

BUDGET FOOTNOTES
FY 10/11 OPERATING / CAPITAL BUDGET

General Fund-101

<u>Item</u>	<u>Page</u>	
1	1	<p>There was a \$2,212,226 (-1.7%) decrease in the overall Taxable Values of the ad valorem tax roll to \$130,701,803 this past year. There was a \$30 million decrease in taxable value from the roll following the City’s establishment of the Agricultural Renaissance Zone for Gerber-Nestle in 2009. Fortunately, with new development in the City, the \$30 million decrease has not been felt in its entirety. <u>The City will continue to levy 14 mills for the eleventh straight year.</u> Even though the Charter permits the City of Fremont to levy up to 20 mills, taxpayers still have the lowest total millage rate for cities in Newaygo County.</p> <p>The original ad valorem tax revenue estimate of \$1,829,825 was furthered reduced by the proposed increased Tax Increment Finance (TIF) captures by both the DDA (\$294,284) and the LDFA (\$14,332). The increased capture of General Fund tax revenue became necessary because of the loss of “capturability” of the school operating millages due to the State of Michigan’s “Proposal A.”</p> <p>IFT property taxes have been decreasing due to IFT certificates expiring, from which the taxable property values held at 50% on the IFT tax roll will be added to the ad valorem tax roll at 100%. Most of the City’s IFT certificates have an exemption status for 12 years.</p>
2	1	<p>This line item accounts for property tax payments received from parcels transferring to the City’s jurisdiction under the December 2004 “P.A. 425 Conditional Transfer Agreement” with Dayton & Sheridan Townships. Parcels in the 1st Phase of the transfer included the new Wal-Mart Superstore, the eastern building of the 48th St. Complex (Sears) and both auto dealerships. Several Phase 2 parcels have now transferred into Phase 1 and have or will soon receive City water, sewer & other services (see map of 425 Agr. parcels in Appendix P.) Also, see Footnote #34 for details of the township payout & cooperative reserve account.</p>
3	1	<p>The current franchise fee for Comcast to lease the City’s street ROW’s to provide cable TV to its customers is based on 5% of gross revenues.</p>
4	1	<p>The State of Michigan is planning to continue reducing the Statutory portion of local government Revenue Sharing by more than any increase in the Constitutional portion in the sharing formula. Sales tax receipts are expected to be down again this year, and with the preceding year’s Governor Executive Order in May 2009 to cut 33% of the last two fiscal year payments, there’s no telling what to expect.</p>
5	1	<p>The economy has remained stagnant causing interest rates to drop to an average ½ % on short-term and liquid money markets, while cash accounts have leveled off around ¼%.</p>
6	1	<p>Annual land & t-hangar building rents at the Fremont Municipal Airport should continue at \$20,000/yr. There may be some additional revenue from the former Gerber Hangar and City Maintenance Hangar.</p>
7	1	<p>The City will apply for a <u>\$200,000</u> grant from the FACF’s Economic Dev.</p>

Enhancement Funds established to stimulate development in the City. These Grant Funds will be transferred to the Capital Projects Fd. to match state grant funds that may be received from the MDNR Trust Fund for the expansion and development of new campground facilities at Fremont Lake Park and MEDC funds to reconstruct the SE Downtown parking lot. The Police Dept. may also receive a \$13,500 grant for the replacement of In-Car cameras.

