Internet gaming is taxed at a graduated rate from 20 percent to 28 percent on adjusted gross receipts, with the City receiving 30 percent of the tax revenue. Internet sports betting is taxed at a rate of 8.4 percent on adjusted gross sports betting receipts, with the City receiving 30 percent of the tax revenue. Retail sports betting conducted on-site at the Detroit casinos is taxed at a rate of 8.4 percent on their qualified adjusted gross receipts, with the City receiving 55 percent of the tax revenue. In addition to these new taxes outlined above, internet gaming and sports betting conducted by the Detroit casinos are also subject to the existing development agreement taxes (up to 2 percent of AGR) and municipal service fees (1.25 percent of AGR) that apply to on-site gaming. The City accrues additional wagering tax revenue when the gross internet gaming revenue falls under \$183 million in a fiscal year, in accordance with the Lawful Internet Gaming Act (PA 152 of 2019). In FY 2021, the City accrued approximately \$40 million in additional wagering tax receivable as a result of this provision.

State-shared Revenue

Revenue-sharing payments from the State of Michigan are composed of two primary components: constitutional (30 percent) and statutory (70 percent). The State Constitution of 1963, Article IX, Section 10, as amended, requires constitutional revenue-sharing payments to municipalities based on 15 percent of the 4 percent portion of Michigan's sales tax collections. The State allocates amounts to municipalities based on population as of the last decennial census, adjusted by 50 percent for any institutional population. Statutory revenue-sharing payments have an underlying formal distribution. However, they effectively are set annually in the state budget. State-shared revenue is accrued to the period that it was intended to fund, provided it is received within 60 days of fiscal year end.

Utility User Tax

In accordance with the City Utility Users Tax Act (Public Act 100 of 1990, as amended), the City levies a 5 percent tax on consumption of electricity, gas, steam, and telephone services. Unless revenue has otherwise been pledged to pay bonds issued by a lighting authority, the revenue generated from this tax is budgeted to the police department. Utility users taxes are accrued to the period in which they were collected by the utility.

Note 1 - Significant Accounting Policies (Continued)

Pension

The City offers defined benefit pension plans to its employees. The City records a net pension liability (asset) for the difference between the total pension liability calculated by the actuary and the pension plans' fiduciary net positions. For the purpose of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from the pension plans' fiduciary net positions have been determined on the same basis as they are reported by the pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at amortized cost. The General Fund, General Grants Fund, Community Development Block Grant Fund, Urban Development Fund, and the funds that report the pension liability are used to liquidate the obligations.

Net Death Benefit Liability

The City offers retiree death benefits to retirees. The City records a net death benefit liability for the difference between the total death benefit liability calculated by the actuary and the death benefit plans' fiduciary net positions. For the purpose of measuring the net death benefit liability, deferred outflows of resources and deferred inflows of resources related to death benefit, and death benefit expense, information about the fiduciary net position of the death benefit plans and additions to/deductions from the death benefit plans' fiduciary net positions have been determined on the same basis as they are reported by the death benefit plans. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at amortized cost. Generally, the funds that report the net death benefit liability obligations are used to liquidate the obligations.

Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated vacation and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Vacation leave is accrued as benefits are earned by employees and it is probable the City will compensate the employees for the benefits through paid time off or other means, such as cash payments at termination or retirement. The liability has been calculated based on the employees' current salary level and includes salary-related costs (e.g., Social Security and Medicare tax). The current year accruals are based on estimates, and payments are based on actual amounts. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

For employees other than those of the Transportation Fund, unused vacation pay and banked overtime accumulate up to a maximum level until termination of employment, while there is no vesting of sick pay until an employee reaches age 60 or completes 25 years of service. Furlough time is awarded to uniformed police and fire employees at the beginning of two semiannual periods. Any unused furlough time remaining at the end of each semiannual period is forfeited. For the Transportation Fund, unused vacation pay accumulates for each employee up to a maximum level. Once this level is attained, unused vacation must be used or the employee loses a portion of the vacation pay.

Generally, the funds that report each employee's compensation are used to liquidate the obligations.

June 30, 2021

Note 1 - Significant Accounting Policies (Continued)

Proprietary Funds Operating Classification

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of proprietary funds is charges to customers for sales or services. Operating expenses for these funds include the cost of sales or services and administrative expenses and may include depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

Unbilled Revenue

The Water and Sewage Disposal funds record unbilled revenue for services provided prior to year end by accruing actual revenue billed in the subsequent month.

Receivables from Great Lakes Water Authority

On January 1, 2016, the City of Detroit, Michigan entered into lease agreements and related service agreements with the Great Lakes Water Authority (GLWA) under which GLWA will operate the regional water and sewage system for the term of 40 years. The agreements transfer all then-outstanding bonded indebtedness to GLWA, along with a leasehold interest in certain capital assets, cash, investments, and receivables in exchange for an annual lease payment of \$22,500,000 to the Water Fund and \$27,500,000 to the Sewage Disposal Fund. Interest is charged on the lease payments at an annual rate of 3.70 percent. The lease receivable is recorded as the present value of all future lease payments.

The current portion of the lease receivable represents the 12 monthly payments required from July 1, 2021 through June 30, 2022.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates

Upcoming Accounting Pronouncements

In June 2017, the GASB issued Statement No. 87, *Leases*, which improves accounting and financial reporting for leases by governments. This statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The City is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this statement were originally effective for the City's financial statements for the year ended June 30, 2021 but were extended to June 30, 2022 with the issuance of GASB Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*.

June 30, 2021

Note 1 - Significant Accounting Policies (Continued)

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, which simplifies accounting for interest cost incurred before the end of construction and requires those costs to be expensed in the period incurred. As a result, interest cost incurred before the end of a construction period will not be capitalized and included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This statement also reiterates that, in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The requirements of the standard will be applied prospectively and result in increased interest expense during periods of construction. The provisions of this statement were originally effective for the City's financial statements for the June 30, 2021 fiscal year but were extended to June 30, 2022 with the issuance of GASB Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*.

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*, which clarifies the existing definition of conduit debt, provides a single method of reporting conduit debt obligations by issuers, and eliminates diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosures. As a result, issuers should not recognize a liability for items meeting the definition of conduit debt; however, a liability should be recorded for additional or voluntary commitments to support debt service if certain recognition criteria are met. The standard also addresses the treatment of arrangements where capital assets are constructed or acquired with the proceeds of a conduit debt obligation and used by a third-party obligor. The requirements of the standard will be applied retrospectively and were originally effective for the City's financial statements for the June 30, 2022 fiscal year but were extended to June 30, 2023 with the issuance of GASB Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*.

In January 2020, the GASB issued Statement No. 92, *Omnibus 2020*. This statement addresses eight unrelated practice issues and technical inconsistencies in authoritative literature. The standard addresses leases, intraentity transfers of assets, postemployment benefits, government acquisitions, risk financing and insurance-related activities of public entity risk pools, fair value measurements, and derivative instruments. The standard has various effective dates. The City does not believe this pronouncement will have a significant impact on its financial statements but is still making a full evaluation.

In March 2020, the GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. With the London Interbank Offered Rate (LIBOR) expecting to cease existence in its current form at the end of 2021, this statement addresses accounting and financial reporting implications that result from the replacement of an interbank offered rate (IBOR) in hedging derivative instruments and leases. The removal of LIBOR as an appropriate benchmark interest rate for a hedging derivative instrument is effective for the City's financial statements for the June 30, 2022 fiscal year. Lease modification requirements are effective one year later. The City does not believe this pronouncement will have a significant impact on its financial statements but is still making a full evaluation.

In March 2020, the GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, to bring a uniform guidance on how to report public-private and public-public partnership arrangements. As a result, transferors in public-private or public-public arrangements will recognize receivables for installment payments; deferred inflows of resources; and, when applicable, capital assets. Operators will recognize liabilities for installment payments and intangible right-to-use assets and, when applicable, deferred outflows of resources and liabilities for assets being transferred. This statement also provides guidance for accounting and financial reporting for availability payment arrangements, in which a government compensates an operator for services such as designing, constructing, financing, maintaining, or operating an underlying asset for a period of time in an exchange or exchange-like transaction. The provisions of this statement are effective for the City's financial statements for the year ending June 30, 2023.

Note 1 - Significant Accounting Policies (Continued)

In May 2020, the Governmental Accounting Standards Board issued Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*, which defines SBITAs and provides accounting and financial reporting for SBITAs by governments. This statement requires a government to recognize a subscription liability and an intangible right-to-use subscription asset for SBITAs. The City is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this statement are effective for the City's financial statements for the year ending June 30, 2023.

In June 2020, the Governmental Accounting Standards Board issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. While this standard had certain aspects impacting defined contribution pension and OPEB plans and other employee benefit plans that were effective immediately, it also clarifies when a 457 should be considered a pension plan or an other employee benefit plan to assist in the application of GASB Statement No. 84 to these types of plans. The City is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this statement related to 457 plans are effective for the City's financial statements for the year ending June 30, 2022.

Adoption of New Accounting Pronouncement

During the current year, the City adopted GASB Statement No. 84, *Fiduciary Activities*, which establishes criteria for identifying and reporting fiduciary activities. As a result of implementing this standard, PILOT collections were previously reported within governmental funds but now meet the definition of a fiduciary activity and are reported as such. The Fire Insurance Escrow Fund was previously reported as fiduciary activities but no longer meets the definition of such; therefore, this activity is now reported within governmental funds. The City related collections previously accounted in Property Tax Receiving Fund and 36th District Court Fund are now reported within the General Fund. The Other Trust permanent fund is now reported within the General Fund.

The following activities were previously reported as fiduciary activities but no longer meet the definition of such and, therefore, are no longer reported within these statements: General Retirement System of the City of Detroit (Component II and I), Police and Fire Retirement System of the City of Detroit (Component II and I), and Employee Death Benefits Fund.

The effect of this new standard on fund balance/net position was as follows:

	Primary Government		
	General Fund	Nonmajor Governmental Funds	Fiduciary
Net position/fund balance - June 30, 2020 - As previously reported	\$ 746,253,860	\$ 261,681,872	\$ 4,390,903,525
Adjustment for GASB Statement No. 84 - Activity no longer reported	-	-	(4,390,903,525)
Adjustment for GASB Statement No. 84 - To change of fund type	49,351	(49,351)	-
Adjustment for GASB Statement No. 84 - Reclassification of liability to restricted net position	-	-	40,364,699
Net position/fund balance - June 30, 2020 - As restated	<u>\$ 746,303,211</u>	<u>\$ 261,632,521</u>	<u>\$ 40,364,699</u>

Prior Period Adjustment

During the year, Public Lighting Authority reclassified its net position components to properly reflect restrictions of its net position for the year ended June 30, 2020. The adjustment resulted in a decrease of the unrestricted net position and increase of the restricted net position by \$24,529,982, respectively. This reclassification did not impact total beginning net position.

June 30, 2021

Note 2 - Stewardship, Compliance, and Accountability

Deficit in Fund Equity/Net Position

Fund	Classification	Unassigned/ Unrestricted Deficit Amount
COVID-19 Revenue Fund	Special revenue fund	\$ (1,647,442) (1)
General Grants Fund	Special revenue fund	(613,115) (1)
Detroit Transportation Corporation	Component unit	(7,518,632) (2)
Detroit Brownfield Redevelopment Authority	Component unit	(19,321,319) (2)
Detroit Housing Commission	Component unit	(12,740,441) (2)
Transportation Fund	Enterprise fund	(307,784,525) (2)
Airport Fund	Enterprise fund	(4,317,376) (2)
Total		<u>\$ (353,942,850)</u>

(1) As permitted by the Treasury deficit instructions, a governmental fund deficit exists when the unassigned fund deficit exceeds deferred inflows of resources. The COVID-19 Revenue Fund's and General Grant Fund's deferred inflows of resources are equal to or exceed the unassigned fund deficit. Therefore, no deficit plan is necessary.

(2) As permitted by the Treasury deficit instructions, a proprietary fund and a component unit deficit exists when current assets minus current liabilities (excluding the current portion of long-term obligations) is a negative amount. For the Transportation Fund, Airport Fund, Detroit Transportation Corporation, Detroit Housing Commission, and Detroit Brownfield Redevelopment Authority, current assets exceed current liabilities. Therefore, no deficit plan is necessary.

Compliance with Finance-related Legal and Contractual Provisions

The City was not in compliance with the State of Michigan Public Act 2 of 1968, Uniform Budgeting and Accounting Act, Section 141.438 (3), which requires the City to not incur expenditures against an appropriation account in excess of the amount appropriated by the City Council.

The City was not in compliance with the distributions of taxes, as stated in MCL 211.43 (Section 43(3) of the General Property Tax Act, 1893 PA 206, as amended). Section 211.43 (3)(a) of the tax act states that property taxes must be remitted within 10 business days after the 1st and 15th day of each month.

Note 3 - Deposits and Investments

The City has deposits and investments that are maintained for its primary government, component unit, and fiduciary fund types.

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended) authorizes the City to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The law also allows investments outside the state of Michigan when fully insured. The City is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications that matures no more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions that are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

Cash held by fiscal agents or by trustees is secured in accordance with the requirements of the agency or trust agreement.

June 30, 2021

Note 3 - Deposits and Investments (Continued)

The City's cash and investments are subject to several types of risk, which are examined in more detail below:

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that, in the event of bank failure, the bank may not return the City's deposits. The City does not have a deposit policy for custodial credit risk. As of June 30, 2021, the bank balances of the City's primary government deposits (certificates of deposit and checking and savings accounts) were \$970,051,103, of which \$968,539,057 was exposed to custodial credit risk, as it was uninsured and uncollateralized.

Interest Rate Risk

Interest rate risk is the risk that, over time, the value of investments will decrease as a result of a rise in interest rates. The City's investment policy does not specifically restrict investment maturities other than commercial paper, which can only be purchased with a 270-day maturity. The City's policy minimizes interest rate risk by requiring that the City attempt to match its debt investments with anticipated cash flow requirements. Unless related to a specific cash flow, the City generally is not permitted to directly invest in debt securities maturing more than 10 years from the original date of purchase.

At year end, the City had the following investments and maturities:

	Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years	Fair Value
Primary Government					
Federal agency	\$ -	\$ 4,999,950	\$ -	\$ -	\$ 4,999,950
Fixed-income funds	-	92,732,864	89,432,131	-	182,164,995
Money market mutual funds	51,433,589	42,484	-	-	51,476,073
U.S. government funds	383,239,152	-	-	-	383,239,152
U.S. Treasury note	80,422,750	-	-	-	80,422,750
Negotiable certificates of deposit	-	36,269,230	-	-	36,269,230
Total	\$ 515,095,491	\$ 134,044,528	\$ 89,432,131	\$ -	\$ 738,572,150
Custodial Funds					
Municipal bonds - Detroit financial recovery bonds	\$ -	\$ -	\$ -	\$ 27,878,476	\$ 27,878,476
U.S. government funds	5,332,652	-	-	-	5,332,652
Total	\$ 5,332,652	\$ -	\$ -	\$ 27,878,476	\$ 33,211,128

Not all fixed-income securities are subject to interest rate risk.

Mutual funds and U.S. government funds are categorized by the weighted-average maturity of their underlying investments.

Credit Risk

Credit risk is the risk that the City will not recover its investments due to the inability of the counterparty to fulfill its obligations. The City's investment policy complies with state law, which limits its investments in commercial paper, mutual funds, and external investment pools to the top two rating classifications issued by two nationally recognized statistical rating organizations (NRSROs): Standard & Poor's (S&P) and Moody's Investors Service (Moody's).

June 30, 2021

Note 3 - Deposits and Investments (Continued)

As of June 30, 2021, the investments have the following ratings, as rated by S&P and Moody's:

	AAA	AAAm	AA+	AA-	A+	A	A-	BBB+ and Below	Not Rated
Primary Government									
Corporate bonds	\$ -	\$ -	\$ 4,999,950	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fixed-income fund	267,139	-	7,742	1,166,943	2,388,790	12,429,427	12,809,739	98,916,480	54,178,735
Local government investment pool	-	5,514,113	-	-	-	-	-	-	152,028,911
Money market funds	-	-	-	-	-	-	-	-	51,659,407
Mutual funds	-	50,594,191	-	-	-	-	-	-	-
U.S. government funds	-	383,239,152	-	-	-	-	-	-	-
U.S. Treasury note	-	-	-	-	-	-	-	-	80,422,750
Total	\$ 267,139	\$ 439,347,456	\$ 5,007,692	\$ 1,166,943	\$ 2,388,790	\$ 12,429,427	\$ 12,809,739	\$ 98,916,480	\$ 338,289,803
Custodial Funds									
U.S. government funds	\$ -	\$ 5,332,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Municipal bonds - Detroit financial recovery bonds	-	-	-	-	-	-	-	-	27,878,476
Total	\$ -	\$ 5,332,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,878,476

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's policy specifies a number of limitations to minimize concentration of credit risk, including prohibiting investing in more than 5 percent of the portfolio in securities (excluding U.S. government securities) of any one issuer. At June 30, 2021, there were no such investments held by the City.

Foreign Currency Risk

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value as a result of changes in foreign currency exchange rates. State law and the City's investment policy prohibit investments in foreign currency. The City does not hold any investments exposed to the foreign currency risk.

Fair Value Measurements

The City categorizes their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using net asset value (NAV) per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

June 30, 2021

Note 3 - Deposits and Investments (Continued)

The City has the following recurring fair value measurements as of June 30, 2021:

	Assets Measured at Carrying Value on a Recurring Basis at June 30, 2021			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2021
Primary Government				
Negotiable certificates of deposit	\$ -	\$ 36,269,230	\$ -	\$ 36,269,230
Fixed-income funds	-	182,164,995	-	182,164,995
Corporate bonds	-	4,999,950	-	4,999,950
U.S. Treasury note	80,422,750	-	-	80,422,750
Total primary government	80,422,750	223,434,175	-	303,856,925
Custodial Funds				
Municipal bonds - Detroit financial recovery bonds	-	27,878,476	-	27,878,476
Total	\$ 80,422,750	\$ 251,312,651	\$ -	331,735,401
Investments Measured at NAV - Primary government - Local government investment pool				
Total investments				\$ 155,488,664
				\$ 487,224,065

A total of \$494,097,003 of bank pools in the primary government are recorded at amortized cost in accordance with GASB Statement No. 79 and are not included in the fair value tables above. These investments are not subject to any limitations or restrictions on withdrawals.

The fair value of debt securities at June 30, 2021 was determined primarily based on Level 2 inputs. The City estimates the fair value of these investments using other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals for identical or similar assets.

The valuation method for investments measured at net asset value per share (or its equivalent) is presented in the following table.

Investments in Entities that Calculate Net Asset Value per Share

The City hold shares or interests in investment companies where the fair value of the investments is measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

At June 30, 2021, the fair value, unfunded commitments, and redemption rules of those investments are as follows:

	Fair Value	Unfunded Commitments	Redemption Frequency, if Eligible	Redemption Notice Period
Primary Government				
Local government investment pool	\$ 155,488,664	\$ -	Daily	1 day

June 30, 2021

Note 3 - Deposits and Investments (Continued)

Primary Government

NAV Investment Disclosures

The local government investment pools invest in obligations of the United States government and its agencies, high-quality fixed-income securities of U.S. companies, and obligations of financial institutions.

Component Units - Downtown Development Authority

Custodial Credit Risk of Bank Deposits

The DDA does not have a deposit policy for custodial credit risk. At June 30, 2021, the DDA had deposits of \$2,004,657 that were exposed to custodial credit risk, as they were uninsured and uncollateralized.

Credit Risk

Credit risk is the risk that the DDA will not recover its investments due to the inability of the counterparty to fulfill its obligations. State statutes authorize the DDA to invest in obligations and certain repurchase agreements of the U.S. Treasury and related governmental agencies, commercial paper rated prime at the time of purchase and maturing no more than 270 days from the date of purchase, bankers' acceptances and certificates of deposit issued or created by any state or national bank insured with the applicable federal agency, investment pools authorized by the Surplus Funds Investment Act, and mutual funds composed entirely of the above investments. The DDA has no investment policy that would further limit its investment options.

The DDA's investments have the following ratings at June 30, 2021, as rated by S&P or Moody's:

	AAAmf	AAAm	Not Rated	Total
Money market mutual funds	\$ 84,111,999	\$ -	\$ -	\$ 84,111,999
Municipal bonds	-	29,204,448	-	29,204,448
U.S. Treasury bonds	-	2,933,756	-	2,933,756
U.S. Treasury fund	-	38,583	-	38,583
Comerica J Fund	-	-	11,057,857	11,057,857
Repurchase agreements	-	-	5,000,000	5,000,000
Total	\$ 84,111,999	\$ 32,176,787	\$ 16,057,857	\$ 132,346,643

Fair Value

The DDA categorizes investments in the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are quoted prices for similar assets in active markets, and Level 3 inputs are unobservable in the market and are the least reliable. The DDA had the following recurring fair value measurements as of June 30, 2021:

	Level 1	Level 2	Level 3	Total
Investments by Fair Value				
Money market mutual funds	\$ 124,412,887	\$ -	\$ -	\$ 124,412,887
U.S. Treasury bond	-	2,933,756	-	2,933,756
Repurchase agreements	-	5,000,000	-	5,000,000
Total	\$ 124,412,887	\$ 7,933,756	\$ -	\$ 132,346,643

June 30, 2021

Note 3 - Deposits and Investments (Continued)

Component Units - Economic Development Corporation

Custodial Credit Risk of Bank Deposits

The EDC does not have a deposit policy for custodial credit risk. As of June 30, 2021, the EDC had checking and escrow bank balances of \$13,107,219, of which \$12,107,219 was uninsured and uncollateralized.

Investments

The EDC uses fair value measurements in the preparation of its financial statements, which utilize various inputs, including those that can be readily observable or corroborated or are generally unobservable. The EDC utilizes market-based data and valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Additionally, the EDC applies assumptions that market participants would use in pricing an asset or liability, including assumptions about risk.

The measurement of fair value includes a hierarchy based on the quality inputs used to measure fair value. Financial assets and liabilities are categorized into this three-level fair value hierarchy based on the inputs to the valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets and liabilities and the lowest priority to unobservable inputs. Level 1 financial assets and liabilities are based on unadjusted quoted market prices for identical assets and liabilities in active markets that the EDC has the ability to access, Level 2 financial assets and liabilities are based on quoted prices in markets that are not active or model inputs that are observable for substantially the full term of the asset or liability, and Level 3 financial assets and liabilities whole values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. The EDC’s fair value hierarchy for those assets measured at fair value on a recurring basis as of June 30, 2021 is summarized as follows:

	Level 1	Level 2	Level 3	Total
Investments by Fair Value				
Money market funds	\$ 21,354,295	\$ -	\$ -	\$ 21,354,295

The EDC does not have a formal investment policy that limits investments maturities as a means of managing exposure to fair value losses arising from increasing interest rates. Individual investments that represent 5 percent or more of the EDC’s total investments have the following ratings at June 30, 2021, as rated by S&P Global:

	AAAmf	AAAm	Total
U.S. Gov money market fund	\$ 19,750,000	\$ -	\$ 19,750,000
Prime money market fund	-	1,404,295	1,404,295
U.S. Treasury Plus money market fund	-	200,000	200,000
Total	<u>\$ 19,750,000</u>	<u>\$ 1,604,295</u>	<u>\$ 21,354,295</u>

June 30, 2021

Note 4 - Restricted Assets

At June 30, 2021, restricted assets of the primary government and component units are restricted for the following purposes:

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Unspent bond proceeds and related interest	\$ 77,557,611	\$ 142,683,150	\$ 220,240,761	\$ -
Other debt-related reserves and escrow balances	370,474,069	24,130,710	394,604,779	-
Amounts legally restricted to fund pension benefits	234,563,909	-	234,563,909	-
Amounts held in escrow from various restricted sources	9,627,584	7,500,000	17,127,584	-
Amounts required to be set aside by oversight agencies for grants	142,915	-	142,915	-
Restricted cash held at the State for income taxes	24,540,138	-	24,540,138	-
Other various assets restricted by source and irrevocable held in trust or escrow	217,468	-	217,468	5,645,814
Housing projects	-	-	-	7,603,003
Funded reserves	-	-	-	13,251,067
Development program activities	-	-	-	21,027,617
Other	-	1,593,502	1,593,502	964,810
Total	\$ 717,123,694	\$ 175,907,362	\$ 893,031,056	\$ 48,492,311

June 30, 2021

Note 5 - Interfund Receivables, Payables, and Transfers

During the course of operations, numerous transactions occur between the City's funds for goods provided and services rendered and for the reimbursement of expenditures. Related interfund receivables and payables are classified as due from other funds and due to other funds on the balance sheet and statement of net position and will be settled within one year. Interfund receivables and payables at June 30, 2021 are as follows:

Fund Recording From	Fund Recording Due To					
	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Sewage Disposal Fund	Transportation Fund	Water Fund
General Fund	\$ -	\$ 14,046	\$ 57,366,692	\$ 4,000,417	\$ 6,539,653	\$ 1,519,115
Capital Projects Fund	-	-	213,770	-	-	-
Nonmajor governmental funds	87,495	300,356	28,346,617	-	-	-
Sewage Disposal Fund	-	-	57,834	-	-	-
Transportation Fund	-	-	2,954,692	-	-	-
Water Fund	-	420,736	59,462	3,389,468	-	-
Internal service funds	6,044,958	-	2,691,880	1,342,212	292,205	216,333
Component unit	-	-	-	-	3,690,000	-
Total liabilities	\$ 6,132,453	\$ 735,138	\$ 91,690,947	\$ 8,732,097	\$ 10,521,858	\$ 1,735,448

Fund Recording From	Fund Recording Due To				
	Public Lighting Authority Fund	Nonmajor Enterprise Funds	Internal Service Funds	Component Unit	Total Assets
General Fund	\$ 2,841,087	\$ 396,520	\$ -	\$ 637,578	\$ 73,315,108
Capital Projects Fund	-	-	-	-	213,770
Nonmajor governmental funds	-	97,674	-	-	28,832,142
Sewage Disposal Fund	-	-	-	-	57,834
Transportation Fund	-	-	1,296,050	-	4,250,742
Water Fund	-	-	-	-	3,869,666
Internal service funds	-	6,053	-	32,493	10,626,134
Component unit	-	-	-	-	3,690,000
Total liabilities	\$ 2,841,087	\$ 500,247	\$ 1,296,050	\$ 670,071	\$ 124,855,396

The City has made the following long-term advances between funds and discretely presented component units:

Fund Borrowed From	Fund Loaned To	Amount
General Fund	Sewage Disposal Fund	\$ 17,181,220
	Transportation Fund	16,947,796
	Water Fund	10,308,738
	Nonmajor enterprise funds	622,694
	Total advances to other funds	45,060,448
General Fund	Detroit Public Library	3,695,247
	Detroit Land Bank Authority	2,000,000
	Detroit Brownfield Redevelopment Authority	7,500,000
Total advances to component units	13,195,247	
Total General Fund	\$ 58,255,695	

June 30, 2021

Note 5 - Interfund Receivables, Payables, and Transfers (Continued)

During the year ended June 30, 2018, the City entered into a memorandum of understanding with DWSD (the Water and Sewage Disposal funds), DDOT (the Transportation Fund), and the Detroit Public Library with respect to the Financial Recovery Bonds, Series 2014-C, that were redeemed by the City during that year. During the year ended June 30, 2019, the City entered into a memorandum of understanding with DWSD, DDOT, the Airport Department, the Municipal Parking Department, and the Detroit Public Library with respect to a portion of the Financial Recovery Bonds, Series 2014 B(1) and Series 2014 B(2), that had been purchased and canceled by the City (see further information regarding the purchase and cancellation in the Financial Recovery Bonds section of Note 7).

Under both memorandums of understanding, each party agreed to repay the General Fund for its respective portion of the 2014-C bonds that were redeemed and the 2014-B bonds that were purchased and canceled by continuing to make payments to the City in accordance with the original amortization schedules.

As a result of the agreement above, the Water Fund, Sewage Disposal Fund, Transportation Fund, and Detroit Public Library each recognized a reduction of its share of the general obligation debt and recorded a long-term advance payable to the City in accordance with the same interest rates and amortization schedule applicable to the 2014-C bonds.

As of June 30, 2021, the amounts owed to the General Fund by the Water Fund, Sewage Disposal Fund, Transportation Fund, and Detroit Public Library as they relate to Series 2014-C were \$2,014,064 (Water Fund), \$3,356,773 (Sewage Disposal Fund), \$3,329,277 (Transportation Fund), and \$768,260 (Detroit Public Library). The current portions of these long-term advances are \$331,395 (Water Fund), \$552,325 (Sewage Disposal Fund), \$547,802 (Transportation Fund), and \$126,410 (Detroit Public Library).

As of June 30, 2021, the amounts owed to the General Fund by the Water Fund, Sewage Disposal Fund, Transportation Fund, and Detroit Public Library as they relate to Series 2014-B were \$8,294,674 (Water Fund), \$13,824,447 (Sewage Disposal Fund), \$13,618,518 (Transportation Fund), \$172,694 (Airport Fund), and \$2,926,987 (Detroit Public Library). There is no current portion related to these long-term advances.

These long-term advances are considered direct borrowings.

June 30, 2021

Note 5 - Interfund Receivables, Payables, and Transfers (Continued)

During the course of the fiscal year, transactions occur between the City's funds for operating subsidies. Related interfund receipts and disbursements are classified as transfers in and transfers out on the statements of revenue, expenditures/expenses, and changes in fund balances/net position. The transfers are routine and consistent with the activities of the funds. Transfers between funds during the year ended June 30, 2021 are as follows:

Paying Fund (Transfer Out)	Receiving Fund (Transfer In)	Amount
General Fund	Transportation Fund	\$ 31,660,442
	Public Lighting Authority Fund	10,403,263
	Nonmajor enterprise funds	1,846,502
	Nonmajor governmental funds	2,012,981
	Total General Fund	45,923,188
Nonmajor governmental funds	Nonmajor governmental funds	2,464,491
	General Fund	350,689
	Capital Projects Fund	1,577
	Total nonmajor governmental funds	2,816,757
Capital Projects Fund	Nonmajor governmental funds	108,129
Nonmajor enterprise funds	General Fund	43,938
Governmental activities	Nonmajor enterprise funds	1,496,000
	Total	<u>\$ 50,388,012</u>

The General Fund transferred \$45.9 million to other funds. The largest transfer from the General Fund was made to the Transportation Fund for \$31.7 million, followed by transfers totaling \$10.4 million to Public Lighting and transfers of \$1.8 million to nonmajor enterprise funds. The transfer of \$2.0 million to nonmajor governmental funds is attributable to the settlement of legacy interfund balances. The transfer was of unrestricted funds for operating purposes. During the year, land valued at \$1,496,000 was transferred from governmental activities to the Airport Fund to reflect proper ownership of the asset.

June 30, 2021

Note 6 - Capital Assets

Capital asset activity of the City's governmental and business-type activities was as follows:

Governmental Activities

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Capital assets not being depreciated:					
Land	\$ 274,248,269	\$ (780,213)	\$ 625,750	\$ (21,276,862)	\$ 252,816,944
Works of art	29,788,133	-	-	-	29,788,133
Construction in progress	77,317,861	(75,085,750)	73,200,431	(86,279)	75,346,263
Total nondepreciable capital assets	381,354,263	(75,865,963)	73,826,181	(21,363,141)	357,951,340
Capital assets being depreciated:					
Buildings and improvements	1,235,677,200	24,071,834	12,554,380	(4,980,225)	1,267,323,189
Machinery, equipment, and fixtures	402,450,516	-	42,191,409	(123,661)	444,518,264
Infrastructure	1,385,965,839	51,794,129	2,931,253	-	1,440,691,221
Total depreciable assets	3,024,093,555	75,865,963	57,677,042	(5,103,886)	3,152,532,674
Accumulated depreciation:					
Buildings and improvements	654,430,021	(57,915)	35,409,268	(4,285,395)	685,495,979
Machinery, equipment, and fixtures	284,095,166	57,915	31,785,253	(223,693)	315,714,641
Infrastructure	1,051,270,330	-	38,677,432	-	1,089,947,762
Total accumulated depreciation	1,989,795,517	-	105,871,953	(4,509,088)	2,091,158,382
Net capital assets being depreciated	1,034,298,038	75,865,963	(48,194,911)	(594,798)	1,061,374,292
Net governmental activities capital assets	\$ 1,415,652,301	\$ -	\$ 25,631,270	\$ (21,957,939)	\$ 1,419,325,632

During the year, land valued at \$1,496,000 was transferred from governmental activities to the Airport Fund to reflect proper ownership of the asset.

June 30, 2021

Note 6 - Capital Assets (Continued)

Business-type Activities

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Water Fund					
Capital assets not being depreciated:					
Land and land rights	\$ 1,327,637	\$ -	\$ -	\$ -	\$ 1,327,637
Construction in progress	60,934,903	(47,191,589)	43,948,481	-	57,691,795
Total nondepreciable capital assets	62,262,540	(47,191,589)	43,948,481	-	59,019,432
Capital assets being depreciated:					
Land improvements	4,923,684	-	-	-	4,923,684
Buildings and structures	55,558,958	175,602	-	-	55,734,560
Mains	545,668,489	43,322,930	-	-	588,991,419
Services	51,405,505	1,132,218	-	-	52,537,723
Meters	129,379,382	559,588	-	-	129,938,970
Machinery, equipment, and fixtures	83,677,246	1,899,549	-	(518,449)	85,058,346
Total depreciable assets	870,613,264	47,089,887	-	(518,449)	917,184,702
Accumulated depreciation:					
Land improvements	1,307,118	-	76,533	-	1,383,651
Buildings and structures	43,952,659	-	613,780	-	44,566,439
Mains	155,822,006	-	8,138,341	-	163,960,347
Services	31,747,550	-	537,387	-	32,284,937
Meters	84,030,265	-	4,730,833	-	88,761,098
Machinery, equipment, and fixtures	47,714,464	-	3,699,813	(491,101)	50,923,176
Total accumulated depreciation	364,574,062	-	17,796,687	(491,101)	381,879,648
Net capital assets being depreciated	506,039,202	47,089,887	(17,796,687)	(27,348)	535,305,054
Net Water Fund capital assets	\$ 568,301,742	\$ (101,702)	\$ 26,151,794	\$ (27,348)	\$ 594,324,486

June 30, 2021

Note 6 - Capital Assets (Continued)

Business-type Activities (Continued)

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Sewage Disposal Fund					
Capital assets not being depreciated:					
Land and land rights	\$ 72,326	\$ -	\$ -	\$ -	\$ 72,326
Construction in progress	86,838,358	(73,113,233)	33,153,939	-	46,879,064
Total nondepreciable capital assets	86,910,684	(73,113,233)	33,153,939	-	46,951,390
Capital assets being depreciated:					
Land improvements	12,590,999	4,980,239	-	-	17,571,238
Buildings and structures	507,833,198	66,155,167	-	-	573,988,365
Interceptors and regulators	221,968	-	-	-	221,968
Machinery, equipment, and fixtures	105,003,640	1,738,606	-	(1,522,178)	105,220,068
Total depreciable assets	625,649,805	72,874,012	-	(1,522,178)	697,001,639
Accumulated depreciation:					
Land improvements	1,605,743	-	138,115	-	1,743,858
Buildings and structures	110,288,300	-	7,100,684	-	117,388,984
Interceptors and regulators	59,654	-	-	-	59,654
Machinery, equipment, and fixtures	59,446,003	-	4,926,740	(1,518,643)	62,854,100
Total accumulated depreciation	171,399,700	-	12,165,539	(1,518,643)	182,046,596
Net capital assets being depreciated	454,250,105	72,874,012	(12,165,539)	(3,535)	514,955,043
Net Sewage Disposal Fund capital assets	\$ 541,160,789	\$ (239,221)	\$ 20,988,400	\$ (3,535)	\$ 561,906,433

June 30, 2021

Note 6 - Capital Assets (Continued)

Business-type Activities (Continued)

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Transportation Fund					
Capital assets not being depreciated:					
Land and land rights	\$ 6,809,693	\$ -	\$ -	\$ -	\$ 6,809,693
Construction in progress	12,948,005	-	1,662,448	(2,245,295)	12,365,158
Total nondepreciable capital assets	19,757,698	-	1,662,448	(2,245,295)	19,174,851
Capital assets being depreciated:					
Buildings and structures	145,704,716	-	112,714	(20,997)	145,796,433
Vehicles and buses	149,416,888	-	2,548,036	-	151,964,924
Machinery, equipment, and fixtures	30,919,492	-	3,320,627	(539,928)	33,700,191
Total depreciable assets	326,041,096	-	5,981,377	(560,925)	331,461,548
Accumulated depreciation:					
Buildings and structures	70,486,301	-	2,911,619	(10,494)	73,387,426
Vehicles and buses	67,927,455	-	11,264,054	-	79,191,509
Furniture and equipment	26,351,873	-	1,071,671	(491,153)	26,932,391
Total accumulated depreciation	164,765,629	-	15,247,344	(501,647)	179,511,326
Net capital assets being depreciated	161,275,467	-	(9,265,967)	(59,278)	151,950,222
Net Transportation Fund capital assets	<u>\$ 181,033,165</u>	<u>\$ -</u>	<u>\$ (7,603,519)</u>	<u>\$ (2,304,573)</u>	<u>\$ 171,125,073</u>
	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Public Lighting Authority Fund					
Capital assets being depreciated:					
Structures	\$ 185,156,203	\$ -	\$ -	\$ -	\$ 185,156,203
Machinery, equipment, and fixtures	901,174	-	148,035	(151,997)	897,212
Total depreciable assets	186,057,377	-	148,035	(151,997)	186,053,415
Accumulated depreciation:					
Structures	18,064,056	-	6,164,940	-	24,228,996
Machinery, equipment, and fixtures	680,021	-	80,806	(40,024)	720,803
Total accumulated depreciation	18,744,077	-	6,245,746	(40,024)	24,949,799
Net Public Lighting Authority Fund capital assets	<u>\$ 167,313,300</u>	<u>\$ -</u>	<u>\$ (6,097,711)</u>	<u>\$ (111,973)</u>	<u>\$ 161,103,616</u>

June 30, 2021

Note 6 - Capital Assets (Continued)

Business-type Activities (Continued)

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Nonmajor Proprietary Fund - Airport Fund					
Capital assets not being depreciated:					
Land	\$ 16,021,972	\$ -	\$ -	\$ 1,496,000	\$ 17,517,972
Construction in progress	880,629	-	303,457	-	1,184,086
Total nondepreciable capital assets	16,902,601	-	303,457	1,496,000	18,702,058
Capital assets being depreciated:					
Infrastructure	3,066,315	-	-	-	3,066,315
Land improvements	9,830,941	-	-	-	9,830,941
Buildings and structures	7,587,328	-	193,775	-	7,781,103
Vehicles and buses	1,137,260	-	164,036	-	1,301,296
Machinery, equipment, and fixtures	1,675,939	-	-	-	1,675,939
Total depreciable assets	23,297,783	-	357,811	-	23,655,594
Accumulated depreciation:					
Infrastructure	157,885	-	204,421	-	362,306
Land improvements	8,319,243	-	64,464	-	8,383,707
Buildings and structures	5,561,181	-	102,334	-	5,663,515
Vehicles and buses	325,695	-	131,825	-	457,520
Machinery, equipment, and fixtures	1,663,280	-	12,659	-	1,675,939
Total accumulated depreciation	16,027,284	-	515,703	-	16,542,987
Net capital assets being depreciated	7,270,499	-	(157,892)	-	7,112,607
Net nonmajor proprietary fund - Airport Fund capital assets	\$ 24,173,100	\$ -	\$ 145,565	\$ 1,496,000	\$ 25,814,665

During the year, land valued at \$1,496,000 was transferred from governmental activities to the Airport Fund to reflect proper ownership of the asset.

June 30, 2021

Note 6 - Capital Assets (Continued)

Capital asset activity for certain component units of the City for the year ended June 30, 2021 was as follows:

Component Units

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Detroit Housing Commission					
Capital assets not being depreciated:					
Land	\$ 59,182,161	\$ -	\$ -	\$ -	\$ 59,182,161
Construction in progress	871,952	-	855,401	-	1,727,353
Total nondepreciable capital assets	60,054,113	-	855,401	-	60,909,514
Depreciable capital assets:					
Structures and improvements	80,136,584	-	4,443,503	(510,999)	84,069,088
Equipment	7,466,466	-	324,228	(905,720)	6,884,974
Total depreciable capital assets	87,603,050	-	4,767,731	(1,416,719)	90,954,062
Accumulated depreciation:					
Structures and improvements	49,813,947	-	3,983,592	215,786	54,013,325
Equipment	7,624,115	-	170,696	(1,632,505)	6,162,306
Total accumulated depreciation	57,438,062	-	4,154,288	(1,416,719)	60,175,631
Net capital assets being depreciated	30,164,988	-	613,443	-	30,778,431
Net Detroit Housing Commission capital assets	\$ 90,219,101	\$ -	\$ 1,468,844	\$ -	91,687,945
Detroit Housing Commission component unit net capital assets					202,817,986
Net Detroit Housing Commission capital assets					\$ 294,505,931

June 30, 2021

Note 6 - Capital Assets (Continued)

Component Units (Continued)

	Balance July 1, 2020	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2021
Downtown Development Authority					
Capital assets not being depreciated - Land	\$ 55,344,670	\$ -	\$ -	\$ -	\$ 55,344,670
Depreciable capital assets:					
Buildings	979,625,360	-	-	-	979,625,360
Equipment	68,446	-	-	-	68,446
Land improvements	605,760	-	537,643	(396,606)	746,797
Total depreciable assets	980,299,566	-	537,643	(396,606)	980,440,603
Accumulated depreciation:					
Buildings	99,652,214	-	28,227,630	-	127,879,844
Equipment	68,446	-	-	-	68,446
Land improvements	595,372	-	4,846	(396,606)	203,612
Total accumulated depreciation	100,316,032	-	28,232,476	(396,606)	128,151,902
Net capital assets being depreciated	879,983,534	-	(27,694,833)	-	852,288,701
Net Downtown Development Authority capital assets	\$ 935,328,204	\$ -	\$ (27,694,833)	\$ -	\$ 907,633,371

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities:	
Public protection	\$ 24,377,030
Health	172,207
Economic development	6,245,800
Recreation and culture	15,421,026
Housing supply and conditions	414,083
Physical environment	7,885,747
Transportation facilitation	37,283,014
Development and management	14,073,046
Total governmental activities	\$ 105,871,953

Construction Commitments

See Note 12 for discussion of commitment related to construction activities.

June 30, 2021

Note 7 - Long-term Debt

Long-term debt activity for the year ended June 30, 2021 can be summarized as follows:

Governmental Activities

	Beginning Balance	Additions	Reductions	Refunded and Remarketed	Ending Balance	Due within One Year
Other debt:						
General obligations bonds	\$ 474,745,523	\$ 255,000,000	\$ (19,785,000)	\$ -	\$ 709,960,523	\$ 14,145,000
Unamortized bond premiums	9,906,195	38,550,949	(4,509,730)	-	43,947,414	4,509,730
Total other debt	484,651,718	293,550,949	(24,294,730)	-	753,907,937	18,654,730
Direct placements and borrowings:						
Revenue bonds payable	123,500,000	1,000,000	(9,145,000)	-	115,355,000	9,345,000
Notes payable	39,925,000	4,864,000	(4,864,000)	-	39,925,000	6,223,000
General obligations bonds	933,119,104	5,840,896	(75,970,000)	-	862,990,000	71,470,000
Total direct placements and borrowings	1,096,544,104	11,704,896	(89,979,000)	-	1,018,270,000	87,038,000
Other long-term liabilities:						
Compensated absences	90,642,936	45,724,125	(42,295,084)	-	94,071,977	42,295,084
Workers' compensation	54,528,000	12,166,048	(13,721,048)	-	52,973,000	10,101,000
Claims and judgments	97,809,320	98,605,203	(25,058,472)	-	171,356,051	14,475,915
Pollution remediation	54,625	-	(54,625)	-	-	-
Total other long- term liabilities	243,034,881	156,495,376	(81,129,229)	-	318,401,028	66,871,999
Total governmental activities long-term debt	<u>\$ 1,824,230,703</u>	<u>\$ 461,751,221</u>	<u>\$(195,402,959)</u>	<u>\$ -</u>	<u>\$ 2,090,578,965</u>	<u>\$ 172,564,729</u>

June 30, 2021

Note 7 - Long-term Debt (Continued)

Business-type Activities

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Water Fund					
Direct borrowings and direct placements - Revenue obligations:					
Revenue bonds payable	\$ 136,320,000	\$ -	\$ -	\$ 136,320,000	\$ -
State revolving loans	15,531,679	15,741,109	(2,387,200)	28,885,588	652,056
Contractual obligation to GLWA	398,319,700	-	(14,478,800)	383,840,900	15,168,000
Total direct borrowings and direct placements - Revenue obligations	550,171,379	15,741,109	(16,866,000)	549,046,488	15,820,056
Other debt:					
General obligation - Financial recovery bonds	18,245,406	-	-	18,245,406	-
Unamortized bond discounts	20,391,067	-	(785,463)	19,605,604	738,661
Total obligations - Net	588,807,852	15,741,109	(17,651,463)	586,897,498	16,558,717
Other long-term liabilities:					
Compensated absences	1,500,670	485,632	(600,107)	1,386,195	548,589
Workers' compensation	4,094,000	-	(607,000)	3,487,000	681,000
Claims and judgments	2,610,000	1,955,808	-	4,565,808	-
Total other long-term liabilities	8,204,670	2,441,440	(1,207,107)	9,439,003	1,229,589
Total Water Fund long-term debt	\$ 597,012,522	\$ 18,182,549	\$ (18,858,570)	\$ 596,336,501	\$ 17,788,306

June 30, 2021

Note 7 - Long-term Debt (Continued)

Business-type Activities (Continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Sewage Disposal Fund					
Direct borrowings and direct placements:					
Contractual revenue obligation to GLWA	\$ 323,833,400	\$ -	\$ (12,249,500)	\$ 311,583,900	\$ 12,779,900
Revenue bonds	80,225,000	-	(1,415,000)	78,810,000	1,465,000
Shortfall payable to GLWA	26,503,010	-	(18,206,432)	8,296,578	8,296,578
Total direct borrowings and direct placements - Revenue obligations	430,561,410	-	(31,870,932)	398,690,478	22,541,478
Other debt:					
General obligation - Financial recovery bonds	30,409,013	-	-	30,409,013	-
Unamortized bond premiums	9,338,553	-	(376,827)	8,961,726	392,284
Total obligations - Net	470,308,976	-	(32,247,759)	438,061,217	22,933,762
Other long-term liabilities:					
Compensated absences	3,501,564	1,133,141	(1,400,249)	3,234,456	1,280,041
Workers' compensation	915,000	-	(115,000)	800,000	184,000
Claims and judgments	5,625,000	607,192	-	6,232,192	-
Total other long-term liabilities	10,041,564	1,740,333	(1,515,249)	10,266,648	1,464,041
Total Sewage Disposal Fund long-term debt	\$ 480,350,540	\$ 1,740,333	\$ (33,763,008)	\$ 448,327,865	\$ 24,397,803
	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Transportation Fund					
Other debt - General obligation - Financial recovery bonds	\$ 29,933,518	\$ -	\$ -	\$ 29,933,518	\$ -
Other long-term liabilities:					
Compensated absences	2,911,186	1,784,143	(2,128,676)	2,566,653	1,876,752
Disability obligation	879,480	265,873	(219,758)	925,595	206,205
Total other long-term liabilities	3,790,666	2,050,016	(2,348,434)	3,492,248	2,082,957
Total Transportation Fund long-term debt	\$ 33,724,184	\$ 2,050,016	\$ (2,348,434)	\$ 33,425,766	\$ 2,082,957

June 30, 2021

Note 7 - Long-term Debt (Continued)

Business-type Activities (Continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Public Lighting Authority					
Direct borrowings and direct placements - General obligation bonds (including \$8,612,544 premium)	\$ 178,207,002	\$ -	\$ (3,919,458)	\$ 174,287,544	\$ 4,099,458
	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Nonmajor Proprietary Funds - Airport Fund					
Other debt - General obligations - Financial recovery bonds	\$ 379,614	\$ -	\$ -	\$ 379,614	\$ -
Other long-term liabilities:					
Compensated absences	40,399	-	(7,814)	32,585	29,132
Claims and judgments	2,500,000	1,500,000	-	4,000,000	-
Workers' compensation	20,820	14,519	-	35,339	-
Total other long-term liabilities	2,561,219	1,514,519	(7,814)	4,067,924	29,132
Total nonmajor proprietary funds - Airport Fund long-term debt	\$ 2,940,833	\$ 1,514,519	\$ (7,814)	\$ 4,447,538	\$ 29,132

June 30, 2021

Note 7 - Long-term Debt (Continued)

Component Units

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Detroit Public Library					
Other debt - General obligations - Financial recovery bonds	\$ 6,438,711	\$ -	\$ -	\$ 6,438,711	\$ -
Other long-term liabilities:					
Retiree settlement	4,565,000	-	(293,500)	4,271,500	293,000
Accrued compensated absences	3,532,608	-	(249,584)	3,283,024	496,984
Accrued workers' compensation	76,000	-	(24,000)	52,000	22,000
Total Detroit Public Library long-term debt	\$ 14,612,319	\$ -	\$ (567,084)	\$ 14,045,235	\$ 811,984
	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Downtown Development Authority					
Direct borrowing and direct placement debt obligations:					
Contracts payable	\$ 2,800,000	\$ -	\$ -	\$ 2,800,000	\$ -
Notes payable	1,900,000	-	-	1,900,000	1,900,000
Bonds payable	329,827,316	-	(4,698,678)	325,128,638	8,525,127
Bond discount	(2,894,039)	-	155,692	(2,738,347)	(155,692)
Total Downtown Development Authority long-term debt	\$ 331,633,277	\$ -	\$ (4,542,986)	\$ 327,090,291	\$ 10,269,435

Long-term Advances

During the year ended June 30, 2018, the City entered into a memorandum of understanding with DWSD (the Water and Sewage Disposal funds), DDOT (the Transportation Fund), and the Detroit Public Library with respect to the Financial Recovery Bonds, Series 2014-C, that were redeemed by the City during that year. During the year ended June 30, 2019, the City entered into a memorandum of understanding with DWSD, DDOT, the Airport Department, the Municipal Parking Department, and the Detroit Public Library with respect to a portion of the Financial Recovery Bonds, Series 2014 B(1) and Series 2014 B(2), that had been purchased and canceled by the City (see further information regarding the purchase and cancellation in the Financial Recovery Bonds section of this note).

