

City of Lowell

Fiscal Budget

2010—2011



2010-2011 BUDGET SUMMARY

TO: Mayor Jim Hodges and Members of the City Council

The establishment of an operating budget for the fiscal year 2010-2011 provides a schedule of proposed revenues and expenditures. Priorities are confirmed through this process. This document represents many staff hours of work compiling needed equipment and facility requests. These requests were carefully reviewed in terms of limitations of available funds.

The following narrative provides an outline of key elements comprising the City budget for this year:

GENERAL FUND

- **Revenues:** The 2010-2011 General Fund Budget has proposed the rate of \$16.08 (mills) per \$1,000 of Taxable Value. This includes 0.25 mills voted on November, 2002 for operating the Lowell Area Historical Museum. The projected revenues are to decrease from 2.674 to 2.474 million dollars or a 7% decrease.

It was noted that the Taxable Value would increase 2.5% (from 115,392 to 118,327 million dollars). Also, State Shared Revenues are projected to decrease to \$329,272 because of legislative order.

The fund balance is planned to be 9.2% of expected expenditures. The unreserved fund balance has been projected at \$226,751. This is after a mill transfer of \$97,607 to the Local Street Construction Fund.

- **Expenditures:** The General Fund has a total of 2,453 million dollars in expenditures. This represents approximately 5% decrease from the FY 2009-2010 estimated budget.

This reflects a tightening of expenses because of lessened revenues. The primary points in reviewing these accounts are:

1. No cost-of-living increases have been calculated into the budget for employees' salaries.
2. The Police Department budget provides \$15,000 involving the second year of a three year lease to purchase two 2010 cruisers replacing the 2005 Impalas.

With the adoption of the Lowell Area Fire and Emergency Services Authority, a total of \$75,000 is allocated toward fire department operations out of \$215,000 budgeted.

3. The City will continue its refuse collection program whereby residents pay \$1.50 per bag. Yard waste is provided with the residents paying \$2.00 per bag. The City will solicit bids for a new three year trash pickup contract. This is to include recycling at the cost of the residents.

PARKS

A total of \$5,000 is being allocated from the Lee Fund for park maintenance. The Parks and Recreation Commission have set aside seven thousand five hundred dollars (\$7,500) for future projects. Agreements have been signed with the YMCA, Lowell Little League, Lowell Xtreme Softball, Kent County Youth Fair, Lowell Rugby and Lowell Lacrosse providing a pay per participant (\$5) for park usage.

EQUIPMENT FUND

No new purchases are planned. The third year lease on the cemetery pickup truck is \$8,500. The plow truck has a payment (second year) of \$21,000.

LIBRARY

Projects for the Englehardt Public Library include reroof repairs totaling \$60,000 from the Lowell Area Community Fund and LCTV Endowment Fund.

DATA PROCESSING FUND

A total of \$2,000 is planned for the purchase of new Microsoft Office 2010 software to handle the City's financial operations.

AIRPORT FUND

With assistance from the State, the Airport Board is seeking to upgrade the facility to General Utility status enabling the airport to qualify for State grant funds. A \$70,000 loan from the Michigan Aeronautics Commission has assisted in securing air easements enabling tree removals at the ends of the main runway. During this past year, easements have been secured on the west side through a 90% grant from the State of Michigan amounting to a total project of \$234,000. Trees will be cut in this location during the coming year.

The City is into the second year of agreement with Williams Air Power to act as the Fixed Base Operator.

DOWNTOWN DEVELOPMENT AUTHORITY

The DDA has set aside \$150,000 for downtown projects. The renovation of the amphitheater is a planned future project.

CITY HALL CONSTRUCTION BOND FUND

With the sale of \$4,725,000 Building Authority Bonds in July 2002, the City Hall Renovation-Police Station Construction Project commenced. The project was completed and dedicated on July 12, 2003. Payments of \$279,585 for the ninth year of a 30 year bond will be issued.

HISTORICAL DISTRICT FUND

Since 1998, the Lowell Downtown Historic District Commission has granted \$365,000 for the renovation and restoration of 12 downtown buildings. A total of \$50,000 (derived from the Lowell Area Community Fund) is planned for allocation on a match basis.

STREET FUNDS

The City has applied for Small Urban Funding to reconstruct Bowes from 1950 feet to 2900 feet of Valley Vista in FY 2011–12. The remaining road will be improved in FY 2013 – 14.

A total of \$97,607 has been allocated to the Local Street Fund. A milling and repaving project of S. West and S. Pleasant Streets is proposed. Community Development Block Grant funds will be used. Also, \$25,000 is to be utilized for street maintenance.

WASTEWATER FUND

The following rates are proposed to remain

- User rate of \$3.38 per 1,000 gallons per month
- Readiness to serve charge of \$20.10 per residential unit per month

An infiltration study of the wastewater collection system is being completed. A total of \$40,000 has been budgeted for repair and upgrades of the system based on this study. In the coming year, both sanitary pumps at the plant are proposed to be rebuilt (\$12,000).

WATER FUND

The readiness to serve rate is recommended for approval by City Council to remain at \$23.68 per month and consumption charge would remain at \$1.45 per thousand gallons.

The following capital improvement projects for review and consideration include (1) install 450' of 8" water main on the 100 block of N. Center (\$45,000) (2) install 550' of 8" water main on the 200 block of N. Center (\$55,000) and 550' of 8" water main on Heffron (\$55,000) (3) install 550' of 8" water main on West St. (\$55,000) (4) hazard Materials Handling and Disposal (\$50,000) (5) meter reading equipment software (\$30,000) (6) replace mainline valves (\$30,000) (7) funding for Water Treatment Plant (\$10,000) and (8) initial lime pond excavation (\$5,000).

After two public hearings, the City Council will adopt the budget.

I wish to thank the members of the city staff for their work on the budget. In particular, I also thank City Treasurer Suzanne Olin, who spent numerous hours compiling budget funds data and assisting in evaluation of departmental request. Betty Morlock providing the typing for this document. The budget is truly a team effort and would not be possible without it.

Respectfully submitted,

David M. Pasquale
City Manager

GENERAL FUND REVENUE

The major source of revenue in the General Fund is the operating levy. The proposed 2010–2011 budget includes tax revenue calculated on tentative assessed valuations. The following taxable valuations are finalized.

REAL PROPERTY BY CLASSIFICATION

	<u>TAXABLE VALUE</u>	<u>PARCELS</u>	<u>% CHANGE</u>
Exempt		87	
Commercial	\$29,645,077	203	-2.0%
Industrial	13,129,375	43	+19.0%
Residential	<u>62,874,728</u>	<u>1,223</u>	<u>-2.0%</u>
Total	\$105,649,180	1,556	+0.21%

2010-2011 TAXABLE VALUES

	<u>TAXABLE VALUE</u>	<u>PARCELS</u>	<u>% CHANGE</u>
Real Property	105,649,180	1,469	+0.21%
Personal Property	<u>12,677,800</u>	<u>245</u>	<u>+27.2%</u>
Total	\$118,326,980	1,714	+2.54%

NOTE: Taxable value totals are now approximately 13.6% below assessed value totals.

It should be noted that Taxable Value is based on assessments sent to the County Bureau of Equalization. The figures are reflective of the 1993 Proposal A state wide referendum, which limited taxable assessments to the cost of living increase (0.3%). Thus, while property values were higher, the new law placed these limits along with substantially reduced school millage and increased sales tax by 2% (from 4 to 6 percent).

The City millage of \$16.08 per \$1,000 of Taxable Value is recommended reflective of the 1.98 mills allocated for the City Hall – Police Station project (Building Authority Bond) and 0.25 mills voted November 2002 for the Lowell Area Historical Museum.

No Truth-In-Taxation* hearing is necessary since the taxable value (discounting new and loss) is less than the rate of inflation.

Taxable Value totals from Industrial (Public Act 198) Exemption Facilities Certificates are as follows:

INDUSTRIAL	\$4,047,175	14 parcels (representing 7 firms)
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State Shared Revenues is the second major source of income. These revenues include the local unit's share of income tax, sales and use tax and intangibles tax. Allocations from the single business tax have been eliminated with higher shares given from the Sales tax. The basis of the estimates were provided by the State of Michigan, Department of Management and Budget. Revenues received from the State are expected to be \$329,272. This reflects a recent cut given through the State. Dependent on anticipated sales tax revenues, Revenue Sharing could go lower.

Licenses and Permit Fees provide a relatively small contribution to the General Fund. Imperial Municipal Services, Inc. conducts all building inspection service with fees paid directly to IMS. A ten percent return on building permits is provided to the City from IMS and accounted for under Other Income (\$1,300). The majority of monies collected (\$21,000.00) are collected from the Cable Television Franchise fee.

No Federal Grants have been anticipated and therefore none have been budgeted.

Cemetery Fees have been projected to be \$6,000, which is approximately \$1,000 less than last fiscal year. Last year, there were 22 burials at Oakwood Cemetery which is nine less than those conducted in 2008.

The purchase of grave lots is allocated to the Cemetery Trust Fund (perpetual care). Currently, this fund has investments valued at \$295,594. Interest earned (\$12,000.00) is then transferred to the General Fund for operations.

Contributions from local units are primarily from the Kent District Library (\$7,741) for maintenance and upkeep of the Englehardt Public Library.

Other Income derived includes such fees as zoning, fire/rescue (from Lowell and Vergennes townships) and animal care. The most prominent areas are interest (\$7,000), police fines (\$7,500), sale of garbage and leaf bags (\$61,000), passports (\$1,000) and park user fees (\$9,500).

A total of \$30,000 has been budgeted as revenue for tower leases.

*A Truth-In-Taxation hearing is required when the current year's taxable value exceeds the prior year's taxable value by more than the rate of inflation. The purpose of the hearing is to publicly disclose the dollar amount taxes will increase due to the increase in taxable values.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
101-000-402.000	CURRENT PROPERTY TAX-REAL	1,392,958	1,454,891	1,450,000	1,404,798
	CURRENT PROPERTY TAX-				
101-000-410.000	PERSONAL	126,518	112,000	100,000	140,325
101-000-423.000	IN LIEU OF TAXES	235,375	245,000	245,000	245,000
101-000-434.000	COMMERCIAL FACILITY TAX				
101-000-437.000	INDUSTRIAL FACILITY TAX		12,300	500	500
101-000-439.000	TRAILER FEES	235	900	120	100
101-000-445.000	PENALTIES AND INTEREST	3,813	8,000	4,500	4,000
101-000-451.000	BUSINESS LIC & APPLICATION FEE	425		1,225	1,000
101-000-452.000	CABLE TV FRANCHISE FEES	20,670	20,000	20,000	21,000
101-000-453.000	CABLE TV GRANT			10,000	
101-000-476.000	NON-BUSINESS LIC. & PERMITS				
101-000-480.000	BUILDING PERMITS				
101-000-481.000	ELECTRICAL PERMITS				
101-000-482.000	MECHANICAL PERMITS				
101-000-505.000	FEDERAL GRANT-D.A.R.E.				
101-000-506.000	FEDERAL GRANT-C.O.P.S.				
101-000-507.000	FEDERAL GRANT FEMA				
101-000-508.000	FEDERAL GRANTS				
101-000-543.000	STATE GRANTS-PUBLIC SAFETY	10,035		3,620	2,000
101-000-569.000	STATE GRANT				
101-000-574.000	SINGLE BUSINESS TAX				
101-000-575.000	STATE INCOME TAX				
101-000-576.000	SALES TAX	377,284	379,631	329,272	329,272
101-000-577.000	STATE LIQUOR LICENSE	14	3,300		
101-000-578.000	STATE JUSTICE TRAINING FUND	1,597	1,100	1,100	1,100
101-000-579.000	RETURN-INVENTORY TAX				
101-000-589.000	TOWNSHIP CONTRIB/FIRE DEPT				
101-000-590.000	TOWNSHIP CONTRIB/LIBRARY				
101-000-591.000	KENT DIST CONTRIB/LIBRARY	9,676	7,741	7,741	7,741
	CONTRIBUTIONS GRAND RAPIDS				
101-000-592.000	FOUNDATION				
	KENT COUNTY YOUTH FAIR				
101-000-593.000	CONTRIBUTIONS	2,035	500	715	500
101-000-594.000	SHOWBOAT CONTRIBUTION				
101-000-595.000	LOWELL RESCUE UNIT DONATIONS				
101-000-596.000	TREE FUND	35,883		17,999	
	ROCKFORD AMBULANCE ADDITION				
101-000-597.000	PROCEEDS				
101-000-608.000	ANIMAL CARE FEES				
101-000-610.000	ZONING VARIANCE APP FEES	100	250	100	100
101-000-612.000	REZONING APPLICATION FEES				
101-000-614.000	SPECIAL USE APPLICATION FEE	750	250	1,250	750

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
101-000-615.000	SITE PLAN REVIEW FEE	25			
101-000-616.000	PASSPORT APPLICATION FEE	1,968	3,500	1,800	1,000
101-000-624.000	SALVAGE INSPECTION FEES				
101-000-625.000	POLICE WITNESS FEES				
101-000-626.000	REPORTS & FINGERPRINT FEES	1,660	600	1,700	1,500
101-000-626.001	PBT TEST	1,058	1,200	2,000	2,000
101-000-627.000	BUILDING INSPECTOR FEES	1,878	1,000	1,300	1,300
101-000-632.000	FIRE/RESCUE SERVICE	83,847		40,478	
101-000-634.000	GRAVE OPENINGS	9,460	8,500	7,000	6,000
101-000-643.000	CEMETERY LOT SALES				
101-000-644.000	SALE-ALLIED WASTE ORANGE BAGS	49,193	50,000	50,000	50,000
101-000-645.000	SALES-BLACK GARBAGE BAGS	55			
101-000-646.000	SALES-YELLOW TRASH BAGS				
101-000-646.001	SALES-LEAF BAGS/SVC	10,449	11,000	10,000	11,000
101-000-648.000	CITY FLAGS				
101-000-650.000	HISTORIC DISTRICT BOOKS	10			
101-000-651.000	SHOWBOAT FEES	140			
101-000-652.000	CREEKSIDE PARK REVENUE	1,340	600	1,000	900
101-000-653.000	PARK USER FEES	9,387	8,000	9,400	9,500
101-000-660.000	POLICE FINES	7,284	7,000	7,300	7,500
101-000-660.001	OUTLINES FINES	3,125	1,000	4,000	3,000
101-000-660.002	SEX OFFENDER FEES				
101-000-660.003	CIVIL INFRACTION FINES	100		400	400
101-000-661.000	POLICE SEIZURES				
101-000-662.000	POLICE DVD/CD SALES	127		250	50
101-000-665.000	INTEREST	9,337	9,000	7,000	7,000
101-000-665.001	INTEREST-FIRE TRUCK RESERVE	157	200	50	50
101-000-665.003	INTEREST-SPECIAL ASSESSMENT	5,778			
101-000-665.004	INTEREST-VEHICLE REPLACE RESV				
101-000-667.000	RENTAL FEES				
101-000-672.000	DOG PARK DONATIONS	9,622		1,700	500
101-000-673.000	SALE OF FIXED ASSETS			1,550	
101-000-674.000	SKATEBOARD PARK DONATIONS	500			
101-000-675.000	CONTRIBUTION FOR DARE PROGRAM				
101-000-676.000	INSURANCE RECOVERIES	1,777		2,382	
101-000-677.000	MISCELLANEOUS	22,922	10,000	5,000	5,000
101-000-684.000	ROTARY CLUB RENTAL FEES	3,375	3,600	3,600	3,600
101-000-685.000	REIMB UTIL CHAMBER OF COMMERCE	720	1,440	1,440	1,400
101-000-686.000	REIMB. MUSEUM UTILITIES		2,400	2,400	2,400
101-000-687.000	REFUNDS				

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
101-000-695.001	PROCEEDS FROM CAPITAL LEASE			44,001	
101-000-695.002	PROCEEDS FROM TOWER LEASE	2,200	2,400	1,000	1,000
101-000-695.003	PROCEEDS FROM ALLTELL TOWER	28,385	27,000	27,000	29,000
101-000-695.004	PROCEEDS FROM CABLE				
101-000-698.000	EQUIPMENT ROOM LEASE	4,800			
	BOND PROCEEDS				
101-000-699.248	TRANSFER FROM D.D.A.	140,000	140,000	140,000	140,000
101-000-699.470	TRANSFER FROM CITY HALL				
	CONSTRUCTION				
101-000-699.636	TRANSFER FROM DATA				
	PROCESSING FUND				
101-000-699.661	TRANSFER FROM EQUIPMENT				
	FUND				
101-000-699.711	TRANSFER FROM CEMETERY FUND	13,521	10,000	10,000	12,000
101-000-699.714	TRANSFER FROM LEE FUND	5,000	5,000	5,000	5,000
101-000-699.715	TRANSFER FROM LOOK FUND	15,000	15,000	15,000	15,000
101-000-699.899	TRANSFER FROM IMPROVEMENT				
	FUND				
Totals for dept 000-		2,670,481	2,564,303	2,674,393	2,474,286
		2,670,481	2,564,303	2,674,393	2,474,286

ADMINISTRATIVE AND GENERAL GOVERNMENT

GENERAL FUND EXPENDITURES

COUNCIL

The City Council is responsible for legislative or policy-forming powers of the City. Meeting the first and third Mondays of each month, the Council approves the operating budget and its amendments, adopts ordinances and provides the critical link between citizenry and the functions of local government.

The Council consists of five members elected in staggered terms. Every two years, the two receiving the highest number of votes are awarded four-year terms. The third highest receives a two year term. From amongst its membership, a mayor and mayor pro tem are selected every two years. In November, 2011, the voters will cast ballots for these three positions. City Councilmembers receive \$38 per meeting with a maximum of 35 meetings totally \$1,330. The Mayor has compensation of \$43 per meeting with a maximum of \$35 meetings totalling \$1,505.

In the budget, Mayor Exchange (\$1,500), gifts for Boards and Commissions and miscellaneous memorials (\$2,500). Membership fees for the Michigan Municipal League (\$2,732) in addition to the Grand Valley Metro Council (\$1,726) and Conferences and Conventions (\$1,500) are among the activities allocated.

MANAGER

As appointed by the City Council, the City Manager is responsible for organizing and supervising City operations. Among the Manager's duties are advising Council in its policy deliberations, supervising staff through department heads, providing overall budget administration and coordinating city planning activities. Also, staff responsibilities for the Downtown Development Authority are handled through the City Manager.

Seventy percent (70%) of the Manager's salary is allocated in this activity with the remaining between Public Works (5%), Major (2%) and Local (2%) Streets, Water (9.5%), Wastewater (9.5%) and Downtown Development Authority (2%). Spending is projected to be \$88,685 which is approximately the same as budgeted last year.

Funds have been set aside for Professional Services (used for the City audit, consultant assistance as needed and personnel training - \$1,800), Conferences and Conventions (\$1,000) and Miscellaneous expenses for professional association dues (\$1,600).

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
EXPENDITURES					
Dept 101-COUNCIL					
101-101-707.000	SALARIES-TEMPORARY	6,926	7,000	7,070	7,070
101-101-715.000	SOCIAL SECURITY	530	535	541	535
101-101-722.000	WORKERS COMPENSATION	12	50	50	50
101-101-727.000	OFFICE SUPPLIES	147	300	300	300
101-101-801.000	PROFESSIONAL SERVICES				
101-101-860.000	TRAVEL EXPENSES	61	200	200	200
101-101-864.000	CONFERENCES & CONVENTIONS	3,137	1,500	1,500	1,500
101-101-880.000	COMMUNITY PROMOTION	4,943	4,000	4,000	4,000
101-101-900.000	PRINTING			151	
101-101-955.000	MISCELLANEOUS EXPENSE	4,467	4,500	4,500	4,500
101-101-980.000	EQUIPMENT				
Totals for dept 101-COUNCIL		20,223	18,085	18,312	18,155

Dept 172-MANAGER					
101-172-702.000	SALARIES-PERMANENT	62,514	59,999	60,000	60,000
101-172-715.000	SOCIAL SECURITY	4,838	4,590	4,590	4,600
101-172-716.000	HEALTH INSURANCE	8,227	8,465	8,500	9,300
101-172-717.000	LIFE INSURANCE	126	129	129	130
101-172-718.000	PENSION	6,992	7,080	7,080	7,200
101-172-719.000	ACCRUED VACATION/SICK LEAVE	774	694	694	700
101-172-720.000	HOLIDAY PAY				
101-172-721.000	LONGEVITY	488	488	455	488
101-172-722.000	WORKERS COMPENSATION	223	175	175	200
101-172-723.000	DENTAL INSURANCE	388	416	416	416
101-172-724.000	EYECARE	106	119	119	120
101-172-725.000	DISABILITY INSURANCE	725	711	711	711
101-172-726.000	ACCRUED WAGES				
101-172-801.000	PROFESSIONAL SERVICES	1,800	1,800	1,800	1,800
101-172-850.000	COMMUNICATIONS				
101-172-860.000	TRAVEL EXPENSES	134		50	50
101-172-864.000	CONFERENCES & CONVENTIONS	254	1,000	1,000	1,000
101-172-880.000	COMMUNITY PROMOTION				
101-172-910.000	INSURANCE	347		350	350
101-172-955.000	MISCELLANEOUS EXPENSE	2,315	1,600	1,600	1,600
Totals for dept 172-MANGER		90,251	87,266	87,669	88,665

ELECTIONS

The election activity provides to meet the level of service required by law to conduct city, state and national elections.

This year's budget reflects the costs for the Primary (August 3) and General (November 2) elections. The gubernatorial and congressional races are scheduled during these times.

ASSESSOR

The assessor maintains detailed information on all real and personal property in the City. This information is used to prepare assessed valuations needed for preparation of tax rolls.

The City maintains an employment agreement with Jeffrey and Debra Rashid signed in April, 2010 (who holds Level 2 and Level 3 State certifications respectively) to perform assessment services. The agreement provides a yearly salary of \$36,000 devoting at least sixteen hours a week to carry out their duties.

The Board of Review meets usually during the second week of March to review the city assessment roll and hear assessment appeals from property owners. Salaries for the Board of Review are estimated at \$400.

ATTORNEY

Richard A. Wendt of Dickinson Wright PLLC has served as City Attorney since April 1981. The Attorney's duties include review of contracts, preparation of legal opinions and ordinances and prosecution of violators of law. At its August 18, 2008 meeting, the Council approved an extension of an agreement designating Dickinson Wright's to provide legal services and Wendt as legal counsel. The compensation rate is \$145 an hour from September 30, 2008 to September 30, 2010.

