

WASHTENAW COUNTY ROAD COMMISSION

Board of County Road Commissioners

WORKING SESSION

November 6, 2007

2007 Budget

Our 2007 Budget as presented has been updated to recognize the Michigan Transportation Funds and outside revenue that is anticipated by year end.

Also this budget reflects the previously approved capital investments and routine maintenances service levels.

Further this budget reflects a strong commitment to our employees who provide valued services to the public.

Overview

- The 2007 budget maintains our high level of routine services for the traveling public
- This budget reflects expenditures described in the 2007 Capital Improvement Plan
- We are projecting that we should improve our fund balance position
- The budget includes fully funding our post employment trust obligation
- Administratively we have imposed cost cutting measures
- This budget acknowledges the decreased activity level by developers
- We have optimized the use of outside revenue to accomplish improvements
- The budget reflects the Board directive to minimize the use of consultants

2007 BUDGET HIGHLIGHTS

The items listed below represent the most significant adjustments from the previous budget presented to the Board on August 30, 2007. **(All numbers are in 000s)**

REVENUES**(in 000s)**

• Revised MTF	\$ 105
• Federal/State Aid	892
o Jackson Blvd, Phase III MSU \$500	
o Carpenter Road \$492	
o Other (\$100)	
• Trunkline Maintenance (guardrail, M-14 storm culvert project)	150
• Township Contributions	1,641
o Jackson Blvd, Phase III \$1,601	
o Township Matching Program \$151	
o Carpenter Road (\$100)	
o Other (\$11)	
• Other Contributions	80
o YCUA – Textile Road @ Tuttle Hill Road \$43	
o City of Ypsilanti – Holmes Road \$24	
o City of Ann Arbor – Wagner Road (\$221)	
o Sweetwater – State Road @ Textile Road \$60	
o AT&T – Carpenter Road \$100	
o Other \$74	
• Miscellaneous Income	<u>452</u>
o Interest (Toyota and higher cash balance) \$161	
o Permits/Subs (more aggressively pursued outstanding invoices) \$286	
o Other \$5	

TOTAL REVENUE INCREASE OF:**\$ 3,320****EXPENDITURES****Operations**

• Road Equipment Carryover	\$ (270)
• Culverts/Bridges (in road projects)	(350)
• Contractual Services – more MDOT work	69
• Repairs/main Road Equipment	54
• Materials	(130)
o Salt (\$58)	
o Asphalt (\$27)	
o Gravel (\$17)	
o Limestone (additional township program) \$135	
o Brine – less township dust control (\$163)	
• Blades	(24)
• Diesel Fuel	50
• Equipment Parts Expense	(23)
• Other	<u>16</u>
OPERATIONS DECREASE OF:	\$ (608)

Administration

• Legal Services – more contract issues, general	\$ 30
• Wages	24
• ISO 9001/Plante & Moran studies	21
• Advertising	(8)
• Capital Purchases	(5)
• Other	<u>(8)</u>

ADMINISTRATION INCREASE OF: \$ 54

Engineering

• Wages – attrition	\$ (101)
• Traffic & Safety	(73)
o Traffic Control Supplies (\$28)	
o Signs (\$17)	
o Signal Parts (\$28)	
• Contractual Services – Biennial Bridge Inspection	36
• Capital Road Equipment	(10)
• Other	<u>11</u>

ENGINEERING DECREASE OF: \$ (137)

Non-Departmental

• Health Insurance – Impact of \$10/\$20/\$40 Co-pay Implementation	\$ (150)
• Two (2) Workers Compensation Settlements	95
• Social Security/Medicare – Retro Pay	41
• MCRCSIP Refund	(347)
• Retirement	21
• Other	<u>5</u>

NON-DEPARTMENTAL DECREASE OF: \$ (335)

Road Projects

• Bridges/Culverts initially budgeted in Operations	\$ 147
• Contractual Services/Testing/etc.	1,237
o Jackson Blvd MSU \$500	
o Textile/Tuttle Hill \$339	
o Carpenter Road \$492	
• Right-of-Way on Jackson Blvd., Phase III	1,760
• Legal Services	79
• Other	<u>55</u>

ROAD PROJECTS INCREASE OF: \$ 3,278

TOTAL EXPENDITURE INCREASE OF: \$ 2,253

2007 BUDGET NET INCREASE OF: \$ 1,067

BUDGET REVISIONS (000'S)

	2007 BUDGET	ANTICIPATED REV/EXP	PROPOSED REVISIONS	RECOMMENDED BUDGET
REVENUES				
Mich. Transportation Fund	16,895	17,000	105	17,000
Federal/State Funds	12,837	13,729	892	13,729
Trunkline Maintenance	2,398	2,548	150	2,548
Township Contribution	4,552	6,193	1,641	6,193
Other Contribution	2,212	2,292	80	2,292
In-kind Contributions	3,700	8,822	5,122	8,822
Miscellaneous Inc.	945	1,397	452	1,397
TOTAL	43,539	51,981	8,442	51,981
EXPENDITURES				
Administration	1,184	1,238	54	1,238
Operations	10,068	9,460	(608)	9,460
Engineering	3,598	3,461	(137)	3,461
Nondepartmental	5,618	5,283	(335)	5,283
Debt Service	950	951	1	951
Total expenditures b/f project expenditures	21,418	20,393	(1,025)	20,393
Project expenditures:				
Road improvement program and construction	18,828	22,106	3,278	22,106
In-kind Contributions	3,700	8,822	5,122	8,822
	22,528	30,928	8,400	30,928
TOTAL EXPENSES	43,946	51,321	7,375	51,321
REVENUES Over/(Under) EXF	(407)	660	1,067	660