Under both memorandums of understanding, each party agreed to repay the General Fund for its respective portion of the 2014-C bonds that were redeemed and the 2014-B bonds that were purchased and canceled by continuing to make payments to the City in accordance with the original amortization schedules.

As a result of the agreement above, the Water Fund, Sewage Disposal Fund, Transportation Fund, and Detroit Public Library each recognized a reduction of its share of the general obligation debt and recorded a long-term advance payable to the City in accordance with the same interest rates and amortization schedules applicable to the 2014-B bonds and 2014-C bonds.

June 30, 2021

Note 7 - Long-term Debt (Continued)

As of June 30, 2021, the amounts owed to the General Fund by the Water Fund, Sewage Disposal Fund, Transportation Fund, and Detroit Public Library as they relate to Series 2014-C bonds were \$2,014,064 (Water Fund), \$3,356,773 (Sewage Disposal Fund), \$3,329,277 (Transportation Fund), and \$768,260 (Detroit Public Library). The current portions of these long-term advances are \$331,395 (Water Fund), \$552,325 (Sewage Disposal Fund), \$547,802 (Transportation Fund), and \$126,410 (Detroit Public Library).

As of June 30, 2021, the amounts owed to the General Fund by the Water Fund, Sewage Disposal Fund, Transportation Fund, and Detroit Public Library as they relate to Series 2014-B bonds were \$8,294,674 (Water Fund), \$13,824,447 (Sewage Disposal Fund), \$13,618,518 (Transportation Fund), \$172,694 (Airport Fund), and \$2,926,987 (Detroit Public Library). There is no current portion related to these long-term advances.

These long-term advances are considered direct borrowings.

General Obligation Bonds**Governmental Activities**

The City issues general obligation bonds to provide for the acquisition and construction of major capital facilities and equipment. General obligation bonds were also issued for financial recovery costs, as well as quality-of-life initiatives. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are backed by the full faith and, in some cases, unlimited taxing power of the City or are unsecured and will be paid by other specific revenue sources of the City. The debt for governmental activities will be retired by future property tax levies, Michigan Transportation Fund distributions, distributable state aid, and other resources accumulated in the General Fund and the Debt Service Fund (other governmental). The debt for business-type activities will be retired by revenue from those operations.

Series 2021 Series A and B Unlimited Tax General Obligation Bonds

On February 4, 2021, the City issued its \$135,000,000 Unlimited Tax General Obligation Bonds, Series 2021A (the "2021A UTGO Bonds") at a par amount of \$135,000,000 with a premium of approximately \$30.7 million and \$40,000,000 of Unlimited Tax General Obligation Bonds, Series 2021B (the "2021B UTGO Bonds") for the purpose of financing the costs of neighborhood improvements in the City through property rehabilitation, demolition and other blight remediation activities. Both 2021A UTGO and 2021B UTGO bonds are secured by a pledge of the full faith and credit of the City. The 2021A UTGO Bonds are tax exempt and mature on April 1, 2050. The 2021B UTGO Bonds are taxable and mature on April 1, 2034.

Series 2020 Unlimited Tax General Obligation Bonds

On October 15, 2020, the City issued Unlimited Tax General Obligation Bonds, Series 2020 (the "2020 UTGO Bonds") at a par amount of \$80,000,000 with a premium of approximately \$7.8 million for the purpose of financing the cost of certain capital projects of the City. The 2020 UTGO Bonds are secured by a pledge of the full faith and credit of the City. The 2020 UTGO Bonds are tax exempt and mature on April 1, 2050.

2019 Capital Improvement Bonds (Michigan Strategic Fund)

On June 10, 2019, the City entered into a loan agreement with the Michigan Strategic Fund and issued its 2019 Capital Improvement Bond in an amount not to exceed \$10 million for the purpose of demolishing the Joe Louis Arena. As of June 30, 2021, drawdowns totaling \$10,000,000 had occurred. The loan is secured by a limited tax pledge of the full faith and credit of the City. The interest rate is 1 percent in the first two years and 2 percent thereafter. The loan matures on July 9, 2039.

June 30, 2021

Note 7 - Long-term Debt (Continued)

Series 2018 Unlimited Tax General Obligation Bonds

On December 11, 2018, the City issued its \$135,000,000 Unlimited Tax General Obligation Bonds, Series 2018 (the "2018 UTGO Bonds"), for the purpose of financing the cost of certain capital projects of the City and paying costs of issuance associated with the 2018 UTGO Bonds. The 2018 UTGO Bonds are secured by a pledge of the full faith and credit of the City. The 2018 UTGO Bonds are tax exempt and mature on April 1, 2038.

2016 Distributable State Aid Bonds

On August 11, 2016, the City issued the following series of City of Detroit Distributable State Aid Bonds in the aggregate principal amount of \$606,180,000:

Issue	Amount
2016 B-1 - First Lien LTGO	\$ 240,965,000
2016 B-2 - Third Lien LTGO	123,175,000
2016 A-1 - Fourth Lien UTGO	222,185,000
2016 A-2 - Fourth Lien UTGO	19,855,000

The bonds were issued for the purpose of refunding all of the City's Distributable State Aid Fourth Lien Restructured Bonds (Unlimited Tax General Obligation), Series 2014 A/G; various outstanding Unlimited Tax General Obligation Bonds, the debt service payments of which had been assigned under the plan of adjustment to the General Retirement System (GRS) and the Police and Fire Retirement System (PFRS) (the "Stub Bonds"); and portions of its 2010 First Lien General Obligation Limited Bonds, Distributable State Aid Third Lien Bonds (Limited Tax General Obligation), Series 2012 (A/B). The refunding of the Stub Bonds resulted in the prepayment or defeasance of the City's remaining obligations to GRS and PFRS from the assigned debt service in respect of the Stub Bonds, with final payment from the refunding escrow made in April 2018.

Series 2010 E Taxable Recovery Zone Economic Development Bonds

In 2010, the City issued Recovery Zone Economic Development Bonds in the amount of \$100 million. These bonds are direct-pay qualified bonds that provide a federal subsidy through a refundable tax credit allowed under Internal Revenue Code Section 6431. The subsidy is equal to 45 percent of the interest payable by the bond issuer to investors. Beginning in 2013, these refund payments became subject to a federal sequestration reduction rate. During the year ended June 30, 2021, the City received approximately \$3.0 million in federal interest subsidy related to the interest on these bonds. The schedule of future interest payments is presented gross of any federal subsidy related to these bonds. Over the remaining life of the Recovery Zone Economic Development Bonds, the City anticipates that it will receive approximately \$26.9 million of federal interest subsidy.

Note 7 - Long-term Debt (Continued)

Financial Recovery Bonds

2014-B(1) and B(2)

The Financial Recovery Bonds, Series 2014-B(1) and Series 2014-B(2), total \$616,560,047 and \$15,404,128, respectively. They are federally taxable. The bonds' interest rate is 4.0 percent per annum from December 10, 2014 to and including March 31, 2034 and 6.0 percent per annum thereafter until the maturity date of April 1, 2044. The bonds were delivered to classes of creditors in satisfaction of: (1) Class 12 OPEB claims (the bonds were distributed to the new Voluntary Employee Beneficiary Associations (VEBA) for the general retirees and police and fire retirees); (2) Class 9 Pension Obligation Certificate (POC) claims; and (3) Class 14 other unsecured bankruptcy claims. The distribution of the 2014-B(1) and B(2) bonds is detailed as follows:

Use	Series B(1)	Series B(2)	Total
GRS VEBA	\$ 233,414,249	\$ 5,365,940	\$ 238,780,189
PFRS VEBA	248,245,662	5,655,337	253,900,999
LTGO Class 9 Settlement	13,138,835	4,163,026	17,301,861
Class 14 Other Unsecured Claims	20,376,922	219,825	20,596,747
FGIC Settlement DDA Recovery	3,691,591	-	3,691,591
POC Settlement with Syncora	23,500,000	-	23,500,000
POC Settlement with FGIC	74,192,788	-	74,192,788
Total	<u>\$ 616,560,047</u>	<u>\$ 15,404,128</u>	<u>\$ 631,964,175</u>

On December 13, 2018, the City issued its \$175,985,000 Distributable State Aid Fifth Lien Financial Recovery Refunding Bonds (Limited Tax General Obligation) Series 2018 (the "2018 DSA Bonds") to the Michigan Finance Authority for the purpose of purchasing a portion of its Financial Recovery Bonds, Series 2014-B(1), and its Financial Recovery Bonds, Series 2014-B(2) (together, the "Financial Recovery Bonds, Series 2014-B"), and paying the costs of issuance associated with the 2018 DSA Bonds. The 2018 DSA Bonds are secured by a pledge of the City's Distributable State Aid on a statutory fifth lien priority basis and a pledge of the limited tax full faith and credit of the City.

On December 13, 2018, the City purchased and canceled, at a discount from par, \$197,652,356 of its Financial Recovery Bonds, Series 2014B (specifically \$192,227,454 of Financial Recovery Bonds, Series 2014-B(1) at a purchase price of \$87 per \$100 in principal amount and \$5,424,902 of Financial Recovery Bonds, Series 2014-B(2) at a purchase price of \$85 per \$100 in principal amount), which had been tendered pursuant to the City's December 5, 2018 acceptance of offers.

On December 13, 2018, the City deposited into escrow funds to redeem \$3,075,000 of its Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014-B. The redemption occurred on January 22, 2019.

The above debt issuances were completed by the City in order to reduce the gross debt service for the fiscal years 2025-2030 by approximately \$155 million. Debt service beginning in fiscal year 2025 would have increased by approximately \$31 million per year through fiscal year 2030. In addition to the reduced debt service, the City will also save approximately \$10 million as a result of these issuances.

June 30, 2021

Note 7 - Long-term Debt (Continued)

2014-C Bonds

The Financial Recovery Bonds, Series 2014-C, totaled \$88,430,021 and carried an interest rate of 5.0 percent per annum. The bonds, which were scheduled to mature on December 10, 2026, have been fully redeemed by the City. The 2014-C Bonds were issued as part of the Syncora settlement and FGIC/POC settlement in the plan, and, on the effective date, the bonds were distributed as follows:

Use	Series C Bonds
POC Settlement with Syncora	\$ 21,271,804
POC Settlement with FGIC	67,158,217
Total	<u>\$ 88,430,021</u>

As part of the bifurcation of DWSD, as described in Note 13, the Great Lakes Water Authority agreed to pay a portion of the Financial Recovery Bonds (2014-B(1), 2014-B(2), and 2014-C) that were allocated to DWSD. DWSD's allocation outstanding as of June 30, 2021 is approximately \$77 million, and GLWA has agreed to pay approximately \$55 million.

2014-A and 2014-B Bonds

The Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014-A and Series 2014-B, totaled \$134,725,000 and \$140,275,000, respectively. The bonds' interest rate at issuance was variable but was converted to a fixed rate in September 2015 when the Michigan Finance Authority publicly reoffered its bonds as Series F(1) for \$134,725,000 and Series F(2) for \$110,275,000. The Series 2014-A bonds are tax exempt and mature on October 1, 2029, and the Series 2014-B bonds are taxable and mature on October 1, 2022. The City's income tax revenue is pledged to and secures the payment of debt service on these bonds. The bond proceeds were used to: (1) redeem the Series 2014 Financial Recovery Bonds, "Quality of Life," issued in April 2014; (2) fund a debt service reserve for the bonds; (3) provide additional funding for the City's reinvestment and revitalization initiatives; (4) pay the final installment of the settlement of the Class 5 POC Swap Claims; and (5) pay the costs of issuance of the bonds. The use of proceeds for each original series is detailed as follows:

Use	Series A	Series B	Total
Redeem quality-of-life financing	\$ 61,353,638	\$ 58,751,362	\$ 120,105,000
Debt service reserve	13,472,500	14,027,500	27,500,000
Issuance and other costs	1,834,028	1,906,319	3,740,347
Restructuring initiatives (RRI)	58,064,834	27,619,890	85,684,724
Derivatives (swap settlement payoff)	-	37,969,929	37,969,929
Total	<u>\$ 134,725,000</u>	<u>\$ 140,275,000</u>	<u>\$ 275,000,000</u>

June 30, 2021

Note 7 - Long-term Debt (Continued)

Schedule of General Obligation Bonds

The following is a schedule of general obligation bonds outstanding at June 30, 2021:

Purpose	Bond Date	Interest Rates	Maturing	Outstanding
Governmental Activities				
General Obligation Bonds - Unlimited Tax:				
City of Detroit, Michigan (Unlimited Tax General Obligation), Series 2010(E) (Taxable-Recovery Zone Economic Development Bonds - Direct Payment)				
Amount issued - \$100,000,000	12/16/2010	5.129 to 8.369%	11/1/17-35	\$ 84,050,000
City of Detroit, Michigan Distributable State Aid Fourth Lien Refunding Bonds (Unlimited Tax General Obligation) Series 2016A-1 (Tax-Exempt)				
Amount issued - \$222,185,000	8/11/2016	4.00 to 5.00	4/1/17-28	75,965,000
City of Detroit, Michigan Distributable State Aid Fourth Lien Refunding Bonds (Unlimited Tax General Obligation) Series 2016A-2 (Federally Taxable)				
Amount issued - \$19,855,000	8/11/2016	1.69 to 3.61	4/1/17-28	10,955,000
City of Detroit, Michigan (Unlimited Tax General Obligation Bonds), Series 2018				
Amount issued - \$135,000,000	12/11/2018	5.00	4/1/20-38	115,220,000
City of Detroit, Michigan (Unlimited Tax General Obligation), Series 2020 Amount issued - \$80,000,000				
Amount issued - \$80,000,000	10/15/2020	3.9 to 5.4	4/1/22-50	70,835,000
City of Detroit, Michigan (Unlimited Tax General Obligation), Series 2021(A) (Social Bonds)				
Amount issued - \$135,000,000	2/04/2021	2.31 to 4.73	4/1/30-50	135,000,000
City of Detroit, Michigan (Unlimited Tax General Obligation), Series 2021(B) (Social Bonds)				
Amount issued - \$40,000,000	2/04/2021	3.02 to 3.184	4/4/34	<u>40,000,000</u>
Total General Obligation Bonds - Unlimited Tax				<u>\$ 532,025,000</u>
General Obligation Bonds - Limited Tax:				
City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(1)				
Amount issued - \$494,095,548	12/10/2014	4.00 to 6.00%	4/1/25-44	\$ 340,552,181
City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(2)				
Amount issued - \$12,924,806	12/10/2014	4.00 to 6.00	4/1/25-44	8,353,342
City of Detroit, Michigan, Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014A				
Amount issued - \$134,725,000	9/1/2015	3.40 to 4.50	10/1/20-29	132,725,000
City of Detroit, Michigan, Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014B (Taxable)				
Amount issued - \$110,275,000	9/1/2015	4.60	10/1/22	48,685,000
City of Detroit, Michigan, Distributable State Aid First Lien Refunding Bonds (Limited Tax General Obligation) Series 2016B-1 (Federally Taxable)				
Amount issued - \$240,965,000	8/11/2016	1.941 to 5.00	11/1/19-35	222,765,000

June 30, 2021

Note 7 - Long-term Debt (Continued)

Purpose	Bond Date	Interest Rates	Maturing	Outstanding
City of Detroit, Michigan, Distributable State Aid Third Lien Refunding Bonds (Limited Tax General Obligation) Series 2016B-2 (Federally Taxable) Amount issued - \$123,175,000	8/11/2016	1.39 to 3.61	11/1/17-32	\$ 101,860,000
City of Detroit, Michigan, Distributable State Aid Fifth Lien Bonds, Series 2018 Amount issued - \$175,985,000	12/13/2018	4.29 to 5.02	6/30/19-44	175,985,000
City of Detroit, Michigan, Capital Improvement Bonds, Series 2019 Amount issued - \$10,000,000	6/10/2019	1.00 to 2.00	7/9/22-39	<u>10,000,000</u>
Total General Obligation Bonds - Limited Tax				<u>\$ 1,040,925,523</u>

Business-type Activities

Water Fund

General Obligation Bonds - Limited Tax:

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(1)

Amount issued - \$26,041,025

12/10/2014 4.00 to 6.00% 4/1/25-44 \$ 17,922,105

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(2)

Amount issued - \$499,054

12/10/2014 4.00 to 6.00 4/1/25-44 323,301

Sewage Disposal Fund

General Obligation Bonds - Limited Tax:

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(1)

Amount issued - \$43,401,707

12/10/2014 4.00 to 6.00% 4/1/25-44 \$ 29,870,179

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(2)

Amount issued - \$831,756

12/10/2014 4.00 to 6.00 4/1/25-44 538,834

Transportation Fund

General Obligation Bonds - Limited Tax:

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(1)

Amount issued - \$42,558,907

12/10/2014 4.00 to 6.00% 4/1/25-44 \$ 29,290,141

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(2)

Amount issued - \$993,130

12/10/2014 4.00 to 6.00 4/1/25-44 643,377

Public Lighting Authority Fund

General Obligation Bonds

7/2/2014 3.00 to 5.00% 4/1/25 - 44 \$ 174,287,544

Nonmajor Proprietary Funds - Airport Fund

General Obligation Bonds - Limited Tax:

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(1)

Amount issued - \$539,953

12/10/2014 4.00 to 6.00% 4/1/25-44 \$ 371,610

City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(2)

Amount issued - \$12,355

12/10/2014 4.00 to 6.00 4/1/25-44 8,004

June 30, 2021

Note 7 - Long-term Debt (Continued)

Purpose	Bond Date	Interest Rates	Maturing	Outstanding
Component Unit - Detroit Public Library				
General Obligation Bonds - Limited Tax:				
City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(1)				
Amount issued - \$9,192,291	12/10/2014	4.00 to 6.00%	4/1/25-44	\$ 6,326,373
City of Detroit, Michigan, Financial Recovery Bonds, Series 2014B(2)				
Amount issued - \$173,408	12/10/2014	4.00 to 6.00	4/1/25-44	112,338

*Direct borrowings and direct placements

Revenue Bonds

Governmental Activities

On November 16, 2017, the City issued the City of Detroit, Michigan Transportation Fund Bonds, Series 2017, in the amount of \$124,500,000. The Michigan Finance Authority (MFA) purchased the City's bonds using the proceeds of its MFA Revenue Bonds (City of Detroit Transportation Project), Series 2017A. The bonds were a private placement (i.e., direct purchase).

The City is using the bond proceeds to finance certain road improvement projects. The bonds mature on April 1, 2032 and are subject to optional redemption prior to maturity at par on any date on or after April 1, 2024.

As security for repayment of the bonds, the City pledged and assigned its Michigan Transportation Fund distributions that are received on a monthly basis from the State of Michigan. The City entered into a Transportation Fund Pledge and Intercept Agreement (the "Agreement") with US Bank (the "Trustee"), MFA, and the state treasurer. Under the Agreement, MTF distributions due to the City are sent directly to the Trustee, from which the Trustee sets aside principal and interest amounts, according to a set aside schedule, in advance of the payment dates. The remaining portion of the MTF distributions that exceed the monthly set aside requirement are transferred to the City. The Agreement remains in effect as long as the bonds are outstanding.

As outlined in Schedule 1 to the Trust Indenture, the bonds are to be drawn down over time, with the final amount paid out on or before October 1, 2020. As of June 30, 2021, draws totaling \$124,500,000 were submitted and received by the City.

Water Fund and Sewage Disposal Fund

As a result of the lease agreement and resulting bifurcation discussed in Note 13, revenue bonds and SRF debt issuances that were issued by the City prior to January 1, 2016 have been assigned to and assumed by the Great Lakes Water Authority. The liability of the Detroit retail class for its calculated share of this debt is reflected as part of the Contractual Obligation to the Great Lakes Water Authority.

As part of the lease transaction in which the City leased the regional water and sewer system of the Detroit Water and Sewerage Department (DWSD) to the Great Lakes Water Authority, all DWSD revenue bonds outstanding as of December 31, 2015, including those purchased by the Michigan Finance Authority under its state revolving loan program, were assumed by GLWA with the consent of bond holders.

Note 7 - Long-term Debt (Continued)

Per the Water and Sewer Services Agreement between DWSD and GLWA dated June 12, 2015 and the Master Bond Ordinances dated October 7, 2015, as amended, the Detroit retail class continues to pay its common-to-all share of debt service and its allocated share of debt service associated with improvements to the local water and sewer systems. Payments on the debt service incurred by the Great Lakes Water Authority on the outstanding revenue bonds assumed as of December 31, 2015 are allocated using an agreed-upon percentage of total debt service associated with bond-financed local improvements over the life of such bonds, though the bonds themselves continue to be secured by the net revenue of GLWA, which includes all revenue payable by the Detroit retail class.

On June 27, 2018, DWSD and GLWA executed a memorandum of understanding (MOU), which outlined the requirements for the reconciliation committee (originally defined by the WSSA) to meet quarterly to "expand the level of communication between the two entities related to financial, operational, legal, capital planning, and other matters and opportunities for improved management and coordination of both entities and foster a positive relationship in the water services sector." The MOU further describes a specific function of the reconciliation committee to address any "cumulative negative variance of more than two percent of the total budget for either GLWA or DWSD."

For the years ended June 30, 2018 and 2017, GLWA reported a negative variance (receipts less than costs) for DWSD's Sewage Disposal Fund, which exceeded the 2 percent variance threshold. Based on the terms outlined in the MOU, a budget shortfall not cured by the end of the fiscal year (following the year in which it arises) shall be repaid in full in installments over a period not to exceed three fiscal years, with a surcharge based on the three-year U.S. Treasury note rate plus 150 basis points. DWSD recorded a shortfall loan payable of \$53,413,034 for the cumulative 2018 and 2017 negative variance reported by GLWA as a result of this agreement. The shortfall loan payable outstanding as of June 30, 2021 is \$8,296,578.

The Water Fund received loans from the State of Michigan Revolving Loan Fund totaling \$6,791,655 during the year ended June 30, 2020. The proceeds of the loans were used to pay the costs of making certain repairs and improvements to the water system and are reported as a long-term liability on the statement of net position.

In 2020, DWSD received \$99,986,016 in proceeds from the issuance of the Water Supply System Revenue Senior Lien Bonds, Series 2020A and 2020B, by GLWA on behalf of DWSD. Water Fund revenue bonds provided financing for improvements to the local water system. The par amount of the bonds was \$85,580,000, with a bond premium of \$14,406,016. The bonds are secured by the net revenue of GLWA and the DWSD. GLWA's master bond ordinance requires collections of DWSD receipts to be deposited into trust accounts controlled by the master bond ordinance (through GLWA), which will be used, among other things, to fund debt principal and interest. Principal payments on the Series 2016 Water Fund revenue bonds will commence on July 1, 2042. Interest-only payments are made semiannually until July 1, 2042, at which time principal payments will commence. Principal payments on the Series 2020 Water Fund revenue bonds will commence on July 1, 2023. Interest-only payments are made semiannually until July 1, 2023, at which time principal payments will commence.

Notes and Loans Payable

The City issues installment notes and loans to provide funds for various public improvement projects.

June 30, 2021

Note 7 - Long-term Debt (Continued)

The following is a schedule of notes payable at June 30, 2021:

Purpose	Year Issued	Interest Rates	Maturing	Outstanding
Governmental Activities				
(All notes are secured by future Block Grant revenue)				
Mexicantown Welcome Center Project	09/14/06	5.09 to 5.70%	08/01/21-24	\$ 1,018,000
Mexicantown Welcome Center Project (Interim*)	07/07/20	0.2% + LIBOR	08/01/26	280,000
Book Cadillac Project Note II	06/12/08	4.33 to 5.38	08/01/21-27	3,039,000
Book Cadillac Project Note II (Interim*)	07/07/20	0.2% + LIBOR	08/01/25	716,000
Garfield II Note 1	09/14/06	4.33 to 5.30	08/01/21-25	4,072,000
Garfield II Note 1 (Interim*)	07/07/20	0.2% + LIBOR	08/01/25	520,000
Garfield II Note 2	09/14/06	5.09 to 5.77	08/01/21-26	1,428,000
Garfield II Note 2 (Interim*)	07/07/20	0.2% + LIBOR	08/01/25	120,000
Garfield II Note 3	09/16/09	0.28 to 3.35	08/01/21-29	6,003,000
Garfield II Note 3 (Interim*)	07/07/20	0.2% + LIBOR	08/01/29	190,000
Garfield II Note 4	09/16/09	0.93 to 3.35	08/01/21-29	868,000
Garfield II Note 4 (Interim*)	07/07/20	0.2% + LIBOR	08/01/31	95,000
Fort Shelby Project	06/12/08	4.33 to 5.34	08/01/21-26	10,000,000
Fort Shelby Project (Interim*)	07/07/20	0.2% + LIBOR	08/01/26	1,250,000
Woodward Garden Project 1	06/12/08	4.48 to 5.05	08/01/21	300,000
Woodward Garden Project 1 (Interim*)	07/07/20	0.2% + LIBOR	08/01/21	1,250,000
Woodward Garden Project 2	07/21/10	2.66 to 4.35	08/01/21-28	3,919,000
Woodward Garden Project (Interim*)	07/07/20	0.2% + LIBOR	08/01/28	148,000
Woodward Garden Project 3	04/20/12	0.83 to 3.55	08/01/21-31	4,414,000
Woodward Garden Project 3 (Interim*)	07/07/20	0.2% + LIBOR	08/01/24	295,000
Total governmental activities				<u>\$ 39,925,000</u>

*During the year ended June 30, 2021, the City accepted principal deferment program of the HUD Section 108 loans. As a result of the program, the U.S. Department of Housing and Urban Development issued interim notes payable in the amount of current fiscal year's principal payments.

June 30, 2021

Note 7 - Long-term Debt (Continued)

Debt Service Requirements to Maturity

Annual debt service requirements to maturity for the above bonds and note obligations are as follows:

Governmental Activities						
Years Ending June 30	Direct Borrowings and Direct Placements			Other Debt		Total
	Principal	Interest (Less Subsidy)	Interest Subsidy	Principal	Interest	
2022	\$ 87,038,000	\$ 39,702,922	\$ 2,908,747	\$ 14,145,000	\$ 32,212,368	\$ 176,007,037
2023	85,898,096	36,524,708	2,814,724	9,210,000	30,722,697	165,170,225
2024	71,688,438	33,513,480	2,704,646	9,570,000	30,363,321	147,839,885
2025	66,296,470	30,883,213	2,576,619	11,885,024	29,981,941	141,623,267
2026	64,087,676	28,422,997	2,437,404	12,171,366	29,494,902	136,614,345
2027-2031	306,336,706	104,508,810	9,634,819	84,153,987	139,342,389	643,976,711
2032-2036	167,874,630	57,501,891	3,803,977	191,411,930	120,242,597	540,835,025
2037-2041	103,354,984	29,285,973	-	189,970,143	81,878,798	404,489,898
2042-2046	65,695,000	4,997,285	-	131,778,073	32,294,568	234,764,926
2047-2051	-	-	-	55,665,000	7,354,250	63,019,250
Total	\$ 1,018,270,000	\$ 365,341,279	\$ 26,880,936	\$ 709,960,523	\$ 533,887,831	\$ 2,654,340,569

Business-type Activities					
Years Ending June 30	Direct Borrowings and Direct Placements		Other Debt*		Total
	Principal	Interest	Principal	Interest	
2022	\$ 43,518,056	\$ 53,826,130	\$ -	\$ 3,158,703	\$ 100,502,889
2023	37,332,197	52,072,469	-	3,158,703	92,563,369
2024	40,690,351	50,376,875	-	3,158,703	94,225,929
2025	47,845,571	48,504,158	440,096	3,158,703	99,948,528
2026	49,822,983	46,329,969	411,972	3,141,098	99,706,022
2027-2031	268,821,648	196,473,295	5,732,310	14,888,589	485,915,842
2032-2036	308,781,964	131,721,503	26,432,026	14,685,608	481,621,101
2037-2041	193,127,603	61,779,031	28,719,473	10,339,010	293,965,117
2042-2046	129,119,469	27,235,446	17,231,674	2,067,802	175,654,391
2047-2051	38,962,571	2,739,926	-	-	41,702,497
Total	\$ 1,158,022,413	\$ 671,058,802	\$ 78,967,551	\$ 57,756,919	\$ 1,965,805,685

Component Unit Activities					
Years Ending June 30	Direct Borrowings and Direct Placements		Other Debt		Total
	Principal	Interest	Principal	Interest	
2022	\$ 10,425,127	\$ 18,712,097	\$ -	\$ 257,548	\$ 29,394,772
2023	8,864,136	18,339,713	-	257,548	27,461,397
2024	11,915,495	17,948,479	-	257,548	30,121,522
2025	8,119,111	17,571,989	35,947	257,548	25,984,595
2026	6,894,769	17,247,454	33,649	256,111	24,431,983
2027-2031	43,880,000	65,349,928	468,210	1,262,088	110,960,226
2032-2036	40,005,000	55,171,375	2,154,626	1,197,261	98,528,262
2037-2041	53,610,000	43,523,500	2,341,425	842,913	100,317,838
2042-2046	70,510,000	28,101,000	1,404,854	168,583	100,184,437
2047-2051	75,605,000	6,837,375	-	-	82,442,375
Total	\$ 329,828,638	\$ 288,802,910	\$ 6,438,711	\$ 4,757,148	\$ 629,827,407

*2014-B bonds reflected in the Water and Sewage Disposal funds will be partially paid by the GLWA (71.42 percent allocated to GLWA) and, therefore, are offset by a receivable in the Water and Sewage Disposal funds.

Note 7 - Long-term Debt (Continued)

Revolving Line of Credit

The City does not have any revolving lines of credit.

Assets Pledged as Collateral

The City has \$39,925,000 of HUD Section 108 loans payable for which it has pledged certain assets as collateral. Relative to these loans, the City generally has pledged any mortgage interest and assignment of leases and rents. Relative to one specific HUD Section 108 loan, the City has also pledged (a) its long-term leasehold interest in excess of 50 years held by a third party for subsurface rights to certain geothermal fields located in the City; (b) all geothermal, solar, and wind energy-generating equipment owned by a third party in, on, and underground at certain locations in the City; (c) any and all construction equipment purchased with Section 108 Loan Guarantee Funds; and (d) net income, as defined in accordance with generally accepted accounting principles, from the sale of energy produced by geothermal improvements and rental of the geothermal, solar, and wind energy-generating equipment owned by a third party.

Debt Limit

The Michigan Constitution established the authority, subject to constitutional and statutory prohibition, for municipalities to incur debt for public purposes. The City is subject to the Home Rule Act, Act 279 Public Acts of Michigan, 1909, as amended, which, with limited exceptions, limits the net indebtedness incurred for all public purposes to as much as, but not to exceed, the greater of the following: (a) 10 percent of the assessed value of all the real and personal property in the City or (b) 15 percent of the assessed value of all the real and personal property in the City if that portion of the total amount of indebtedness incurred that exceeds 10 percent is, or has been, used solely for the construction or renovation of hospital facilities.

June 30, 2021

Note 7 - Long-term Debt (Continued)

Detroit Housing Commission - Component Unit

A summary of Detroit Housing Commission's discretely presented component units' debt outstanding and maturity dates is as follows:

	Lender	Interest Rate	Maturity Date	Balance - Beginning of Year	(Payments) Additions	Balance - End of Year
Woodbridge Estates Apartments I, LLC	SA Affordable Housing, LLC	7.06%	2035	\$ 1,166,159	\$ (22,190)	\$ 1,143,969
	Detroit Housing Commission	AFR	2048	1,279,824	-	1,279,824
	Detroit Housing Commission	0.00%	2048	840,500	-	840,500
Woodbridge Estates Apartments II, LLC	SA Affordable Housing, LLC	7.06%	2035	1,684,862	(32,550)	1,652,312
	Detroit Housing Commission	AFR	2048	1,888,460	-	1,888,460
	Detroit Housing Commission	0.00%	2048	797,954	-	797,954
Woodbridge Estates Apartments III, LDHA LLC	SA Affordable Housing, LLC	6.04%	2047	1,348,560	(21,000)	1,327,560
	Detroit Housing Commission	4.61%	2042	1,559,212	-	1,559,212
	City of Detroit, Michigan	0.00%	2036	422,215	(7,289)	414,926
Woodbridge Estates Apartments IV, LDHA LLC	SA Affordable Housing, LLC	6.04%	2047	1,793,570	(28,125)	1,765,445
	Detroit Housing Commission	4.61%	2051	1,763,593	-	1,763,593
	City of Detroit, Michigan	0.00%	2036	422,208	(7,289)	414,919
Woodbridge Estates Apartments V, LDHA LLC	SA Affordable Housing, LLC	6.04%	2047	2,901,874	(45,862)	2,856,012
	Detroit Housing Commission	4.61%	2051	2,056,904	-	2,056,904
	City of Detroit, Michigan	0.00%	2036	422,104	(7,295)	414,809
Woodbridge Estates Apartments VI, LDHA LLC	Detroit Housing Commission	3.75%	2063	2,446,383	1,731	2,448,114
Woodbridge Estates Apartments IX, LDHA LLC	Detroit Housing Commission	0.00%	2067	3,700,000	(34,967)	3,665,033
	Citizens	5.00%	2067	8,043,138	(8,043,138)	-
	Detroit Housing Commission	5.20%	2049	3,682,369	988	3,683,357
Woodbridge ILF Associates LDHA LP The Villages at Parkside II LLC	Detroit Housing Commission	0.45%	2038	22,930,193	-	22,930,193
	Detroit Housing Commission	7.00%	2038	2,584,579	-	2,584,579
	Detroit Housing Commission	0.45%	2038	20,990,363	-	20,990,363
The Villages at Parkside IV LLC	Detroit Housing Commission	0.45%	2038	20,990,363	-	20,990,363
Alexandrine Square Apartments LDHA LP	Detroit Housing Commission	AFR	2047	265,780	-	265,780
Gardenvue Homes I LDHA LLC	MSHDA	6.00%	2046	1,543,993	(25,384)	1,518,609
	MSHDA - HOME Note	3.00%	2058	268,881	(3,422)	265,459
	Detroit Housing Commission	0.00%	2053	9,783,354	-	9,783,354
Gardenvue Homes II, III, IV, V, VI, VII, VIII, and IX LDHA LLC	MSHDA - Section 1602					
	TCAP funds	0.00%	(a)	13,122,960	-	13,122,960
	MSHDA	3.00%	2062	20,261,000	-	20,261,000
	Detroit Housing Commission	0.00%	2054-2064	19,076,542	(51,767)	19,024,775
Gardenvue Homes X LDHA LLC	Detroit Housing Commission	0.75%	2060	3,887,485	-	3,887,485
	Detroit Housing Commission	2.50%	2067	6,757,937	1,982,063	8,740,000
	MSHDA	2.50%	2020	1,425,000	-	1,425,000
	MSHDA	2.50%	2067	825,000	-	825,000
Emerald Springs IA and IB LDHA LP	Detroit Housing Commission	0.50%	2056	9,907,526	780	9,908,306
Emerald Springs II LDHA LP	Detroit Housing Commission	0.50%	2058	7,240,704	7,251	7,247,955
Cornerstone I LDHA LLC	Detroit Housing Commission	3.79%	2060	3,692,829	1,023	3,693,852
Cornerstone II LDHA LLC	Detroit Housing Commission	0.00%	2060	9,072,407	325	9,072,732
Cornerstone III LDHA LLC	Detroit Housing Commission	4.25%	2061	3,029,632	1,406	3,031,038
Totals				<u>\$ 194,886,054</u>	<u>\$ (6,334,711)</u>	188,551,343
Amount due to DHC primary government						<u>(141,143,363)</u>
Net long-term debt reported						<u>\$ 47,407,980</u>

(a) TCAP Funds will be forgivable at the end of the 15-year Section 42 compliance period if no default or recapture event has occurred.

Note 7 - Long-term Debt (Continued)

DDA Bonds Payable

On August 10, 2017, the DDA issued \$36,000,000 in Series 2017 bonds, with the proceeds to be used toward construction changes and enhancements to Little Caesars Arena (the "Arena"). These changes were necessary in order to make the Arena compliant with National Basketball Association requirements and to incentivize the Detroit Pistons to relocate to the City of Detroit, Michigan. Similar to the Series 2014A bonds, these bonds will be repaid through Catalyst Development Project tax increment revenue captured by the DDA.

In 2014, the Michigan Strategic Fund (MSF) issued \$250,000,000 in Series 2014A bonds and \$200,000,000 in Series 2014B bonds, with the proceeds to be used toward the construction of the downtown events center. The Series 2014A bonds will be serviced primarily through Catalyst Development Project tax revenue captured by the DDA. Beginning in 2019, there will also be a variable contribution toward the debt service from the DDA's general tax revenue that is captured. The Series 2014B bonds will be serviced by a variable concession management payment from Olympia to the DDA and have a variable interest rate. Series 2014A bonds were disbursed entirely at the outset of the project. Series 2014B bond proceeds are drawn down as required.

On December 30, 2018, the DDA issued \$287,425,000 in Series 2018A bonds to refund the 2014 and 2017 bonds. These bonds will be repaid through the same revenue stream that was to repay the original 2014 and 2017 bonds. Payments on these bonds will be made primarily from the stadium fund.

The DDA entered into a swap novation transaction with Garden Trust on November 9, 2017 for the purpose of removing the DDA from the swap transaction. As part of this transaction, the entire outstanding amount of Series 2014B drawn down, \$188,500,000, was retired through a prepayment of the base concession fees payable by Garden Trust to the DDA under the Concession Management Agreement relating to the Arena.

As the bonds were issued, the DDA entered into a loan agreement with the MSF. The proceeds from the bonds are loaned to the DDA by the MSF, and the DDA is obligated to pay the aforementioned revenue to the MSF to service the bonds. A bond issued by the DDA to the MSF secures this obligation. As of June 30, 2021, the loans have been fully repaid.

DDA Contracts Payable

In 1989, the DDA issued \$15,225,000 in Series 1989A tax-exempt bonds and \$71,000,000 in Series 1989B taxable bonds. In 1996, the DDA issued \$75,014,000 in Series 1996A taxable bonds, \$13,330,000 in Series 1996B tax-exempt bonds, \$64,883,198 in Series 1996C tax-exempt bonds, and \$14,185,000 in Series 1996D tax-exempt bonds. In 1998, the DDA issued \$68,900,000 in Series 1998A tax-exempt bonds, \$32,195,000 in Series 1998B taxable bonds, and \$21,425,000 in Series 1998C junior lien bonds. The principal and interest on the bonds are primarily payable from, and secured by, certain incremental property tax revenue to be received by the DDA from Development Area No. 1 within the downtown business district. Payments on the bonds contract payable are made from the other debt service fund under the general bond resolution.

A portion of the 1996 bond proceeds, \$87,996,800, was put into an escrow account to repay the 1989 bonds. A portion of the 1998 bond proceeds, \$65,124,175, was also put into an escrow account to repay the Series 1996C (partial refund) and the Series 1996D bonds. The escrow agent was responsible for monitoring and making the required debt service payments on those bonds, which were removed as liabilities from the DDA's financial statements. The 1989 bonds, the Series 1996C (partial refund) bonds, and the Series 1996D bonds have been fully repaid.

June 30, 2021

Note 7 - Long-term Debt (Continued)

City Bonds Authorized and Unissued

The following is the schedule of the City's bonds authorized and unissued at June 30, 2021:

	Authority	Date	Authorized Amount	Unissued Amount
General obligation bonds (tax supported):				
Public safety	Electorate	11/2/2004	\$ 120,000,000	\$ 3,313,112
Neighborhood/Economic development	Electorate	11/2/2004	19,000,000	12,769
Transportation	Electorate	11/2/2004	32,000,000	24,501,849
Public lighting	Electorate	2/24/2009	22,000,000	22,000,000
Neighborhood/Economic development	Electorate	2/24/2009	25,000,000	297,743
Museums, libraries, recreation, and other	Electorate	2/24/2009	97,000,000	21,016,515
Transportation	Electorate	2/24/2009	12,000,000	146,840
Public safety	Electorate	2/24/2009	72,000,000	-
Neighborhood improvement	Electorate	11/3/2020	250,000,000	75,000,000
Total			<u>\$ 649,000,000</u>	<u>\$ 146,288,828</u>

The electorate approved an amendment to the State Constitution (the Headlee Amendment) on November 7, 1978 that requires voter approval for the issuance of general obligation bonds effective December 22, 1978. The authority to issue bonds approved by the electors continues until revoked by the electors.

Note 8 - Pension Plans

Plan Description

The City of Detroit Retirement System consists of the General Retirement System and the Police and Fire Retirement System (collectively, the "Systems"). Each system comprises two single-employer plans composed of a defined benefit plan component and a defined contribution annuity plan component (the "Combined Plan"). The plans provide retirement, disability, and survivor benefits to plan members and beneficiaries. Each plan is administered by its own board of trustees. Plan members include active employees, retirees, and beneficiaries from various departments within the City. Benefit terms have been established by contractual agreements between the City and the employees' collective bargaining units; amendments are subject to the same process.

The City filed for bankruptcy in June 2013 and subsequently exited bankruptcy on December 10, 2014. This resulted in the adoption of the *Eighth Amended Plan for the Adjustment of Debts of the City of Detroit* (the "Plan of Adjustment" or POA).

In June 2014, separate and apart from the bankruptcy proceedings and resulting POA, the emergency manager directed the City and its professional pension advisors to undertake efforts to prepare documentation and emergency manager orders necessary to freeze the existing plans for GRS and PFRS as of June 30, 2014 and establish a new hybrid plan for GRS and PFRS effective July 1, 2014. The emergency manager effectuated this action pursuant to authority under PA 436 of 2012, separate and apart from those pension changes requiring bankruptcy court approval. The plan in existence for each system as of June 30, 2014 is known as the legacy plan or Component II. As of July 1, 2014, all eligible employees began participating in the new hybrid pension plan, or Component I. Eligible city employees will receive the benefits they have earned under the legacy Component II plan for services performed through June 30, 2014 plus an additional benefit under the new hybrid plan formula for services after June 30, 2014.

June 30, 2021

Note 8 - Pension Plans (Continued)

For GRS, with respect to Component II benefit adjustments resulting from the POA, the pension settlement (for which benefit levels were and are contingent on other factors, including receipt of outside contributions), provided: for a loss of cost of living adjustments, or escalators (COLAs), paid after July 1, 2014; for a 4.5 percent reduction to the remaining accrued pension benefit after the COLA loss; and, for GRS members who participated in the Annuity Savings Fund (ASF) plan between 2003 and 2013, subject to certain caps, recoupment of certain amounts of interest deemed by the City to be in excess of that which should have been credited to individual ASF accounts, referred to as "ASF Recoupment." ASF Recoupment, like other provisions of the pension settlement, was not optional. Most members will pay their ASF Recoupment by a monthly deduction from their future pension benefits for a set term of months, including interest calculated at 6.75 percent. All members were offered a lump-sum cash option, which was limited in the aggregate to \$30 million in member recoupment. The POA also included the possibility of restoration of certain pension benefit reductions, based on a program for the most financially vulnerable pensioners and beneficiaries through the Michigan Department of Treasury, as well as a new feature of Component II allowing restoration of benefits depending on GRS' funding level over time.

For PFRS, with respect to benefit adjustments resulting from the POA, the pension settlement (for which benefit levels were and are contingent on other factors, including receipt of outside contributions) did not reduce PFRS legacy plan pension benefits but provided for a 55 percent reduction in cost of living adjustments, or escalators, paid after June 30, 2014. The Plan of Adjustment also includes the possibility of restoration of certain pension benefit reductions based on a program for the most financially vulnerable pensioners and beneficiaries through the Michigan Department of Treasury, as well as a new feature of the legacy plan allowing restoration of benefits depending on PFRS' funding level over time.

Benefits Provided**Component II**

Component II is the legacy plan, the original defined benefit plan for each system, which includes a defined benefit component and a defined contribution component. Component II generally applies to benefits accrued by members prior to July 1, 2014. The plan provides retirement, disability, and survivor benefits to plan members and beneficiaries. Except as specifically provided in the Combined Plan, benefits provided under Component II are frozen effective June 30, 2014. Component II also includes the Income Stabilization Fund. The fund was established as a provision of the POA for the sole purpose of paying the Income Stabilization Benefits and Income Stabilization Benefits Plus to eligible pensioners.

The Income Stabilization Fund is outlined in Section G-3 of the POA. The annual supplemental pension income stabilization benefit is equal to the lesser of either (i) the amount needed to restore an eligible retiree's reduced annual pension benefit to 100 percent of the amount of the annual pension benefit that the eligible retiree was receiving from the Systems in 2013 or (ii) the amount needed to bring the total annual 2013 household income of the eligible retiree up to 130 percent of the federal poverty level for 2013. The Income Stabilization Fund did not have an impact on total pension liability as of the measurement date of June 30, 2020 because the assets held by the Income Stabilization Fund are not considered to be available to fund the normal retirement benefit provisions under the pension plan but instead are restricted to paying Income Stabilization Benefits and Income Stabilization Benefits Plus. No liability currently exists for these benefits.

June 30, 2021

Note 8 - Pension Plans (Continued)

GRS Component II plan members who retire post-bankruptcy will receive an annuity that shall be the actuarial equivalent of the member's accumulated contributions in the 1973 Defined Contribution Annuity Savings Fund at the time of retirement. In addition, each member will receive a basic service and a membership service pension. The basic service pension will consist of \$12.00 per annum multiplied by the number of years and fractions of years of credited service, not to exceed 10 years. The membership service pension will be calculated as follows:

- For members who retired on or before June 30, 1992, a membership service pension of 1.5 percent of average final compensation for the first 10 years of service and 1.63 percent for service in excess of 10 years
- For members who retired on or after July 1, 1992 but prior to July 1, 1998, a membership service pension of 1.5 percent of average final compensation for each year of service for the first 10 years, plus 1.7 percent of average final compensation for each year of service in excess of 10 years up to 20 years of service, plus 1.9 percent of average final compensation for each year of service in excess of 20 years. In no event shall benefits paid by the Systems exceed 90 percent of average final compensation.
- For members who retire on or after July 1, 1998, a membership service pension for service rendered prior to July 1, 2012 of 1.6 percent of average final compensation for each year of service for the first 10 years; plus 1.8 percent of average final compensation for each year of service in excess of 10 years, up to 20 years of service; plus 2 percent of average final compensation for each year of service in excess of 20 years up to 25 years; plus 2.2 percent of average final compensation for each year of service in excess of 25 years; plus, for service rendered after July 1, 2012 and prior to July 1, 2014, 1.5 percent of average final compensation for each year of service; plus \$12 for each year of city service not to exceed \$120. Notwithstanding the foregoing, for members of the Michigan Council 25 of the American Federation of State, County and Municipal Employees, AFL-CIO Local 2920 and the Detroit Senior Water Systems Chemists Association bargaining units, the effective date of the 1.5 percent multiplier was April 1, 2013 for all years of service rendered after that date. In no case shall benefits paid by the Systems exceed 90 percent of average final compensation.

Upon retirement, PFRS Component II plan members will receive a straight life retirement allowance. The benefits consist of an annuity that is the actuarial equivalent of the member's accumulated contributions credit in the Annuity Savings Fund at the time of retirement. In addition, a pension is added to the member's annuity providing a straight life retirement allowance equal to: 2.0 percent of his or her average final compensation, multiplied by the number of years and fraction of a year, of his or her creditable service, not to exceed 25 years, provided that the retirement allowance of a police employee shall in no case exceed 15/22 of the maximum earnable compensation of a patrolman and the retirement allowance of a firefighter shall not exceed 15/22 of the maximum earnable compensation of a firefighter (and, if either or both of the said ranks shall be hereafter abolished, the equivalent thereof). The foregoing pension limitation shall not apply to any police employee or fire employee who, on July 1, 1941, shall be entitled to a certificate for 20 years or more of prior service and who remains under the provisions of Chapter XV or Chapter XXI of Title IV of the 1918 Detroit City Charter.

