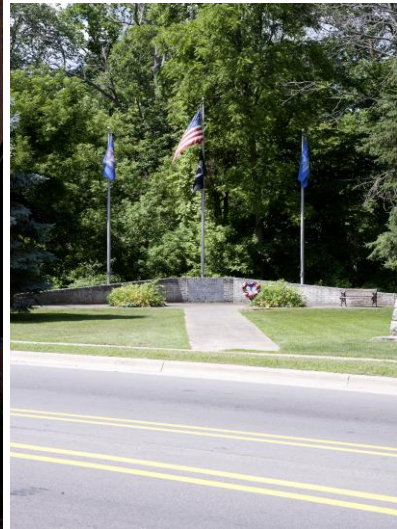


Village of Almont, Michigan



2013 - 2014 BUDGET NARRATIVE

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WELCOME

Welcome to the 2013 -2014 Village of Almont Budget Companion.

As a governmental entity, we continually strive to provide a transparent and responsive government and are pleased to present this document. This report contains information relevant to the Village's 2013 – 2014 Fiscal Year operating budget. It is our hope that our residents will find this information useful. Questions concerning this guide may be directed to the Village Manager or Clerk/Treasurer at (810) 798-8528.

Village President – Steve Schneider

Village President Pro-Tem – Tim Dyke

Council Member – Rick Lauer

Council Member – Dave Love

Council Member – Gary Peltier

Council Member – Rick Tobias

Council Member – Tom Umphenour

2013 – 2014 FISCAL YEAR BUDGET OVERVIEW

This section highlights the current mill rates and utility rates being levied or charged for each relevant Village fund [as of May 2013] and the rates proposed for the 2013 – 2014 fiscal year [which runs from July 1, 2013 to June 30, 2014]:

CURRENT MILLAGE RATES

General Operating Mill Rate	13.567 mills
Water Construction Debt Mill Rate	1.755 mills
DWRF Water Tower Debt Mill Rate	2.480 mills
TOTAL	17.802 MILLS

CURRENT UTILITY RATES

Current SSO Rate:	\$1.75 per 1,000 gallons per quarter
Current Sewer Rate:	\$27.00 Fixed and \$7.95 per 1,000 gallons per quarter
Current Water Rate:	\$30.00 Fixed and \$5.25 per 1,000 gallons per quarter
TOTAL:	<u>\$57.00 Fixed and \$14.95 per 1,000 inside gallons per quarter</u>

PROPOSED MILLAGE RATES

General Operating Mill Rate	13.567 mills
Water Construction Debt Mill Rate	1.700 mills
DWRF Water Tower Debt Mill Rate	2.400 mills
TOTAL	17.667 MILLS

PROPOSED UTILITY RATES

Current SSO Rate:	\$1.75 per 1,000 gallons per quarter
Current Sewer Rate:	\$27.00 Fixed and \$7.95 per 1,000 gallons per quarter
Current Water Rate:	\$30.00 Fixed and \$5.25 per 1,000 gallons per quarter
TOTAL:	<u>\$57.00 Fixed and \$14.95 per 1,000 inside gallons per quarter</u>

Note: An additional sheet has been included that lists several options that could be selected for rates for the 2013-2014 fiscal year (which would change this data).

SUMMARY 2013 – 2014 GENERAL FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$230,000
Projected 2013 – 2014 Revenues	\$1,473,970
Projected 2013 – 2014 Expenditures	\$1,464,020
Projected 2013 – 2014 Operating Surplus	\$9,950
Projected 2013 – 2014 Fiscal Year Ending Balance	\$239,950

Executive Overview

Throughout the 2012 – 2013 fiscal year the Almont Village Council and Village employees have prudently managed the assets and resources of the community by ensuring uninterrupted Village services, constraining operating costs, and increasing the residual general fund balance to a projected level of \$230,000.

Although this fund balance has increased since the end of June 2011, when it was at a comparatively low level of approximately \$60,800, it is still below the amount that Village Auditors King & King, C.P.A.s recommend, which is \$370,600 [or 25% of annual general fund expenditures]. Importantly, the growth between June 2011 and June 2013 [projected] in the general fund residual balance has been, to a significant degree, a result of a \$70,000 liability insurance reimbursement received by the Village.

Given that the fund balance may be diminished by future health care premium renewals or through accelerating retiree health care costs, careful attention must be paid to the future stability of these resources.

This is particularly true in consideration of the fact that such funds could be unexpectedly committed to an emergency situation or natural disaster recovery efforts and that the Village must prepare for the potential loss of personal property tax revenues in the future.

