

**CITY OF REED CITY
SPECIAL COUNCIL PROCEEDINGS
May 10, 2018**

Mayor Karen Lea McKinney, called the meeting to order at 7:00 P.M. in Council Chambers, 227 East Lincoln Avenue, Reed City, Michigan with the pledge to the flag.

Present Mayor, Karen Lea McKinney. Council Members: James Anderlohr, Dan Burchett, Dave Scharlow and Carol Tillotson. Trevor Guiles and Roger Meinert were absent. City Manager, Ron Howell, and City Treasurer, Barb Westerburg, were also present. There were no citizens in the audience.

Public Hearing At 7:01 P.M. a public hearing was opened to hear public comments on the proposed 2018/2019 City Budget. No comments were received and there were no written comments received. The hearing was closed at 7:02 P.M.

Plow Motion by Anderlohr, seconded by Scharlow, **CARRIED**, to approve the bid from Palmers Outdoor Power Equipment in the amount of \$6,545.00 for a new Ultra-Mount Wide Out Plow for the Department of Public Works. Roll call vote. Voting yes were, McKinney, Burchett, Anderlohr, Scharlow and Tillotson.

Pickup Motion by Scharlow, seconded by Anderlohr, **CARRIED**, to approve the bid from Highpoint Auto & Truck Center, in the amount of \$32,015.00 for a new 2018 GMC Sierra 2500HD 4WD pickup for the Department of Public Works. Roll call vote. Voting yes were, Anderlohr, Scharlow, McKinney, Tillotson and Burchett.

Budget Motion by Scharlow, seconded by Anderlohr, **CARRIED**, to adopt Resolution 2018-06 Budget Resolution for the 2018-2019 fiscal year Budget, set the millages and appropriate the funds. Roll call vote. Voting yes were, Scharlow, Burchett, Tillotson, Anderlohr and McKinney.

**CITY OF REED CITY 2018-2019
BUDGET RESOLUTION for GENERAL, SPECIAL REVENUE,
CAPITAL PROJECTS, DEBT SERVICE, ENTERPRISE,
AND INTERNAL SERVICE FUNDS FOR THE CITY OF REED CITY
APPROPRIATIONS ACT
Resolution 2018-06**

At a special meeting of the City Council of the City of Reed City, County of Osceola, Michigan, held in said City on May 10, 2018.

PRESENT: James Anderlohr, Dan Burchett, Karen Lea McKinney, Dave Scharlow and Carol Tillotson.

ABSENT: Trevor Guiles and Roger Meinert.

The following resolution was offered by Councilperson SCHARLOW, and seconded by Councilperson ANDERLOHR.

WHEREAS, in accordance with Chapter 8 of the City Charter of the City of Reed City governing budget procedure and general finance, and in compliance with the requirements of the Michigan Uniform Accounting and Budgeting Act, a balanced budget has been set up for the City of Reed City for the fiscal year of July 1, 2018 through June 30, 2019; and

WHEREAS, a Public Hearing was held on May 10, 2018 on the proposed 2018-2019 City Budget in accordance with the City Charter provisions;

WHEREAS, the Council has determined the amount of money to be raised by taxation necessary for expenditures and liabilities for 2018-2019 fiscal year and has ordered that money to be raised by taxation within statutory and constitutional limitations; and

WHEREAS, the Uniform Budgeting and Accounting Act, Act No. 2 of the Public Acts of Michigan 1968, as amended ("UBAA"), requires that the Council enact a general appropriations act designed to meet City funded expenditures; and

WHEREAS, the Reed City Council has examined the fiscal requests for 2018-2019 of the various departments, which it must legally finance or assist in financing;

NOW, THEREFORE, BE IT RESOLVED that the City of Reed City Council hereby adopts the budget and appropriates the following sums for all Funds for the municipal purposes set forth below:

(101) General Fund

Legislative/Chief Executive/Financial & Tax Administration

(101) City Council	\$51,915
(172) City Manager	\$32,600
(215) City Clerk	\$70,525
(223) Other Accounting Activities-Audit	\$ 4,400
(247) Board of Review	\$ 1,700
(253) City Treasurer	\$73,540
(257) City Assessor	\$25,765

General Government

(262) Elections	\$ 5,725
(265) Building and Grounds	\$33,935
(269) City Properties – Other	\$28,700