The budget for the Attorney largely depends on events not easily forecast. Therefore, expenses estimated this year equates to the \$28,000.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 191-ELECTIONS					
101-191-707.000	SALARIES-TEMPORARY	4,777	3,500	3,500	3,500
101-191-709.000	SALARIES-OVERTIME				
101-191-715.000	SOCIAL SECURITY			300	300
101-191-722.000	WORKERS COMPENSATION	16	50		50
101-191-725.000	DISABILITY			300	300
101-191-740.000	OPERATING SUPPLIES	696	1,500	1,500	1,500
101-191-802.000	CONTRACTUAL	266	630	630	600
101-191-860.000	TRAVEL EXPENSES	60	100	100	100
101-191-864.000	CONFERENCES & CONVENTIONS		200	200	200
101-191-900.000	PRINTING	561	1,000	1,000	1,000
101-191-930.000	REPAIR & MAINTENANCE				
101-191-940.000	RENTALS				
101-191-941.000	DATA PROCESSING				
101-191-955.000	MISCELLANEOUS EXPENSE	227	200	200	200
101-191-957.000	TRAINING				
101-191-980.000	EQUIPMENT		335	335	335
101-191-986.000	COMPUTER EQUIPMENT				
Totals for dept 191-ELECTIONS		6,603	7,515	8,065	8,085
Dept 209-ASSESSOR					
101-209-702.000	SALARIES-PERMANENT	34,075	35,100	20,900	38,000
101-209-707.000	SALARIES-TEMPORARY	480	400		
101-209-715.000	SOCIAL SECURITY	2,643	2,700	650	2,754
101-209-722.000	WORKERS COMPENSATION	369	650	650	450
101-209-726.000	ACCRUED WAGES				
101-209-740.000	OPERATING SUPPLIES	6	600	2,000	1,000
101-209-801.000	PROFESSIONAL SERVICES	560	500	500	500
101-209-802.000	CONTRACTUAL	533	500	14,900	8,000
101-209-850.000	COMMUNICATIONS				
101-209-860.000	TRAVEL EXPENSES	628	550	200	550
101-209-900.000	PRINTING	1,510	1,500	1,500	1,700
101-209-941.000	DATA PROCESSING				
101-209-955.000	MISCELLANEOUS EXPENSE	45		105	100
Totals for dept 209-ASSESSOR		40,849	42,500	41,405	51,054
Dept 210-ATTORNEY					
101-210-801.000	PROFESSIONAL SERVICES	30,420	28,000	25,000	28,000
Totals for dept 210-ATTORNEY		30,420	28,000	25,000	28,000

CLERK/GENERAL OFFICE

This activity is the cost center for office supplies, postage and telephone services primarily for City Hall operations. The budget provides for 100% of the City Clerk's salary and 50% of the Deputy City Clerk/Account Clerk. Also, 30% of the part-time Receptionist/Clerk Typist who provides support to the City Manager, City Clerk and City Treasurer as well as 10% of the Deputy City Treasurer are included in this budget.

An amount of \$3,500 has been allocated for general office supplies, \$5,000 for postage, with \$9,000 for printing minutes and notices, updating the Code of Ordinances \$3,500 and \$7,000 for telephone services (communications). Conferences and conventions have been allocated \$800. Overall, this budget amounts to \$136,896.

TREASURER/FINANCE

The duties in the Treasurer/Finance Department are under the direction of Suzanne Olin who is designated as City Treasurer. The City Treasurer collects and deposits all city funds. Also, the City Treasurer assists the City Manager in the compiling of the annual budget and evaluating departmental requests. The Treasurer serves in chief financial officer capacity, planning and directing the maintenance of city accounting records. Lori Gerard, Deputy City Treasurer, provides a coordinator role in the areas of insurance as well as supervising payroll, utility and airport billing and invoicing.

The personnel levy within this activity includes 70% of the Treasurer's salary and 10% of the Deputy City Treasurer position is provided within this activity. Wages for the Receptionist/Clerk Typist and the Deputy City Clerk are additionally included at 30%.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 215-CLERK					
101-215-702.000	SALARIES-PERMANENT	71,217	67,258	67,258	67,258
101-215-707.000	SALARIES-TEMPORARY				
101-215-709.000	SALARIES-OVERTIME	5,828	7,000	7,000	7,000
101-215-715.000	SOCIAL SECURITY	5,451	6,200	6,200	6,200
101-215-716.000	HEALTH INSURANCE	15,065	18,723	15,000	16,500
101-215-717.000	LIFE INSURANCE	270	296	296	300
101-215-718.000	PENSION	7,504	8,135	8,135	8,200
101-215-719.000	ACCRUED VACATION/SICK LEAVE	628	803	803	803
101-215-721.000	LONGEVITY	985	975	975	975
101-215-722.000	WORKERS COMPENSATION	281	210	210	300
101-215-723.000	DENTAL INSURANCE	876	1,004	1,004	1,000
101-215-724.000	EYECARE	304	353	353	353
101-215-725.000	DISABILITY	771	807	807	807
101-215-726.000	ACCRUED WAGES				
101-215-727.000	OFFICE SUPPLIES	3,687	2,500	3,500	3,500
101-215-730.000	POSTAGE	6,571	5,000	5,000	5,000
101-215-850.000	COMMUNICATIONS	7,702	7,000	7,000	7,000
101-215-860.000	TRAVEL EXPENSES	404	400	400	400
101-215-864.000	CONFERENCES & CONVENTIONS	1,443	800	800	800
101-215-900.000	PRINTING	11,379	10,000	8,000	9,000
101-215-910.000	INSURANCE				
101-215-930.000	REPAIR & MAINTENANCE				
101-215-940.000	RENTALS				
101-215-941.000	DATA PROCESSING				
101-215-955.000	MISCELLANEOUS EXPENSE	786	1,000	1,000	1,000
101-215-980.000	OFFICE EQUIPMENT	453	600	600	500
Totals for dept 215-CLERK		141,605	139,064	134,341	136,896

Dept 253-TREASURER

101-253-702.000	SALARIES-PERMANENT	78,022	78,323	72,000	72,000
101-253-707.000	SALARIES-TEMPORARY	1,458			
101-253-709.000	SALARIES-OVERTIME				
101-253-715.000	SOCIAL SECURITY	6,008	7,000	7,000	7,000
101-253-716.000	HEALTH INSURANCE	19,766	23,119	23,119	25,431
101-253-717.000	LIFE INSURANCE	297	314	314	314
101-253-718.000	PENSION	8,178	8,674	8,674	9,000
101-253-719.000	ACCRUED VACATION/SICK LEAVE	617	1,039	1,039	1,039
101-253-721.000	LONGEVITY	1,030	1,021	1,021	1,021
101-253-722.000	WORKERS COMPENSATION	313	260	260	260
101-253-723.000	DENTAL INSURANCE	948	1,051	1,051	1,050
101-253-724.000	EYECARE	373	417	417	417
101-253-725.000	DISABILITY	957	968	968	968
101-253-726.000	ACCRUED WAGES				

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
101-253-727.000	OFFICE SUPPLIES	503	1,000	1,000	1,000
101-253-740.000	OPERATING SUPPLIES	1,935		100	100
101-253-801.000	PROFESSIONAL SERVICES	929	1,500	1,500	1,500
101-253-850.000	COMMUNICATIONS				
101-253-860.000	TRAVEL EXPENSES	45	150		50
101-253-864.000	CONFERENCES & CONVENTIONS				
101-253-900.000	PRINTING				
101-253-910.000	INSURANCE	347		325	350
101-253-940.000	RENTALS		8,000	8,000	5,000
101-253-941.000	DATA PROCESSING				
101-253-955.000	MISCELLANEOUS EXPENSE	745	500	500	500
Totals for dept 253-TREASURER		122,471	133,336	127,288	127,000

PLANNING

Under the new Public Act 33 of 2008, the Planning Commission is charged with preparing, adopting and maintaining a master plan for the city. The plan is a policy guide with regard to all matters affecting the physical development of the city. The Commission also approves site development plans, special use permits and recommends zoning ordinance amendments to the Council. The seven Commissioners which include a Councilmember are appointed by the Mayor for three-year terms, eligible for reappointment.

This item allocates funds for planning commission training including conferences and conventions as needed (\$500). As required by the Commission, \$500 for membership with the Michigan Association of Planning (a merger of the Michigan Society of Planning Officials and the Michigan Chapter of the American Planning Association), and \$500 for public meeting expenses as well as \$800 for miscellaneous expenses.

On November 2, 1999, voters approved a charter amendment providing compensation to the Planning Commissioners. The City Council adopted at its December 6, 1999 meeting, a resolution giving each Commissioner \$25 per meeting to a maximum of \$325 per year (allowing for 11 meetings and 2 work sessions). An amount of \$2,300 has been included in the budget for compensation in consideration of valuable time spent.

The Commission approved the updating of the Master Plan at its October 22, 2007 meeting with the City Council accepting the document on November 5, 2007. As prepared by McKenna Associates the Plan outlines goals and directions for City growth and development.

2010-2011 FISCAL BUDGET
GENERAL FUND - PLANNING

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 400-PLANNING					
101-400-707.000	SALARIES-TEMPORARY	2,050	2,600	2,000	2,000
101-400-715.000	SOCIAL SECURITY	157	210	200	200
101-400-722.000	WORKERS COMPENSATION	6	100	100	100
101-400-801.000	PROFESSIONAL SERVICES	70	500	500	500
101-400-864.000	CONFERENCES & CONVENTIONS		500	500	500
101-400-900.000	PRINTING	295	1,000	500	500
101-400-955.000	MISCELLANEOUS EXPENSE	634	800	800	800
Totals for dept 400-PLANNING		3,212	5,710	4,600	4,600

PUBLIC SAFETY



POLICE

The police department operates 24 hours per day for the protection of all citizens. Police Officers handle such assignments as traffic complaints, parking violations, domestic complaints, and investigations of criminal activities. Also, nuisance complaints such as inoperable vehicles and litter are handled through this department. Civic public relations (e.g. Bicycle Safety) are an important aspect of the department functions.

With the retirement of Jim Valentine, James Hinton has been appointed Police Chief effective April 6, 2009. Chief Hinton has served as an Officer with the department since September 7, 1992 and as Sergeant since January 22, 2006 bringing a wealth of experience to this position.

The budget proposes a staffing level of six full-time officers: the chief, sergeant and four officers. One of the officers has investigation responsibilities. Police officers will be available to work with School Building Administration when dealing with school rule violations which may be criminal in nature.

Two clerk-dispatchers cover the 6 a.m. to 5:00 p.m. shift. Both work 40 hours per week under this budget.

Six to nine part-time certified officers supplement the staffing needs. Extra shift coverage is requested periodically for school events and community activities. The Department also responds to complaints concerning strays and vicious animals. The Animal Control Officer position is eliminated. The patrol officers will respond and handle all domestic animal calls.

The City will continue to contract with the City of Walker for dispatching off-hours until October, 2010 at a cost of \$2,000 a month. Then, the City will have dispatching through the Kent County Sheriff's Department at a current rate of \$20,000.

The department operates six police cruisers (four fully marked, one for administrative and special police functions and one unmarked for detective purposes). These are maintained and replaced through the Police Budget rather than the Equipment Fund. This was initiated because Police vehicles are not utilized by a number of departments. Also, the actual costs of operation can be better reviewed. The RSVP (Retired Senior Volunteer Program) vehicle has been provided through donations. The department has three mountain bikes used for patrol, one of which is donated.

Training and education continues to be an important element of police operations. Public Act 302 states shared revenues are available for this purpose. Receipt of these funds requires that the City not cut back on its level of funding for training and that Act 302 monies be used over and above City funding.

The following capital expenditures has been planned:

- pay the second year (three year total) lease for two 2010 patrol cars at \$7,500 each. These would replace the two 2005 Impalas.

No further change in the level of service is planned for fiscal year 2010-2011. Police protection is a labor intensive service with such costs representing 80.17% of the police department budget. It is also noted that the Police budget is approximately 32.91% of the General Fund, the single largest of the Fund.

2010-2011 FISCAL BUDGET
GENERAL FUND - POLICE DEPARTMENT

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 301-POLICE DEPARTMENT					
101-301-702.000	SALARIES-PERMANENT	403,411	372,579	350,000	379,000
101-301-707.000	SALARIES-TEMPORARY	56,566	30,000	70,000	37,200
101-301-709.000	SALARIES-OVERTIME	25,814	25,000	15,000	25,000
101-301-710.000	SALARIES-LIQUOR ENFORCEMENT				
101-301-711.000	SALARIES-SALVAGE INSPECTION				
101-301-715.000	SOCIAL SECURITY	39,756	40,000	35,000	40,000
101-301-716.000	HEALTH INSURANCE	63,267	84,579	64,000	73,600
101-301-717.000	LIFE INSURANCE	1,302	1,478	1,478	1,500
101-301-718.000	PENSION	49,736	46,114	46,114	46,114
101-301-719.000	ACCRUED VACATION/SICK LEAVE	9,024	12,255	12,255	12,255
101-301-720.000	HOLIDAY PAY	9,484	10,000	10,000	10,000
101-301-721.000	LONGEVITY	3,380	4,030	4,030	4,030
101-301-722.000	WORKERS COMPENSATION	9,376	9,500	9,500	9,500
101-301-723.000	DENTAL INSURANCE	3,425	4,362	4,361	4,362
101-301-724.000	EYECARE	1,716	1,999	1,999	1,999
101-301-725.000	POLICE DISABILITY INS	4,551	4,721	4,721	4,721
101-301-726.000	ACCRUED WAGES				
101-301-727.000	OFFICE SUPPLIES	1,372	2,100	2,100	2,100
101-301-740.000	OPERATING SUPPLIES	2,689	3,150	3,150	3,150
101-301-741.000	FUEL	12,172	15,000	12,500	15,000
101-301-743.000	AMMUNITION	1,957	3,150	3,150	3,000
101-301-744.000	UNIFORMS	7,250	7,500	7,500	7,000
101-301-802.000	CONTRACTUAL	2,157	4,400	4,400	3,920
101-301-803.000	DISPATCHING SERVICES	21,000	23,000	23,000	20,500
	LAW ENFORCEMENT				
101-301-804.000	INFORMATION SERVICES	2,677	3,100	3,100	3,100
101-301-850.000	COMMUNICATIONS	12,051	12,000	12,000	12,000
101-301-860.000	TRAVEL EXPENSES	40	600	600	500
101-301-864.000	CONFERENCES & CONVENTIONS	26	1,300	900	1,200
101-301-880.000	CHILD WATCH				
101-301-910.000	INSURANCE	9,395	12,000	9,400	9,500
101-301-930.000	R & M EQUIPMENT	3,265	4,500	4,500	4,500
101-301-931.000	R & M POLICE CARS	14,284	15,000	15,000	15,000
101-301-940.000	RENTALS				
101-301-955.000	MISCELLANEOUS EXPENSE	2,456	3,000	3,000	3,000
101-301-956.000	D.A.R.E. PROGRAM				
101-301-957.000	TRAINING	1,405	4,500	4,500	4,500
101-301-958.000	MI CRIMINAL JUSTIS TRAIN.FUNDS	1,820	1,874	1,874	1,312
101-301-959.000	DRUG ENFORCEMENT				
101-301-980.000	OFFICE EQUIPMENT	2,010	2,250	2,250	2,250
101-301-981.000	POLICE VEHICLES	1,128	30,104	58,008	15,000
101-301-984.000	EQUIPMENT	18,536	5,000	5,000	30,000
101-301-986.000	COMPUTER EQUIPMENT	3,299	6,000	6,000	4,000
Totals for dept 301-POLICE DEPARTMENT		801,797	806,145	810,390	809,813

FIRE/RESCUE

The functions of the fire department are fire prevention, public education and awareness, life safety, fire suppression, hazardous material management, fire fighter training and fire investigation. The department covers a 60 square mile area including Vergennes Township and the upper two thirds of Lowell Charter Township.

The Lowell Area Fire and Emergency Services Authority was created in November, 2008 to provide a greater cooperation of oversight and sharing of department expenses.

A six member board meets to provide this review. Costs are allocated by property values, populations and numbers of fire runs.

Also, the department has incorporated responsibilities of Lowell Area Rescue. This service has since 1973 provided a first response to medical emergencies and accidents before an ambulance would transport to a hospital. In April of 1990, the Rescue was transferred from the Police to the Fire Department, consolidating emergency services into one building.

Currently, 26 volunteers are cross-trained to serve on the Fire/Rescue Department, while one is medical only.

With the adoption of the Authority, a new budget is created for the department. \$75,000 is planned for City expenditures out of \$215,000 with Lowell Charter and Vergennes Townships contributing the remaining.

2010-2011 FISCAL BUDGET
GENERAL FUND - FIRE

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 336-FIRE					
101-336-702.000	SALARIES-PERMANENT	1,100			
101-336-703.000	SALARIES-CUSTODIAL	1,488			
101-336-707.000	SALARIES-TEMPORARY	100,012		8,899	
101-336-709.000	SALARIES-OVERTIME	135			
101-336-715.000	SOCIAL SECURITY	7,932		693	
101-336-717.000	ACCIDENT INSURANCE				
101-336-722.000	WORKERS COMPENSATION	4,404			
101-336-726.000	ACCRUED WAGES				
101-336-727.000	OFFICE SUPPLIES	619			
101-336-740.000	OPERATING SUPPLIES	12,487			
101-336-741.000	FUEL	3,423			
101-336-775.000	BUILDING MAINT & SUPPLIES	4,931			
101-336-776.000	ROCKFORD AMBULANCE ADDITION				
101-336-850.000	COMMUNICATIONS	3,492			
101-336-860.000	TRAVEL EXPENSES	2,827			
101-336-910.000	INSURANCE	2,541			
101-336-920.000	PUBLIC UTILITIES	15,119			
101-336-930.000	REPAIR & MAINTENANCE	4,536			
101-336-931.000	R & M/VEHICLES	17,637			
101-336-940.000	RENTALS	1,266	500		
101-336-941.000	DATA PROCESSING				
101-336-944.000	HYDRANT RENTALS		6,000		
101-336-955.000	MISCELLANEOUS EXPENSE	4,621			
101-336-957.000	TRAINING	4,293			
101-336-959.000	CONTINGENCY CIVIL DEFENSE AMBULANCE BLDG				
101-336-975.000	IMPROVEMENTS				
101-336-981.000	FIRE & RESCUE VEHICLES		5,400		
101-336-984.000	EQUIPMENT				
101-336-985.000	FIRE COMMISSION PAYMENT		75,000	75,000	75,000
101-336-986.000	COMPUTER EQUIPMENT				
Totals for dept 336-FIRE		192,863	86,900	84,592	75,000

AMBULANCE

In accordance with City Council action of April, 1988, contributions have been allocated for the establishment of a local ambulance service. Lowell Ambulance, a subsidiary of Rockford Ambulance, has provided this service.

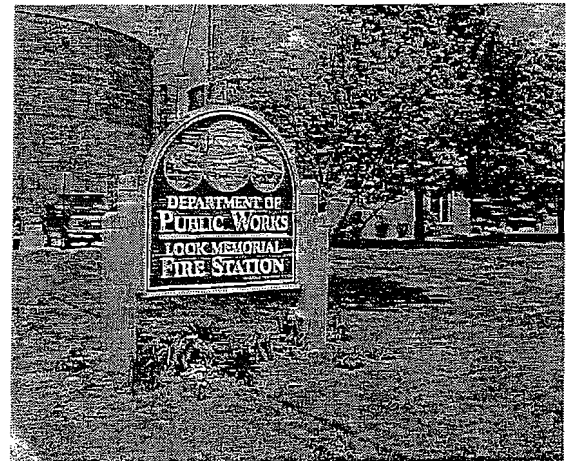
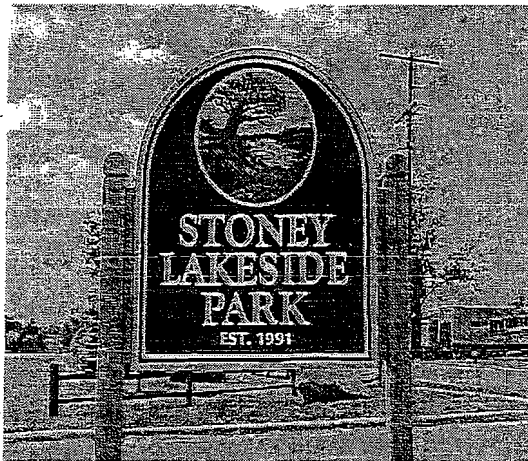
A 2,170 square foot ambulance building adjacent to the Look Memorial Fire Station has been constructed. In conjugation with the City, Lowell and Vergennes Townships, the \$303,000 structure will address space needs of Lowell Ambulance.

As part of an agreement with Rockford Ambulance, the City is contributing \$16,000 over five years toward construction costs. Thus, \$3,600 (the fourth payment out of five) has been budgeted. City service contributions during this time have been eliminated.

2010-2011 FISCAL BUDGET
GENERAL FUND - AMBULANCE

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 651-AMBULANCE					
	CONTRACTUAL SERVICES-				
101-651-802.000	AMBULANCE	3,776	3,600	3,632	3,600
Totals for dept 651-AMBULANCE		3,776	3,600	3,632	3,600

PUBLIC WORKS PARKS AND RECREATION



CITY HALL

This activity includes cleaning services (\$6,000), insurance (\$4,000), as well as heating/air-conditioning maintenance, public utilities (\$35,000) and miscellaneous repairs to the City Hall building.

A total of \$7,000 has been set aside for necessary repairs.

CEMETERY

The cemetery activity includes all care and maintenance (grass mowing and trimming) of Oakwood Cemetery. In addition, gravesites are sold and recorded, graves excavated and funerals expedited. During 2009, 22 burials took place at Oakwood.

No planned improvements are contemplated for the cemetery this year. But, a new cemetery office/maintenance building has been placed in the Capital Improvements Plan and will be considered as funds become available. Additionally, an allocation of \$13,000 for summer employment will assist during the intensive maintenance periods.

ENGINEERING/BUILDING INSPECTION.