- 8 1 Represents a \$150,000 transfer from the Equipment Fund, which is a payback to the General Fund, from an original transfer to help establish the Equipment Fund in 1998.
- 9 2 Salary splits: City Manager (70%); Account Clerk I (Vicci) (25%); Account Clerk II (Margie) (20%). (Also, see Salary Distribution table in Appendix G.)
- 10 2 \$27,800 for contracted part-time assessing services, \$4,000 for assessing software maintenance agreements and \$1,000 for other miscellaneous fees.
- 11 2 Attorney fees increase based on revised City Attorney retainer (\$15,000), increased code enforcement and anticipated bankruptcy attorney costs.
- 12 2 Salary splits: City Clerk (60%); Account Clerk II (Margie) (50%); Account Clerk I (Vicci) (40%). (Also, see Salary Distribution table in Appendix G.)
- 13 2 Auditing services to cover general auditing & new GASB compliances (\$13,500) and other miscellaneous professional services (\$3,000.)
- 14 3 Salary splits: Treasurer (Joyce) (60%); Account Clerk II (Margie) (30%); Account Clerk I (Vicci) (25%). (Also, see Salary Distribution table in Appendix G.)
- 15 3 \$1,500 for floor care; \$500 for Fire Alarm System maintenance/testing; \$1,500 for elevator maintenance, testing and annual permit; \$11,200 for annual computer network consulting and software upgrades; and \$3,800 for Internet services.
- 16 3 Includes \$2,500 phone maintenance agreement; \$12,500 HVAC System maintenance agreement; and balance for miscellaneous repair and maintenance costs for the City Hall/Police/Fire Complex.
- 17 3 FY08/09 & 09/10: The City acquired a residential home (125 E. Dayton St.) in the downtown area for future downtown parking and demolished the home.
- 18 3 FY09/10: Repaired rear (south) side of city-owned building @ 10 W. Main St. in the Downtown. Following this necessary repair, the Building will be marketed for resale to encourage further economic development downtown.
- 19 4 Police Dept. replacement of In-Car Cameras (\$18,000) with a \$13,500 grant; replace 2 Patrol Rifles (\$2,400); replace Police Base Radio (\$1,000); and general annual operating supplies (\$9,100.)
- 20 4 Runs increased 13.4% in 2007, decreased 2.4% in 2008 and decreased 5.1% in 2009. Budget includes CPI increases for the hourly Firefighters pay this year.
- 21 4 FY 10/11: Fire Department purchase/replacement of six (6) mobile radios to stay compatible with the narrow banding law set by the FCC (\$4,518). Newaygo County has applied for grant funding to help cover some of the replacement costs for all departments in the County. Line item also includes annual general operating supplies (\$8,000).

- FY 09/10: Fire Department purchase of new Thermal Imager Camera (\$14,500); Automatic External Defibrillator (\$2,500); Computer/printer (\$3,000); Copy machine (\$2,500); and general annual operating supplies (\$8,000.)
- 22 4 Planning & Zoning services are handled by the Director of Neighborhood & Economic Development (NED.) The salary shown reflects 50% of NED position, whereas 25% of NED position is charged to G.F. Dept. 727 (Community & Economic Develop.) and 25% to the DDA Operating Fd-248.
- 23 4 FY10/11: Ongoing work with LSL Planning to develop a joint zoning ordinance between the City and Dayton & Sheridan Townships.

FY08/09: The Zoning Ordinance rewrite to implement a “Smart Growth Code” was completed, supporting the Fremont Community Joint Comprehensive Development & Growth Management Plan.
- 24 4 This Department budget reflects the changes that were necessary for the establishment of the Fremont Community Joint Planning Commission FCJPC created by the City, Sheridan Charter Township and Dayton Township. The City’s pro-rata contribution (51%) of the needed local government funds for the FCJPC budget are transferred to the FCJPC Fund-268, which the City maintains on behalf of the participating jurisdictions. There was no transfer budgeted last year, because of left over fund balance.
- 25 5 Annual sidewalk replacement program (\$10,000.) Additional sidewalk installations to fill in gaps along existing streets is planned for the next few years. This year the City has identified a section along Division Ave (\$17,000), between Daisybrook and Pathfinder Schools, along Gerber Ave. (\$8,000), between Oak St. and the Middle School and along Weaver Ave. (\$15,000), between Elm & 44th Street. The City will apply for State grants through the “Safe Routes to Schools” program.
- 26 5 The City purchased additional 18-gallon recycling bins last year, whereas residents are offered an additional bin if needed and bins often disappear following residents moving.
- 27 5 The refuse collection & disposal contract w/ Allied Waste Services was renewed April 1, 2007, but amended and extended on January 1, 2009 for a term ending March 31, 2011. There was only a .7% CPI annual increase requested from Allied, so the 65-gallon rate will increase .06 to \$8.94 per month and the 95-gallon rate will increase .10 to \$10.49 per month. Based on 1,070 65-gal carts & 101 95-gal carts, overall cost for the residential refuse contract is estimated @ \$141,000.