As a result, it is the current goal of Village administration to prudently manage fiscal resources so that a fund balance ranging between \$250,000 and \$300,000 exists at the end of the 2015 – 2016 Fiscal Year. The regular, consistent maintenance of such a fund balance [which would represent 16.8% - 20.23% of current general fund expenditures] would offer a modicum of stability against unexpected potentialities and exigencies that may hereafter confront the Village.

GENERAL FUND REVENUES

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Real Property Tax	\$653,000	\$657,500	Increased Real Property Tax Values
Personal Property Tax	\$40,440	\$44,350	Increased Personal Property Tax Values
Miscellaneous Revenue	\$7,000	\$2,500	Conservative Estimation Due to Multi-Year Fluctuations
Live Scan	\$7,000	\$1,700	Village Revenues Will Only Be Reflected – Accounting Change
Police Contract Almont Township	\$297,000	\$291,500	Payments for Vehicles Will Now Be Directed to Equip. Fund
State Revenue Sharing	\$228,500	\$240,450	Increased Constitutional Revenue Sharing Payments
Garbage Collection	\$134,000	\$101,300	Refer to Note (1) Below
District Court - OUIL	\$3,000	\$5,000	Increased OUIL Activities
Refunds & Reimbursements	\$98,500	\$25,000	12-13 Budget Included One-Time Major Liability Reimbursement
Estimated Carry-Over	\$143,000	\$230,000	Strategic Fiscal Management by Council and Staff

ADDITIONAL BUDGET NOTES

1. Property owners were charged \$169.68 for garbage collection services on their July 1, 2012 tax bills. Shortly thereafter, the Village renegotiated its contract with Emterra [formerly Richfield Equities], and obtained considerable savings for the 2012-2013 fiscal year [that had already been billed] that will be reflected as a one-time credit on the July 1, 2013 tax bills. Property owners should be aware of the fact that a credit of \$22.80 will be issued on this year's garbage service charge of \$149.88 so that the charge will effectively be \$127.08. The contractual amount for garbage collection services that will be billed on the July 1, 2014 tax bill will be \$152.88.
2. Additional revenues may be added throughout the year if various grants are received by either the Village or the Park Board.
3. The Senate of the State of Michigan recently proposed that EVIP funding be increased by 4.8%. If this funding is increased in the State's approved budget, the anticipated revenue sharing figures will be adjusted accordingly.

GENERAL FUND EXPENSES GOVERNING BODY CATEGORY

ITEMIZED WAGES

The following individuals are anticipated to receive the following amounts of annual compensation from the Governing Body budget category:

Village President Steve Schneider	\$840
President Pro-Tem Tim Dyke	\$600
Councilmember Rick Lauer	\$600
Councilmember Dave Love	\$600
Councilmember Gary Peltier	\$600
Councilmember Rick Tobias	\$600
Councilmember Thomas Umphenour	\$600
TOTAL	\$4,440

ADDITIONAL BUDGET NOTES

1. The previous budget amount for 'Legal Notices' within the Governing Body category of \$3,650 has been reduced to \$3,000 as a result of the Council's decision to print legal notices in the one local newspaper of general circulation with the least expensive charges, rather than printing legal notices in two local newspapers.
2. 'Education and Training' funds have been increased from \$100 to \$200 as a result of increased training opportunities.

GENERAL FUND EXPENSES

ADMINISTRATIVE/MANAGER CATEGORY

ITEMIZED WAGES

The following individuals are anticipated to receive the following amounts of annual compensation from the Administrative/Manager budget category:

Village Manager/Zoning Admin. Oliver Turner	\$50,000
Deputy C/T (33%)	\$13,450
TOTAL	\$63,450

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Part-Time Salaries	\$2,600	\$5,200	Refer to Note (1) Below
Legal Fees	\$23,000	\$10,000	Refer to Note (2) Below
Education/Training	\$2,600	\$1,650	Completed Zoning Administrator Certification
Vehicle Allowance	\$1,500	\$900	Refer to Note (3) Below
Technology	\$200	\$700	Includes Proposed Cell Phone Reimbursement

ADDITIONAL BUDGET NOTES

1. The part-time salaries line is used to compensate the ordinance enforcement officer. The OEO will receive \$100 per week for the 2013-2014 fiscal year and was only compensated for 26 weeks during the 2012-2013 fiscal year.

