

## Monthly MPD 2010 Budget Update to Ways & Means

August 30th, 2010

2010 MPD Budget (General Fund):	\$123,869,443
2010 MPD Budget (All Funds):	\$133,663,596

The Finance Dept and MPD are currently anticipating that MPD will spend within its budget in 2010. MPD's new Director of Financial Operations is working closely with Finance staff to update the projection model to more precisely quantify the full-year budget result.

(The \$934,386 in CDBG funds for Crime Prevention Specialists has now been approved.)

### Highlights:

- The specific 2010 budget reduction strategies adopted by City Council have been implemented and have generally achieved stated budget savings targets. However, it is likely that MPD will need to utilize much of the \$1.5 million in contingency funding for 2010 and efforts are underway to develop and execute detailed strategies to ensure targets are met by the end of 2011.
- 2010 MPD standard overtime is down 5.4 % YTD compared to 2009 (in hours worked). MPD now tracks significant overtime expenditures. Since our last report, this includes \$5800 in overtime related to the case of the missing 9 year old. However, in the last few months overtime related to partnerships with various state and federal agencies has increased substantially. Generally, this expense is reimbursed by those other agencies such that there is no material impact to MPD budget.
- **Fleet costs are down more than expected** (July 31st data):
  - Idling: **down 25%**
  - Fuel consumption: **down 15%**
  - Labor costs: **down 35%**
  - Parts costs: **down 36%**
  - Fleet size: **down 10%**
  - Total fleet costs: **down 14%**
- 2010 unplanned savings have exceeded our unplanned expenses thus far.
  - \$400,000 in fleet savings.
  - \$600,000+ military leave savings YTD (July 31st)
  - \$(750,000) spending for MPD costs of school liaisons.
- Although ahead of last year by approximately \$300,000, current fine revenue projections suggest MPD will fall short of 2010 collection budget by \$130,000.
- Attrition: 13 YTD (net), ahead of budget goal of 8 by the end of 2010.
- Planning to submit request for up to 10 additional retirement incentives.

### Challenges:

- Unforeseen events requiring overtime and risk of non-reimbursement.
- Preserving and motivating workforce in face of additional 2011 budget reductions.
- Unpredictability of outcomes on various legal matters.