In the event the eligible retiree's estimated adjusted annual household income in any calendar year after the first year that the eligible retiree receives a benefit from the Income Stabilization Fund is less than 105 percent of the federal poverty level in that year, the eligible retiree will receive an additional Income Stabilization Benefit Plus benefit commencing as of the next following July 1.

Note 8 - Pension Plans (Continued)

Component I

Component I is considered a hybrid plan because it includes a defined benefit component and a defined contribution component. Component I of the plan document applies to benefits accrued by members of the GRS and PFRS on and after July 1, 2014. The Component I plans provide retirement, disability, and survivor benefits to plan members and beneficiaries. Upon retirement, PFRS Component I plan members will receive a straight life retirement allowance that shall be equal to 2 percent of the member’s average final compensation multiplied by the member’s years of credited service earned after June 30, 2014. For GRS, plan members will receive a straight life retirement allowance that shall be equal to 1.5 percent of the member’s average final compensation multiplied by the member’s years of credited service earned after June 30, 2014.

Employees Covered by Benefit Terms

The following members were covered by the benefit terms:

	GRS Component I	GRS Component II	PFRS Component I	PFRS Component II
	June 30, 2020	June 30, 2020	June 30, 2020	June 30, 2020
Date of member count				
Inactive plan members or beneficiaries currently receiving benefits	508	11,220	240	7,960
Inactive plan members entitled to but not yet receiving benefits	880	2,728	701	389
Active plan members (includes DROP members)	5,106	2,403	2,665	2,126

Employer Contributions

Component II

GRS: During fiscal year 2021, employer contributions were determined by the provisions of the POA detailed under Exhibit II.B.3.r.ii.A. Included within contributions recognized by the pension plan for fiscal year 2021 in Component II are contributions from the Foundation for Detroit’s Future (the "Foundation") in the amount of \$375,000 and \$47,900,000 of contributions from the city-related entities and the Great Lakes Water Authority. Until fiscal year 2024, the only contributions to be made to Component II will be those received from the Foundation and the city-related entities and the Great Lakes Water Authority. Beginning in fiscal year 2024, under the terms of the POA, contributions from the City will resume and will be based on actuarial funding policies that have not yet been established by the GRS.

PFRS: During fiscal year 2021, employer contributions were determined by the provisions of the POA detailed under Exhibit II.B.3.q.ii.A. Included in employer contributions in Component II are contributions from the Foundation for Detroit’s Future in the amount of \$18,300,000. Going forward, until 2024, the only contributions to be made to Component II will be those received from the Foundation, as specified in the POA. Beginning in fiscal year 2024, under the terms of the POA, contributions from the City will resume and will be based on actuarial funding policies.

Component I

GRS: Per Section 9.3 of the Combined Plan, commencing on July 1, 2014 and ending on June 30, 2023, the City is required to contribute 5 percent of compensation. During the fiscal year ended June 30, 2021, the City and related entities contributed \$11,704,302. Beginning in fiscal year 2024, under the terms of the POA, contributions from the City will be based on actuarial funding policies that have not yet been established by the GRS.

June 30, 2021

Note 8 - Pension Plans (Continued)

PFRS: During fiscal year 2021, employer contributions are not actuarially determined but are determined by the provisions of the Combined Plan. Contributions from the City into Component I range from 11.2 percent to 12.25 percent of base compensation for eligible employees. These contributions rates are fixed by the POA through June 30, 2023 and may be increased if required according to the fiscal responsibility provision in the plan. During fiscal year 2021, employer contributions to Component I were \$19,209,594. Beginning in fiscal year 2024, under the terms of the POA, contributions from the City will be based on actuarial funding policies.

Employee Contributions

Contribution requirements of plan members are established and may be amended by the board of trustees in accordance with the City Charter, union contracts, and plan provisions. For the year ended June 30, 2021, there were no employee contributions into Component II, as the plan was frozen as of June 30, 2014. Effectively, employee contributions were allowed only until August 1, 2014.

Contributions into Component I began with the members' first payroll date occurring in August 2014. With respect to GRS Component I, nonuniformed employees who are members of GRS are now required to make mandatory contributions of 4 percent of pay toward their defined benefit. Additionally, employees can make voluntary contributions of 3, 5, or 7 percent of annual pay. During fiscal year 2021, the GRS Component I plan received mandatory and voluntary employee contributions of \$14,517,266. With respect to PFRS Component I, members hired on or before June 30, 2014 contribute 6 percent of base compensation, and all employees hired on or after July 1, 2014 contribute 8 percent of compensation. During fiscal year 2021, the PFRS Component I plan received mandatory and voluntary employee contributions of \$11,079,231.

Net Pension Liability (Asset)

As permitted by GASB Statement No. 68, the City has chosen to use June 30, 2020 as its measurement date for the net pension liability (asset) for its fiscal year 2021 financial statements. The net pension liability (asset) was calculated using the total pension liability and the Systems' fiduciary net position as of June 30, 2020. The June 30, 2020 total pension liability was determined by an actuarial valuation performed as of June 30, 2019, which used update procedures to roll forward the estimated liability to June 30, 2020. In determining the fiduciary net position, the balances of the Income Stabilization Fund have not been included. The Income Stabilization Fund balances as of June 30, 2020 are approximately \$11.7 million and \$4.7 million for Component II for the GRS and PFRS, respectively.

Effective January 1, 2016, Great Lakes Water Authority was launched. Accordingly, the prior DWSD division in Component II was split into two - one representing the ongoing DWSD department, now referenced as DWSD-Retail (DWSD-R), and another to represent the GLWA serving water and sewer customers in areas outside of the City. On December 1, 2015, a triparty agreement referred to as the pension reporting agreement between the City of Detroit, Michigan; the General Retirement System of the City of Detroit; and GLWA was signed. Per the POA and Section 4.3 of the lease agreements, GLWA is required to pay a portion of the pension obligation that will be allocable to the Detroit Water and Sewer Department. The purpose of the pension reporting agreement is to set forth determining the funding status for the DWSD pension pool and for GRS to agree to provide GLWA with certain actuarial and other reports to enable GLWA to properly manage and pay its portion of the pension obligation that is allocable to DWSD. In accordance with the pension reporting agreement, the net position and liabilities of DWSD were allocated between DWSD-R and GLWA. Per written directions, GLWA is to be allocated 70.3 percent of the net position and liabilities of DWSD. Because GLWA has no employees or retirees in the Combined Plan, GLWA is considered a nonemployer contributing entity in accordance with GASB Statement No. 67.

June 30, 2021

Note 8 - Pension Plans (Continued)

The net pension liability (asset), total deferred outflows of resources, and total deferred inflows of resources included in the following tables include the portion allocable to GLWA. GLWA's portion of the total Component II net pension liability of \$1,102,348,071 at June 30, 2020 was \$144,305,199, with the remainder allocable to the City and related entities. GLWA's portion of the total Component II deferred outflow was \$61,687,253. There were no deferred inflows reported for Component II. As this arrangement meets the definition of a special funding situation per GASB Statement No. 68, GLWA's pension expense is recognized by the City.

Changes in the net pension liability (asset) during the measurement year were as follows:

GRS Component I

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at July 1, 2019	\$ 134,403,855	\$ 130,263,912	\$ 4,139,943
Changes for the year:			
Service cost	28,255,984	-	28,255,984
Interest	10,270,622	-	10,270,622
Changes in assumptions	6,518,200	-	6,518,200
Difference between expected and actual experience	(7,464,424)	-	(7,464,424)
Contributions - Employer	-	12,515,861	(12,515,861)
Contributions - Employee	-	15,929,752	(15,929,752)
Net investment loss	-	(2,216,167)	2,216,167
Benefit payments, including refunds	(3,629,833)	(3,629,833)	-
Administrative expenses	-	(1,540,433)	1,540,433
Other income	-	1,237,613	(1,237,613)
Net changes	33,950,549	22,296,793	11,653,756
Balance at June 30, 2020	\$ 168,354,404	\$ 152,560,705	\$ 15,793,699

GRS Component II

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at July 1, 2019	\$ 2,733,602,681	\$ 1,798,906,827	\$ 934,695,854
Changes for the year:			
Interest	192,888,245	-	192,888,245
Changes in assumptions	67,677,535	-	67,677,535
Differences between expected and actual experience	(55,836,749)	-	(55,836,749)
Contributions - Employer	-	48,275,000	(48,275,000)
Net investment loss	-	(14,002,111)	14,002,111
Benefit payments, including refunds	(239,881,652)	(239,881,652)	-
Administrative expenses	-	(2,351,273)	2,351,273
Other (includes ASF recoupment)	-	5,155,198	(5,155,198)
Net changes	(35,152,621)	(202,804,838)	167,652,217
Balance at June 30, 2020	\$ 2,698,450,060	\$ 1,596,101,989	\$ 1,102,348,071

June 30, 2021

Note 8 - Pension Plans (Continued)

PFRS Component I

Changes in Net Pension Asset	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Asset
Balance at July 1, 2019	\$ 121,704,815	\$ 158,967,545	\$ (37,262,730)
Changes for the year:			
Service cost	29,188,041	-	29,188,041
Interest	9,617,240	-	9,617,240
Changes in benefits	(748,011)	-	(748,011)
Differences between expected and actual experience	(62,923)	-	(62,923)
Changes in assumptions	1,037,498	-	1,037,498
Contributions - Employer	-	18,028,236	(18,028,236)
Contributions - Employee	-	10,366,173	(10,366,173)
Net investment income	-	1,389,177	(1,389,177)
Benefit payments, including refunds	(4,707,048)	(4,707,048)	-
Administrative expenses	-	(1,619,042)	1,619,042
Other income	-	1,628,497	(1,628,497)
Net changes	34,324,797	25,085,993	9,238,804
Balance at June 30, 2020	\$ 156,029,612	\$ 184,053,538	\$ (28,023,926)

PFRS Component II

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at July 1, 2019	\$ 3,669,742,652	\$ 2,670,843,356	\$ 998,899,296
Changes for the year:			
Interest	253,048,801	-	253,048,801
Changes in benefits	(4,490,368)	-	(4,490,368)
Changes in assumptions	13,171,037	-	13,171,037
Differences between expected and actual experience	(13,062,993)	-	(13,062,993)
Contributions - Employer	-	18,300,000	(18,300,000)
Net investment income	-	31,216,638	(31,216,638)
Benefit payments, including refunds	(300,575,691)	(300,575,691)	-
Administrative expenses	-	(2,449,246)	2,449,246
Other expense	-	(86,917)	86,917
Net changes	(51,909,214)	(253,595,216)	201,686,002
Balance at June 30, 2020	\$ 3,617,833,438	\$ 2,417,248,140	\$ 1,200,585,298

June 30, 2021

Note 8 - Pension Plans (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2021, pension expense was \$14,218,175 for the General Retirement System Component I, \$135,590,253 for the General Retirement System Component II, \$15,490,654 for the Police and Fire Retirement System Component I, and \$135,643,412 for the Police and Fire Retirement System Component II.

At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	GRS - Component I		GRS - Component II	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 10,090,851	\$ (8,396,418)	\$ -	\$ -
Changes in assumptions	7,407,062	(3,531,868)	-	-
Net difference between projected and actual earnings on pension plan investments	10,681,109	-	140,288,710	-
Employer contributions to the plan subsequent to the measurement date	11,704,302	-	48,275,000	-
Total	\$ 39,883,324	\$ (11,928,286)	\$ 188,563,710	\$ -

	PFRS - Component I		PFRS - Component II	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (11,936,836)	\$ -	\$ -
Changes in assumptions	1,902,508	(644,306)	-	-
Net difference between projected and actual earnings on pension plan investments	10,312,520	-	146,006,749	-
Employer contributions to the plan subsequent to the measurement date	19,209,594	-	18,300,000	-
Total	\$ 31,424,622	\$ (12,581,142)	\$ 164,306,749	\$ -

June 30, 2021

Note 8 - Pension Plans (Continued)

A total of \$11,704,302 for the General Retirement System Component I, \$48,275,000 for the General Retirement System Component II, \$19,209,594 for the Police and Fire Retirement System Component I, and \$18,300,000 for the Police and Fire Retirement System Component II are reported as deferred outflows of resources resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Included in those amounts are amounts sourced from the sale of city-owned artwork with proceeds from the Foundation for Detroit's Future, as outlined in the POA (also referred to as the "Grand Bargain"). The deferred outflows of resources and deferred inflows of resources related to the remaining deferrals will be amortized and recognized as an addition to or a reduction of pension expense as follows:

Years Ending June 30	GRS - Component I	GRS - Component II	PFRS - Component I	PFRS - Component II
2022	\$ 2,043,581	\$ 25,939,512	\$ (290,496)	\$ 25,049,375
2023	4,074,804	40,615,734	582,857	41,559,027
2024	4,516,809	45,774,541	786,926	49,360,512
2025	3,540,099	27,958,923	58,080	30,037,835
2026	995,106	-	(954,947)	-
Thereafter	1,080,337	-	(548,534)	-
Total	\$ 16,250,736	\$ 140,288,710	\$ (366,114)	\$ 146,006,749

Actuarial Assumptions

The total pension liability in each actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

	GRS Component I	GRS Component II	PFRS Component I	PFRS Component II
Salary increases (including inflation)	2.0 - 3.0%	N/A	2.0 - 3.0%	N/A
Investment rate of return (net of investment expenses)	7.06	7.06	7.15	7.15

Based on an experience study from 2008-2013 issued in February 2015, the mortality table assumption was based on the RP-2014 Blue Collar Annuitant Table for males and females. The tables are projected to be fully generational, based on the two-dimensional sex-distinct mortality scale MP-2014. Other than mortality and the investment rate of return, the actuarial assumptions used in the valuation to calculate the total pension liability at June 30, 2020 were based on the results of an actuarial experience study for the period from 2002-2007 modified as necessary to account for the difference in eligibility of this new plan. While the Systems routinely have an experience study performed by an actuary every five years, the last experience study for the period from July 1, 2007 through June 30, 2012 was started but not completed due to the City's bankruptcy. To avoid any distortions from the bankruptcy period, the Systems have chosen to have the next experience study performed for the period from July 1, 2015 through June 30, 2020.

Cost of Living Adjustments

GRS Component I plan has a postretirement COLA feature, known as the Variable Pension Improvement Factor (VPIF), of a 2 percent simple COLA. It can be granted beginning on July 1, 2018 only if the five-year projection shows the plan funded status at 100 percent based upon 6.75 percent future investment return. For the purpose of the total pension liability, the actuary assumed a 0.50 percent simple COLA beginning on July 1, 2020 to model the potential average COLA over time. Had no COLA been assumed, the net pension asset would have been \$10,204,991. Had the full 2 percent COLA been assumed, the net pension liability would have been \$32,561,114.

Note 8 - Pension Plans (Continued)

PFRS Component I plan also has a VPIF of a 1 percent compound COLA. It can be granted beginning on July 1, 2015 only if the five-year projection shows the plan's funded status above 90 percent based upon 6.75 percent future investment return. For the purpose of the total pension liability, the actuary assumed a 0.50 percent compound COLA beginning on July 1, 2020 to model the potential average COLA over time. Had no COLA been assumed, the net pension asset would have been \$36,321,471. Had the full 1 percent COLA been assumed, the net pension asset would have been \$18,930,038.

Benefit Changes - For PFRS Component I plan, during the current year, new DROP plan provisions were adopted. The new provisions allow DPOA members to participate in the program for a maximum of 10 years, up from the prior maximum of 5 years. This change resulted in a \$0.7 million decrease in the total pension liability.

Discount Rates

The discount rate used to measure the total pension liability as of June 30, 2020 was 7.06 percent for both General Retirement System plans and 7.15 percent for both Police and Fire Retirement System plans. This was a decrease in discount rate used at the beginning of the year of 7.38 and 7.19, respectively. For the Component II plans, the projection of cash flows used to determine the discount rates assumed that employee contributions will cease as of June 30, 2014 and that city contributions, including contributions sourced from the proceeds of the sale of artwork from the State of Michigan and the Foundation for Detroit's Future, will be made at rates equal to those set by the final Plan of Adjustment through June 30, 2023, followed by actuarially determined contributions beginning in 2024. For the Component I plans, the projection of cash flows used to determine the discount rates assumed that employee contributions will be made at the current contribution rate. Contributions to the Combined Plan are projected to be at the minimum amounts required by the Plan of Adjustment through 2023, followed by actuarially determined contributions beginning in 2024. While no funding policy has been adopted by the City of Detroit, Michigan, the projection of cash flows assumes full funding of contributions such that the plan's net position will be sufficient to make all benefit payments. City management believes that the funding practice adopted by the City will be consistent with the underlying objective used in the projection to develop the single discount rate.

Investment Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return as of June 30, 2020 for each major asset class, including the pension plan's target asset allocation, are summarized in the following tables:

GRS Component I and II

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global equity	37.00 %	6.37 %
Global fixed income	27.00	3.02
Real estate/real assets	15.00	5.39
Private equity	8.00	10.57
Hedge funds	5.00	3.69
Diversifying strategies	8.00	2.38

June 30, 2021

Note 8 - Pension Plans (Continued)

PFRS Component I and II

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global equity	32.00 %	6.30 %
Global fixed income	37.00	2.86
Real estate/real assets	10.00	5.05
Private equity	10.00	10.57
Hedge funds	5.00	3.69
Master limited partnerships	5.00	6.06
Cash	1.00	0.02

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.06 percent for both General Retirement System plans and 7.15 percent for both Police and Fire Retirement System plans, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percentage Point Decrease (6.06% for GRS and 6.15% for PFRS)	Current Discount Rate (7.06% for GRS and 7.15% for PFRS)	1 Percentage Point Increase (8.06% for GRS and 8.15% for PFRS)
Net pension liability (asset) of the GRS Component I	\$ 39,344,149	\$ 15,793,699	\$ (3,268,972)
Net pension liability of the GRS Component II	1,337,170,340	1,102,348,071	901,292,510
Net pension liability (asset) of the PFRS Component I	1,060,173	(28,023,926)	(51,191,901)
Net pension liability of the PFRS Component II	1,568,084,266	1,200,585,298	902,920,067

Pension Plan Fiduciary Net Position

Detailed information about the plan's fiduciary net position is available in the separately issued financial report. The report can be obtained from City of Detroit Retirement Systems, One Detroit Center, 500 Woodward Ave., Suite 3000, Detroit, MI 48226 or obtained from the Systems' website (www.rscd.org). For the purpose of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the plans' fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the plans. The plans use the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Note 8 - Pension Plans (Continued)

Deferred Retirement Option Program (DROP)

The contribution and benefits provisions of new PFRS may not be amended by the City prior to July 1, 2023 other than as required to comply with (i) applicable federal law or (ii) the Plan of Adjustment. However, on September 13, 2018, the City filed a Motion for Authority to Modify the Confirmed Plan of Adjustment to revise the Deferred Retirement Option Program for certain new PFRS plan members. The motion was filed pursuant to recently negotiated collective bargaining agreements and sought to extend the DROP from a maximum period of 5 years to 10 years for eligible command officers, lieutenants, and sergeants. Under the DROP, eligible new PFRS members may defer the receipt of their full retirement benefit and instead continue active service, while collecting 75 percent of their monthly retirement benefit into a third-party account. DROP participants no longer accrue additional service credit in the new PFRS plan during their remaining active service. The DROP allocations continue if the member continues to be actively employed as a police officer or a firefighter with the City. The member is eligible to withdraw the amounts deposited with the third-party administrator upon retirement. In addition, upon retirement, the retiree receives 100 percent of his or her retirement benefits. On October 31, 2018, the bankruptcy court granted the City's motion to extend the DROP for command officers, lieutenants, and sergeants. On April 19, 2019, the City filed a similar motion to extend the DROP for all other police officers pursuant to a similar provision in a negotiated collective bargaining agreement approved in October 2018. This motion was also granted by the bankruptcy court on May 9, 2019. On August 31, 2021, the City filed a motion to extend the DROP from a maximum period of 10 years for lieutenants and sergeants whose retirement would result in a hardship on department needs or operations determined by the chief of police. After mutual agreement with the member, an extension of the retirement date may be granted in 1-year increments, not to exceed an additional 5 years for a total of 15 total years in the DROP. This motion was also granted by the bankruptcy court on September 21, 2021.

Note 9 - Pension Allocations

The calculation of key pension elements was performed by the actuary based on underlying census data for governmental activities, transportation, DWSD (water and sewage disposal), library, airport, and parking. DWSD was further allocated between water and sewer based on budgeted payroll expense. A total of 100 percent of PFRS amounts are reported in governmental activities. Pension amounts for each reporting unit are as follows:

	Governmental Activities		Total Governmental Activities	Water Fund	Sewage Disposal Fund	Transportation Fund
	Police and Fire System	General System				
Proportionate share of the net pension liability (1)	100.00 %	54.65 %		3.37 %	2.32 %	25.30 %
Net pension liability	\$ 1,200,585,298	\$ 611,140,883	\$ 1,811,726,181	\$ 37,640,860	\$ 25,994,469	\$ 282,873,658
Net pension asset	28,023,927	-	28,023,927	-	-	-
Pension expense	151,134,066	85,558,485	236,692,551	5,761,355	3,860,818	29,416,882
Deferred outflows of resources representing contributions subsequent to the measurement date	37,509,594	11,356,204	48,865,798	8,197,009	5,902,182	1,490,056
Deferred outflows of resources representing the net difference between projected and actual earnings on pension plan investments	156,319,269	83,755,265	240,074,534	8,544,905	6,135,554	13,854,838
Deferred outflows of resources representing assumption changes related to economic and demographic factors	1,902,508	5,151,743	7,054,251	366,957	521,557	997,517
Deferred inflows of resources representing assumption changes related to economic and demographic factors	(644,306)	(2,526,779)	(3,171,085)	(112,321)	(159,644)	(536,103)

June 30, 2021

Note 9 - Pension Allocations (Continued)

	Airport Fund	Total Business-type Activities	Total Reporting Entity	Detroit Public Library - Component Unit	GLWA (1)	Total General Retirement System
Proportionate share of the net pension liability (1)	0.12 %		- %	1.33 %	12.91 %	
Net pension liability	\$ 1,339,494	\$ 347,848,481	\$ 2,159,574,662	\$ 14,847,208	\$ 144,305,199	\$ 1,118,141,771
Net pension asset	-	-	28,023,927	-	-	-
Pension expense	179,480	39,218,535	275,911,086	2,325,172	22,706,236	149,808,428
Deferred outflows of resources representing contributions subsequent to the measurement date	553	15,589,800	64,455,598	2,874,598	30,158,700	59,979,302
Deferred outflows of resources representing the net difference between projected and actual earnings on pension plan investments	178,949	28,714,246	268,788,780	6,993,537	31,528,553	150,991,601
Deferred outflows of resources representing assumption changes related to economic and demographic factors	7,223	1,893,254	8,947,505	362,065	-	7,407,062
Deferred inflows of resources representing assumption changes related to economic and demographic factors	(3,542)	(811,610)	(3,982,695)	(193,479)	-	(3,531,868)
	<u>Governmental Activities</u>					
	Police and Fire System	General System	Total Governmental Activities	Water Fund	Sewage Disposal Fund	Transportation Fund
Deferred outflows of resources representing difference between expected and actual experience	\$ -	\$ 9,115,840	\$ 9,115,840	\$ 223,601	\$ 317,806	\$ 303,107
Deferred inflows of resources representing difference between expected and actual experience	(11,936,836)	(3,527,156)	(15,463,992)	(787,120)	(1,118,741)	(1,656,194)
Deferred outflows of resources representing changes in proportion and differences between employer contributions and share of contributions	-	335,140	335,140	-	-	-
Deferred inflows of resources representing changes in proportion and differences between employer contributions and share of contributions	-	(300,555)	(300,555)	-	-	-
Amortization of deferred amounts (exclusive of deferred outflows of resources resulting from contributions subsequent to measurement date):						
2021	\$ 24,758,879	\$ 16,367,658	\$ 41,126,537	\$ 1,312,421	\$ 675,884	\$ 2,186,269
2022	42,141,884	25,554,486	67,696,370	2,473,135	1,796,865	3,998,592
2023	50,147,438	29,124,100	79,271,538	2,717,575	1,951,917	4,410,599
2024	30,095,915	18,434,405	48,530,320	1,732,891	1,271,866	2,594,103
2025	(954,947)	1,270,366	315,419	-	-	(134,419)
Thereafter	(548,534)	1,252,483	703,949	-	-	(91,979)
Total	\$ 145,640,635	\$ 92,003,498	\$ 237,644,133	\$ 8,236,022	\$ 5,696,532	\$ 12,963,165
Sensitivity analysis:						
Net pension liability at 6.06 (GRS) and 6.15 (PFRS) percent discount rate	\$ 1,569,144,439	\$ 752,359,229		\$ 44,507,273	\$ 31,540,201	\$ 349,897,273
Net pension liability at 8.06 (GRS) and 8.15 (PFRS) percent discount rate	851,728,166	490,831,228		25,247,186	16,021,911	228,261,889

June 30, 2021

Note 9 - Pension Allocations (Continued)

	Airport Fund	Total Business-type Activities	Total Reporting Entity	Detroit Public Library - Component Unit	GLWA (1)	Total General Retirement System
Deferred outflows of resources representing difference between expected and actual experience	\$ 12,780	\$ 857,294	\$ 9,973,134	\$ 117,717	\$ -	\$ 10,090,851
Deferred inflows of resources representing difference between expected and actual experience	(4,945)	(3,567,000)	(19,030,992)	(1,302,265)	-	(8,396,421)
Deferred outflows of resources representing changes in proportion and differences between employer contributions and share of contributions	464	464	335,604	-	-	335,604
Deferred inflows of resources representing changes in proportion and differences between employer contributions and share of contributions	(35,049)	(35,049)	(335,604)	-	-	(335,604)
Amortization of deferred amounts (exclusive of deferred outflows of resources resulting from contributions subsequent to measurement date):						
2021	\$ (740)	\$ 4,173,834	\$ 45,300,371	\$ 1,200,986		\$ 21,742,478
2022	53,672	8,322,264	76,018,634	1,799,056		35,675,806
2023	61,201	9,141,292	88,412,830	2,001,936		40,267,328
2024	38,209	5,637,069	54,167,389	1,200,143		25,271,617
2025	1,781	(132,638)	182,781	(142,622)		995,106
Thereafter	1,757	(90,222)	613,727	16,083		1,178,344
Total	\$ 155,880	\$ 27,051,599	\$ 264,695,732	\$ 6,075,582		
Sensitivity analysis:						
Net pension liability at 6.06 (GRS) and 6.15 (PFRS) percent discount rate	\$ 1,649,015	\$ -		\$ 18,728,001		
Net pension liability at 8.06 (GRS) and 8.15 (PFRS) percent discount rate	1,075,800	-		11,924,375		

(1) In accordance with the lease agreement with GLWA (see Note 13), portions of the General Retirement System - Component II net pension liability are allocated to Great Lakes Water Authority and deemed to be a special funding situation.

Note 10 - Other Postemployment Benefit Plan

Prior to the City’s bankruptcy in 2014, the City had offered retiree health care, life insurance, and a supplemental death benefit plan. Under the City’s plan of adjustment approved in the bankruptcy case, the City did the following:

- Restructured retiree health benefits through the creation of two new voluntary employee beneficiary associations (or VEBAs), which include the General Retiree Health Care Trust and the Police and Fire Retiree Health Care Trust.
- Terminated the Employee Health and Life Insurance Benefit Plan effective December 31, 2014.
- Closed the existing supplemental death benefits plan to new members effective December 10, 2014; benefits to be paid to individuals retiring prior to that date are limited to the assets allocated to that closed plan. There are no further contribution requirements for the City for plan members who were retired as of that date.

Remaining plans as of June 30, 2021 are as follows:

- Defined benefit plans:
 - o Death benefit plan - Open to all employees providing services after December 10, 2014
 - o Closed death benefit plan

Note 10 - Other Postemployment Benefit Plan (Continued)

- Defined contribution plans:
 - o General Retiree Health Care Trust (VEBA)
 - o Police and Fire Retiree Health Care Trust (VEBA)
 - o Post-2014 Non-Safety Employee Retiree Health Care Trust (VEBA)
 - o Coalition of Detroit Public Safety Unions Trust (VEBA)

Open Death Benefit Plan

Plan Description

The Death Benefit Plan is a prefunded single-employer defined benefit plan administered by the City of Detroit Employees Death Benefit Board of Trustees and is reported and administered by the General Retirement System of the City of Detroit. Detailed information about the death benefit plan’s fiduciary net position is available in the separately issued financial report of the General Retirement System. The report can be obtained from City of Detroit Employee Benefit Trust, One Detroit Center, 500 Woodward Ave., Suite 3000, Detroit, MI 48226 or obtained from its website (www.rscd.org). For the purpose of measuring the net death benefit liability, deferred outflows of resources and deferred inflows of resources related to death benefit, and death benefit expense, information about the plan’s fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the death benefit plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Benefit payments are recognized as expense when due and payable in accordance with the benefit terms.

Benefits Provided

In accordance with Section 13, Article 8 of the Code of Ordinances, effective July 1, 1999 and prior to the member’s retirement from the City, a death benefit of \$10,000 will be paid. After retirement of the member from the City, the amount of death benefits paid is based upon the retiree’s years of city service ranging from \$1,860 (for 8 to 10 years of service) to \$3,720 (for 30 years of service). For years of service beyond 30 years, \$93 will be added per year for each additional year of service.

Employees Covered by Benefit Terms

In accordance with the City of Detroit, Michigan’s plan of adjustment, the Death Benefit Plan was split into two parts: an Open Plan and a Closed Plan. Members retired on or before December 10, 2014 are in the Closed Plan. Members who retire after December 10, 2014 (provided they were active on or after December 10, 2014) are in the Open Plan.

The following members were covered by the benefit terms in the Open Plan:

	Death Benefit Plan
Date of member count	June 30, 2020
Retirees and beneficiaries	2,694
Active plan members	7,665
Total plan members	10,359

June 30, 2021

Note 10 - Other Postemployment Benefit Plan (Continued)

Contributions

The City of Detroit Employee Benefit Plan board establishes contribution rates for the Death Benefit Plan; however, the City of Detroit, Michigan is under no legal obligation to prefund the plan benefits. The board's policy is to develop an employer contribution that is the greater of (1) the per active person rate in the City of Detroit, Michigan Ordinance or (2) normal cost plus a 29-year closed (30-year closed period beginning with the June 30, 2019 valuation) amortization of unfunded actuarial accrued liability on a per active person basis. Currently, the per person contributions provided in the ordinance are greater than the normal cost plus amortization of unfunded actuarial accrued liability. For the year ended June 30, 2021, the employer contribution rate for each active member was \$13.30 a year, except for police lieutenants and sergeants and fire equivalents. For police lieutenants and sergeants and fire equivalents, the employer contribution rate for each member was \$20.70 a year. For retirees, no employer contribution is required. Active plan members are required to contribute \$10.40 a year, except for police lieutenants and sergeants and fire equivalents, who contribute \$13.00 a year. For retired plan members, required contributions are \$1.08 a year. During the year ended June 30, 2021, there were employer contributions of \$114,790 and employee contributions of \$96,996.

Net OPEB Liability

The June 30, 2021 fiscal year end reported net OPEB liability was determined using a measure of the total OPEB liability and the OPEB net position as of the June 30, 2021 measurement date. The June 30, 2021 total OPEB liability was determined by an actuarial valuation performed as of June 30, 2020, which used update procedures to roll forward the estimated liability to June 30, 2021.

Changes in the net OPEB liability during the measurement year were as follows:

Changes in Net OPEB Liability	Increase (Decrease)		
	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balance at July 1, 2020	\$ 4,485,073	\$ 4,024,699	\$ 460,374
Changes for the year:			
Service cost	129,692	-	129,692
Interest	311,172	-	311,172
Differences between expected and actual experience	2,304	-	2,304
Changes in assumptions	806,689	-	806,689
Contributions - Employer	-	114,790	(114,790)
Contributions - Employee	-	96,996	(96,996)
Net investment income	-	1,165,821	(1,165,821)
Benefit payments, including refunds	(213,821)	(213,821)	-
Administrative expenses	-	(55,594)	55,594
Net changes	1,036,036	1,108,192	(72,156)
Balance at June 30, 2021	\$ 5,521,109	\$ 5,132,891	\$ 388,218

June 30, 2021

Note 10 - Other Postemployment Benefit Plan (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the City recognized OPEB expense of \$203,704.

At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 433,969	\$ -
Changes in assumptions	696,368	-
Net difference between projected and actual earnings on OPEB plan investments	-	(542,287)
Total	<u>\$ 1,130,337</u>	<u>\$ (542,287)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Years Ending June 30</u>	<u>Amount</u>
2022	\$ 83,953
2023	90,477
2024	85,337
2025	13,555
2026	156,532
Thereafter	158,196
Total	<u>\$ 588,050</u>

Actuarial Assumptions

The valuation used an inflation assumption of 2.5 percent, an investment rate of return (net of investment expenses) of 5.99 percent, and the RP-2014 mortality tables. These assumptions were applied to all periods included in the measurement.

Based on an experience study from 2008-2013 issued in February 2015, the mortality table assumption for general, EMS, and D.O.T. was 100 percent of the RP-2014 Blue Collar Annuitant Table set forward one year for males and 100 percent of the RP-2014 Blue Collar Annuitant Table set forward one year for females. For police and fire, the mortality tables used in evaluating death benefits to be paid to retired members was 100 percent of the RP-2014 Blue Collar Annuitant Table with no set-forward for males or females. Tables were extended below age 50 with a cubic spline to the published juvenile rates.

Discount Rate

The discount rate used to measure the total OPEB liability was 5.99 percent. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate.

Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

June 30, 2021

Note 10 - Other Postemployment Benefit Plan (Continued)

Investment Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. The board has not adopted a formal investment policy; however, the pension board approved a formal investment allocation in August 2014. The target allocation and best estimates of geometric real rates of return as of the June 30, 2021 measurement date for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	26.00 %	4.24 %
International equities	25.00	4.88
Bonds	25.00	1.38
REITs	4.00	3.71
Global multisector fixed income	20.00	1.29

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the City, calculated using the discount rate of 5.99 percent, as well as what the City's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percentage Point Decrease (4.99%)	Current Discount Rate (5.99%)	1 Percentage Point Increase (6.99%)
Net OPEB liability (asset)	\$ 1,404,966	\$ 388,218	\$ (410,987)

Closed Death Benefit Plan

Plan Description

The Closed Death Benefit Plan is a prefunded single-employer defined benefit plan administered by the City of Detroit Employees Death Benefit Board of Trustees and is reported and administered by the General Retirement System of the City of Detroit. Detailed information about the death benefit plan's fiduciary net position is available in the separately issued financial report of the General Retirement System. The report can be obtained from City of Detroit Employee Benefit Trust, One Detroit Center, 500 Woodward Ave., Suite 3000, Detroit, MI 48226 or obtained from its website (www.rscd.org). For the purpose of measuring the net death benefit liability, deferred outflows of resources and deferred inflows of resources related to death benefit, and death benefit expense, information about the plan's fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the death benefit plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Benefit payments are recognized as expense when due and payable in accordance with the benefit terms.

Benefits Provided

In accordance with Section 13, Article 8 of the Code of Ordinances, effective July 1, 1999 and prior to the member's retirement from the City, a death benefit of \$10,000 will be paid. After retirement of the member from the City, the amount of death benefits paid is based upon the retiree's years of city service ranging from \$1,860 (for 8 to 10 years of service) to \$3,720 (for 30 years of service). For years of service beyond 30 years, \$93 will be added per year for each additional year of service. The Closed Death Benefit Plan covers those retirees who retired on or before December 31, 2014.

Note 10 - Other Postemployment Benefit Plan (Continued)

Contributions

The City of Detroit, Michigan allocated \$30,423,997 to the Closed Death Benefit Plan as of December 31, 2014 to fully fund the plan. There are no required additional contributions. For retired plan members, required employee contributions are \$1.08 a year.

Total OPEB Liability

The Closed Death Benefit Plan will provide future benefits only to the extent that plan assets are available to pay them. After the contribution in 2014, no further employer contributions will be made to the Plan. As such, the total OPEB liability as of June 30, 2021 is equal to the plan net position of \$24,966,568.

Other Retiree Health Care Plans - Defined Contribution

Plan Description

The City provides retiree health care benefits to eligible retirees, spouses, and dependents through four plans: the General Retiree Health Care Trust, the Police and Fire Retiree Health Care Trust, the Post-2014 Non-Safety Employee Retiree Health Care Trust, and the Coalition of Public Safety Employees' Health Care Trust (the "C.O.P.S. Trust"). All four trusts are established as governmental voluntary employee beneficiary associations (VEBAs) pursuant to Section 501(c)(9) of the Internal Revenue Code of 1986, as amended, and all four are governed by a separate board of trustees responsible for administering benefits.

During the fiscal year ended June 30, 2019, the Detroit Fire Fighters Association (DFFA), the Detroit Police Officers Association (DPOA), the Detroit Police Lieutenants and Sergeants Associations (DPLSA), and the Detroit Police Command Officers Association (DPCOA) agreed to create a separate tax-exempt VEBA to provide postretirement health care reimbursement arrangement (HRA) benefits to eligible city retired public safety employees and their qualifying dependents. The Coalition of Detroit Public Safety Unions (CDPSU) was established pursuant to Section 501(c)(9) of the Internal Revenue Code of 1986, as amended, and is governed by a separate board of trustees responsible for administering benefits. The assets with the Coalition of Public Safety Employees' Health Care Trust were transferred to fund this new trust in May 2019.

Plan Provisions

Benefits provisions and contribution requirements for the General Retiree Health Care Trust and the Police and Fire Retiree Health Care Trust were established under the Plan of Adjustment. These trusts provide retiree health care to retirees who retired prior to December 31, 2014. The trusts were distributed proceeds from the City's financial recovery bonds. These bonds represent the entire funding responsibility of the City. City contributions of \$43,750 to each trust will continue to be made annually until 2034 under a grant agreement with the Foundation for Detroit's Future. Required member contributions are based on the benefit plans selected. Retiree contributions during the most recent plan year ended December 31, 2020 were \$3,087,152 and \$3,017,832 for the General Retiree Health Care Trust and Police and Fire Retiree Health Care Trust, respectively.

Note 10 - Other Postemployment Benefit Plan (Continued)

Benefit provisions and contribution requirements for the Post-2014 Non-Safety Employee Retiree Health Care Trust, the CDPSU, and the C.O.P.S. Trust, three defined contribution plans, were established under collective bargaining agreements with the City and its unions. The Post-2014 Non-Safety Employee Retiree Health Care Trust Fund established health reimbursement arrangements (HRA) accounts for City of Detroit, Michigan nonsafety employee retirees who retired on or after January 1, 2015 on a service retirement. The C.O.P.S. Trust is a nonprofit statewide health and welfare fund established by the Michigan Association of Police Organizations in 1994 with the City of Detroit, Michigan as a member organization. As mentioned above, the assets with the C.O.P.S. Trust were transferred to the newly created CDPSU trust during the fiscal year ended June 30, 2019. CDPSU provides HRA accounts for City of Detroit, Michigan public safety employees covered under labor agreements and/or collective bargaining agreements with the DFFA, DPOA, DPLSA, and DPCOA unions.

The City is required to contribute 2 percent of base pay of eligible employees to the Post-2014 Non-Safety Employee Retiree Health Care Trust. The City was required to contribute 1 percent of base pay of eligible employees to the C.O.P.S. Trust. With the new CDPSU trust, the City will be required to contribute a total sum of \$1 million to the CDPSU trust to fund retiree medical benefits for members represented by the DPLSA, DFFA, DPCOA, and DPOA unions. Members are required to contribute 0 percent of base pay. For the fiscal year ended June 30, 2021, the City contributed a combined \$6,290,270. There were no member contributions for the fiscal year ended June 30, 2021.

Note 11 - Risk Management

The City is exposed to various types of risk of loss, including torts; theft of, damage to, or destruction of assets; errors or omissions; job-related illnesses or injuries to employees; natural disasters; and environmental occurrences. Also included is risk of loss associated with providing health, dental, and life insurance benefits to employees. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The City provides health and dental insurance benefits to employees through self-insured health plans that are administered by third-party administrators. The City does not purchase excess or stop-loss insurance for its self-insured health plans. The City currently is also self-insured for losses such as workers' compensation, legal, disability benefits, and vehicular liabilities and does not purchase stop-loss insurance except for workers' compensation with a \$7,000,000 specific retention.

The City purchases public official liability insurance, property insurance for certain DWSD properties, and general liability insurance for accidents occurring at certain DWSD properties. The City assumes a \$250,000 self-insured retention for any one loss or occurrence under its self-insured public official liability program. The City purchases excess liability insurance for its general liability for certain DWSD properties that provides per occurrence and aggregate protection. The City is fully self-insured for environmental-related liabilities and purchases no excess environmental liability insurance.

There were no significant changes in the insurance coverage from coverage provided in the prior year for any of the above-described risks.

A liability for claims is reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of recent claim settlement trends, including frequency and amount of payouts and other economic and social factors. The claim liabilities also include estimated costs for claim administration fees and outside legal and medical assistance costs.

June 30, 2021

Note 11 - Risk Management (Continued)

The City currently reports the risk management activities (excluding health and dental) of nonenterprise funds and the Transportation Fund (an enterprise fund) in its General Fund. Each fund pays insurance premiums to the General Fund based on past claims activities. Because the Transportation Fund is included in the General Fund’s risk management activities, it does not record a liability in its financial statements for risk management activities that are expected to be paid by the General Fund. Risk management activities for the other enterprise funds are recorded and reported separately in those funds. The Detroit Public Library (the "Library"), a discretely presented component unit, reimburses the City for all costs incurred related to workers’ compensation. The Library records the liability in its financial statements.

The liability for self-insured health and dental benefits is reported with accrued liabilities for each of the applicable funds. The liability for workers’ compensation current year claims is based on estimates, and payments are based on actual amounts.

Changes in the reported liabilities for workers' compensation, legal, disability benefits, general, and vehicular liabilities for the past two fiscal years were as follows:

	Governmental Activities		Business-type Activities	
	2021	2020	2021	2020
Balance - Beginning of year	\$ 152,337,320	\$ 159,823,138	\$ 16,644,300	\$ 21,085,030
Current year claims and changes in estimates	110,771,252	17,758,965	4,343,392	655,217
Claim payments	(38,779,521)	(25,244,783)	(941,758)	(5,095,947)
Balance - End of year	<u>\$ 224,329,051</u>	<u>\$ 152,337,320</u>	<u>\$ 20,045,934</u>	<u>\$ 16,644,300</u>

Changes in the accrued liabilities for health and dental claims for the past two fiscal years are as follows:

	Governmental Activities		Business-type Activities	
	2021	2020	2021	2020
Balance - Beginning of year	\$ 4,984,250	\$ 6,837,067	\$ 957,513	\$ 1,441,348
Current year claims and changes in estimates	78,946,786	75,034,025	16,132,200	17,107,465
Claim payments	(73,740,017)	(76,886,842)	(15,346,896)	(17,591,300)
Balance - End of year	<u>\$ 10,191,019</u>	<u>\$ 4,984,250</u>	<u>\$ 1,742,817</u>	<u>\$ 957,513</u>

The General Fund reported committed fund balance of \$20 million and assigned fund balance of approximately \$38 million at June 30, 2021 for the purpose of funding future claim liabilities.

Note 12 - Commitments and Contingencies

Lawsuits and Claims

The City is a defendant in numerous lawsuits and is also subject to other claims, including claims for workers’ compensation payments. The City uses in-house and, where necessary, outside counsel to adjudicate lawsuits. Each case is initially rated by the City’s supervising or senior attorney handling or overseeing the case with respect to its viability for success against the City. Only cases rated probable for recovery from the City are reported for financial statement purposes. The dollar value reserved for any eventual payout on any said case is based upon the facts of the case, industry standards relative to the type of injury or damage involved, and the experience of the supervising or senior attorney. The legal reserve as of June 30, 2021 is a product of this analysis.

June 30, 2021

Note 12 - Commitments and Contingencies (Continued)

The City notes that 14 wrongful incarceration lawsuits, filed within the past several years, are currently pending against current or former Detroit police officers, some of whom the City is obligated to defend and indemnify. The City is vigorously defending those cases. Any estimated liability meeting accrual requirements is included in accrued claims and judgments.

The City used a third-party actuary to perform a workers' compensation reserve analysis (estimated loss reserve) at June 30, 2021. The actuary used a general approach that relied upon actual loss development patterns for the City of Detroit, Michigan to the extent they are available, and the estimated loss reserve is augmented with industry benchmark loss development patterns based on insurance industry sources and patterns to project ultimate losses. While it is not possible to project the final outcome of these lawsuits and claims, the City and its legal department have estimated that the liability for all such litigation and claims totaled approximately 244 million for the primary government as of June 30, 2021 (see Note 11).

Grant Audits

Several of the City's funds participate in a number of federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. These program compliance audits are regularly performed. The amount, if any, of expenditures that may be disallowed by the granting agencies in future compliance audits cannot be determined as of June 30, 2021. Since the City believes such adjustments, if any, will not be material, no provision for possible adjustments has been made.

Other Contingencies

The General Fund has a contingent liability for the obligations of all other city funds should such funds be unable to generate sufficient funds to liquidate their liabilities. In particular, the Airport Fund (other enterprise fund), Detroit Transportation Corporation, Detroit Land Bank Authority, and Transportation Fund have received varying levels of subsidy from the General Fund to fund operating requirements.

Construction and Other Contractual Commitments

The City has active construction projects and other commitments at year end. Construction to date and remaining commitments at June 30, 2021 were as follows:

	Spent as of June 30, 2021	Remaining
Recreation and culture	\$ 6,085,591	\$ 5,407,575
Public protection	16,509,820	15,086,039
Municipal facilities	8,333,953	5,666,047
Development and management	15,570,011	5,033,142
Transportation facilities	41,075,227	53,459,732
Total	<u>\$ 87,574,602</u>	<u>\$ 84,652,535</u>

DWSD is engaged in numerous projects that are part of its five-year capital improvement program, including water main replacements, fire hydrant replacements, sewer system rehabilitation, vehicle and equipment purchases, and information technology upgrades. The program is being financed primarily from lease payments from the Great Lakes Water Authority and proceeds from the issuance of revenue bonds by the Great Lakes Water Authority. The total amount of construction contract commitments outstanding at June 30, 2021 was approximately \$65 million and \$19 million for Water Fund and Sewage Disposal Fund, respectively.

Note 12 - Commitments and Contingencies (Continued)

Operating Leases

The City has entered into various operating leases for equipment. The commitments under such lease agreements provide for minimum annual rental payments as follows:

Years Ending	Amount
2022	\$ 14,982,095
2023	13,079,189
2024	11,963,792
2025	3,350,202
2026	2,076,708
2027 - 2031	7,496,810
Total minimum payments	<u>\$ 52,948,796</u>

Rental expense for all operating leases approximated \$23.5 million for the year ended June 30, 2021, which includes approximately \$9 million in lease payments whose amounts are determined annually.

Note 13 - Bankruptcy

Governor Snyder placed the City under emergency management in March 2013, conferring the powers of the mayor and City Council on the emergency manager. In July 2013, the emergency manager, with the approval of the governor, filed a petition for relief pursuant to Chapter 9 of the United States Bankruptcy Code (the "Bankruptcy Case") on behalf of the City in the United States Bankruptcy Court for the Eastern District of Michigan (the "Bankruptcy Court").

On October 22, 2014, the City filed its *Eighth Amended Plan for the Adjustment of Debts of the City of Detroit (October 22, 2014)* at docket number 8045. The Bankruptcy Court issued an oral ruling confirming the Plan of Adjustment on November 7, 2014. On November 12, 2014, the Bankruptcy Court entered the *Order Confirming Eighth Amended Plan for the Adjustment of the Debts of the City of Detroit* (the "Confirmation Order"). The Plan of Adjustment comprises a series of settlements with claimants, as more fully set forth in the Confirmation Order. The Plan of Adjustment became effective on December 10, 2014 (the "Effective Date"). The Plan of Adjustment and Confirmation Order contained an injunction. As set forth in the injunction, on the Effective Date, all entities that were or may have been holders of claims against the City, among others, were permanently enjoined from taking actions against or affecting the City or its property, among others, with respect to such claims, as more delineated in the Confirmation Order.