Funds have been provided on a contractual basis (\$7,000) to Imperial Municipal Services, Inc. of Rockford to perform code enforcement work and issue sign permits.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 265-CITY HALL					
101-265-702.000	SALARIES-PERMANENT	1,360		1,700	1,500
101-265-707.000	SALARIES-TEMPORARY	426		491	
101-265-709.000	SALARIES-OVERTIME	58		100	50
101-265-715.000	SOCIAL SECURITY	141		311	115
101-265-722.000	WORKERS COMPENSATION				
101-265-740.000	OPERATING SUPPLIES	1,491	1,500	1,600	1,600
101-265-775.000	BUILDING MAINT & SUPPLIES				
101-265-802.000	CONTRACTUAL	5,503	11,000	6,000	6,000
101-265-910.000	INSURANCE	1,882	8,500	3,500	4,000
101-265-920.000	PUBLIC UTILITIES	34,057	40,000	35,000	35,000
101-265-930.000	REPAIR & MAINTENANCE	12,342	4,000	6,000	7,000
101-265-940.000	RENTALS	602		900	900
101-265-975.000	BUILDING IMPROVEMENTS				
Totals for dept 265-CITY HALL		57,862	65,000	55,602	56,165

Dept 276-CEMETERY

101-276-702.000	SALARIES-PERMANENT	21,128	21,456	22,000	22,000
101-276-707.000	SALARIES-TEMPORARY	11,197	13,000	13,000	13,000
101-276-709.000	SALARIES-OVERTIME	1,079	800	800	800
101-276-715.000	SOCIAL SECURITY	2,533	2,850	2,850	2,000
101-276-716.000	HEALTH INSURANCE	7,138	7,980	7,980	8,777
101-276-717.000	LIFE INSURANCE	99	105	105	110
101-276-718.000	PENSION	2,401	2,666	2,666	3,000
101-276-719.000	ACCRUED VACATION/SICK LEAVE	159	290	290	300
101-276-721.000	LONGEVITY	377	377	377	400
101-276-722.000	WORKERS COMPENSATION	886	1,000	1,000	1,000
101-276-723.000	DENTAL INSURANCE	370	414	414	450
101-276-724.000	EYECARE	164	174	174	175
101-276-725.000	DISABILITY	252	259	259	260
101-276-726.000	ACCRUED WAGES				
101-276-727.000	OFFICE SUPPLIES		25	210	200
101-276-740.000	OPERATING SUPPLIES	3,728	3,050	3,050	4,100
101-276-744.000	UNIFORMS		150	150	150
101-276-801.000	PROFESSIONAL SERVICES		200	200	200
101-276-802.000	CONTRACTUAL	1,050	580	1,000	2,000
101-276-850.000	COMMUNICATIONS	638	580	580	600
101-276-860.000	TRAVEL EXPENSES		50	50	50
101-276-864.000	CONFERENCES & CONVENTIONS		200	200	450
101-276-900.000	PRINTING		400	400	400
101-276-910.000	INSURANCE	1,668	1,600	3,100	1,700
101-276-920.000	PUBLIC UTILITIES	2,340	3,000	2,800	3,000
101-276-930.000	REPAIR & MAINTENANCE	3,122	2,000	2,000	2,000

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
101-276-940.000	RENTALS	17,353	16,170	14,000	19,000
101-276-941.000	DATA PROCESSING				
101-276-955.000	MISCELLANEOUS EXPENSE	471	385	475	400
101-276-970.000	CAPITAL OUTLAY			500	500
101-276-971.000	REPURCHASE GRAVES	200	500	500	500
101-276-974.000	LAND IMPROVEMENTS		2,000	2,000	2,000
Totals for dept 276-CEMETERY		78,353	82,261	83,130	89,522

Dept 371-BUILDING INSPECTION, DEPARTMENT

101-371-722.000	WORKERS COMPENSATION				
101-371-801.000	PROFESSIONAL SERVICES				
	CONTRACTUAL-BUILDING				
101-371-802.000	INSPECTION	6,908	4,000	7,000	7,000
101-371-955.000	MISCELLANEOUS EXPENSE		100		
Totals for dept 371-BUILDING INSPECTION DEPARTMENT		6,908	4,100	7,000	7,000

PUBLIC WORKS

The Department of Public Works provides for the construction, operation and maintenance of physical properties and services of the City. Such services include streets, equipment (motor pool), water treatment and wastewater treatment, parks, cemetery and water distribution. Eleven employees (one contractual) are assigned by cost to various funds. An additional contractual employee will be provided at the Wastewater Treatment Plant in lieu of a retiring City employee.

Within the Public Works activity, costs attributed to the Public Works Garage and grounds as well as street lights (\$24,000) and parking lots are allocated. Personnel costs for the Director (50%), four department employees and the City Manager (5%) are also included. Repair and maintenance accounts for \$3,000 as well as replacement of street lights (\$7,000) and structure and small roof repairs (\$3,000), office supplies (\$800) and operating supplies (\$4,000) which provide hand tools, posts, bolts, paint, cleaning products and bulbs.

Also, consideration for a storage building has been placed on the Capital Improvements Plan for future funding.

SIDEWALKS

Repair and maintenance work on sidewalks is budgeted under this item. A total of \$18,430 has been allocated.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 441-DEPARTMENT OF PUBLIC WORKS					
101-441-702.000	SALARIES-PERMANENT	53,209	48,510	48,510	48,510
101-441-707.000	SALARIES-TEMPORARY	1,487	1,200	1,200	1,200
101-441-709.000	SALARIES-OVERTIME	138	500	500	500
101-441-715.000	SOCIAL SECURITY	4,361	4,500	4,500	4,500
101-441-716.000	HEALTH INSURANCE	8,363	8,317	8,317	9,148
101-441-717.000	LIFE INSURANCE	165	155	155	155
101-441-718.000	PENSION	6,087	5,869	5,869	5,869
101-441-719.000	ACCRUED VACATION/SICK LEAVE	467	637	637	637
101-441-721.000	LONGEVITY	588	619	620	620
101-441-722.000	WORKERS COMPENSATION	1,547	1,500	1,500	1,500
101-441-723.000	DENTAL INSURANCE	426	418	418	418
101-441-724.000	EYECARE	182	175	175	175
101-441-725.000	DISABILITY INSURANCE	618	587	587	587
101-441-726.000	ACCRUED WAGES				
101-441-727.000	OFFICE SUPPLIES	884	800	800	800
101-441-740.000	OPERATING SUPPLIES	5,062	3,500	3,500	4,000
101-441-744.000	UNIFORMS		300	300	300
101-441-802.000	CONTRACTUAL	536	1,000	1,000	1,000
101-441-850.000	COMMUNICATIONS	2,612	2,200	2,200	2,000
101-441-864.000	CONFERENCES & CONVENTIONS		200	200	200
101-441-910.000	INSURANCE	5,321	2,000	6,324	5,500
101-441-920.000	PUBLIC UTILITIES	17,970	18,000	18,000	18,000
101-441-926.000	STREET LIGHTING	20,573	24,000	24,000	24,000
101-441-927.000	REPAIR & MAINT. STREET LIGHTING	7,539	3,000	3,000	3,000
101-441-928.000	LOWELL LIGHT AND POWER PLOWING				
101-441-929.000	TREE FUND EXPENDITURES	18,883	2,000	17,199	15,000
101-441-930.000	REPAIR & MAINTENANCE	2,608	3,000	3,000	3,000
101-441-940.000	RENTALS	4,511	4,000	4,000	4,200
101-441-941.000	DATA PROCESSING				
101-441-955.000	MISCELLANEOUS EXPENSE	1,435	1,800	1,800	1,800
101-441-974.000	LAND IMPROVEMENTS	698			
101-441-975.000	BUILDING IMPROVEMENTS		3,000		3,000
101-441-984.000	EQUIPMENT				
Totals for dept 441-DEPARTMENT OF PUBLIC WORKS		166,270	141,787	158,311	159,619

Dept 442-SIDEWALK

101-442-702.000	SALARIES-PERMANENT	2,640	4,517	4,517	4,517
101-442-707.000	SALARIES-TEMPORARY	113		150	
101-442-709.000	SALARIES-OVERTIME	489	350	350	350
101-442-715.000	SOCIAL SECURITY	246	140	140	140
101-442-716.000	HEALTH INSURANCE	812	1,680	1,680	1,847

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
101-442-717.000	LIFE INSURANCE	11	22	22	22
101-442-718.000	PENSION	290	561	561	561
101-442-719.000	ACCRUED VACATION/SICK LEAVE	19	12	12	12
101-442-721.000	LONGEVITY	46	46	78	46
101-442-722.000	WORKERS COMPENSATION	144			
101-442-723.000	DENTAL INSURANCE	45	87	87	90
101-442-724.000	EYECARE	13	37	37	40
101-442-725.000	DISABILITY	30	55	55	55
101-442-726.000	ACCRUED WAGES				
101-442-740.000	OPERATING SUPPLIES	509	200	575	600
101-442-802.000	CONTRACTUAL				
101-442-910.000	INSURANCE				
101-442-930.000	REPAIR & MAINTENANCE		1,000	1,000	500
101-442-940.000	RENTALS	2,834	3,500	3,500	3,500
101-442-955.000	MISCELLANEOUS EXPENSE	167	150	150	150
101-442-974.000	LAND IMPROVEMENTS	8,460	4,000		6,000
Totals for dept 442-SIDEWALK		16,868	16,357	12,914	18,430

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 758-DOG PARK					
101-758-740.000	OPERATING SUPPLIES				
101-758-930.000	REPAIR & MAINTENANCE	5,075		500	1,000
Totals for dept 758-DOG PARK		5,075		500	1,000

REFUSE

The City provided a contract extension with Allied Waste Industries, Inc. for refuse pickup. The firm was awarded the contract to also provide recycling and yard waste pickup. An award of a new three year agreement will be considered this Fall. As authorized in February, 1994, a bag purchase system has been established. Residents pay \$1.50 per bag. The City will consider the cost of recycling for residents to pay. Yard waste (leaves, grass and tree branches) collection is provided with residents paying \$2 per bag covering the entire cost of this service.

Based on average monthly costs, \$74,000 has been allocated for waste pickup. The offsetting revenue from the sale of bags (\$61,000) results in a net cost of \$13,000 per year.

During the fiscal year, the City will consider a trash collection pickup contract.

PARKS

The parks activity includes all care, maintenance (grass mowing, watering, playground and picnic equipment care) and security in all City parks. The mowing of Creekside, Richards, McMahon, Stoney Lakeside and Recreation Parks will be undertaken by contract through Manszewski Excavating. A total of \$28,200 has been budgeted in the Parks. As approved by Council on December 15, 2008, Manszewski was awarded a three year contract

Under contractual services is the cost of renting two port-a-johns (\$1,500 in total) at the Recreation Park ball field from May to October.

- Also, \$20,000 has been provided for equipment rental. The Lee Fund will contribute \$5,000 toward parks maintenance.
- The City Council with the recommendation of the Parks and Recreation Commission has completed agreements with the YMCA, Lowell Little League, Lowell Youth Football, Lowell Xtreme Softball, Kent County Youth Fair, Lowell Rugby and Lowell Lacrosse for the parks and pay per participant for the usage.
- A Recreation Plan has been adopted by the Parks and Recreation Commission

and City Council outlining projects for future federal grants.

- \$1,000 has been budgeted for vandalism
- \$11,000 has been allocated for water, sewer and electric at parks.

SHOWBOAT

With the acceptance of ownership by the City Council for the Lowell Showboat at its December 4, 2000 meeting, a budgeted activity for the boat's care and maintenance is now provided. The Lowell Area Chamber of Commerce is responsible for the scheduling of events.

A total of \$750 has been allocated for insurance, \$550 for public utilities, \$1,000 involving repair and maintenance and \$100 for miscellaneous expenses.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 523-TRASH					
101-523-802.000	CONTRACTUAL	99,504	90,000	90,000	74,000
101-523-955.000	MISCELLANEOUS EXPENSE				
Totals for dept 523-TRASH		99,504	90,000	90,000	74,000

Dept 751-PARKS AND RECREATION DEPARTMENT					
101-751-702.000	SALARIES-PERMANENT	39,056	34,510	34,510	34,510
101-751-707.000	SALARIES-TEMPORARY	10,432	11,000	11,000	11,000
101-751-708.000	SALARIES-STAND BY	320		410	
101-751-709.000	SALARIES-OVERTIME	371	500	500	500
101-751-715.000	SOCIAL SECURITY	4,086	3,100	4,000	3,100
101-751-716.000	HEALTH INSURANCE	7,133	6,537	6,537	7,189
101-751-717.000	LIFE INSURANCE	163	150	150	150
101-751-718.000	PENSION	4,623	4,397	4,397	4,397
101-751-719.000	ACCRUED VACATION/SICK LEAVE	48	411	411	411
101-751-721.000	LONGEVITY	536	640	640	640
101-751-722.000	WORKERS COMPENSATION	1,057	800	800	800
101-751-723.000	DENTAL INSURANCE	455	422	422	422
101-751-724.000	EYECARE	189	200	200	200
101-751-725.000	DISABILITY INSURANCE	464	419	419	419
101-751-726.000	ACCRUED WAGES				
101-751-727.000	OFFICE SUPPLIES				
101-751-740.000	OPERATING SUPPLIES	7,911	7,000	7,000	7,500
101-751-744.000	UNIFORMS	166	200	200	200
101-751-802.000	CONTRACTUAL	29,374	29,500	29,500	29,500
101-751-850.000	COMMUNICATIONS	2,463	2,220	2,220	2,220
101-751-864.000	CONFERENCES & CONVENTIONS		100	100	100
101-751-910.000	INSURANCE	2,024	2,500	3,500	3,500
101-751-920.000	PUBLIC UTILITIES	12,775	11,000	12,500	12,500
101-751-930.000	REPAIR & MAINTENANCE	8,244	8,500	31,000	9,100
101-751-931.000	VANDALISM		1,000	1,000	1,000
101-751-940.000	RENTALS	21,248	20,000	20,000	20,000
101-751-941.000	DATA PROCESSING				
101-751-955.000	MISCELLANEOUS EXPENSE	155	900	900	900
101-751-971.000	LAND				
101-751-974.000	LAND IMPROVEMENTS				
Totals for dept 751-PARKS AND RECREATION DEPTME		153,293	146,006	172,316	150,258

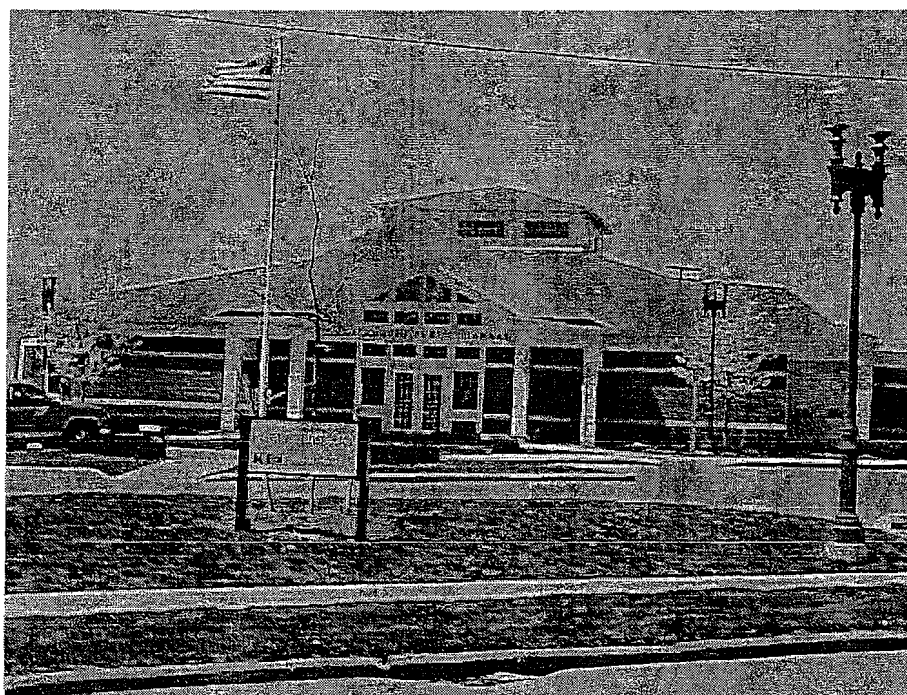
Dept 757-SHOWBOAT

101-757-702.000	SALARIES-PERMANENT
101-757-707.000	SALARIES-TEMPORARY
101-757-709.000	SALARIES-OVERTIME
101-757-715.000	SOCIAL SECURITY

2010-2011 FISCAL BUDGET.
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
101-757-740.000	OPERATING SUPPLIES				
101-757-910.000	INSURANCE	702	150	705	750
101-757-920.000	SHOWBOAT UTILITIES	360	650	450	550
101-757-930.000	REPAIR & MAINTENANCE	1,373	1,000	1,000	1,000
101-757-955.000	MISCELLANEOUS EXPENSE		100	100	100
101-757-974.000	LAND IMPROVEMENTS				
Totals for dept 757-SHOWBOAT		2,435	1,900	2,255	2,400

LIBRARY



LIBRARY

The \$1.3 million 8800 square foot library was opened in February 1997 at the northwest corner of Avery and N. Monroe Streets. This has provided needed facility space to serve this community. Funding for the construction has raised over \$885,000 through the Look Memorial Fund, corporate, individual and foundation support. In particular, a generous donation from Harold Englehardt, long time City resident and businessman, made the Harold and Mildred Englehardt Public Library a reality. A \$770,000 ten-year Building Authority Bond provided the remaining financial support which had been successfully paid in full during March, 2007. Dedication of this facility was held on May 18, 1997.

A November 1994 election established the Kent District Library system and a library millage. In August, 2004, KDL received a millage renewal approval of 0.88 mills. From this millage, the District Library provides the Lowell library with a \$7,741 per year contribution toward the maintenance budget. City funds make up the balance of the Library's estimated \$55,817 maintenance costs. Amounts are set aside for the salaries of City maintenance (\$7,000), public utility charges (\$27,000), repair and maintenance such as cleaning, pest control, heating and air conditioning maintenance, and parking lot lighting, (\$9,000), insurance (\$2,700), and communications and miscellaneous (\$1,300). The building will be reroofed (\$60,000) through the Lowell Area Community and LCTV Endowment Funds.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 790-LIBRARY					
101-790-702.000	SALARIES-PERMANENT	8,454	2,635	7,000	7,000
101-790-707.000	SALARIES-TEMPORARY	853	2,000	10,000	
101-790-709.000	SALARIES-OVERTIME	81		100	100
101-790-715.000	SOCIAL SECURITY	714	300	550	600
101-790-716.000	HEALTH INSURANCE	735	980	980	1,078
101-790-717.000	LIFE INSURANCE	10	13	13	14
101-790-718.000	PENSION	248	327	327	350
101-790-719.000	ACCRUED VACATION/SICK LEAVE	16	29	29	30
101-790-721.000	LONGEVITY	39	39	39	40
101-790-722.000	WORKERS COMPENSATION	262	500	500	500
101-790-723.000	DENTAL INSURANCE	38	51	51	51
101-790-724.000	EYECARE	43	21	21	22
101-790-725.000	DISABILITY		32	32	32
101-790-726.000	ACCRUED WAGES				
101-790-727.000	OFFICE SUPPLIES				
101-790-740.000	OPERATING SUPPLIES	2,723	2,100	2,100	2,500
101-790-850.000	COMMUNICATIONS	1,529	1,300	1,300	1,300
101-790-887.000	CONTRIBUTIONS & MAINTENANCE				
101-790-910.000	INSURANCE	1,215	1,500	2,900	2,700
101-790-920.000	PUBLIC UTILITIES	24,607	27,000	27,000	27,000
101-790-930.000	REPAIR & MAINTENANCE	7,148	10,000	10,000	9,000
101-790-940.000	RENTALS	3,697	3,500	3,500	3,500
101-790-955.000	MISCELLANEOUS EXPENSE				
101-790-975.000	BUILDING IMPROVEMENTS		2,500	60,000	
Totals for dept 790-LIBRARY		52,412	54,827	126,442	55,817

HISTORIC DISTRICT COMMISSION

At its November 4, 1996 meeting, the City Council adopted a historic district ordinance encompassing 54 properties of significance to the community's heritage. Prior, a study committee documented each structure with its historic and architectural character. Through the formation of a five member Historic District Commission, review of plans involving changes to the exterior of a structure will be examined to conform to historic design. The goal of the Commission is to recognize, protect and preserve for present and future generations the historic buildings of Lowell, and to prevent, irreparable damage that occurs through neglect, and the inappropriate replacement of, or additions to, these historic structures which now have attained National Register status. The budget of \$1,450 includes professional services (\$1,000), publications/memberships and conferences (\$200) and office supplies (\$250).

LOWELL AREA HISTORICAL MUSEUM

The Lowell Area Historical Museum is a charitable organization whose purpose is to collect, preserve and display Lowell history as well as to educate the community about its rich historical heritage. Efforts have been placed for the Museum to restore the Graham Building, a building on the National Registry of Historical Places. A successful November 2002 election has provided 0.25 mills toward Museum operations. Also, \$9,000 is budgeted for utilities as well as \$2,500 allocated for insurance on the building.

The building, located at the northeast corner of West Main and Hudson, has been recently dedicated for the Museum offices, archives and meeting space. It was dedicated in September 2001.

SENIOR CITIZEN CONTRIBUTION

As with previous years, a \$1,500 contribution is given to the Lowell Senior Neighbors Center.

CHAMBER OF COMMERCE CONTRIBUTION

A \$205 contribution has been budgeted to the Chamber of Commerce membership to promote its various activities. A new ten year lease agreement between the City and Chamber was signed in April for the Riverwalk Building.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 803-HISTORICAL COMMISSION/PROGRAM					
101-803-727.000	OFFICE SUPPLIES		50	250	250
101-803-801.000	PROFESSIONAL SERVICES		1,000	1,000	1,000
101-803-864.000	CONFERENCES & CONVENTIONS	100	200	200	200
101-803-920.000	PUBLIC UTILITIES				
101-803-955.000	MISCELLANEOUS EXPENSE	210	250		
Totals for dept 803-HISTORICAL COMMISSION/PROGRAM		310	1,500	1,450	1,450
Dept 804-MUSEUM					
101-804-702.000	SALARIES-PERMANENT	461		400	500
101-804-707.000	SALARIES-TEMPORARY	335		200	300
101-804-709.000	SALARIES-OVERTIME	60		20	30
101-804-715.000	SOCIAL SECURITY	65		50	63
101-804-718.000	PENSION				
101-804-887.000	CONTRIBUTIONS & MAINTENANCE	3,167	2,000	3,000	250
101-804-910.000	INSURANCE	861	500	2,500	2,500
101-804-920.000	PUBLIC UTILITIES	8,613	9,000	9,000	9,000
101-804-940.000	RENTALS	595		500	500
Totals for dept 804-MUSEUM		14,157	11,500	15,670	13,143
Dept 672-SENIOR CITIZEN CONTRIBUTION					
101-672-880.000	SENIOR CITIZEN CONTRIBUTIONS				
101-672-888.000	SENIOR CITIZENS CONTRIBUTIONS	1,500	1,500	1,500	1,500
Totals for dept 672-SENIOR CITIZEN CONTRIBUTION		1,500	1,500	1,500	1,500
Dept 747-CHAMBER OF COMMERCE CONTRIBUTIONS					
	CHAMBER OF COMM				
101-747-884.000	CONTRIBUTIONS		3,000	3,000	205
Totals for dept 747-CHAMBER OF COMMERCE CONTRIBU			3,000	3,000	205

OTHER ACTIVITIES AND TRANSFERS TO OTHER FUNDS

UNALLOCATED

This category is reserved for unanticipated expenditures. Additionally, items that are difficult to fit within a specific budget (e.g. public officials liability insurance) are included.

CONTINGENCY

Monies are allocated for activities which are unanticipated or under-funded. None is budgeted in this account. When budget amendments are required, funds are reallocated as necessary.

TRANSFER TO OTHER FUNDS

The General Fund will transfer the following to:

- Local Street Fund (\$75,000) for assistance in administration.
- Local Street Fund Construction (\$97,607)
- City Hall – Police Station Construction Fund (\$279,585) for the eighth payment toward a Building Authority bond.

TOTAL EXPENDITURES

The General Fund expenditures (including transfers out) total \$2,453,569. This represents 4.91% less than the 2009-2010 budget estimated total.

