

**CITY OF REED CITY  
SPECIAL COUNCIL PROCEEDINGS  
May 7, 2015**

Mayor Karen Lea McKinney, called the meeting to order at 6:04 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: David Bisbee, Marlene Fatum, Bonnie Danzeisen and Carol Tillotson. Roger Meinert and Dave Scharlow were absent. City Manager, Ron Howell, Police Chief Chuck Davis, City Treasurer Barb Westerburg and Curt Brackenrich were also present. There were no citizens in the audience.
- Well system** Motion by Bisbee, seconded by Fatum, **CARRIED**, to approve bid from Raymer Company Inc. for Water Well & System at Westerburg Park in the amount of \$5,000.00. Roll call vote. Voting yes were, Tillotson, McKinney, Danzeisen, Bisbee, and Fatum.
- Budget** Discussion on the Budget resolution for general, special revenue, capital projects, debt services enterprise and internal service funds for the City of Reed City Appropriations Act. Leaf and brush clean up fees to help reduce the cost. City Manager will put together different monthly fee options starting out at one to two dollars up to seven dollars, or to assess a \$15.00 fee once or twice a year.
- Budget** Motion by Bisbee, seconded by Fatum, **CARRIED**, to adopt the 2015-2016 fiscal year Budget, set the millages and appropriate the funds. Roll call vote. Voting yes were, Tillotson, McKinney, Danzeisen, Bisbee, and Fatum.

**CITY OF REED CITY 2015-2016  
BUDGET RESOLUTION for GENERAL, SPECIAL REVENUE,  
CAPITAL PROJECTS, DEBT SERVICE, ENTERPRISE,  
AND INTERNAL SERVICE FUNDS FOR THE CITY OF REED CITY  
APPROPRIATIONS ACT**

At a special meeting of the City Council of the City of Reed City, County of Osceola, Michigan, held in said City on May 7, 2015.

**PRESENT:** David Bisbee, Bonnie Danzeisen, Marlene Fatum, Karen Lea McKinney and Carol Tillotson.

**ABSENT:** Roger Meinert and Dave Scharlow.

The following resolution was offered by Councilperson BISBEE, and seconded by Councilperson FATUM.

**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, 2015 through June 30, 2016; and

**WHEREAS**, a Public Hearing was held on April 29, 2015 on the proposed 2015-2016 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 2015-2016 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 2015-2016 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:

<b>(101) General Fund</b>	
<b>Legislative/Chief Executive/Financial &amp; Tax Administration</b>	
(101) City Council	\$27,085
(172) City Manager	\$27,100
(215) City Clerk	\$70,751
(223) Other Accounting Activities-Audit	\$ 4,900
(247) Board of Review	\$ 1,880
(253) City Treasurer	\$66,970
(257) City Assessor	\$26,050
<b>General Government</b>	
(262) Elections	\$ 3,990
(265) Building and Grounds	\$ 8,450
(269) City Properties – Other	\$10,700
(276) Cemetery	\$45,475
<b>Public Safety</b>	
(301) Police Department	\$486,278
(332) Snow Mobile Enforcement	\$ 2,300
(336) Fire Department	\$135,395
<b>Public Works</b>	
(441) Dept. of Public Works	\$146,465
(448) Street Lighting	\$ 44,500
(528) Refuse	\$ 24,600
<b>Recreation/Culture</b>	
(721) Planning Commission	\$ 300
(751) Parks & Recreation	\$ 51,150
<b>Other Governmental Functions</b>	
(851) Insurance/Bonds	\$ 56,600
<b>Contingencies</b>	
(990) Contingencies	\$ 0
<b>Appropriations</b>	
(958) Contributions (396 & 402)	\$ 22,310
<b>Total General Fund Expenditures</b>	
	<b>\$1,283,249</b>
<b>(151) Cemetery Trust Fund</b>	
	\$ 400
<b>Special Revenue Funds</b>	
(202) Major Streets	\$166,600
(203) Local Streets	\$ 80,330
(208) Park Commission Fund	\$ 14,050
(235) Downtown Development Authority (DDA)	\$440,000
(267) Law Enforcement Training	\$ 1,000
(292) Small Business Revolving Loan	<u>\$ 10,300</u>
Total Special Revenue Funds	<u>\$ 712,280</u>

<b>Debt Service Funds</b>		
	(394) DDA Debt	\$138,062
	(396) Fire Truck Debt	\$ 21,310
	(397) Fire Dept. Bldg	<u>\$ 35,610</u>
	Total Debt Service Funds	\$194,982

<b>Capital Projects Funds</b>		
	(402) Equipment Replacement	\$ 3,125
	(442) DDA Construction	\$169,138
	(446) Fire Equipment Replacement	<u>\$ 11,505</u>
	Total Capital Projects Funds	\$183,768

<b>Enterprise/Internal Service Funds</b>		
<b>(590) Sewer Fund</b>		
Dept.	(536) Administration	\$ 68,050
	(543) Operation & Maintenance	\$840,225
	(549) Collection System	\$ 35,717
	(564) Meter Reading	\$ 11,903
	(586) Depreciation	\$451,000
	(902) Construction-system	-0-
	(905) Debt Service	\$ 58,605
	(958) Appropriations-Contributions	<u>\$ 41,000</u>
	Total Sewer Expenditures	\$1,506,500

<b>(591) Water Fund</b>		
Dept.	(536) Administration	\$ 71,595
	(542) Water Production	\$ 246,480
	(564) Meter Reading	\$ 11,901
	(566) Depreciation	\$ 112,000
	(902) Construction	\$ -0-
	(905) Debt Service	\$ 29,152
	(958) Appropriations-Contributions	<u>\$ 21,000</u>
	Total Water Expenditures	\$ 492,128

<b>(661) Equipment Pool Fund</b>		
Dept.	(536) Administration	\$ 5,240
	(982) Maintenance repairs	<u>\$ 154,835</u>
	Total Equipment Expenditures	\$ 160,075

**BE IT FURTHER RESOLVED** that the City Council of The City of Reed City authorizes the levy of **14.5366** 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 **.7000** 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/departamental 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, 2015. 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 2015-2016 General Appropriations Act of the City of Reed City, Osceola County, Michigan.

**BUDGET ADOPTED WITH APPROPRIATIONS:**

**YEAS: 5**

**NAYS: 0**

Councilperson Danzeisen left the meeting at 6:45 P.M.

Budget Motion by Bisbee, seconded by Fatum, **CARRIED**, as part of the General Fund budget approval, in order to balance the 2015/2016 budget, Council has approved the borrowing of \$108,000 from "designated fund balance" to be repaid in 2017. Roll call vote. Voting yes were, Tillotson, McKinney, Bisbee, and Fatum.

Adjourn Motion by McKinney to adjourn at 6:47 P.M.

Amye Hensel  
Deputy City Clerk