Pursuant to multiple settlement agreements with certain city creditors and the Plan of Adjustment, the City implemented a massive realignment of city debt and operations. On the Effective Date, in accordance with the Plan of Adjustment, the City (1) issued \$1.3 billion of debt, of which \$1.1 billion was delivered to various classes of creditors in satisfaction of their claims; (2) paid \$110.1 million of cash, including \$73.1 million to various classes of creditors in satisfaction of their claims, \$36.5 million to establish a professional fee reserve account to pay the bankruptcy and restructuring professionals, and \$0.5 million to satisfy debt issuance costs; (3) assigned debt service payments on the remaining \$43.3 million of unrefunded UTGO bonds primarily to the income stabilization funds for the General Retirement System and Police and Fire Retirement System; (4) issued settlement credits totaling \$25.0 million to the insurers of the pension obligation certificates; and (5) irrevocably transferred the assets of the Detroit Institute of Arts (DIA) having a net book value of \$86.6 million to the DIA, as trustee, to be held in perpetual charitable trust, subject to dispositions in accordance with applicable national ethical standards for museums, and within the City's limits, for the primary benefits of residents of the City and residents of the State. None of the City's obligations secured by a pledge of distributable state aid and/or sold to the Michigan Finance Authority was impaired in the City's bankruptcy or Plan of Adjustment.

June 30, 2021

Note 13 - Bankruptcy (Continued)

The bonds issued on the Effective Date included (a) \$287,560,790 of UTGO bonds secured by a fourth lien on distributable state aid (the "2014 UTGO Bonds") to refund an equivalent amount of UTGO bonds; (b) \$631,964,145 of Financial Recovery Bonds, Series 2014B (B Notes) delivered to various claimants, primarily the two voluntary employees' beneficiary associations established pursuant to the Plan of Adjustment, in satisfaction of allowed claims; (c) \$88,430,021 of Financial Recovery Bonds, Series 2014C (C Notes) delivered to Syncora Guarantee Inc. and Syncora Capital Assurance Inc. (collectively, Syncora) and the Financial Guaranty Insurance Company (FGIC) in partial satisfaction of claims in respect of Pension Obligation Certificates and related swaps; and (d) \$275,000,000 of Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014A and B (Exit Financing), to finance capital and operational improvements in the City.

In connection with the Plan of Adjustment, the City entered into various agreements, including the following: (1) the GRS and PFRS pension settlements, which froze the defined benefit GRS and PFRS (the "Prior GRS" and the "Prior PFRS," respectively) plans and established new hybrid plans; (2) matters relating to the Great Lakes Water Authority; (3) the Syncora Settlement, including the Syncora Development Agreement and the other Syncora Settlement Documents; and (4) the FGIC/Pension Obligation Certificates (POC) Settlement, including the FGIC Development Agreement and the other FGIC/POC Settlement Documents.

The Plan of Adjustment may be obtained via the following link:

<http://www.kccllc.net/detroit/document/1353846141022000000000007>

The bankruptcy exit and settlement and discharge of claims under the Plan of Adjustment provided the City a total of \$6.8 billion in aggregate debt relief. A number of parties filed appeals of the Confirmation Order. All of these appeals were dismissed or otherwise resolved in favor of the City. Two sets of appellants filed petitions with the United States Supreme Court, seeking writs of certiorari (i.e., asking the Supreme Court to hear their appeal). One petition, filed on February 9, 2017, was denied by the Supreme Court on April 17, 2017. The other petition, filed on April 14, 2017, was denied by the Supreme Court on June 19, 2017. In deciding the appeals, the Sixth Circuit held that the Plan of Adjustment had been substantially consummated.

June 30, 2021

Note 13 - Bankruptcy (Continued)***Post-effective Date Events***

Since the Effective Date, the City has (i) partially redeemed and participated in a public reoffering of the balance of its Exit Financing; (ii) retired, through timely payment or early redemption, all of its C Notes; (iii) refunded or defeased all of its 2014 UTGO Bonds through the issuance of its Distributable State Aid Fourth Lien Refunding Bonds (Unlimited Tax General Obligation) Series 2016A 1 (Tax Exempt) and its Distributable State Aid Fourth Lien Refunding Bonds (Unlimited Tax General Obligation) Series 2016A 2 (Federally Taxable); (iv) refunded its Distributable State Aid General Obligation Limited Tax Bonds, Series 2010 through the issuance of its Distributable State Aid First Lien Refunding Bonds (Limited Tax General Obligation) Series 2016B 1 (Federally Taxable); (v) refunded its Self Insurance Distributable State Aid Third Lien Bonds (Limited Tax General Obligation), Series 2012(A2), Self Insurance Distributable State Aid Third Lien Refunding Bonds (Limited Tax General Obligation), Series 2012(A2 B), General Obligation Distributable State Aid Third Lien Capital Improvement Refunding Bonds (Limited Tax General Obligation) Series 2012B, and its Self Insurance Distributable State Aid Third Lien Refunding Bonds (Limited Tax General Obligation), Series 2012(B2) through the issuance of its Distributable State Aid Third Lien Refunding Bonds (Limited Tax General Obligation) Series 2016B 2 (Federally Taxable); (vi) issued its \$124,500,000 Michigan Transportation Fund Bond, Series 2017 (Tax-Exempt) to fund road improvements in the City; (vii) issued its \$135,000,000 Unlimited Tax General Obligation Bonds, Series 2018 (Tax-Exempt) to fund certain capital improvements in the City; (viii) issued its \$175,985,000 Distributable State Aid Fifth Lien Financial Recovery Refunding Bonds (Limited Tax General Obligation) Series 2018 Bonds (Federally Taxable) to purchase a portion of the Series 2014B-1 and Series 2014B-2 Financial Recovery BondsB Notes; (ix) issued its \$10,000,000 Capital Improvement Bonds (Limited Tax General Obligation), Series 2019 (Tax-Exempt) to fund certain capital improvements in the City; (ix) and issued its \$80,000,000 Unlimited Tax General Obligation Bonds, Series 2020 (Tax-Exempt) to fund certain capital improvements in the City; (xi) and issued its \$135,000,000 Unlimited Tax General Obligation Bonds, Series 2021A (Tax-Exempt) and \$40,000,000 Unlimited Tax General Obligation Bonds, Series 2021B (Federally Taxable) to fund neighborhood improvements in the City through property rehabilitation, demolition, and other blight remediation activities.

Bond Insurer Settlements

Syncora owned, and was an insurer of certain of, the City's POC debt (insurer of \$351.9 million prepetition balance). Syncora also insured certain interest rate swap agreements and UTGO debt (\$34.4 million prepetition balance). The City and Syncora reached an agreement effecting a global settlement of all matters and litigation between the parties related to the Bankruptcy Case, as set forth in the Syncora settlement documents. Among other actions taken in connection with the agreement, the parties entered into the Development Agreement, (the "Development Agreement"), as of December 10, 2014, by and between the City and Pike Pointe Holdings, LLC (Pike Pointe). The Development Agreement provided Pike Pointe with an option to acquire four contiguous parcels of land located in the City by certain dates. Pike Pointe exercised its option on two of four contiguous parcels of land in 2018. On November 13, 2019, Pike Pointe filed a Motion to Enforce Development Agreement (the "Motion") in the Bankruptcy Case asserting, among other things, that the City unreasonably withheld its consent to Pike Pointe's request for an extension of the option period on one of the two remaining contiguous parcels of land. After the Motion was filed, Pike Pointe exercised its option on this parcel of land, and the Motion was withdrawn. The City and Grand Circus Holdings, LLC, an affiliate of Pike Pointe and Syncora, have also negotiated and executed a long-term master lease for the Grand Circus Park Garage upon terms consistent with the Option Agreement.

June 30, 2021

Note 13 - Bankruptcy (Continued)

FGIC was an insurer of certain of the City's POC debt (\$1.1 billion prepetition balance). The City and FGIC reached an agreement effecting a global settlement of all matters and litigation between the parties related to the Bankruptcy Case, as set forth in the FGIC/POC settlement documents. Among other actions taken in connection with the settlement agreement, the City and a developer, for the benefit of FGIC and the FGIC/POC holders, entered into the FGIC Development Agreement. Representatives of FGIC presented the Planning and Development Department (PDD) and Economic Development Corporation with an initial development proposal. PDD and the Downtown Development Authority led a planning engagement with FGIC and adjacent property owners to look at options for a more integrated development plan for the Near West Riverfront. The FGIC Development Agreement allowed FGIC a two year extension under certain conditions. FGIC sued for a two-year extension, and the parties settled on a one-and-a-half-year extension. Before the expiration of the extension period, FGIC conveyed its rights to develop the former Joe Louis Arena (the "Arena") site to First & Congress Management, LLC (First & Congress). In conjunction with that conveyance, the City entered into an agreement of purchase and sale with First & Congress (the "Agreement"), pursuant to which the City agreed to convey the Arena site, the related parking garage, and certain easements and licenses to First & Congress for a total sale price of approximately \$14 million in a series of closings. The closing on the parking garage occurred in January 2020, and the closing on the arena site occurred in March 2021.

On the effective date, pursuant to the Syncora Settlement and the FGIC/POC Settlement, the City transferred settlement credits to a trustee (on behalf of Syncora and FGIC) in the aggregate amount of \$25.0 million that may be applied to 50 percent of the purchase price of certain eligible city assets, subject to the terms and conditions of those settlement credits. Syncora was credited with a total of \$6.0 million, and FGIC was credited with \$19.0 million. To date, Syncora has exercised \$0 and FGIC has exercised \$0 of those credits, which expire in 2054.

Progress on Resolution of Unsecured Bankruptcy Claims

After confirmation of the Plan of Adjustment, the City began working on resolving the approximately 3,845 filed proofs of claim by general unsecured creditors in Class 14 in the Bankruptcy Case. Of these, approximately 1,400 were claims related to litigation. The approximately 2,500 other proofs of claim include trade claims, labor-related claims, tax claims, pension-related claims, and others.

The City believes that all proofs of claim filed in its bankruptcy case have been resolved and anticipates making the first and final distribution to creditors in Class 14 in 2022. The creditors in Class 14 will share pro rata in approximately \$20.6 million in B notes and approximately \$5.3 million of accrued interest on the B notes. Approximately \$7 million of the B notes is held in escrow for the Class 9 creditors (bond insurers). The POA provided that, as it makes the insurance payments to the pre-bankruptcy LTGO creditors, the B notes will be released. The interest on these is distributed to them, but the B notes are held in escrow until the insurance obligation to those LTGO holders is fulfilled.

Great Lakes Water Authority

On September 8, 2014, the City executed a memorandum of understanding regarding the formation of the Great Lakes Water Authority with the county executives of Wayne, Oakland, and Macomb counties (collectively, the "Counties") and the governor of the State, establishing a framework for the creation of a regional water and sewer authority.

Note 13 - Bankruptcy (Continued)

On June 12, 2015, the City and GLWA approved and executed two separate leases (the “Leases”) of the regional facilities comprising regional systems (the “Leased Facilities”) and a Water and Sewer Services Agreement for the provision by GLWA of water supply and sewage disposal services to city retail customers (the “Water and Sewer Services Agreement”). Under the Leases, which became effective on January 1, 2016, the City leased the Leased Facilities and assigned all Detroit Water and Sewerage Department bonds and assigned and transferred its interest in all revenue derived from the sale of sewage disposal and water supply services to the wholesale and retail customers and the retail customers of the regional and local water and sewer systems to GLWA for an initial term of 40 years. The City, through DWSD, continues to own, operate, and be responsible for the operation and maintenance of all water supply and sewage disposal facilities that provide water supply and sewage disposal services directly to the City’s retail customers (the “Local Facilities”).

On December 15, 2015, effective as of the date the Leases became effective (January 1, 2016), the federal court, in United States of America vs. City of Detroit, et al., Case No. 77-71100, approved the transactions and arrangements contemplated by the Leases.

The annual debt service related to the portion of the DWSD bonds that was used to construct in-city capital assets continues to be allocated to DWSD directly as part of the rate structure. Any bonds to finance regional system improvements or DWSD local infrastructure are now issued by the GLWA and are secured by GLWA’s net revenue. At any time GLWA issues bonds with a maturity date after the initial term of the Leases, the term of the Leases automatically extends to coincide with the date on which the last of the GLWA bonds are required to be paid or at such time as they are defeased.

The Leases provide for annual lease payments totaling \$50 million per year (the “Lease Payment”) funded from a portion of the common-to-all revenue requirements for the regional systems. The lease payments may be applied by the City, solely at the City’s direction and discretion, to the cost of improvements to the local water and sewer system infrastructure located within the City, the payment of debt service on GLWA bonds associated with such improvements, or the City’s share of debt service on GLWA bonds.

Reduction of Pension and OPEB Liabilities

Under the Plan of Adjustment, both the Prior PFRS and the Prior GRS plans were frozen. The cost of living adjustments in the Prior PFRS were reduced by 55 percent and eliminated in the Prior GRS. For Prior PFRS retirees, base pension benefits did not change, while the base pension benefits for Prior GRS retirees were reduced by 4.5 percent. In addition, Prior GRS members (other than surviving beneficiaries of retirees who died prior to June 30, 2014) with annuity savings accounts were subject to recoupment. The recoupment covers amounts paid between July 1, 2003 and July 30, 2013 to individuals, which represented the portions of payments made in one of those years to individual annuity savings accounts in excess of the Prior GRS’ actual return on investments in that year.

June 30, 2021

Note 13 - Bankruptcy (Continued)

On the Effective Date, the City assumed the obligations related to the already accrued benefits under the Prior GRS pension plan and the Prior PFRS pension plan as those benefits were modified in the Plan of Adjustment. The Prior GRS and Prior PFRS plans (which were frozen on July 1, 2014) are closed to new participants, and vested active employees have not accrued additional pension benefits under the terms and conditions of those plans since that date. As of the Effective Date, the City retained the responsibility to fund all amounts necessary to provide the adjusted (reduced) pension benefits to its employees and retirees who accrued benefits in either of the Prior GRS or Prior PFRS pension plans. GLWA and DWSD have responsibility for their respective employees and retirees, making scheduled payments on an accelerated basis through 2024. The City's required contributions are fixed through the fiscal year ending June 30, 2023 and are supplemented by funding from the Foundation for Detroit's Future and the Detroit Institute of Arts (DIA) in settlement of certain issues affecting the City and its retirees (the "Outside Funding"). As of the Effective Date, the Outside Funding comprised \$466 million payable through the fiscal year ending June 30, 2034. Of that amount, the DIA prepaid approximately \$70.7 million in the fiscal year ended June 30, 2016, representing a 6.75 percent present value discount on a portion of the remaining payable amount.

The Plan of Adjustment also restructured the City's retiree health legacy obligations by eliminating \$4.3 billion in unfunded retiree health obligations through the creation of two voluntary employee beneficiary associations (or VEBAs), which will be exclusively responsible for retiree health programs and payments for city employees who retired prior to January 1, 2015. A total allocation of \$492.7 million of B Notes plus an additional contribution from private foundations of approximately \$5.0 million (paid over time) have been used to fund the VEBAs.

Financial Review Commission

Michigan Public Act 181 of 2014, M.C.L. §§ 141.1631, *et seq.* (Act 181) established the Detroit Financial Review Commission (the "Commission") as of the Effective Date (December 10, 2014) to monitor the City's compliance with the Plan of Adjustment and Public Act 181 and to provide oversight of the City's financial activities. The Commission has broad authority to obtain and review the City's financial records on an ongoing basis, approve budgets and contracts, and conduct financial audits of the City. Michigan Public Act 182 of 2014, M.C.L. 117.4s-t, imposes further requirements, including that the City adopt a multiyear financial plan and appoint a chief financial officer (CFO).

Beginning with fiscal year 2016, Public Act 182 requires the City to adopt a financial plan covering the current fiscal year and the next 3 succeeding fiscal years (the "Financial Plan"). The Financial Plan is the basis for the City's required budget under Act 2. The Financial Plan is proposed by the mayor and approved by the City Council. Unless the City is under a waiver of active oversight, the Financial Plan must be approved by the Commission before it takes effect.

Act 181 provides for the oversight of the City for no less than 13 years. However, if the City meets certain criteria, the nature of the oversight is scaled back. Those criteria include: the City's adoption and adherence to a balanced budget for three consecutive years, certification by the state treasurer and the City's CFO that all debt obligations sold in the public market by or for the benefit of the City in the immediately preceding and current fiscal years satisfied the City's capital needs for those periods, the City's current 4-year financial plan projecting a balanced budget in each year of the plan, the Commission concurring that the City has sufficient ability to borrow in the capital markets, the City not violating and not currently being in violation of the plan, and state treasurer confirmation that the City is in compliance with the Uniform Budgeting and Accounting Act.

June 30, 2021

Note 13 - Bankruptcy (Continued)

On April 30, 2018, the City met the criteria above, and the Commission granted the City a waiver of active oversight. The annual waiver extended through June 30, 2019. The Commission subsequently granted its second annual waiver on June 24, 2019, and its third annual waiver on June 29, 2020, and its fourth annual waiver on June 28, 2021, which extends through June 30, 2022. The Commission will continue to monitor the City and will review the waiver annually and, by July 1 of each year, will make a determination as to whether to renew the waiver for the subsequent year. As a condition of renewing the waiver, the Commission requires the City to submit monthly, quarterly, and annual reports related to the City's financial condition, which include (but are not limited to) information related to the City's ability to make payments on the City's debt and pension obligations. The City is providing these reports and is in compliance with the waiver resolution. The City must also, by April 30 of each year, submit its adopted budget and four year financial plan to the Commission. However, the City's adopted budget and 4-year financial plan is not subject to commission approval while the City remains under the waiver.

June 30, 2021

Note 14 - Tax Abatements

The City of Detroit, Michigan enters into various agreements with taxpayers to promote economic development or social welfare within the City. Below is a summary of those programs and the estimated amount of taxes abated during the most recent year:

Program Description	Legislation	Performance by Taxpayer	General Taxes Abated	Detroit Debt Service Taxes Abated	Total City Taxes Abated
Brownfield Redevelopment Authority (BRA) provides local governmental units ways to enhance local economic development capacities and market difficult sites based on private investment incentives. Taxpayers are reimbursed eligible costs related to environmental cleanup. Reimbursement amount is limited to the property taxes collected on related property in any given year.	Act 381 of 1996	Cleanup of environmental issues at old industrial site	\$ 1,766,515	\$ -	\$ 1,766,515
Industrial Facilities Tax (IFT) provides a tax incentive to manufacturers for renovation and expansion of aging facilities, building of new facilities, and the establishment of high-tech facilities. Exemptions allow businesses to be taxed at 50 percent of the usual property tax rates (for rehabilitation properties, the taxable value is instead frozen at the previous level and full tax rates are applied).	Act 198 of 1974	(Re)development of facility and creation of jobs	297,199	198,323	495,522
Commercial Rehabilitation Act (CRA) provides tax incentive for the rehabilitation of vacant/aging commercial property for the primary purpose and use as a commercial business or multifamily residential facility. Exemptions are approved for a term of 1-10 years by the local governmental unit. Restoration property taxes are based on the taxable value frozen in the year prior to rehabilitation for the duration.	Act 210 of 2005	Rehabilitation of qualified facility	2,127,929	960,195	3,088,124
Commercial Redevelopment Act (CFT) encourages the replacement, restoration, and new construction of real commercial property. Exemptions are approved for a term of 1-12 years by the local governmental unit. Restoration property taxes are based on the taxable value frozen in the year prior to rehabilitation for the duration.	Act 255 of 1978	Redevelopment of commercial property To qualify, taxpayer must not be delinquent in any state or local taxes abated by RZ law and file annual MI and city income tax returns	187,993	84,801	272,794
Renaissance Zone Act (RZ) provides tax incentives to individuals and businesses to encourage economic stability and development within designated urban areas. Properties are exempt from city income and utility user tax, most city and county property taxes (except debt), and state income tax.	Act 376 of 1996		5,467,889	35,872	5,503,761
Obsolete Property Rehabilitation Act (OPRA) provides tax incentives to encourage redevelopment of obsolete/blighted buildings. Property taxes are based on the taxable value frozen in the year prior to redevelopment for the duration. (The State treasurer can exempt one-half of the school mileage for up to 6 years on 25 projects per year.)	Act 146 of 2000	Redevelopment of obsolete and blighted buildings	1,496,306	678,136	2,174,442

June 30, 2021

Note 14 - Tax Abatements (Continued)

Program Description	Legislation	Performance by Taxpayer	General Taxes Abated	Detroit Debt Service Taxes Abated	Total City Taxes Abated
Neighborhood Enterprise Zone (NEZ) provides for development and rehabilitation of residential housing located within eligible distressed communities. Property tax exemptions are generally approved for a term of 6-15 years by the local governmental unit. Calculation of NEZ special tax depends on the type of facility and date of issuance of the certificate.	Act 147 of 1992	Financial investment in property	\$ 6,002,253	\$ 2,024,046	\$ 8,026,299
Land Bank Fast Track (LB) enables land banks to acquire, manage, maintain, and repurpose vacant, abandoned, and foreclosed properties. Land banks in Michigan are allowed to receive 50 percent of the specific property tax generated on all properties sold by the land bank for five years after the transfer of the property.	Act 258-263 of 2003	Improvement of property to receive a portion of specific taxes paid	758,124	342,695	1,100,819
The New Personal Property Exemption, PA 328 of 1998, (MCL 211.9 f) as amended, affords a 100 percent property tax exemption for specific businesses located within eligible distressed communities. This exemption is for all new personal property placed in a district that has been established by the local unit of government. The local unit of government determines the number of years granted and may grant any number of years for the exemption. Applications are filed, reviewed, and approved by the local unit of government but are also subject to review at the state level by the Property Services Division and the state Tax Commission. The state treasurer, with the written concurrence of the president of the Michigan Strategic Fund, is responsible for final approval. Exemptions are not effective until approved by the state treasurer.	Act 328 of 1998, as amended	Meet the 50 percent threshold and submit a one-time exemption affidavit with the Assessor by February 10 in the year the property is first exempt based on the phase-out table	6,185,182	2,790,028	8,975,210
Senior Citizen/Disabled Family Housing exemption applies to HUD Section 202, 235, and 811 approved nonprofit or limited dividend housing facilities with at least eight units. Program allows municipalities to be reimbursed by the MI Dept of Treasury for property tax lost due to the exemption of eligible senior citizen/disabled family housing facilities (except school operating, hold harmless, SET, admin fees, special assessments, penalty/interest fees, other fee-related charges, or utility charges).	Act 78 of 2016 (formerly Act 66 of 2012)	Provide and manage senior citizen and disabled family housing. Responsible for payment of assessments, fees, and charges not paid by MI Dept of Treasury	65,364	95,310	160,674

June 30, 2021

Note 14 - Tax Abatements (Continued)

Program Description	Legislation	Performance by Taxpayer	General Taxes Abated	Detroit Debt Service Taxes Abated	Total City Taxes Abated
The Michigan State Housing Development Authority (MSHDA) enhances economic and community vitality through housing and historic preservation activities. MSDHA provides direct lending to low-income housing projects with PILOT-based tax abatements. Housing projects pay an annual service charge (equal to a percentage of annual shelter rents or contract rents actually collected by the housing project during the operating year) in lieu of property taxes.	Act 346 of 1966	Provide and manage low-income housing facilities	\$ 4,982,934	\$ 2,247,715	\$ 7,230,649
Total			\$ 29,337,688	\$ 9,457,121	\$ 38,794,809

The programs do not include provisions to recapture taxes for nonperformance. However, the Industrial Facilities Tax abatement program may be eliminated if taxes are not paid timely.

There are no significant abatements made by other governments that reduce the City's tax revenue.

Required Supplemental Information

Required Supplemental Information
Schedule of Revenue, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	\$	\$	\$	\$
Revenue by Appropriation				
Other	-	-	202,898	202,898
HRD Community Development	415,000	415,000	5,494,794	5,079,794
DoIT Administration & Operations	-	-	16,629	16,629
OCFO Office of the Assessor	400,000	400,000	89,481	(310,519)
OCFO Office of Contracting & Procurement	-	-	3,827	3,827
OCFO Office of the Treasury	581,000	581,000	901,542	320,542
Fire Executive Management & Support	23,000	23,000	1,760	(21,240)
Fire Ordinance Enforcement	4,620,000	4,620,000	4,046,001	(573,999)
Fire Emergency Medical Services	19,130,000	19,130,000	14,967,745	(4,162,255)
Health Department Administration	75,000	75,000	1,476,387	1,401,387
MPD Parking Violations Bureau	12,045,000	12,045,000	5,536,877	(6,508,123)
HR Administration	75,000	75,000	-	(75,000)
HR Personnel Selection	392,534	392,534	194,959	(197,575)
HR Labor Relations	115,626	115,626	102,576	(13,050)
Police Human Resources Bureau	25,000	25,000	12,720	(12,280)
Police Criminal Investigation Bureau	3,595,000	3,595,000	1,906,360	(1,688,640)
Police Support Services Bureau	47,689,000	47,689,000	65,842,288	18,153,288
Public Lighting Administration	1,600,000	1,600,000	443,139	(1,156,861)
Elections Conduct of Elections	1,300,000	1,300,000	2,270,759	970,759
Ombudsperson Investigation of Complaints	-	-	10,000	10,000
Zoning Land Use Controls	90,000	90,000	82,169	(7,831)
Other Operations Services	-	-	(302,650)	(302,650)
OCFO Office of the Controller	245,000	245,000	38,328	(206,672)
CRIO Department Administration	402,000	402,000	510,796	108,796
City Clerk Operations	4,000	4,000	8,372	4,372
City Legislative Functions	19,000	19,000	1,140	(17,860)
Non Dept Detroit Building Authority	1,000,000	1,000,000	6,638,818	5,638,818
Non Dept Airport Support	-	-	5,839	5,839
36th District Court Direct Costs	1,372,000	1,372,000	1,302,392	(69,608)
Law Administration & Operations	2,039,000	2,039,000	1,596,359	(442,641)
Police Public Acts 301	400,000	400,000	263,544	(136,456)
Fire Fighting Operations	-	-	1,023,427	1,023,427
HR Employee Services	747,953	747,953	650,315	(97,638)
Non Dept Claims Fund (Insurance Premium)	5,100,000	5,100,000	-	(5,100,000)
Halloween Initiative	-	-	(3,230)	(3,230)
DPW City Engineer	4,241,000	4,241,000	4,445,391	204,391
MPD Operations & Maintenance	-	-	218	218
PLD General Revenue Public Lighting	-	-	1,684,070	1,684,070
Non Dept General Revenue	723,995,768	723,995,768	832,894,319	108,898,551
Non Dept Cable Franchise Fee	5,000,000	5,000,000	4,997,903	(2,097)
Non Dept Risk Management	-	41,064,000	24,431,345	(16,632,655)
36th District Court State Transferred Functions	21,688,000	21,688,000	15,543,837	(6,144,163)
MPD Auto Parking Operations	9,510,000	9,510,000	4,048,990	(5,461,010)
Development - Replace & Improve	-	-	334	334
Non Dept Casino Site Support & Infrastructure Improvement	10,443,000	10,443,000	16,452,544	6,009,544
Police Enhanced E-911	-	-	1,476	1,476
Police Operations	220,000	220,000	2,634,958	2,414,958
Police Office of Administrative Operations	700,000	700,000	506,305	(193,695)
DAH Blight Violation Adjudication	2,557,000	2,557,000	2,718,577	161,577
GSD Facilities & Grounds Maintenance	192,000	192,000	-	(192,000)
BSEED Business License Center	1,972,000	1,972,000	1,106,613	(865,387)
Non Dept Media Services & Communications	-	-	78,299	78,299
BSEED Environmental Affairs	415,000	415,000	417,919	2,919
Non Dept Distributable State Aid Bond	-	-	44	44
Non Dept Pension & Employee Benefits Pension	3,260,502	3,260,502	-	(3,260,502)
HRD FRM Indirect Staffing Costs	2,599,977	2,599,977	2,689,387	89,410
Exit Financing	-	-	(1,541,316)	(1,541,316)
Non Dept Note B Payment	1,553,493	1,553,493	1,553,493	(0)
Non Dept Retirement Systems	-	-	50,630,463	50,630,463
Mayor's Office of Homeland Security	50,000	50,000	(15,965)	(65,965)
PLD Decommissioning Reserve	312,000	312,000	703,898	391,898
Note C Debt Service	547,606	547,606	547,606	(0)
Non Dept Budget Reserve	50,000,000	50,000,000	-	(50,000,000)
OCFO Office of Departmental Financial Services	3,722,662	3,722,662	2,620,321	(1,102,341)
Consolidated Legislative Services	-	-	4,000	4,000
Blight Remediation Projects	10,000,000	10,000,000	11,443	(9,988,557)
Prior Year Activity	67,381,658	66,381,658	-	(66,381,658)
Pistons Basketball Court Improvements	-	416,667	416,667	(0)
Wayne County Park Millage Funding FY2017/2018	-	200,000	200,000	-
COVID-19 Response	-	-	4,974,997	4,974,997
2018 UTGO Bonds - Series A	-	-	4,671	4,671
DHD Animal Care	97,000	97,000	52,438	(44,562)
DHD Community & Industrial Hygiene	645,000	645,000	620,008	(24,992)
GSD Shared Services	3,081,000	3,081,000	2,273,052	(807,948)
Efficient and Innovative Operations Support - DoIT	-	-	15,264	15,264
Parks and Public Space Management	1,150,000	1,150,000	1,594,326	444,326
CoD Capital Projects	-	14,000,000	14,018,592	18,592

See notes to required supplemental information.

Required Supplemental Information
Schedule of Revenue, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Recreation - GSD	\$ 3,700,100	\$ 3,700,100	\$ 4,072,573	\$ 372,473
DHD Food Sanitation	1,754,000	1,754,000	1,797,662	43,662
BSEED - Business License Center	-	-	232	232
Fire Fighting and Response	-	-	115,908	115,908
Fire Department Administration	-	-	79	79
Homegrown Detroit	-	192,992	-	(192,992)
Civil Rights, Inclusion and Opportunity Grant Donation	-	1,250	1,250	-
Transfers/Other	-	18,421,975	20,847,911	2,425,936
Total Revenue	1,034,288,879	1,107,585,763	1,135,508,463	27,922,700
Expenditures by Appropriation				
HRD Community Development	2,412,474	2,412,474	2,251,176	161,298
HRD Real Estate	491,325	491,325	487,862	3,463
DoIT Administration & Operations	-	-	-	-
DPW Administration	1,517,767	1,517,767	1,354,375	163,392
OCFO Office of the Chief Financial Officer	1,330,943	1,330,943	1,254,644	76,299
OCFO Office of Budget	2,979,745	2,984,745	2,866,202	118,543
OCFO Office of the Assessor	5,810,111	5,810,111	5,052,102	758,009
OCFO Office of Contracting & Procurement	5,189,917	4,806,605	4,112,646	693,959
OCFO Office of the Treasury	15,028,370	14,869,370	13,131,617	1,737,753
Fire Executive Management & Support	5,496,914	5,496,916	4,258,072	1,238,844
Fire Ordinance Enforcement	5,144,725	5,144,725	4,528,852	615,873
Fire Emergency Medical Services	22,450,053	22,450,053	18,324,249	4,125,804
Health Department Administration	7,672,026	7,672,026	4,388,268	3,283,758
Mayor's Executive Office	6,647,489	6,647,489	5,940,614	706,875
MPD Parking Violations Bureau	5,545,197	5,547,697	2,978,580	2,569,117
HR Administration	5,401,399	5,401,399	5,029,033	372,366
HR Personnel Selection	1,653,935	1,653,935	1,597,898	56,037
HR Labor Relations	2,979,058	2,979,058	2,480,969	498,089
Police Executive	14,871,119	14,871,119	13,955,958	915,161
Police Human Resources Bureau	5,918,121	5,918,121	4,589,117	1,329,004
Police Criminal Investigation Bureau	67,704,934	52,704,934	49,659,129	3,045,805
Police Support Services Bureau	31,187,274	29,187,274	28,187,797	999,477
Public Lighting Administration	17,137,708	17,137,708	17,080,436	57,272
PLD Street Lighting	-	-	(58,976)	58,976
Elections Conduct of Elections	10,489,592	13,314,592	13,061,167	253,425
Ombudsperson Investigation of Complaints	1,109,645	1,109,645	1,005,741	103,904
Zoning Land Use Controls	619,157	619,158	504,275	114,883
Non Dept Public Commemorations	2,925	2,925	-	2,925
Other Operations Services	596,353	596,353	504,296	92,057
OCFO Office of the Controller	6,475,600	6,300,598	5,200,240	1,100,358
CRIO Department Administration	1,378,732	1,378,732	1,215,050	163,682
OAG Auditing Operations	1,897,222	1,897,222	1,471,320	425,902
City Clerk Operations	2,539,240	2,539,240	1,920,526	618,714
City Legislative Functions	5,027,293	5,351,865	4,675,603	676,262
Non Dept Detroit Building Authority	1,032,190	1,626,097	9,813	1,616,284
Police Secret Service Fund	150,000	150,000	51,512	98,488
Non Dept Parking Programs	97,500	97,500	-	97,500
Non Dept Tax Support	37,500,000	37,500,000	30,700,000	6,800,000
Non Dept Airport Support	1,675,458	1,675,458	1,675,458	-
Police Grant Contributions	1,741,816	1,741,816	1,379,559	362,257
36th District Court Direct Costs	2,180,932	3,781,931	3,762,787	19,144
Non Dept World Trade Program	250,000	250,000	250,000	-
Law Administration & Operations	14,990,583	14,990,583	14,847,631	142,952
Police Rape Counseling Unit	734,642	734,642	179,207	555,435
Police Public Acts 301	406,302	1,154,481	217,065	937,416
HRD Economic Development Corporation	275,000	275,000	275,000	-
HRD Economic Growth Corporation	1,636,304	1,636,304	1,636,304	-
36th District Court Security Reimbursement	600,000	600,000	301,297	298,703
Non Dept CAYMC Building Rent & Rehabilitation	430,564	430,564	430,564	-
Fire Vehicle Management & Supply	1,022,371	1,022,371	495,478	526,893
Fire Fighting Operations	80,973,870	80,973,870	79,658,397	1,315,473
Fire Communications & Systems Support	3,659,465	3,659,465	3,299,229	360,236
HR Employee Services	2,889,276	2,889,276	2,665,760	223,516
Charter Commission	300,000	459,000	419,335	39,665
Non Dept Claims Fund (Insurance Premium)	12,100,000	12,100,000	12,100,000	-
Non Dept Centralized Payments	25,052,354	25,052,354	20,743,867	4,308,487
DPW City Engineer	1,470,906	1,470,906	1,072,420	398,486
Fire Environmental Response Hazard Material	180,000	180,000	44,714	135,286
MPD Operations & Maintenance	3,971,420	4,441,714	2,700,239	1,741,476
Non Dept Adjustments and Undistributed Costs	-	-	-	-
Non Dept General Revenue	24,884,200	24,884,200	18,917,391	5,966,809
Non Dept Risk Management	-	41,064,000	40,747,920	316,080
Non Dept African American History Museum	1,900,000	1,900,000	1,900,000	-
36th District Court State Transferred Functions	27,588,052	25,987,053	24,074,440	1,912,613
MPD Auto Parking Operations	-	-	(3,147)	3,147
Police Operations	147,337,046	166,337,046	159,321,143	7,015,903
Fire Casino Municipal Services Fire	2,933,836	2,933,836	2,048,443	885,393
Police Casino Municipal Services Police	5,169,050	5,169,050	4,262,010	907,040

See notes to required supplemental information.

Required Supplemental Information
Schedule of Revenue, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Non Dept Board of Ethics	\$ 483,710	\$ 483,710	\$ 332,401	\$ 151,309
Police Office of Administrative Operations	12,048,125	10,048,125	9,441,861	606,264
Police Technology Bureau	11,900,212	11,980,212	8,824,510	3,155,702
DAH Blight Violation Adjudication	1,072,973	1,072,973	952,526	120,447
36th District Court - Drug Court	50,000	50,000	46,470	3,530
Police Office of Field Operations	-	210,713	-	210,713
GSD Administration	-	-	(5,171)	5,171
GSD Facilities & Grounds Maintenance	-	-	(370,688)	370,688
BSEED Business License Center	757,601	757,601	485,442	272,159
GSD Fleet Management	-	283,226	(529,727)	812,953
GSD General Services	-	-	(19,939)	19,939
Non Dept Zoo Operations	570,000	570,000	570,000	-
Non Dept Detroit Historical Museum	500,000	500,000	500,000	-
OAG Auditing	1,798,750	1,873,750	1,798,750	75,000
Mayor's Spring Cleaning Initiative	-	-	(12)	12
Non Dept Media Services & Communications	1,299,820	1,319,068	1,144,341	174,727
Non Dept Eastern Market Corporation	225,000	225,000	225,000	-
GSD Street Maintenance Garage	-	-	(42,853)	42,853
BSEED Environmental Affairs	579,395	579,395	300,081	279,314
HRD Real Estate & GIS	1,096,725	1,114,616	441,885	672,731
Non Dept Distributable State Aid Bond	37,959,990	37,959,990	37,959,989	1
Non Dept Restructuring Consolidation	-	-	(85)	85
GSD Ground Maintenance	-	-	(29,982)	29,982
GSD 36th District Madison Center	-	-	-	-
Non Dept P.E.G. Fees	-	-	(10,243)	10,243
OIG Office of the Inspector General	1,324,209	1,324,209	1,137,815	186,394
Non Dept Pension & Employee Benefits Pension	3,260,502	3,260,502	(74,861)	3,335,363
Non Dept Elected Officials' Compensation	1,462,773	1,462,773	1,338,718	124,055
City Council Council Member At Large 1	731,648	731,648	658,299	73,349
City Council Council Member At Large 2	731,648	731,648	698,800	32,848
City Council District 1 Council Member	644,884	644,884	503,337	141,547
City Council District 2 Council Member	644,884	644,884	528,357	116,527
City Council District 3 Council Member	644,884	644,884	637,815	7,069
City Council District 4 Council Member	644,884	644,884	594,260	50,624
City Council District 5 Council Member	644,884	644,884	640,599	4,285
City Council District 6 Council Member	644,884	644,884	600,387	44,497
City Council District 7 Council Member	644,884	644,884	542,433	102,451
Police Communications Bureau	14,776,421	14,856,781	12,635,040	2,221,741
Police Budget Fiscal Operations Bureau	717,080	717,080	661,463	55,617
HRD FRM Indirect Staffing Costs	1,282,108	1,282,108	1,066,465	215,643
Exit Financing	-	5,428,562	3,876,022	1,552,540
Non Dept Note B Payment	13,956,221	13,956,221	13,956,221	-
Non Dept Retirement Systems	50,000,000	50,000,000	50,000,000	-
OCFO Office of Development and Grants	3,180,020	3,180,020	2,962,379	217,641
Mayor's Office of Homeland Security	2,756,918	2,756,918	2,340,259	416,659
PLD Decommissioning Reserve	312,000	312,000	-	312,000
Non Dept Quality of Life Exit Financing Debt Service	33,047,217	33,047,217	32,747,216	300,001
GSD Restructuring Projects	-	-	(59,968)	59,968
PDD Administration & Operations	3,161,724	3,161,724	2,521,585	640,139
OCFO Office of Departmental Financial Services	11,200,646	11,205,646	10,084,830	1,120,816
OCFO Office of Program & Performance Management	1,339,977	1,339,977	965,413	374,564
HRD Administration (Indirect) - Records/Audit & Admin Support	3,025,687	3,025,687	2,727,820	297,867
HRD OPPP Direct - Tax Incentives, Policy, & Development	2,366,130	2,366,130	1,699,560	666,570
HRD Housing Underwriting - Single Family	357,320	357,320	47,873	309,447
Consolidated Legislative Services	663,815	663,815	489,488	174,327
Capital Restructuring Initiative	-	721,806	716,556	5,250
Blight Remediation Projects	11,000,000	25,861,705	24,994,181	867,524
Pistons Basketball Court Improvements	-	408,463	408,463	-
HRD General Fund Summer Jobs Program	2,000,000	2,000,000	2,000,000	-
Neighborhood Improvement Fund	1,000,000	-	-	-
HRD Housing Affordability Fund	-	2,000,000	19,993	1,980,007
City Council President Admin Support	37,520	37,520	8,718	28,802
Non Dept Board of Police Commissioners	3,716,736	3,716,736	2,261,607	1,455,129
Wayne County Park Millage Funding FY2017/2018	-	41,850	41,850	-
Motor City Match	2,000,000	2,000,000	2,000,000	-
Job Development & Employer Outreach	700,000	700,000	-	700,000
Surveillance Technology	-	-	-	-
HRD Housing Underwriting GF Staffing	221,018	221,018	89,170	131,848
COVID-19 Response	-	11,303,163	9,482,300	1,820,863
Detroit Demolition	9,651,609	6,339,883	4,551,987	1,787,896
DHD Animal Care	3,688,853	3,688,853	1,388,670	2,300,183
DHD Community & Industrial Hygiene	495,708	495,708	336,392	159,316
GSD Shared Services	41,923,890	41,923,890	36,741,558	5,182,332
Efficient and Innovative Operations Support - DoIT	18,245,630	16,671,442	15,160,981	1,510,461
Parks and Public Space Management	15,616,168	15,616,168	14,076,221	1,539,947
CoD Capital Projects	-	10,225,717	9,827,156	398,561
Recreation - GSD	21,444,928	21,444,928	13,187,296	8,257,632
Safe Neighborhoods - GSD	2,261,950	2,261,950	1,530,941	731,009
DHD Food Sanitation	1,436,434	1,436,434	805,697	630,737

See notes to required supplemental information.

Required Supplemental Information
Schedule of Revenue, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Safer Neighborhoods - DoIT	\$ 4,498,382	\$ 3,748,382	\$ 3,663,650	\$ 84,732
CDBG-CV CARES ACT funds	-	-	-	-
Fire Fighting and Response	-	-	(51,682)	51,682
Resource Planning	-	-	-	-
Stray Animal Management	-	-	-	-
Citywide Overhead	-	-	-	-
Fire Department Administration	-	-	(36)	36
Pension-Related Payments	-	-	-	-
Fund Development and Oversight	-	-	-	-
Effective Governance - City Elections	-	-	-	-
Property Valuation	-	-	(10)	10
Fire - Ordinance Enforcement	-	-	(698)	698
Revenue Management	-	-	-	-
Cable TV	-	-	(10)	10
Accounting Controls	-	-	-	-
Homegrown Detroit	-	192,992	183,330	9,662
Public Lighting - Administration	-	-	-	-
Workforce Management	-	-	-	-
Casino Customer Response Services	-	-	(1,024)	1,024
GSD - Administration	-	-	-	-
Supplier Analysis	-	-	-	-
MPD Administration	-	-	-	-
Effective Governance - Legislative Services	-	-	-	-
Fire Services Infrastructure	-	-	(112)	112
BSEED Safe Buildings	-	-	(277)	277
Civil Rights, Inclusion and Opportunity Grant Donation	-	1,250	1,000	250
Fire Department Community Engagement	-	-	(164)	164
Transfers/Other	-	21,530,847	22,497,466	(966,619)
Total Expenditures	<u>1,034,288,879</u>	<u>1,140,615,899</u>	<u>1,027,656,029</u>	<u>112,959,870</u>
Net Change	<u>-</u>	<u>(33,030,136)</u>	<u>107,852,434</u>	<u>140,882,570</u>
Fund Balance - Beginning of year	<u>746,303,211</u>	<u>746,303,211</u>	<u>746,303,211</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 746,303,211</u>	<u>\$ 713,273,075</u>	<u>\$ 854,155,645</u>	<u>\$ 140,882,570</u>

Required Supplemental Information
 Schedule of Changes in the Net Pension Liability and Related Ratios
 General Retirement System (GRS) Component II

Last Seven Fiscal Years**

	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,736,019
Interest	192,888,245	195,489,643	192,359,745	201,919,235	214,011,164	263,007,329	242,611,073
Changes in benefit terms	-	-	-	-	-	(731,824,895)	(113,311,571)
Differences between expected and actual experience	(55,836,749)	13,596,900	33,805,327	(27,508,380)	(43,719,112)	24,644,531	-
Changes in assumptions	67,677,535	-	(110,274,515)	76,925,957	90,034,927	(101,559,893)	(271,190,194)
Benefit payments, including refunds	(239,881,652)	(248,790,015)	(253,442,630)	(266,900,539)	(292,282,179)	(297,538,990)	(397,733,807)
Net Change in Total Pension Liability	(35,152,621)	(39,703,472)	(137,552,073)	(15,563,727)	(31,955,200)	(843,271,918)	(506,888,480)
Total Pension Liability - Beginning of year	2,733,602,681	2,773,306,153	2,910,858,226	2,926,421,953	2,958,377,153	3,801,649,071	4,308,537,551
Total Pension Liability - End of year	\$ 2,698,450,060	\$ 2,733,602,681	\$ 2,773,306,153	\$ 2,910,858,226	\$ 2,926,421,953	\$ 2,958,377,153	\$ 3,801,649,071
Plan Fiduciary Net Position							
Contributions - Employer	\$ 48,275,000	\$ 68,275,000	\$ 68,275,000	\$ 90,889,402	\$ 104,792,657	\$ 189,282,095	\$ 25,126,131
Contributions - Member	-	-	-	-	-	609,074	10,241,761
Net investment (loss) income	(14,002,111)	47,170,007	155,423,193	206,896,567	(12,450,547)	93,054,978	289,789,607
Administrative expenses	(2,351,273)	(3,023,943)	(3,313,418)	(6,021,837)	(3,742,618)	(7,556,822)	(11,237,767)
Benefit payments, including refunds	(239,881,652)	(248,790,015)	(253,442,630)	(266,900,539)	(292,282,179)	(297,538,990)	(397,733,807)
Other (includes ASF recoupment)	5,155,198	(5,347,864)	6,952,522	8,324,075	5,945,783	138,219,997	-
Net Change in Plan Fiduciary Net Position	(202,804,838)	(141,716,815)	(26,105,333)	33,187,668	(197,736,904)	116,070,332	(83,814,075)
Plan Fiduciary Net Position - Beginning of year	1,798,906,827	1,940,623,642	1,966,728,975	1,933,541,307	2,131,278,211	2,015,207,879	2,099,021,954
Plan Fiduciary Net Position - End of year	\$ 1,596,101,989	\$ 1,798,906,827	\$ 1,940,623,642	\$ 1,966,728,975	\$ 1,933,541,307	\$ 2,131,278,211	\$ 2,015,207,879
Plan's Net Pension Liability - Ending	\$ 1,102,348,071	\$ 934,695,854	\$ 832,682,511	\$ 944,129,251	\$ 992,880,646	\$ 827,098,942	\$ 1,786,441,192
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	59.15 %	65.81 %	69.98 %	67.57 %	66.07 %	72.04 %	53.01 %
Covered Payroll*	\$ 149,373,313	\$ 141,646,750	\$ 246,173,916	\$ 199,307,987	\$ 185,147,364	\$ 188,210,536	\$ 238,669,871
Plan's Net Pension Liability as a Percentage of Covered Payroll	737.98 %	659.88 %	338.25 %	473.70 %	536.27 %	439.45 %	748.50 %

*Covered payroll excludes overtime and longevity pay, which was included as compensation for the purpose of determining employer contributions.

**These fiscal years are based on the City's measurement date.

Schedule will be built prospectively from GASB Statement No. 68 adoption until 10 full years are presented.

