

Genesee County Road Commission
Proposed Budget
FISCAL YEAR ENDING SEPTEMBER 30, 2024
Summary

<i>Account Description</i>		2022 Actual Budget	2023 Adjusted Budget	2024 Proposed Budget
Revenues				
	Federal Revenues	\$ 5,535,787	\$ 16,339,721	\$ 16,511,171
	Michigan Transportation Fund	39,264,629	40,010,000	41,376,679
	State Revenues	5,344,689	2,213,542	706,050
	County Raised Revenues	8,033,211	10,839,369	12,144,196
	Miscellaneous Revenues	344,688	211,042	223,857
	State Highway Funds	6,595,210	5,877,901	5,999,287
	Other Revenues	2,873,671	5,376,664	7,047,595
	TOTAL REVENUES	67,991,885	80,868,239	84,008,835
	APPROPRIATION OF FUND BALANCE	-	3,071,286	5,650,225
	TOTAL REVENUES & APPROPRIATION OF FUND BALANCE	\$ 67,991,885	\$ 83,939,525	\$ 89,659,060
Expenditures				
Departmental:				
10	Commissioners	\$ 49,224	\$ 49,700	\$ 49,729
15	Engineering	1,665,172	2,621,788	3,188,403
20	Maintenance	18,788,306	19,639,471	18,042,613
30	Equipment & Facilities	9,484,847	7,969,059	19,436,924
70	Finance & Human Resources	826,072	938,784	978,887
81	Administration	448,226	909,721	969,812
	TOTAL DEPARTMENTAL EXPENDITURES	\$ 31,261,847	\$ 32,128,523	\$ 42,666,368
Other:				
90	Non-Departmental	\$ 12,689,595	\$ 14,441,448	\$ 12,616,249
91	Road Projects	23,210,553	36,945,554	33,952,443
	State Trunkline Overhead	575,989	424,000	424,000
	TOTAL OTHER EXPENDITURES	\$ 36,476,137	\$ 51,811,002	\$ 46,992,692
	TOTAL EXPENDITURES	\$ 67,737,984	\$ 83,939,525	\$ 89,659,060

The Fiscal Year 2023/2024 Proposed Budget Workshop

The Genesee County Road Commission's Mission is to collectively provide and maintain a safe, cost-efficient, and quality County road system for the motorists in Genesee County.

The shared goal of leadership and staff is to meet the mission of the Road Commission. The fiscal year 2023/2024 budget workshop will provide the Board with an expected yet estimated outline of our fiscal plan for the upcoming budget year.

Michigan Transportation Fund (MTF)

For the fiscal year 2024, we expect to receive \$41,366,679 in MTF revenue. While the MTF revenue is estimated to increase by \$1,161,169, or 2.8%, based on projections provided by MDOT, the total budgeted revenue for the fiscal year 2024 is expected to increase by \$1,366,679, or 3.4%, from the previous year's budget.

Budgetary Highlights

The leadership at the Road Commission worked as a team to develop the proposed budget for the fiscal year ending September 30, 2024. In addition to the MTF revenue, the following are overall highlights to focus on in the attached proposed budget:

- Reallocate \$2,000,000 in additional contributions from the defined benefit pension trust to the Metro Garage funding.
- Created a new revenue line item to account for reimbursement of \$3,747,421 in retiree healthcare expenses to be drawn from the OPEB trust.
- Metro Garage to be funded through use of fund balance.
- The budget reflects estimated wage increases per CBAs and a 3% salary increase for salary/at-will and exempt employees.
- We have dedicated \$2,520,000 to Local Road improvements (Dept. 91), allocating townships as matching funds.
- Increased funding of township SAD projects in include \$500,000 of matching allocation funds.

Unmet Needs

Although receiving increases in Michigan Transportation Fund (MTF) revenues, there is still not sufficient funding to meet all the needs in Genesee County's local road system. Therefore, we propose using a Fund Balance of \$5,650,225 to meet the budget objectives for the Fiscal year 2023/2024.

Respectfully,



Fred Peivandi
Managing Director



Tracy Khan
Finance Director