The City recently incorporated commercial refuse/dumpster pickup in the 4-block downtown area, in to their quarterly utility billing program. The City contracted with Allied Waste at a negotiated rate, of which has been estimated at \$12,000 for the year.

The City will continue contracting with Cart-Right, LLC of Fremont for the curbside pickup of residential recyclable materials. The monthly recycling program fee will increase to \$2.44. Based on the current 1,575 recycling customers, Cart-Right’s contract fee will result in an overall recycling program cost of approximately \$47,000.

The City also contracts for a 20-yard roll-off dumpster to handle the City’s operational needs (\$6,000.)

- 28 5 Represents annual cost of Airport Manager contract and refuse services at the airport.
- 29 5 Includes \$7,000 annual support for the City's membership in the nonprofit Newaygo County Economic Development Office, Inc. (NCEDO); and \$500 to support the Fremont Community Leadership Council meetings held at Gerber.
- 30 6 The City discontinued transferring funds toward Fremont Public School's Community/School Recreation program, whereas the School eliminated the Comm. Rec. Director position and the City has dramatically increased Park enhancement projects throughout the City.
- 31 6 The City introduced an employee health insurance opt-out program in 2007, whereas the City saves approximately 60% of premium costs by sharing the remaining 40% with employees who opt-out.
- 32 6 Healthcare costs continue to rise, whereas Priority Health proposed a rate increase of 15% at the same benefit levels, with employees paying a \$30 co-pay for office visits and a \$15-generic/\$50-name brand co-pay for prescriptions.
- To reduce the proposed increase to 8.1%, the City adjusted employee office visit co-pays to \$30/45/60/150 and incorporated a \$250/500 deductible, Effective 7/1/10, dental insurance premiums decreased 4.4%.
- 33 6 The City's municipal liability insurance rates through the MML Liability and Property Pool decreased 12%, after remaining unchanged for the last two fiscal years.
- 34 6 Transfer out to townships of 2 mills of shared property tax revenues (\$18,000) collected on parcels located with the P.A. 425 Agreement areas within Dayton & Sheridan Townships. Per the Agreement, this 2 mills of tax sharing is limited to 10 years from the time a parcel transfers to the City's jurisdiction. Also, transfer of ½ of 1 mill (\$4,500) collected from the above township parcels to a restricted account (est. \$26,500 balance 6/30/11) to be reserved for future cooperative projects or activities between the City and Dayton & Sheridan Townships. The townships will also be reserving ½ mill of their 2 mills for a like account. (See Appendix P for a map of the 425 Agreement Parcels and Appendix Q for a summary of the parcel values and tax receipts for the 425 Agreement.)
- 35 6 Community Promotions entail a variety of items: Yahaba Friendship City Program Administration (\$3,000); Mayor Exchange for comparable City (\$2,000); City Beat Newsletters (\$7,500); Employee Recognition Dinner (\$1,000); Chamber of Commerce Annual Community Profile (\$1,000) and new community map (\$500); Christmas Lighting Fund (\$1,000); Hike & Bike Program (\$1,500); and other miscellaneous items (\$2,500.)
- 36 6 FY 08/09: Dura Automotive Systems, Inc. filed bankruptcy, forcing the City to pay back a portion of 2006 and 2007 tax revenues.
- 37 6/9 Transfers out to the DDA Fund-248 for the 4th year for a contribution to the Downtown Façade Renovation Program (\$40,000.)
- 38 6/9/12 Transfers out to the Capital Projects Fund-490:
FY 10/11:
➤ Fremont Municipal Airport (FMA) local match for construction &

inspection costs for pavement marking, drain culvert repair, rehab t-hangar & install credit card system for fuel farm (\$8,500 of \$340,000 project.)

- Fremont Lake Park Campground expansion project with T&C Path extension to boat launch/fishing peer area (\$110,000.)