Required Supplemental Information
 Schedule of Changes in the Net Pension Liability and Related Ratios
 Police and Fire Retirement System (PFRS) Component II

Last Seven Fiscal Years**

	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,967,708
Interest	253,048,801	256,873,504	257,841,119	261,449,503	264,233,822	306,063,331	304,737,369
Changes in benefit terms	(4,490,368)	(3,111,623)	-	-	-	(555,898,068)	(102,236,878)
Differences between expected and actual experience	(13,062,993)	(3,862,962)	32,674,674	(10,648,606)	45,955,554	(59,621,651)	-
Changes in assumptions	13,171,037	-	(6,975,457)	(4,082,068)	114,463,361	(95,014,469)	540,356,835
Benefit payments, including refunds	<u>(300,575,691)</u>	<u>(305,611,683)</u>	<u>(308,390,724)</u>	<u>(306,098,871)</u>	<u>(304,467,163)</u>	<u>(313,816,916)</u>	<u>(323,540,473)</u>
Net Change in Total Pension Liability	(51,909,214)	(55,712,764)	(24,850,388)	(59,380,042)	120,185,574	(718,287,773)	454,284,561
Total Pension Liability - Beginning of year	<u>3,669,742,652</u>	<u>3,725,455,416</u>	<u>3,750,305,804</u>	<u>3,809,685,846</u>	<u>3,689,500,272</u>	<u>4,407,788,045</u>	<u>3,953,503,484</u>
Total Pension Liability - End of year	<u>\$ 3,617,833,438</u>	<u>\$ 3,669,742,652</u>	<u>\$ 3,725,455,416</u>	<u>\$ 3,750,305,804</u>	<u>\$ 3,809,685,846</u>	<u>\$ 3,689,500,272</u>	<u>\$ 4,407,788,045</u>
Plan Fiduciary Net Position							
Contributions - Employer	\$ 18,300,000	\$ 18,300,000	\$ 18,300,000	\$ 18,300,000	\$ 37,787,744	\$ 114,300,000	\$ -
Contributions - Member	-	3,600	42,114	14,055	24,801	42,576	7,783,141
Net investment income	31,216,638	98,891,894	237,991,220	282,398,412	24,618,573	122,736,820	568,760,793
Administrative expenses	(2,449,246)	(3,180,514)	(4,933,928)	(4,433,657)	(3,103,689)	(7,630,692)	(11,373,226)
Benefit payments, including refunds	(300,575,691)	(305,611,683)	(308,390,724)	(306,098,871)	(304,467,163)	(313,816,916)	(323,540,473)
Transfers out	-	-	-	(20,000,000)	-	-	-
Other	<u>(86,917)</u>	<u>(3,863,746)</u>	<u>1,153,145</u>	<u>1,491,589</u>	<u>855,743</u>	<u>2,919,354</u>	<u>-</u>
Net Change in Plan Fiduciary Net Position	(253,595,216)	(195,460,449)	(55,838,173)	(28,328,472)	(244,283,991)	(81,448,858)	241,630,235
Plan Fiduciary Net Position - Beginning of year	<u>2,670,843,356</u>	<u>2,866,303,805</u>	<u>2,922,141,978</u>	<u>2,950,470,450</u>	<u>3,194,754,441</u>	<u>3,276,203,299</u>	<u>3,034,573,064</u>
Plan Fiduciary Net Position - End of year	<u>\$ 2,417,248,140</u>	<u>\$ 2,670,843,356</u>	<u>\$ 2,866,303,805</u>	<u>\$ 2,922,141,978</u>	<u>\$ 2,950,470,450</u>	<u>\$ 3,194,754,441</u>	<u>\$ 3,276,203,299</u>
Plan's Net Pension Liability - Ending	<u>\$ 1,200,585,298</u>	<u>\$ 998,899,296</u>	<u>\$ 859,151,611</u>	<u>\$ 828,163,826</u>	<u>\$ 859,215,396</u>	<u>\$ 494,745,831</u>	<u>\$ 1,131,584,746</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	66.81 %	72.78 %	76.94 %	77.92 %	77.45 %	86.59 %	74.33 %
Covered Payroll*	\$ 105,233,078	\$ 111,407,220	\$ 116,288,356	\$ 137,250,599	\$ 130,510,339	\$ 131,220,124	\$ 157,622,578
Plan's Net Pension Liability as a Percentage of Covered Payroll	1,140.88 %	896.62 %	738.81 %	603.40 %	658.35 %	377.04 %	717.91 %

*Covered payroll excludes overtime and longevity pay, which was included as compensation for the purpose of determining employer contributions.

**These fiscal years are based on the City's measurement date.

Schedule will be built prospectively from GASB Statement No. 68 adoption until 10 full years are presented.

Required Supplemental Information
 Schedule of Changes in the Net Pension Liability and Related Ratios
 GRS Component I

Last Six Fiscal Years*

	2020	2019	2018	2017	2016	2015
Total Pension Liability						
Service cost	\$ 28,255,984	\$ 25,975,870	\$ 22,359,382	\$ 18,417,037	\$ 18,302,706	\$ 19,318,576
Interest	10,270,622	7,531,400	5,438,061	4,084,391	2,495,896	695,469
Differences between expected and actual experience	(7,464,424)	7,556,858	4,546,865	(4,667,487)	(1,263,760)	-
Changes in assumptions	6,518,200	-	(5,758,189)	2,780,462	2,111,451	(1,202,109)
Voluntary contributions	-	-	-	5,043,346	5,213,744	5,775,885
Benefit payments, including refunds	(3,629,833)	(3,539,384)	(2,390,592)	(2,134,809)	(2,287,214)	-
Net Change in Total Pension Liability	33,950,549	37,524,744	24,195,527	23,522,940	24,572,823	24,587,821
Total Pension Liability - Beginning of year	134,403,855	96,879,111	72,683,584	49,160,644	24,587,821	-
Total Pension Liability - End of year	\$ 168,354,404	\$ 134,403,855	\$ 96,879,111	\$ 72,683,584	\$ 49,160,644	\$ 24,587,821
Plan Fiduciary Net Position						
Contributions - Employer	\$ 12,515,861	\$ 12,205,700	\$ 14,673,644	\$ 9,484,992	\$ 9,048,831	\$ 8,811,368
Contributions - Member	15,929,752	15,570,185	8,837,967	7,752,058	7,345,515	6,970,544
Net investment (loss) income	(2,216,167)	3,270,861	8,445,590	9,100,741	(76,608)	20,690
Benefit payments, including refunds	(3,629,833)	(3,539,384)	(2,390,592)	(2,134,809)	(1,031,060)	-
Benefit payments and refunds based on voluntary contributions	-	-	-	-	(1,256,154)	-
Administrative expenses	(1,540,433)	(1,942,063)	(2,171,693)	(2,639,392)	(3,094,197)	(1,481,590)
Voluntary contributions	-	-	5,302,650	5,043,346	5,213,744	5,775,885
Other (includes ASF recoupment)	1,237,613	9,066,287	12,436	61,834	6,586	-
Net Change in Plan Fiduciary Net Position	22,296,793	34,631,586	32,710,002	26,668,770	16,156,657	20,096,897
Plan Fiduciary Net Position - Beginning of year	130,263,912	95,632,326	62,922,324	36,253,554	20,096,897	-
Plan Fiduciary Net Position - End of year	\$ 152,560,705	\$ 130,263,912	\$ 95,632,326	\$ 62,922,324	\$ 36,253,554	\$ 20,096,897
Plan's Net Pension Liability - Ending	\$ 15,793,699	\$ 4,139,943	\$ 1,246,785	\$ 9,761,260	\$ 12,907,090	\$ 4,490,924
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	90.62 %	96.92 %	98.71 %	86.57 %	73.75 %	81.74 %
Covered Payroll	\$ 245,732,111	\$ 224,726,503	\$ 246,173,916	\$ 199,307,987	\$ 185,147,364	\$ 180,069,852
Plan's Net Pension Liability as a Percentage of Covered Payroll	6.43 %	1.84 %	0.51 %	4.90 %	6.97 %	2.49 %

*These fiscal years are based on the City's measurement date.

Schedule will be built prospectively from GASB Statement No. 68 adoption until 10 full years are presented.

Required Supplemental Information
Schedule of Changes in the Net Pension (Asset) Liability and Related Ratios
PFRS Component I

	Last Six Fiscal Years*					
	2020	2019	2018	2017	2016	2015
Total Pension Liability						
Service cost	\$ 29,188,041	\$ 26,942,435	\$ 24,907,507	\$ 25,414,182	\$ 24,068,808	\$ 24,835,814
Interest	9,617,240	7,633,137	5,787,404	4,474,574	2,743,066	894,089
Changes in benefit terms	(748,011)	(518,835)	-	-	-	-
Differences between expected and actual experience	(62,923)	(3,122,804)	(3,622,053)	(10,708,737)	(4,077,124)	-
Changes in assumptions	1,037,498	-	(305,021)	(221,533)	2,424,058	(1,008,119)
Voluntary contributions	-	-	-	34,134	15,459	14,370
Benefit payments, including refunds	(4,707,048)	(4,013,358)	(561,561)	(223,826)	(101,251)	-
Net Change in Total Pension Liability	34,324,797	26,920,575	26,206,276	18,768,794	25,073,016	24,736,154
Total Pension Liability - Beginning of year	121,704,815	94,784,240	68,577,964	49,809,170	24,736,154	-
Total Pension Liability - End of year	\$ 156,029,612	\$ 121,704,815	\$ 94,784,240	\$ 68,577,964	\$ 49,809,170	\$ 24,736,154
Plan Fiduciary Net Position						
Contributions - Employer	\$ 18,028,236	\$ 17,832,015	\$ 19,244,806	\$ 16,448,246	\$ 15,831,763	\$ 14,606,971
Contributions - Member	10,366,173	9,768,284	9,170,876	8,554,893	7,958,271	7,390,335
Net investment income	1,389,177	5,384,693	8,634,498	8,897,790	252,125	21,019
Benefit payments, including refunds	(4,707,048)	(4,013,358)	(561,561)	(223,826)	(63,882)	(19,554)
Administrative expenses	(1,619,042)	(2,017,961)	(1,928,606)	(2,648,040)	(3,000,369)	(685,677)
Refunds	-	-	-	-	(37,369)	-
Voluntary contributions	-	-	-	34,134	15,459	14,370
Other (includes ASF recoupment)	1,628,497	4,042,486	55,353	20,009,060	301	-
Net Change in Plan Fiduciary Net Position	25,085,993	30,996,159	34,615,366	51,072,257	20,956,299	21,327,464
Plan Fiduciary Net Position - Beginning of year	158,967,545	127,971,386	93,356,020	42,283,763	21,327,464	-
Plan Fiduciary Net Position - End of year	\$ 184,053,538	\$ 158,967,545	\$ 127,971,386	\$ 93,356,020	\$ 42,283,763	\$ 21,327,464
Plan's Net Pension (Asset) Liability - Ending	\$ (28,023,926)	\$ (37,262,730)	\$ (33,187,146)	\$ (24,778,056)	\$ 7,525,407	\$ 3,408,690
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	117.96 %	130.62 %	135.01 %	136.13 %	84.89 %	86.22 %
Covered Payroll	\$ 150,648,322	\$ 133,730,109	\$ 145,936,144	\$ 137,250,599	\$ 130,510,339	\$ 121,627,871
Plan's Net Pension (Asset) Liability as a Percentage of Covered Payroll	(18.60)%	(27.86)%	(22.74)%	(18.05)%	5.77 %	2.80 %

*These fiscal years are based on the City's measurement date.

Schedule will be built prospectively from GASB Statement No. 68 adoption until 10 full years are presented.

Required Supplemental Information
 Schedule of Pension Contributions
 GRS Component II

Last Ten Fiscal Years
 Years Ended June 30

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially/contractually determined contribution*	\$ 48,275,000	\$ 48,274,984	\$ 68,275,000	\$ 68,275,000	\$ 91,238,402	\$ 104,792,657	\$ 189,282,095	\$ 72,643,307	\$ 62,297,432	\$ 64,065,214
Contributions in relation to the actuarially determined contribution	48,275,000	48,274,984	68,275,000	68,275,000	91,238,402	104,792,657	189,282,095	25,126,131	26,515,782	64,065,214
Contribution Deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (47,517,176)	\$ (35,781,650)	\$ -
Covered Payroll	\$ -	\$ 149,373,313	\$ 141,646,750	\$ 246,173,916	\$ 199,307,987	\$ 185,147,364	\$ 188,210,536	\$ 238,669,871	\$ 213,291,083	\$ 257,992,240
Contributions as a Percentage of Covered Payroll	- %	32.32 %	48.20 %	27.73 %	45.78 %	56.60 %	100.57 %	10.53 %	12.43 %	24.83 %

*Starting with fiscal year 2015, the contributions were determined by the provisions of the POA. Covered payroll for the fiscal year ended June 30, 2021 was not available; thus, no amount is reported.

Required Supplemental Information
Schedule of Pension Contributions
PFRS Component II

Last Ten Fiscal Years
Years Ended June 30

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially/contractually determined contribution*	\$ 18,300,000	\$ 18,300,000	\$ 18,300,000	\$ 18,300,000	\$ 18,300,000	\$ 37,787,744	\$ 114,300,000	\$ 50,642,443	\$ 42,005,173	\$ 49,760,229
Contributions in relation to the actuarially determined contribution	18,300,000	18,300,000	18,300,000	18,300,000	18,300,000	37,787,744	114,300,000	-	-	20,733,429
Contribution Deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (50,642,443)	\$ (42,005,173)	\$ (29,026,800)
Covered Payroll	\$ -	\$ 105,233,078	\$ 111,407,220	\$ 116,288,356	\$ 137,250,599	\$ 130,510,339	\$ 131,220,124	\$ 157,622,578	\$ 186,694,166	\$ 205,800,278
Contributions as a Percentage of Covered Payroll	- %	16.43 %	15.74 %	14.42 %	13.58 %	28.50 %	61.22 %	- %	- %	10.07 %

*Starting with fiscal year 2015, the contributions were determined by the provisions of the POA. Covered payroll for the fiscal year ended June 30, 2021 was not available; thus, no amount is reported.

City of Detroit, Michigan

Required Supplemental Information Schedule of Pension Contributions GRS Component I

	Last Seven Fiscal Years						
	Years Ended June 30						
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually determined contribution	\$ 11,704,302	\$ 12,503,309	\$ 12,195,432	\$ 14,673,644	\$ 9,484,992	\$ 9,048,831	\$ 8,811,369
Contributions in relation to the contractually determined contribution	<u>11,704,302</u>	<u>12,515,861</u>	<u>12,205,699</u>	<u>14,673,644</u>	<u>9,484,992</u>	<u>9,048,831</u>	<u>8,811,369</u>
Contribution Excess	<u>\$ -</u>	<u>\$ 12,552</u>	<u>\$ 10,267</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 233,681,019	\$ 245,732,111	\$ 224,726,503	\$ 246,173,916	\$ 199,307,987	\$ 185,147,364	\$ 180,069,852
Contributions as a Percentage of Covered Payroll	5.01 %	5.09 %	5.43 %	5.96 %	4.76 %	4.89 %	4.89 %

There were no contributions prior to 2015, as the POA was effective starting on July 1, 2014.

City of Detroit, Michigan

Required Supplemental Information
Schedule of Pension Contributions
PFRS Component I

	Last Seven Fiscal Years						
	Years Ended June 30						
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 19,209,594	\$ 18,028,236	\$ 17,832,015	\$ 19,244,806	\$ 16,448,246	\$ 15,831,763	\$ 14,606,971
Contributions in relation to the contractually required contribution	<u>19,209,594</u>	<u>18,028,236</u>	<u>17,832,015</u>	<u>19,244,806</u>	<u>16,448,246</u>	<u>15,831,763</u>	<u>14,606,971</u>
Contribution Excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 156,812,283	\$ 150,648,322	\$ 133,730,109	\$ 145,936,144	\$ 137,250,599	\$ 130,510,339	\$ 121,627,871
Contributions as a Percentage of Covered Payroll	12.25 %	11.97 %	13.33 %	13.19 %	11.98 %	12.13 %	12.01 %

There were no contributions prior to 2015, as the POA was effective starting on July 1, 2014.

Notes to Schedule of Contributions (Component II of GRS and PFRS)

Actuarial valuation information relative to the determination of contributions:

GRS Component II	2021	2020	2019	2018	2017	2016
Valuation date	See Note 1					

Methods and assumptions used to determine contribution rates:

Actuarial cost method

Amortization method

Remaining amortization period

Asset valuation method

Inflation

Salary increases

Investment rate of return

Retirement age

Mortality

Other information

Note 1: Actuarially determined contribution rates were calculated as of June 30, two years prior to the end of fiscal year in which the contributions were reported.

From 2015 until 2024, annual contributions are based on specific provisions of the Plan of Adjustment.

See notes to required supplemental information.

Required Supplemental Information Schedule of Actuarial Assumptions

**Last Ten Fiscal Years
Years Ended June 30**

2015	2014	2013	2012
See Note 1	June 30, 2011	June 30, 2010	June 30, 2009
	Entry Age	Entry Age	Entry Age
	Level Percent	Level Percent	Level Percent
	30 years, Open	30 years, Open	30 years, Open
	7-year Smoothed Market	7-year Smoothed Market	5-year Smoothed Market
	4.0%	4.0%	4.0%
	4.0% - 8.9%	4.0% - 8.9%	4.0% - 8.9%
	7.9%	7.9%	7.9%
	Experience-based table of rates are specific to the type of eligibility condition	Experience-based table of rates are specific to the type of eligibility condition	Experience-based table of rates are specific to the type of eligibility condition
	110% of the RP-2000 Combined Table, set back zero years for males and two years for females	110% of the RP-2000 Combined Table, set back zero years for males and two years for females	90% (150% for disabled members) of the 1983 Group Annuity Mortality Table
	Cost of living adjustments are 2.25% of original pension amounts at retirement	Cost of living adjustments are 2.25% of original pension amounts at retirement	Cost of living adjustments are 2.25% of original pension amounts at retirement

See notes to required supplemental information.

PFRS Component II	2021	2020	2019	2018	2017	2016
Valuation date	See Note 1					
Methods and assumptions used to determine contribution rates:						
Actuarial cost method						
Amortization method						
Remaining amortization period						
Asset valuation method						
Inflation						
Salary increases						
Investment rate of return						
Retirement age						
Mortality						
Other information						

Note 1: Actuarially determined contribution rates were calculated as of June 30, two years prior to the end of fiscal year in which the contributions were reported. From 2015 until 2024, annual contributions are based on specific provisions of the Plan of Adjustment.

Required Supplemental Information
Schedule of Actuarial Assumptions (Continued)

**Last Ten Fiscal Years
Years Ended June 30**

2015	2014	2013	2012
See Note 1	June 30, 2012	June 30, 2011	June 30, 2010
	Entry Age	Entry Age	Entry Age
	Level Dollar, Closed	Level Dollar, Closed	Level Percent
	29 years, Closed	30 years, Closed	30 years, Closed
	7-year Smoothed Market	7-year Smoothed Market	7-year Smoothed Market
	0% for two years, 4.0% thereafter	0% for three years, 4.0% thereafter	4.0%
	5.0% - 9.2%	5.0% - 9.2%	5.0% - 9.2%
	8.00%	8.00%	8.00%
	Experience-based table of rates are specific to the type of eligibility condition	Experience-based table of rates are specific to the type of eligibility condition	Experience-based table of rates are specific to the type of eligibility condition
	95% of the RP-2000 Combined Table for males and 100% of the RP-2000 Combined Table set back two years for females	95% of the RP-2000 Combined Table for males and 100% of the RP-2000 Combined Table set back two years for females	95% of the RP-2000 Combined Table for males and 100% of the RP-2000 Combined Table set back two years for females
	Cost of living adjustments are 2.25% of original pension amounts at retirement	Cost of living adjustments are 2.25% of original pension amounts at retirement	Cost of living adjustments are 2.25% of original pension amounts at retirement

See notes to required supplemental information.

Required Supplemental Information
Schedule of Changes in the Net OPEB Liability (Asset) and Related Ratios
Open Death Benefit Plan

	Last Five Fiscal Years				
	2021	2020	2019	2018	2017
Total OPEB Liability					
Service cost	\$ 129,692	\$ 142,198	\$ 129,558	\$ 114,919	\$ 103,457
Interest	311,172	281,348	255,501	223,231	215,053
Differences between expected and actual experience	2,304	215,945	197,652	325,148	-
Changes in assumptions	806,689	-	-	-	-
Benefit payments, including refunds	(213,821)	(205,148)	(234,422)	(184,826)	(230,000)
Net Change in Total OPEB Liability	1,036,036	434,343	348,289	478,472	88,510
Total OPEB Liability - Beginning of year	4,485,073	4,050,730	3,702,441	3,223,969	3,135,459
Total OPEB Liability - End of year	\$ 5,521,109	\$ 4,485,073	\$ 4,050,730	\$ 3,702,441	\$ 3,223,969
Plan Fiduciary Net Position					
Contributions - Employer	\$ 114,790	\$ 113,842	\$ 92,990	\$ 107,627	\$ 88,709
Contributions - Employee	96,996	86,147	73,457	96,337	80,151
Net investment income	1,165,821	11,617	246,685	296,957	315,310
Administrative expenses	(55,594)	(55,108)	(61,160)	(32,001)	(61,755)
Benefit payments, including refunds	(213,821)	(205,148)	(234,422)	(184,826)	(230,000)
Other	-	-	-	(221,948)	-
Net Change in Plan Fiduciary Net Position	1,108,192	(48,650)	117,550	62,146	192,415
Plan Fiduciary Net Position - Beginning of year	4,024,699	4,073,349	3,955,799	3,893,653	3,701,238
Plan Fiduciary Net Position - End of year	\$ 5,132,891	\$ 4,024,699	\$ 4,073,349	\$ 3,955,799	\$ 3,893,653
Net OPEB Liability (Asset) - Ending	\$ 388,218	\$ 460,374	\$ (22,619)	\$ (253,358)	\$ (669,684)
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	92.97 %	89.74 %	100.56 %	106.84 %	120.77 %
Covered-employee Payroll	\$ -	\$ 471,081,385	\$ -	\$ -	\$ -
Net OPEB Liability (Asset) as a Percentage of Covered-employee Payroll	- %	0.10 %	- %	- %	- %

GASB Statement No. 75 was implemented for the fiscal year ended June 30, 2017 and does not require retrospective implementation. Data will be added as information is available until 10 years of such information is reported.

GASB Statement No. 75, as amended, requires covered-employee payroll to be presented, as well as the net OPEB liability as a percentage of covered-employee payroll. Covered-employee payroll for years 2017 - 2019 is not available.

Required Supplemental Information
Schedule of Changes in the Net OPEB Liability and Related Ratios
Closed Death Benefit Plan

	Last Five Fiscal Years				
	2021	2020	2019	2018	2017
Total OPEB Liability -					
Increase (decrease) in total OPEB liability due to availability of assets	\$ 4,496,392	\$ (944,616)	\$ 12,295	\$ 38,822	\$ (15,035)
Net Change in Total OPEB Liability	4,496,392	(944,616)	12,295	38,822	(15,035)
Total OPEB Liability - Beginning of year	20,470,176	21,414,792	21,402,497	21,363,675	21,378,710
Total OPEB Liability - End of year	<u>\$ 24,966,568</u>	<u>\$ 20,470,176</u>	<u>\$ 21,414,792</u>	<u>\$ 21,402,497</u>	<u>\$ 21,363,675</u>
Plan Fiduciary Net Position					
Retiree contribution	\$ 19,867	\$ 12,925	\$ 9,080	\$ 9,528	\$ -
Net investment income	5,538,571	63,605	1,295,090	1,416,686	1,996,352
Administrative expenses	(18,097)	-	-	-	-
Benefit payments, including refunds	(1,043,949)	(1,074,935)	(1,230,715)	(1,355,391)	(1,949,612)
Other	-	53,789	(61,160)	(32,001)	(61,775)
Net Change in Plan Fiduciary Net Position	4,496,392	(944,616)	12,295	38,822	(15,035)
Plan Fiduciary Net Position - Beginning of year	20,470,176	21,414,792	21,402,497	21,363,675	21,378,710
Plan Fiduciary Net Position - End of year	<u>\$ 24,966,568</u>	<u>\$ 20,470,176</u>	<u>\$ 21,414,792</u>	<u>\$ 21,402,497</u>	<u>\$ 21,363,675</u>
Net OPEB Liability - Ending	<u>\$ -</u>				
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	100.00 %	100.00 %	100.00 %	100.00 %	100.00 %

GASB Statement No. 75 was implemented for the fiscal year ended June 30, 2017 and does not require retrospective implementation. Data will be added as information is available until 10 years of such information is reported.

As the plan will provide future benefits only to the extent that plan assets are available to pay them, the total OPEB liability is the plan's ending net position.

There is no applicable payroll; therefore, no covered payroll is presented.

Budgeting Policy

The City's budget process is informed by a comprehensive planning process that includes departmental, procurement, grant, staffing, technology, capital, and long-term financial planning. The City adopts a budget annually for the next fiscal year, in accordance with the Uniform Budgeting and Accounting Act, 1968 PA 2 MCL 141.421 to 141.440a; the City Charter; and Chapter 17, Article II of the 2019 Detroit City Code. Pursuant to Section 4t of the Home Rule City Act 1909 PA 279 MCL 117.4t, the budget process also includes independent biannual consensus revenue estimating conferences that establish the revenue estimates for the budget and an annually balanced four-year financial plan that includes the City's adopted budget plus an additional three forecasted years. The total of expenditures cannot exceed the total of estimated revenue, so that the budget as adopted is a balanced budget. Through its four-year financial plan, the City ensures ongoing expenditures are supported by ongoing revenue.

Budgetary Compliance

On or before March 7 of each year, the mayor submits to the City Council a proposed annual budget and four-year financial plan for the next fiscal year. After public hearings, the City Council adopts the annual budget and four-year financial plan, with or without amendment, no later than April 7. The mayor can veto amendments made by the City Council, and the City Council can then override the veto with a two-thirds majority vote.

The City's annual budget and four-year financial plan cannot exceed revenue certified by the independent Revenue Estimating Conference. The chief financial officer must certify the annual budget complies with the Uniform Budgeting and Accounting Act, 1968 PA 2 MCL 141.421 to 141.440a. Pursuant to the Michigan Financial Review Commission Act, 2014 PA 181 MCL 141.1631 to 141.1643, the City is under oversight by the Financial Review Commission (FRC). However, once the City met certain criteria, the nature of the oversight was scaled back. In April 2018, the FRC determined that the City had satisfied the conditions and granted the City its first waiver of active oversight. The FRC continues to monitor the City, reviews the waiver annually, and, by July 1 of each year, makes a determination as to whether to renew the waiver for the subsequent year. Under the terms of the waiver, the City must transmit the adopted annual budget and four-year financial plan to the Financial Review Commission, established under 2014 PA 181, by April 30 of each year. However, it is not subject to commission approval while the City is under a waiver of active oversight.

The budget is prepared in accordance with U.S. generally accepted accounting principles, except that transfers from and to other funds are included in revenue and expenditures, and budgeted uses of fund balance are included in revenue (generally shown in the "Prior Year Activity" revenue line). Budgetary appropriations are made at the function level, the legal level of budgetary control. The budget and actual comparison schedules that follow are shown at the appropriation level by fund. Expenditures for a specific function cannot exceed its appropriation. Revenue also is reported by appropriation, although actual revenue is not limited by its budgeted amounts.

The mayor may propose budget amendments during the fiscal year, which are subject to the City Council's approval. If the mayor advises the City Council during the fiscal year that there are available appropriations and revenue in excess of those estimated in the budget, the City Council may make supplemental appropriations for the year up to the amount of the excess. In the case of estimated revenue shortfalls, the City must maintain a balanced budget, and the mayor may request that the City Council decrease certain appropriations to do so. In any case, the mayor is under no obligation to spend an entire appropriation. Also, at any time during the fiscal year, the City Council, upon written request by the mayor, may transfer all or part of any unencumbered appropriation balance among programs, services, or activities within an agency or from one agency to another. The City did not budget for the American Rescue Plan Act Special Revenue Fund, as there was no planned or actual revenue or expenditures in fiscal year 2021.

June 30, 2021

A reconciliation of the budgetary comparison schedules to the fund-based statement of revenue, expenditures, and changes in fund balances is as follows:

General Fund	Total Revenue	Total Expenditures	Change in Fund Balance
Amounts per operating statement	\$ 1,029,784,961	\$ 921,932,527	\$ 107,852,434
Non-GAAP gross up of revenue/expenditures on the budgetary basis	<u>105,723,502</u>	<u>105,723,502</u>	<u>-</u>
Amounts per budget statement	<u>\$ 1,135,508,463</u>	<u>\$ 1,027,656,029</u>	<u>\$ 107,852,434</u>

Pension Information

Benefit Changes

Component II

As of June 30, 2014, the Component II pension plans were frozen. No new employees are allowed to participate in the Component II plans. All benefits for active employees are frozen as of June 30, 2014 based on service and average final compensation accrued as of that date.

In fiscal year 2015, for GRS, benefits were reduced by 4.5 percent, and the cost of living adjustments were eliminated. For PFRS, the cost of living adjustments decreased to 1.0125 percent.

In fiscal year 2019, new DROP plan provisions were adopted for PFRS. The new provisions allow DPLSA (Detroit Police Lieutenants and Sergeants Association) members to participate in the DROP program for a maximum of 10 years, up from the prior maximum of 5 years.

In fiscal year 2020, new DROP plan provisions were adopted for PFRS. The new provisions allow DPCOA (Detroit Police Command Officers Association), and DPOA (Detroit Police Officers Association) members to participate in the DROP program for a maximum of 10 years, up from the prior maximum of 5 years.

Component I

As of July 1, 2014, all current and future employees participate in the new hybrid pension plans. Component I of the plan document applies to benefits accrued by members on or after July 1, 2014.

In fiscal year 2019, new DROP plan provisions were adopted for PFRS. The new provisions allow DPLSA (Detroit Police Lieutenants and Sergeants Association), DPCOA (Detroit Police Command Officers Association), and DPOA (Detroit Police Officers Association) members to participate in the DROP program for a maximum of 10 years, up from the prior maximum of 5 years.

Changes in Assumptions

The discount rate used to calculate the June 30, 2020 total pension liability was 7.15 percent for PFRS and 7.06 percent for GRS. The discount rate to calculate total pension liability as of June 30, 2019 was 7.19 percent for PFRS and 7.38 percent for GRS.

The discount rate used to calculate the June 30, 2018 total pension liability was 7.19 percent for PFRS and 7.38 percent for GRS. The discount rate used to calculate the total pension liability as of June 30, 2017 was 7.17 percent for PFRS and 6.91 percent for GRS.

The discount rate used to calculate the June 30, 2016 total pension liability was 7.15 percent for PFRS and 7.23 percent for GRS. The discount rate used to calculate the total pension liability as of June 30, 2015 was 7.47 percent for PFRS and 7.61 percent for GRS.

June 30, 2021

For GRS, the amounts reported as changes of assumptions in 2014 resulted from adjustment of the discount rate from 5.88 to 7.2 percent, updating the mortality tables from RP-2000 Combined Table to RP-2014 Blue Collar Annuitant Table, and adjustments for longevity and unused sick leave being eliminated.

For PFRS, the amounts reported as changes in assumptions in 2014 resulted from adjustment of the discount rate from 8 to 7.2 percent and updating the mortality tables from RP-2000 Combined Table to RP-2014 Blue Collar Annuitant Table.

OPEB Information

Changes in Assumptions

In 2021, the discount rate changed from 7.00 to 5.99 percent.

Other Supplemental Information

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than certain major capital facilities) that are restricted by law and administrative action to expenditures for specified purposes.

Community Development Block Grant Fund

This fund accounts for activities financed by federal governmental grants under Title I of the Housing and Community Development Act of 1974.

Construction Code Fund

In accordance with State of Michigan Public Act No. 245 of 1999, this fund accounts for financing activities related to the acts and services performed by the Building and Safety Fund, including, without limitation, issuance of building permits, examination of plans and specifications, inspection of construction undertaken pursuant to a building permit, the issuance of certificates of use, and occupancy and hearing appeals in accordance with this act.

Urban Development Fund

This fund accounts for funding received from the federal government earmarked for the acquisition and site preparation of property for future development.

Drug Law Enforcement Fund

This fund accounts for forfeited narcotics proceeds that are used for the enhancement of narcotics enforcement.

General Grants Fund

This fund accounts for various activities financed by federal, state, and local grants.

Solid Waste Management Fund

This fund accounts for local revenue collected for curbside rubbish pickup and discard restricted under Chapter 22 of the Detroit city code.

Street Funds

This fund accounts for Michigan State Gas and Weight Tax revenue and other related grants used for the construction and maintenance of major and local streets.

Telecommunication Fund

This fund accounts for state grant revenue as a result of Public Act 48 of 2002 (Metropolitan Extension Telecommunication Rights-of-Way Oversight Act), which was designed to promote expanded telecommunication services in Michigan.

Renewable Energy Fund

This fund accounts for Public Act 295 of 2008, Clean, Renewable, and Efficient Energy Act activities of the Public Lighting Authority.

Dedicated Fees and Donations Fund

This fund accounts for various fees and donations that are restricted for a specified purpose.

Non-Compliance Fees Fund

This fund accounts for all activity related to noncompliance fee collection and disbursement committed by the City Council for community service.

Bridging Neighborhoods Fund

This fund accounts for resources restricted by interlocal agreement to the relocation of homeowners near the Gordie Howe International Bridge and the improvement of houses that may be affected by elevated truck traffic upon completion of the bridge.

COVID-19 Revenue Fund

This fund accounts for COVID-19 activities financed through federal and state funding.

Debt Service Fund

The Debt Service Fund is established to account for the accumulation of resources for the payment of principal and interest of certain general obligations.

Permanent Fund

The permanent fund accounts for principal trust amounts received and related interest income. The interest portion of the trust is used to maintain the community cemetery.

Other Supplemental Information
Combining Balance Sheet
Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds	Debt Service Fund	Permanent Fund - Cemetery Trust	Total
Assets				
Cash and investments	\$ 281,589,105	\$ 4,420,162	\$ 1,641,783	\$ 287,651,050
Receivables:				
Property taxes receivable	-	7,332,222	-	7,332,222
Loans receivable	237,003,178	-	-	237,003,178
Trade receivables	40,870,760	-	-	40,870,760
Total receivables	277,873,938	7,332,222	-	285,206,160
Allowance for doubtful accounts	(264,026,737)	(6,701,066)	-	(270,727,803)
Net receivables	13,847,201	631,156	-	14,478,357
Due from other funds	28,832,142	-	-	28,832,142
Due from other governmental agencies	61,847,890	-	-	61,847,890
Restricted cash and investments	5,844,226	32,949,671	-	38,793,897
Total assets	\$ 391,960,564	\$ 38,000,989	\$ 1,641,783	\$ 431,603,336
Liabilities				
Accounts and contracts payable	\$ 50,965,388	\$ -	\$ -	\$ 50,965,388
Due to other governmental agencies	13,044,911	956,947	-	14,001,858
Due to other funds	91,690,947	-	-	91,690,947
Deposits	1,059,651	-	-	1,059,651
Other liabilities:				
Accrued salaries and wages	3,202,210	-	-	3,202,210
Accrued liabilities	5,024,448	3,562,076	-	8,586,524
Unearned revenue	19,155,271	-	-	19,155,271
Total liabilities	184,142,826	4,519,023	-	188,661,849
Deferred Inflows of Resources	16,279,904	631,151	-	16,911,055
Total liabilities and deferred inflows of resources	200,422,730	5,150,174	-	205,572,904

Other Supplemental Information
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds	Debt Service Fund	Permanent Fund - Cemetery Trust	Total
Fund Balances				
Nonspendable - Permanent fund principal - Nonexpendable	\$ -	\$ -	\$ 964,747	\$ 964,747
Restricted:				
Highway and street improvements	94,704,193	-	-	94,704,193
Police	4,547,085	-	-	4,547,085
Debt service	-	32,850,815	-	32,850,815
Grants	27,868,815	-	-	27,868,815
Construction code	13,691,010	-	-	13,691,010
Rubbish collection and disposal	35,052,029	-	-	35,052,029
Endowments and trusts - Expendable	-	-	677,036	677,036
Community and economic development	14,008,421	-	-	14,008,421
Committed for community service	3,926,838	-	-	3,926,838
Unassigned	(2,260,557)	-	-	(2,260,557)
 Total fund balances	 <u>191,537,834</u>	 <u>32,850,815</u>	 <u>1,641,783</u>	 <u>226,030,432</u>
 Total liabilities, deferred inflows of resources, and fund balances	 <u>\$ 391,960,564</u>	 <u>\$ 38,000,989</u>	 <u>\$ 1,641,783</u>	 <u>\$ 431,603,336</u>

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Year Ended June 30, 2021

	Special Revenue Funds	Debt Service Fund	Permanent Fund - Cemetery Trust	Total
Revenue				
Taxes:				
Property taxes	\$ -	\$ 54,725,949	\$ -	\$ 54,725,949
Interest and penalties on taxes	-	313,783	-	313,783
Intergovernmental:				
Federal grants	161,380,673	-	-	161,380,673
State sources:				
Gas and weight tax	97,946,212	-	-	97,946,212
Local Community Stabilization Authority	-	4,849,107	-	4,849,107
Other	28,130,978	-	-	28,130,978
Revenue from use of assets	819,990	-	-	819,990
Sales and charges for services	67,172,426	-	-	67,172,426
Ordinance fines and forfeitures	1,831,035	-	-	1,831,035
Licenses, permits, and inspection charges	29,502,094	-	-	29,502,094
Investment earnings	667,531	(320,839)	9,194	355,886
Other revenue	10,976,908	3,004,202	1,593	13,982,703
Total revenue	398,427,847	62,572,202	10,787	461,010,836
Expenditures				
Current services:				
Development and management	8,777,968	-	-	8,777,968
Health	106,587,499	-	-	106,587,499
Public protection	37,264,473	-	-	37,264,473
Physical environment	65,024,694	-	-	65,024,694
Economic development	46,845,520	-	-	46,845,520
Transportation facilitation	45,673,880	-	-	45,673,880
Recreation and culture	9,621,187	-	9,693	9,630,880
Capital outlay	90,983,417	-	-	90,983,417
Debt service:				
Principal	14,009,000	52,820,000	-	66,829,000
Interest and fiscal charges	5,799,633	20,839,227	-	26,638,860
Total expenditures	430,587,271	73,659,227	9,693	504,256,191
Excess of Revenue (Under) Over Expenditures	(32,159,424)	(11,087,025)	1,094	(43,245,355)
Other Financing Sources (Uses)				
Transfers in	4,585,601	-	-	4,585,601
Transfers out	(2,816,757)	-	-	(2,816,757)
Face amount of bonds and notes issued	5,864,000	-	-	5,864,000
Sale of capital assets	10,422	-	-	10,422
Total other financing sources	7,643,266	-	-	7,643,266
Net Change in Fund Balances	(24,516,158)	(11,087,025)	1,094	(35,602,089)
Fund Balances - Beginning of year, as restated	216,053,992	43,937,840	1,640,689	261,632,521
Fund Balances - End of year	\$ 191,537,834	\$ 32,850,815	\$ 1,641,783	\$ 226,030,432

City of Detroit, Michigan

	Community Development Block Grant Fund	Construction Code Fund	Urban Development Fund	Non- Compliance Fees Fund	Drug Law Enforcement Fund	General Grants Fund
Assets						
Cash and investments	\$ 8,155,500	\$ 20,351,745	\$ 6,941,070	\$ 3,328,058	\$ 5,110,045	\$ 58,521,068
Receivables:						
Loans receivable	74,763,859	-	162,239,319	-	-	-
Accounts and contracts receivable - Trade	881,327	15,529	1,481,796	553,032	118,925	38,641
Total receivables	75,645,186	15,529	163,721,115	553,032	118,925	38,641
Allowance for doubtful accounts	(68,066,929)	-	(162,239,319)	(11,251)	-	-
Net receivables	7,578,257	15,529	1,481,796	541,781	118,925	38,641
Due from other funds	115,488	325,567	37,862	79,714	3,436	1,345
Due from other governmental agencies	11,990,846	-	4,327,425	-	-	22,033,231
Restricted assets - Restricted cash and investments	5,844,178	-	-	-	-	-
Total assets	\$ 33,684,269	\$ 20,692,841	\$ 12,788,153	\$ 3,949,553	\$ 5,232,406	\$ 80,594,285
Liabilities						
Accounts and contracts payable	\$ 7,105,252	\$ 76,676	\$ 1,857,930	\$ -	\$ 34,197	\$ 9,223,165
Due to other governmental agencies	829,559	-	122,325	-	-	9,015,222
Due to other funds	10,311,305	5,941,842	280,061	-	362,073	38,176,386
Deposits	740,868	-	55,555	-	263,228	-
Other liabilities:						
Accrued salaries and wages	432,398	837,088	27,612	22,715	10,408	213,434
Accrued liabilities	839,468	146,225	1,627,945	-	572	492,014
Unearned revenue	8,500	-	-	-	14,843	15,490,534
Total liabilities	20,267,350	7,001,831	3,971,428	22,715	685,321	72,610,755
Deferred Inflows of Resources	5,310,163	-	-	-	-	8,596,645
Total liabilities	25,577,513	7,001,831	3,971,428	22,715	685,321	81,207,400
Fund Balances (Deficit)						
Nonspendable - Prepaid expenditures	-	-	-	-	-	-
Restricted:						
Highway and street improvements	-	-	-	-	-	-
Police	-	-	-	-	4,547,085	-
Grants	8,106,756	-	8,816,725	-	-	-
Construction code	-	13,691,010	-	-	-	-
Rubbish collection and disposal	-	-	-	-	-	-
Community and economic development	-	-	-	-	-	-
Committed - Committed for community service	-	-	-	3,926,838	-	-
Unassigned	-	-	-	-	-	(613,115)
Total fund balances (deficit)	8,106,756	13,691,010	8,816,725	3,926,838	4,547,085	(613,115)
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ 33,684,269	\$ 20,692,841	\$ 12,788,153	\$ 3,949,553	\$ 5,232,406	\$ 80,594,285

Other Supplemental Information
Combining Balance Sheet
Nonmajor Governmental Funds
Special Revenue Funds

June 30, 2021

Bridging Neighborhoods Fund	Solid Waste Management Fund	Street Funds	Telecommunication Fund	Renewable Energy Fund	Dedicated Fees and Donations Fund	COVID-19 Revenue Fund	Total Special Revenue Funds
\$ 15,029,800	\$ 45,010,972	\$ 103,154,356	\$ 5,998,822	\$ -	\$ 5,981,627	\$ 4,006,042	\$ 281,589,105
-	-	-	-	-	-	-	237,003,178
899,494	33,473,700	1,950,802	-	-	1,457,514	-	40,870,760
899,494	33,473,700	1,950,802	-	-	1,457,514	-	277,873,938
-	(33,401,007)	(308,231)	-	-	-	-	(264,026,737)
899,494	72,693	1,642,571	-	-	1,457,514	-	13,847,201
3,069	308,488	1,587,983	-	-	-	26,369,190	28,832,142
-	-	20,381,740	-	-	-	3,114,648	61,847,890
-	-	-	48	-	-	-	5,844,226
\$ 15,932,363	\$ 45,392,153	\$ 126,766,650	\$ 5,998,870	\$ -	\$ 7,439,141	\$ 33,489,880	\$ 391,960,564
\$ 120,250	\$ 6,577,009	\$ 17,343,711	\$ 895,209	\$ -	\$ 222,743	\$ 7,509,246	\$ 50,965,388
-	3,077,805	-	-	-	-	-	13,044,911
120,495	-	13,258,705	-	-	1,054,696	22,185,384	91,690,947
-	-	-	-	-	-	-	1,059,651
48,507	540,400	912,111	-	-	63,870	93,667	3,202,210
-	144,910	547,930	-	-	256,159	969,225	5,024,448
909,036	-	-	-	-	-	2,732,358	19,155,271
1,198,288	10,340,124	32,062,457	895,209	-	1,597,468	33,489,880	184,142,826
725,654	-	-	-	-	-	1,647,442	16,279,904
1,923,942	10,340,124	32,062,457	895,209	-	1,597,468	35,137,322	200,422,730
-	-	-	-	-	-	-	-
-	-	94,704,193	-	-	-	-	94,704,193
-	-	-	-	-	-	-	4,547,085
-	-	-	5,103,661	-	5,841,673	-	27,868,815
-	-	-	-	-	-	-	13,691,010
-	35,052,029	-	-	-	-	-	35,052,029
14,008,421	-	-	-	-	-	-	14,008,421
-	-	-	-	-	-	-	3,926,838
-	-	-	-	-	-	(1,647,442)	(2,260,557)
14,008,421	35,052,029	94,704,193	5,103,661	-	5,841,673	(1,647,442)	191,537,834
\$ 15,932,363	\$ 45,392,153	\$ 126,766,650	\$ 5,998,870	\$ -	\$ 7,439,141	\$ 33,489,880	\$ 391,960,564

City of Detroit, Michigan

	Community Development Block Grant Fund	Construction Code Fund	Urban Development Fund	Non- Compliance Fees Fund	Drug Law Enforcement Fund	General Grants Fund
Revenue						
Intergovernmental:						
Federal grants	\$ 32,959,204	\$ -	\$ 7,935,911	\$ -	\$ -	\$ 31,022,555
State sources:						
Gas and weight tax	-	-	-	-	-	-
Other	-	-	-	-	-	19,593,078
Revenue from use of assets						
Operating grants	-	-	-	-	-	-
Sales and charges for services	-	-	-	2,366,375	-	-
Ordinance fines and forfeitures	-	599,888	-	-	1,231,147	-
Licenses, permits, and inspection charges	200	29,407,095	-	-	-	94,799
Investment earnings	111,765	-	202	1,719	-	84
Other revenue	217,238	73,475	3,935,217	-	-	1,425,547
Total revenue	33,288,407	30,080,458	11,871,330	2,368,094	1,231,147	52,136,063
Expenditures						
Current services:						
Development and management	805	-	-	-	-	8,410,654
Health	-	-	-	-	-	29,352,997
Public protection	-	22,156,825	-	-	1,548,165	6,554,124
Physical environment	-	-	-	-	-	-
Economic development	34,810,671	-	8,290,211	1,941,125	-	1,803,513
Transportation facilitation	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	2,459,211
Capital outlay	-	2,863	-	16,267	45,515	6,538,844
Debt service:						
Principal	4,864,000	-	-	-	-	-
Interest and fiscal charges	1,115,721	-	-	-	-	-
Total expenditures	40,791,197	22,159,688	8,290,211	1,957,392	1,593,680	55,119,343
Excess of Revenue (Under) Over Expenditures	(7,502,790)	7,920,770	3,581,119	410,702	(362,533)	(2,983,280)
Other Financing Sources (Uses)						
Transfers in	2,859,910	-	-	-	-	1,713,748
Transfers out	-	(293,505)	(88,670)	-	(272)	-
Face amount of bonds and notes issued	4,864,000	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	10,422
Total other financing sources (uses)	7,723,910	(293,505)	(88,670)	-	(272)	1,724,170
Net Change in Fund Balances	221,120	7,627,265	3,492,449	410,702	(362,805)	(1,259,110)
Fund Balances (Deficit) - Beginning of year	7,885,636	6,063,745	5,324,276	3,516,136	4,909,890	645,995
Fund Balances (Deficit) - End of year	\$ 8,106,756	\$ 13,691,010	\$ 8,816,725	\$ 3,926,838	\$ 4,547,085	\$ (613,115)

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Special Revenue Funds

Year Ended June 30, 2021

Bridging Neighborhoods Fund	Solid Waste Management Fund	Street Funds	Telecommunication Fund	Renewable Energy Fund	Dedicated Fees and Donations Fund	COVID-19 Revenue Fund	Total Special Revenue Funds
\$ -	\$ -	\$ 460,316	\$ -	\$ -	\$ -	\$ 89,002,687	\$ 161,380,673
-	-	97,946,212	-	-	-	-	97,946,212
813,518	686,830	3,010,412	3,274,729	-	750,000	2,411	28,130,978
819,990	-	-	-	-	-	-	819,990
1,000,000	62,328,062	-	-	-	1,477,989	-	67,172,426
-	-	-	-	-	-	-	1,831,035
-	-	-	-	-	-	-	29,502,094
24,247	26,659	89,766	2,826	-	40,751	369,512	667,531
-	516,201	16,596	-	-	4,792,634	-	10,976,908
2,657,755	63,557,752	101,523,302	3,277,555	-	7,061,374	89,374,610	398,427,847
-	365,044	-	-	-	1,465	-	8,777,968
122,387	-	-	-	-	-	77,112,115	106,587,499
-	839	1,089	-	-	4,140,625	2,862,806	37,264,473
-	65,024,694	-	-	-	-	-	65,024,694
-	-	-	-	-	-	-	46,845,520
-	-	45,673,880	-	-	-	-	45,673,880
5,071,471	-	-	-	-	2,090,505	-	9,621,187
-	5,372,293	64,474,558	4,472,031	-	677,077	9,383,969	90,983,417
-	-	9,145,000	-	-	-	-	14,009,000
-	-	4,683,912	-	-	-	-	5,799,633
5,193,858	70,762,870	123,978,439	4,472,031	-	6,909,672	89,358,890	430,587,271
(2,536,103)	(7,205,118)	(22,455,137)	(1,194,476)	-	151,702	15,720	(32,159,424)
11,943	-	-	-	-	-	-	4,585,601
-	(1,200,924)	(1,219,464)	-	(13,922)	-	-	(2,816,757)
-	-	1,000,000	-	-	-	-	5,864,000
-	-	-	-	-	-	-	10,422
11,943	(1,200,924)	(219,464)	-	(13,922)	-	-	7,643,266
(2,524,160)	(8,406,042)	(22,674,601)	(1,194,476)	(13,922)	151,702	15,720	(24,516,158)
16,532,581	43,458,071	117,378,794	6,298,137	13,922	5,689,971	(1,663,162)	216,053,992
\$ 14,008,421	\$ 35,052,029	\$ 94,704,193	\$ 5,103,661	\$ -	\$ 5,841,673	\$ (1,647,442)	\$ 191,537,834

Other Supplemental Information
 Combining Balance Sheet
 Nonmajor Governmental Funds
 Street Funds

June 30, 2021

	Major Street	Local Street	Total
Assets			
Cash and investments	\$ 102,992,993	\$ 161,363	\$ 103,154,356
Receivables:			
Accounts and contracts receivable - Trade	1,950,802	-	1,950,802
Allowance for doubtful accounts	(308,231)	-	(308,231)
Due from other funds	1,560,108	27,875	1,587,983
Due from other governmental agencies	16,864,237	3,517,503	20,381,740
	<u>\$ 123,059,909</u>	<u>\$ 3,706,741</u>	<u>\$ 126,766,650</u>
Total assets			
Liabilities			
Accounts and contracts payable	\$ 17,045,887	\$ 297,824	\$ 17,343,711
Due to other funds	10,259,473	2,999,232	13,258,705
Other liabilities:			
Accrued liabilities	547,538	392	547,930
Accrued salaries and wages	912,111	-	912,111
	<u>28,765,009</u>	<u>3,297,448</u>	<u>32,062,457</u>
Total liabilities			
Fund Balances - Restricted for street improvements	<u>94,294,900</u>	<u>409,293</u>	<u>94,704,193</u>
	<u>\$ 123,059,909</u>	<u>\$ 3,706,741</u>	<u>\$ 126,766,650</u>
Total liabilities and fund balances			

