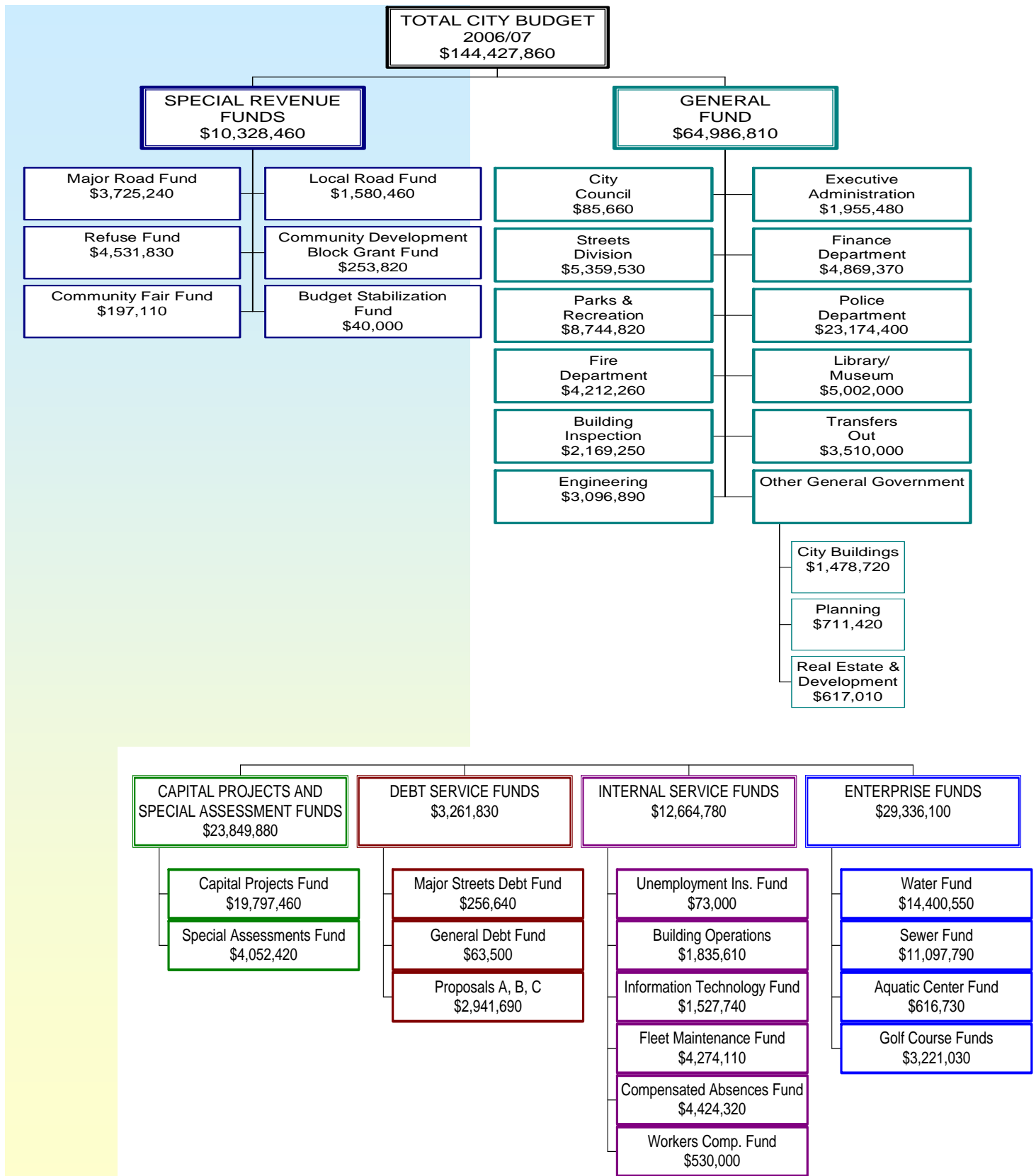
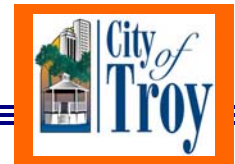
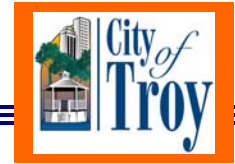


# Financial Organizational Chart



# Executive Summary



The Executive Summary is prepared as an introduction to the 2006/07 budget and provides a summary of Administration's financial plans for the upcoming fiscal year. It will explain how the City plans to utilize its resources and highlights some of the more significant changes to the City's budget. If a more in-depth understanding of the budget is desired, please take some time to review the wealth of information found within the graphs, charts, narrative text, significant notes, and funding level summaries located in the budget document. The document is available at the City Clerk's Office, Troy Public Library and on the City of Troy's website.

