CITY OF MARINE CITY
FISCAL YEAR BUDGET
2007-2008

City of Marine City

Memo

To: Honorable Mayor and City Commissioners

From: Michael J. Nagy 05-07-07

Date: 05/07/2007

Re: 2007-2008 Budget (My Last...)

The idea of doing a **"mid-year" budget session within 30 days of the 2006-2007 audit later this calendar year**, is new via this 2007-2008 budget, and a good idea at that. To this end, please see the following:

- REVENUES: (general fund)- Things here are flat and/or going downward; business closings and foreclosures are up; city has less cash flow to work with... **Plain and Simple.**

- WATER FUND:- Revenues are down, as are water sales; fund balance is weak; personnel costs and jobs are still a concern *if ways to reduce expenses here are not realized...*

- RETIREE HEALTH:- No matter what, this is the main focus, the main fiscal bleeder. The City's whole fiscal picture will be negatively unavoidable, unfaltering by next year, if this remains without some sort of "correction" or "adjustment". **Plain and Simple.**

In closing, and again, the time is now, to be aware. The challenges ahead are tall and rigorous and contemplative. Fiscal choices must be made. To save jobs, preserve monies, provide services, invest in the future...for the best of the city, on whole.

Notice of Public Hearing on Increasing Property Taxes

The City of the City of Marine City will hold a public hearing on a proposed increase of

0.6443 mills in operating tax millage rate to be levied on property in 2007.

The hearing will be held on Thursday, May 17, 2007 at 7:00PM at the Fire Hall, 200

S. Parker Street, Marine City, Michigan.

The date and location of the meeting to take action on the proposed additional millage will be announced at this public meeting.

If adopted, the proposed additional millage will increase operating revenues from ad valorem property taxes 0.00% over such revenues generated by levies permitted

without holding a hearing. If the proposed additional millage rate is not approved, the operating revenue will increase by 1.50% over the preceding year's operating revenue.

The taxing unit publishing this notice, and identified below, has complete authority to establish the number of mills to be levied from within its authorized millage rate.

This notice is published by:

City of Marine City
303 S. Water Street
Marine City, MI 48039
810-765-8847

Publish: May 9, 2007

CITY OF MARINE CITY
PUBLIC HEARING
FISCAL YEAR 2007-2008 PROPOSED BUDGET

Notice is hereby given that the Marine City Commission at their regular meeting to be held May 17, 2007 at 7:00PM in the Fire Hall, 200 S. Parker St., Marine City, MI, will conduct a hearing to receive public comments for and against the proposed Fiscal Year 2007-2008 Budget, a summary of which is as follows:

Fund	Revenue	Expenditures
General Fund	3,221,885	3,310,775*
Major Street Fund	228,000	164,710
Local Street Fund	139,000	102,440
Cemetery Fund	32,440	32,440
TIFA #1	84,000	45,415
TIFA #2	94,700	38,650
TIFA #3	332,300	92,650
Debt Serv. Public Improvement Fund	25	8,105*
Debt Serv. Issue C Fund	25,925	22,550
Debt Serv. 1992 Ltd. Fund	21,910	21,875
Debt Serv. Issue A Fund	542,150	529,975
Capital Improvement Fund	16,450	133,775*
Water/Sewer Fund	1,762,300	1,762,192
Special Assessment Fund	3,550	3,550
Cemetery Trust Fund	4,500	0
L.R. Miller Memorial Library Fund	600	8,500*
Retiree Health Insurance Fund	1,000	132,700*

*From Reserves

Millage as Follows:

General Operating	16.8707
1992 Issue C	.1600
Issue A	1.3750
State Equalized Value (Ad Valorem and IFT)	
Real Property	149,414,186
Personal Property	12,075,686
Taxable Value	
Real Property	122,378,484
Personal Property	12,075,686

A completed proposed Fiscal Year 2007-2008 Budget is on file for public viewing during normal business hours at City Offices, 303 S. Water Street, Marine City, MI.

Diana S. Kade
City Clerk

Publish: May 9, 2007

RESOLUTION TO ADOPT FISCAL YEAR 2007/08 BUDGET/APPROPRIATIONS ACT
RESOLUTION NO. 029–07

WHEREAS, the City Charter of the City of Marine City, requires the adoption of a budget for the forthcoming year, and

WHEREAS, the required Budget Public Hearing has been held, and

WHEREAS, the City Commission has received and reviewed the budget as presented by the City Manager.

BE IT THEREFORE RESOLVED by the City Commission of the City of Marine City;

Section 1: The Annual Appropriations Act of the City of Marine City for the fiscal year commencing July 1, 2007 is hereby adopted as shown in the following:

GENERAL FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	***3,221,885.00***
101	City Commission	12,985.00
172	City Manager	79,190.00
209	City Assessor	35,325.00
210	Legal & Professional	132,000.00
215	City Clerk	78,650.00
247	Boards/Commissions	0.00
253	City Treasurer	137,725.00
265	Building/Grounds	105,025.00
281	Water Shed Council	31,870.00
301	Police	1,029,380.00
336	Fire	349,600.00
371	Inspections	81,500.00
441	General Maintenance	487,665.00
448	Street Lighting	80,000.00
526	Refuse	205,110.00
721	Community & Economic Development	26,625.00
751	Recreation	44,320.00
756	Parks/Beach	105,740.00
760	Safety Program	2,875.00
790	Library	18,475.00
851	Insurance	127,350.00
895	Special Projects	139,365.00
TOTAL EXPENDITURES		***3,310,775.00***
BALANCE-SURPLUS/DEFICIT		***(88,890.00)***