Public Safety

(301) Police Department	\$487,920
(332) Snow Mobile Enforcement	\$ 2,185
(336) Fire Department	\$193,010

Public Works

(441) Dept. of Public Works	\$170,180
(448) Street Lighting	\$ 41,000
(528) Refuse	\$ 33,500
(567) Cemetery	\$ 42,750

Recreation/Culture

(721) Planning Commission	\$ 300
(751) Parks & Recreation	\$ 81,925

Other Governmental Functions

(851) Insurance/Bonds	\$ 59,000
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Contingencies

(990) Contingencies	\$ 0
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Appropriations

(958) Contributions (396 & 402)	\$ 22,150
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Total General Fund Expenditures \$1,462,725

(151) Cemetery Trust Fund

\$ 1,375

Special Revenue Funds

(202) Major Streets	\$373,632
(203) Local Streets	\$120,415
(208) Park Commission Fund	\$ 3,000
(235) Downtown Development Authority (DDA)	\$ -0-
(267) Law Enforcement Training	\$ 1,000
(292) Small Business Revolving Loan	<u>\$ 50,121</u>
Total Special Revenue Funds	\$ 548,168

Debt Service Funds		
	(394) DDA Debt	\$ -0-
	(396) Fire Truck Debt	\$ 21,150
	(397) Fire Dept. Bldg	\$ <u>36,300</u>
	Total Debt Service Funds	\$ 57,450
Capital Projects Funds		
	(402) Equipment Replacement	\$ 5,000
	(442) DDA Construction	\$ -0-
	(446) Fire Equipment Replacement	\$ <u>100</u>
	Total Capital Projects Funds	\$ 5,100
Enterprise/Internal Service Funds		
(590) Sewer Fund		
Dept.	(536) Administration	\$ 86,145
	(543) Operation & Maintenance	\$904,780
	(549) Collection System	\$ 64,630
	(564) Meter Reading	\$ 11,625
	(586) Depreciation	\$435,000
	(902) Construction-system	-0-
	(905) Debt Service	\$ 45,700
	(958) Appropriations-Contributions	\$ <u>31,000</u>
	Total Sewer Expenditures	\$1,578,880
(591) Water Fund		
Dept.	(536) Administration	\$ 89,635
	(542) Water Production	\$ 382,675
	(564) Meter Reading	\$ 11,625
	(566) Depreciation	\$ 110,000
	(902) Construction	\$ -0-
	(905) Debt Service	\$ 24,165
	(958) Appropriations-Contributions	\$ <u>31,000</u>
	Total Water Expenditures	\$ 649,100
(661) Equipment Pool Fund		
Dept.	(536) Administration	\$ 4,646
	(982) Maintenance repairs	\$ <u>159,085</u>
	Total Equipment Expenditures	\$ 163,731
	Grand Total 2018-19 Expenditures	\$ 4,466,529

BE IT FURTHER RESOLVED that the City Council of The City of Reed City authorizes the levy of **14.4261** mills on real and personal property within the City of Reed City for municipal operating purposes.

BE IT FURTHER RESOLVED that the City Council of the City of Reed City hereby authorize the levy of **.6750** mills on real and personal property within the City of Reed City for the Fire Department Building Debt Service Fund.

BE IT FURTHER RESOLVED that the City Council of the City of Reed City does hereby direct the Assessor for the City of the City of Reed City to spread upon the tax roll the levies necessary for municipal purposes and does hereby authorize the City Treasurer to collect such taxes.

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to make budgetary transfers within the funds/departments in accordance with the fund/departmental totals established through this budget, and that all other transfers may be made only by further action of the City Council, pursuant to the provisions of the Michigan Uniform Accounting and Budgeting Act.

This Resolution shall become effective July 1, 2018. This Resolution may be amended by the City Council at any time and any appropriations made hereunder may be increased or decreased in the Council's decision.

The Resolution and attachments as incorporated by reference herein and all amendments hereto shall constitute the 2018-2019 General Appropriations Act of the City of Reed City, Osceola County, Michigan.

BUDGET ADOPTED WITH APPROPRIATIONS:

YEAS: Dave Scharlow, Dan Burchett, Carol Tillotson, James Anderlohr and Karen Lea McKinney.

NAYS: None.

Adjourn Motion by Mayor McKinney to adjourn at 7:08 P.M.

Jacalyn R. Beam
City Clerk