## Total City Funds

The 2006/07 budget for all City funds totals \$144.4 million. The City establishes a budget for 25 separate funds or accounting divisions. These 25 funds can be further paired into 7 major fund groupings. The largest is the General Fund, which provides \$65 million in funding toward the majority of services available to residents through the City's 14 departments.

Special Revenue Funds provide a total of \$10.3 million for major and local road maintenance; refuse and recycling; federally funded Community Development Block Grant programs; and the Troy Community Fair Fund.

Several notable items in the Special Revenue Funds 2006/07 budget include:

- \$3.7 million to maintain and repair major roads
- \$1.6 million to maintain local roads
- \$4.5 million for refuse collection and disposal and recycling activities

The Capital Projects Funds total \$19.8 million for 2006/07. These funds are used

for capital equipment and vehicles, construction and improvement of municipal facilities, and road construction. Notable Capital projects in the 2006/07 budget include:

- \$ .5 million - Transit Center
- \$6.5 million - Major road construction and improvements
- \$2.7 million - Local road reconstruction and improvements
- \$ .7 million - Technology improvements and software
- \$1.2 million - Storm drainage improvements
- \$2.2 million - Park development and improvements
- \$ .6 million - Sidewalk construction
- \$ .5 million - Civic Center site improvements

Debt Service Funds total \$3.3 million, which provides funding for debt payments on road construction projects, the Community Center, and public safety facilities.

Enterprise Funds provide \$29.3 million in funding for water and sewer utility operations, as well as the aquatic center and golf courses.

Internal Service Funds account for \$12.7 million in charges for financing goods and services provided by one department to other departments.

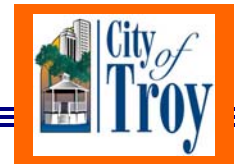
## General Fund

The 2006/07 budget for the General Fund is \$65 million, an increase of \$4.9 million or 8.2 percent above the 2005/06 budget.

### Revenues by Category

The General Fund derives its revenue from a variety of sources, the largest being property taxes.

# Executive Summary



The City's general operating millage rate of 6.50 mills will provide nearly \$33.3 million, or 51.2% of the total General Fund budget.

Troy's proposed overall millage rate of 9.45 has remained at the same rate for 5 years. Proposal A has capped property taxable value at a 3.3% increase.

The General Fund also realizes revenue from a variety of smaller revenue categories to lessen the burden and reliance on property taxes:

- Licenses and Permits - 3.2%
- Federal, State, and Local Grants - 10.7%
- Fines and Forfeitures - 1.5%
- Charges for Services - 10%
- Interest and Rents - 2.2%
- Other Revenue and Financing Sources - 17.8%

Utilization of \$6.4 million of Fund Balance is planned for fiscal year 2006/07. After this designation the City is estimated to have \$10.5 million or 16.2% of expenditures in Unreserved/Undesignated funds in 2006/07.

## Expenditures by Object

The \$65 million General Fund budget is comprised of 5 separate expenditure objects or categories. The largest category is Personal Services, which is made up of wages and fringe benefits and comprises 65% of the total budget compared to 69.2% last fiscal year.

Supplies made up primarily of operating supplies total 4.9% of the budget.

Other Services/Charges total 24.7% of the budget and are primarily used to provide for contractual services, property and liability insurances, utility bills, and outside legal services.

All departmental Capital Outlay for major capital purchases is found in the Capital Projects Fund.

Other Financing Uses accounts for the transfer of \$10,000 to the Community Fair Fund, \$1 million to the Budget Stabilization Fund, and \$2.5 million to the Retiree Medical Benefits Trust Fund.

|                         | Dollar<br>Change   | %<br>Change |
|-------------------------|--------------------|-------------|
| Personal Services       | \$685,230          | 1.6%        |
| Supplies                | 47,090             | 1.5         |
| Other Services/ Charges | 794,500            | 5.2         |
| Capital Outlay          | (17,000)           | (100.0 %)   |
| Other Financing Uses    | 3,400,000          | 3,190.9     |
| <b>Total</b>            | <b>\$4,926,820</b> | <b>8.2%</b> |

The total \$4.9 million increase in General Fund expenditures can best be explained by the following.

Personal Services increased by \$685,230 or 1.6% over last year's budget. Wages for all employees increased by \$333,810. The slight increase accounts for 8 fewer General Fund full-time positions.