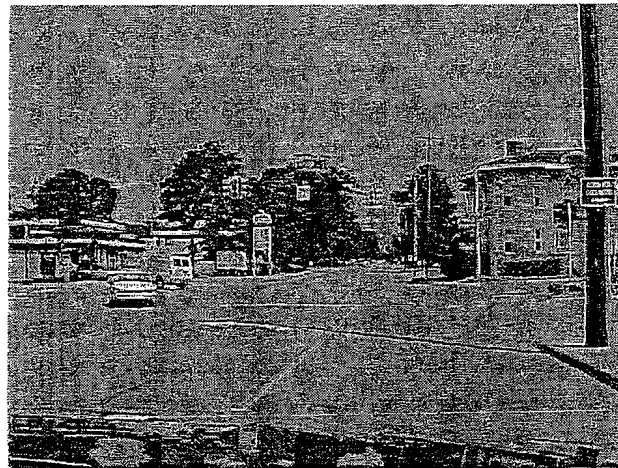
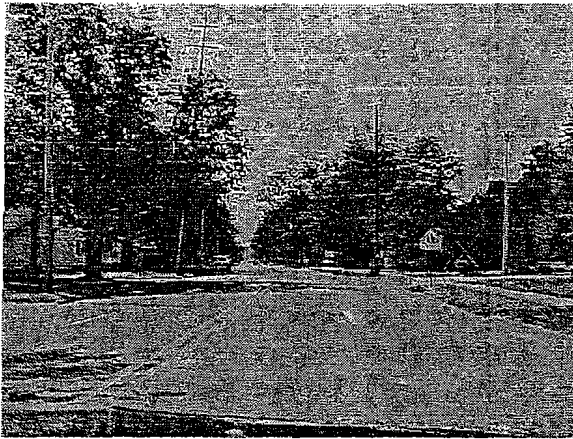
FUND BALANCE

An unreserved fund balance of \$226,751 in the General Fund has been planned. This represents 9.2% of the budget.

2010-2011 FISCAL BUDGET
GENERAL FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 294-UNALLOCATED MISCELLANEOUS					
101-294-910.000	UNALLOCATED INSURANCE	2,147			
101-294-955.000	UNALLOCATED MISCELLANEOUS	41,407	20,000	20,000	20,000
Totals for dept 294-UNALLOCATED MISCELLANEOUS		43,554	20,000	20,000	20,000
Dept 906-DEBT SERVICE					
101-906-991.000	PRINCIPAL	13,200			
101-906-995.000	INTEREST	1,071			
Totals for dept 906-DEBT SERVICE		14,271			
Dept 965-TRANSFERS OUT					
101-965-999.202	TRANSFER TO MAJOR STREET FUND				
101-965-999.203	TRANSFER TO LOCAL STREET FUND	80,000	75,000	75,000	75,000
101-965-999.204	TRANSFER TO LOCAL CONSTRUCTION FUND	93,500	99,230	99,230	97,607
101-965-999.336	TRANSFER TO FIRE TRUCK RESERVE				
101-965-999.470	TRANSFER TO CITY HALL CONSTRUCTION FUND	322,735	319,000	319,000	279,585
101-965-999.472	TRANSFER TO BUILDING AUTHORITY				
101-965-999.590	TRANSFER TO WASTEWATER FUND				
101-965-999.591	TRANSFER TO WATER FUND				
101-965-999.661	TRANSFER TO EQUIPMENT FUND				
101-965-999.899	TRANSFER TO IMPROVEMENT FUND				
Totals for dept 965-TRANSFERS OUT		496,235	493,230	493,230	452,192
TOTAL APPROPRIATIONS		2,663,077	2,491,089	2,579,814	2,453,569
NET OF REVENUES/APPROPRIATIONS - FUND 101		7,404	73,214	94,779	20,717
BEGINNING FUND BALANCE		91,070	129,253	129,253	224,032
ENDING FUND BALANCE		98,474	202,467	224,032	244,749

MAJOR STREET FUND



MAJOR STREET FUND

This fund derived from gas and weight tax revenues received through State Public Act 51 of 1951 provide for the care and maintenance of the City's 7.81 miles of designated major streets. Maintenance includes surface patching, sweeping and flushing, shoulder or curb maintenance, drainage (ditch or storm tile), roadside cleanup, grass and weed control, traffic services, winter maintenance, and engineering/record-keeping/administration. Construction includes new streets, reconstruction or resurfacing.

Part of three street department employees' salaries are allocated by maintenance (\$8,833) and winter (\$17,394) services. Also, \$16,246 is allocated in administration.

The City has applied for a Federal Surface Transportation – Small Urban Program grant in FY 2011-12 reconstructing Bowes Road from 1950 feet west of Valley Vista to 2900 feet west. The total project is estimated at \$230,000 in which \$184,000 would be provided from the grant. Also, a grant for FY 2013-14 under the Small Urban Program will be sought to complete the remaining section of Bowes to M-21.

The Major Street Fund will have a planned fund balance of approximately \$44,079.

2010-2011 FISCAL BUDGET
MAJOR STREET FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
202-000-507.000	FEDERAL GRANT				
202-000-665.000	INTEREST	385	500	250	250
202-000-677.000	MISCELLANEOUS			2,619	
202-000-687.000	TRANSPORTATION FUND	174,203	185,000	175,000	175,000
202-000-688.000	TRUNKLINE MAINTENANCE	6,627	4,000	6,500	6,500
202-000-690.000	GRAND RAPIDS FOUNDATION GRANT	25,530		46,900	
202-000-698.000	PROCEEDS FROM GENERAL FUND				
202-000-699.101	TRANSFER FROM GENERAL FUND				
Totals for dept 000-		206,745	189,500	231,269	181,750
TOTAL ESTIMATED REVENUES		206,745	189,500	231,269	181,750

APPROPRIATIONS

Dept 450-CAPITAL OUTLAY

202-450-970.000	CAPITAL OUTLAY	37,774		55,000	50,000
Totals for dept 450-CAPITAL OUTLAY		37,774		55,000	50,000

Dept 463-MAINTENANCE

202-463-702.000	SALARIES-PERMANENT	3,809	4,053	4,053	4,100
202-463-707.000	SALARIES-TEMPORARY	301	1,500	1,500	1,500
202-463-708.000	SALARIES-STAND BY	508			
202-463-709.000	SALARIES-OVERTIME		400	400	400
202-463-715.000	SOCIAL SECURITY	327	1,200	400	450
202-463-716.000	HEALTH INSURANCE	2,156	752	752	752
202-463-717.000	LIFE INSURANCE	47	18	19	20
202-463-718.000	PENSION	1,219	519	519	520
202-463-719.000	ACCRUED VACATION/SICK LEAVE		228	229	229
202-463-721.000	LONGEVITY	81	135	135	136
202-463-722.000	WORKERS COMPENSATION	205	600	300	600
202-463-723.000	DENTAL INSURANCE	127	52	52	52
202-463-724.000	EYECARE	73	25	25	25
202-463-725.000	DISABILITY INSURANCE	89	49	49	49
202-463-726.000	ACCRUED WAGES				
202-463-740.000	OPERATING SUPPLIES	6,726	7,000	10,800	6,500
202-463-744.000	UNIFORMS	269	200	200	200
202-463-802.000	CONTRACTUAL	14,854	8,100	9,500	15,000
202-463-850.000	COMMUNICATIONS	659	420	420	440
202-463-864.000	CONFERENCES & CONVENTIONS		300	300	300
202-463-940.000	RENTALS	1,648	5,000	5,000	5,500
202-463-956.000	CONTINGENCY-STORM		1,500	1,500	1,500

2010-2011 FISCAL BUDGET
MAJOR STREET FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
202-463-970.000	CAPITAL OUTLAY				
202-463-971.000	LAND				
Totals for dept 463-MAINTENANCE		33,098	32,051	36,153	38,273
Dept 474-TRAFFIC					
202-474-702.000	SALARIES-PERMANENT	627		900	500
202-474-707.000	SALARIES-TEMPORARY	96	200	300	210
202-474-709.000	SALARIES-OVERTIME	58	75	75	55
202-474-715.000	SOCIAL SECURITY	61	200	100	70
202-474-716.000	HEALTH INSURANCE	342			
202-474-717.000	LIFE INSURANCE	6			
202-474-718.000	PENSION	129	183	150	160
202-474-719.000	ACCRUED VACATION/SICK LEAVE		25	25	25
202-474-721.000	LONGEVITY	13	22		25
202-474-722.000	WORKERS COMPENSATION	44	100	100	50
202-474-723.000	DENTAL INSURANCE	18		18	
202-474-724.000	EYECARE	8			
202-474-725.000	DISABILITY INSURANCE	14	18	18	20
202-474-726.000	ACCRUED WAGES				
202-474-740.000	OPERATING SUPPLIES	2,758	4,000	8,300	7,500
202-474-744.000	UNIFORMS				4,000
202-474-801.000	PROFESSIONAL SERVICES				300
202-474-802.000	CONTRACTUAL	1,885	4,500	2,000	2,000
202-474-864.000	CONFERENCES & CONVENTIONS		300	300	300
202-474-920.000	PUBLIC UTILITIES	6,680	4,500	4,500	2,000
202-474-930.000	REPAIR & MAINTENANCE				1,200
202-474-940.000	RENTALS	211	1,350	500	1,200
202-474-970.000	CAPITAL OUTLAY				
Totals for dept 474-TRAFFIC		12,950	15,473	17,286	19,615
Dept 478-WINTER MAINTENANCE					
202-478-702.000	SALARIES-PERMANENT	6,386	10,555	5,300	10,555
202-478-707.000	SALARIES-TEMPORARY	44	200	250	200
202-478-708.000	SALARIES-STAND BY	1,087	700	900	700
202-478-709.000	SALARIES-OVERTIME	2,429	1,500	920	1,500
202-478-715.000	SOCIAL SECURITY	819	923	800	923
202-478-716.000	HEALTH INSURANCE	1,502	1,401	1,401	1,401
202-478-717.000	LIFE INSURANCE	39	44	44	44
202-478-718.000	PENSION	1,147	1,341	1,340	1,341
202-478-719.000	ACCRUED VACATION/SICK LEAVE		69	127	69
202-478-721.000	LONGEVITY	83	111	111	111
202-478-722.000	WORKERS COMPENSATION	460	250	250	250
202-478-723.000	DENTAL INSURANCE	108	116	116	116
202-478-724.000	EYECARE	39	57	57	57
202-478-725.000	DISABILITY	78	127	127	127
202-478-726.000	ACCRUED WAGES				

2010-2011 FISCAL BUDGET
MAJOR STREET FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
202-478-740.000	OPERATING SUPPLIES	17,699	6,200	4,800	6,500
202-478-802.000	CONTRACTUAL		100		
202-478-850.000	COMMUNICATIONS		200		
202-478-940.000	RENTALS	12,324	10,000	7,500	10,000
202-478-956.000	CONTINGENCY-STORM		1,000		
Totals for dept 478-WINTER MAINTENANCE		44,244	34,894	24,043	33,894
Dept 483-ADMINISTRATION					
202-483-702.000	SALARIES-PERMANENT	11,377	11,281	11,281	11,281
202-483-715.000	SOCIAL SECURITY	879	842	842	842
202-483-716.000	HEALTH INSURANCE	1,723	2,106	2,106	2,106
202-483-717.000	LIFE INSURANCE	29	31	31	31
202-483-718.000	PENSION	1,230	1,331	1,331	1,331
202-483-719.000	ACCRUED VACATION/SICK LEAVE	136	127	127	127
202-483-721.000	LONGEVITY	111	111	111	111
202-483-722.000	WORKERS COMPENSATION	329	150	150	150
202-483-723.000	DENTAL INSURANCE	82	95	95	95
202-483-724.000	EYECARE	30	36	36	36
202-483-725.000	DISABILITY INSURANCE	130	136	136	136
202-483-726.000	ACCRUED WAGES				
202-483-801.000	PROFESSIONAL SERVICES	505	800	800	800
202-483-864.000	CONFERENCES & CONVENTIONS				
202-483-940.000	RENTALS				
202-483-941.000	DATA PROCESSING	810	810		810
202-483-955.000	MISCELLANEOUS EXPENSE	346	50		50
Totals for dept 483-ADMINISTRATION		17,717	17,906	17,046	17,906
Dept 906-DEBT SERVICE					
202-906-991.000	PRINCIPAL				
202-906-995.000	INTEREST				
Totals for dept 906-DEBT SERVICE					
Dept 965-TRANSFERS OUT					
	TRANSFER TO LOCAL STREET				
202-965-999.203	FUND	45,000	45,000	45,000	45,000
Totals for dept 965-TRANSFERS OUT		45,000	45,000	45,000	45,000
Dept 999-TRANSFERS IN					
202-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		190,783	145,324	194,528	204,688
NET OF REVENUES/APPROPRIATIONS - FUND 202		15,962	44,176	36,741	(22,938)
BEGINNING FUND BALANCE		14,315	30,276	30,276	67,017
ENDING FUND BALANCE		30,277	74,452	67,017	44,079

LOCAL STREET FUND



LOCAL STREET FUND

The purpose of this fund is to provide for the care and improvement of the City's 13.48 miles of residential, local streets through State Public Act 51 revenues. These monies are used for the same activities as described under Major Streets.

Part of five street department employees' salaries are allocated by maintenance (\$20,195), traffic (\$2,363), and winter services (\$27,774). Also, as with Major Streets, \$18,008 is budgeted for administration.

Since the City receives substantially less revenue for Local Streets from the State (\$73,000) than Major Streets (\$175,000), transfers are needed to provide adequate revenues. Transfers are scheduled from the Major Street Fund (\$45,000) and the General Fund (\$75,000). A fund balance of \$87,284 is planned.

The equivalent of one mill (\$97,607) is being allocated from the General Fund to Local Streets Construction Fund. A milling and repaving project for S. Pleasant and S. West Streets is planned.

2010-2011 FISCAL BUDGET
LOCAL STREET FUND

GL NUMBER	DESCRIPTION	08-09	09-10	09-10	10-11
		ACTIVITY	ADOPTED	PROJECTED	REQUESTED
			BUDGET	ACTIVITY	BUDGET
ESTIMATED REVENUES					
Dept 000					
203-000-569.000	STATE GRANT				
203-000-589.000	TOWNSHIP CONTRIBUTION				
203-000-627.000	SPECIAL ASSESSMENT CHARGES				
203-000-665.000	INTEREST		100	80	80
	INTEREST REC'D FINANCING				
203-000-665.001	PLOW TRUCK		3,515		
203-000-665.003	INTEREST-SPECIAL ASSESSMENT				
	INTEREST-VEHICLE REPLACE				
203-000-665.004	RESV				
203-000-665.005	INTEREST CONSTRUCTION FUND				
	PRINCIPAL PAYMENTS PLOW				
203-000-665.006	TRUCK		18,500		
203-000-675.000	CONTRIBUTIONS				
203-000-677.000	MISCELLANEOUS	16,061			
203-000-687.000	TRANSPORTATION FUND	67,454	73,582	73,582	73,000
	STATE FUNDS - MAINTENANCE OF				
203-000-689.000	RIGHTOFWAY				
203-000-696.000	INSURANCE RECOVERIES				
203-000-698.000	PROCEEDS FROM LOAN				
203-000-699.101	TRANSFER FROM GENERAL FUND	80,000	75,000	75,000	75,000
	TRANSFER FROM MAJOR STREET				
203-000-699.202	FUND	45,000	45,000	45,000	45,000
	TRANSFER FROM GF LOCAL				
203-000-699.204	CONSTRUCTON	93,500	99,230	99,230	97,607
Totals for dept 000-		302,015	314,927	292,892	290,687
TOTAL ESTIMATED REVENUES					
		302,015	314,927	292,892	290,687

APPROPRIATIONS

Dept 450-CAPITAL OUTLAY

203-450-970.000	CAPITAL OUTLAY			20,000	158,000
Totals for dept 450-CAPITAL OUTLAY				20,000	158,000

2010-2011 FISCAL BUDGET
LOCAL STREET FUND

GL NUMBER	DESCRIPTION	08-09	09-10	09-10	10-11
		ACTIVITY	ADOPTED	PROJECTED	REQUESTED
		BUDGET	BUDGET	ACTIVITY	BUDGET
Dept 463-MAINTENANCE					
203-463-707.000	SALARIES-TEMPORARY	2,895	3,000	3,000	1,000
203-463-708.000	SALARIES-STAND BY	242		310	300
203-463-709.000	SALARIES-OVERTIME	344	650	200	1,000
203-463-715.000	SOCIAL SECURITY	1,589	1,750	1,300	1,100
203-463-716.000	HEALTH INSURANCE	3,326	2,595	2,595	1,500
203-463-717.000	LIFE INSURANCE	70	55	55	60
203-463-718.000	PENSION	1,783	1,544	1,544	1,550
203-463-719.000	ACCRUED VACATION/SICK LEAVE		228	229	
203-463-721.000	LONGEVITY	170	248	248	250
203-463-722.000	WORKERS COMPENSATION	921	1,000	1,000	1,000
203-463-723.000	DENTAL INSURANCE	197	161	161	170
203-463-724.000	EYECARE	94	69	69	70
203-463-725.000	DISABILITY INSURANCE	167	147	147	95
203-463-726.000	ACCRUED WAGES				
203-463-740.000	OPERATING SUPPLIES	10,356	6,000	6,000	9,000
203-463-744.000	UNIFORMS		200	200	200
203-463-802.000	CONTRACTUAL	12,962	4,000	10,000	15,000
203-463-850.000	COMMUNICATIONS	436	500	500	500
203-463-860.000	TRANSPORTATION				
203-463-864.000	CONFERENCES & CONVENTIONS		300	300	300
203-463-940.000	RENTALS	13,198	18,500	14,000	17,000
203-463-955.000	MISCELLANEOUS EXPENSE				
203-463-956.000	CONTINGENCY-STORM		1,000	1,000	1,000
203-463-970.000	CAPITAL OUTLAY				
203-463-974.000	LAND IMPROVEMENTS				
Totals for dept 463-MAINTENANCE		65,069	54,001	54,912	63,195
Dept 474-TRAFFIC					
203-474-702.000	SALARIES-PERMANENT	1,863	1,164	2,500	1,165
203-474-707.000	SALARIES-TEMPORARY	296	200	400	200
203-474-709.000	SALARIES-OVERTIME		75	75	75
203-474-715.000	SOCIAL SECURITY	169	200	200	200
203-474-716.000	HEALTH INSURANCE	501	348	348	350
203-474-717.000	LIFE INSURANCE	9	6	6	6
203-474-718.000	PENSION	219	149	149	150
203-474-719.000	ACCRUED VACATION/SICK LEAVE		25	25	25
203-474-721.000	LONGEVITY	26	35	35	35

2010-2011 FISCAL BUDGET
LOCAL STREET FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
203-474-722.000	WORKERS COMPENSATION	117		120	120
203-474-723.000	DENTAL INSURANCE	28	18	18	18
203-474-724.000	EYECARE	9	5	5	5
203-474-725.000	DISABILITY INSURANCE	23	14	14	14
203-474-726.000	ACCRUED WAGES				
203-474-740.000	OPERATING SUPPLIES	187	2,000	1,500	2,000
203-474-802.000	CONTRACTUAL		200	200	
203-474-864.000	CONFERENCES & CONVENTIONS		300	300	
203-474-920.000	UTILITIES				300
203-474-940.000	RENTALS	673	2,500	2,500	1,800
Totals for dept 474-TRAFFIC		4,120	7,239	8,395	6,463

Dept 478-WINTER MAINTENANCE

203-478-702.000	SALARIES-PERMANENT	12,301	17,529	12,000	17,530
203-478-707.000	SALARIES-TEMPORARY	76	200	100	200
203-478-708.000	SALARIES-STAND BY	1,087	1,000	1,000	1,000
203-478-709.000	SALARIES-OVERTIME	4,684	450	1,450	1,500
203-478-715.000	SOCIAL SECURITY	1,472	850	1,500	1,550
203-478-716.000	HEALTH INSURANCE	2,050	2,956	2,955	2,955
203-478-717.000	LIFE INSURANCE	47	76	76	76
203-478-718.000	PENSION	1,354	2,235	2,235	2,235
203-478-719.000	ACCRUED VACATION/SICK LEAVE		69	69	
203-478-721.000	LONGEVITY	135	167	210	3
203-478-722.000	WORKERS COMPENSATION	821	350	350	210
203-478-723.000	DENTAL INSURANCE	135	210	210	210
203-478-724.000	EYECARE	44	92	92	93
203-478-725.000	DISABILITY	119	212	212	212
203-478-726.000	ACCRUED WAGES				
203-478-740.000	OPERATING SUPPLIES	551	5,000	7,800	4,500
203-478-802.000	CONTRACTUAL		50		500
203-478-850.000	COMMUNICATIONS		100	100	100
203-478-940.000	RENTALS	23,232	16,000	15,000	16,000
203-478-955.000	MISCELLANEOUS EXPENSE				1,000
203-478-956.000	CONTINGENCY-STORM				1,000
Totals for dept 478-WINTER MAINTENANCE		48,108	47,546	45,359	50,874

Dept 483-ADMINISTRATION

203-483-702.000	SALARIES-PERMANENT	11,377	11,281	11,281	11,281
203-483-715.000	SOCIAL SECURITY	879	845	845	845

2010-2011 FISCAL BUDGET
LOCAL STREET FUND

GL NUMBER	DESCRIPTION	08-09	09-10	09-10	10-11
		ACTIVITY	ADOPTED BUDGET	PROJECTED ACTIVITY	REQUESTED BUDGET
203-483-716.000	HEALTH INSURANCE	1,746	2,106	2,106	2,106
203-483-717.000	LIFE INSURANCE	29	31	31	31
203-483-718.000	PENSION	1,230	1,331	1,331	1,331
203-483-719.000	ACCRUED VACATION/SICK LEAVE	136	127	127	127
203-483-721.000	LONGEVITY	111	111	111	110
203-483-722.000	WORKERS COMPENSATION	329	200		200
203-483-723.000	DENTAL INSURANCE	82	95	95	95
203-483-724.000	EYECARE	30	36	36	36
203-483-725.000	DISABILITY INSURANCE	130	136	88	136
203-483-726.000	ACCRUED WAGES				
203-483-801.000	PROFESSIONAL SERVICES	400	800	800	800
203-483-864.000	CONFERENCES & CONVENTIONS				
203-483-941.000	DATA PROCESSING	810	810	810	810
203-483-955.000	MISCELLANEOUS EXPENSE		100	100	100
203-483-995.000	INTEREST				
Totals for dept 483-ADMINISTRATION		17,289	18,009	17,761	18,008
Dept 906-DEBT SERVICE					
203-906-991.000	PRINCIPAL	50,000	50,000	50,000	54,511
203-906-995.000	INTEREST	25,743	23,633	23,633	17,206
203-906-996.000	PAYING AGENT FEES	250		250	300
203-906-997.000	BOND ISSUE COSTS				
Totals for dept 906-DEBT SERVICE		75,993	73,633	73,883	72,017
TOTAL APPROPRIATIONS		210,579	200,428	220,310	368,557
NET OF REVENUES/APPROPRIATIONS - FUND 203		91,436	114,499	72,582	(77,870)
BEGINNING FUND BALANCE		1,136	92,572	92,572	165,154
ENDING FUND BALANCE		92,572	207,071	165,154	87,284

**DOWNTOWN
DEVELOPMENT
AUTHORITY FUND**

DOWNTOWN DEVELOPMENT AUTHORITY FUND

In response to needs expressed by the Lowell Area Chamber of Commerce, the City adopted an ordinance on November 16, 1992 creating a Downtown Development Authority. This nine member board has express responsibility to provide efforts revitalizing the downtown area.