2. Legal fees have been retained at a higher than historical average due to the costs that may be incurred through the enforcement of the *International Property Maintenance Code* and through the rewriting of several significant ordinances (water utility ordinance; zoning ordinance; blight ordinance; etc.)

3. Vehicle allowance costs are anticipated to decrease due to the fact that one of the police cruisers will be re-purposed to be used as an office staff car. This may result in a savings to the Village through reduced mileage reimbursements.

4. Dues and membership fees for Village management include costs for the following organizations:

- International City/County Manager Association (\$400)
- Michigan Local Government Management Association (\$225)
- Michigan Public Employers Labor Relations Association (\$75)
- Almont Area Chamber of Commerce (\$40)
- Lapeer County Economic Club (\$175)

Membership in these organizations serves to either promote the visibility of the Village on a regional level or to promote education and training that enriches the overall management of the Village.

5. Education and training costs have been decreased due to the completion of a zoning administrator certification course by the Manager. Generally, education and training costs support the ability of the manager to attend professional conferences, workshops, seminars, and training sessions. In addition, the Manager serves as the Vice-Chairperson for Region 5 of the Michigan Municipal League, and these funds can be used to support attendance at League conferences.

GENERAL FUND EXPENSES CLERK CATEGORY

ITEMIZED WAGES

The following individuals receive the following amounts of annual compensation from the Clerk budget category:

Clerk/Treasurer Kimberly Keesler	\$41,000
Deputy C/T (34%)	\$13,450
AP/Billing Clerk (35%)	\$13,900
TOTAL	\$68,350

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Health Savings Contributions	\$4,300	\$3,150	Anticipated Reduction in Employee Contributions
In Lieu of Sick & Longevity	\$2,200	\$1,500	Anticipated Reduction In Expenditures
Maintenance and Service Contracts	\$2,000	\$3,500	Includes Maintenance Service Contract with I.T. Right and Server Back-Up Charges

ADDITIONAL BUDGET NOTES

1. The ‘Dues and Subscriptions’ line item includes expenses for organizations that the Clerk/Treasurer must join in order for her to obtain the status of being a certified municipal clerk and certified municipal treasurer. These organizations include:

- Association of Public Treasurers (\$145)
- Michigan Municipal Treasurer’s Association (\$90)
- International Institute of Municipal Clerks (\$135)
- Michigan Association of Municipal Clerks (\$56)

These funds also support membership in local organizations. In addition, the ‘Education and Training’ funds support courses/conferences that must be attended for certification.

GENERAL FUND EXPENSES CENTRAL MUNICIPAL CATEGORY

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Garbage Collection	\$115,000	\$103,000	Refer to Note (1) On Page 4
Membership Dues	N/A	\$4,230	Refer to Note (1) Below
Technology Infrastructure	\$14,250	\$16,000	Increased to Provide for Replacement of Inefficient Village Phone System
Communications	\$22,540	\$4,550	Refer to Note (2) Below

ADDITIONAL BUDGET NOTES

1. The line item ‘Membership Dues’ was created to consolidate previous line items and costs for Village membership in the Michigan Municipal League, the Next Michigan Development Corporation, the Lapeer Development Corporation, and the Clinton River Watershed Council.
2. The ‘Communications’ line item previously provided for payment to the ISD for the installation of the entire fiber optic infrastructure. The proposed budget would use this line item to account for expenses that would be paid to Tri-County Bank in repayment of the partnership loan extended for the project.
3. The ‘Buildings’ line item includes an appropriation for rewiring computer lines within the building.

DDA CAPTURE AND PAYMENT

The Village provided prompt and timely payment to the DDA during the 2012 – 2013 fiscal year and has appropriated \$95,000 to pay the DDA during the 2013 – 2014 fiscal year. This amount increased by approximately \$4,500 as a result of increased property values within the DDA boundaries.

GENERAL FUND EXPENSES PUBLIC SAFETY CATEGORY

ITEMIZED WAGES

The following individuals receive the following amounts of annual compensation from the Public Safety 'Full-Time Salaries' line item:

Chief of Police Patrick Nael	\$54,000
Sergeant	\$53,639
Sergeant	\$53,639
Officer	\$50,669
Officer	\$50,669
Officer	\$50,669
Deputy C/T (33%)	\$13,200

This line item also supports the following wage-related expenses:

Shift Differential Payments	\$2,500
Additional Hours Expenses	\$9,015
TOTAL	\$338,000

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Salaries Full-Time	\$392,000	\$338,000	Refer to Note (1) Below
Salaries Part-time	\$34,000	\$85,000	Refer to Note (1) Below
Operating Supplies	\$3,500	\$9,000	Includes the Purchase of Four New Bullet Proof Vests
Motor Vehicle Repairs	\$6,000	\$0	Expenses Will Now Be Applied to Equip. Fund

ADDITIONAL BUDGET NOTES

1. A decrease in 'Full-Time Salaries' [and corresponding increase in 'Part-Time Salaries'] is anticipated due to the retirement of one Sergeant. This may be adjusted if contractual changes are made that would permit the Village to hire an additional full-time officer rather than use multiple part-time officers.