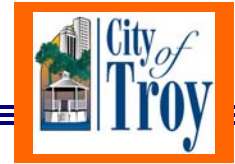
The budget includes funding for 476 full-time positions. This reflects a decrease of 9 full-time employees, bringing a total reduction of 15 full-time employees from 3 years ago.

The total number of part-time employees has increased mainly due to replacing full-time Library positions with part-time employees.

Supplies increased by \$47,090 or 1.5%. Items such as repairs and maintenance, supplies, and postage accounted for this increase.

Other Services/Charges increased by \$794,500 or 5.2%. The overall increase is primarily due to increases in public utilities, computer services and equipment rentals.

# Executive Summary



Capital Outlay has decreased by \$17,000. We have instituted a capitalization policy where items in excess of \$5,000 will be capitalized, and financed by the Capital Projects Fund.

A complete list of all capital equipment, vehicles, and projects that are budgeted is located in the Capital Projects section of this document.

Other Financing Uses increased by \$3,400,000. This activity contains a transfer of \$10,000 to the Community Fair Fund and a \$1 million transfer to our Budget Stabilization Fund, which will have a balance of \$2.1 million after this transfer and \$2.5 million to the Retiree Medical Benefits Trust Fund.

The City will continue to pre-fund General and Police and Fire employee retirees' medical costs as a percent of payroll. An actuarial study has recommended that the City pre-fund these costs in order to offset large future liabilities. This funding is included in the retirement line item.

## Expenditures by Budgetary Center

The City's General Fund can be further broken down to departmental or budgetary center level. These budgetary centers represent the nine City operating departments as well as other ancillary expenditure cost centers.

## **Water and Sewer Fund**

The Water and Sewer Fund is a completely self-supporting activity that does not receive funding from property taxes or any other City Fund. It is designed to break even, as well as provide funding for improvements to the system, and is expressly for the purpose of providing water distribution and sewer disposal services to the City of Troy's residents and businesses.

The City purchases its water and sewage disposal services from the City of Detroit, which directly influences the rates Troy charges.

The City of Detroit increased the water and sewer rates it charges the City of Troy effective July 1, 2006. The Detroit water rate will increase by .8% from \$14.80 to \$14.92 per thousand cubic feet. The Southeast Oakland County Sewer District rate will increase by 4.1% from \$10.15 to \$10.57 per thousand cubic feet after including the Oakland County Drain Commission charges. The Evergreen-Farmington Sewer District rate will increase by 4% from \$13.02 to \$13.54.

The budget recommends the combined water and sewer rates increase by \$3.01 per MCF. This rate increase will result in an 8% increase in the combined water and sewer rate per MCF. The average residential customer uses 3.9 MCF per quarter, which equates to a quarterly bill of \$159.32 using the proposed rates. This will result in an increase of \$11.74 per quarter or \$46.96 per year.

The system is expected to operate in the coming year with operating revenues meeting operating expenses, and providing some additional funds for improvements to the system. Capital expenditures budgeted for both systems include \$6.7 million for water and \$5.3 million for sewer.

The \$12 million in water and sewer improvements are being made without bonding due to the rate structure in place that not only provides for the commodity charge, but for operations and maintenance and capital improvements as well.

The City continues to control its discretionary costs within this fund and provide the necessary equipment to properly maintain the system.