City of Detroit, Michigan

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Street Funds

	Year Ended June 30, 2021		
	Major Street	Local Street	Total
Revenue			
Intergovernmental:			
Federal grants	\$ 460,316	\$ -	\$ 460,316
State sources:			
Gas and weight tax	76,464,070	21,482,142	97,946,212
Other	3,010,412	-	3,010,412
Investment earnings	89,766	-	89,766
Other revenue	16,596	-	16,596
	80,041,160	21,482,142	101,523,302
Expenditures			
Current services - Transportation facilitation	35,993,730	9,681,239	45,674,969
Capital outlay	52,673,654	11,800,904	64,474,558
Debt service - Interest and fiscal charges	13,828,912	-	13,828,912
	102,496,296	21,482,143	123,978,439
Excess of Expenditures Over Revenue	(22,455,136)	(1)	(22,455,137)
Other Financing Sources (Uses)			
Transfers in	156,429	-	156,429
Transfers out	(835,893)	(540,000)	(1,375,893)
Face amount of bonds and notes issued	1,000,000	-	1,000,000
	320,536	(540,000)	(219,464)
Net Change in Fund Balances	(22,134,600)	(540,001)	(22,674,601)
Fund Balances - Beginning of year	116,429,500	949,294	117,378,794
Fund Balances - End of year	\$ 94,294,900	\$ 409,293	\$ 94,704,193

Other Supplemental Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
Community Development Block Grant Fund

	Year Ended June 30, 2021			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
Historic Designation Advisory Board BG	\$ 38,003	\$ 15,874	\$ -	\$ (15,874)
HRD PDD Administration BG	-	-	214,091	214,091
HRD Letter of Credit BG old	30,775,580	31,311,853	21,144,607	(10,167,246)
HRD Homeless Public Services	-	-	11,154	11,154
HRD Garfield II Section 108	-	157,281	111,765	(45,516)
HRD Emergency Solutions Grant	2,771,310	2,075,644	2,460,545	384,901
HRD Section 108 Loans	-	-	6,764,593	6,764,593
Planning & Development Department CDBG	2,014,936	2,014,936	-	(2,014,936)
14098-Appropriation	-	702,082	432,766	(269,316)
ESG-CV CARES ACT funds	-	4,829,954	4,829,954	-
CDBG-CV CARES ACT funds	-	2,484,069	2,313,537	(170,532)
Drug Court Planning Initiative	-	-	200	200
Transfers/Other	-	186,610	2,965,817	2,779,207
Total Revenue	35,599,829	43,778,303	41,249,029	(2,529,274)
Expenditures by Appropriation				
HRD Detroit Area Pre-College Engineering Program NOF	75,000	67,819	98,315	(30,496)
HRD World Medical Relief	75,000	56,501	56,501	-
HRD Adult Well-Being Services NOF	-	69,056	69,056	-
HRD Ser Metro	-	50,827	46,929	3,898
Historic Designation Advisory Board BG	38,003	15,874	15,874	-
HRD St Patrick Senior Center	80,000	99,251	87,939	11,312
HRD Wellspring	75,000	123,678	123,678	-
HRD People's Community Services Metro Detroit NOF	75,000	-	-	-
HRD SWDBA	-	59,806	59,806	-
Elmhurst Home Incorporated NOF	-	2,025	2,025	-
HRD LASED	70,000	72,853	73,103	(250)
HRD Eight Mile Boulevard BG	25,000	-	-	-
HRD Mosaic Youth Theatre	70,000	-	13,968	(13,968)
HRD Dominican Literacy Youth Center	75,000	72,032	72,032	-
HRD Warren Conner Development Coalition II	-	62,507	58,089	4,418
HRD Delray United Action Council	60,000	59,014	59,014	-
HRD Legal Aid and Defender Association NOF	-	75,000	75,000	-
Franklin Wright Building Rehabilitation NOF	-	77,246	77,246	-
HRD Focus Hope	70,000	23,191	23,191	-
HRD International Institute	75,000	93,127	93,127	-
Heat and Warmth Fund Service	-	89,061	89,061	-
HRD Accounting Aid Society	80,000	337,126	337,126	-
HRD Alkebu-Lan Village	-	44,658	44,658	-
HRD Police Athletic League	-	10,735	10,735	-
St. Vincent and Sarah Fisher Center	80,000	48,832	48,832	-
HRD Economic Development Small Business Development	1,000,000	630,831	630,831	-
HRD Jefferson East Business Association	75,000	87,552	87,552	-
HRD L&L Adult Daycare	65,000	-	-	-
Southwest Counseling and Development Services	-	75,000	75,000	-
HRD Neighborhood Legal Services Michigan	65,000	162,858	162,858	-
HRD Eastern Market Development Corporation	50,000	-	-	-
HRD Educational Services	65,000	56,222	56,222	-
HRD Clark Park	75,000	-	6,026	(6,026)
HRD Mercy Education Project	-	67,507	67,507	-
Alternatives for Girls	-	100,898	100,898	-
HRD COTS	-	139,778	139,778	-
HRD Covenant House	-	91,984	91,984	-
HRD Freedom House	-	37,500	37,500	-
Michigan Legal Services	-	95,156	95,156	-
HRD NSO 24 Hr Walk In Center	-	106,259	103,684	2,575
HRD United Community Housing Coalition	-	955,439	955,438	1
HRD YWCA - Interim House	-	54,850	54,850	-
Oasis Detroit	-	225,535	225,535	-
HRD Operation Get Down	-	37,500	37,500	-
HRD DRMM Genesis House	-	162,691	162,691	-
HRD Matrix Human Services	75,000	133,835	133,834	1
HRD NOAH	-	129,048	129,048	-
HRD Homeless Public Services	2,459,289	686,143	288,813	397,330
HRD Joy-Southfield CDC	65,000	74,892	74,892	-
HRD Catholic Social Services	-	43,143	43,143	-
HRD Greater Detroit Agency for the Blind	65,000	-	-	-
PW Community Development Nonprofit Housing Corporation	-	1,389	-	1,389
HRD Planning	-	260,795	168,982	91,813
HRD Neighborhood Outreach & Administration	1,821,992	2,049,033	1,471,106	577,927
HRD Emergency Solutions Grant	2,771,310	2,783,587	2,586,570	197,017
HRD Teen Hype	-	65,230	65,230	-

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Community Development Block Grant Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
HRD The Yunion	\$ 65,000	\$ 95,418	\$ 95,418	\$ -
HRD Section 108 Loans	5,964,748	6,198,048	5,980,421	217,627
HRD Urban Neighborhood Initiatives	70,000	63,032	63,032	-
HRD The Youth Connection	70,000	17,950	17,950	-
HRD CDBG Housing Rehabilitation	2,500,000	1,466,096	1,466,096	-
HRD CDBG Department Allocations	1,068,044	1,314,082	11,450	1,302,632
HRD The Salvation Army	-	90,440	90,440	-
HRD YMCA	70,000	43,736	43,736	-
HRD Summer Jobs Program & Motor City Match	3,000,000	1,456,390	1,456,390	-
SEED	65,000	30,369	30,369	-
Planning & Development Department CDBG	1,649,413	1,548,329	1,534,032	14,297
14098-Appropriation	-	842,215	432,766	409,449
HRD Conventional Home Repairs	3,000,000	1,674,849	1,674,849	-
Siena Literacy Center	75,000	123,603	123,920	(317)
HRD Administration Direct - Reporting & Compliance	2,382,661	2,507,473	2,478,789	28,684
HRD Housing Underwriting - Multi Family	1,361,290	2,757,617	1,070,196	1,687,421
Detroit Rescue Mission (DRMM Genesis House III) Mack	-	222	(211)	433
DRMM Genesis House II Chicago Appr	-	59,992	59,992	-
DRMM 3rd Street Appr	-	141,914	141,914	-
Community Home Support Appr	-	65,625	65,625	-
Housing Pre-Development Construction Appr	-	500,000	500,000	-
Immanuel Lutheran Appr	-	19,002	-	19,002
Luella Hannan Memorial	75,000	180,375	180,375	-
FY18 Pre-Development Affordable Housing	1,200,000	1,732,200	1,732,200	-
FY18 for Single Family Ownership Plan	-	224,334	224,334	1
FY 18 Ruth Ellis Public Service Program	-	12,530	12,530	-
FY18 for Detroit Safe Clean and Decent Team Public Service Program	-	95,709	23,054	72,655
Midtown West Project	-	13,619	13,619	-
My Community Dental Center	64,288	70,609	70,609	-
DESC Training	-	61,518	61,518	-
Community Development Housing Activities	1,873,791	2,124,536	1,977,525	147,011
Cody Rouge Community Action Alliance	75,000	74,890	74,890	-
HRD Infrastructure	-	807,162	807,162	-
ESG-CV CARES ACT funds	-	4,829,953	4,829,954	(1)
Center For Employment Opportunities	75,000	101,100	101,100	-
CDBG-CV CARES ACT funds	-	2,671,667	2,671,667	-
SE. Michi. Resilience Grant-Palmer Par	-	-	4,222	(4,222)
Project Healthy Community	65,000	19,492	19,492	-
Wayne Metro Community Action	-	110,000	110,000	-
FY 20 for Pope Francis	-	150,236	150,236	-
Wayne Metro Public Service	-	832,408	832,408	-
SOAR	65,000	-	-	-
Heritage Literacy	65,000	-	-	-
Fair Housing	25,000	-	-	-
HRD Public Facility Rehabilitation	1,000,000	-	-	-
Transfers/Other	-	67,986	105,907	(37,921)
Total Expenditures	35,599,829	46,121,600	41,027,909	5,093,692
Net Change	-	(2,343,297)	221,120	(7,622,966)
Fund Balance - Beginning of year	7,885,636	7,885,636	7,885,636	-
Fund Balance - End of year	\$ 7,885,636	\$ 5,542,339	\$ 8,106,756	\$ 2,564,417

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Construction Code Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
BSEED Administration	\$ 6,207,000	\$ 6,207,000	\$ 11,332	\$ (6,195,668)
BSEED Mechanical	6,012,570	6,512,570	19,434,564	12,921,994
BSEED Property Maintenance	4,998,000	4,998,000	2,884,346	(2,113,654)
BSEED Environmental Affairs	-	-	(350)	(350)
BSEED Construction	9,051,000	9,551,000	6,888,853	(2,662,147)
BSEED - Code Enforcement	-	-	739,781	739,781
BSEED Development Support	-	-	121,931	121,931
Transfers/Other	-	163,965	62,098	(101,867)
Total Revenue	26,268,570	27,432,535	30,142,555	2,710,020
Expenditure by Appropriation				
BSEED Administration	8,190,672	9,239,935	6,425,623	2,814,312
BSEED Mechanical	8,198,325	8,698,328	8,131,014	567,314
BSEED Property Maintenance	8,151,061	8,151,061	5,664,574	2,486,487
BSEED Construction	1,728,512	2,228,512	1,938,471	290,041
BSEED Safe Buildings	-	-	-	-
Transfers/Other	-	352,277	355,608	(3,331)
Total Expenditures	26,268,570	28,670,113	22,515,290	6,154,823
Net Change	-	(1,237,578)	7,627,265	8,864,843
Fund Balance - Beginning of year	6,063,745	6,063,745	6,063,745	-
Fund Balance - End of year	\$ 6,063,745	\$ 4,826,167	\$ 13,691,010	\$ 8,864,843

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Urban Development Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
Revenue by Appropriation				
HRD Investor Owned Rehabilitation	\$ 3,250,000	\$ 4,062,485	\$ 9,908,016	\$ 5,845,531
HRD HOME 02 03	5,435,620	17,512,713	1,812,548	(15,700,165)
HRD HOME Administration	965,070	1,697,027	150,563	(1,546,464)
UDAG Acquisition	-	-	202	202
Transfers/Other	-	26,352	58,090	31,738
Total Revenue	9,650,690	23,298,577	11,929,419	(11,369,158)
Expenditure by Appropriation				
HRD Investor Owned Rehabilitation	-	691,654	-	691,654
HRD HOME 02 03	8,685,620	26,382,808	7,357,191	19,025,617
HRD HOME EZ 02-03	-	17,285	-	17,285
HRD HOME Administration	965,070	1,281,168	933,019	348,149
Transfers/Other	-	49,762	146,760	(96,998)
Total Expenditures	9,650,690	28,422,677	8,436,970	19,985,707
Net Change	-	(5,124,100)	3,492,449	8,616,549
Fund Balance - Beginning of year	5,324,276	5,324,276	5,324,276	-
Fund Balance - End of year	\$ 5,324,276	\$ 200,176	\$ 8,816,725	\$ 8,616,549

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Non-Compliance Fees Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
Non Compliance Fees	\$ 2,000,000	\$ 2,000,000	\$ 2,368,095	\$ 368,095
Total Revenue	2,000,000	2,000,000	2,368,095	368,095
Expenditures by Appropriation				
Non Compliance Fees	1,660,000	1,660,000	1,617,392	42,608
CRIO Skilled Trade Readiness	340,000	340,000	340,000	-
Total Expenditures	2,000,000	2,000,000	1,957,392	42,608
Net Change	-	-	410,702	410,702
Fund Balance - Beginning of year	3,516,136	3,516,136	3,516,136	-
Fund Balance - End of year	\$ 3,516,136	\$ 3,516,136	\$ 3,926,838	\$ 410,702

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Drug Law Enforcement Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	-----	-----	-----	-----
Revenue by Appropriation				
Police Enhanced Drug Enforcement Program	\$ 1,229,053	\$ 1,229,053	\$ 1,159,377	\$ (69,676)
Police Federal Forfeiture	-	-	71,769	71,769
Total Revenue	<u>1,229,053</u>	<u>1,229,053</u>	<u>1,231,146</u>	<u>2,093</u>
Expenditures by Appropriation				
Police Enhanced Drug Enforcement Program	1,229,053	3,066,455	1,593,679	1,472,776
Transfers/Other	-	272	272	-
Total Expenditures	<u>1,229,053</u>	<u>3,066,727</u>	<u>1,593,951</u>	<u>1,472,776</u>
Net Change	-	(1,837,674)	(362,805)	1,474,869
Fund Balance - Beginning of year	<u>4,909,890</u>	<u>4,909,890</u>	<u>4,909,890</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 4,909,890</u>	<u>\$ 3,072,216</u>	<u>\$ 4,547,085</u>	<u>\$ 1,474,869</u>

Other Supplemental Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
General Grants Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	-	-	-	-
Revenue by Appropriation				
EA Environmental Response	\$ -	\$ -	\$ 26	\$ 26
Recreation 2011 Exchange Revenue for DRD Demo. Use	-	-	10,422	10,422
2014 Coca	-	6,455	-	(6,455)
14099-Appropriation	-	37,586	-	(37,586)
14106-Appropriation	-	2,543,034	-	(2,543,034)
Environmental Assess Riverside Park	-	(11,380)	4,656	16,036
Declared Disaster Recovery	-	-	307,213	307,213
Mayor's 2016 Urban Area Security Initiative	-	123,541	-	(123,541)
Elections Voter Education Donations Appropriation	3,000	3,000	-	(3,000)
2015-16 CHASS Grant	-	34,157	-	(34,157)
FY2015 Homeland Security Grant Program	-	(173,595)	-	173,595
2017 Automobile Theft Prevention Authority 04-17	-	(107)	-	107
FY17 Learn to Swim Program	-	2,797	-	(2,797)
FY2016 Hazard Mitigation Grant	-	3,148	276,831	273,683
FY2016 Smart Policing Initiative Grant	-	25,329	(28,808)	(54,137)
Ebola Virus Phase II 9/2018	-	32,250	-	(32,250)
Fetal Infant Mortality Review 9/2018	-	2,025	-	(2,025)
iTeam Program Grant FY17	-	(606,076)	153,149	759,225
FY 18 Historic Fort Wayne Strategic Planning 2016/18	-	6,480	(7,328)	(13,808)
FY 18 Ryan White MAI	-	996	-	(996)
FY18 Smart City Grant	-	188,640	-	(188,640)
FY18 STOP Violence Against Women	-	(72,121)	18,441	90,562
FY2018 Combating Vehicle Arson ATPA 4-18	-	25,884	-	(25,884)
Justice Assistance Grant (JAG) FY 18	-	864,801	742,831	(121,970)
Operation Stone Garden FY 18	-	38,400	-	(38,400)
Volunteer Coordination	-	108,319	65,217	(43,102)
Zika Community Support 9/2019	-	7,500	-	(7,500)
Zika Virus Surveillance 9/2019	-	7,500	-	(7,500)
Climate Adaptation Health 9/2019	-	11,250	-	(11,250)
FY18 Sudden Unexplained Infant Death (SUID)	-	901	-	(901)
FY18 2017 COPS Hiring	-	(514,288)	73,743	588,031
Financial Empowerment Coordination	-	79,997	-	(79,997)
HSEM UASI 2019	-	437,378	353,070	(84,308)
Summer Food Service Program 2020	-	533,425	-	(533,425)
Child and Adult Care Food Program 2019	-	248,000	-	(248,000)
O'Hair Memorial Park	-	-	74,000	74,000
FY19 Rouge Park Sorenson Renovation Grant	-	604,000	25,550	(578,450)
FY17 Rouge Park - Brennan Pool Splash Pad Grant	-	201,087	201,087	-
FY17 MDNR Trust Fund Grant- Chandler Park	-	400,000	22,035	(377,965)
FY2018 Planning Assistance Program	-	8,307	-	(8,307)
FY18 Built to Play Grant	-	77,655	-	(77,655)
2017 Clean Diesel Funding Assistance Program	-	967,891	-	(967,891)
FY17 Justice Assistance Grant	-	-	871,804	871,804
FY19 First Responders Comprehensive Addiction & Recovery Act Grant	-	724,567	677,050	(47,517)
FY19 Medicaid Children's Health Insurance Program (CHIP) Grant	-	1,472,190	-	(1,472,190)
FY18 Health Education and Community Benefits Grant	-	(1,344)	-	1,344
FY17 LWCF Mariner Park	-	200,000	-	(200,000)
FY19 Detroit Safe Routers Ambassador PS-19-02	-	92,828	-	(92,828)
ATPA East Side Action Team FY20	-	86,600	50,843	(35,757)
ATPA Oakland County Auto Theft Unit FY20	-	54,257	21,843	(32,414)
ATPA Preventing Auto Theft FY20	-	1,098,455	686,405	(412,050)
ATPA South East Auto Theft Team(SEATT)	-	61,586	28,436	(33,150)
Strategic Traffic Enforcement Program FY20	-	139,746	-	(139,746)
Justice Assistance Grant (JAG) FY20	-	875,000	-	(875,000)
VOCA FY20	-	449,011	223,190	(225,821)
2018 Homeland Security Grant Program	-	522,522	251,543	(270,979)
Summer Food Service Program 2020	-	2,459,839	2,459,839	-
Child and Adult Care Food Program	-	567,604	-	(567,604)
FY 18 Advancing Health Equity through Housing Grant	-	89,749	19,760	(69,989)
FY18 Crime Gun Intelligence Center CGIC	-	152,461	42,143	(110,318)
FY 2018 Detroit/Philadelphia Preservation Exchange Project Grant	-	25,000	12,600	(12,400)
FY18 AAA Grant	-	-	126	126
FY 2019 Arts in the Plaza Grant	-	(5,980)	-	5,980
FY19 Lead Hazard Reduction Program	-	1,684,480	623,885	(1,060,595)
FY2019 Scrap Tire Market Development Grant	-	100,129	40,717	(59,412)
FY2019 Strategic Neighborhood Fund	-	2,587,325	-	(2,587,325)
FY19 Vector-Borne Surveillance and Prevention Grant	-	893	-	(893)
FY19 Skilled Foundation Youth Development Grant	-	1,180	-	(1,180)
FY2019 Summer Mini Grant	-	-	11,344	11,344
Brownfield Cleanup Revolving Loan Fund	-	(4,656)	(4,656)	-
FY2019 Head Start Program CLEEI Grant	-	40,454	(17,033)	(57,487)
FY2019 Child Lead Exposure Elimination Innovation Grant	-	112,500	-	(112,500)

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 General Grants Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
FY 16 Police Prosecutor Partnership Initiative Grant	\$ -	\$ -	\$ 827,309	\$ 827,309
FY19 Pistons-Palace Parks-Pingree Park	-	-	2,670	2,670
FY19 National Training & Technical Assistance Grant	-	55,897	(3,337,728)	(3,393,625)
FY 2019 Financial Empowerment Center Implementation Grant	-	43,775	37,431	(6,344)
FY2020 Pedestrian & Bicycles Overtime Enforcement Grant	-	47,912	-	(47,912)
FY19 Brownfield Redevelopment Program Assessment Grant	-	5,100	4,437	(663)
FY19 ATPA 04-20	-	204,913	78,887	(126,026)
FY19 Innovations in Community-Based Crime Reduction Grant	-	55,911	-	(55,911)
FY20 Medicaid Children's Health Insurance Program (CHIP) Grant	-	891,239	268,578	(622,661)
FY18 Project Safe Neighborhoods Grant	-	213,933	72,411	(141,522)
FY2020 Local Comprehensive HIV Housing Assistance Grant	-	187,688	3,097	(184,591)
FY20 Vector-Borne Surveillance Grant	-	3,108	-	(3,108)
FY2020 Local Comprehensive Emerging Threats-Hepatitis C	-	89,769	25,651	(64,118)
FY2020 Local Comprehensive Health Opioid Response Grant	-	65,424	-	(65,424)
2020 Lead Hazard Reduction Grant	-	2,952,000	448,620	(2,503,380)
FY20 Immunization Action Outreach Pilot Grant	-	-	47,680	47,680
FY20 Local Comprehensive Title X Family Planning Grant	-	867,463	-	(867,463)
Safe Routes FY20 Grant	-	234,360	54,343	(180,017)
FY2018 Skillman Community Education Commission Grant	-	-	5,563	5,563
Intimate Partner Violence Intervention Grant	-	75,000	18,912	(56,088)
Veterinary Surgical Equipment	-	41,945	-	(41,945)
Fitzgerald Revitalization	-	100,000	-	(100,000)
Michigan Indigent Defense Commission Grant	-	157,736	157,736	(0)
FY20 Ryan White HIV-AIDs RWHAP-Program A,B	-	2,417,000	320,561	(2,096,439)
Opioid Misuse Prevention Community Grant-Project B	-	-	7,739	7,739
FY20 Naloxone Kits	-	147,000	148,500	1,500
DPD Law Enforcement Assisted Diversion Pilot Expansion Grant	-	331,499	-	(331,499)
FY20 COVID-19 for medical supplies	-	150,000	31,742	(118,258)
FY20 COVID19 Emergency Response Grant	-	456,185	(7,503)	(463,688)
Clinical Staffing Support	-	25,000	14,995	(10,005)
United Way COVID-19	-	150,000	285,000	135,000
Quicken COVID-19	-	300,000	200,000	(100,000)
DMC Foundation Contact Tracing For COVID-19	-	100,000	-	(100,000)
FY 2020 First Responder Secure Quarantine Grant	-	100,000	-	(100,000)
FY 2020 Unanticipated School Closure Food Program Grant	-	(20,475)	-	20,475
African American Civil Rights Preservation Grant	-	500,000	35,448	(464,552)
Clean Diesel Funding Assistance Grant	-	3,000,000	-	(3,000,000)
Fire Grants and Appn	-	1,168,000	-	(1,168,000)
FY19 Forest Service Challenge Cost Share Grant	-	17,348	-	(17,348)
DHD Immunization Action Plan 9/2020	-	-	(316,680)	(316,680)
DHD Sudden Unexplained Infant Death 9/21	7,000	8,750	4,967	(3,783)
ATPA Preventing Auto Theft FY 21	3,242,355	2,931,643	1,983,572	(948,071)
DHD CLEEG - Lead HeadStart 5/2021	75,000	75,000	-	(75,000)
2021 May. Off. Fin. Empower. Coord	97,000	97,000	-	(97,000)
ATPA EAST Side Action Team FY 21	241,103	146,532	146,532	-
DHD HIV & STD Testing and Prev 9/2020	-	-	91,983	91,983
DHD Bioterrorism Emerg Prep 9/2020	-	91,257	59,263	(31,994)
DHD Vision 9/2020	-	90,965	71,829	(19,136)
DHD Cities Readiness Initiatives 9/2020	-	64,019	44,561	(19,458)
ATPA South East Auto Theft Team FY 21	92,574	67,759	67,759	-
Pedestrian and Bicycle Overtime Enforcement FY 21	56,250	56,250	1,790	(54,460)
DHD West Nile Virus 9/2021	10,000	10,000	771	(9,229)
2019 Homeland Security Grant Program	740,000	147,863	-	(147,863)
DHD Hearing 9/2020	-	85,749	74,092	(11,657)
DHD Lead Intervention/EBL 9/2020	-	148,408	(9,986)	(158,394)
DHD Infant Safe Sleep 9/2021	90,000	97,000	61,036	(35,964)
Summer Food Service Program 2021	400,000	400,000	-	(400,000)
DHD Local Maternal & Child Health 9/2020	-	828,373	472,750	(355,623)
DHD ELPHS Other 9/2021	2,800,000	2,230,037	1,561,130	(668,907)
DHD Lead Poisoning Prevention 9/2021	288,750	72,718	72,718	-
ATPA Oakland County Auto Theft Unit FY 21	97,248	62,203	62,203	-
DHD CSHCS Outreach & Advocacy 9/2021	640,000	535,535	337,424	(198,111)
DHD HIV & STD Testing & Prevention 9/21	250,000	122,504	122,504	-
DHD Local Maternal & Child Health 9/2021	1,710,000	1,410,567	1,071,481	(339,086)
DHD Hearing - MDHHS 9/2021	310,000	219,322	228,252	8,930
2021 May. Off. Volunteer Coord	77,269	77,269	-	(77,269)
DHD HIV Housing Assistance	85,000	115,122	59,698	(55,424)
DHD Title X Grant	500,000	412,500	159,793	(252,707)
DHD HIV Integrated Planning/Data to Care 9/2021	730,000	440,224	227,105	(213,119)
Justice Assistance Grant FY 20	875,000	844,573	-	(844,573)
DHD Infant Safe Sleep 9/2020	-	34,013	34,013	-
DHD HIV Ryan White Data to Care 9/2020	-	166,089	79,378	(86,711)
DHD HIV Emerg Supp Relief 2/2021	-	9,785,102	8,569,762	(1,215,340)
FY20 Harvard Leadership Fellows Grant	-	134,430	-	(134,430)

Other Supplemental Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
General Grants Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
2021 Michigan Indigent Defense Commission Planning Grant	\$ -	\$ 1,966,835	\$ 1,966,835	\$ -
FY20 Local Comprehensive CAREWare Support Grant	-	256,504	16,843	(239,661)
DHD ELPHS MDCH Other 9/2020	-	-	737,089	737,089
Overdose Prevention Safer Systems of Care Grant	-	15,936	62,272	46,336
Detroit Safe Voting Plan Grant	-	3,512,000	3,512,000	-
FY20 HIV-AIDS Program Part A COVID19 Response	-	458,801	440,135	(18,667)
Connect Detroit-GM Serve Detroit Grant-Volunteer Coord	-	28,500	-	(28,500)
FY 2020 Coastal Zone Management Grant for Maheras-Gentry Park	-	200,000	90,275	(109,726)
COVID-19 HOMELESS MATCH GRANT	-	273,000	218,400	(54,600)
Covid-19 Food for Frontline Workers at the Testing Sites Grant	-	20,000	-	(20,000)
DHD HOPWA Housing 6/2021	3,200,000	2,849,819	2,366,636	(483,183)
HOPWA-CV-CARES ACT	-	422,489	32,741	(389,748)
COVID-19 VACCINE SUPPLEMENTAL	-	2,566,918	1,071,961	(1,494,957)
2020 Summer Jobs Connect Grant	-	10,000	-	(10,000)
FY19 Brownfield Cleanup Part-C Grant	-	436,742	541,105	104,363
COVID-19 INFLUENZA VACCINATION SUPPLEMENTAL	-	413,187	118,414	(294,773)
FY2018 Fire Prevention & Safety Grant	-	49,951	49,950	(1)
Multi Sport Park Investments-Rouge Park- FY 2019	-	1,217,550	1,180,284	(37,266)
2021 DPD Scrap Tire Dumping Enforcement Grant	-	62,760	-	(62,760)
FY21 FASTTRACK PILOT PROGRAM GRANT	-	15,000	-	(15,000)
DHD HIV Emerg Supp Relief 2/2022	10,300,000	3,090,000	2,561,641	(528,359)
FY21 Ending HIV Epidemic Implementation	-	215,436	4,238	(211,198)
DHD Cities Readiness Initiatives 9/2021	250,000	250,000	135,326	(114,674)
2022 Mayor's Office Fin. Empower. Coord	-	-	650	650
Opioid Misuse Prevention Community Grant-Project A	-	-	78,000	78,000
DHD Immunization Action Plan 9/2021	330,000	330,000	169,788	(160,212)
DHD CSHCS Outreach & Advocacy 9/2020	-	252,664	59,008	(193,656)
VOCA FY 21	1,306,268	1,181,906	434,322	(747,584)
DHD Lead Poison Prevention 9/2020	-	158,862	137,910	(20,952)
DHD Hepatitis C Program 9/2021	110,000	90,545	75,068	(15,477)
DHD WIC Breastfeeding 9/2020	-	-	32,053	32,053
Fire 2019 Port Security Grant - Grantor Homeland	297,153	297,153	-	(297,153)
DHD Vector Surveillance 9/2021	10,000	10,000	-	(10,000)
DHD Vision - MDHHS 9/2021	310,000	184,322	231,768	47,446
DHD CLEEI - Lead Innovation 5/2021	150,000	150,000	-	(150,000)
DHD HIV Ryan White Part B MAI 9/2020	-	60,000	-	(60,000)
DHD WIC Breastfeeding 9/2021	144,000	115,118	85,116	(30,002)
DHD Hepatitis A Response 9/2020	-	11,250	-	(11,250)
DHD Fetal Infant Mortality Review 9/2021	2,700	2,700	1,916	(784)
DHD Hepatitis A Response 9/2021	125,000	125,000	-	(125,000)
DHD Lead Intervention 9/2021	250,000	62,003	62,003	-
DHD WIC Resident Services 9/2020	-	1,800,934	1,506,633	(294,301)
Contract Tracing Testing Coordination Violation Monitoring	-	1,800,149	1,800,149	-
FY21 Medicaid Chip Lead Hazard Control Program	-	474,285	464,979	(9,306)
2020 COPS Hiring Program Grant	-	2,474,706	-	(2,474,706)
FY18 Port Security Program Grant	-	440,000	440,000	-
DPD Culturally Specific Underserved 2021-Stop Grant	-	76,200	-	(76,200)
FY19 Emerging City Champions Grant	-	800	800	-
FY20 Woodsy Owl Conservation Corps Grant	-	10,512	-	(10,512)
DHD Fetal Infant Mortality Review 9/2020	-	1,598	(368)	(1,966)
FY19 Certified Local Government (CLG) Grant-Fort Wayne	-	60,000	51,607	(8,393)
FY20 Byrne Justice Assistance Grant	-	286,869	131,262	(155,607)
Detroit Safe Voting Plan 2 Grant	-	3,724,450	3,724,450	-
FY19 Certified Local Government (CLG) Grant-Cass Corridor	-	80,001	-	(80,001)
FY2020-2021 Donation of the Flu Vaccine	-	1,886,365	-	(1,886,365)
DHD Bioterrorism Emerg Prep 9/2021	220,000	220,000	107,753	(112,247)
DHD Local Tobacco Reduction 9/2020	-	22,500	-	(22,500)
DHD Sudden Unexplained Infant Death 9/2020	-	3,792	3,538	(254)
DHD Opioid Response	50,000	50,000	-	(50,000)
FY19 AmeriCorps VISTA Grant	-	33,980	-	(33,980)
Summer Meals Emergency Funding Grant	-	9,711	9,711	-
FY19 Underrepresented Community (URC) Grant	-	48,100	-	(48,100)
FY2020 McGregor Fund Grant	-	24,420	24,420	-
DHD West Nile Virus 9/2020	-	10,000	8,722	(1,278)
DHD HOPWA Aids Housing 6/2020	-	313,836	1,222,386	908,550
SFSP Consolidated Revenue	-	9,329	9,329	-
FY18-Pre-Disaster Mitigation Grant	-	-	-	-
FY18 AmeriCorps VISTA Program Grant	-	24,622	-	(24,622)
FY20 Comprehensive COVID 19 EPI	-	22,500	-	(22,500)
Economic Development Initiative Project - EDI Grant - Infrastructure	-	85,343	-	(85,343)
DHD Local Health Opioid Response	70,000	70,000	-	(70,000)
FY 2018 Trust Fund Grant-Romanowski Park Renovations	-	288,604	288,604	-
FY21 DETROIT ID GRANT	-	75,000	-	(75,000)
FY2021 SNF-HSP-Single Family Gap Sub-Grant	-	2,000,000	-	(2,000,000)

Other Supplemental Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
General Grants Fund

	Year Ended June 30, 2021			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
2021 Detroit Safe Routes Ambassador Program Grant –PS 21 02	\$ -	\$ -	\$ 22,129	\$ 22,129
Fire 2019 AFG - Grantor - FEMA- Health and Wellness	300,000	300,000	-	(300,000)
DHD WIC Resident Services 9/2021	5,100,000	3,582,476	3,266,832	(315,644)
FY2021 Summer Jobs Connect Grant	-	10,000	-	(10,000)
FY20 Comprehensive COVID 19 EPI lab Capacity Contact Tracing Testing Coord	-	710,518	-	(710,518)
Gunshot Detection System	-	100,000	-	(100,000)
Immunization Action Plan Pilot	-	100,000	30,976	(69,024)
Strategic Traffic Enforcement Program FY 21	154,034	187,851	52,005	(135,846)
Child and Adult Care Food Program 2021	350,000	350,000	-	(350,000)
Institute for Urban Parks Grant FY 2020	-	25,000	-	(25,000)
City of Detroit Distracted Driving Overtime Enforcement Grant	-	8,000	7,548	(452)
Election Administration Grant	-	200,000	200,000	-
Transfers/Other	-	6,586,630	9,517,783	2,931,153
Total Revenue	36,446,704	106,936,100	62,748,744	(44,187,354)
Expenditures by Appropriation				
Recreation 2011 Exchange Revenue for DRD Demo. Use	-	10,422	10,422	-
Police Det Community Based Violence Prevention Grant	-	2,001	-	2,001
2014 Wayne County 13	-	70,000	-	70,000
HIV-STD Testing and Prevention 9-2017	-	27,197	-	27,197
14099-Appropriation	-	137,322	(456)	137,778
14106-Appropriation	-	747,189	-	747,189
Environmental Assess Riverside Park	-	30,273	4,656	25,617
20143-Appropriation	-	25,074	-	25,074
Detroit Domestic Violence Reduction	-	115,724	-	115,724
DHWP WIC Resident Services 9/2017 FD2104	-	43,280	-	43,280
DHWP WIC Breastfeeding 9/2017 FD2104	-	4,510	-	4,510
DHWP Lead Poisoning Prev(MDCH) 9/2017 FD2104	-	12,859	-	12,859
DHWP Lead Intervention(MDCH) 9/2017 FD2104	-	15,007	-	15,007
DHWP ELPHS Food 9/2017 FD2104	-	120,011	-	120,011
DHWP ELPHS MDCH other 9/2017 FD2104	-	36,838	-	36,838
DHWP Cities Readiness Initiatives 9/2017 FD2104	-	64,780	(1,499)	66,279
DHWP CSHCS Outreach & Advocacy 9/2017 FD2104	-	35,682	-	35,682
DHWP HIV/Ryan White 9/2017 FD2104	-	8,922	-	8,922
DHWP Immunization Action Plan 9/2017 FD2104	-	8,032	-	8,032
DHWP Infant Safe Sleep 9/2017 FD2104	-	2,423	-	2,423
DHWP Local Maternal & Child Hlth 9/2017 FD2104	-	228,115	-	228,115
DHWP Hearing-MDCH 9/2017 FD2104	-	3,514	-	3,514
DHWP Vision-MDCH 9/2017 FD2104	-	1,614	-	1,614
DHWP HIV Emerg Supp Relief 2/2018 FD2104	-	160,908	-	160,908
Declared Disaster Recovery	-	380,974	307,213	73,761
Mayor's 2016 Urban Area Security Initiative	-	29,404	-	29,404
Elections Voter Education Donations Appropriation	3,000	3,000	-	3,000
2015-16 CHASS Grant	-	34,481	-	34,481
FY2015 Homeland Security Grant Program	-	(460)	-	(460)
2016 Port Security Program	-	-	(19)	19
FY17 Learn to Swim Program	-	2,661	-	2,661
FY2016 Hazard Mitigation Grant	-	3,148	3,148	-
FY2016 Smart Policing Initiative Grant	-	135,499	16,632	118,867
FY2017 CSHCS-Medical Elevated Blood Level Lead Case Management	-	739,504	-	739,504
FY2017 Local Tobacco Reduction Award	-	8,928	-	8,928
PUB Summer Food Service Program FY 2017	-	140	-	140
ELPHS Other 9/2018	-	18,563	-	18,563
Ebola Virus Phase II 9/2018	-	32,250	-	32,250
HIV Emerg Supp Relief 2/2019	-	6,629	-	6,629
FY2017 Ryan White Part B MAI	-	2,040	-	2,040
West Nile Virus	-	1,662	-	1,662
FY2017 ZIKA Virus Mosquito Surveillance	-	3,233	-	3,233
iTeam Program Grant FY17	-	183,027	153,148	29,879
FY 18 Historic Fort Wayne Strategic Planning 2016/18	-	-	(7,328)	7,328
FY 18 Ryan White MAI	-	5,249	-	5,249
FY2018 Auto Theft Prevention Authority PAT 21-18	-	11,650	-	11,650
FY18 STOP Violence Against Women	-	52,814	18,441	34,373
FY2018 Combating Vehicle Arson ATPA 4-18	-	25,916	-	25,916
ATPA Preventing Auto Theft FY 19	-	998	-	998
Justice Assistance Grant (JAG) FY 18	-	864,801	(58,402)	923,203
Operation Stone Garden FY 18	-	38,400	74,561	(36,161)
Volunteer Coordination	-	61,872	65,217	(3,345)
WIC Resident Services 9/2019	-	145,629	(0)	145,629
WIC Breastfeeding 9/2019	-	8,908	(8,367)	17,275
Lead Poison Prevention 9/2019	-	12,909	(1,168)	14,077
Lead Intervention/EBL 9/2019	-	35,680	(34,647)	70,327
ELPHS MDCH Other 9/2019	-	51,477	(42,463)	93,940
Bioterrorism Emerg Prep 9/2019	-	23,988	-	23,988

Other Supplemental Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
General Grants Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Cities Readiness Initiatives 9/2019	\$ -	\$ 46,744	\$ (1,972)	\$ 48,716
CSHCS Outreach & Advocacy 9/2019	-	31,756	(28,754)	60,510
Fetal Infant Mortality Review 9/2019	-	164	-	164
HIV Ryan White Data to Care 9/2019	-	18,275	-	18,275
Immunization Action Plan 9/2019	-	5,939	-	5,939
Infant Safe Sleep 9/2019	-	2,933	(1,216)	4,149
Local Maternal & Child Hlth 9/2019	-	122,241	(17,517)	139,758
Hearing 9/2019	-	12,575	-	12,575
Vision 9/2019	-	15,675	(12,717)	28,392
HIV Ryan White Part B MAI 9/2019	-	1,369	-	1,369
West Nile Virus 9/2019	-	3,395	(3,121)	6,516
Zika Community Support 9/2019	-	7,500	-	7,500
Zika Virus Surveillance 9/2019	-	7,500	-	7,500
Climate Adaptation Health 9/2019	-	11,251	-	11,251
Loca Tobacco Reduction 9/2019	-	2,126	(267)	2,393
HIV Emerg Supp Relief 2/2020	-	38,532	20	38,512
HOPWA Aids Housing 6/2019	-	647	-	647
HIV & STD Testing and Prev 9/2019	-	4,291	(1,185)	5,476
Sudden Unexplained Infant Death	-	5,497	-	5,497
FY18 Sudden Unexplained Infant Death (SUID)	-	1,737	-	1,737
FY18 2017 COPS Hiring	-	462,385	294,977	167,408
Financial Empowerment Coordination	-	799	-	799
HSEM UASI 2019	-	561,914	269,923	291,991
Summer Food Service Program 2020	-	511,402	-	511,402
Child and Adult Care Food Program 2019	-	259,398	-	259,398
FY18 Child Lead Exposure Elimination Innovation	-	17,873	-	17,873
FY18 Child Lead Exposure Elimination Innovation Grant: Head Start	-	2,168	-	2,168
FY19 Rouge Park Sorenson Renovation Grant	-	354,625	25,550	329,075
FY17 Rouge Park - Brennan Pool Splash Pad Grant	-	173,127	201,087	(27,960)
FY17 MDNR Trust Fund Grant- Chandler Park	-	136,782	22,035	114,747
FY2018 Planning Assistance Program	-	726	-	726
FY19 Hepatitis A Response Program	-	99,952	-	99,952
2017 Clean Diesel Funding Assistance Program	-	1,015,133	-	1,015,133
FY17 Justice Assistance Grant	-	871,804	58,405	813,399
FY19 First Responders Comprehensive Addiction & Recovery Act Grant	-	293,865	350,171	(56,306)
FY19 Medicaid Children's Health Insurance Program (CHIP) Grant	-	1,220,488	-	1,220,488
FY18 Health Education and Community Benefits Grant	-	4,656	4,656	-
FY18 Comprehensive Opioid Abuse Site-base Grant	-	73,308	73,308	-
FY17 LWCF Mariner Park	-	102,257	-	102,257
FY19 Detroit Safe Routers Ambassador PS-19-02	-	100,374	-	100,374
ATPA East Side Action Team FY20	-	86,599	50,843	35,756
ATPA Oakland County Auto Theft Unit FY20	-	54,258	21,843	32,415
ATPA Preventing Auto Theft FY20	-	1,099,088	686,024	413,064
ATPA South East Auto Theft Team(SEATT)	-	61,586	23,377	38,209
Strategic Traffic Enforcement Program FY20	-	139,746	-	139,746
Justice Assistance Grant (JAG) FY20	-	875,000	-	875,000
VOCA FY20	-	449,010	223,190	225,820
2018 Homeland Security Grant Program	-	425,371	351,392	73,979
Summer Food Service Program 2020	-	2,459,839	2,459,839	(0)
Child and Adult Care Food Program	-	567,604	-	567,604
FY 18 Advancing Health Equity through Housing Grant	-	100,880	19,760	81,120
FY18 Crime Gun Intelligence Center CGIC	-	195,094	195,094	-
FY 2018 Detroit/Philadelphia Preservation Exchange Project Grant	-	12,600	12,600	-
FY18 AAA Grant	-	126	126	-
FY 2019 Arts in the Plaza Grant	-	20	-	20
FY19 Opioid Academic Detailing Initiative Grant	-	1,817	-	1,817
FY19 Lead Hazard Reduction Program	-	1,576,652	623,885	952,767
FY2019 Scrap Tire Market Development Grant	-	332,129	13,904	318,225
FY2019 Strategic Neighborhood Fund	-	2,588,765	2,575,244	13,521
FY19 Vector-Borne Surveillance and Prevention Grant	-	893	-	893
FY19 Skilled Foundation Youth Development Grant	-	1,180	-	1,180
FY2019 Summer Mini Grant	-	14,457	11,344	3,113
FY2019 Head Start Program CLEEI Grant	-	37,100	(17,033)	54,133
FY2019 Child Lead Exposure Elimination Innovation Grant	-	125,259	-	125,259
FY19 Pistons-Palace Parks-Pingree Park	-	32,400	2,670	29,730
FY19 National Training & Technical Assistance Grant	-	88,730	78,627	10,103
FY 2019 Financial Empowerment Center Implementation Grant	-	99,228	37,431	61,797
FY2020 Pedestrian & Bicycles Overtime Enforcement Grant	-	47,912	-	47,912
FY19 Brownfield Redevelopment Program Assessment Grant	-	6,909	2,629	4,280
FY19 ATPA 04-20	-	222,191	56,969	165,222
FY19 Innovations in Community-Based Crime Reduction Grant	-	55,911	55,911	-
FY20 Medicaid Children's Health Insurance Program (CHIP) Grant	-	885,289	268,578	616,711
FY18 Project Safe Neighborhoods Grant	-	213,933	90,502	123,431
FY2020 Local Comprehensive HIV Housing Assistance Grant	-	185,557	3,097	182,460

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General Grants Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
FY20 Vector-Borne Surveillance Grant	\$ -	\$ 6,094	\$ -	\$ 6,094
FY2020 Local Comprehensive Emerging Threats-Hepatitis C	-	90,080	25,651	64,429
FY2020 Local Comprehensive Health Opioid Response Grant	-	65,424	-	65,424
2020 Lead Hazard Reduction Grant	-	2,930,640	448,620	2,482,020
FY20 Immunization Action Outreach Pilot Grant	-	50,000	47,680	2,320
FY20 Local Comprehensive Title X Family Planning Grant	-	500,000	-	500,000
Safe Routes FY20 Grant	-	234,360	54,343	180,017
FY2018 Skillman Community Education Commission Grant	-	5,563	5,563	0
Intimate Partner Violence Intervention Grant	-	75,000	18,912	56,088
Veterinary Surgical Equipment	-	41,945	-	41,945
Michigan Indigent Defense Commission Grant	-	157,734	157,736	(2)
FY20 Ryan White HIV-AIDs RWHAP-Program A,B	-	2,661,687	320,561	2,341,126
Opioid Misuse Prevention Community Grant-Project B	-	7,739	7,739	-
FY20 Naloxone Kits	-	110,250	-	110,250
DPD Law Enforcement Assisted Diversion Pilot Expansion Grant	-	331,499	-	331,499
FY20 COVID-19 for medical supplies	-	148,839	31,742	117,097
FY20 COVID19 Emergency Response Grant	-	456,185	(7,503)	463,688
Clinical Staffing Support	-	25,000	14,995	10,005
United Way COVID-19	-	285,000	284,999	1
Quicken COVID-19	-	200,000	199,999	1
DMC Foundation-COVID-19	-	300,000	-	300,000
DMC Foundation Contact Tracing For COVID-19	-	100,000	-	100,000
FY 2020 First Responder Secure Quarantine Grant	-	100,000	-	100,000
African American Civil Rights Preservation Grant	-	500,000	35,448	464,552
Clean Diesel Funding Assistance Grant	-	3,000,000	-	3,000,000
Fire Grants and Appn	-	1,168,000	-	1,168,000
FY19 Forest Service Challenge Cost Share Grant	-	17,348	-	17,348
DHD Immunization Action Plan 9/2020	-	171,600	(316,680)	488,280
DHD Sudden Unexplained Infant Death 9/21	7,000	8,750	4,967	3,783
ATPA Preventing Auto Theft FY 21	3,242,355	2,931,643	1,983,572	948,071
DHD CLEEG - Lead HeadStart 5/2021	75,000	75,000	-	75,000
2021 May. Off. Fin. Empower. Coord	97,000	97,000	-	97,000
ATPA EAST Side Action Team FY 21	241,103	146,531	146,532	(1)
DHD HIV & STD Testing and Prev 9/2020	-	134,142	91,983	42,159
DHD Bioterrorism Emerg Prep 9/2020	-	93,398	59,263	34,135
DHD Vision 9/2020	-	112,891	71,829	41,062
DHD Cities Readiness Initiatives 9/2020	-	66,370	44,561	21,809
ATPA South East Auto Theft Team FY 21	92,574	67,758	67,759	(1)
Pedestrian and Bicycle Overtime Enforcement FY 21	56,250	56,250	3,425	52,825
DHD West Nile Virus 9/2021	10,000	10,000	771	9,229
2019 Homeland Security Grant Program	740,000	147,862	147,863	(1)
DHD Hearing 9/2020	-	108,520	74,092	34,428
DHD Lead Intervention/EBL 9/2020	-	170,658	(9,986)	180,644
DHD Infant Safe Sleep 9/2021	90,000	78,864	61,036	17,828
Summer Food Service Program 2021	400,000	400,000	-	400,000
DHD Local Maternal & Child Health 9/2020	-	979,271	472,750	506,521
DHD ELPHS Other 9/2021	2,800,000	2,022,007	1,561,130	460,877
DHD Lead Poisoning Prevention 9/2021	288,750	72,718	72,718	-
ATPA Oakland County Auto Theft Unit FY 21	97,248	62,201	62,203	(2)
DHD CSHCS Outreach & Advocacy 9/2021	640,000	422,306	337,424	84,882
DHD HIV & STD Testing & Prevention 9/21	250,000	122,505	122,504	1
DHD Local Maternal & Child Health 9/2021	1,710,000	1,242,672	1,071,481	171,191
DHD Hearing - MDHHS 9/2021	310,000	231,553	228,251	3,302
2021 May. Off. Volunteer Coord	77,269	77,269	-	77,269
DHD HIV Housing Assistance	85,000	84,565	59,698	24,867
DHD Title X Grant	500,000	272,356	159,793	112,563
DHD HIV Integrated Planning/Data to Care 9/2021	730,000	470,122	227,105	243,017
Justice Assistance Grant FY 20	875,000	844,573	-	844,573
DHD Infant Safe Sleep 9/2020	-	35,051	34,013	1,038
DHD HIV Ryan White Data to Care 9/2020	-	278,457	79,378	199,079
DHD HIV Emerg Supp Relief 2/2021	-	8,480,327	7,264,986	1,215,341
FY20 Harvard Leadership Fellows Grant	-	134,430	-	134,430
2021 Michigan Indigent Defense Commission Planning Grant	-	1,966,834	1,966,835	(1)
FY20 Local Comprehensive CAREWare Support Grant	-	256,504	16,843	239,661
DHD ELPHS MDCH Other 9/2020	-	1,119,765	737,089	382,676
Overdose Prevention Safer Systems of Care Grant	-	15,936	62,272	(46,336)
Detroit Safe Voting Plan Grant	-	3,512,000	3,512,000	-
FY20 HIV-AIDS Program Part A COVID19 Response	-	458,802	440,135	18,668
Connect Detroit-GM Serve Detroit Grant-Volunteer Coord	-	28,500	-	28,500
FY 2020 Coastal Zone Management Grant for Maheras-Gentry Park	-	200,000	90,275	109,725
COVID-19 HOMELESS MATCH GRANT	-	273,000	-	273,000
Covid-19 Food for Frontline Workers at the Testing Sites Grant	-	20,000	-	20,000
HRD HOPWA Administration	-	51,800	-	51,800
DHD HOPWA Housing 6/2021	3,200,000	2,798,019	2,213,466	584,553