GENERAL FUND EXPENSES PUBLIC WORKS CATEGORY

ITEMIZED WAGES

The following individuals receive the following amounts of annual compensation from the Public Works budget category (**note:** all DPW employees may receive approximately 40% of their wages from the 'Full-Time Salaries' line-item):

DPW Superintendent Bryan Treat	\$21,874
Senior Equipment Operator	\$16,873
Equipment Operator	\$16,249

This line item also supports the following wage-related expenses:

Cashing Out of Comp Hours	\$5,240
Retained Funds for Any Retirements	\$3,764

TOTAL **\$64,000**

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Salaries Full-Time	\$59,300	\$64,000	Includes Funds for Any Retirements
Salaries Part-time	\$6,800	\$9,000	Includes Additional Funds As Necessary
Natural Gas	\$2,200	\$3,000	Increased to Properly Account for Expenses – Previously Billed to Water Fund

ADDITIONAL BUDGET NOTES

1. The 'Buildings' line item contains expenses for the replacement of light fixtures and the replacement of three garage doors on the Western DPW barn.

GENERAL FUND EXPENSES

PUBLIC WORKS/LIFT STATION CATEGORY

ITEMIZED WAGES

The following individuals receive the following amounts of compensation from the Public Works/Lift Station budget category (**note:** all DPW employees may receive 13% of their wages from the 'Full-Time Salaries' line item):

DPW Superintendent Bryan Treat	\$7,109
Senior Equipment Operator	\$5,484
Equipment Operator	\$5,281

This line item also supports the following wage-related expenses:

Cashing Out of Comp Hours	\$1,422
Retained Funds for Any Retirements	\$1,954

TOTAL \$21,250

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012–2013 Budget	2013 – 2014 Budget	Explanation for Change
Salaries Part-Time DPW	\$2,550	\$4,000	Includes Additional Funds As Necessary
In Lieu of Sick & Longevity	\$2,155	\$1,000	Improved Projecting and Cost Accounting Capability
Sewer Backup Claims	\$7,000	\$0	Transferred to Sewer Fund Per Prior Council Directive
Replace/Repair	\$5,000	\$0	Transferred to Sewer Fund Per Prior Council Directive

ADDITIONAL BUDGET NOTES

1. Pursuant to a previous act of the Almont Village Council, the expenses within this category are slowly being transferred to the sewer fund so that the water and sewer systems can be fully self-supporting and will not need to rely on general fund subsidization. Between the 2011 – 2012 fiscal year and the 2013 – 2014 fiscal year approximately 60% of the previous expenditures within this category will have been transferred to the sewer fund.

GENERAL FUND EXPENSES PARKS AND RECREATION CATEGORY

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Maintenance & Service	\$11,000	\$18,770	Refer to Note (1) Below

1. The Park Board, with new leadership, has been more active in apply for grants and updating the amenities at the Community Park. This line item includes funds that would be used as a matching portion for a possible Recreation Passport Grant that may be awarded by the Michigan Department of Natural Resources. This line item also includes funds that could be used to write grants for other available funds during the 2013-2014 fiscal year.

GENERAL FUND EXPENSES PLANNING & ZONING CATEGORY

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Maintenance & Service	\$13,000	\$14,500	Includes \$13,000 to Revise the Zoning Ordinance

SUMMARY 2013 – 2014 MAJOR STREETS FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$78,000
Projected 2013 – 2014 Revenues	\$114,120
Projected 2013 – 2014 Expenditures	\$112,540
Projected 2013 – 2014 Operating Surplus	\$1,580
Projected 2013 – 2014 Fiscal Year Ending Balance	\$79,580
Proposed Use of Fund Balance – Road Repairs	\$19,580

Executive Overview

The 2013 – 2014 budget for major streets focuses on general operating costs and proposes that a portion of the reserve funds balance be used to repair major streets within the Village. Importantly, it should be noted that the amount proposed for road repairs, which would be drawn from the fund balance, is equal to the anticipated operating surplus that would have accrued during the 2012-2013 fiscal year. This means that the major streets fund balance at the end of the 2013-2014 fiscal year would be close to the fund balance for the fund at the end of the 2011-2012 fiscal year.