# All Funds Combined Summary

## Revenues, Expenditures and Fund Balance

| Description                                     | General              | Special Revenue     | Debt Service        | Capital Projects<br>Special Assessment |
|---|----------------------|---------------------|---------------------|--|
| <b>Revenue</b>                                  |                      |                     |                     |  |
| Taxes   | \$ 35,473,690        | \$ 4,248,000        | \$ 2,559,000        | \$ 8,189,000                           |
| Licenses and Permits                            | 2,059,000            | -                   | -                   | -                                      |
| Federal Grants                                  | 34,500               | 253,820             | -                   | 305,000                                |
| State Grants                                    | 6,765,000            | 5,030,000           | -                   | 1,409,000                              |
| Contributions - Local                           | 140,000              | -                   | -                   | -                                      |
| Charges for Service                             | 6,475,300            | 171,500             | -                   | 150,000                                |
| Fines and Forfeits                              | 1,012,000            | -                   | -                   | -                                      |
| Interest and Rents                              | 1,443,300            | 280,000             | 150,000             | 982,200                                |
| Other Revenue                                   | 491,900              | -                   | -                   | 735,260                                |
| <b>Total - Revenue</b>                          | <b>\$ 53,894,690</b> | <b>\$ 9,983,320</b> | <b>\$ 2,709,000</b> | <b>\$ 11,770,460</b>                   |
| <b>Expenditures</b>                             |                      |                     |                     |  |
| Personal Service Control                        | \$ 42,231,110        | \$ 187,800          | \$ -                | \$ -                                   |
| Supplies  | 3,178,520            | 26,050              | -                   | -                                      |
| Other Services/Charges                          | 16,067,180           | 4,768,910           | 63,500              | -                                      |
| Capital Outlay                                  | -                    | -                   | -                   | 19,541,680                             |
| Debt Service                                    | -                    | -                   | 3,198,330           | 308,200                                |
| <b>Total - Expenditures</b>                     | <b>\$ 61,476,810</b> | <b>\$ 4,982,760</b> | <b>\$ 3,261,830</b> | <b>\$ 19,849,880</b>                   |
| <b>Other Financing Sources</b>                  |                      |                     |                     |  |
| Operating Transfer In                           | \$ 11,092,120        | \$ 1,328,030        | \$ 3,494,520        | \$ 12,079,420                          |
| <b>Total - Other Financing Sources</b>          | <b>\$ 11,092,120</b> | <b>\$ 1,328,030</b> | <b>\$ 3,494,520</b> | <b>\$ 12,079,420</b>                   |
| <b>Other Financing Uses</b>                     |                      |                     |                     |  |
| Operating Transfer Out                          | \$ 3,510,000         | \$ 5,345,700        | \$ 2,941,690        | \$ 4,000,000                           |
| <b>Total - Other Financing Uses</b>             | <b>\$ 3,510,000</b>  | <b>\$ 5,345,700</b> | <b>\$ 2,941,690</b> | <b>\$ 4,000,000</b>                    |
| Excess of Revenues Over<br>(Under) Expenditures | \$ -                 | \$ 982,890          | \$ -                | \$ -                                   |
| Beginning Fund Balance                          | \$ 19,985,312        | \$ 5,420,523        | \$ 4,228,493        | \$ 10,113,019                          |
| <b>Ending Fund Balance</b>                      | <b>\$ 19,985,312</b> | <b>\$ 6,403,413</b> | <b>\$ 4,228,493</b> | <b>\$ 10,113,019</b>                   |

# All Funds Combined Summary

## Revenues, Expenditures and Fund Balance

| Description                                     | Total<br>Governmental Funds | Enterprise           | Internal<br>Service  |
|---|-----------------------------|----------------------|----------------------|
| <b>Revenue</b>                                  |                             |                      |                      |
| Taxes   | \$ 50,469,690               | \$ -                 | \$ -                 |
| Licenses and Permits                            | 2,059,000                   | -                    | -                    |
| Federal Grants                                  | 593,320                     | -                    | -                    |
| State Grants                                    | 13,204,000                  | -                    | -                    |
| Contributions - Local                           | 140,000                     | -                    | -                    |
| Charges for Service                             | 6,796,800                   | 31,943,300           | 3,893,490            |
| Fines and Forfeits                              | 1,012,000                   | -                    | -                    |
| Interest and Rents                              | 2,855,500                   | 1,393,900            | 4,123,000            |
| Other Revenue                                   | 1,227,160                   | -                    | 4,804,320            |
| <b>Total - Revenue</b>                          | <b>\$ 78,357,470</b>        | <b>\$ 33,337,200</b> | <b>\$ 12,820,810</b> |
| <b>Expenditures</b>                             |                             |                      |                      |
| Personal Service Control                        | \$ 42,418,910               | \$ 4,030,740         | \$ 8,061,300         |
| Supplies  | 3,204,570                   | 824,670              | 1,234,250            |
| Other Services/Charges                          | 20,899,590                  | 23,089,280           | 3,369,230            |
| Capital Outlay                                  | 19,541,680                  | 12,209,000           | 1,246,600            |
| Debt Service                                    | 3,506,530                   | 748,370              | -                    |
| <b>Total - Expenditures</b>                     | <b>\$ 89,571,280</b>        | <b>\$ 40,902,060</b> | <b>\$ 13,911,380</b> |
| <b>Other Financing Sources</b>                  |                             |                      |                      |
| Operating Transfer In                           | \$ 27,994,090               | \$ -                 | \$ -                 |
| <b>Total - Other Financing Sources</b>          | <b>\$ 27,994,090</b>        | <b>\$ -</b>          | <b>\$ -</b>          |
| <b>Other Financing Uses</b>                     |                             |                      |                      |
| Operating Transfer Out                          | \$ 15,797,390               | \$ -                 | \$ -                 |
| <b>Total - Other Financing Uses</b>             | <b>\$ 15,797,390</b>        | <b>\$ -</b>          | <b>\$ -</b>          |
| Excess of Revenues Over<br>(Under) Expenditures | \$ 982,890                  | \$ -                 | \$ -                 |
| Beginning Fund Balance                          | \$ 39,747,347               | \$ -                 | \$ -                 |
| <b>Ending Fund Balance</b>                      | <b>\$ 40,730,237</b>        | <b>\$ -</b>          | <b>\$ -</b>          |

Enterprise and Internal Service Funds report on the accrual basis, therefore retained earnings are not shown in the budget. The Annual Audit shows the retained earnings amount.