FY 09/10:

- Fremont Municipal Airport (FMA) Construction & inspection costs for Perimeter fence (\$3,750 of \$164,000 project.)
- (\$5,000) Police Pistol account transfer as local match to outdoor shooting range enhancements. The NC Sheriff's Dept has agreed to contribute the other 50%.
- General Fund match (\$165,000) to the required local match of the MDOT Econ Dev Grant for street construction.

FY 08/09:

- Fremont Municipal Airport (FMA) Construction & inspection costs for new parallel taxiway for Runway 18/36 (\$37,130 [2.5%] local match of est. \$1,559,000 total project cost)
- General Fund contribution (\$116,220) to the street construction projects that were over budget.

Major Street Fund-202

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| 39 | 7/8 | The State has again estimated little if any increase in Motor Fuel Tax (MFT) funds available for the P.A. 51 funding formula distributed between MDOT, county road commissions and cities & villages. This is mostly due to slumping fuel sales because of rising fuel prices & more fuel-efficient vehicles. It is also due, however, to the significant raids on the MI Transportation Fund to cover more & more costs of other State Departments, such as the Secretary of State and the Attorney General, that were previously covered by the State's General Fund. |
| 40 | 7 | The City annually crushes concrete and sells the resulting aggregate to local contractors and residents. This recycling/sales resource pays for itself and allows the City to keep enough product for City street projects, thus further lowering our raw material costs. In fact, we have not purchased virgin gravel for street projects since we began crushing operations in 1994. |
| 41 | 7 | MDOT increased the City's maintenance budget to \$60,000 in FY 09/10, to cover the consistently increasing winter maintenance costs experienced over the last few harsh winters. |
| 42 | 7/8 | Transfers the maximum 25% (\$56,250) of P.A. 51 Major Street revenues to the Local Street Fund-203 for much-needed local road projects. Under the Act 51 funding distribution formula, Local Streets receive significantly less per road mile than do Major Streets. Yet, the City has significantly more Local Streets (18.5 miles) than we do Major Streets (10.2 miles.) |
| 43 | 7/12 | <u>FY 10/11:</u> Transfer out (\$288,000) to Capital Projects Fund-490 for: <ul style="list-style-type: none">➤ Street milling / resurfacing: Oak St. (Lake Dr – Connie Ave) (\$110,000); and Division Ave. (Sheridan – Pine St) (\$60,000);➤ Street reconstruction: Division Ave. (Weaver – Daisybrook School) (\$42,000 of \$160,000 is assessable) |

FY 09/10: Transfer out (\$436,000) to Capital Projects Fund-490 for:

- Street milling / resurfacing: Stone Rd. (Main – 44th St.) (\$55,000 of \$150,000 total), with MDOT grant funding \$95,000.
- Finish construction of Elm St. (Weaver-Division) \$122,000
- Major St Fund match (\$249,000) to MDOT Econ Dev Grant (\$915,000) for new construction of Market St (State – 44th St) and reconstruction of 44th St (Market – Stone)(Valley-Weaver) & Weaver (Dayton – RR tracks) and milling/ resurfacing of Weaver (RR tracks – 44th St) & 44th St (Stone – Valley)

FY 08/09: Transferred out (\$297,700) to Capital Projects Fund-490 for:

- Elm St. reconstruction (Weaver - Stewart Ave.) (\$115,000) in conjunction w/ watermain replacement project.
- Additional transfers (\$182,700) were needed because resurfacing and reconstruction projects ran over the estimated construction costs.

Local Street Fund- 203

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| 44 | 8 | State METRO Act right-of-way (ROW) rental fees for telecommunication companies, such as AT&T (formerly SBC) These funds are at-risk due to the hotly debated issue with local CATV franchising & private use of locally-owned ROW's at both the Federal & State governmental levels. |
| 45 | 6/8 | Transfers in (<u>\$27,750</u>) from General Fund to provide a local match for the Local street reconstruction projects identified in the footnote below. Most of the funds to be transferred are from FACF Economic Development grant funds anticipated. |
| 46 | 8/12 | <p>FY10/11: Transfers out (\$55,500) to Capital Projects Fund-490 for the projects listed below:</p> <ul style="list-style-type: none">➤ <u>Street Milling & Resurfacing Projects</u> (\$50,000):<ul style="list-style-type: none">• Oak St. (Lake Dr – Connie Ave) (<u>\$15,000</u>)• Branstrom Drive & Parking Lots (<u>\$15,000</u>)• Pine St. (Gerber – Sullivan Ave) (<u>\$20,000</u>)➤ <u>Street Reconstruction Projects</u>:<ul style="list-style-type: none">• Weaver St/Osborn (44th – N. 520') (<u>\$5,500</u> of \$24,500) |