A plan approved by the DDA and the City Council has provided priorities for streetscape improvements (sidewalk, curb and gutter, decorative concrete, landscaping and historical style lighting fixtures) along Main Street between Amity Street and Division Street. Also, upgrading and expansion of municipal parking lots is planned, as well as riverfront improvements.

The principal means of funding is tax increment financing. This method captures the taxes in the DDA district generated by subsequent growth stimulated by new public investment. In October of 1994, a \$1.235 million twenty year TIFA bond was issued through the Michigan Municipal Bond Authority so that downtown improvements can be undertaken from 1995 to 1998. In 1995, the demolition of the Hobby Stop building and construction of a seawall along the Flat River by Lafayette Street took place (\$124,438).

In 1996, the streetscape work as outlined above was completed from Jefferson to Broadway Streets. Also, the Broadway-Riverside parking lot has been upgraded as well as the installation of a 12 inch water main crossing the Flat River. (Total Cost \$1,237,503).

Being coordinated with projects planned in cooperation with the Michigan Department of Transportation, the streetscape project was extended from Broadway to Lincoln Lake Avenue in 1998. The \$245,000 project was supplemented by a Federal Transportation Enhancement Grant of \$80,000. At this time, M-21 was repaved from the east City Limits to Valley Vista Drive, the M-21-Hudson Street intersection widened, and the old sluiceway near the Flat River bridge was filled.

In 1999, the DDA had the following capital projects completed:

- placement of a retaining wall, railing extension and sidewalk repair at the old Lee's Landing site along Main Street (\$100,749)
- contribution toward completion of West Main Street sidewalks projects (\$20,000, \$60,000 total)
- construction of a crosswalk and sidewalk extension on the south side of Foreman Road west of Root Lowell and east of Cherry Creek. A culvert extension is planned as part of the school safety project (\$14,176)

The DDA finished the following projects in 2000:

- exterior work of the Chamber of Commerce building (\$18,630)
- engineering of Bowes Road sidewalk (\$1,100)
- engineering and property acquisition pertaining to Monroe and King Milling parking lot improvements (\$70,000)
- City Hall Construction (\$125,000)

Of note, \$20,000 has been set aside for promotions and \$46,953.92 for landscape maintenance, personnel and utilities.

A second bond issue of \$1,100,000 was sold on December 16, 1999 to carry out further downtown improvements. The bond which will be paid in entirety on December 1, 2013 has completed the following during the years 2000-2003:

1. Extension of Riverwalk to Amphitheater (including sheet piling)	\$773,374.00
King Milling Parking Lot improvements	
Monroe – Avery Parking Lot improvements	
City Hall - Police Station Parking Lot	
2. Lighthouse Sidewalk	\$17,000.00
3. Sidewalk on north side of Bowes between West and Valley Vista Streets	\$14,268.00
4. Graham Building Roof Contribution	\$17,253.00
5. Showboat Amphitheater Upgrading	\$12,490.00
6. Mid Michigan Railroad property purchase (off Kent Street)	\$36,058.00

7. Bridge railing repair (M-21)	\$27,738.00
8. Banner Poles	\$4,200.00
9. Chamber of Commerce dumpster enclosure	\$26,500.00
10. Tubular fence in King Milling Parking Lot	\$7,731.00

During fiscal year 2003-2004, the following projects were completed:

1. Assistance for barrier free ramp, stairs and sidewalks at 202 - 206 West Main	\$16,115.00
2. Downtown underground wiring	\$33,950.00
3. Electric service upgrades at the City Hall block	\$10,617.00
4. Traffic engineering study for downtown pedestrian crossing	\$5,700.00
5. Assistance for purchasing 475 S. Hudson (Barton house) at fairgrounds	\$50,000.00

During fiscal year 2004-2005, the following projects were completed:

1. Demolition of 475 S. Hudson	\$12,350.00
2. Crosswalk markings	\$589.00
3. Repair washout by Riverwalk stage	\$1,634.00
4. Sidewalk replacement Avery (between N. Washington and Jefferson) and Lincoln Lake (between Chatham and Main east side)	\$5,992.00
5. Contribution toward speed board (total: \$14,239)	\$7,239.00

During fiscal year 2005-2006, the following projects were completed:

1. Construction of Public Works Garage fence	\$10,962.00
2. Downtown Crosswalk Ramps	\$10,957.00
3. Reducing downtown street lights from two to one globe (sample area)	\$6,500.00
4. Reducing wattage from 175 to 100 watts on all downtown street lights	\$21,769.50
5. Downtown clock repair	\$1,040.00

During fiscal year 2006-2007, the following projects were completed:

1. Farmer's market Start-up	\$3,650.00
2. Showboat repair	3,930.00
3. Showboat swing gate	489.00

During fiscal year 2007-2008, the following projects were completed:

1. Painting the downtown light poles	\$21,150.00
2. Farmer's Market (assistance)	2,500.00
3. Painting downtown clock	935.00

During fiscal year 2008-2009, the following projects were completed:

1. Roto milling and repaving Riverside Drive from West Main to Light and Power	\$66,036.00
2. Paving of Larkin's – Post Office alley as well as Museum parking lot (including underground electrical)	\$34,914.00
3. Design of amphitheater renovation	\$2,850.00
4. Farmers Market (assistance)	\$3,650.00

During fiscal year 2009-2010, the following projects were completed:

1. Showboat electric upgrades	\$1,600.00
2. West Riverbank Stabilization study	\$2,800.00
3. Acquisition of parking lot located at the southwest corner of West Main and Broadway	\$60,831.00
Phase I Environmental Study	\$2,400.00
Phase II Environmental Study	\$8,785.00
4. Painting downtown light poles	\$14,930.00
5. Wall restoration by 115-119 West Main	\$30,000.00
6. Light repairs at library and veterans monument	\$4,140.58

During the coming year, the DDA has set aside \$120,000 for capital improvement projects in the district.

2010-2011 FISCAL BUDGET
DOWNTOWN DEVELOPMENT AUTHORITY FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
Dept 000					
248-000-407.000	TIFA REVENUE	537,906	540,000	555,000	550,000
248-000-569.000	STATE GRANT				
248-000-665.000	INTEREST	5,975	10,000	2,500	3,000
248-000-665.003	INTEREST-BOND PROCEEDS				
248-000-677.000	MISCELLANEOUS				
248-000-698.000	BOND PROCEEDS				
248-000-699.583	TRANSFER FROM LIGHT & POWER				
248-000-699.715	TRANSFER FROM LOOK FUND				
Totals for dept 000-		543,881	550,000	557,500	553,000
TOTAL ESTIMATED REVENUES		543,881	550,000	557,500	553,000
APPROPRIATIONS					
248-000-700.000	INCREASE(DEC) IN FMV-INVEST				
248-000-707.000	SALARIES-TEMPORARY				
Totals for dept 000-					
Dept 450-CAPITAL OUTLAY					
248-450-970.000	CAPITAL OUTLAY	117,517	120,000	155,000	150,000
Totals for dept 450-CAPITAL OUTLAY		117,517	120,000	155,000	150,000
Dept 463-MAINTENANCE					
248-463-702.000	SALARIES-PERMANENT	13,004	17,212	17,212	17,300
248-463-707.000	SALARIES-TEMPORARY	3,907	5,000	5,000	3,665
248-463-709.000	SALARIES-OVERTIME	1,082	600	600	600
248-463-715.000	SOCIAL SECURITY	1,420	1,400	1,400	1,760
248-463-716.000	HEALTH INSURANCE	3,730	5,494	5,494	6,317
248-463-717.000	LIFE INSURANCE	67	89	89	90
248-463-718.000	PENSION	1,833	2,889	2,889	3,000
248-463-719.000	ACCRUED VACATION/SICK LEAVE	55	113		
248-463-720.000	HOLIDAY PAY				
248-463-721.000	LONGEVITY	234	248	250	250
248-463-722.000	WORKERS COMPENSATION	514	350	350	350
248-463-723.000	DENTAL INSURANCE	222	295	300	300
248-463-724.000	EYECARE	84	122	122	130
248-463-725.000	DISABILITY	170	284	284	300
248-463-726.000	ACCRUED WAGES				
248-463-740.000	OPERATING SUPPLIES	3,906	2,500	2,500	3,000
248-463-801.000	PROFESSIONAL SERVICES				
248-463-802.000	CONTRACTUAL	320			
248-463-920.000	PUBLIC UTILITIES	18,090	19,000	19,000	19,000
248-463-930.000	REPAIR & MAINTENANCE	1,042	2,000	5,000	2,000
248-463-940.000	RENTALS	12,269	10,000	9,000	10,000
248-463-955.000	MISCELLANEOUS EXPENSE	690	100	100	100
248-463-970.000	CAPITAL OUTLAY				
Totals for dept 463-MAINTENANCE		62,639	67,696	69,590	68,162

2010-2011 FISCAL BUDGET
DOWNTOWN DEVELOPMENT AUTHORITY FUND

DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Dept 483-ADMINISTRATION				
248-483-727.000 OFFICE SUPPLIES				
248-483-801.000 PROFESSIONAL SERVICES				
PROFESSIONAL SERVICES/CITY				
248-483-803.000 STAFF				
248-483-900.000 PRINTING				
248-483-910.000 INSURANCE				
248-483-955.000 MISCELLANEOUS EXPENSE	41,681	45,000	50,000	45,000
248-483-960.000 INVESTMENT FEES EXPENSE				
Totals for dept 483-ADMINISTRATION	41,681	45,000	50,000	45,000
Dept 906-DEBT SERVICE				
248-906-955.000 MISCELLANEOUS EXPENSE				
248-906-991.000 PRINCIPAL ON BONDS	155,000	165,000	165,000	170,000
248-906-995.000 INTEREST ON BONDS	57,768	48,815	48,815	39,298
248-906-996.000 PAYING AGENT FEES	275		275	275
248-906-997.000 BOND ISSUE COSTS				
Totals for dept 906-DEBT SERVICE	213,043	213,815	214,090	209,573
Dept 965-TRANSFERS OUT				
248-965-999.100 STATE DDA REPAYMENT				
248-965-999.101 TRANSFER TO GENERAL FUND	140,000	140,000	140,000	140,000
248-965-999.470 TRANSFER TO CITY HALL				
248-965-999.590 TRANSFER TO WASTEWATER FUND				
248-965-999.591 TRANSFER TO WATER FUND				
Totals for dept 965-TRANSFERS OUT	140,000	140,000	140,000	140,000
Dept 999-TRANSFERS IN				
248-999-999.990 CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN				
TOTAL APPROPRIATIONS	574,880	586,511	628,680	612,735
NET OF REVENUES/APPROPRIATIONS-FUND 248	(30,999)	(36,511)	(71,180)	(59,735)
BEGINNING FUND BALANCE	303,773	272,777	272,777	201,597
ENDING FUND BALANCE	272,774	236,266	201,597	141,862

CITY HALL CONSTRUCTION BOND FUND

CITY HALL CONSTRUCTION BOND FUND

With the sale of \$4,725,000 Building Authority Bond on July 23, 2002, the City Hall Renovation - Police Station Construction project commenced. This 30 year issue reimbursed the General Fund for \$774,160 in property acquisition, demolition, legal and engineering costs.

Payments for the ninth year budgeted from the General Fund include \$219,585 in interest and \$60,000 in principal on the 2002 bond.

The project was completed and the facility dedicated on July 12, 2003.

2010-2011 FISCAL BUDGET
CITY HALL CONSTRUCTION FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
470-000-514.000	GRANTS-FEDERAL				
470-000-569.000	STATE GRANT				
470-000-588.000	GRANTS-COUNTY & TWP CONTRIB				
470-000-665.000	INTEREST	34		15	15
470-000-665.001	INTEREST-VARIOUS RESERVES	980			
470-000-665.003	INTEREST - BONDS				
470-000-673.000	SALE OF FIXED ASSETS				
470-000-675.000	CONTRIB FROM PRIVATE SOURCES				
470-000-676.000	RECOVERIES-REIMBURSEMENTS				
470-000-677.000	MISCELLANEOUS				
470-000-698.000	PROCEEDS FROM LOAN				
470-000-699.101	TRANSFER FROM GENERAL FUND	322,735	318,735	319,000	279,585
470-000-699.248	TRANSFER FROM D.D.A.				
470-000-699.715	TRANSFER FROM LOOK FUND				
Totals for dept 000-		323,749	318,735	319,015	279,600
TOTAL ESTIMATED REVENUES		323,749	318,735	319,015	279,600
APPROPRIATIONS					
470-000-801.000	PROFESSIONAL SERVICES				
470-000-955.000	MISCELLANEOUS EXPENSE	1			
470-000-970.000	CAPITAL OUTLAY				
Totals for dept 000-		1			
Dept 483-ADMINISTRATION					
470-483-801.000	PROFESSIONAL SERVICES				
Totals for dept 483-ADMINISTRATION					
Dept 906-DEBT SERVICE					
470-906-991.000	PRINCIPAL	95,000	95,000	95,000	169,792
470-906-995.000	INTEREST	225,128	223,735	224,035	109,793
470-906-996.000	PAYING AGENT FEES	800	300		
470-906-997.000	BOND ISSUE COSTS				
Totals for dept 906-DEBT SERVICE		320,928	319,035	319,035	279,585
Dept 965-TRANSFERS OUT					
470-965-999.101	TRANSFER TO GENERAL FUND				
Totals for dept 965-TRANSFERS OUT					
Dept 999-TRANSFERS IN					
470-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		320,929	319,035	319,035	279,585

2010-2011 FISCAL BUDGET
CITY HALL CONSTRUCTION FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
	NET OF REVENUES/APPROPRIATIONS - FUND 470	2,820	(300)	(20)	15
	BEGINNING FUND BALANCE	3,961	29,062	29,062	29,042
	ENDING FUND BALANCE	6,781	28,762	29,042	29,057

WASTEWATER FUND

WASTEWATER FUND

The City has a 1.42 million gallon per day secondary Wastewater Treatment Plant. In July, 1989, the City entered into its first agreement with United Water (formerly Earth Tech) of Grand Rapids to run the plant. On June 6, 2005, the City Council approved an agreement extending the contract to 2015. United Water is responsible for all operation costs. The annual cost includes \$381,779 for operations, \$12,000 for maintenance and \$22,000 covering equipment improvements. United Water will receive 50% of surcharges where an industry contributes higher than normal concentrations of wastewater to the facility (total \$12,000, half \$6,000). A total of \$415,780 has been budgeted under Contractual Services. Through Lowell Charter Township, \$75,000 is expected in revenue.

The City pays the debt retirement. The agreement is seen as a means to meet stringent state and federal regulations and manpower requirements in a cost effective manner.

While United Water maintains a Superintendent at the plant and part time assistance in such areas as lab and maintenance, the City handles the sewer collection system. As approved by Council at its March 1, 2010 meeting, United Water will provide a full time operator to fill the vacancy created by the retirement of City employee Frank Martin. A cost of \$81,280 is estimated for these mains. Administrative costs are \$617,036, while customer accounts (e.g. utility billing) amount to \$66,159.

Conducted under contract by the engineering firm of Hubbell Roth and Clark, an infiltration study of the wastewater collection system is being completed. A total of \$40,000 has been budgeted for repairs and upgrades of the system based on this study.

In the coming year, both sanitary pumps at the plant are proposed to be rebuilt (\$12,000). Through United Water, plans for future expansion of the plant are being undertaken. With the Wastewater Treatment bonds being fully paid on February 1, 2012, issues involving expansion will be reviewed.

Based on a rate study conducted by Tetra Tech, the following charges will remain the same:

- user rate: \$3.38 per 1,000 gallons per month
- Readiness to serve charge: \$20.10 per residential equivalent unit per month

Also, an equipment reserve of \$250,000 was created in fiscal year 1991-92 for the active components of the plant. A total of \$375,708.27 is projected for funding equipment replacement at the end of fiscal year 2010-2011.

The fiscal integrity of the Wastewater Fund will be closely monitored to ensure adequate revenues are received to maintain this plant and the wastewater system.

2010-2011 FISCAL BUDGET
WASTEWATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
590-000-514.000	GRANTS-FEDERAL				
590-000-569.000	STATE GRANT				
	GRANTS-TOWNSHIP				
590-000-588.000	CONTRIBUTIONS				
590-000-627.000	SEWER TAP FEE	900	500		
590-000-628.000	READINESS TO SERVE CHARGE	449,708	428,000	428,000	430,000
590-000-629.000	TOWNSHIP SERVICE CHARGES	80,951	75,000	75,000	75,000
590-000-630.000	OTHER TOWNSHIP CHARGES				
590-000-631.000	SEWER ONLY-SERVICE CHARGE	9,485	8,800	9,000	9,000
590-000-633.000	CAPITAL CONNECTION CHARGE	1,326	500		100
590-000-635.000	INDUSTRIAL TREATMENT CHARGES	11,417	10,000	11,000	10,000
590-000-636.000	DUMPING FEES	350	250		
590-000-642.000	METERED SALES	380,026	385,000	385,000	385,000
590-000-656.000	SERVICE-ON FEE				
590-000-665.000	INTEREST	2,663	2,500	2,000	2,100
590-000-665.001	INTEREST-IMPROVEMENT & REPAIR I	6,027	6,000	1,500	2,000
590-000-665.002	INTEREST-BOND RESERVE	1,059	1,500		
590-000-665.003	INTEREST-SPECIAL ASSESSMENT		65		
590-000-665.004	INTEREST-VEHICLE REPLACE RESV	68	50		
590-000-677.000	MISCELLANEOUS	7,851	500	500	500
590-000-678.000	GAIN/LOSS-DISPOSAL FIXED ASSET				
590-000-692.000	GAIN ON REFUNDING				
590-000-695.000	CONTRIBUTIONS				
590-000-698.000	PROCEEDS FROM SALE OF BONDS				
590-000-699.101	TRANSFER FROM GENERAL FUND				
	TRANSFER FROM FEDERAL				
590-000-699.249	REVENUE				
	TRANSFER FROM SEWER-				
590-000-699.590	OPERATING				
Totals for dept 000-		951,831	918,665	912,000	913,700
TOTAL ESTIMATED REVENUES		951,831	918,665	912,000	913,700
APPROPRIATIONS					
590-000-302.000	REV BONDS PAYABLE-1993 SERIES	(352,085)			
590-000-715.000	SOCIAL SECURITY				
Totals for dept 000-		(352,085)			
Dept 550-TREATMENT					
590-550-702.000	SALARIES-PERMANENT	47,431	48,317	48,317	4,106
590-550-707.000	SALARIES-TEMPORARY				
590-550-709.000	SALARIES-OVERTIME	9,018	8,500	8,500	722

2010-2011 FISCAL BUDGET
WASTEWATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
590-550-715.000	SOCIAL SECURITY	4,363	4,182	4,182	355
590-550-716.000	HEALTH INSURANCE	9,540	11,893	10,000	11,893
590-550-717.000	LIFE INSURANCE	168	185	185	16
590-550-718.000	PENSION	6,256	6,823	6,823	580
590-550-719.000	ACCRUED VACATION/SICK LEAVE	582	650	650	
590-550-721.000	LONGEVITY	650	650	650	
590-550-722.000	WORKERS COMPENSATION	957	1,100	1,100	95
590-550-723.000	DENTAL INSURANCE	398	463	463	40
590-550-724.000	EYECARE	142	170	170	18
590-550-725.000	DISABILITY INSURANCE	558	585	585	50
590-550-726.000	ACCRUED WAGES				
590-550-727.000	OFFICE SUPPLIES		100	100	100
590-550-740.000	OPERATING SUPPLIES	227	350	350	350
590-550-741.000	FUEL		3	3	1,050
590-550-743.000	CHEMICAL SUPPLIES				
590-550-744.000	UNIFORMS		350	350	350
590-550-801.000	PROFESSIONAL SERVICES		1,000	1,000	1,000
590-550-802.000	CONTRACTUAL	352,954	362,482	362,482	415,780
590-550-850.000	COMMUNICATIONS				
590-550-860.000	TRAVEL EXPENSES		100	100	
590-550-864.000	CONFERENCES & CONVENTIONS		200	200	
590-550-910.000	INSURANCE	11,875	12,000	12,000	12,000
590-550-920.000	PUBLIC UTILITIES				
590-550-930.000	REPAIR & MAINTENANCE	7,767	15,000	15,000	15,000
590-550-931.000	R & M/VEHICLES		500	500	500
590-550-940.000	RENTALS	626	400	400	400
590-550-955.000	MISCELLANEOUS EXPENSE	93	300	300	300
590-550-970.000	CAPITAL OUTLAY	1,800	12,000	12,000	12,000
590-550-977.000	EQUIPMENT				
590-550-980.000	OFFICE EQUIPMENT				
590-550-991.000	PRINCIPAL				
Totals for dept 550-TREATMENT		455,405	488,303	486,410	476,705
Dept 551-DISTRIBUTION & MAINS					
590-551-702.000	SALARIES-PERMANENT	17,006	17,172	17,172	17,172
590-551-707.000	SALARIES-TEMPORARY	173	93	93	93
590-551-708.000	SALARIES-STAND BY	413		423	450
590-551-709.000	SALARIES-OVERTIME	231	45	400	400
590-551-715.000	SOCIAL SECURITY	1,478	230	1,083	1,500
590-551-716.000	HEALTH INSURANCE	2,026	2,230	2,230	2,600
590-551-717.000	LIFE INSURANCE	75	72	72	75
590-551-718.000	PENSION	2,279	2,155	2,155	2,300
590-551-719.000	ACCRUED VACATION/SICK LEAVE		175	175	180
590-551-721.000	LONGEVITY	254	272	272	280
590-551-722.000	WORKERS COMPENSATION	332	200	200	250