# All Funds Combined Historical Summary

## Revenues, Expenditures and Fund Balance

| Description                                     | 2004<br>Actual       | 2005<br>Projected    | 2006<br>Budget       |
|---|----------------------|----------------------|----------------------|
| <b>Revenue</b>                                  |                      |                      |                      |
| Taxes   | \$ 47,766,046        | \$ 49,126,690        | \$ 50,469,690        |
| Licenses and Permits                            | 1,607,443            | 2,062,050            | 2,059,000            |
| Federal Grants                                  | 206,630              | 336,140              | 593,320              |
| State Grants                                    | 15,666,816           | 12,559,610           | 13,204,000           |
| Contributions - Local                           | 165,154              | 453,860              | 140,000              |
| Charges for Service                             | 6,732,747            | 6,844,920            | 6,796,800            |
| Fines and Forfeits                              | 973,526              | 988,000              | 1,012,000            |
| Interest and Rents                              | 2,741,879            | 3,253,500            | 2,855,500            |
| Other Revenue                                   | 3,991,250            | 1,793,860            | 1,227,160            |
| <b>Total - Revenue</b>                          | <b>\$ 79,851,491</b> | <b>\$ 77,418,630</b> | <b>\$ 78,357,470</b> |
| <b>Expenditures</b>                             |                      |                      |                      |
| Personal Service Control                        | \$ 39,241,314        | \$ 39,359,170        | \$ 42,418,910        |
| Supplies  | 3,006,787            | 3,099,390            | 3,204,570            |
| Other Services/Charges                          | 19,363,780           | 19,903,890           | 20,899,590           |
| Capital Outlay                                  | 15,013,574           | 23,775,160           | 19,541,680           |
| Debt Service                                    | 3,325,485            | 3,393,660            | 3,506,530            |
| <b>Total - Expenditures</b>                     | <b>\$ 79,950,940</b> | <b>\$ 89,531,270</b> | <b>\$ 89,571,280</b> |
| <b>Other Financing Sources</b>                  |                      |                      |                      |
| Operating Transfer In                           | \$ 13,558,946        | \$ 28,758,390        | \$ 27,994,090        |
| <b>Total - Other Financing Sources</b>          | <b>\$ 13,558,946</b> | <b>\$ 28,758,390</b> | <b>\$ 27,994,090</b> |
| <b>Other Financing Uses</b>                     |                      |                      |                      |
| Operating Transfer Out                          | \$ 12,129,919        | \$ 13,837,390        | \$ 15,797,390        |
| <b>Total - Other Financing Uses</b>             | <b>\$ 12,129,919</b> | <b>\$ 13,837,390</b> | <b>\$ 15,797,390</b> |
| Excess of Revenues Over<br>(Under) Expenditures | \$ 1,329,578         | \$ 2,808,360         | \$ 982,890           |
| Beginning Fund Balance                          | \$ 64,478,259        | \$ 50,289,417        | \$ 39,747,347        |
| <b>Ending Fund Balance</b>                      | <b>\$ 65,807,837</b> | <b>\$ 53,097,777</b> | <b>\$ 40,730,237</b> |

Enterprise and Internal Service Funds revenues and expenses are excluded from the fund balance calculation.