FY09/10: Transferred out (\$563,500) to Capital Projects Fund-490 for the projects listed below:

- Street Milling & Resurfacing Projects (\$260,000):
 - Ramshorn Dr (Darling – N. City limits) (\$175,000)
 - Gerber Ave (Main – Middle School entrance) (\$85,000)
- Street Reconstruction Projects (\$303,500):
 - Finish Elm Street (Stewart – Hillcrest) (\$180,000)
 - Cherry St. (Decker – Hillcrest Ave.) (\$56,500 + \$5,000 design) as part of watermain replacement project.
 - Decker Ave. (Dayton – Cherry St.) (\$56,500 + \$5,000 design) as part of a watermain replacement project.

FY08/09: Transferred out (\$600,650) to Capital Projects Fund-490 for the projects listed below:

- Street Milling & Resurfacing Projects:
 - Cherokee (Pine - Apache)
 - Chippewa (Cherokee - Pine)
 - Seminole (Cherokee – Iroquois)
 - Pine St. (East – Chippewa)
- Street Reconstruction Projects:
 - Pine Street (Weaver – Stewart) as part of watermain & sanitary sewer line replacement project.
 - Woodrow St. (Division – Sullivan) as part of watermain & sanitary sewer line replacement project.
- New Street Construction Projects:
 - Cherry St. (Division – Merchant)
 - Maple St. (Gerber – Ammon)
 - Ammon Ave. (Maple – Oak St.)

Downtown Development Authority (DDA)
Operating Fund-248

47 9 In December of 2006, the City sold \$1.7 million of Capital Improvement Bonds to finance the first phase of reconstruction of the downtown parking lots and alleys, erection of a new way-finding signage system and the provision of environmental enhancement and recreational opportunities in the Fremont Industrial Park (FIP). All of the net proceeds of the '06 Bonds (\$1,674,500) are shown in the Capital Projects Fund-490. Construction began in Downtown in mid-winter of 2007 & was completed June 2008. Work in the Fremont Industrial Park was completed June 2009.

The downtown portion of the bond project includes parking area expansions, retaining wall replacement, perimeter screening/landscaping, alley resurfacing, parking lot & alley lighting, extension of decorative lighting along the perimeter streets (Merchant, Dayton & Division) and construction of the Fremont Market Place Pavilion, which will house the relocated Farmers' Market. Debt service on the new bonds will be financed through TIF captures through the DDA and LDFA.

This line item includes the DDA's FY 10/11 portion, \$137,125 or 88.2% of the coming year's debt service costs of \$155,470 on the bonds (also see Footnote # 55.) (See Debt Service Schedule in Appendix N of Budget also)

This line item also now includes additional TIF captures (\$347,083) to:

- Pay for a portion (\$54,000) of the DDA District Maintenance Dept. costs (total budget of \$85,000.)
- Cover the public-benefit (1/3 or \$7,980) of the overall annual cost of \$23,900 for downtown parking maintenance. The remaining private-benefit (2/3's or \$15,920) will be special assessed to the property owners within the revised DT Parking Assessment District (also see Footnote #51)
- (\$10,000) Help cover additional DDA projects identified in footnote #53
- (\$275,103) To help cover additional cost of the SE DT Parking Lot project identified in footnote #56