2010-2011 FISCAL BUDGET
WASTEWATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
590-551-723.000	DENTAL INSURANCE	188	186	186	190
590-551-724.000	EYECARE	69	77	77	80
590-551-725.000	DISABILITY INSURANCE	225	209	209	210
590-551-726.000	ACCRUED WAGES				
590-551-740.000	OPERATING SUPPLIES	1,150	1,500	1,500	1,500
590-551-744.000	UNIFORMS	68			
590-551-801.000	PROFESSIONAL SERVICES				
590-551-802.000	CONTRACTUAL		1,000	1,000	1,000
590-551-850.000	COMMUNICATIONS	98	150	150	150
590-551-864.000	CONFERENCES & CONVENTIONS		50	50	50
590-551-910.000	INSURANCE	5,956	6,100	5,928	6,000
590-551-930.000	REPAIR & MAINTENANCE	26,128	40,000	40,000	40,000
590-551-940.000	RENTALS	3,697	4,000	4,000	3,500
590-551-955.000	MISCELLANEOUS EXPENSE	300	300	300	300
590-551-970.000	CAPITAL OUTLAY		3,000	5,000	3,000
Totals for dept 551-DISTRIBUTION & MAINS		62,146	79,216	82,675	81,280
Dept 552-CUSTOMER ACCOUNTS					
590-552-702.000	SALARIES-PERMANENT	24,421	25,025	25,025	27,000
590-552-703.000	SALARIES-METER READS	2,131	3,700	3,700	4,000
590-552-707.000	SALARIES-TEMPORARY				
590-552-709.000	SALARIES-OVERTIME		500	500	500
590-552-715.000	SOCIAL SECURITY	2,167	1,250	2,000	2,000
590-552-716.000	HEALTH INSURANCE	5,212	6,130	6,130	7,049
590-552-717.000	LIFE INSURANCE	114	129	130	130
590-552-718.000	PENSION	2,504	2,574	2,600	2,700
590-552-719.000	ACCRUED VACATION/SICK LEAVE	178	250	250	250
590-552-720.000	HOLIDAY PAY				
590-552-721.000	LONGEVITY	358	351	351	350
590-552-722.000	WORKERS COMPENSATION	101	150	150	150
590-552-723.000	DENTAL INSURANCE	302	350	350	350
590-552-724.000	EYECARE	122	175	175	180
590-552-725.000	DISABILITY	295	350	350	200
590-552-726.000	ACCRUED WAGES				
590-552-727.000	OFFICE SUPPLIES		300	450	
590-552-730.000	POSTAGE	1,871	2,000	2,000	3,500
590-552-740.000	OPERATING SUPPLIES	549	1,000	1,000	2,500
590-552-864.000	CONFERENCES & CONVENTIONS		200	200	
590-552-940.000	RENTALS				
590-552-941.000	DATA PROCESSING	4,590	15,000	15,000	15,000
590-552-955.000	MISCELLANEOUS EXPENSE		100	100	100
590-552-969.000	BAD DEBTS	239	200	200	200
590-552-970.000	CAPITAL OUTLAY				
Totals for dept 552-CUSTOMER ACCOUNTS		45,154	59,734	60,661	66,159

2010-2011 FISCAL BUDGET
WASTEWATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
590-553-702.000	SALARIES-PERMANENT	15,857	19,586	19,586	21,000
590-553-715.000	SOCIAL SECURITY	1,226	1,620	1,620	1,650
590-553-716.000	HEALTH INSURANCE	2,523	2,832	2,832	3,256
590-553-717.000	LIFE INSURANCE	40	43	43	50
590-553-718.000	PENSION	1,789	2,200	2,200	2,000
590-553-719.000	ACCRUED VACATION/SICK LEAVE	198	250	250	250
590-553-720.000	HOLIDAY PAY				
590-553-721.000	LONGEVITY	150	150	150	150
590-553-722.000	WORKERS COMPENSATION	159	100	100	100
590-553-723.000	DENTAL INSURANCE	113	130	130	135
590-553-724.000	EYECARE	42	46	46	50
590-553-725.000	DISABILITY INSURANCE	188	197	200	250
590-553-726.000	ACCRUED WAGES				
590-553-801.000	PROFESSIONAL SERVICES	4,197	3,500	3,500	4,000
590-553-860.000	TRAVEL EXPENSES				
590-553-864.000	CONFERENCES & CONVENTIONS		200	200	
590-553-910.000	INSURANCE				
590-553-941.000	DATA PROCESSING	1,620	3,000	3,000	4,000
590-553-955.000	MISCELLANEOUS EXPENSE	1,052	100	100	100
590-553-968.000	DEPRECIATION		220,000	220,000	220,000
590-553-969.000	DEPRECIATION-CONTRIB CAPITAL	222,997	170,000	170,000	170,000
590-553-984.000	FUTURE CONSTRUCTION				
590-553-991.000	PRINCIPAL-BONDS		165,000	165,000	170,000
590-553-995.000	INTEREST-BONDS	38,994	27,208	27,208	18,545
590-553-996.000	PAYING AGENT FEES	1,484	1,500	1,500	1,500
Totals for dept 553-ADMINISTRATION		292,629	617,662	617,665	617,036
TOTAL APPROPRIATIONS		503,249	1,244,915	1,247,411	1,241,180
NET OF REVENUES/APPROPRIATIONS - FUND 590		448,582	(326,250)	(335,411)	(327,480)
BEGINNING FUND BALANCE		330,605	468,243	468,243	132,832
ENDING FUND BALANCE		779,187	141,993	132,832	(194,648)

WASTEWATER FUND

ESTIMATE CASH POSITION

	<u>2009-2010</u>	<u>2010-2011</u>
CASH BALANCE - BEGINNING	\$ 188,734.75	\$ 232,323.75
IMPROVE./REPAIR RESERVE - BEGINNING	\$ 372,208.27	\$ 373,708.27
VEHICLE REPLACEMENT RESERVE - BEGINNING	\$ 7,527.84	\$ 7,542.84
ADDITIONS (DEDUCTIONS)		
OPERATING REVENUES:		
CHARGES FOR SERVICES	\$ 912,000.00	\$ 913,700.00
OPERATING EXPENSES:		
TREATMENT	\$ 486,410.00	\$ 476,705.00
TRANSMISSION AND DISTRIBUTION	\$ 82,675.00	\$ 81,280.00
CUSTOMER ACCOUNT	\$ 60,661.00	\$ 66,159.00
ADMINISTRATIVE AND GENERAL	\$ 33,957.00	\$ 36,991.00
TOTAL OPERATING EXPENSES	\$ 663,703.00	\$ 661,135.00
NON-OPERATING INCOME (EXPENSES)		
INTEREST/IMPROVEMENT RESERVE	\$ 1,500.00	\$ 2,000.00
INTEREST ON VEHICLE RESERVE	\$ 15.00	\$ 20.00
INTEREST	\$ 2,000.00	\$ 2,100.00
INTEREST/BOND RESERVE	\$ 1,200.00	\$ 1,500.00
MISCELLANEOUS INCOME	\$ 500.00	\$ 500.00
ADDITIONS TO UTILITY	\$ (15,000.00)	\$ (15,000.00)
INTEREST ESP. & FEES (REV. BONDS)	\$ (27,208.00)	\$ (18,545.00)
BOND PAYMENTS	\$ (165,000.00)	\$ (170,000.00)
TOTAL NON-OPERATING	\$ (201,993.00)	\$ (197,425.00)
CASH BALANCE - ENDING	\$ 232,323.75	\$ 283,943.75
IMPROVE./REPAIR RESEVE - ENDING	\$ 373,708.27	\$ 375,708.27
VEHICLE REPLACEMENT RESERVE - ENDING	\$ 7,542.84	\$ 7,562.84

WATER FUND

WATER FUND

The City operates a 1.75 million gallons per day lime softening water treatment plant off Bowes Road. Four supply wells are located at the treatment plant site and pump to the facility. The newest well located to the west of the plant provides both bypass (during periods of extremely heavy water demand) and production capabilities.

The City completed \$1.5 million of water system improvements in 1994 providing water main extensions on the westside, a ground storage tank and booster pump station. Also, Lowell Charter Township, as a wholesale customer, completed improvements serving the Eastgate Subdivision area and the new high school located near the intersection of Alden Nash N.E. and Vergennes Rd.

The distribution system has approximately 20 miles of water mains serving 1268 customers. The system is assisted by two storage tanks. One is located in the northeast section of the City near Shepard Drive containing 500,000 gallons. The other is a reinforced concrete 800,000 gallon tank near Gee Drive.

Personnel demands are met by a superintendent and two operators at the Water Treatment Plant. A water distribution supervisor maintains the water transmission system. The Deputy City Treasurer has primary responsibility for utility billing.

In reviewing the operating expenses, based on a previous study, the consumption charge is proposed to remain at \$1.45 per thousand gallons per month, with the readiness to serve rate to remain at \$23.68 per month.

Capital improvement projects for Water Treatment and Water Distribution being considered are as follows:

Install 450' of 8" water main on the 100 Blk of N. Center St.	Replace 4" Asbestos	\$45,000.00
Install 550' of 8" water main on the 200	Replace 4" Asbestos	\$55,000.00

Blk of N. Center St.

Install 550' of 8" water main on Heffron St.	Looping and Increase Fire Flow	\$55,000.00
Install 550' of 8" water main on West St.	Replace 4" Asbestos	\$55,000.00
Hazard Materials Handling and Disposal	OSHA Requirement	\$50,000.00
Engineering	20% of the total cost of the project	\$52,000.00
Contingency	20% of the total cost of the project	\$52,000.00
Power wash the N.W. Reservoir on Gee Dr.	Maintenance	\$9,000.00
Upgrade Meter Reading Equipment & Software	Water and Sewer Billing	\$30,000.00
Replace Main Line Valves	Repair broken valves	\$30,000.00
Fire Hydrant and Valve Database	Required by D.E.Q.	<u>\$1,500.00</u>

TOTAL WATER DISTRIBUTION	\$434,500.00
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Fencing back border of Water Treatment Plant	\$10,000.00
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Initial Lime Pond Excavation (Phase 1)	<u>\$5,000.00</u>
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TOTAL WATER TREATMENT PLANT	\$15,000.00
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TOTAL CAPITAL OUTLAY:	\$449,500.00
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2010-2011 FISCAL BUDGET
WATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
591-000-627.000	WATER TAP FEES	975	500	1,700	1,000
591-000-628.000	READINESS TO SERVE CHARGE	573,628	540,000	570,000	570,000
591-000-629.000	SPRINKLER SYSTEM READINESS CHARGE	1,530	1,530	1,530	1,530
591-000-630.000	OTHER TOWNSHIP CHARGES				
591-000-631.000	SEWER ONLY SERVICE CHARGE				
591-000-632.000	METERED SALES-TOWNSHIP	150,801	138,000	150,000	150,000
591-000-633.000	CAPITAL CONNECTION CHARGE	1,194		550	550
591-000-642.000	METERED SALES	217,768	220,000	220,000	220,000
591-000-656.000	SERVICE-ON FEE	6,306	9,000	5,500	6,000
591-000-665.000	INTEREST	8,459	14,000	5,000	6,000
591-000-665.001	INTEREST-RESTRICTED/EQUIPMENT				
591-000-665.002	INTEREST-SPECIAL ASSESSMENT	694	100	100	100
591-000-665.003	INTEREST-BOND RESERVE	2,637	8,300	2,600	2,600
591-000-665.004	INTEREST-CONSTRUCTION FUND				
591-000-667.000	RENTAL FEES	4,550	4,200	4,200	4,200
591-000-669.000	HYDRANT RENTAL		6,000	6,000	6,000
591-000-677.000	MISCELLANEOUS	8,555	12,000	5,000	6,000
591-000-695.000	CONTRIBUTIONS				
591-000-698.000	PROCEEDS FROM LOAN				
591-000-699.101	TRANSFER FROM GENERAL FUND				
591-000-699.591	TRANSFER FROM WATER- OPERATING				
Totals for dept 000-		977,097	953,630	972,180	973,980
TOTAL ESTIMATED REVENUES		977,097	953,630	972,180	973,980
APPROPRIATIONS					
Dept 552-CUSTOMER ACCOUNTS					
591-552-725.000	DISABILITY INSURANCE				
Totals for dept 552-CUSTOMER ACCOUNTS					
Dept 570-TREATMENT					
591-570-702.000	SALARIES-PERMANENT	103,417	115,629	112,000	130,000
591-570-707.000	SALARIES-TEMPORARY		1,500	500	500
591-570-709.000	SALARIES-OVERTIME	22,134	20,000	20,000	20,000
591-570-715.000	SOCIAL SECURITY	9,716	9,078	9,500	10,000
591-570-716.000	HEALTH INSURANCE	22,011	25,624	22,500	25,000
591-570-717.000	LIFE INSURANCE	388	414	414	414
591-570-718.000	PENSION	14,694	15,824	15,824	15,834
591-570-719.000	ACCRUED VACATION/SICK LEAVE	1,173	1,378	1,378	1,400
591-570-721.000	LONGEVITY	759	759	759	760
591-570-722.000	WORKERS COMPENSATION	3,434	2,000	2,000	2,000

2010-2011 FISCAL BUDGET
WATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
591-570-723.000	DENTAL INSURANCE	1,276	1,419	1,419	1,420
591-570-724.000	EYECARE	437	509	509	510
591-570-725.000	DISABILITY INSURANCE	1,411	1,389	1,389	1,400
591-570-726.000	ACCRUED WAGES				
591-570-727.000	OFFICE SUPPLIES	1,030	1,000	1,000	1,000
591-570-740.000	OPERATING SUPPLIES	6,459	12,000	12,000	12,000
591-570-743.000	CHEMICALS	41,995	38,500	38,500	39,700
591-570-744.000	UNIFORMS				
591-570-801.000	PROFESSIONAL SERVICES	2,974	7,000	5,000	12,000
591-570-802.000	CONTRACTUAL	4,926	3,200	3,200	2,300
591-570-850.000	COMMUNICATIONS	920	1,000	1,000	1,500
591-570-860.000	TRAVEL EXPENSES	1,507	2,000	1,500	1,500
591-570-864.000	CONFERENCES & CONVENTIONS	525	1,300	1,300	1,200
591-570-920.000	PUBLIC UTILITIES	42,900	45,000	45,000	50,000
591-570-930.000	REPAIR & MAINTENANCE	11,625	10,000	10,000	10,000
591-570-940.000	RENTALS	1,737	1,000	1,000	1,000
591-570-955.000	MISCELLANEOUS EXPENSE	1,382	1,000	1,000	1,000
591-570-970.000	CAPITAL OUTLAY	33,925	65,000	65,000	15,000
Totals for dept 570-TREATMENT		332,755	383,523	373,692	357,438
Dept 571-DISTRIBUTION					
591-571-702.000	SALARIES-PERMANENT	65,518	62,568	62,568	63,000
591-571-707.000	SALARIES-TEMPORARY	227	500	500	500
591-571-708.000	SALARIES-STAND BY	539		2,200	2,000
591-571-709.000	SALARIES-OVERTIME	1,248	1,400	3,500	3,200
591-571-715.000	SOCIAL SECURITY	5,529	5,919	6,000	6,000
591-571-716.000	HEALTH INSURANCE	7,115	7,773	7,773	8,900
591-571-717.000	LIFE INSURANCE	253	259	259	275
591-571-718.000	PENSION	7,722	7,837	7,837	8,000
591-571-719.000	ACCRUED VACATION/SICK LEAVE		708	708	715
591-571-721.000	LONGEVITY	839	884	884	900
591-571-722.000	WORKERS COMPENSATION	1,820	1,100	1,100	1,100
591-571-723.000	DENTAL INSURANCE	614	666	666	700
591-571-724.000	EYECARE	247	276	276	300
591-571-725.000	DISABILITY INSURANCE	734	760	760	800
591-571-726.000	ACCRUED WAGES				
591-571-727.000	OFFICE SUPPLIES	181	3,100	2,000	2,900
591-571-740.000	OPERATING SUPPLIES	8,369	4,920	4,920	4,920
591-571-744.000	UNIFORMS	302	450	450	450
	CUSTOMER INSTALLATION				
591-571-800.000	EXPENSE	2,108	5,232	5,232	5,232
591-571-801.000	CROSS CONNECTIONS	12,850		12,850	15,000
591-571-802.000	CONTRACTUAL	1,561	40,150	20,000	25,000
591-571-850.000	COMMUNICATIONS	6,835	3,932	7,000	3,932
591-571-864.000	CONFERENCES & CONVENTIONS	1,569	3,300	3,300	3,300

2010-2011 FISCAL BUDGET
WATER FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
591-571-920.000	PUBLIC UTILITIES	19,218	20,000	18,000	20,000
591-571-930.000	REPAIR & MAINTENANCE	42,909	33,162	33,162	33,162
591-571-940.000	RENTALS	9,342	22,000	10,000	22,000
591-571-955.000	MISCELLANEOUS EXPENSE	1,012	1,975	1,975	1,975
591-571-970.000	CAPITAL OUTLAY	32,895	238,000	140,000	434,500
591-571-991.000	PRINCIPAL			7,787	8,103
591-571-995.000	INTEREST	1,318		1,341	1,026
Totals for dept 571-DISTRIBUTION		232,874	466,871	363,048	677,890

Dept 572-CUSTOMER ACCOUNTS

591-572-702.000	SALARIES-PERMANENT	24,296	25,025	25,025	27,000
591-572-703.000	SALARIES-METER READS	6,393	3,500	6,500	6,500
591-572-707.000	SALARIES-TEMPORARY				
591-572-709.000	SALARIES-OVERTIME				
591-572-715.000	SOCIAL SECURITY	2,483	1,588	1,588	2,500
591-572-716.000	HEALTH INSURANCE	5,212	6,130	6,129	7,048
591-572-717.000	LIFE INSURANCE	114	129	129	140
591-572-718.000	PENSION	2,504	2,574	2,574	2,600
591-572-719.000	ACCRUED VACATION/SICK LEAVE	178	200	200	200
591-572-721.000	LONGEVITY	358	351	351	400
591-572-722.000	WORKERS COMPENSATION	237	150	150	250
591-572-723.000	DENTAL INSURANCE	302	350	350	350
591-572-724.000	EYECARE	122	175	175	200
591-572-725.000	DISABILITY	295	309	310	310
591-572-726.000	ACCRUED WAGES				
591-572-727.000	OFFICE SUPPLIES		250	2,000	2,500
591-572-730.000	POSTAGE	1,871	2,500	2,500	3,500
591-572-740.000	OPERATING SUPPLIES	549	1,200	1,200	3,000
591-572-864.000	CONFERENCES & CONVENTIONS				
591-572-940.000	RENTALS				
591-572-941.000	DATA PROCESSING	7,147	15,000	15,000	15,000
591-572-955.000	MISCELLANEOUS EXPENSE		100		100
591-572-969.000	BAD DEBTS	239	100	100	100
Totals for dept 572-CUSTOMER ACCOUNTS		52,300	59,631	64,281	71,698

Dept 573-ADMINISTRATION

591-573-702.000	SALARIES-PERMANENT	15,734	19,586	19,586	20,000
591-573-715.000	SOCIAL SECURITY	1,217	1,700	1,700	1,530
591-573-716.000	HEALTH INSURANCE	2,523	2,832	2,831	3,255
591-573-717.000	LIFE INSURANCE	40	43	43	43
591-573-718.000	PENSION	1,789	1,938	1,938	2,000
591-573-719.000	ACCRUED VACATION/SICK LEAVE	198	219	219	220
591-573-721.000	LONGEVITY	150	150	150	150
591-573-722.000	WORKERS COMPENSATION	222	150	150	250
591-573-723.000	DENTAL INSURANCE	113	130	130	140

2010-2011 FISCAL BUDGET
WATER FUND

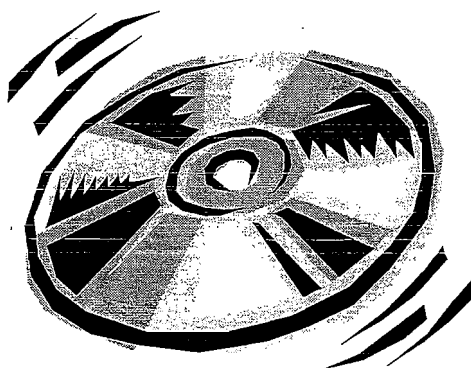
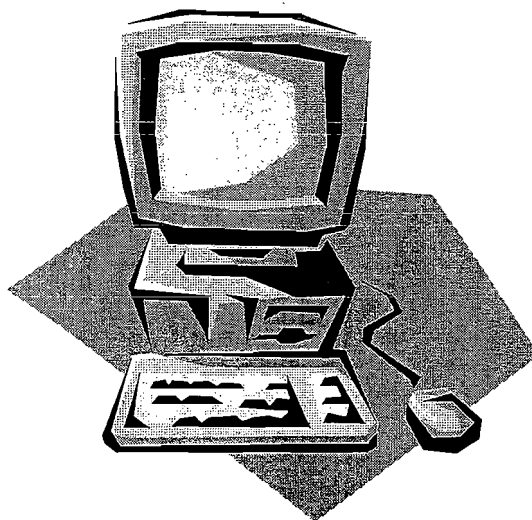
GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
591-573-724.000	EYECARE	42	46	46	50
591-573-725.000	DISABILITY	188	197	197	200
591-573-726.000	ACCRUED WAGES				
591-573-727.000	OFFICE SUPPLIES				
591-573-740.000	OPERATING SUPPLIES				
591-573-801.000	PROFESSIONAL SERVICES	5,501	3,500	3,500	5,000
591-573-864.000	CONFERENCES & CONVENTIONS				
591-573-910.000	INSURANCE	7,563	7,500	8,600	8,500
591-573-940.000	RENTALS				
591-573-941.000	DATA PROCESSING	1,620	3,000	3,000	3,000
591-573-955.000	MISCELLANEOUS EXPENSE	1,133			
591-573-968.000	DEPRECIATION	121,845	120,000	120,000	120,000
591-573-969.000	DEPRECIATION-CONTRIB CAPITAL		15,000	15,000	15,000
	CONTINGENCY-EQUIPMENT				
591-573-977.000	REPLACEMENT				
591-573-991.000	PRINCIPAL-BONDS		160,000	160,000	170,000
591-573-995.000	INTEREST-BONDS	93,861	73,800	67,175	61,025
591-573-996.000	PAYING AGENT FEES	450	450	450	450
Totals for dept 573-ADMINISTRATION		254,189	410,241	404,715	410,813
Dept 906-DEBT SERVICE					
591-906-995.000	INTEREST	(729)			
Totals for dept 906-DEBT SERVICE		(729)			
Dept 965-TRANSFERS OUT					
591-965-999.101	TRANSFER TO GENERAL FUND				
Totals for dept 965-TRANSFERS OUT					
Dept 999-TRANSFERS IN					
591-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		871,389	1,320,266	1,205,736	1,517,839
NET OF REVENUES/APPROPRIATIONS - FUND 591		105,708	(366,636)	(233,556)	(543,859)
BEGINNING FUND BALANCE		2,233,241	2,224,458	2,224,458	1,990,902
ENDING FUND BALANCE		2,338,949	1,857,822	1,990,902	1,447,043

WATER FUND

ESTIMATED CASH POSITION

	<u>2009-2010</u>	<u>2011-2012</u>
CASH BALANCE - BEGINNING	\$ 517,696.71	\$ 423,241.21
EQUIPMENT RESERVE CASH - BEGINNING	\$ 80,000.00	\$ 80,000.00
ADDITIONS (DEDUCTIONS)		
OPERATING REVENUES:		
CHARGES FOR SERVICE	\$ 954,280.00	\$ 955,080.00
OPERATING EXPENSES:		
WATER TREATMENT	\$ 308,692.00	\$ 342,438.00
TRANSMISSION AND DISTRIBUTION	\$ 213,920.00	\$ 234,261.00
CUSTOMER ACCOUNT	\$ 64,281.20	\$ 71,698.00
ADMINISTRATIVE AND GENERAL	\$ 42,089.30	\$ 44,338.00
TOTAL OPERATING EXPENSES	\$ 628,982.50	\$ 692,735.00
NON-OPERATING INCOME (EXPENSES):		
INTEREST	\$ 5,000.00	\$ 6,000.00
HOOK-UP FEES	\$ 1,700.00	\$ 500.00
RENTAL INCOME	\$ 4,200.00	\$ 4,200.00
HYDRANT RENTAL	\$ 6,000.00	\$ 6,000.00
SPECIAL ASSESSMENT REVENUE	\$ 100.00	\$ 100.00
MISCELLANEOUS INCOME	\$ 5,000.00	\$ 6,000.00
ADDITIONS TO UTILITY:		
TREATMENT	\$ (65,000.00)	\$ (15,000.00)
WATER MAINS	\$ (140,000.00)	\$ (434,500.00)
TRUCK LEASE	\$ (9,128.00)	\$ (9,129.00)
INTEREST EXPENSE (REVENUE BONDS)	\$ (67,175.00)	\$ (61,025.00)
BOND PAYMENT	\$ (160,000.00)	\$ (170,000.00)
PAYING AGENT FEES	\$ (450.00)	\$ (450.00)
TOTAL NON-OPERATING	\$ (419,753.00)	\$ (667,304.00)
CASH BALANCE - ENDING	\$ 423,241.21	\$ 18,282.21
EQUIPMENT RESERVE CASH - ENDING	\$ 80,000.00	\$ 80,000.00

DATA PROCESSING FUND



DATA PROCESSING FUND

The Data Processing Fund is the cost center for the in-house computer operation. This operation is coordinated by the Finance Department. Rental accounts are charged to the Treasurer, Cemetery, Sewer, Water, Public Works, Major and Local Streets, Elections, Assessor, Equipment and General Office departments. Monies are utilized for supplies, purchase of software, equipment maintenance contracts and acquisition of computer hardware.