Other Supplemental Information
Budgetary Comparison Schedules - Nonmajor Governmental Funds
General Grants Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
HOPWA-CV-CARES ACT	\$ -	\$ 422,489	\$ 32,741	\$ 389,748
COVID-19 VACCINE SUPPLEMENTAL	-	1,493,715	1,381,961	111,754
2020 Summer Jobs Connect Grant	-	10,000	-	10,000
FY19 Brownfield Cleanup Part-C Grant	-	436,742	883,943	(447,201)
COVID-19 INFLUENZA VACCINATION SUPPLEMENTAL	-	413,187	118,414	294,773
FY2018 Fire Prevention & Safety Grant	-	49,950	49,950	-
Multi Sport Park Investments-Rouge Park- FY 2019	-	1,217,550	1,180,284	37,266
2021 DPD Scrap Tire Dumping Enforcement Grant	-	62,760	-	62,760
FY21 FASTTRACK PILOT PROGRAM GRANT	-	15,000	-	15,000
DHD HIV Emerg Supp Relief 2/2022	10,300,000	3,690,194	2,561,641	1,128,553
FY21 Ending HIV Epidemic Implementation	-	208,783	4,238	204,545
DHD Cities Readiness Initiatives 9/2021	250,000	250,000	135,326	114,674
Homeland Security Grant Program	-	-	1,417	(1,417)
2022 Mayor's Office Fin. Empower. Coord	-	-	650	(650)
Opioid Misuse Prevention Community Grant-Project A	-	78,000	78,000	-
DHD Immunization Action Plan 9/2021	330,000	330,000	169,788	160,212
DHD CSHCS Outreach & Advocacy 9/2020	-	259,546	59,008	200,538
VOCA FY 21	1,306,268	1,181,906	673,337	508,569
DHD Lead Poison Prevention 9/2020	-	178,626	137,910	40,716
DHD Hepatitis C Program 9/2021	110,000	84,785	75,068	9,717
DHD WIC Breastfeeding 9/2020	-	55,236	32,053	23,183
Fire 2019 Port Security Grant - Grantor Homeland	297,153	297,153	-	297,153
DHD Vector Surveillance 9/2021	10,000	10,000	-	10,000
DHD Vision - MDHHS 9/2021	310,000	252,376	231,768	20,608
DHD CLEEI - Lead Innovation 5/2021	150,000	150,000	-	150,000
DHD HIV Ryan White Part B MAI 9/2020	-	60,000	-	60,000
DHD WIC Breastfeeding 9/2021	144,000	85,116	85,116	-
DHD Hepatitis A Response 9/2020	-	11,251	-	11,251
DHD Fetal Infant Mortality Review 9/2021	2,700	2,700	1,916	784
DHD Hepatitis A Response 9/2021	125,000	125,000	-	125,000
DHD Lead Intervention 9/2021	250,000	62,003	62,003	-
DHD WIC Resident Services 9/2020	-	1,824,348	1,506,633	317,715
Contract Tracing Testing Coordination Violation Monitoring	-	1,800,149	1,800,149	-
FY21 Medicaid Chip Lead Hazard Control Program	-	474,285	464,979	9,306
2020 COPS Hiring Program Grant	-	2,474,707	740,051	1,734,656
FY18 Port Security Program Grant	-	440,000	440,000	-
DPD Culturally Specific Underserved 2021-Stop Grant	-	76,200	57,150	19,050
FY19 Emerging City Champions Grant	-	800	800	-
FY20 Woodsy Owl Conservation Corps Grant	-	10,512	-	10,512
DHD Fetal Infant Mortality Review 9/2020	-	1,965	(368)	2,333
FY19 Certified Local Government (CLG) Grant-Fort Wayne	-	60,000	51,607	8,393
FY20 Byrne Justice Assistance Grant	-	286,869	131,262	155,607
Detroit Safe Voting Plan 2 Grant	-	3,724,450	3,724,450	-
FY19 Certified Local Government (CLG) Grant-Cass Corridor	-	80,001	-	80,001
FY2020-2021 Donation of the Flu Vaccine	-	1,886,365	-	1,886,365
DHD Bioterrorism Emerg Prep 9/2021	220,000	220,000	107,753	112,247
DHD Local Tobacco Reduction 9/2020	-	22,500	-	22,500
DHD Sudden Unexplained Infant Death 9/2020	-	3,792	3,538	254
DHD Opioid Response	50,000	50,000	-	50,000
FY19 AmeriCorps VISTA Grant	-	33,980	-	33,980
Summer Meals Emergency Funding Grant	-	9,711	9,711	-
FY19 Underrepresented Community (URC) Grant	-	48,100	-	48,100
FY2020 McGregor Fund Grant	-	24,420	24,420	-
DHD West Nile Virus 9/2020	-	10,000	8,722	1,278
DHD HOPWA Aids Housing 6/2020	-	607,251	747,747	(140,496)
SFSP Consolidated Revenue	-	9,330	9,329	1
FY18 AmeriCorps VISTA Program Grant	-	24,622	-	24,622
FY20 Comprehensive COVID 19 EPI	-	22,500	-	22,500
Economic Development Initiative Project - EDI Grant - Infrastructure	-	85,343	-	85,343
DHD Local Health Opioid Response	70,000	70,000	-	70,000
FY 2018 Trust Fund Grant-Romanowski Park Renovations	-	288,604	288,604	-
FY2021 SNF-HSP-Single Family Gap Sub-Grant	-	2,000,000	-	2,000,000
2021 Detroit Safe Routes Ambassador Program Grant -PS 21 02	-	-	110,646	(110,646)
Fire 2019 AFG - Grantor - FEMA- Health and Wellness	300,000	300,000	-	300,000
DHD WIC Resident Services 9/2021	5,100,000	3,266,832	3,266,832	-
FY2021 Summer Jobs Connect Grant	-	10,000	-	10,000
FY20 Comprehensive COVID 19 EPI lab Capacity Contact Tracing Testing Coord	-	710,518	-	710,518
Gunshot Detection System	-	100,000	-	100,000
Immunization Action Plan Pilot	-	100,000	30,976	69,024
BSEED USEPA Environmental Training Grant	-	944	-	944
Strategic Traffic Enforcement Program FY 21	154,034	187,851	64,603	123,248
Child and Adult Care Food Program 2021	350,000	350,000	-	350,000
Parolees_Technical Violators and Ex-Offenders Project	-	66,580	-	66,580
City of Detroit Distracted Driving Overtime Enforcement Grant	-	8,000	7,548	452

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 General Grants Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	_____	_____	_____	_____
Election Administration Grant	-	200,000	200,000	-
Transfers/Other	-	2,011,440	7,804,044	(5,792,604)
Total Expenditures	<u>36,446,704</u>	<u>104,939,191</u>	<u>64,007,854</u>	<u>40,931,336</u>
Net Change	-	1,996,909	(1,259,110)	(85,118,690)
Fund Balance - Beginning of year	<u>645,995</u>	<u>645,995</u>	<u>645,995</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 645,995</u>	<u>\$ 2,642,904</u>	<u>\$ (613,115)</u>	<u>\$ (3,256,019)</u>

Other Supplemental Information
 Budgetary Comparison Schedule - Nonmajor Governmental Funds
 Bridging Neighborhoods Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	-	-	-	-
Revenue by Appropriation				
Bridging Neighborhoods Fund	\$ -	\$ 2,481,734	\$ 2,535,368	\$ 53,634
Health & Emissions Monitoring	-	(658,339)	122,387	780,726
Transfers/Other	-	-	11,941	11,941
Total Revenue	-	1,823,395	2,669,697	846,301
Expenditures by Appropriation				
Bridging Neighborhoods Fund	-	5,071,468	5,071,469	(1)
Health & Emissions Monitoring	-	1,835,424	122,387	1,713,037
Total Expenditures	-	6,906,892	5,193,857	1,713,036
Net Change	-	(5,083,497)	(2,524,160)	2,559,337
Fund Balance - Beginning of year	16,532,581	16,532,581	16,532,581	-
Fund Balance - End of year	\$ 16,532,581	\$ 11,449,084	\$ 14,008,421	\$ 2,559,337

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Solid Waste Management Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
Revenue by Appropriation				
DPW Solid Waste Management	\$ 50,677,375	\$ 87,910,552	\$ 77,058,179	\$ (10,852,373)
DPW Refuse Collections	-	(27,331,974)	(27,324,412)	7,562
Safe Neighborhoods - GSD	12,000,000	12,000,000	-	(12,000,000)
RECYCLING PARTNERSHIP	-	155,117	155,117	-
Recycling Leadership Grant	-	170,000	170,000	-
RECYCLING INFRASTRUCTURE	-	450,551	450,551	-
Total Revenue	62,677,375	73,354,246	50,509,435	(22,844,811)
Expenditures by Appropriation				
DPW Solid Waste Management	40,396,430	38,803,880	38,494,444	309,436
DPW Greater Detroit Resource Recovery Authority (GDRRA)	10,280,945	12,409,849	12,409,850	(1)
GDRRA Financials	-	-	13,386,157	(13,386,157)
Safe Neighborhoods - GSD	12,000,000	8,751,782	(7,445,725)	16,197,507
RECYCLING PARTNERSHIP	-	158,317	158,317	-
Recycling Leadership Grant	-	170,000	170,000	-
RECYCLING INFRASTRUCTURE	-	541,510	541,510	-
Transfers/Other	-	1,200,924	1,200,924	-
Total Expenditures	62,677,375	62,036,262	58,915,477	3,120,786
Net Change	-	11,317,984	(8,406,042)	(19,724,025)
Fund Balance - Beginning of year	43,458,071	43,458,071	43,458,071	-
Fund Balance - End of year	\$ 43,458,071	\$ 54,776,055	\$ 35,052,029	\$ (19,724,026)

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
Revenue by Appropriation				
Major Street Fund Capital	\$ 2,302,807	\$ 1,310,448	\$ 1,310,449	\$ 1
Major Street Fund Operations	101,350,000	92,996,167	77,196,597	(15,799,570)
DPW Link Detroit Multi-Modal Enhancement Project	-	(73,600)	-	73,600
Inner Circle Greenway	-	82,746	-	(82,746)
DPW Cass Avenue Non Motorized Project	-	(91,177)	-	91,177
DPW AG 15-5143 Traffic Signal Work @ 42 Locations	-	(857)	-	857
2016 Federal Aid Projects	-	11,073,763	3,392,476	(7,681,287)
MDOT-State Planning & Research	-	372,835	372,835	-
DPW Major Street Fund - In Kind	2,000,000	2,328,236	2,328,236	-
TEDA Grant 1373 Van Dyke	-	394,323	394,323	-
MDOT 2020 HRP&C Grant 20-5247 JN 202830	-	480,330	480,330	-
DPW Major Street Improvement Bond 2017	-	1,066,714	1,066,714	-
MDOT 2021 HRP&C Grant 20-5356 JN 202984	-	80,563	80,563	-
2020 NACTO Streets for Pandemic Response	-	25,000	25,000	-
MDOT-Advanced Transportation & Congestion Management Tech Deploy (ATCMTD)	-	25,153	25,153	-
TEDA Grant 1383 Conner St	-	2,262,623	2,262,623	(1)
Total Revenue	105,652,807	112,333,267	88,935,299	(23,397,969)
Expenditures by Appropriation				
Major Street Fund Capital	31,747,281	25,409,611	25,409,614	(3)
Major Street Fund Operations	43,969,250	27,250,961	27,250,955	6
DPW Link Detroit Multi-Modal Enhancement Project	-	196,355	196,355	-
DPW 12-5344 Hot Mix Asphalt Cold Milling	-	28	-	28
DPW AG 13-5203 HMA Resurfacing JN 119308	-	(694)	(694)	-
DPW West Vernor Streetscaping Project	-	137,845	-	137,845
Job 121503 removal of Livernois Retaining Wall	-	1,441	1,441	-
DPW Job 121575 Concrete paving repairs at 15 locatio	-	(30)	(30)	-
Inner Circle Greenway	-	227	227	-
AG 14_5086 660 Miles Pavement Marking JN123175	-	(365)	(365)	-
DPW AG 14-5208 Pavement Marking, 169 JN123176	-	(298)	(298)	-
AG 14_5209 HMA Resurfacing locations JN 123844	-	(8,614)	(8,614)	-
DPW M 1 Rail Streetcar System Construction Operation	-	19,443	19,443	-
Jefferson Avenue Streetscape	-	19,763	-	19,763
DPW Mark Avenue Bridge St Jean to Algonquin	-	(210)	(210)	-
DPW Cass Avenue Non Motorized Project	-	110,046	110,045	1
Oakwood Const Roadway_Traffic Signal	-	36,915	36,915	-
14114-Appropriation	-	113,151	113,151	-
DPW AG 15-5153 HMA Resurfacing, 3 Lications	-	163,041	163,041	-
DPW AG 15-5143 Traffic Signal Work @ 42 Locations	-	109,519	109,519	-
14123-Appropriation	-	17,489	17,489	-
14124-Appropriation	-	16,122	16,122	-
20127-Appropriation	-	75,647	75,647	-
2016 Federal Aid Projects	-	8,371,480	8,371,479	1
MDOT-State Planning & Research	-	720,696	720,696	-
DPW Major Street Fund - In Kind	2,000,000	2,328,236	2,328,236	-
GSD Shared Services	3,974,472	3,974,472	3,228,952	745,520
Parks and Public Space Management	10,132,892	10,132,892	5,089,060	5,043,832
AG 14_5392 Jefferson Ave Bridge Replacement	-	36,018	36,018	-
TEDA Grant 1373 Van Dyke	-	371,024	371,024	-
MDOT 2020 HRP&C Grant 20-5247 JN 202830	-	480,330	480,330	-
DPW AG 13-5690 Signal Upgrades on Plymouth JN 121508	-	12,597	12,597	-
DPW Major Street Improvement Bond 2017	13,828,912	34,235,173	34,235,173	-
MDOT 2021 HRP&C Grant 20-5356 JN 202984	-	80,563	80,563	-
AG 14_5114 HMA Resurfacing locations JN123169	-	15	15	-
2020 NACTO Streets for Pandemic Response	-	24,842	24,842	-
14122-Appropriation	-	26,609	26,609	-
MDOT-Advanced Transportation & Congestion Management Tech Deploy (ATCMTD)	-	66,927	66,927	-
DPW AG145013 Traffic Signal Installation 20 location	-	6	6	-
DPW AG 14-5100 Signak Upgrading Work JN 119578	-	3	3	-
TEDA Grant 1383 Conner St	-	1,709,546	1,709,546	-
Public Act of 2015	-	54,356	54,356	-
Transfers/Other	-	-	723,714	(723,714)
Total Expenditures	105,652,807	116,293,178	111,069,899	5,223,279
Net Change	-	(3,959,911)	(22,134,600)	(18,174,690)
Fund Balance - Beginning of year	116,429,500	116,429,500	116,429,500	-
Fund Balance - End of year	\$ 116,429,500	\$ 112,469,589	\$ 94,294,900	\$ (18,174,689)

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
Local Street Fund - Operations	\$ -	\$ 21,482,142	\$ 21,482,142	\$ -
Total Revenue	-	21,482,142	21,482,142	-
Expenditures by Appropriation				
Local Street Fund - Capital	-	11,639,027	11,639,027	-
Local Street Fund - Operations	-	9,843,116	9,843,116	-
Transfers/Other	-	-	540,000	(540,000)
Total Expenditures	-	21,482,143	22,022,143	(540,000)
Net Change	-	(1)	(540,001)	(540,000)
Fund Balance - Beginning of year	949,294	949,294	949,294	-
Fund Balance - End of year	\$ 949,294	\$ 949,293	\$ 409,293	\$ (540,000)

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Telecommunication Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
Revenue by Appropriation				
DPW PA 48 of 2002	\$ 3,000,000	\$ 4,041,371	\$ 3,277,555	\$ (763,816)
Total Revenue	3,000,000	4,041,371	3,277,555	(763,816)
Expenditures by Appropriation				
DPW PA 48 of 2002	3,000,000	4,472,031	4,472,031	-
Total Expenditures	3,000,000	4,472,031	4,472,031	-
Net Change	-	(430,660)	(1,194,476)	(763,816)
Fund Balance - Beginning of year	6,298,137	6,298,137	6,298,137	-
Fund Balance - End of year	<u>\$ 6,298,137</u>	<u>\$ 5,867,477</u>	<u>\$ 5,103,661</u>	<u>\$ (763,816)</u>

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Renewable Energy Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Expenditures by Appropriation				
Transfers out	\$ -	\$ 824	\$ 13,922	\$ (13,098)
Total Expenditures	<u>-</u>	<u>824</u>	<u>13,922</u>	<u>(13,098)</u>
Net Change	-	(824)	(13,922)	(13,098)
Fund Balance - Beginning of year	<u>13,922</u>	<u>13,922</u>	<u>13,922</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 13,922</u>	<u>\$ 13,098</u>	<u>\$ -</u>	<u>\$ (13,098)</u>

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Dedicated Fees and Donations Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
Halloween Initiative	\$ 75,000	\$ 80,248	\$ 31,600	\$ (48,648.00)
Police Enhanced E-911	4,750,000	4,750,000	1,164,755	(3,585,245)
Mayor's Spring Cleaning Initiative	75,000	139,250	23,717	(115,533)
Non Dept P.E.G. Fees	2,000,000	4,023,770	1,999,161	(2,024,609)
Recreation Brighter Future Summer Day Camp	-	-	40,752	40,752
Interfund Adjustments	2,005,000	2,005,000	2,142,414	137,414
FCO CBO Home Repair Program	-	900,000	900,000	-
COVID-19 Response	-	85,000	3,977	(81,023)
Arts Culture and Entrepreneurship Funding	-	-	5,000	5,000
FY21 Invest Detroit Fund-Ford Motor Pass Through	-	750,000	750,000	-
Total Revenue	8,905,000	12,733,268	7,061,376	(5,671,892)
Expenditures by Appropriation				
Halloween Initiative	75,000	93,722	5,750	87,972
Police Enhanced E-911	4,750,000	5,815,697	2,229,350	3,586,347
Mayor's Spring Cleaning Initiative	75,000	146,674	20,024	126,650
Non Dept P.E.G. Fees	2,000,000	3,726,979	1,333,552	2,393,427
Towing Operations	2,005,000	5,351,959	2,521,411	2,830,548
DPS Schools Re-Purposing Contribution Funds	-	211,380	211,380	-
FCO CBO Home Repair Program	-	586,741	586,741	-
COVID-19 Response	-	85,000	1,465	83,535
Total Expenditures	8,905,000	16,018,152	6,909,673	9,108,479
Net Change	-	(3,284,884)	151,702	3,436,587
Fund Balance - Beginning of year	5,689,971	5,689,971	5,689,971	-
Fund Balance - End of year	\$ 5,689,971	\$ 2,405,087	\$ 5,841,673	\$ 3,436,586

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 COVID-19 Revenue Fund

	Budgeted Amounts		Year Ended June 30, 2021	
	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget
	-	-	-	-
Revenue by Appropriation				
COVID-19 Response	\$ -	\$ 6,924,643	\$ 6,924,643	\$ -
DOJ BJA Coronavirus Emergency Supplemental Funding Program	-	1,722,600	59,438	(1,663,162)
Coronavirus Relief Local Government Grant	-	37,378,779	37,378,779	-
Epi lab Capacity Testing	-	8,657,942	8,657,942	-
CRF Racial Disparities	-	900,000	599,464	(300,536)
COVID-19 DR4494MI Vaccine Grant	-	18,607,213	18,607,213	-
First Responders Hazard Pay Premium Grant	-	3,657,683	-	(3,657,683)
Contract Tracing	-	1,529,999	270,368	(1,259,631)
FY21 COVID Immunizations	-	663,708	663,699	(9)
FY20 Coronavirus Relief Fund Grant	-	13,763,982	11,153,869	(2,610,113)
Setup CRF FLU VACCINES IMMUNIZATION GRANT	-	435,558	294,561	(140,997)
FY21 Coronavirus Relief Fund Testing	-	120,000	119,109	(891)
FY 2020 AIRPORT CARES ACT OPERATIONAL GRANT	-	69,000	2,410	(66,590)
FY21 Covid19 Infection Prevention	-	139,750	30,000	(109,750)
Total Revenue	-	94,570,857	84,761,495	(9,809,362)
Expenditures by Appropriation				
COVID-19 Response	-	6,924,644	6,924,643	1
DOJ BJA Coronavirus Emergency Supplemental Funding Program	-	59,438	43,717	15,721
Coronavirus Relief Local Government Grant	-	37,378,780	37,378,779	1
Epi lab Capacity Testing	-	8,657,944	8,657,942	2
CRF Racial Disparities	-	900,000	599,464	300,536
COVID-19 DR4494MI Vaccine Grant	-	18,607,213	18,607,213	-
First Responders Hazard Pay Premium Grant	-	3,657,683	-	3,657,683
Contract Tracing	-	1,529,999	270,368	1,259,631
FY21 COVID Immunizations	-	663,708	663,699	9
FY20 Coronavirus Relief Fund Grant	-	13,763,978	11,153,870	2,610,108
Cable TV	-	-	-	-
Setup CRF FLU VACCINES IMMUNIZATION GRANT	-	435,558	294,561	140,997
FY21 Coronavirus Relief Fund Testing	-	120,000	119,109	891
FY 2020 AIRPORT CARES ACT OPERATIONAL GRANT	-	69,000	2,410	66,590
FY21 Covid19 Infection Prevention	-	139,750	30,000	109,750
Total Expenditures	-	92,907,695	84,745,775	8,161,920
Net Change	-	1,663,162	15,720	(1,647,442)
Fund Balance - Beginning of year	(1,663,162)	(1,663,162)	(1,663,162)	-
Fund Balance - End of year	\$ (1,663,162)	\$ -	\$ (1,647,442)	\$ (1,647,442)

Other Supplemental Information
 Budgetary Comparison Schedules - Nonmajor Governmental Funds
 Debt Service Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
Debt Service General Bond Redemption	\$ 67,657,263	\$ 73,659,226	\$ 62,570,707	\$ (11,088,519)
Debt Service - General Bond Redemption	-	-	1,494	1,494
Total Revenue	<u>67,657,263</u>	<u>73,659,226</u>	<u>62,572,201</u>	<u>(11,087,025)</u>
Expenditures by Appropriation				
Debt Service General Bond Redemption	67,657,263	73,659,226	73,659,226	-
Transfers out	-	-	-	-
Total Expenditures	<u>67,657,263</u>	<u>73,659,226</u>	<u>73,659,226</u>	<u>-</u>
Net Change	-	-	(11,087,025)	(11,087,025)
Fund Balance - Beginning of year	<u>43,937,840</u>	<u>43,937,840</u>	<u>43,937,840</u>	<u>-</u>
Fund Balance - End of year	<u>\$ 43,937,840</u>	<u>\$ 43,937,840</u>	<u>\$ 32,850,815</u>	<u>\$ (11,087,025)</u>

Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original Budget	Amended Budget		
Revenue by Appropriation				
Cobo Acquisition Fund 2003	\$ -	\$ 2,901,833	-	\$ (2,901,833)
Charles H. Wright GO Bond Projects 20311	-	-	6	6
Detroit Historical Museum GO Bond Projects 20312	-	-	3	3
COD Municipal Facilities GO Bond Projects 20313	-	-	99	99
COD Cultural Facilities GO Bond Projects 20314	-	-	300	300
Neighborhood Redev & Housing Rehab GO Bond Projects 20315	-	-	1,973	1,973
COD Public Lighting Improvements GO Bond Projects 20316	-	-	17	17
COD Public Lighting Service Extensions GO Bond Projects 20317	-	-	81	81
COD Public Safety Facilities GO Bond Projects 20318	-	-	906	906
COD Public Safety Facilities DOJ GO Bond Projects 20319	-	-	1,551	1,551
COD Public Safety Facilities Other GO Bond Projects 20320	-	-	308	308
COD Cultural Facilities GO Bond Projects 20321	-	-	-	-
COD Transportation Facilities Vehicle Procurement GO Bond Projects 20322	-	-	302	302
COD Transportation Facilities GO Bond Projects 20323	-	-	200	200
COD Cultural Facilities GO Bond Projects 20324	-	-	2,198	2,198
2018 UTGO Bonds - Series A	-	-	41,281	41,281
DBA _Governmental Capital Projects	-	-	12,377,662	12,377,662
2018 UTGO Bonds - Series B	-	87,802,160	87,802,160	-
Neighborhood Improvement Bonds	-	205,748,790	205,699,519	(49,271)
Transfers/Other	-	1,577	1,577	-
Total Revenue	-	296,454,360	305,930,142	9,475,782
Expenditures by Appropriation				
Cobo Acquisition Fund 2003	-	938,059	938,063	(4)
Charles H. Wright GO Bond Projects 20311	-	1,973	1,973	-
COD Municipal Facilities GO Bond Projects 20313	-	88,800	88,800	-
Neighborhood Redev & Housing Rehab GO Bond Projects 20315	-	3,388,336	3,203,840	184,496
COD Public Lighting Improvements GO Bond Projects 20316	-	70,215	28,540	41,675
COD Public Lighting Service Extensions GO Bond Projects 20317	-	250,076	250,076	-
COD Public Safety Facilities GO Bond Projects 20318	-	7,887	7,887	-
COD Public Safety Facilities DOJ GO Bond Projects 20319	-	1,658,948	1,658,948	-
COD Public Safety Facilities Other GO Bond Projects 20320	-	205,721	205,721	-
COD Public Lighting Improvements GO Bond Projects 20325	-	326,589	236,346	90,243
COD Public Lighting Service Extensions GO Bond Projects 20326	-	487,716	487,716	-
COD Public Safety Facilities GO Bond Projects 20317	-	7,906	7,906	-
COD Public Safety Facilities DOJ GO Bond Projects 20328	-	244,776	241,628	3,148
2018 UTGO Bonds - Series A	-	44,796,169	44,796,169	-
DBA _Governmental Capital Projects	-	-	13,337,375	(13,337,375)
2018 UTGO Bonds - Series B	-	3,226,528	3,094,432	132,096
Neighborhood Improvement Bonds	-	6,397,493	5,626,576	770,917
Transfers/Other	-	48,541	135,432	(86,891)
Total Expenditures	-	62,145,733	74,347,428	(12,201,695)
Net Change	-	234,308,627	231,582,714	(2,725,913)
Fund Balance - Beginning of year	96,740,141	96,740,141	96,740,141	-
Fund Balance - End of year	\$ 96,740,141	\$ 331,048,768	\$ 328,322,855	\$ (2,725,913)

**Other Supplemental Information
Internal Service Funds
Fund Descriptions**

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City and to other governmental units on a cost-reimbursement basis.

Employees Benefit Plan

This fund receives contributions from both the city funds and employees for use in paying benefits, including medical, dental, and vision, to active employees.

Disability Income Protection Plan

This fund receives contributions from other city funds and provides partial wage replacements for personnel who are out of work due to disability.

**Other Supplemental Information
Combining Statement of Net Position
Internal Service Funds**

June 30, 2021

	Employees Benefit Plan	Disability Income Protection Plan	Total
Assets			
Current assets:			
Cash and investments	\$ 8,187,947	\$ 306,203	\$ 8,494,150
Due from component units	32,493	-	32,493
Due from other funds	9,480,869	1,112,772	10,593,641
Due from other governmental agencies	1,000,000	-	1,000,000
Total assets	18,701,309	1,418,975	20,120,284
Liabilities			
Current liabilities:			
Accounts and contracts payable	14,870,007	270,905	15,140,912
Due to other funds	1,296,050	-	1,296,050
Other liabilities	-	8,972	8,972
Total liabilities	16,166,057	279,877	16,445,934
Net Position - Unrestricted	\$ 2,535,252	\$ 1,139,098	\$ 3,674,350

City of Detroit, Michigan

Other Supplemental Information
Combining Statement of Revenue, Expenses, and Changes in Net Position
Internal Service Funds

Year Ended June 30, 2021

	Employees Benefit Plan	Disability Income Protection Plan	Total
Operating Revenue			
Miscellaneous	\$ 466,259	\$ -	\$ 466,259
Charges to other funds	81,130,547	1,114,014	82,244,561
Total operating revenue	81,596,806	1,114,014	82,710,820
Operating Expenses - Health care expenses	81,474,718	1,086,698	82,561,416
Operating Income	122,088	27,316	149,404
Nonoperating Revenue - Investment earnings	6,709	-	6,709
Change in Net Position	128,797	27,316	156,113
Net Position - Beginning of year	2,406,455	1,111,782	3,518,237
Net Position - End of year	\$ 2,535,252	\$ 1,139,098	\$ 3,674,350

Other Supplemental Information
Combining Statement of Cash Flows
Internal Service Funds

Year Ended June 30, 2021

	Employees Benefit Plan	Disability Income Protection Plan	Total
Cash Flows from Operating Activities			
Receipts from customers	\$ 22,235,897	\$ -	\$ 22,235,897
Receipts from interfund services and reimbursements	76,663,123	1,302,890	77,966,013
Payments to suppliers	(101,085,694)	(951,927)	(102,037,621)
Payments to employees and fringes	(140,441)	(45,863)	(186,304)
Payments from other funds	(2,182,115)	(26,075)	(2,208,190)
Claims paid	(232,974)	(139)	(233,113)
	(4,742,204)	278,886	(4,463,318)
Net cash and cash equivalents (used in) provided by operating activities			
Cash Flows Provided by Noncapital Financing Activities			
- Transfers from other funds	-	27,317	27,317
Cash Flows Provided by Investing Activities - Interest received on investments	6,709	-	6,709
Net (Decrease) Increase in Cash and Cash Equivalents	(4,735,495)	306,203	(4,429,292)
Cash and Cash Equivalents - Beginning of year	12,923,442	-	12,923,442
Cash and Cash Equivalents - End of year	\$ 8,187,947	\$ 306,203	\$ 8,494,150
Reconciliation of Operating Income to Net Cash from Operating Activities			
Operating income	\$ 122,088	\$ 27,316	\$ 149,404
Adjustments to reconcile operating income to net cash from operating activities - Changes in assets and liabilities:			
Due to and from other funds	(4,421,518)	160,317	(4,261,201)
Accounts payable	(302,332)	92,381	(209,951)
Accrued liabilities and other	(140,442)	(1,128)	(141,570)
	(4,864,292)	251,570	(4,612,722)
Total adjustments			
Net cash and cash equivalents used in operating activities	\$ (4,742,204)	\$ 278,886	\$ (4,463,318)

Other Supplemental Information
Statement of Fiduciary Net Position
Fiduciary Funds

June 30, 2021

	Custodial Funds					Total
	36th District Court	B Bond Claims	Delinquent Property Tax Fund	Property Tax Receiving Fund	Other Custodial Fund	
Assets						
Cash and investments	\$ 8,623,189	\$33,211,128	\$ 3,453,150	\$ 5,548,506	\$ 12,046	\$50,848,019
Due from other governmental agencies	-	-	18,130	-	-	18,130
Total assets	8,623,189	33,211,128	3,471,280	5,548,506	12,046	50,866,149
Liabilities						
Accounts and contracts payable	-	-	-	194,779	-	194,779
Due to other governmental agencies	-	-	69,835	328,828	-	398,663
Due to component units	-	-	-	11,262	-	11,262
Other liabilities	-	-	3,401,445	5,013,637	-	8,415,082
Total liabilities	-	-	3,471,280	5,548,506	-	9,019,786
Net Position - Restricted for other governmental units, organizations, and individuals	<u>\$ 8,623,189</u>	<u>\$33,211,128</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,046</u>	<u>\$41,846,363</u>

Other Supplemental Information
Statement of Changes in Fiduciary Net Position
Fiduciary Funds

Year Ended June 30, 2021

	Custodial Funds					Total
	36th District Court	B Bond Claims	Delinquent Property Tax Fund	Property Tax Receiving Fund	Other Custodial Fund	
Additions						
Investment income:						
Interest and dividends	\$ -	\$ 825,619	\$ 13,515	\$ 106,339	\$ -	\$ 945,473
Net increase in fair value of investments	-	4,731,541	-	-	-	4,731,541
Net investment income	-	5,557,160	13,515	106,339	-	5,677,014
Property tax collections	-	-	30,003,484	341,601,555	-	371,605,039
Rent escrow	-	-	-	-	6,864	6,864
Payments in lieu of taxes	-	-	-	5,082,505	-	5,082,505
Bail bonds, fines, and fees	7,084,010	-	-	-	-	7,084,010
Total additions	7,084,010	5,557,160	30,016,999	346,790,399	6,864	389,455,432
Deductions						
Tax distributions to other governments	-	-	30,016,999	346,790,399	-	376,807,398
Distributions of rent escrow, bail bonds, fines, and fees	11,146,360	-	-	-	20,010	11,166,370
Total deductions	11,146,360	-	30,016,999	346,790,399	20,010	387,973,768
Net (Decrease) Increase in Fiduciary Net Position	(4,062,350)	5,557,160	-	-	(13,146)	1,481,664
Net Position - Beginning of year, as restated	12,685,539	27,653,968	-	-	25,192	40,364,699
Net Position - End of year	<u>\$ 8,623,189</u>	<u>\$ 33,211,128</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,046</u>	<u>\$ 41,846,363</u>

Statistical Section

This part of the Annual Comprehensive Financial Report presents information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall health.

Contents

The statistical section is organized into the following main categories:

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity

These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Schedule 1

City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Governmental Activities				
Net investment in capital assets	\$ 1,087,592,258	\$ 1,102,806,297	\$ 1,131,790,888	\$ 1,131,353,263
Restricted	274,101,433	243,879,346	251,173,606	282,679,621
Unrestricted (deficit)	<u>(1,809,317,525)</u>	<u>(1,785,854,714)</u>	<u>(1,671,484,070)</u>	<u>(1,755,940,654)</u>
Total governmental activities net position	(447,623,834)	(439,169,071)	(288,519,576)	(341,907,770)
Business-type Activities				
Net investment in capital assets	522,983,552	514,426,754	476,725,957	434,204,225
Restricted	33,224,212	8,963,004	8,834,862	8,684,871
Unrestricted (deficit)	<u>705,874,707</u>	<u>759,716,932</u>	<u>773,182,433</u>	<u>797,056,311</u>
Total business-type activities net position	<u>1,262,082,471</u>	<u>1,283,106,690</u>	<u>1,258,743,252</u>	<u>1,239,945,407</u>
Primary Government				
Net investment in capital assets	1,610,575,810	1,617,233,051	1,608,516,845	1,565,557,488
Restricted	307,325,645	252,842,350	260,008,468	291,364,492
Unrestricted (deficit)	<u>(1,103,442,818)</u>	<u>(1,026,137,782)</u>	<u>(898,301,637)</u>	<u>(958,884,343)</u>
Total primary government net position	<u>\$ 814,458,637</u>	<u>\$ 843,937,619</u>	<u>\$ 970,223,676</u>	<u>\$ 898,037,637</u>

Source: City of Detroit, Annual Comprehensive Financial Reports for Fiscal Years Ended June 30, 2012 through 2021

Financial Trends - Net Position by Component

**Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)**

		Fiscal Year					
		2017	2016	2015	2014	2013	2012
\$	1,111,259,232	\$ 1,070,813,493	\$ 1,098,963,308	\$ 886,141,054	\$ 832,127,493	\$ 803,653,672	
	418,002,865	389,338,643	544,636,902	102,047,103	75,055,537	73,786,466	
	<u>(1,880,824,756)</u>	<u>(1,822,999,101)</u>	<u>(3,042,213,052)</u>	<u>(3,961,253,287)</u>	<u>(1,714,975,464)</u>	<u>(1,557,840,700)</u>	
	(351,562,659)	(362,846,965)	(1,398,612,842)	(2,973,065,130)	(807,792,434)	(680,400,562)	
	407,668,088	619,028,014	(23,000,738)	54,337,164	525,963,518	1,047,594,007	
	59,804,608	22,212,888	423,774,879	473,057,369	244,039,925	461,972,732	
	<u>696,163,152</u>	<u>716,148,063</u>	<u>(1,077,018,026)</u>	<u>(1,595,122,442)</u>	<u>(640,389,229)</u>	<u>(1,201,140,082)</u>	
	<u>1,163,635,848</u>	<u>1,357,388,965</u>	<u>(676,243,885)</u>	<u>(1,067,727,909)</u>	<u>129,614,214</u>	<u>308,426,657</u>	
	1,518,927,320	1,689,841,507	1,075,962,570	940,478,218	1,358,091,011	1,851,247,679	
	477,807,473	411,551,531	968,411,781	575,104,472	319,095,462	535,759,198	
	<u>(1,184,661,604)</u>	<u>(1,106,851,038)</u>	<u>(4,119,231,078)</u>	<u>(5,556,375,729)</u>	<u>(2,355,364,693)</u>	<u>(2,758,980,782)</u>	
\$	<u>812,073,189</u>	\$ <u>994,542,000</u>	\$ <u>(2,074,856,727)</u>	\$ <u>(4,040,793,039)</u>	\$ <u>(678,178,220)</u>	\$ <u>(371,973,905)</u>	

Schedule 2

City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Expenses				
Governmental activities:				
Public protection	\$ 619,098,995	\$ 618,928,434	\$ 578,832,651	\$ 459,155,038
Health	125,485,209	63,925,533	35,944,711	32,958,070
Recreation and culture	39,569,134	37,826,345	29,412,201	37,416,517
Economic development	71,983,530	78,756,473	99,866,336	45,345,939
Educational development	-	-	-	-
Housing supply and conditions	20,630,109	41,892,422	34,110,578	25,015,853
Physical environment	83,938,992	83,210,022	168,738,713	152,794,269
Transportation facilitation	131,452,454	96,823,521	63,778,403	35,829,655
Development and management	481,194,150	472,185,625	395,668,017	403,929,393
Interest on long-term debt	73,957,188	63,638,561	34,020,805	62,525,448
Total government activities expenses	1,647,309,761	1,557,186,936	1,440,372,415	1,254,970,182
Business-type activities:				
Sewage disposal	345,510,369	323,538,794	297,055,156	300,112,413
Transportation	157,609,729	162,694,518	178,880,079	158,602,192
Water	134,115,230	115,816,967	104,478,557	130,123,421
Automobile parking	-	-	16,141,807	29,509,883
Airport	4,108,471	1,025,146	5,071,698	2,420,424
Public lighting authority	23,959,839	22,916,884	22,214,145	21,097,017
Total business-type activities expenses	665,303,638	625,992,309	623,841,442	641,865,350
Total primary government expenses	\$ 2,312,613,399	\$ 2,183,179,245	\$ 2,064,213,857	\$ 1,896,835,532
Program Revenue				
Governmental activities:				
Charges for services:				
Public protection	\$ 80,462,520	\$ 79,340,103	\$ 85,794,552	\$ 82,142,006
Health	1,654,975	1,440,641	2,326,609	2,543,252
Recreation and culture	1,846,738	1,442,388	4,162,855	2,097,986
Economic development	8,216,676	19,386,799	21,974,750	6,581,729
Educational development	-	-	-	-
Housing supply and conditions	1,707,531	864,612	817,929	-
Physical environment	45,787,662	44,372,872	41,766,310	44,307,433
Transportation facilitation	14,303,892	35,452,937	4,695,448	3,728,872
Development and management	140,938,844	123,827,642	122,447,673	42,238,300
Operating grants and contributions	297,057,138	288,341,845	193,929,513	183,354,935
Capital grants and contributions	-	-	302,900	528,544
Total governmental activities program revenue	591,975,976	594,469,839	478,218,539	367,523,057
Business-type activities:				
Charges for services:				
Sewage disposal	336,786,647	331,693,766	297,703,405	291,130,813
Transportation	2,351,014	15,116,575	20,190,340	29,236,816
Water	111,783,623	114,814,401	101,609,566	115,019,869
Automobile parking	-	-	10,149,706	12,013,301
Airport	369,861	451,812	571,913	619,190
Public lighting authority	12,944,837	15,026,574	12,636,841	13,335,724
Operating grants and contributions	91,051,204	57,375,449	55,546,743	51,300,810
Capital grants and contributions	3,061,439	35,159,146	25,209,943	16,799,491
Total business-type activities program revenue	558,348,625	569,637,723	523,618,457	529,456,014
Total primary government program revenue	\$ 1,150,324,601	\$ 1,164,107,562	\$ 1,001,836,996	\$ 896,979,071

Financial Trends - Changes in Net Position

**Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)**

		Fiscal Year					
		2017	2016	2015	2014	2013	2012
\$	643,746,962	\$ (158,890,077)	\$ 527,636,236	\$ 539,831,117	\$ 694,708,112	\$ 800,229,437	
	29,784,840	27,950,664	31,640,136	49,563,178	38,070,128	142,584,167	
	29,922,328	5,956,037	21,863,335	30,467,345	26,856,182	30,113,031	
	42,562,725	42,455,723	70,889,645	59,701,870	81,455,649	73,599,973	
	-	-	1,477	-	37,040,734	51,974,801	
	9,810,694	3,223,431	1,920,096	8,465,345	5,086,777	4,431,697	
	116,733,180	2,385,020	41,582,157	110,555,039	121,192,467	130,991,572	
	31,513,472	36,489,715	38,658,855	55,831,652	20,745,859	33,697,252	
	325,937,109	(52,688,289)	490,076,634	328,243,425	205,937,823	195,167,837	
	91,611,017	78,301,298	95,776,801	135,130,618	133,545,027	129,097,503	
	<u>1,321,622,327</u>	<u>(14,816,478)</u>	<u>1,320,045,372</u>	<u>1,317,789,589</u>	<u>1,364,638,758</u>	<u>1,591,887,270</u>	
	314,993,258	254,617,493	425,198,938	482,723,501	523,909,799	456,113,053	
	178,551,373	6,654,042	101,466,158	163,841,194	166,024,287	212,856,759	
	122,932,303	134,245,899	360,527,146	392,920,925	398,086,572	370,558,112	
	10,257,721	2,219,819	7,915,022	14,714,363	20,089,165	11,643,400	
	2,504,453	2,492,521	1,364,972	2,722,946	1,910,151	2,119,837	
	16,328,382	16,758,370	16,706,571	1,890,472	-	-	
	<u>645,567,490</u>	<u>416,988,144</u>	<u>913,178,807</u>	<u>1,058,813,401</u>	<u>1,110,019,974</u>	<u>1,053,291,161</u>	
\$	<u>1,967,189,817</u>	\$ <u>402,171,666</u>	\$ <u>2,233,224,179</u>	\$ <u>2,376,602,990</u>	\$ <u>2,474,658,732</u>	\$ <u>2,645,178,431</u>	
\$	87,794,040	\$ 82,771,964	\$ 63,885,128	\$ 75,017,759	\$ 76,800,124	\$ 75,900,731	
	2,981,002	608,827	21,433	2,389,178	224,847	9,652,314	
	859,989	783,031	16,898,076	17,106,690	17,697,563	18,170,830	
	669,987	866,690	3,215,123	3,344,270	7,192,630	850,741	
	-	-	-	-	-	-	
	2,386,191	1,846,395	1,512,350	3,509,934	3,196,447	2,734,182	
	33,804,805	33,575,150	51,082,632	93,846,458	102,363,179	97,094,653	
	4,204,012	3,635,209	47,861,667	22,728,698	-	1,647,825	
	46,510,771	48,908,707	150,450,170	128,991,615	81,496,108	103,694,387	
	181,124,247	176,655,635	155,868,586	176,787,827	211,471,358	326,570,380	
	3,187,539	18,466,400	7,148,673	30,592,996	19,740,930	24,516,521	
	<u>363,522,583</u>	<u>368,118,008</u>	<u>497,943,838</u>	<u>554,315,425</u>	<u>520,183,186</u>	<u>660,832,564</u>	
	273,687,927	405,492,789	505,671,614	475,770,844	440,863,260	437,654,891	
	21,285,572	22,399,677	22,347,086	19,374,841	26,643,760	22,558,000	
	108,174,791	264,538,200	364,278,054	349,369,362	355,527,761	336,129,945	
	14,795,766	13,284,541	12,337,691	10,341,324	11,992,637	10,617,480	
	701,032	477,462	628,221	2,326,814	726,855	993,050	
	13,381,653	13,184,635	6,707,642	758,500	-	-	
	58,483,061	49,068,016	56,701,626	61,597,871	70,142,182	77,296,998	
	4,783,658	8,952,414	34,890,437	9,943,047	11,854,628	30,344,607	
	<u>495,293,460</u>	<u>777,397,734</u>	<u>1,003,562,371</u>	<u>929,482,603</u>	<u>917,751,083</u>	<u>915,594,971</u>	
\$	<u>858,816,043</u>	\$ <u>1,145,515,742</u>	\$ <u>1,501,506,209</u>	\$ <u>1,483,798,028</u>	\$ <u>1,437,934,269</u>	\$ <u>1,576,427,535</u>	

Schedule 2 (Continued)
City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Net (Expense) Revenue				
Governmental activities	\$ (1,055,333,785)	\$ (962,717,097)	\$ (962,153,876)	\$ (887,447,125)
Business-type activities	(106,955,013)	(56,354,586)	(100,222,985)	(112,409,336)
Total primary government net (expense) revenue	(1,162,288,798)	(1,019,071,683)	(1,062,376,861)	(999,856,461)
General Revenue and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property taxes	192,367,046	189,638,983	181,383,741	159,149,463
Municipal income tax	396,116,231	304,292,369	376,668,182	299,346,019
Utility users' tax	31,869,369	26,866,308	28,358,585	28,700,113
Wagering tax	177,205,293	132,404,085	183,815,690	178,982,277
Other taxes and assessments	2,729,532	2,534,911	5,035,762	3,395,606
State-shared revenue	228,772,007	194,142,893	211,656,989	199,899,929
State returnable liquor license fees	-	-	-	-
Interest and penalties on taxes	4,199,800	3,152,940	3,221,320	3,243,729
Investment earnings	4,120,473	25,920,307	22,784,982	15,856,300
Miscellaneous revenue	52,011,822	48,655,154	66,867,158	49,632,362
Gain (loss) on sale of capital assets	2,849,718	16,891,576	-	-
Bankruptcy contributions and other	-	-	-	-
Transfers	(45,362,269)	(33,552,737)	(68,319,719)	(41,103,784)
Total governmental activities	1,046,879,022	910,946,789	1,011,472,690	897,102,014
Business-type activities:				
Investment earnings (loss)	288,438	3,197,285	4,163,553	540,649
Bond issuance costs	-	-	-	-
Asset impairment	-	-	-	-
Miscellaneous revenue (expense)	40,339,363	43,554,672	46,468,911	45,214,538
Gain (loss) on sale of capital assets	(59,276)	413,330	(175,652)	-
Special item	-	-	-	101,859,924
Extraordinary item	-	-	-	-
Amortization of bond issuance costs and deferral	-	-	-	-
Transfers	45,362,269	33,552,737	68,319,719	41,103,784
Total business-type activities	85,930,794	80,718,024	118,776,531	188,718,895
Total primary government	1,132,809,816	991,664,813	1,130,249,221	1,085,820,909
Impact of GASB Stmt. No. 68 - Governmental activities	-	-	-	-
Impact of GASB Stmt. No. 68 - Business-type activities	-	-	-	-
Change in Net Position				
Governmental activities	(8,454,763)	(51,770,308)	49,318,814	9,654,889
Business-type activities	(21,024,219)	24,363,438	18,553,546	76,309,559
Total primary government	\$ (29,478,982)	\$ (27,406,870)	\$ 67,872,360	\$ 85,964,448