- 48 9 The City of Fremont has been awarded \$130,400 [\$23,400 - administration fees; \$105,000 for Rehab projects (\$35,000 per unit - 3 units altogether); and \$2,000 for soft costs] by MSHDA to implement the second round of the Fremont Rental Rehabilitation Program. With a \$102,000 required private match, the project totals \$232,400 (\$209,000 on rehab and \$23,400 on administration of the program.)
- 49 9 USDA Rural Development has awarded the City of Fremont \$60,000 to improve the Southeast Downtown Parking Lot, and the Michigan Economic Development Corporation (MEDC) has awarded the City \$220,000 to improve the Southeast Downtown Parking Lot. MEDC's award is contingent on 11 full-time jobs being created for a new downtown restaurant.
- USDA Rural Development also awarded the City through Stimulus money \$90,000 to establish the DDA Revolving Loan Fund. This Loan Fund will operate as a separate Fund to be used by downtown property owners who wish to participate in the Fremont Facade Improvement Program; it can provide funding at 1% for the owner's match.
- 50 9 Represents a grant (\$14,000) to be requested from the Fremont Downtown Beautification Fund endowment at the FACF for DDA maintenance. The DPW crew has assumed additional new O & M duties, including an extensive banner program, more parking lots, landscaping & irrigation, flowers, etc. The remaining maintenance costs will be covered by additional TIF capture of levies from only the City, Newaygo County & the Fremont Area District Library within the DDA District.
- 51 9 Special assessments are being levied within the re-established Downtown Parking Maintenance District. Total maintenance budget for FY 10/11 is \$23,900. Based on the previous DT Parking S.A. program, 2/3's of the cost (\$15,930) will be assessable annually to private property owners within a defined S.A. district and 1/3 of the cost (\$7,980) will be covered by the public (in this case, TIF captures of non-school property tax levies.)
- 52 9 Purchase additional Christmas lighting supplies (\$2,000) and annual office supplies (\$500)
- 53 9 Represents another year (5th) of the Façade Renovation Program rehab grant program (\$40,000) funded by a General Fund transfer. Also, \$10,000 for additional Downtown area signage and \$5,000 for landscape design.
- 54 9 Supply costs typically cover landscaping supplies and purchase of flowers throughout the entire DDA District, but predominantly in the Downtown area.
- 55 9 Debt Payments (\$137,125) are 88.2% of Capital Improvement Bond annual debt service (LDFA Fund pays remaining \$18,345 or 11.8 %.)
- 56 9 Transfer DDA funds (\$30,000) to cover remaining portion of Coop streetscape project and (\$507,263) State & Fed Grants, General Fd and DDA capture funds for SE DT Parking Lot project

Local Development Finance Authority (LDFA)
Operating Fund-298

- 57 10 Tax revenues will continue to be captured for debt payments on the 2006 Capital Improvement Bonds used to fund various projects, including installation of entryway signs & landscaping (3 locations); additional Town &

Country Pathway; and wetland & wildlife habitat enhancements around Outlot A of the Fremont Industrial Park (FIP).

This year's capture of \$23,345 TIF capture is broken down as follows:

- \$18,345 LDFA portion of debt service and fees on 06' Capital Improvement Bonds
- \$5,000 for LDFA's share of administrative costs

- 58 10 The City has entered into a sales-option agreement for the sale of approximately 20 acres of FIP property for a methane digester facility and expect it to be finalized by 6/30/10.
- 59 10 The LDFA has accumulated a fund balance from the sale of lots in the Industrial Park, funds that should be used to help finish the development and enhancement of the Park.
- 60 10 Update & reprinting of the FIP marketing brochure as well as enhancements to the City's & NCEDO's websites that promote the FIP.
- 61 10 The LDFA Fund has a fund balance due to the continued sale of lots in the FIP. The LDFA needs to reimburse the General Fund for covering previous years' TIF capture shortages & other non-reimbursed expenses in previous years. \$5,000 of TIF capture funds will also be transferred annually to the G.F. to cover LDFA administrative costs, staffing, audit, accounting, tax collection, etc.
- 62 10 Industrial Park (LDFA) construction projects over the last two years used up an estimated 11.8% of the project funds (11.8% x \$1,650,00) received from the December 2006 Capital Improvement Bond sale. This transfer represents that portion of the bond principle and interest due within FY 10/11.
- 63 10 FY 09/10: Transfer out \$35,000 to Capital Projects Fund-491 for Town & Country "Trail Head" parking area along Locust and Outlot C.