# Revenue Comparison - All Funds

| Description                            | 2004<br>Actual        | 2005<br>Projected     | 2005<br>Budget        | 2006<br>Budget        |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>Capital</b>                         |                       |                       |                       |                       |
| Capital Fund                           | \$ 17,783,295         | \$ 28,522,980         | \$ 35,234,320         | \$ 19,797,460         |
| Special Assessment Fund                | 2,271,857             | 1,055,750             | 1,055,830             | 4,052,420             |
| Proposal B - Police/Fire Fund          | 327,234               | -                     | -                     | -                     |
| <b>Total - Capital</b>                 | <b>\$ 20,382,386</b>  | <b>\$ 29,578,730</b>  | <b>\$ 36,290,150</b>  | <b>\$ 23,849,880</b>  |
| <b>Debt Service</b>                    |                       |                       |                       |                       |
| General Debt Service Fund              | \$ 2,804,767          | \$ 2,859,480          | \$ 2,881,680          | \$ 3,005,190          |
| 2000MTF Bond Debt Retirement           | 189,911               | 265,390               | 265,390               | 256,640               |
| Proposal A - Bond Debt Retirement      | 776,219               | 788,640               | 788,640               | 800,970               |
| Proposal B - Bond Debt Retirement      | 1,337,483             | 1,316,920             | 1,316,720             | 1,393,950             |
| Proposal C - Bond Debt Retirement      | 677,224               | 711,770               | 714,170               | 746,770               |
| <b>Total - Debt Service</b>            | <b>\$ 5,785,604</b>   | <b>\$ 5,942,200</b>   | <b>\$ 5,966,600</b>   | <b>\$ 6,203,520</b>   |
| <b>Enterprise</b>                      |                       |                       |                       |                       |
| Sanctuary Lake Golf Course Fund        | \$ 962,401            | \$ 1,418,020          | \$ 1,965,380          | \$ 1,864,070          |
| Sylvan Glen Golf Course Fund           | 1,249,686             | 1,483,790             | 1,554,140             | 1,323,630             |
| Aquatic Center Fund                    | 437,981               | 466,780               | 455,300               | 474,900               |
| Sewer Fund                             | 10,472,256            | 10,720,220            | 10,205,000            | 13,008,200            |
| Water Fund                             | 14,198,831            | 16,542,390            | 15,516,000            | 16,666,400            |
| <b>Total - Enterprise</b>              | <b>\$ 27,321,155</b>  | <b>\$ 30,631,200</b>  | <b>\$ 29,695,820</b>  | <b>\$ 33,337,200</b>  |
| <b>General Fund</b>                    |                       |                       |                       |                       |
| General Fund                           | \$ 59,262,572         | \$ 60,136,120         | \$ 60,076,990         | \$ 64,986,810         |
| <b>Total - General Fund</b>            | <b>\$ 59,262,572</b>  | <b>\$ 60,136,120</b>  | <b>\$ 60,076,990</b>  | <b>\$ 64,986,810</b>  |
| <b>Internal Service</b>                |                       |                       |                       |                       |
| Unemployment Comp Fund                 | \$ 24,229             | \$ 71,000             | \$ 78,000             | \$ 73,000             |
| Workers' Comp Reserve Fund             | 607,809               | 702,000               | 690,000               | 630,000               |
| Building Operations Maintenance Fund   | 1,759,715             | 1,716,800             | 1,760,440             | 1,835,610             |
| Information Technology Fund            | 1,500,671             | 1,421,930             | 1,493,020             | 1,527,740             |
| Fleet Maintenance Fund                 | 4,741,071             | 5,434,060             | 6,178,870             | 5,520,710             |
| Compensated Absences Fund              | 3,892,537             | 4,278,000             | 4,532,000             | 4,424,320             |
| <b>Total - Internal Service</b>        | <b>\$ 12,526,032</b>  | <b>\$ 13,623,790</b>  | <b>\$ 14,732,330</b>  | <b>\$ 14,011,380</b>  |
| <b>Special Revenue</b>                 |                       |                       |                       |                       |
| Community Fair Fund                    | \$ 159,657            | \$ 184,720            | \$ 158,100            | \$ 180,000            |
| Major Street Fund                      | 3,698,343             | 3,889,030             | 3,858,450             | 3,725,240             |
| Local Street Fund                      | 1,733,552             | 1,587,670             | 1,607,670             | 1,580,460             |
| Refuse Fund                            | 4,086,409             | 4,445,060             | 4,525,650             | 4,531,830             |
| Budget Stabilization Fund              | 353,180               | 140,000               | 125,000               | 1,040,000             |
| Community Development Block Grant Fund | 59,989                | 273,490               | 185,000               | 253,820               |
| <b>Total - Special Revenue</b>         | <b>\$ 10,091,130</b>  | <b>\$ 10,519,970</b>  | <b>\$ 10,459,870</b>  | <b>\$ 11,311,350</b>  |
| <b>Total - All Funds</b>               | <b>\$ 135,368,879</b> | <b>\$ 150,432,010</b> | <b>\$ 157,221,760</b> | <b>\$ 153,700,140</b> |