MAJOR STREET FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	***228,000.00***
443	Non Motorized Transportation	4,725.00
450	General Administration	70,900.00
451	Drains-Storm Sewers	11,200.00
452	Routine Maintenance	20,825.00
453	Bridge Maintenance	17,965.00
454	Street Sweeping	7,045.00
455	Ice and Snow Control	19,890.00
456	Traffic Service	5,775.00
457	Surface Maintenance (M-29)	1,020.00
458	Roadside Maintenance (M-29)	820.00
459	Traffic Signs (M-29)	500.00
460	General Maintenance (M-29)	2,450.00
461	Ice and Snow Control (M-29)	1,595.00
TOTAL EXPENDITURES		***164,710.00***
BALANCE-SURPLUS/DEFICIT		***63,290.00***

LOCAL STREET FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	***139,000.00***
443	Non Motorized Transportation	2,950.00
450	General Administration	24,900.00
451	Drains-Storm Sewers	8,350.00
452	Routine Maintenance	22,575.00
454	Street Sweeping	16,925.00
455	Ice and Snow Control	19,715.00
456	Traffic Service	7,025.00
TOTAL EXPENDITURES		**102,*440.00***
BALANCE-SURPLUS/DEFICIT		***36,560.00***

DEBT-PUBLIC IMPROVEMENT FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*25.00*
	EXPENDITURES	*8,105.00*
BALANCE-SURPLUS/DEFICIT		*(8,080.00)*

DEBT-ISSUE C FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*25,925.00*
	EXPENDITURES	*22,550.00*
BALANCE-SURPLUS/DEFICIT		*3,375.00*

DEBT-1992 LTD FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*21,910.00*
	EXPENDITURES	*21,875.00*
BALANCE-SURPLUS/DEFICIT		*35.00*

DEBT-ISSUE A FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*542,150.00*
	EXPENDITURES	*529,975.00*
BALANCE-SURPLUS/DEFICIT		*12,175.00*

WATER/SEWER FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
536	Wastewater Revenue	831,300.00
537	Water Revenue	931,000.00
TOTAL REVENUE		***1,762,300.00***
543	General Administrative-Wastewater	104,700.00
544	System Maintenance-Wastewater	25,020.00
545	Plant Operation-Wastewater	457,990.00
546	Pump Stations-Wastewater	20,600.00
547	General Administrative-Water	180,350.00
548	System Maintenance-Water	85,160.00
549	Plant Operation-Water	552,672.00
TOTAL EXPENDITURES		***1,426,492.00***
BALANCE-SURPLUS/DEFICIT		**335,*808.00***
Bond Payment-FmHA Wtr/Sewer Project		(10,000.00)
Bond Payment-Elevated Storage Tank		(55,000.00)
Bond Payment-Water Plant Improvements		(110,000.00)
Capital Outlay-General Administrative		(0.00)
Capital Outlay-System Maintenance-Wastewater		(0.00)
Capital Outlay-Wastewater Treatment Plant		(79,200.00)
Capital Outlay-Pump Station-Wastewater		(1,500.00)
Capital Outlay-System Maintenance-Water		(80,000.00)
Capital Outlay-Water Plant		(0.00)
BALANCE-SURPLUS/DEFICIT		***108.00***

CEMETERY FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	***32,440.00***
	EXPENDITURES	***32,440.00***
BALANCE-SURPLUS/DEFICIT		***0.00***

LIBRARY MEMORIAL FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*600.00*
	EXPENDITURES	*8,500.00*
BALANCE-SURPLUS/DEFICIT		*(7,900.00)*

TIFA #1 FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	84,000.00
	EXPENDITURES	45,415.00
BALANCE-SURPLUS/DEFICIT		38,585.00

TIFA #2 FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	94,700.00
	EXPENDITURES	38,650.00
BALANCE-SURPLUS/DEFICIT		56,050.00

TIFA #3 FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	332,300.00
	EXPENDITURES	92,650.00
BALANCE-SURPLUS/DEFICIT		239,650.00

CAPITAL IMPROVEMENT FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*16,450.00*
	EXPENDITURES	*133,775.00*
BALANCE-SURPLUS/DEFICIT		*(117,325.00)*

SPECIAL ASSESSMENT FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*3,550.00*
	EXPENDITURES	*3,550.00*
BALANCE-SURPLUS/DEFICIT		*0.00*

CEMETERY TRUST FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*4,500.00*
	EXPENDITURES	*0.00*
BALANCE-SURPLUS/DEFICIT		*4,500.00*

RETIREE HEALTH INSURANCE FUND

ACTIVITY NUMBER	ACTIVITY NAME	BUDGET
	REVENUE	*1,000.00*
	EXPENDITURES	*132,700.00*
BALANCE-SURPLUS/DEFICIT		*(131,700.00)*

The tax millage required to be levied against the City's total taxable valuation for General Operating purposes shall be 16.8707 Mills per thousand for fiscal year commencing July 1, 2007 and ending June 30, 2008. In addition, a minimum of .0300 Mills will be transferred to the Capital Improvement Fund for the purpose of designating matching funds for use by the City Commission in seeking and obtaining State and Federal Grants.

The tax millage required to be levied against the City's total taxable valuation for Debt Service shall be 1.535 Mills for fiscal year commencing July 1, 2007 and ending June 30, 2008. The Debt Service millage allocation is a follows:

1992 Issue C		.1600
Issue A		1.3750
	TOTAL	1.5350

Approved and adopted this 17th day of May 2007.

George S. Bukowski, Mayor

Reviewed for Administration:

Amy Sullivan, Interim City Manager