Capital Improvement Bond
Debt Retirement Fund-389

In December of 2006, the City sold \$1.7 million of Capital Improvement Bonds to finance the first phase of reconstruction of the downtown parking lots and alleys, erection of a new way-finding signage system and the provision of environmental enhancement and recreational opportunities in the Fremont Industrial Park (FIP). All of the net proceeds of the '06 Bonds (\$1,674,500) are shown in the Capital Projects Fund-490. Construction began in Downtown in mid-winter of 2007 & was completed June 2008. Work in the Fremont Industrial Park was completed June 2009.

The downtown portion of the bond project includes parking area expansions, retaining wall replacement, perimeter screening/landscaping, alley resurfacing, parking lot & alley lighting, extension of decorative lighting along the perimeter streets (Merchant, Dayton & Division) and construction of the Fremont Market Place Pavilion, which will house the relocated Farmers' Market. Debt service on the new bonds will be financed through TIF captures through the DDA and LDFA. This line item includes the DDA's FY 09/10 portion, \$138,547 or 88.2% of the coming year's debt service costs of \$157,083 on the bonds (also see Footnote #47 & #53.) (See Debt Service Schedule in Appendix N of FY 09/10 Budget).

Capital Projects Fund-490

- 64 11 FY 10/11: Includes State/Federal grant for the Fremont Municipal Airport (FMA) capital project (\$331,500), which is administered by MDOT's Bureau of Aviation with the City paying the 2.5% local match (\$8,500); and an estimated \$180,000 from the MDNR Trust Fund for expansion of Fremont Lake Park Campground.
- FY 09/10: Includes State/Federal grant for the Fremont Municipal Airport (FMA) capital project (\$146,250), which is administered by MDOT's Bureau of Aviation with the City paying the 2.5% local match (\$3,750); and an estimated \$915,600 from an MDOT Economic Development Category A grant for new construction of Market St (State – 44th St) and reconstruction of 44th St. (Market – Weaver) and Weaver Ave. (44th – Dayton St.)
- FY 08/09: Included State/Federal grant for the Fremont Municipal Airport (FMA) capital project (\$1,527,290), which was administered by MDOT's Bureau of Aviation with the City paying the 2.5% local match (\$37,130); and an estimated \$40,000 of the original \$130,560 MDNR grant for Phase 2 of the Town & Country Path.
- 65 11/18 Assessable portions of street, curb & gutter, storm and/or sidewalk construction projects (\$42,000) to be initially financed by the Special Assessment Capital Project Fund-805 with special assessment payments returning to that Fund:
- Division Ave. (Weaver – Daisybrook School) curb & gutter
- 66 11 Transfers funds from Fund-490 Fund Balance from unspent amounts transferred for projects that have rolled in to the new fiscal year.
- 67 11 The Fremont Municipal Airport Projects include:
- Pavement Marking (\$70,000)
 - Rehabilitate Taxi-lanes & Drain Culvert under N/S Runway (\$260,000)
 - Install new Credit Card reader for fuel tank system (\$10,000)
- 68 12 Reflects in-kind labor of DPW employees on continued tree clearing/trimming & placement of signs and benches along the Town & Country Path.
- 69 12 The City has applied for an \$180,000 grant from the MDNR Trust Fund for expansion of Fremont Lake Park Campground. The total project is estimated at \$360,000 and includes 30 additional new full-service campground sites on the city-owned Davis property immediately north of the existing campground. The sites will have new water extensions (\$50,000) and sanitary sewer (\$50,000.) It will include paved walkways, 12 new primitive campsites and a bath/shower area as well.
- 70 12 The City has planned to construct three new sections of the Town & Country Path, which are extensions of the existing Path (\$121,200): Finish Phase 2b on 44th St. (Stone-Weaver), Oak St. (Connie Ave – Stone Rd), Fremont Lake Park along west side of creek (from Bridge north to existing Path)