# Expenditure Comparison - All Funds

| Description                            | 2004<br>Actual        | 2005<br>Projected     | 2005<br>Budget        | 2006<br>Budget        |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>Capital</b>                         |                       |                       |                       |                       |
| Capital Fund                           | \$ 17,783,295         | \$ 28,522,980         | \$ 35,234,320         | \$ 19,797,460         |
| Special Assessment Fund                | 1,034,760             | 1,055,750             | 1,055,830             | 4,052,420             |
| Proposal B - Police/Fire Fund          | 85,165                | -                     | -                     | -                     |
| <b>Total - Capital</b>                 | <b>\$ 18,903,220</b>  | <b>\$ 29,578,730</b>  | <b>\$ 36,290,150</b>  | <b>\$ 23,849,880</b>  |
| <b>Debt Service</b>                    |                       |                       |                       |                       |
| General Debt Service Fund              | \$ 2,833,621          | \$ 2,859,480          | \$ 2,881,680          | \$ 3,005,190          |
| 2000MTF Bond Debt Retirement           | 247,713               | 265,390               | 265,390               | 256,640               |
| Proposal A - Bond Debt Retirement      | 776,219               | 788,640               | 788,640               | 800,970               |
| Proposal B - Bond Debt Retirement      | 1,337,483             | 1,316,920             | 1,316,720             | 1,393,950             |
| Proposal C - Bond Debt Retirement      | 677,224               | 711,770               | 714,170               | 746,770               |
| <b>Total - Debt Service</b>            | <b>\$ 5,872,260</b>   | <b>\$ 5,942,200</b>   | <b>\$ 5,966,600</b>   | <b>\$ 6,203,520</b>   |
| <b>Enterprise</b>                      |                       |                       |                       |                       |
| Sanctuary Lake Golf Course Fund        | \$ 1,750,398          | \$ 1,922,580          | \$ 1,936,940          | \$ 2,084,880          |
| Sylvan Glen Golf Course Fund           | 1,157,954             | 1,483,790             | 1,554,140             | 1,297,150             |
| Aquatic Center Fund                    | 573,696               | 609,980               | 611,100               | 691,730               |
| Sewer Fund                             | 9,900,235             | 11,220,750            | 14,389,690            | 16,410,790            |
| Water Fund                             | 16,678,220            | 16,666,550            | 17,714,290            | 21,060,550            |
| <b>Total - Enterprise</b>              | <b>\$ 30,060,503</b>  | <b>\$ 31,903,650</b>  | <b>\$ 36,206,160</b>  | <b>\$ 41,545,100</b>  |
| <b>General Fund</b>                    |                       |                       |                       |                       |
| General Fund                           | \$ 57,137,667         | \$ 57,590,750         | \$ 60,076,990         | \$ 64,986,810         |
| <b>Total - General Fund</b>            | <b>\$ 57,137,667</b>  | <b>\$ 57,590,750</b>  | <b>\$ 60,076,990</b>  | <b>\$ 64,986,810</b>  |
| <b>Internal Service</b>                |                       |                       |                       |                       |
| Unemployment Compensation Fund         | \$ 67,489             | \$ 71,000             | \$ 78,000             | \$ 73,000             |
| Workers' Comp Reserve Fund             | 768,467               | 552,460               | 690,000               | 530,000               |
| Building Operations Maintenance Fund   | 1,690,167             | 1,716,800             | 1,760,440             | 1,835,610             |
| Information Technology Fund            | 1,500,671             | 1,421,930             | 1,493,020             | 1,527,740             |
| Fleet Maintenance Fund                 | 4,741,071             | 5,434,060             | 6,178,870             | 5,520,710             |
| Compensated Absences Fund              | 3,852,912             | 4,278,000             | 4,532,000             | 4,424,320             |
| <b>Total - Internal Service</b>        | <b>\$ 12,620,777</b>  | <b>\$ 13,474,250</b>  | <b>\$ 14,732,330</b>  | <b>\$ 13,911,380</b>  |
| <b>Special Revenue</b>                 |                       |                       |                       |                       |
| Community Fair Fund                    | \$ 173,125            | \$ 144,680            | \$ 186,440            | \$ 197,110            |
| Major Street Fund                      | 3,800,000             | 3,889,030             | 3,858,450             | 3,725,240             |
| Local Street Fund                      | 1,680,580             | 1,464,720             | 1,607,670             | 1,580,460             |
| Refuse Fund                            | 4,432,841             | 4,445,060             | 4,525,650             | 4,531,830             |
| Budget Stabilization Fund              | 21,180                | 40,000                | 25,000                | 40,000                |
| Community Development Block Grant Fund | 59,989                | 273,490               | 185,000               | 253,820               |
| <b>Total - Special Revenue</b>         | <b>\$ 10,167,715</b>  | <b>\$ 10,256,980</b>  | <b>\$ 10,388,210</b>  | <b>\$ 10,328,460</b>  |
| <b>Total - All Funds</b>               | <b>\$ 134,762,142</b> | <b>\$ 148,746,560</b> | <b>\$ 163,660,440</b> | <b>\$ 160,825,150</b> |

