

Mary F Redden

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From: Mary F Redden
Sent: Monday, June 07, 2010 3:40 PM
To: 000schilling@ameritech.net; Dane Slater (djlkslater@aol.com); Mary Kerwin (marykerwin5@hotmail.com); Maureen M. McGinnis (mmcginis@dmcginis.com); mfhowryl@umich.edu; rbeltram@wideopenwest.com; Wade Fleming; wade.fleming@proforma.com
Cc: John M Lamerato; Mark F Miller; Lori G Bluhm
Subject: Agenda question re: G-02

Attached is John Szerlag and John Lamerato's response to an agenda question we received for Mayor Schilling:

My question is regarding the 20% of the 80/20 funds in the contract. The Construction Code Act 230 of 1972 states: "The legislative body of a governmental subdivision shall only use fees generated under this section for the operation of the enforcing agency or the construction board of appeals, or both, and shall not use the fees for any other purpose." How does the City of Troy demonstrate this use of restricted funds?

We reconcile the costs and revenue of building construction and building code inspection on a fiscal year basis, which is contained in our Comprehensive Annual Financial Report (CAFR). As of June 30, 2009 we have a cumulative shortfall of \$5.7 million. With 20% revenue from SAFEBuilt to cover the shortfall, it would take over 35 years with estimated permit fees of \$800,000 per year.

Have a good meeting.

Mary Redden,
Administrative Assistant to the City Manager