MAJOR STREETS EXPENSES

ITEMIZED WAGES

The following individuals receive the following amounts of compensation from the Major Streets Fund (**note:** all DPW employees may receive 8.5% of their wages from this budget category):

DPW Superintendent Bryan Treat	\$5,468
Senior Equipment Operator	\$4,218
Equipment Operator	\$4,063

This line item also supports the following wage-related expenses:

Cashing Out of Comp Hours	\$601
TOTAL	\$14,350

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Pension	\$2,500	\$3,500	Increased Required Pension Contributions
Snow Removal	\$5,000	\$4,000	Fewer Snow Purchases Will be Required
Liability Insurance	\$280	\$2,000	Increased Required Liability Premiums
Sidewalks & Curbs	\$1,000	\$8,500	Increased Plans to Repair Major Streets Sidewalks
Contributions to Local Streets	\$30,000	\$35,000	Additional Funds Transferred to Pay for Cherry Street Bridge and Other Streets Projects

SUMMARY 2013 – 2014 LOCAL STREETS FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$145,000
Projected 2013 – 2014 Revenues	\$82,150
Projected 2013 – 2014 Expenditures	\$91,420
Projected 2013 – 2014 Operating Deficit (Planned)	-\$9,270
Projected 2013 – 2014 Fiscal Year Ending Balance	\$135,730
Proposed Use of Fund Balance – Road Repairs	\$30,730

Executive Overview

The 2013 – 2014 budget for local streets focuses on general operating costs and proposes that a portion of the reserve funds balance be used to repair local streets within the Village.

LOCAL STREETS EXPENSES

ITEMIZED WAGES

The following individuals receive the following amounts of compensation from the Local Streets Fund (**note:** all DPW employees may receive 8.5% of their wages from this budget category):

DPW Superintendent Bryan Treat	\$5,468
Senior Equipment Operator	\$4,218
Equipment Operator	\$4,063

This line item also supports the following wage-related expenses:

Cashing Out of Comp Hours	\$601
TOTAL	\$14,350

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Pension	\$2,500	\$3,500	Increased Required Pension Contributions
Snow Removal	\$5,000	\$4,000	Fewer Snow Purchases Will be Required

SUMMARY 2013 – 2014 WATER SYSTEM IMPROVEMENT DEBT FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$30,509
Projected 2013 – 2014 Revenues	\$86,961
Projected 2013 – 2014 Expenditures	\$87,950
Projected 2013 – 2014 Operating Deficit (Planned)	-\$989
Projected 2013 – 2014 Fiscal Year Ending Balance	\$29,520

Executive Overview

The 2012 – 2013 budget utilized a rate of 1.755 mills in order to generate enough revenue to pay for the costs associated with the water system improvement project that was undertaken within the Village in 1996.

The 2013 – 2014 budget proposes that this rate be decreased to 1.70 mills.

SUMMARY 2013 – 2014 WWTP IMPROVEMENT DEBT FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$102,447
Projected 2013 – 2014 Revenues	\$95,770
Projected 2013 – 2014 Expenditures	\$131,120
Projected 2013 – 2014 Operating Deficit (Planned)	-\$35,350
Projected 2013 – 2014 Fiscal Year Ending Balance	\$67,097

Executive Overview

The 2013 – 2014 Budget proposes that the SSO rate remain at \$1.75 but that it also be increased to a level sufficient to pay for all of the required bond payments over the course of the 2014-2014; 2015-2016; and 2016-2017 fiscal years, as outlined in the separate utility rate section.

SUMMARY 2013 – 2014 DWRP WATER TOWER DEBT FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$41,507
Projected 2013 – 2014 Revenues	\$122,769
Projected 2013 – 2014 Expenditures	\$125,814
Projected 2013 – 2014 Operating Deficit (Planned)	-\$3,045
Projected 2013 – 2014 Fiscal Year Ending Balance	\$38,462

Executive Overview

The 2013 – 2014 Budget proposes a reduction in the DWRP water tower mill rate from 2.48 mills to 2.40 mills.

This reduction is being proposed in order to ensure that the balance does not accumulate too many funds. At the same time, the amount of revenues collected through this mill rate will be sufficient to meet the bond payment obligations related to the water tower project.