# Year-End Fund Balance Comparison - All Funds

| <b>Fund # and Description</b>                                | <b>2003<br/>Actual</b> | <b>2004<br/>Actual</b> | <b>2005<br/>Estimate</b> | <b>2006<br/>Budget</b> |
|--|------------------------|------------------------|--------------------------|------------------------|
| <b>General Fund</b>  |                        |                        |                          |                        |
| 101 General Fund   | \$21,695,753           | \$23,807,192           | \$26,352,562             | \$19,985,312           |
| <b>Special Revenue Funds</b>                                 |                        |                        |                          |                        |
| 202 Major Street Fund  | \$2,317,935            | \$2,216,279            | \$2,142,249              | \$2,017,009            |
| 203 Local Street Fund  | 1,548,708              | 1,601,681              | 1,724,631                | 1,724,631              |
| 226 Refuse Fund  | 1,270,075              | 923,644                | 774,084                  | 591,754                |
| 257 Budget Stabilization Fund                                | 668,000                | 1,000,000              | 1,100,000                | 2,100,000              |
| 280 Community Development Block Grant                        | -                      | -                      | -                        | -                      |
| 103 Community Fair Fund                                      | (39,443)               | (52,911)               | (12,871)                 | (29,981)               |
| <b>Total - Special Revenue Funds</b>                         | <b>\$5,765,275</b>     | <b>\$5,688,693</b>     | <b>\$5,728,093</b>       | <b>\$6,403,413</b>     |
| <b>Debt Service Funds</b>                                    |                        |                        |                          |                        |
| 301 General Debt Service Fund                                | \$4,820,818            | \$4,734,163            | \$4,524,683              | \$4,228,493            |
| 354 2000 MTF Debt Service Fund                               | -                      | -                      | -                        | -                      |
| 355 Proposal A - Streets Debt Service Fund                   | -                      | -                      | -                        | -                      |
| 356 Proposal B - Police/Fire Facilities<br>Debt Service Fund | -                      | -                      | -                        | -                      |
| 357 Proposal C - Recreation Debt Service Fund                | -                      | -                      | -                        | -                      |
| <b>Total - Debt Service Funds</b>                            | <b>\$4,820,818</b>     | <b>\$4,734,163</b>     | <b>\$4,524,683</b>       | <b>\$4,228,493</b>     |
| <b>Capital Projects/Special Assessment Fund</b>              |                        |                        |                          |                        |
| 401 Capital Projects Fund                                    | \$23,693,502           | \$21,824,323           | \$6,914,723              | \$3,812,723            |
| 403 Special Assessment Fund                                  | 8,516,369              | 9,753,466              | 9,577,716                | 6,300,296              |
| <b>Total - Capital Projects/<br/>Special Assessment Fund</b> | <b>\$32,209,871</b>    | <b>\$31,577,789</b>    | <b>\$16,492,439</b>      | <b>\$10,113,019</b>    |
| <b>Total - All Funds</b>                                     | <b>\$64,491,717</b>    | <b>\$65,807,837</b>    | <b>\$53,097,777</b>      | <b>\$40,730,237</b>    |

Enterprise and Internal Service Fund retained earnings are shown in the Audit.

\$23.2 million

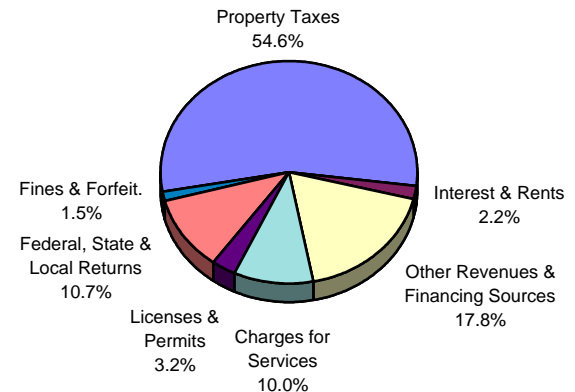
## How the City of Troy Allocates Its Money

The 2006/07 General Fund Budget is \$65 million - \$746 per resident (pop. 87,159 1/06)

The financial information presented here is intended to provide City residents with general information about how the City's revenue is utilized. Detailed information can be found in the budget document. As you will note, nearly one-half of the dollars spent are for Police & Fire protection. The City's General Fund Budget of \$65.0 million equates to \$746 spent per resident.



## Where the City Gets Its Revenue



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