Sanitary Sewer System Enterprise Fund-590

- 71 13 Sewer Fund revenues declined dramatically after the '05 removal of Gerber Product's Research & Pilot Plant line wastewater from the City's sanitary sewer system to Gerber's treatment facility located in Dayton Township.
- The City also gives residents an opportunity to purchase & install a second water meter for any irrigation systems or outdoor water spigots. Thus, allowing residents to not be charged for sewer on water applied to their lawns and not entering the sanitary sewer system. With many residents and businesses installing irrigation meters, sewer revenues have continued to decrease.
- 72 13/18 FY 09/10, the City constructed a new section of street on Market Ave. (State St. – 44th St.) and the new sanitary sewer was assessable. (\$41,600)
- 73 13 During FY's 06/07 & 07/08 the City purchased limestone to reinforce the upper portion of the existing wastewater lagoon dikes to allow raising of the water storage level & Wastewater Treatment Plant's (WWTP's) capacity. Since completion, the City received its revised Groundwater Discharge Permit from MDEQ, which increased the WWTP's discharge rate from 300 to 400 million gallons per year, a 33% increase! This equates to a daily discharge limit of 4 million gallons. Irrigation of the City's WWTP fields is limited to the period April 1 – November 30; thus the increased storage volume of the 80-acres of lagoons is critical to the efficient operation of the WWTP.
- 74 13 Includes MDEQ's new mandated annual land discharge permit fee of \$3,650.

Water System Enterprise Fund-591

- 75 15 Per City policy, installation of new (not replacement) water lines is 100% assessable to the abutting property owners. FY 09/10: the City constructed a new section of street on Market Ave. (State St. – 44th St.) and the new water is assessable. (\$42,350)
- 76 15 FY 08/09: (\$85,500) Clean & paint inside & out of E. Main St. elevated storage tank.
- 77 15 **Replacements of Existing Watermains:** (\$272,500):
- Division Ave (Division - Pine) \$34,000
 - Division Ave (Cedar - Apache) \$90,000
 - Cemetery/Apache (Division - Stewart) \$125,000
 - Mechanic Av. (from Elm & N 250') \$10,000
 - Merchant Av. (between Elm & Cherry) \$13,500
- 78 15 **New Watermain Installations:**
- Install a Backup Generator for the Daisybrook area wells (\$100,000)
- 79 16 Rehabilitate one well each year (\$20,000) and other repairs that may become necessary (\$5,000.)
- 80 16 FY 08/09: Water system security upgrades as recommended by the Vulnerability Assessment (VA) Study (\$90,000); design & testing for new well site and other misc. professional services (\$8,635.)

Equipment & Motor Pool
Internal Service Fund-661

81	17	Motor Pool purchases will include:	
		• Finish Construction of new DPW Service Building	250,000
		• Replace Police Patrol Car	23,000
		• Replace (#49) lawn mower/tractor	30,000
		• Replace 2 lawn mowers	35,000
		• Purchase snow pusher	<u>7,000</u>
		Total Motor Pool Capital Expenditures	\$ 395,000

Parks Trust Fund-702

82 17 This Fund tracks the receipt & use of grants from two City Trust Funds held at the Fremont Area Community Foundation (FACF). The City has traditionally received an annual allocation from the Branstrom/Arboretum Parks Trust Fund for operation and maintenance of the two parks. This annual amount is generally equal to 5% of the Fund's investment earnings over the previous 16 quarters. The City may also request additional individual grants for specific projects at these two park facilities.

The DDA now receives and uses an annual allocation from the Fremont Beautification Trust Fund.

Local Improvement Fund -805

83 18 Transfers out to various funds to initially finance the "private-benefit" portion of new (not replacement) capital improvement projects. These transfers are levied as special assessments on the benefiting property owners. Payments of both principal & interest on the front-loaded loans are then paid back to this Fund to allow for a revolving fund to address future capital financing needs.

For FY 10/11, the following transfers are planned:

- DDA Fund: \$15,930: Downtown Parking Maintenance (see footnote #48)
- Capital Projects Fund: \$42,000: Division Ave. (Weaver – Daisybrook School) curb & gutter)