SUMMARY 2013 – 2014 SEWER FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$134,000
Projected 2013 – 2014 Revenues	\$537,050
Projected 2013 – 2014 Expenditures	\$557,300
Projected 2013 – 2014 Operating Deficit (Planned)	-\$20,250
Projected 2013 – 2014 Fiscal Year Ending Balance	\$113,750

Executive Overview

The 2013 – 2014 Budget proposes that the sewer rate remain the same at a flat rate charge of \$27.00 per quarter and a consumption charge of \$7.95 per 1,000 gallons.

Aside from funding general operations, revenues collected will fund:

1. A portion of the costs required to purchase a new vactor truck (\$7,500).
2. The replacement of certain electrical control panel elements of the tertiary treatment system (\$21,000).
3. Purchasing a back-up pump for the East St. Clair lift station (\$6,000).

SUMMARY 2013 – 2014 WATER FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$120,000
Projected 2013 – 2014 Revenues	\$461,100
Projected 2013 – 2014 Expenditures	\$458,750
Projected 2013 – 2014 Operating Surplus	\$2,350
Projected 2013 – 2014 Fiscal Year Ending Balance	\$122,350

Executive Overview

The 2013 – 2014 budget proposes that the water rate remain the same at a flat rate charge of \$30.00 per quarter and a consumption charge of \$5.25 per 1,000 gallons.

Aside from funding general operations, revenues collected will fund:

1. An increased effort to replace all user meters with radio-read meters.
2. The replacement of valves at the Glover Road Booster Station
3. The replacement of the SCADA computer at the DPW garage.
4. A portion of the costs required to purchase a new vector truck (\$7,500).

WATER FUND EXPENSES

ITEMIZED WAGES

The following individuals receive the following amounts of compensation from the Water Fund (**note:** all DPW employees may receive 20% of their compensation from this fund):

DPW Superintendent Bryan Treat	\$10,937
Senior Equipment Operator	\$8,437
Equipment Operator	\$8,125
Water Billing Clerk (45%)	\$18,000

The budget category also supports the following wage-related expenses:

Cashing Out of Comp Hours	\$6,751
Temporary Assignment Costs	\$1,500

TOTAL **\$53,750**

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2011 – 2012 Budget	2012 – 2013 Budget	Explanation for Change
Water Tower	\$15,000	\$4,000	Repairs by Motorola To be Completed
Detroit Water Purchase	\$230,000	\$235,000	Increased to Account for Over 4.0% Increase from DWSD
Water System	\$20,500	\$27,000	Additional Funds Provided To Purchase Cameras
Water System – Capital Projects	\$65,000	\$28,500	Appropriated to Fund Emergency Repairs/Also Includes Expenses for Vactor

SUMMARY 2013 – 2014 EQUIPMENT FUND OVERVIEW

Projected 2013 – 2014 Fiscal Year Carry-Over	\$94,275
Projected 2013 – 2014 Revenues	\$134,800
Projected 2013 – 2014 Expenditures	\$139,325
Projected 2013 – 2014 Operating Deficit (Planned)	-\$4,525
Projected 2013 – 2014 Fiscal Year Ending Balance	\$89,750

Executive Overview

The equipment fund will be able to meet its expected expenditures during the 2013 – 2014 budget year effectively, provided that the equipment rental rates that are estimated to be deposited into the equipment fund are fully contributed. Major expenses from this fund include:

1. The continued repayment of a dump truck purchased in 2011.
2. The repayment of two additional police vehicles (a Charger and Tahoe).
3. The repayment of a portion of the costs required to purchase a new Vactor (\$5,000).

EQUIPMENT FUND EXPENSES

ITEMIZED WAGES

The following individuals receive the following amounts of compensation from the Equipment Fund (**note:** all DPW employees may receive 10% of their compensation from this fund):

DPW Superintendent Bryan Treat	\$5,468
Senior Equipment Operator	\$4,218
Equipment Operator	\$4,062

The budget category also supports the following wage-related expenses:

Cashing Out of Comp Hours	\$2,052
Temporary Assignment Costs	\$200

TOTAL \$16,000

EXPLANATION OF SIGNIFICANT CHANGES

Line Item	2012 – 2013 Budget	2013 – 2014 Budget	Explanation for Change
Equipment – Capital Projects	N/A	\$5,000	Contribution for Vactor Truck
Police Vehicles – Capital Projects	N/A	\$15,000	Charger and Tahoe