A total expenditure of \$2,000 is planned for purchase of new Microsoft Office 2010 software to handle the City's financial operations. In addition, the fund reflects the recent financial software purchase providing a second year's payment (\$8,000).

A cash balance of \$20,039.70 is proposed.

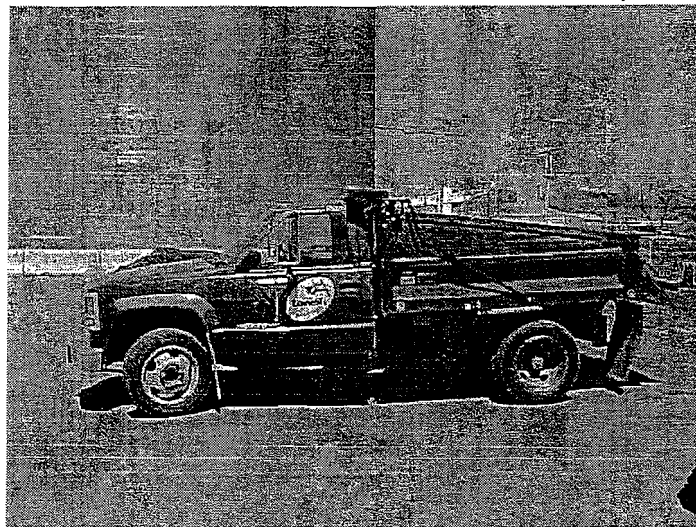
2010-2011 FISCAL BUDGET
DATA PROCESSING FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
636-000-665.000	INTEREST	5	350	100	100
636-000-670.001	RENTALS-TREASURER		12,000	8,000	5,000
636-000-670.002	RENTALS-CEMETERY				
636-000-670.005	RENTALS-PUBLIC WORKS				
636-000-670.009	RENTALS-PARKS				
636-000-670.010	RENTALS-SEWER FUND	6,210	18,000	18,000	18,000
636-000-670.011	RENTALS-WATER FUND	8,767	18,000	18,000	18,000
636-000-670.012	RENTALS-MAJOR STREET	810	810	810	810
636-000-670.013	RENTALS-LOCAL STREET	810	810	810	810
636-000-670.014	RENTALS-ELECTIONS				
636-000-670.015	RENTALS-ASSESSOR				
636-000-670.016	RENTALS-EQUIPMENT FUND	1,000	1,000	1,000	1,000
636-000-670.017	RENTALS-GENERAL OFFICE				
636-000-677.000	MISCELLANEOUS	385			
Totals for dept 000-		17,987	50,970	46,720	43,720
TOTAL ESTIMATED REVENUES		17,987	50,970	46,720	43,720
APPROPRIATIONS					
636-000-740.000	OPERATING SUPPLIES	1,909	2,000	2,000	3,000
636-000-801.000	PROFESSIONAL SERVICES	5,573	3,000	10,000	6,000
636-000-802.000	CONTRACTUAL	8,075	5,500	10,000	6,000
636-000-850.000	COMMUNICATIONS				
636-000-910.000	INSURANCE				
636-000-955.000	MISCELLANEOUS EXPENSE	3	250		
636-000-957.000	TRAINING				
636-000-968.000	DEPRECIATION				
636-000-983.000	LEASED ASSETS				
636-000-984.000	POLICE/FIRE-RESCUE EQUIPMENT				
636-000-986.000	COMPUTER DATA PROCESSING				
636-000-986.000	EQUIPMENT	2,167	40,000	2,151	2,000
636-000-995.000	INTEREST				
Totals for dept 000-		17,727	50,750	24,151	17,000
Dept 965-TRANSFERS OUT					
636-965-999.101	TRANSFER TO GENERAL FUND				
Totals for dept 965-TRANSFERS OUT					
Dept 999-TRANSFERS IN					
636-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		17,727	50,750	24,151	17,000

2010-2011 FISCAL BUDGET
DATA PROCESSING FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
	NET OF REVENUES/APPROPRIATIONS - FUND 636	260	220	22,569	26,720
	BEGINNING FUND BALANCE	1,743	2,004	2,004	24,573
	ENDING FUND BALANCE	2,003	2,224	24,573	51,293

EQUIPMENT FUND



EQUIPMENT FUND

The Equipment Fund accounts for the centralized maintenance and operational supply support for the city's fleet of trucks and specialized pieces of equipment. All equipment is rented to user departments to finance operational costs and future equipment replacement. The salary of the Public Works mechanic is provided through this fund which provides a preventive maintenance program.

For the fiscal year, \$8,500 has been set aside for the third payment of a five year lease purchase for the cemetery truck and plow truck.

Also, a new plow truck has been purchased this past year. Through a loan from the Water Fund, a third year's payment is \$21,000.

2010-2011 FISCAL BUDGET
EQUIPMENT FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Fund 661 - EQUIPMENT FUND					
ESTIMATED REVENUES					
661-000-626.000	CITY VEHICLE R & M CHARGES	8,589	10,000	10,000	8,500
661-000-665.000	INTEREST	619	500	200	200
661-000-670.002	RENTALS-CEMETERY	17,353	16,170	16,170	19,000
661-000-670.005	RENTALS-PUBLIC WORKS	4,511	4,000	4,000	4,200
661-000-670.006	RENTALS-SIDEWALKS	2,834	3,500	3,500	3,500
661-000-670.008	RENTALS-AIRPORT				
661-000-670.009	RENTALS-PARKS	21,248	20,000	20,000	20,000
661-000-670.010	RENTALS-SEWER FUND	4,323	4,400	4,400	3,900
661-000-670.011	RENTALS-WATER FUND	11,079	23,000	20,000	23,000
661-000-670.012	RENTALS-MAJOR STREET	14,183	16,350	16,350	16,700
661-000-670.013	RENTALS-LOCAL STREET	37,103	37,000	28,000	34,800
661-000-670.014	RENTALS - FIRE	1,266	500	900	500
661-000-670.015	RENTALS - CITY HALL	602		1,100	900
661-000-670.019	RENTALS LIBRARY	3,697	3,500	3,500	3,500
661-000-670.020	RENTALS DDA	12,269	10,000	10,000	10,000
661-000-670.021	RENTALS MUSEUM	595		500	500
661-000-670.022	RENTALS AIRPORT			350	300
661-000-677.000	MISCELLANEOUS			200	100
661-000-678.000	REIMBURSEMENT FOR FUEL				
661-000-693.000	GAIN/SALE OF DEP FIXED ASSETS			3,500	
661-000-696.000	INSURANCE RECOVERIES				
661-000-698.000	PROCEEDS FROM LOAN				
661-000-699.101	TRANSFER FROM GENERAL FUND				
Totals for dept 000-		140,271	148,920	142,670	149,600

TOTAL ESTIMATED REVENUES

140,271 148,920 142,670 149,600

APPROPRIATIONS

661-000-702.000 SALARIES-PERMANENT

Totals for dept 000-

Dept 895

661-895-702.000	SALARIES-PERMANENT	45,520	43,255	50,000	50,000
661-895-707.000	SALARIES-TEMPORARY	106	600	100	100
661-895-709.000	SALARIES-OVERTIME	176	200	500	300
661-895-715.000	SOCIAL SECURITY	3,837	3,700	3,700	3,825
661-895-716.000	HEALTH INSURANCE	4,349	4,408	3,500	4,000
661-895-717.000	LIFE INSURANCE	124	148	148	150
661-895-718.000	PENSION	4,481	5,473	5,473	6,000
661-895-719.000	ACCRUED VACATION/SICK LEAVE	75	505		
661-895-720.000	HOLIDAY PAY				
661-895-721.000	LONGEVITY	307	339	339	350

2010-2011 FISCAL BUDGET
EQUIPMENT FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
661-895-722.000	WORKERS COMPENSATION	1,236	1,200	1,200	1,250
661-895-723.000	DENTAL INSURANCE	313	389	389	400
661-895-724.000	EYECARE	122	184	184	200
661-895-725.000	DISABILITY	517	510	510	520
661-895-726.000	ACCRUED WAGES				
661-895-727.000	OFFICE SUPPLIES		150	150	150
661-895-740.000	OPERATING SUPPLIES	17,107	15,000	12,000	15,000
661-895-741.000	FUEL	13,863	18,500	18,500	18,500
661-895-744.000	UNIFORMS	68	150	185	100
661-895-801.000	PROFESSIONAL SERVICES	200	250	100	100
661-895-802.000	CONTRACTUAL		5,000	2,000	5,000
661-895-820.000	LOSS ON DISPOSAL OF ASSET				
661-895-850.000	COMMUNICATIONS				
661-895-860.000	TRAVEL EXPENSES		200	200	250
661-895-900.000	PRINTING		200	50	200
661-895-910.000	INSURANCE	11,227	12,750	10,795	11,000
661-895-930.000	REPAIR & MAINTENANCE	17,156	18,000	16,500	18,000
661-895-941.000	DATA PROCESSING	1,000	1,000	1,000	1,000
661-895-955.000	MISCELLANEOUS EXPENSE	179	500	500	500
661-895-957.000	TRAINING		500	500	500
661-895-959.000	TOOL ALLOWANCE				
661-895-968.000	DEPRECIATION	10,621	2,000	8,000	8,000
661-895-981.000	EQUIPMENT	8,571		2,700	
661-895-983.000	LEASED ASSETS				
661-895-991.000	PRINCIPAL		25,689	25,733	26,026
	INTEREST PAYABLE TO LOCAL				
661-895-995.000	STREET FUND	1,029	3,515		
661-895-995.001	INTEREST LOAN	2,249	1,238	4,760	3,588
Totals for dept 895-		144,433	165,553	169,716	175,009
Dept 965-TRANSFERS OUT					
661-965-999.101	TRANSFER TO GENERAL FUND				
Totals for dept 965-TRANSFERS OUT					
Dept 999-TRANSFERS IN					
661-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		144,433	165,553	169,716	175,009
NET OF REVENUES/APPROPRIATIONS - FUND 661		(4,162)	(16,633)	(27,046)	(25,409)
BEGINNING FUND BALANCE		34,080	29,916	29,916	2,870
ENDING FUND BALANCE		29,918	13,283	2,870	(22,539)

AIRPORT FUND

AIRPORT FUND

As authorized by the City Council at its February 5, 1990 meeting, the Airport Fund was created to initiate a means for improvements to the Lowell City Airport. As an enterprise fund, the airport seeks to promote revenues such as hangar rentals and tie down fees to pay for capital expenditures.

The City Council adopted an ordinance in 1988 instituting an Airport Board. This seven member body provides recommendations to the Council on matters affecting the airport. All financial decisions rest with the Council.

The fund revenues reflect payment of monthly rental fees from four hangars that the City possesses. Also, airplanes' tie down fees at the airport are included.

Loans to the Michigan Aeronautics Commission for construction of two six stall T-hangars have been repaid. The first was a \$36,000 ten year loan for a hangar built in 1990 (was paid in full). The other is a \$40,380 ten year loan for a hangar constructed in 1992 (also paid in full). The main runway was paved in 1994 at a cost of \$46,192. After the sale of four acres of airport property (\$25,611), a grant from the Look Memorial Fund (\$10,000), and funds raised at four "fly ins," a loan balance of \$4,322 had remained. The City Council authorized loans for tree removals at the east and west ends of the main runway, raising the total to \$18,622 which has been paid in full.

The City entered into a five year agreement on September 1, 2008 with Williams Air Power, Inc. to provide services as a Fixed Base Operator managing the airport.

At its December 6, 1999 meeting, the City Council authorized borrowing from the Michigan Bureau of Aeronautics for improvements to the Airport. A \$70,000 loan has been secured from the State. Through these funds, the apron and taxiway areas have been hard surfaced.

In consulting with the State, the possibility of grant funds could utilize further projects by the use of the loan as a local match. The need to secure air easements, particularly at the end of 12-30, is considered a priority by the Aeronautics Bureau in order to qualify for grant funding. The hiring of URS as authorized by the City Council at its April 9, 2001 meeting to attain General Utility status, where this will provide the Airport grant eligibility. Air easements have been secured from adjoining properties and tree cutting has recently been completed for safer approaches for the main runway.

In 2002, runway 6-24 (turf) was lengthened approximately 1,000 feet to 2,680 feet overall with provision for fill and wetland mitigation (\$55,497) in 2002.

In May of 2005, a contract was approved with URS to initiate the air easement process with eight adjoining properties. The \$47,500 cost was funded by a 90% grant from the State to secure easements on the east side. Trees were cut last winter with work recently finished. Easements on the west side have been completed through court proceedings (total cost \$234,000; local share \$23,400). The cutting of vegetation (total cost \$130,000; local \$20,000) will occur during the 2010 calendar year.

The Board has placed a priority on improving the airport to General Utility status. T-hangars maintenance (doors and roofs) is a second priority. Also, improving turf runway (6-24), installing a rotating beam and constructing added hangars as well as extending runway 12-30 and asphalt the main entrance road and parking lot are additional projects. The Budget is in accordance with City policy to have the City Airport self sufficient without need of General Fund revenues for support.

2010-2011 FISCAL BUDGET
AIRPORT FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Fund 581 - AIRPORT FUND					
ESTIMATED REVENUES					
581-000-607.001	TIE-DOWN FEES	70	480	70	70
581-000-607.002	GAS TAX FEES				
581-000-607.003	HANGAR STORAGE FEES			3,250	3,000
581-000-665.000	INTEREST	875	600	300	300
581-000-667.000	HANGAR RENTAL FEES	33,464	27,000	27,000	27,000
581-000-677.000	MISCELLANEOUS	22			
581-000-698.000	PROCEEDS FROM LOAN				
Totals for dept 000-		34,431	28,080	30,620	30,370
TOTAL ESTIMATED REVENUES		34,431	28,080	30,620	30,370
APPROPRIATIONS					
581-000-740.000	OPERATING SUPPLIES		4,000	4,000	4,000
581-000-801.000	PROFESSIONAL SERVICES	8,130	6,000	4,800	4,800
581-000-802.000	CONTRACTUAL				
581-000-910.000	INSURANCE	4,031	4,500	4,100	4,500
581-000-920.000	PUBLIC UTILITIES	2,163	3,000	2,500	3,000
581-000-930.000	REPAIR & MAINTENANCE	4,605	2,500	5,500	5,000
581-000-940.000	RENTALS			500	500
581-000-955.000	MISCELLANEOUS EXPENSE	4,161	4,500	4,500	4,500
581-000-968.000	DEPRECIATION	12,315	12,500		
581-000-969.000	DEPRECIATION-CONTRIB CAPITAL		4,500		
581-000-970.000	CAPITAL OUTLAY				
581-000-991.000	PRINCIPAL		7,909	8,344	8,800
581-000-995.000	INTEREST	1,322	1,378	943	484
Totals for dept 000-		36,727	50,787	35,187	35,584
Dept 999-TRANSFERS IN					
581-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		36,727	50,787	35,187	35,584
NET OF REVENUES/APPROPRIATIONS - FUND 581		(2,296)	(22,707)	(4,567)	(5,214)
BEGINNING FUND BALANCE		154,302	142,272	142,272	137,705
ENDING FUND BALANCE		152,006	119,565	137,705	132,491

AIRPORT FUND

ESTIMATED CASH POSITION

	<u>2009-2010</u>	<u>2010-2011</u>
CASH BALANCE - BEGINNING	\$ 56,153.00	\$ 11,246.00
ADDITIONS (DEDUCTIONS)		
OPERATING REVENUES:		
CHARGES FOR SERVICE	\$ 30,620.00	\$ 30,370.00
OPERATING EXPENSES:		
SUPPLIES	\$ 4,000.00	\$ 4,000.00
OTHER SERVICES AND CHARGES	\$ 21,900.00	\$ 22,300.00
TOTAL OPERATING EXPENSES	(25,900.00)	(26,300.00)
NON-OPERATING INCOME (EXPENSES):		
MISCELLANEOUS REVENUE		
ADDITIONS TO ASSETS	\$ (40,340.00)	
INTEREST EXPENSE	\$ (943.00)	\$ (484.00)
LOAN PAYMENT	\$ (8,344.00)	\$ (8,800.00)
TOTAL NON-OPERATING	\$ (49,627.00)	\$ (9,284.00)
CASH BALANCE - ENDING	\$ 11,246.00	\$ 6,032.00

LEE FUND

LEE FUND

These monies derived from a bequest in the will of Dr. Solomon S. Lee have provided funds for park improvements in the community. Interest earnings from the \$200,000 reserve fund balance are utilized for this purpose. In following with the Parks and Recreation Commission policy adopted on March 9, 1996, at least \$1,000 or 10% of net proceeds would be set aside toward building a fund reserve to gain greater investment revenue. A total of \$1,250 will be transferred for this purpose.

A total of \$5,000 is being allocated from the Fund to handle maintenance of the parks. Also, projects will be proposed out of the remaining \$7,500 in unallocated expenses as determined by the Parks and Recreation Commission and City Council.

In addition, \$300 has been provided in the Lee Fund budget for auditing services. The planned fund balance, at the end of the 2010-2011 fiscal year, is \$211,060.

2010-2011 FISCAL BUDGET
LEE FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Fund 714 - LEE FUND					
ESTIMATED REVENUES					
714-000-665.000	INTEREST	16,212	12,500	12,500	12,500
714-000-677.000	MISCELLANEOUS GRAND RAPIDS FOUNDATION				
714-000-690.000	GRANT				
714-000-698.000	GAIN ON SALE OF INVESTMENT				
Totals for dept 000-		16,212	12,500	12,500	12,500
TOTAL ESTIMATED REVENUES		16,212	12,500	12,500	12,500
APPROPRIATIONS					
714-000-700.000	INCREASE(DEC) IN FMV-INVEST				
714-000-740.000	ACCOUNTS PAYABLE	155			
714-000-801.000	PROFESSIONAL SERVICES	300	300	300	300
714-000-880.000	COMMUN PROMOTION/CHILD WATCH				
714-000-955.000	MISCELLANEOUS EXPENSE	14			
714-000-970.000	PARK IMPROVEMENTS	10,688	7,500	7,500	7,500
714-000-971.000	LAND				
Totals for dept 000-		11,157	7,800	7,800	7,800
Dept 965-TRANSFERS OUT					
714-965-999.101	TRANSFER TO GENERAL FUND	5,000	5,000	5,000	5,000
	TRANSFER TO BUILDING				
714-965-999.472	AUTHORITY				
Totals for dept 965-TRANSFERS OUT		5,000	5,000	5,000	5,000
Dept 999-TRANSFERS IN					
714-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		16,157	12,800	12,800	12,800
NET OF REVENUES/APPROPRIATIONS - FUND 714		55	(300)	(300)	(300)
BEGINNING FUND BALANCE		211,606	211,660	211,660	211,360
ENDING FUND BALANCE		211,661	211,360	211,360	211,060

APPENDIX

2010-2011 FISCAL BUDGET
CEMETERY FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
Fund 711 - CEMETERY FUND					
ESTIMATED REVENUES					
711-000-627.000	PERPETUAL CARE INCOME	6,000	10,000	6,000	6,000
711-000-665.000	INTEREST	13,521	10,000	10,000	10,000
Totals for dept 000-		19,521	20,000	16,000	16,000
TOTAL ESTIMATED REVENUES		19,521	20,000	16,000	16,000
APPROPRIATIONS					
711-000-700.000	INCREASE(DEC) IN FMV-INVEST				
711-000-801.000	PROFESSIONAL SERVICES	509		500	500
Totals for dept 000-		509		500	500
Dept 965-TRANSFERS OUT					
711-965-999.101	TRANSFER TO GENERAL FUND	13,521	10,000	10,000	12,000
Totals for dept 965-TRANSFERS OUT		13,521	10,000	10,000	12,000
Dept 999-TRANSFERS IN					
711-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		14,030	10,000	10,500	12,500
NET OF REVENUES/APPROPRIATIONS - FUND 711		5,491	10,000	5,500	3,500
BEGINNING FUND BALANCE		290,103	295,594	295,594	301,094
ENDING FUND BALANCE		295,594	305,594	301,094	304,594

2010-2011 FISCAL BUDGET
LOOK FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
715-000-665.000	INTEREST	70,393		50,000	50,000
715-000-675.000	CONTRIB FROM PRIVATE SOURCES				
715-000-677.000	MISCELLANEOUS				
715-000-698.000	GAINS ON SALES OF INVESTMENTS				
Totals for dept 000-		70,393		50,000	50,000
TOTAL ESTIMATED REVENUES		70,393		50,000	50,000
APPROPRIATIONS					
715-000-700.000	INCREASE(DEC) IN FMV-INVEST				
715-000-801.000	PROFESSIONAL SERVICES				
715-000-880.000	COMMUNITY PROMOTIONS	23,486		30,000	30,000
715-000-955.000	MISCELLANEOUS EXPENSE				
Totals for dept 000-		23,486		30,000	30,000
Dept 965-TRANSFERS OUT					
715-965-999.101	TRANSFER TO GENERAL FUND	15,000		15,000	15,000
715-965-999.248	TRANSFER TO D.D.A. FUND				
715-965-999.472	TRANSFER TO BUILDING AUTHORITY				
Totals for dept 965-TRANSFERS OUT		15,000		15,000	15,000
Dept 999-TRANSFERS IN					
715-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		38,486		45,000	45,000
NET OF REVENUES/APPROPRIATIONS - FUND 715		31,907		5,000	5,000
BEGINNING FUND BALANCE		946,995	978,902	978,902	983,902
ENDING FUND BALANCE		978,902	978,902	983,902	988,902

2010-2011 FISCAL BUDGET
CARR FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
716-000-665.000	INTEREST	299		150	
716-000-675.000	CONTRIB FROM PRIVATE SOURCES				
716-000-677.000	MISCELLANEOUS				
Totals for dept 000-		299		150	
TOTAL ESTIMATED REVENUES					
		299		150	
APPROPRIATIONS					
716-000-801.000	PROFESSIONAL SERVICES	150			
	COMMUN PROMOTION/CHILD				
716-000-880.000	WATCH				
	CONTRIBUTIONS FOR LIBRARY				
716-000-887.000	PROGRAMS	450			
716-000-955.000	MISCELLANEOUS EXPENSE	36			
Totals for dept 000-		636			
Dept 999-TRANSFERS IN					
716-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS					
		636			
NET OF REVENUES/APPROPRIATIONS - FUND 716					
		(337)		150	
BEGINNING FUND BALANCE		23,522	23,186	23,186	23,336
ENDING FUND BALANCE		23,185	23,186	23,336	23,336

2010-2011 FISCAL BUDGET
CARR FUND II

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
718-000-665.000	INTEREST	973	2,000	600	750
718-000-675.000	CONTRIB FROM PRIVATE SOURCES				
718-000-677.000	MISCELLANEOUS				
Totals for dept 000-		973	2,000	600	750
TOTAL ESTIMATED REVENUES		973	2,000	600	750
APPROPRIATIONS					
718-000-801.000	PROFESSIONAL SERVICES	1,250			
718-000-880.000	COMMUNITY PROMOTION				
718-000-955.000	MISCELLANEOUS EXPENSE	116			
718-000-970.000	PARK IMPROVEMENTS			2,000	1,000
Totals for dept 000-		1,366		2,000	1,000
Dept 965-TRANSFERS OUT					
718-965-999.101	TRANSFER TO GENERAL FUND				
Totals for dept 965-TRANSFERS OUT					
Dept 999-TRANSFERS IN					
718-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		1,366		2,000	1,000
NET OF REVENUES/APPROPRIATIONS - FUND 718		(393)	2,000	(1,400)	(250)
BEGINNING FUND BALANCE		75,884	75,491	75,491	74,091
ENDING FUND BALANCE		75,491	77,491	74,091	73,841

HISTORICAL DISTRICT FUND

Since 1998, the Lowell Downtown Historic District Commission has granted funds for the renovation and restoration of 12 buildings amounting to \$365,000. These funds were from the Lowell Area Community Fund and provided on a match basis. A total of \$50,000 is budgeted for the coming year.