Source: City of Detroit, Annual Comprehensive Financial Reports for Fiscal Years Ended June 30, 2012 through 2021

Financial Trends - Changes in Net Position (Continued)

**Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)**

		Fiscal Year					
		2017	2016	2015	2014	2013	2012
\$	(958,099,744)	\$ 382,934,486	\$ (822,101,534)	\$ (763,474,164)	\$ (844,455,572)	\$ (931,054,706)	
	(150,274,030)	360,409,590	90,383,564	(129,330,798)	(192,268,891)	(137,696,190)	
	(1,108,373,774)	743,344,076	(731,717,970)	(892,804,962)	(1,036,724,463)	(1,068,750,896)	
	248,296,337	224,263,288	190,096,078	194,680,186	199,191,923	216,931,618	
	301,069,434	266,928,629	263,376,804	253,769,874	248,017,356	233,035,540	
	27,068,555	24,036,395	37,939,463	42,386,549	35,299,844	39,828,340	
	177,217,497	180,228,993	170,176,735	167,569,541	174,357,416	181,574,627	
	10,362,346	5,378,658	7,370,339	8,603,632	14,384,429	16,528,509	
	197,831,755	194,705,498	194,757,659	189,756,901	182,454,314	173,292,222	
	-	-	606,690	607,547	604,206	-	
	3,609,115	4,435,170	1,619,147	1,269,784	924,928	4,264,747	
	15,849,922	16,997,733	(59,433,962)	(4,170,808)	(88,533,105)	8,366,960	
	38,110,403	23,899,793	14,285,952	7,549,098	11,854,410	2,578,822	
	(185,285)	-	600,150,246	(359,223)	(8,829,927)	-	
	-	-	1,048,258,217	766,046,174	-	-	
	(78,136,743)	(82,074,100)	(72,649,546)	(79,432,723)	(52,662,094)	(87,675,853)	
	941,093,336	858,800,057	2,396,553,822	1,548,276,532	717,063,700	788,725,532	
	539,854	789,108	3,116,422	5,609,449	(46,468,811)	(152,915,970)	
	-	-	-	(22,173,885)	-	-	
	-	-	(5,536,257)	-	-	-	
	37,421,198	19,379,346	6,053,524	(13,956,786)	7,265,917	2,299,933	
	(1,622,362)	(4,870,893)	(53,510)	(1,259,818)	(2,752)	-	
	(157,954,520)	1,585,445,912	-	-	-	-	
	-	-	211,821,856	228,728,211	-	-	
	-	-	13,048,879	-	-	-	
	78,136,743	82,074,100	72,649,546	79,432,723	52,662,094	87,675,853	
	(43,479,087)	1,682,817,573	301,100,460	276,379,894	13,456,448	(62,940,184)	
	897,614,249	2,541,617,630	2,697,654,282	1,824,656,426	730,520,148	725,785,348	
	-	-	-	(2,926,675,485)	-	-	
	-	-	-	(1,302,511,284)	-	-	
	(17,006,408)	1,241,734,543	1,574,452,288	(2,141,873,117)	(127,391,872)	(142,329,174)	
	(193,753,117)	2,043,227,163	391,484,024	(1,155,462,188)	(178,812,443)	(200,636,374)	
\$	(210,759,525)	\$ 3,284,961,706	\$ 1,965,936,312	\$ (3,297,335,305)	\$ (306,204,315)	\$ (342,965,548)	

Schedule 3

City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
General Fund				
Nonspendable	62,179,558	77,939,197	71,707,370	23,017,234
Restricted	262,854,491	214,951,908	181,486,302	169,041,773
Committed	20,000,000	20,000,000	20,000,000	20,000,000
Assigned	330,035,180	324,299,567	295,669,224	267,666,549
Unassigned (deficit)	179,086,402	109,063,188	123,209,017	131,458,405
Total General Fund	\$ 854,155,631	\$ 746,253,860	\$ 692,071,913	\$ 611,183,961
Retirement System Service Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Total retirement system service funds	\$ -	\$ -	\$ -	\$ -
All Other Governmental Funds				
Special revenue funds:				
Nonspendable	\$ -	\$ 5,274	\$ 4,376	\$ -
Restricted	189,871,553	212,621,204	218,320,538	193,634,759
Committed	3,926,838	4,444,681	1,385,169	419,679
Assigned	-	645,995	-	-
Unassigned	(2,260,557)	(1,663,162)	(4,152,973)	(10,423,639)
Capital projects funds:				
Restricted	328,322,855	88,812,806	114,532,360	8,426,872
Assigned	-	7,927,335	17,822,835	30,926,004
Debt service fund:				
Restricted	32,850,815	43,937,840	49,204,782	44,538,947
Assigned	-	-	-	-
Permanent funds:				
Nonspendable	964,747	1,005,096	1,005,096	1,005,096
Restricted	677,036	684,944	692,513	640,541
Total all other governmental funds	\$ 554,353,287	\$ 358,422,013	\$ 398,814,696	\$ 269,168,259

Source: City of Detroit, Michigan Annual Comprehensive Financial Reports for fiscal years ended June 30, 2012 through 2021

Financial Trends - Fund Balances of Governmental Funds

**Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

Fiscal Year					
2017	2016	2015	2014	2013	2012
11,072,987	5,151,103	-	-	4,050,006	20,940,729
82,175,178	89,309,032	125,961,474	42,979,826	979,826	979,826
20,000,000	20,000,000	58,788,660	156,334,125	54,550,314	35,234,345
310,577,489	243,072,945	182,014,852	-	-	-
168,966,874	143,047,758	70,922,574	(145,907,582)	(132,560,895)	(326,641,557)
\$ 592,792,528	\$ 500,580,838	\$ 437,687,560	\$ 53,406,369	\$ (72,980,749)	\$ (269,486,657)
\$ -	\$ -	\$ -	\$ 24,016,604.00	\$ 24,016,604.00	\$ 24,016,604.00
\$ -	\$ -	\$ -	\$ 24,016,604.00	\$ 24,016,604.00	\$ 24,016,604.00
\$ 51,696	\$ -	\$ -	\$ -	\$ -	\$ 1,457,015
151,115,095	157,236,938	119,600,634	90,917,252	69,437,600	65,845,376
-	-	-	-	-	-
-	-	-	-	-	-
(1,674,211)	(2,925)	(11,517)	-	-	-
13,714,763	-	54,680,729	62,946,287	79,371,566	129,888,278
37,810,881	51,801,570	-	-	-	-
31,905,618	22,435,949	18,511,653	-	-	-
-	-	-	12,604,764	7,899,702	6,314,687
1,005,096	1,005,096	937,861	937,861	937,861	937,861
687,258	726,034	726,034	765,245	819,870	778,733
\$ 234,616,196	\$ 233,202,662	\$ 194,445,394	\$ 168,171,409	\$ 158,466,599	\$ 205,221,950

Schedule 4
City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Revenue				
Taxes:				
Property taxes	\$ 175,417,620	\$ 168,419,774	\$ 162,445,191	\$ 178,774,155
Municipal income tax	316,003,427	290,017,002	361,039,390	310,205,258
Utility users' tax	31,866,731	26,864,531	28,358,585	28,700,113
Wagering taxes	136,694,691	132,404,085	183,815,690	178,982,277
Gas and weight tax	97,946,212	89,098,356	85,289,870	79,606,333
Other taxes and assessments	2,729,532	2,534,911	5,035,762	3,395,606
State hotel and liquor tax	-	-	-	-
Interest and penalties on taxes	4,199,800	3,152,940	3,221,320	3,243,729
Licenses, permits, and inspection charges	42,072,503	32,279,255	36,748,061	35,409,519
Intergovernmental:				
Federal	166,159,713	181,211,007	83,588,715	73,275,495
State:				
State-shared revenue	214,027,713	181,745,030	202,633,844	199,899,929
State returnable liquor license fees	-	-	-	-
Local Community Stabilization Authority	14,743,061	12,397,863	4,578,119	-
Other state-sourced revenue	30,470,894	13,313,126	31,306,295	18,418,655
Other				
Sales and charges for services	156,967,911	171,238,657	166,904,971	144,594,148
Ordinance fines and forfeitures	14,600,465	20,579,023	23,674,048	24,559,479
Revenue from use of assets	6,458,497	19,073,888	4,183,553	1,227,713
Investment earnings	4,114,775	25,880,422	22,709,463	15,856,300
DIA and foundation revenue	18,675,000	18,675,000	18,675,000	6,669,952
Other revenue	44,571,219	47,981,835	54,357,022	43,046,224
Financing revenue	-	-	25,803,304	-
Total revenue	1,477,719,764	1,436,866,705	1,504,368,203	1,345,864,885
Expenditures				
Current:				
Public protection	478,090,508	501,322,593	485,721,245	469,394,446
Health	113,500,695	63,802,957	35,857,332	32,933,457
Recreation and culture	24,169,494	24,506,830	31,229,630	20,531,801
Economic development	65,613,551	72,285,096	94,846,856	44,894,347
Educational development	-	-	-	-
Housing supply and conditions	20,197,343	41,683,286	31,723,679	12,317,557
Physical environment	76,330,706	75,608,243	67,021,289	56,341,744
Transportation facilitation	51,574,245	62,662,793	49,696,961	48,674,970
Development and management	288,026,000	298,712,949	341,687,652	317,188,516
Debt service:				
Principal	109,764,000	82,126,000	56,566,000	95,647,378
Interest	68,408,229	70,840,340	63,455,873	65,702,804
Bond issuance costs	2,248,653	-	4,339,833	873,545
Capital outlay	156,581,406	147,545,405	167,324,310	142,496,955
Total expenditures	1,454,504,830	1,441,096,492	1,429,470,660	1,306,997,520
Excess of revenue over (under) expenditures	23,214,934	(4,229,787)	74,897,543	38,867,365

Financial Trends - Changes in Fund Balances of Governmental Funds

**Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

		Fiscal Year									
		2017	2016	2015	2014	2013	2012				
\$	192,166,387	\$	205,452,491	\$	190,096,078	\$	194,627,905	\$	199,191,923	\$	216,931,618
	284,467,414		263,178,629		263,376,804		253,769,874		248,017,356		233,035,540
	27,068,555		24,036,395		37,939,463		42,386,549		35,299,844		39,828,340
	177,217,497		180,228,993		172,523,054		167,924,023		174,599,992		181,443,475
	66,767,719		58,109,927		55,138,474		53,904,485		52,081,247		53,142,793
	10,362,346		5,378,658		7,370,339		8,603,632		14,384,429		16,528,509
	-		-		-		-		-		-
	3,609,115		4,435,170		1,619,147		1,269,784		924,928		4,264,747
	37,785,353		35,800,680		30,986,234		28,706,629		32,615,445		27,100,204
	97,602,815		93,178,923		109,580,838		96,907,383		152,579,860		253,933,239
	197,831,755		194,705,498		194,757,659		189,756,901		182,454,314		172,704,390
	-		-		606,690		607,547		604,206		-
	-		-		-		-		-		-
	14,160,818		23,160,702		17,974,311		49,226,334		25,994,536		37,269,243
	-		-		3,331,825		6,001,385		6,029,547		6,663,482
	133,262,994		120,618,786		131,066,385		207,987,028		176,029,645		197,066,068
	25,769,755		24,643,164		24,726,314		17,851,138		21,154,594		16,972,056
	1,176,838		1,218,314		14,277,845		7,568,498		12,017,348		2,069,012
	15,849,922		16,997,733		(2,885,536)		300,397		(399,654)		445,251
	5,730,109		54,079,327		-		-		-		-
	43,645,402		47,776,178		125,119,874		95,010,394		35,958,150		64,241,114
	-		-		-		-		-		-
	<u>1,334,474,794</u>		<u>1,352,999,568</u>		<u>1,377,605,798</u>		<u>1,422,409,886</u>		<u>1,369,537,710</u>		<u>1,523,639,081</u>
	449,577,041		423,317,267		408,201,003		449,622,284		476,940,028		675,359,091
	29,766,821		22,952,288		32,633,149		48,782,203		37,448,812		142,365,025
	18,283,430		16,563,892		12,698,638		16,032,592		13,345,639		16,976,912
	39,439,847		61,023,837		64,020,545		51,178,770		76,109,395		67,115,000
	-		-		1,477		-		37,126,254		52,430,587
	7,714,818		6,179,112		5,570,783		6,966,303		4,188,991		4,215,134
	61,091,341		54,086,364		54,921,813		97,441,142		106,802,886		113,603,551
	47,701,015		15,904,193		28,936,547		36,505,709		1,749,362		14,990,983
	319,440,808		281,713,707		548,646,601		297,686,391		191,052,907		176,507,779
	77,078,797		60,777,124		196,612,535		109,976,923		103,880,615		97,498,429
	97,109,299		77,550,195		58,567,171		126,945,753		133,319,492		126,728,009
	4,163,414		29,438		4,194,731		3,379,410		1,612,046		485,599
	<u>71,074,891</u>		<u>126,205,166</u>		<u>90,719,155</u>		<u>81,329,304</u>		<u>127,079,320</u>		<u>97,650,840</u>
	<u>1,222,441,522</u>		<u>1,146,302,583</u>		<u>1,505,724,148</u>		<u>1,325,846,784</u>		<u>1,310,655,747</u>		<u>1,585,926,939</u>
	112,033,272		206,696,985		(128,118,350)		96,563,102		58,881,963		(62,287,858)

Schedule 4 (Continued)
City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Other Financing Sources (Uses)				
Sources:				
Transfers in	\$ 12,751,827	\$ 44,257,449	\$ 20,956,385	\$ 26,268,117
Proceeds of Section 108 federal note	-	-	-	-
Proceeds from sale of capital assets	19,228,547	24,875,958	4,465,445	21,179,915
Other financing source - Bankruptcy	-	-	-	-
Face amount of bonds and notes issued	266,704,896	42,659,104	361,985,000	34,000,000
Premium from debt issuances	38,550,950	-	3,210,543	-
Total other financing sources	337,236,220	111,792,511	390,617,373	81,448,032
Uses:				
Transfers out	(56,618,109)	(93,773,460)	(96,384,430)	(67,371,901)
Other financing use - Bankruptcy	-	-	-	-
Extraordinary gain - Bankruptcy	-	-	-	-
Principal paid to bond agent for refunded bonds	-	-	(158,596,097)	-
Total other financing uses	(56,618,109)	(93,773,460)	(254,980,527)	(67,371,901)
Total other financing sources (uses)	280,618,111	18,019,051	135,636,846	14,076,131
Special item	-	-	-	-
Net change in fund balances	303,833,045	13,789,264	210,534,389	52,943,496
Fund Balance (Deficit) - Beginning of year, as restated	1,104,675,873	1,090,886,609	880,352,220	827,408,724
Increase (Decrease) in Inventories	-	-	-	-
Fund Balance (Deficit) - End of year	\$ 1,408,508,918	\$ 1,104,675,873	\$ 1,090,886,609	\$ 880,352,220
Debt service as a percentage of noncapital expenditures	13.90%	11.83%	9.85%	13.93%

Source: City of Detroit, Michigan Annual Comprehensive Financial Reports for fiscal years ended June 30, 2012 through 2021

Financial Trends - Changes in Fund Balances of Governmental Funds (Continued)

**Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

Fiscal Year						
2017	2016	2015	2014	2013	2012	
\$ 8,015	\$ -	\$ 65,562,957	\$ 109,770,188	\$ 174,825,814	\$ 179,921,845	
-	-	-	-	-	-	
2,345,315	-	-	-	-	-	
-	-	218,100,000	-	-	-	
606,180,000	245,000,000	1,158,387,978	120,000,000	134,438,642	5,753,000	
<u>30,562,666</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,092,046</u>	<u>-</u>	
639,095,996	245,000,000	1,442,050,935	229,770,188	318,356,502	185,674,845	
(78,144,758)	(82,074,100)	(138,212,503)	(189,202,911)	(227,487,908)	(267,597,697)	
-	-	(959,481,790)	-	-	-	
-	-	170,300,280	-	-	-	
<u>(607,650,000)</u>	<u>(275,000,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<u>(685,794,758)</u>	<u>(357,074,100)</u>	<u>(927,394,013)</u>	<u>(189,202,911)</u>	<u>(227,487,908)</u>	<u>(267,597,697)</u>	
(46,698,762)	(112,074,100)	514,656,922	40,567,277	90,868,594	(81,922,852)	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
65,334,510	94,622,885	386,538,572	137,130,379	149,750,557	(144,210,710)	
762,074,214	639,160,615	245,594,382	108,464,003	(40,248,103)	103,855,284	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>107,323</u>	<u>107,323</u>	
<u>\$ 827,408,724</u>	<u>\$ 733,783,500</u>	<u>\$ 632,132,954</u>	<u>\$ 245,594,382</u>	<u>\$ 109,609,777</u>	<u>\$ (40,248,103)</u>	
15.49%	13.56%	18.33%	19.31%	20.18%	15.10%	

Schedule 5
City of Detroit, Michigan

Revenue Capacity - Assessed Value and Estimated Value of Taxable Property

Last Ten Fiscal Years
(Dollars in Thousands)
(Unaudited)

		Assessed Value					Total Direct Tax Rate	
Tax Year	Fiscal Years Ended June 30	Residential Property	Commercial Property	Industrial Property	Personal Property	Total	(Per Thousand of Taxable Value)	
2020	2021	\$ 3,538,916	\$ 4,834,420	\$ 672,532	\$ 1,588,885	\$ 10,634,753	28.95	
2019	2020	2,892,304	4,685,574	587,205	1,549,192	9,714,275	28.95	
2018	2019	2,574,910	2,791,734	480,702	1,484,119	7,331,465	26.95	
2017	2018	2,450,477	2,661,906	276,389	1,482,438	6,871,211	28.20	
2016	2017	2,566,136	2,386,676	480,503	1,518,530	6,951,845	29.42	
2015	2016	3,030,574	2,306,431	503,962	1,752,545	7,593,512	29.47	
2014	2015	3,335,506	2,204,882	531,133	1,740,560	7,812,081	29.78	
2013	2014	4,292,795	2,270,629	555,507	1,862,607	8,981,538	28.95	
2012	2013	4,850,303	2,417,371	576,900	1,592,878	9,437,452	29.57	
2011	2012	5,475,901	2,617,911	660,159	1,369,132	10,123,104	29.51	

		Taxable Value					Taxable Value as a	
Tax Year	Fiscal Years Ended June 30	Residential Property	Commercial Property	Industrial Property	Personal Property	Total	Percentage of Assessed Value	
2020	2021	\$ 2,303,684	\$ 2,424,768	\$ 385,722	\$ 1,557,289	\$ 6,671,463	62.73 %	
2019	2020	2,193,514	2,207,998	359,088	1,549,351	6,309,950	64.96	
2018	2019	2,126,721	2,165,420	337,247	1,484,323	6,113,711	83.39	
2017	2018	2,070,780	2,250,302	234,250	1,482,720	6,038,052	87.87	
2016	2017	2,449,942	2,016,004	429,494	1,518,792	6,414,232	92.27	
2015	2016	2,883,156	1,996,143	454,466	1,752,721	7,086,486	93.32	
2014	2015	3,138,728	1,958,496	475,546	1,740,651	7,313,421	93.62	
2013	2014	3,948,186	1,995,109	495,211	1,862,685	8,301,191	92.43	
2012	2013	4,265,567	2,082,686	506,261	1,592,856	8,447,370	89.51	
2011	2012	4,591,719	2,181,621	612,936	1,369,138	8,755,414	86.49	

Source: City of Detroit, OCFO - Office of the Assessor / State Tax Commission Report(s)

Note 1: Information above pertains to Ad Valorem values only.

Note 2: Due to the timing of the reports, there may be discrepancies when comparing assessed and taxable value classifications.

Schedule 6
City of Detroit, Michigan

Revenue Capacity - Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years
(Rate Per \$1,000 of Assessed Value)
(Unaudited)

Fiscal Year	City Direct Rates			Overlapping Rates				
	Basic General City Rate (Note 1)	Debt Service (Note 1)	Total Direct	Detroit Public Schools		Library (Note 1)	County (Note 1)	State Education Tax (Note 1)
				Homestead (Note 1)	Nonhomestead (Note 1)			
2021	19.9520	9.0000	28.9520	13.0000	31.0000	4.6307	17.0375	6.0000
2020	19.9520	9.0000	28.9520	13.0000	31.0000	4.6307	17.0388	6.0000
2019	19.9520	7.0000	26.9520	13.0000	31.0000	4.6307	17.0400	6.0000
2018	19.9520	8.2437	28.1957	13.0000	31.0000	4.6307	17.0411	6.0000
2017	19.9520	9.4661	29.4181	13.0000	31.0000	4.6307	15.0417	6.0000
2016	19.9520	9.5147	29.4667	13.0155	31.0550	4.6307	16.0178	6.0000
2015	19.9520	9.8237	29.7757	13.3415	31.3415	4.6307	15.0417	6.0000
2014	19.9520	8.9952	28.9472	13.1423	31.1422	4.6307	15.0417	6.0000
2013	19.9520	9.6136	29.5656	13.0969	30.9277	4.6307	13.7768	6.0000
2012	19.9520	9.5558	29.5078	13.2996	31.1304	4.6307	14.0778	6.0000

Note 1 Source: OCFO - Office of the Treasury

Schedule 7
City of Detroit, Michigan

Revenue Capacity - Principal Property Taxpayers

Current Year and Nine Years Ago
(Taxable Value - Expressed in Millions)
(Unaudited)

Taxpayer	2021 (Note 1)			2012 (Note 2)		
	Taxable Value	Rank	Percentage of Total City Taxable Value	Taxable Value	Rank	Percentage of Total City Taxable Value
DTE Electric Company	\$ 524.9	1	7.39 %	\$ 294.6	2	3.19 %
Vanguard Health Systems - Hospitals	298.7	2	4.21	215.7	4	2.34
MGP Lessor, LLC	198.1	3	2.79	N/A	N/A	N/A
DTE Gas Company	185.6	4	2.61	87.1	6	0.94
Marathon Petroleum Company LP	167.7	5	2.36	318.1	1	3.44
Greektown Propco	139.6	6	1.95	74.5	7	0.81
Riverfront Holdings Inc	116.6	7	1.64	112.2	5	1.22
International Transmission Company	95.8	8	1.35	41.6	9	0.45
Detroit Entertainment LLC	65.8	9	0.93	64.8	8	0.70
FCA	57.0	10	0.80	222.9	3	2.41

Note 1 Source: OCFO - Office of the Assessor

Note 1: Due to the timing of this report, there may be discrepancies with total reported taxable value.

Note 2 Source: City of Detroit, Michigan June 30, 2012 Annual Comprehensive Financial Report

Schedule 8
City of Detroit, Michigan

Revenue Capacity - Property Tax Levies and Collections

Last Ten Fiscal Years
(Amounts Expressed in Thousands)
(Unaudited)

Fiscal Year Ended June 30	Tax Year	Collected within the Fiscal Year of the Levy			Total Collections to Date	
		Taxes Levied for the Fiscal Year	Collected in Tax Year of Levy (1)	Percentage of Levy Collected in Tax Year	Collected in Fiscal Year of Levy (2)	Percentage of Levy Collected in Fiscal Year
2021	2020	\$ 191,427	\$ 162,269	84.77 %	\$ 24,419	97.52 %
2020	2019	181,019	152,130	84.04	25,657	98.21
2019	2018	161,913	135,647	83.78	21,779	97.23
2018	2017	165,753	135,978	82.04	24,454	96.79
2017	2016	182,715	146,344	80.09	30,074	96.55
2016	2015	197,334	153,818	77.95	30,077	93.19
2015	2014	206,384	151,700	73.50	36,582	91.23
2014	2013	222,550	153,897	69.15	*	*
2013	2012	239,186	163,443	68.33	*	*
2012	2011	251,399	210,359	83.68	*	*

*Information not available at date of publication of ACFR.

Source: OCFO - Office of the Treasury

Note: The methodology for compiling the information in this schedule was changed beginning in fiscal year 2015 and was not applied retroactively.

(1) : Tax year begins on July 1st and concludes on February 28th each year.

(2) : Represents collections from the end of the tax year through the end of the fiscal year (March 1 - June 30).

Schedule 9
City of Detroit, Michigan

Fiscal Year	Governmental Activities (Note 1)					Business-type Activities (Note 1)			
	Governmental Activities (Note 1)					Sewage Disposal Fund			
	General Obligation Bonds	Revenue Bonds	Notes Payable	Loans Payable	Pension Obligation Certificates	General Obligation Bonds	Revenue Bonds	Pension Obligation Certificates	
2021	\$ 1,616,898	\$ 115,355	\$ 39,925	\$ -	\$ -	\$ 39,371	\$ 78,810	\$ -	
2020	1,417,771	123,500	39,925	-	-	39,748	80,225	-	
2019	1,495,540	85,000	44,506	-	-	40,096	81,595	-	
2018	1,379,885	34,000	49,567	-	-	44,233	-	-	
2017	1,474,361	-	50,739	-	-	49,549	-	-	
2016	1,531,061	-	72,588	-	-	49,982	-	-	
2015	1,609,844	-	80,802	-	-	50,394	3,483,025	-	
2014	1,060,963	-	85,184	36,693	1,137,404	-	3,345,812	85,843	
2013	1,024,819	-	88,310	37,820	1,194,228	-	3,190,578	90,151	
2012	971,213	-	89,391	34,207	1,194,270	-	3,250,005	90,154	

Note 1 Source: City of Detroit, Michigan - Annual Comprehensive Financial Report for fiscal years ended June 30, 2012 through 2021

Debt Capacity - Ratios of Outstanding Debt by Type

**Last Ten Fiscal Years
(Dollars in Thousands, Except Per Capita)
(Unaudited)**

Business-type Activities (Note 1)

Transportation Fund		Water Fund			Automobile Parking Fund		Airport Fund	Public Lighting Authority	Total Primary Government	Per Capita
General Obligations Bonds	Pension Obligation Certificates	General Obligation Bonds	Revenue Bonds	Pension Obligation Certificates	General Obligation Bonds	Revenue Bonds	General Obligations Bonds	General Obligations Bonds		
\$ 29,934	\$ -	\$ 37,851	\$ 165,206		\$ -	\$ -	\$ 380	\$ 174,288	\$ 2,298,018	\$ 3,428
29,934	-	38,636	151,852	-	-	-	380	178,207	2,100,178	3,134
29,934	-	24,372	64,543	-	481	-	380	178,581	2,045,028	3,040
43,552	-	26,540	59,004	-	700	-	552	189,070	1,827,103	2,714
48,824	-	29,729	52,008	-	700	-	552	189,070	1,895,532	2,816
49,253	-	29,989	-	-	700	-	552	189,445	1,923,570	2,848
49,661	-	30,236	2,375,375	-	700	-	552	195,819	7,876,408	11,613
5,458	100,159	-	2,553,333	75,748	-	-	-	60,000	8,546,597	12,542
5,458	105,185	-	2,488,622	79,555	-	9,125	-	-	8,313,850	12,034
6,272	105,189	-	2,518,913	79,558	-	10,261	-	-	8,349,432	11,938

Schedule 10
City of Detroit, Michigan

Debt Capacity - Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years
(Dollars in Thousands, Except Per Capita)
(Unaudited)

Fiscal Year	General Bonded Debt (Note 1)				General Bonded Debt (Note 1)			
	General Bonds	Detroit Building Authority Bonds	Pension Obligation Certificates	Restricted for Debt Service	Total (Net of Restricted for Debt Service)	Taxable Value (Note 1)	Actual Taxable Value of Property	Per Capita
2021	\$ 1,898,722	\$ -	\$ -	\$ (32,851)	\$ 1,865,871	\$ 6,671,463	27.97 %	\$ 2,783.05
2020	1,704,676	-	-	(43,938)	1,660,738	6,309,951	26.32	2,477.08
2019	1,769,384	-	-	(49,205)	1,720,179	6,113,711	28.14	2,565.74
2018	1,684,532	-	-	(44,539)	1,639,993	6,038,052	27.16	2,434.46
2017	1,792,785	-	-	(31,906)	1,760,879	6,414,232	27.45	2,608.59
2016	1,850,982	-	-	(22,436)	1,828,546	7,086,486	25.80	2,699.44
2015	1,937,206	-	-	(18,512)	1,918,694	7,313,421	26.24	2,823.43
2014	1,126,421	-	1,137,404	(14,781)	2,249,044	8,301,190	27.09	3,294.12
2013	1,030,277	-	1,180,285	(31,916)	2,178,646	8,447,370	25.79	3,148.40
2012	977,485	-	1,180,285	(30,331)	2,127,439	8,755,414	24.30	3,037.94

Note 1 Source: City of Detroit, Michigan - Annual Comprehensive Financial Report for fiscal years ended June 30, 2012 through 2021

Schedule 11
City of Detroit, Michigan

Debt Capacity - Direct and Overlapping Governmental Activities Debt

			June 30, 2021	
			(Unaudited)	
Governmental Unit	Debt Outstanding	Estimated Percent Applicable to City of Detroit, Michigan	Estimated Share of Overlapping Debt	
Debt repaid with property taxes:				
Detroit Public Schools	\$ 1,636,295,698	100.00 %	\$	1,636,295,698
Wayne County, Michigan	205,283,180	14.55		<u>29,868,703</u>
Subtotal, overlapping debt				1,666,164,401
City of Detroit, Michigan direct debt	1,772,177,937	100.00		<u>1,772,177,937</u>
Total direct and overlapping debt			\$	<u>3,438,342,338</u>

Source: City of Detroit Office of Treasury - Debt Management Division

Schedule 12
City of Detroit, Michigan

Debt Capacity - Legal Debt Margin Information

Last Ten Fiscal Years
(Dollars in Thousands)
(Unaudited)

	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Debt limit	\$2,147,808	\$ 1,882,829	\$ 1,756,549	\$ 1,715,886	\$ 1,726,304	\$ 1,716,899	\$ 1,464,359	\$ 1,587,704	\$ 1,558,064	\$ 1,033,010
Total net debt applicable to limit	<u>866,650</u>	<u>677,364</u>	<u>727,860</u>	<u>627,865</u>	<u>663,695</u>	<u>592,169</u>	<u>832,580</u>	<u>1,034,669</u>	<u>1,039,011</u>	<u>957,128</u>
Legal debt margin	<u>\$ 1,281,158</u>	<u>\$ 1,205,465</u>	<u>\$ 1,028,689</u>	<u>\$ 1,088,021</u>	<u>\$ 1,062,609</u>	<u>\$ 1,124,730</u>	<u>\$ 631,779</u>	<u>\$ 553,035</u>	<u>\$ 519,053</u>	<u>\$ 75,882</u>
Total net debt applicable to the limit as a percentage of debt limit	40.35%	35.98%	41.44%	36.59%	38.45%	34.49%	56.86%	65.17%	66.69%	92.65%

Source: City of Detroit Office of Treasury - Debt Management Division

Schedule 13
City of Detroit, Michigan

Debt Capacity - Pledged Revenue Coverage

Last Ten Fiscal Years
(Dollars in Thousands)
(Unaudited)

Sewage Disposal Revenue Bonds					
Fiscal Year	Total Available Revenue	Less Operating Expenses	Net Available Revenue	Debt Service (b)	Debt Coverage (c)
2012	\$ 444,471	\$ 217,024	\$ 227,447	\$ 203,092	111.99
2013	440,663	209,785	230,878	225,223	102.51
2014	479,929	206,052	273,877	229,611	119.28
2015	505,672	168,160	337,512	232,409	134.39
2016		N/A - No revenue bonds during the fiscal year			
2017		N/A - No revenue bonds during the fiscal year			
2018		N/A - No revenue bonds during the fiscal year			
2019	320,323	263,788	56,535	2,984	1,894.60
2020	353,382	292,213	61,169	4,008	1,526.17
2021	358,179	313,136	45,043	5,382	836.92

Water Revenue Bonds					
Fiscal Year	Total Available Revenue	Less Operating Expenses	Net Available Revenue	Debt Service (b)	Debt Coverage (c)
2012	\$ 343,923	\$ 165,081	\$ 178,842	\$ 153,524	116.49
2013	361,091	151,204	209,887	172,459	121.70
2014	357,291	145,268	212,023	182,465	116.20
2015	364,278	127,758	236,520	178,901	132.21
2016		N/A - No revenue bonds during the fiscal year			
2017	125,266	79,297	45,969	1,727	2,662
2018	131,908	88,393	43,515	2,667	1,631.61
2019	118,908	65,181	53,727	2,760	1,946.63
2020	131,989	73,805	58,184	2,875	2,023.79
2021	128,725	89,669	39,056	8,169	478

Automobile Parking Revenue Bonds					
Fiscal Year	Total Available Revenue (a)	Less Operating Expenses	Net Available Revenue	Debt Service (b)	Debt Coverage
2012	10,617	7,911	2,706	1,665	162.56
2013	11,993	6,365	5,628	1,664	338.26
2014		N/A - No revenue bonds after June 30, 2013			

Governmental Activities					
Fiscal Year	Total Available Revenue	Less Operating Expenses	Net Available Revenue	Debt Service (b)	Debt Coverage
2012-2017		N/A - No revenue bonds prior to June 30, 2017			
2018	\$ 62,112	\$ -	\$ 62,112	\$ -	N/A
2019	66,584	-	66,584	1,072	6,211.19
2020	69,563	-	69,563	3,059	2,274.04
2021	76,464		76,464	2,220	3,444.32

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

(a) Includes investment earnings on system funds.

(b) Reflects accrued deposits to the Bond and Interest Redemption Funds for principal and interest payments due on January 1 and July 1. Excludes interest paid from capitalized interest funds. Includes principal and interest on State Revolving Fund Loans.

(c) This calculation is for statistical analysis only. The calculation of debt service coverage in accordance with the bond ordinance is beyond the scope of this presentation.

Schedule 14
City of Detroit, Michigan

Demographic and Economic Information - Demographic and Economic Statistics

**Last Ten Calendar Years
(Unaudited)**

Year	Population (Note 1)	Unemployment Rate (Note 2)	Per Capita Personal Income (Note 3)	Total Personal Income (in Millions)
2021	*	*	*	*
2020	639,111	22.40 %	*	*
2019	670,442	9.0	21,044 \$	14,109
2018	673,658	9.0	18,761	12,638
2017	675,031	9.4	18,425	12,437
2016	677,379	10.6	17,881	12,112
2015	679,562	11.7	16,846	11,448
2014	682,746	16.0	16,009	10,930
2013	691,986	18.8	16,173	11,191
2012	700,289	19.2	15,556	10,894

*Information not available at date of publication of ACFR

Note 1 Source: U.S. Census Bureau: 2012-2019 estimates from Vintage 2020 Population Estimates, 2020 Decennial Census Redistricting Data. With each annual vintage release, prior years are revised to provide a consistent time series and methodology.

Note 2 Source: Bureau of Labor Statistics, Local Area Unemployment Statistics (annual averages). In March and April 2021, the LAUS program updated model inputs which resulted in a revision of historical employment data from 2009 through 2019.

Note 3 Source: U.S. Census Bureau, American Community Survey 1-year Estimates (in 2019 inflation-adjusted dollars)

Note 4: 2020 American Community Survey 1-Year Estimates were not made available due to unusually low response rates nationwide.

Prior year statistical data has been restated to reflect sources above.

Schedule 15
City of Detroit, Michigan

Demographic and Economic Information - Principal Employers

				Current Year and Ten Years Ago (Unaudited)			
				2021 (Note 1)		2012 (Note 2)	
Employer	Employees	Rank	Percentage of Total City Employment (Note 3)	Employer	Employees	Rank	Percentage of Total City Employment (Note 3)
Rocket Companies	15,250	1	7.8%	City of Detroit	11,396	1	5.4%
Henry Ford Health System	9,903	2	5.1%	Detroit Public Schools	10,951	2	5.2%
City of Detroit	9,094	3	4.6%	Detroit Medical Center	10,823	3	5.1%
Detroit Medical Center	7,839	4	4.0%	Henry Ford Health System	8,774	4	4.1%
Detroit Public Schools Community District	7,060	5	3.6%	U.S. Government	6,665	5	3.1%
Stellantis NV (Note 3)	6,997	6	3.6%	Wayne State University	6,272	6	3.0%
U.S. Government	6,352	7	3.2%	State of Michigan	4,212	7	2.0%
Blue Cross Blue Shield of Michigan/Blue Care Network	5,524	8	2.8%	Chrysler Group L.L.C. (Note 3)	4,150	8	2.0%
Ilitch Holdings Inc.	5,340	9	2.7%	St. John Providence Health System	4,006	9	1.9%
Wayne State University	4,938	10	2.5%	DTE Energy Co.	3,640	10	1.7%
Total City Employment (Note 4)	<u>195,651</u>				<u>212,543</u>		

*Information for 2012 is not available.

Note 1: Source: Crain's 2021 Book of Lists, Detroit's Largest Employers as of July, 2020 (includes Detroit, Hamtramck, and Highland Park)

Note 2: Source: Crain's Book of Lists, 2012 Edition as of July 2011 (City of Detroit Based)

Note 3 Source: FCA US LLC formerly known as Chrysler Group LLC

Note 4 Source: U.S. Bureau of Labor Statistics, Local Area Unemployment Statistics (preliminary 2021 YTD average as of September 2021 and 2012 annual average)

Schedule 16

City of Detroit, Michigan

Function/Program	FTE Employees as of June 30			
	2021	2020	2019	2018
General Governmental Agencies				
Executive agencies:				
Budget (1)	-	-	-	-
Building and Safety	258	265	276	227
Civic Center	-	-	1	2
Public Works	385	403	374	372
Workforce Development	-	-	-	-
Environmental	-	-	-	-
Finance (1)	381	403	438	441
Fire	1,169	1,180	1,178	1,153
General Services	583	523	574	488
Demolition (6)	56	-	-	-
Health & Wellness Promotion	161	152	98	82
Human Resources	93	118	102	98
Civil Rights Inclusion & Opportunity	24	16	14	11
Human Services	-	-	-	-
Information Technology Services	125	118	127	121
Inspector General	10	10	10	10
Law	108	116	112	110
Mayor's Office	84	87	78	75
Municipal Parking (2)	80	94	-	-
Planning and Development	177	135	139	125
Police	3,364	3,151	3,094	2,965
Public Lighting	2	3	3	4
Recreation (3)	-	-	-	182
Administrative Hearings	11	11	10	8
Homeland Security	-	-	-	-
Legislative agencies:				
Auditor general	12	11	13	8
Board of zoning appeals	4	4	4	12
City Council (4)	106	107	112	82
Ombudsman	8	8	8	7
City clerk	16	16	16	15
Elections	77	97	82	58
Judiciary Agency - 36th District Court	29	29	29	30
Other agencies:				
Non-Departmental	155	131	94	95
Library	225	248	305	300
Total general governmental agencies	7,703	7,436	7,291	7,081
Enterprise Agencies				
Airport	4	4	3	4
Department of Transportation	716	911	919	1,024
Municipal Parking (2)	-	-	80	85
Water and Sewage Disposal (5)	512	554	541	554
Total enterprise agencies	1,232	1,469	1,543	1,667
Grand total	8,935	8,905	8,834	8,748

Source: City of Detroit, Michigan, Human Resources Department

- (1) The Budget department was merged into the Finance department during fiscal year 2017.
- (2) The Municipal Parking enterprise fund was consolidated into the General Fund beginning in fiscal year 2020.
- (3) Recreation department was merged with the General Services Department in fiscal year 2019.
- (4) City Council Employees were all on Personal Service Contracts from fiscal years 2014 to 2016, and therefore, not considered FTEs.
- (5) Water and Sewerage regional system was leased to the Great Lakes Water Authority during fiscal year 2016.
- (6) Demolition department was created in 2021

Operating Information - Full-time Equivalent City Government Employees by Function/Program

**Last Ten Fiscal Years
(Unaudited)**

FTE Employees as of June 30						
2017	2016	2015	2014	2013	2012	
17	7	10	10	15	15	
160	181	178	178	183	204	
-	-	-	-	-	-	
318	374	407	407	503	542	
-	-	-	-	-	46	
-	-	-	-	-	-	
390	183	176	176	224	235	
1,123	1,251	1,154	1,154	1,093	1,257	
256	436	436	436	384	343	
-	-	-	-	-	-	
19	6	7	7	31	185	
88	74	83	83	82	107	
8	3	1	1	7	6	
-	-	-	-	-	52	
37	33	30	30	30	43	
11	7	7	7	7	-	
105	91	82	82	88	94	
75	56	47	47	22	39	
-	-	-	-	-	-	
102	92	93	93	110	122	
2,647	2,686	2,769	2,769	2,561	3,016	
5	6	32	32	98	103	
153	203	185	185	203	300	
6	3	4	4	8	4	
-	-	-	-	3	2	
9	10	10	10	10	12	
6	11	11	11	13	12	
45	-	-	-	118	52	
5	6	6	6	6	7	
12	13	14	14	15	18	
89	60	72	72	81	83	
28	32	32	32	31	31	
95	40	40	40	24	14	
268	307	301	301	344	334	
6,077	6,171	6,187	6,187	6,294	7,278	
3	4	3	3	2	7	
809	965	951	951	809	1,131	
70	85	83	83	86	97	
423	1,363	1,560	1,560	1,721	2,012	
1,305	2,417	2,597	2,597	2,618	3,247	
7,382	8,588	8,784	8,784	8,912	10,525	

Schedule 17
City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Public Protection				
Police				
Number of stations (including six mini-stations)	12	16	29	27
911 calls received/answered	1,028,631/861,559	1,144,037/988,347	1,149,200/984,517	1,146,411/1,004,893
Number of narcotics raids	186	215	618	811
Number of community policing programs	61	125	127	123
Fire				
Number of fire stations	37	37	37	37
Number of fire fighting vehicles	131	131	131	133
Number of fire hydrants	29,965	29,832	30,254	29,927
Responses to fire alarms (including false alarms)	27,594	19,610	21,066	9,732
Responses to special calls and emergency medical service calls	141,572	146,851	138,265	20,272
Estimated fire loss of property	\$ 110,198,899	\$ 118,969,646	\$ 104,176,438	\$ 72,214,278
Public Works				
Miles of streets (paved + unpaved)	2,544	2,544	2,548	2,554
Miles of alleys (paved + unpaved)	1,300	1,300	1,300	1,300
Miles of sidewalks	4,265	4,261	4,265	4,265
Public Lighting				
Number of streetlights	67,121	67,121	56,000	56,000
Number of revenue customers	7	7	6	6
Size of generating station in kilowatts	184,000	184,000	184,000	184,000
Kilowatt hours generated - Net	-	-	-	-
Kilowatt hours delivered to system	-	-	-	-
Steam heating plants - Steam produced in pounds	-	-	-	-
Recreation and Culture				
Number of parks, ornamental areas, playfields, and playgrounds owned (5,042 Acres)	306	294	301	315
Number of summer camps (199 acres)	-	-	9	9
Number of recreation centers, playgrounds, and school facilities operated	11	11	22	22
Number of skating rinks	2	2	2	2
Number of swimming pools	6	6	6	6
Number of municipal beaches	-	-	-	-
Total playing permits issued at five municipal golf courses	122,378	98,141	92,203	71,000

Source: City of Detroit, Michigan, various departments
 *Information not available at date of publication of ACFR

Operating Information - Miscellaneous Operating Indicators by Function/Program

**Last Ten Fiscal Years
(Unaudited)**

Fiscal Year						
2017	2016	2015	2014	2013	2012	
25	24	21	21	37	39	
1,260,185/1,050,701	1,128,895/1,000,952	1,586,352/1,222,065	1,822,524/1,334,694	1,274,796/1,252,547	1,384,274/1,323,069	
980	1,556	855	1,249	2,440	3,462	
534	522	510	464	874	375	
37	37	38	37	37	46	
133	122	80	78	78	78	
30,104	30,968	29,000	28,000	28,000	28,000	
18,938	21,514	22,289	22,702	21,449	34,613	
17,721	133,062	135,091	114,133	109,237	126,099	
\$ 64,762,910	\$ -	\$ 250,000,000	\$ 256,817,197	\$ 245,851,910	\$ 149,261,205	
2,554	2,554	2,557	2,557	2,571	2,571	
1,300	1,300	1,264	1,264	1,264	1,264	
4,265	4,265	4,243	4,243	4,243	4,243	
56,000	4,000	10,000	87,000	88,000	88,000	
5	5	-	256	256	256	
184,000	184,000	184,000	184,000	30,000	30,000	
-	-	-	-	164,000	191,320	
-	-	-	488,639,040	487,465,000	604,471,560	
-	-	-	-	95,670,000	87,504,830	
308	308	302	354	354	354	
-	-	-	-	-	-	
-	25	17	17	17	17	
2	2	2	2	2	2	
8	8	9	9	9	10	
-	-	-	-	1	1	
*	*	108,000	98,678	109,474	121,612	

Schedule 17 (Continued)
City of Detroit, Michigan

	Fiscal Year			
	2021	2020	2019	2018
Water System				
Number of customer accounts	335,000	330,000	220,000	220,000
Average pumpage - Millions of gallons per day	N/A	N/A	N/A	N/A
Greatest pumpage for a single day during fiscal year - Gallons	N/A	N/A	N/A	N/A
Greatest pumpage for a single hour during fiscal year - Gallons	N/A	N/A	N/A	N/A
Filtration plant rated capacity - Millions of gallons per day	N/A	N/A	N/A	N/A
Number of miles of water mains	2,713	2,700	2,700	2,700
Average cost (includes domestic, industrial, and commercial) per 1,000 cubic feet	NA	N/A	N/A	N/A
Sewage System				
Number of sewage disposal plants	-	-	-	-
Number of pumping stations	4	4	4	4
Miles of (trunk line and lateral) sewers	3,013	3,013	3,013	3,013
Miles of lateral sewers	2,258	2,258	2,258	2,258
Transportation				
Number of revenue vehicles	320	320	320	320
Seating capacity	12,480	12,480	12,480	12,480
Number of route miles	1,130	1,130	1,014	1,014
Number of passengers (estimated)	8,458,321	18,335,997	22,394,860	23,495,019
Regular fare	2.00	2.00	2.00	1.50
Tickets	N/A	N/A	N/A	N/A
Transfers	\$ 0.25	\$ -	\$ -	\$ -
Weekly GO pass	\$ 17.00	\$ 17.00	\$ 17.00	\$ 14.40
Health				
Number of Employees	258	245	208	203
Birth rate per thousand	*	71	71	69
Death rate per thousand	13	10	10	10
Infant Mortality Rate per Thousand Live Births	*	17	14	13
Educational Development				
School enrollment	*	50,895	50,176	50,875
Operating expenditures	*	820,313,854	750,069,810	665,187,810
Cost per pupil	*	16,118	14,949	13,075
Total teaching staff	*	3,098	2,835	2,700

Source: City of Detroit, Michigan, various departments
*Information not available at date of publication of ACFR

Operating Information - Miscellaneous Operating Indicators by Function/Program (Continued)

**Last Ten Fiscal Years
(Unaudited)**

		Fiscal Year					
		2017	2016	2015	2014	2013	2012
		220,000	220,000	220,000	257,000	258,000	262,000
		N/A	*	476	537	550	556
		N/A	*	731,800,000	742,000,000	957,200,000	983,100,000
		N/A	*	33,875,000	32,875,000	42,917,000	44,833,000
		1,780	1,780	1,780	1,780	1,780	1,780
		3,840	3,840	3,840	3,840	3,840	3,840
		*	* \$	20.60 \$	19.43 \$	18.76 \$	17.02
		-	1	1	1	1	1
		4	11	11	11	11	11
		2,913	2,913	2,913	2,913	2,913	2,913
		2,125	2,125	2,125	2,125	2,125	2,125
		320	320	320	403	444	465
		12,480	12,480	12,300	15,915	17,534	18,363
		1,014	1,014	944	1,014	1,014	1,056
		24,397,156	27,149,357	24,113,775	25,116,299	30,898,942	32,750,907
\$		1.50 \$	1.50 \$	1.50 \$	1.50 \$	1.50 \$	1.50
		N/A	N/A	N/A	N/A	N/A	N/A
\$		0.25 \$	0.25 \$	0.25 \$	0.25 \$	0.25 \$	0.25
\$		14.40 \$	14.40 \$	14.40 \$	14.40 \$	14.40 \$	14.40
		177	166	100	216	*	*
		15	15	15	15	*	*
		10	11	9	8	*	*
		14	N/A	13	*	*	*
		45,237	46,319	47,161	48,511	51,318	66,745
		624,287,156	711,033,343	702,573,048	707,461,081	712,922,213	915,495,622
		13,800	15,351	14,897	14,584	13,892	13,716
		2,699	2,869	3,056	3,398	3,398	4,396

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www.detroitmi.gov

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