2010-2011 FISCAL BUDGET
HISTORICAL DISTRICT FUND

GL NUMBER	DESCRIPTION	08-09 ACTIVITY	09-10 ADOPTED BUDGET	09-10 PROJECTED ACTIVITY	10-11 REQUESTED BUDGET
ESTIMATED REVENUES					
238-000-665.000	INTEREST	458		120	200
238-000-690.000	HISTORIC DISTRICT GRANTS	50,000			50,000
Totals for dept 000-		50,458		120	50,200
TOTAL ESTIMATED REVENUES		50,458		120	50,200
APPROPRIATIONS					
238-000-801.000	PROFESSIONAL SERVICES				
238-000-880.000	HISTORIC DISTRICT GRANTS	40,842		25,500	10,000
Totals for dept 000-		40,842		25,500	10,000
Dept 999-TRANSFERS IN					
238-999-999.990	CURRENT FUND CONTRA CHANGE				
Totals for dept 999-TRANSFERS IN					
TOTAL APPROPRIATIONS		40,842		25,500	10,000
NET OF REVENUES/APPROPRIATIONS - FUND 238		9,616		(25,380)	40,200
BEGINNING FUND BALANCE		22,709	32,325	32,325	6,945
ENDING FUND BALANCE		32,325	32,325	6,945	47,145

LOWELL LIGHT & POWER

OPERATING BUDGET 2010 - 2011

10 Est-11
Budget

10 Est-11
Budget

LOWELL LIGHT & POWER	2006 - 2007 Actual	2007 - 2008 Actual(JA)	2008-2009 Actual	2009-2010 Budget	Estimated 2010 Y-end	2010-2011 Budget	\$ Change	% Change
SALES REVENUES								
RESIDENTIAL SALES	1,575,088	1,583,582	1,611,300	1,650,950	1,720,000	1,755,000	35,000	2.0%
GENERAL SERVICES-GS	1,243,250	1,158,411	1,110,243	1,140,300	1,095,000	1,080,000	(15,000)	-1.4%
GENERAL SERVICES-GSD	1,445,809	1,446,487	1,486,098	1,571,350	1,698,000	1,750,000	52,000	3.1%
GENERAL SERVICES-GSDTO	1,011,533	971,939	946,813	955,750	946,000	982,000	36,000	3.8%
GENERAL SERVICES-GSDPM	283,362	289,952	243,879	309,900	175,000	175,000	0	0.0%
TOTAL COMMERCIAL SALES	3,983,956	3,866,789	3,787,033	3,977,300	3,914,000	3,987,000	73,000	1.9%
SECURITY LIGHT SALES	837	866	2,964	850	8,300	8,000	(300)	-3.6%
TOTALS	5,559,881	5,451,237	5,401,297	5,629,100	5,642,300	5,750,000	107,700	1.9%

Year end 2009 sales results continue to reflect lower consumption due to the economy and energy efficiency. Revenues for the new fiscal year still anticipate slowed consumption levels (trends show this bottoming out) with little or no growth due to energy optimization. There will most likely need to be a rate adjustment of 3 - 3.5% overall for 2011.

SERVICE REVENUES								
SECURITY LIGHT CONNECT FEE	0	0		0				
CUSTOMER LATE CHARGES	51,054	57,578	74,652	64,000	77,000	75,000	(2,000)	-2.6%
RECONNECT/DISCONNECT FEES	5,330	6,840	7,730	6,000	10,000	9,000	(1,000)	-10.0%
MISC FEES (NSF CK FEES)	2,150	1,700	1,400	1,200	1,600	1,500	(100)	-6.3%
METER SET/READ/TEST/MISC FEES	8,705	8,700	8,145	8,000	7,200	7,250	50	0.7%
Pole attachment fees			3,770	4,000	3,800	4,000	200	5.3%
PAYMENT ARRANGEMENT FEES	4,640	3,990	4,760	4,200	7,100	7,000	(100)	-1.4%
SERVICE CALL OUT FEES	140	120	30	150				
NEW ACCOUNT SETUP FEES	8,480	8,640	8,010	8,000	7,200	7,250	50	0.7%
MISC SERVICE REVENUES	0	39,565	25,323	40,000	30,800	32,000	1,200	3.9%
TOTALS	80,499	127,133	133,820	135,550	144,700	143,000	(1,700)	-1.2%

Service revenues are variable and somewhat less predictable as they reflect charges for services initiated by customer's requests or requirements. However, we have seen an increase in late charges and payment arrangement fees which we can probably attribute to the economy.

MISCELLANEOUS REVENUES								
INTEREST & DIVIDEND INCOME	13,921	15,880	5,986	9,000	2,600	3,000	400	15.4%
INTEREST INC. SERIES 2002 BOND	19,471	12,500	3,378	6,000	1,200	1,500	300	25.0%
INTEREST INC. LCTV 2003 LOAN	19,882	1,969						
OFFICE COMP. LCTV	13,595	3,399						
LEASE INC. - CHATHAM BUILDING	0	0						
MPPA Trust Fund +/-	18,147	30,776	20,708	78,000	24,000	25,000	1,000	4.2%
MPPA WORKING CAPITAL INT.	2,247	0	1,479	2,000	300	500	200	66.7%
INTEREST INC. ZERO COUPON	35,184	43,184	36,529	37,000	29,100	30,000	900	3.1%
GAIN ON SALE OF INVESTMENTS	0	1,062						
LOSS ON SALE OF INVESTMENTS	-395	0						
INC/DEC FAIR MKT VAL-INVESTMENTS	15,798	7,722	5,310	53,000	1,200	5,000	3,800	
OTHER REVENUES	29,877	5,115	33,176	10,000	80,000	20,000	(60,000)	-75.0%
TOTALS	167,731	121,607	106,566	195,000	138,400	85,000	(53,400)	-38.6%
TOTAL REVENUES	5,808,111	5,699,977	5,641,683	5,959,650	5,925,400	5,978,000	52,600	0.9%

With the uncertainty in the current investment and bond market, interest revenues and gains are projected significantly below historic levels. "Other Revenues" in 2010 included the sale of old transformers and the "MPPA Trust Fund" gain in 2010 is due to the return of excess Belle River reserves which will continue in 2011.

LOWELL LIGHT & POWER

	2006 - 2007 Actual	2007 - 2008 Actual(UA)	2008-2009 Actual	2009-2010 Budget	Estimated 2010 Y-end	2010-2011 Budget	\$ Change	% Change
GENERATION EXPENSES								
OPERATION SUPVRENGRNG	3,697	12,669	14,418	5,000	18,500	20,000	1,500	8.1%
GENERATION EXPENSES	6,167	1,832	2,110	2,000	1,700	5,000	3,300	194.1%
FUEL	9,200	2,213	2,983	7,500	600	3,000	2,400	400.0%
TOOLS				3,500	-	1,000	1,000	
SAFETY AND TRAINING				4,500	4,500	3,000	(1,500)	-33.3%
MISC GENERATION EXPENSES	7,495	9,786	10,571	3,000	12,700	12,500	(200)	-1.6%
MAINT SUPVRENGRNG	0	0	58	2,000		2,000	2,000	100.0%
MAINT OF STRUCTURES	8,540	3,137	1,144	2,000	500	2,000	1,500	300.0%
MAINT GEN/ELEC EQUIP	14,126	12,365	1,123	4,000	600	2,000	1,400	233.3%
MAINT MISC GEN PLANT	7,097	15,132	1,312	2,000	200	2,000	1,800	900.0%
TOTALS	56,327	57,134	33,719	35,500	39,300	52,500	13,200	33.6%

The lower Generation Expenses for 2009 and 2010 reflect our lower than normal requirements for the peak July - September season. Supervision and Engineering expenses are, and will continue to be higher due to the conversion of the generation substation and exploring new generation sources. We are predicting that by 2011 our operation costs will be up as a result of being "in the market" and running more often.

PURCHASED POWER								
DEFICIENCY CAPACITY CHGS	299,495	137,644	55,644	90,000	23,200	24,000	800	3.4%
CAMPBELL NO. 3 PROJECT	2,189,647	1,616,950	1,647,233	1,600,000	1,450,000	1,530,000	80,000	5.5%
BELLE RIVER PROJECT	657,810	795,582	843,494	850,000	825,000	870,000	45,000	5.5%
KALKASKA CT PROJECT	290,222	330,634	267,198	225,000	304,500	320,000	15,500	5.1%
MPPA TRANSMISSION PROJECT	8,602	11,104	12,911	8,000	20,200	22,000	1,800	8.9%
DEFFICENCY ENERGY CHARGE	178,291	360,736	331,630	400,000	301,000	329,000	28,000	9.3%
MPPA SERVICE COMMITTEES		3,464	27,689	25,000	31,300	34,000	2,700	8.6%
BELLE RIVER SALES & Credits	-66,216	-64,750	-86,800	-20,000	-135,600	-135,000	600	-0.4%
CT SALES			-13,255	-25,000	-19,800	-20,000	(200)	1.0%
SALES TO MPPA (SURPLUS ENERGY	-103,201	-172,718	-106,121	-85,000	-103,750	-100,000	3,750	-3.6%
TRANSMISSION	-6,426	-9,440	-22,062	-13,000	-18,300	-20,000	(1,700)	9.3%
ANCILLARY CHARGE - Power Pool	81,300	81,909	42,581	75,000	5,000	5,000	0	0.0%
POOL OVERHEAD	34,856	31,450	26,277	25,000	22,900	15,000	(7,900)	-34.5%
RECONCILIATION	13,090	-614	-95,620	-25,000	-50,000	-50,000	0	0.0%
MISC ADJUSTMENTS (wolverine)	-1,380	-135	0	-150	40,000		(40,000)	-100.0%
RENEWABLE Energy Expense			2,589		1,900	100,000	98,100	
TOTALS	3,576,090	3,121,816	2,933,388	3,129,850	2,697,550	2,924,000	226,450	8.4%

Variations from budget reflect the following: (1) lower than anticipated peak demand , (2) little or no growth in consumption and (3) increased sales from entitlements into the market. We are anticipating an overall increase in purchased power expenses in 2011 of 5% and hope those expenses will be partially mitigated by increased sales of surplus or our own generation.

LOWELL LIGHT & POWER

	2006 - 2007 Actual	2007 - 2008 Actual(UA)	2008-2009 Actual	2009-2010 Budget	Estimated 2010 Y-end	2010-2011 Budget	\$ Change	% Change
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DISTRIBUTION EXPENSES								
OPERATION SUPVRENGRING	37,105	53,231	29,099	20,000	52,000	56,000	4,000	7.7%
LOAD DISPATCHING	3,993	3,688	3,521	3,500	3,900	4,500	600	15.4%
SUBSTATION EXP	135	2,349	1,773	3,500	3,300	3,000	(300)	-9.1%
OVERHEAD LINE EXP	25,846	16,552	13,451	9,000	21,000	18,000	(3,000)	-14.3%
UNDERGROUND LINE EXP	16,936	18,980	10,424	11,000	13,700	12,000	(1,700)	-12.4%
STREET LIGHT EXP	2,786	3,273	1,641	1,000	4,000	3,000	(1,000)	-25.0%
METER EXP	2,484	7,186	3,641	1,500	2,700	3,000	300	11.1%
TOOLS				10,000	1,800	3,000	1,200	66.7%
TRUCKS AND TRANSPORTATION			2,733	10,000	21,000	22,000	1,000	4.8%
SAFETY AND TRAINNING				12,000	15,400	30,000	14,600	94.8%
CUSTOMER INSTALL EXP	22,423	24,360	12,788	17,500	10,300	10,000	(300)	-2.9%
DISTRIBUTION EXP. GENERAL	136,811	154,256	133,795	100,000	110,200	110,000	(200)	-0.2%
MAINT-SUPERVISION/ENGINEERING	175	0	10,284	10,000	12,000	12,000	0	0.0%
MAINT OF STRUCTURES (distrib)	55,942	59,033	42,333	32,500	35,000	30,000	(5,000)	-14.3%
MAINT OF SUBSTATIONS	7,476	6,750	4,801	10,500	10,500	10,000	(500)	-4.8%
MAINT OF OVERHEAD LINES	256,342	36,425	108,320	65,000	73,500	65,000	(8,500)	-11.6%
TREE TRIMMING		117,825		65,000	65,000	65,000	0	0.0%
MAINT OF UNDERGROUND LINES	6,673	11,050	6,578	9,000	14,200	15,000	800	5.6%
MAINT OF XSFORMERS (Incl S&E)	812	2,080	11,726	15,000	16,500	15,000	(1,500)	-9.1%
MAINT OF ST LIGHTING	123	95	5,877	4,000	5,700	6,000	300	5.3%
MAINT OF METERS	5,546	2,579	1,947	2,500	900	1,500	600	66.7%
TOTALS	581,615	519,712	404,732	412,500	492,600	494,000	1,400	0.3%

Distribution expenses reflect the actual labor and materials required for various maintenance activities. Some changes in how we need to keep track of expenses by cost center account for the difference in expenses budgeted by category for 2011. This portion of the budget is also impacted by new staff in training and the proportion of employee time that gets allocated to capital projects.

CUSTOMER ACCTING EXP								
CUSTOMER ACCTS EXP (Superv)	7,144	13,298	16,106	15,000	14,800	15,000	200	1.4%
METER READING EXP	35,670	58,951	36,107	40,000	25,400	18,000	(7,400)	-29.1%
CUSTOMER RECORDS/COLLECT EXP	46,514	78,430	69,181	67,500	64,600	60,000	(4,600)	-7.1%
UNCOLLECTABLE ACCTS EXPENSE	6,037	0	4,292	3,000	5,500	5,000	(500)	-9.1%
INTEREST EXP. CUST. DEPOSITS	1,276	1,098	740	800	1,000	1,000	0	0.0%
MISC CUSTOMER ACCTS EXP	10,083	20,677	17,321	13,000	23,700	20,000	(3,700)	-15.6%
CUSTOMER ASSISTANCE EXP	3,614	13,482	11,713	6,000	19,600	18,000	(1,600)	-8.2%
CUSTOMER ASSISTANCE FUND				6,000	2,000	3,500	1,500	75.0%
EO EXPENSE			1,275			3,000	3,000	
TOTALS	110,341	185,936	156,735	151,300	156,600	143,500	(13,100)	-8.4%

The 2011 budget reflects an overall decrease from prior year and our continued work to decrease expenses in this area. This has been a difficult area for cost containment because the needs of our customers have increased due to the economy (ie more shut off notices, more collection activities, more payment arrangements, etc.) There is potential for reduction as we work with the City to achieve economies of scale for things like joint billing and meter reading activities.

MARKETING & ADVERTISING EXP								
INFORM/INSTRUCT ADVERTISING	1,306	1,483	1,165	2,500		2,500	2,500	
MISC CUSTOMER SVC/INFORM EXP	619	0	59	2,000	700	2,000	1,300	185.7%
DEMONSTRATING/SELLING EXP	3,764	4,362	2,787	2,500	5,300	5,000	(300)	-5.7%
ADVERTISING EXPENSE	2,013	7,154	7,229	9,500	11,900	4,000	(7,900)	-66.4%
EO MARKETING						5,000		
TOTALS	7,704	12,999	11,240	16,500	17,900	18,500	600	3.4%

Advertising and marketing efforts (and labor allocated to those efforts) reflect the need to promote our Energy Optimization Plan. The amounts spent in the past will now be reflected in a new expense category specifically for EO.

LOWELL LIGHT & POWER	2006 - 2007 Actual	2007 - 2008 Actual(UA)	2008-2009 Actual	2009-2010 Budget	Estimated 2010 Y-end	2010-2011 Budget	\$ Change	% Change
ADMINISTRATIVE & GENERAL EXP								
ADMINISTRATIVE & GEN SALARIES	100,611	119,350	97,636	90,200	127,000	170,000	43,000	33.9%
Outside Services (Acctg, Legal, Prof)	14,336	13,710	96,004	45,000	26,700	30,000	3,300	12.4%
ENERGY OPTIMIZATION				41,800	43,200	53,600	10,400	24.1%
CONFERENCES AND TRAINING				7,500	7,500	12,000	4,500	60.0%
BOARD RELATED EXPENSES				7,500	8,700	8,500	(200)	-2.3%
TOTAL	114,947	133,060	193,640	192,000	213,100	274,100	61,000	28.6%

The principal increase in Administrative expenses is a result of our Energy Optimization expenses. In addition, we are continuing to fine tune how administrative expenses are allocated across the system.

OFFICE SUPPLIES, INS, MAINT. EXP								
MAINT OF STRUCTURES - OFFICE	14,155	14,940	10,051	12,000	9,100	10,000	900	9.9%
OFFICE SUPPLIES AND EXPENSE	48,873	62,159	61,682	52,500	60,800	60,000	(800)	-1.3%
PROPERTY & LIABILITY EXPENSE	30,814	18,753	31,761	31,000	22,500	25,000	2,500	11.1%
INJURIES & DAMAGES EXP	20,367	28,083	35,134	20,000	15,000	12,000	(3,000)	-20.0%
TOTALS	128,546	123,935	138,628	115,500	107,400	107,000	(400)	-0.4%

The major decrease projected for this category is due to the transfer of Safety and training expenses to the appropriate departments.

EMPLOYEE BENEFITS EXPENSE								
TAXES-EMPLOYEE SOC SEC/MED EXP	47,819	69,060	55,903	55,500	61,300	64,000	2,700	4.4%
EMPLOYEE PENSION & BENEFITS EXP	225,606	291,039	271,736	290,000	302,700	312,000	9,300	3.1%
COMPENSATED ABSENCES EXP	106,025	158,575	111,212	147,800	126,000	130,000	4,000	3.2%
OTHER COMPENSATION	60,784	136,254	72,347	55,000	63,700	50,000	(13,700)	-21.5%
OPEB LIABILITY			60,897	48,000	48,000	65,000	17,000	35.4%
TOTALS	440,234	654,928	572,095	596,300	601,700	621,000	19,300	3.2%

The major increase projected for this category is due to our increased OPEB liability.

MISCELLANEOUS EXPENSES								
DEPRECIATION EXPENSE	669,045	628,680	640,518	632,000	640,000	668,500	28,500	4.5%
AMORTIZED DEPRECIATION			-68,552	0	-68,500	-68,500		
INTEREST EXPENSE - SERIES 2002	215,174	211,200	205,834	207,000	200,700	195,000	(5,700)	-2.8%
AMORT - DISCOUNT 2002 BOND	617	618	618	615	500	600	100	20.0%
AMORT - EXPENS 2002 BOND	4,820	4,820	4,820	4,800	4,200	4,800	600	14.3%
LOSS ON PROPERTY DISPOSAL	15,799	0	0	0				
IN LIEU OF TAXES-CITY OF LOWELL	242,173	238,312	235,599	245,000	243,300	245,000	1,700	0.7%
PROPERTY TAX - CHATHAM BLDG	8,706	0		0				
MISC GENERAL EXPENSES	339	15,882	39,016	9,800	12,200	10,000	(2,200)	-18.0%
CONFERENCE/SPECIAL MEETING EXP	25,204	31,961	32,915	10,000	20,000	18,000	(2,000)	-10.0%
TOTALS	1,181,878	1,131,473	1,090,768	1,109,215	1,052,400	1,073,400	21,000	2.0%

We are projecting to hold the line on Misc Expenses for the next fiscal year.

TOTAL REVENUES	5,808,111	5,699,977	5,641,683	5,959,650	5,925,400	5,978,000	52,600	0.9%
TOTAL EXPENSES	6,183,346	5,940,993	5,534,945	5,758,665	5,378,550	5,708,000	329,450	6.1%
NET INCOME	(\$375,235)	(\$241,016)	\$106,738	\$200,985	\$546,850	\$270,000	(276,850)	-50.6%