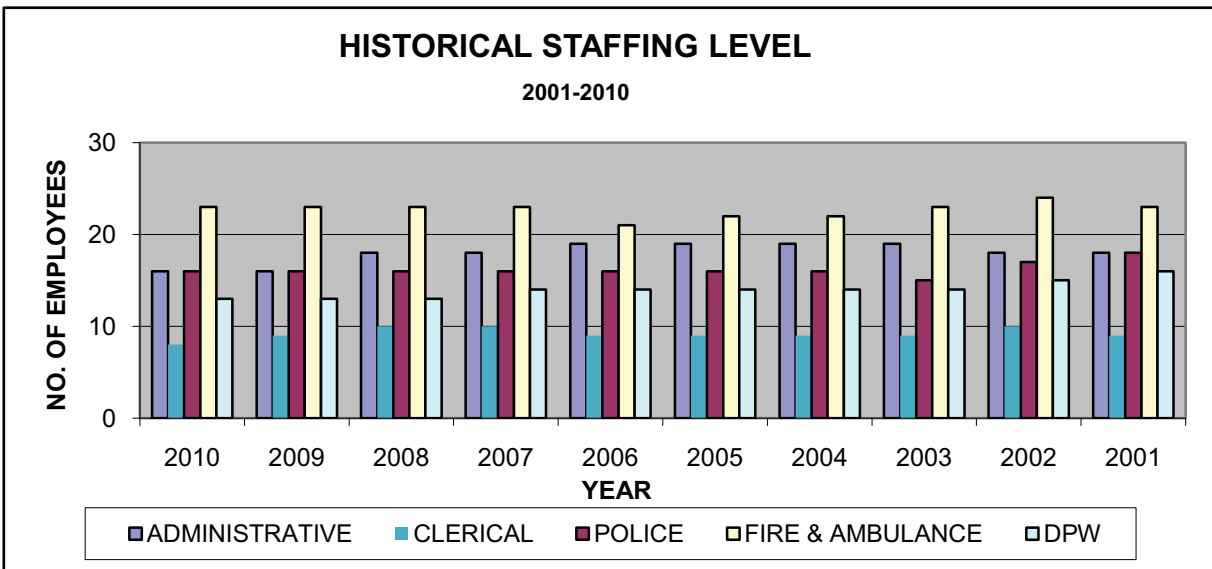


GENERAL FUND

The function of the General Fund is to record all revenues and expenditures of the City which are not accounted for in other funds. The General Fund receives money from many sources which are used to finance a wide range of City activities.

The 2011-2012 General Fund revenues are for the most part projected based on historical trending. State shared revenues are projections received from the State of Michigan. Tax revenues are based on projections from the City Assessor.

The major areas that are financed by the General Fund are police, ambulance and fire protection, information technology, public works, City administration, parks, recreation, cemetery, the light department, and other public services.



CITY OF ALPENA										
HISTORICAL STAFFING LEVEL OF PERMANENT EMPLOYEES										
As of Fiscal Year Beginning July 1st										
For the Last Ten Years (2001-2010)										
EMPLOYEES BY GROUP	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ADMINISTRATIVE	16	16	18	18	19	19	19	19	18	18
CLERICAL	8	9	10	10	9	9	9	9	10	9
POLICE	16	16	16	16	16	16	16	15	17	18
FIRE & AMBULANCE	23	23	23	23	21	22	22	23	24	23
DPW	13	13	13	14	14	14	14	14	15	16
TOTAL	76	77	80	81	79	80	80	80	84	84

GENERAL FUND

BUDGET SUMMARY

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
GENERAL FUND REVENUES				
	<i>General Government</i>	5,534,211	5,421,622	4,992,987
	<i>City Hall</i>	602,291	1,193,487	902,840
	<i>I.T.</i>	26,727	28,024	29,232
	<i>Building Authority</i>	0	0	0
	<i>Cemetery</i>	68,600	59,900	59,900
	<i>Police</i>	124,533	117,385	106,360
	<i>Fire</i>	66,939	91,729	64,311
	<i>Ambulance</i>	1,427,832	1,618,030	1,779,732
	<i>Public Works</i>	296,156	278,567	263,312
	<i>Light Department</i>	3,583	63,433	19,800
	<i>Parks and Recreation</i>	34,003	366,360	7,400
	TOTAL GENERAL FUND REVENUES	8,184,875	9,238,537	8,225,874
	OTHER FINANCING SOURCES			
	INTERFUND TRANSFERS (IN)	519,107	379,230	18,540
	GRAND TOTAL GENERAL FUND REVENUES AND OTHER SOURCES	8,703,982	9,617,767	8,244,414
GENERAL FUND EXPENDITURES				
	<i>General Government</i>	1,596,885	2,143,905	1,624,811
	<i>I.T.</i>	348,049	281,756	229,470
	<i>Building Authority</i>	41,170	39,895	38,590
	<i>Cemetery</i>	149,961	155,680	151,954
	<i>Police</i>	1,656,590	1,802,569	1,802,821
	<i>Fire</i>	1,272,843	1,427,429	1,494,493
	<i>Ambulance</i>	1,184,165	1,615,024	1,576,383
	<i>Public Works</i>	501,206	592,395	444,455
	<i>Light Department</i>	221,083	214,648	210,098
	<i>Parks and Recreation</i>	515,669	1,016,127	486,324
	TOTAL GENERAL FUND EXPENDITURES	7,487,621	9,289,428	8,059,399

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
OTHER FINANCING USES				
	INTERFUND TRANSFERS (OUT)	796,880	555,219	620,623
TOTAL GENERAL FUND				
	EXPENDITURES AND OTHER USES	8,284,501	9,844,647	8,680,022
	<i>Amount For Contingencies</i>	0	0	40,000
GRAND TOTAL GENERAL FUND				
	EXPENDITURES AND OTHER USES	8,284,501	9,844,647	8,720,022
Budgeted Net Revenue (Expenditures)		06/30/12		(475,608)
Current Est. Operating Surplus (Deficit)		06/30/11	(226,880)	
Accumulated Available Undesignated Surplus (Deficit) From Prior Years		06/30/10	2,558,136	2,331,256
Designated for I.T. Capital/Durable Goods				363,955
PROJECTED UNDESIGNATED SURPLUS AT END OF BUDGET YEAR				1,491,693

GENERAL FUND

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
REVENUES				
Taxes				
101-000-402-000	<i>Current Property Taxes</i>	4,285,644	4,177,105	3,991,105
101-000-412-000	<i>Delinquent Taxes</i>	1,453	1,400	1,400
101-000-437-000	<i>Facilities Tax</i>	17,187	15,117	14,156
101-000-439-000	<i>Payment in Lieu of Taxes</i>	27,989	28,000	28,000
101-000-445-000	<i>Interest & Penalties</i>	0	0	0
TOTAL		4,332,273	4,221,622	4,034,661
State Grants				
101-000-576-000	<i>Sales Tax</i>	1,160,848	1,180,000	938,326
TOTAL		1,160,848	1,180,000	938,326
Investment Income - Rents				
101-000-665-000	<i>Investment Income</i>	41,090	20,000	20,000
TOTAL		41,090	20,000	20,000
TOTAL REVENUES		5,534,211	5,421,622	4,992,987
Other Financing Sources Interfund Transfers (In)				
101-000-699-005	<i>Fr Budget Stabilization Fund</i>	47	30	30
101-000-699-010	<i>Fr Brownfield Authority Fund</i>	19,060	19,400	18,510
TOTAL		19,107	19,430	18,540
TOTAL REVENUES AND OTHER SOURCES		5,553,318	5,441,052	5,011,527

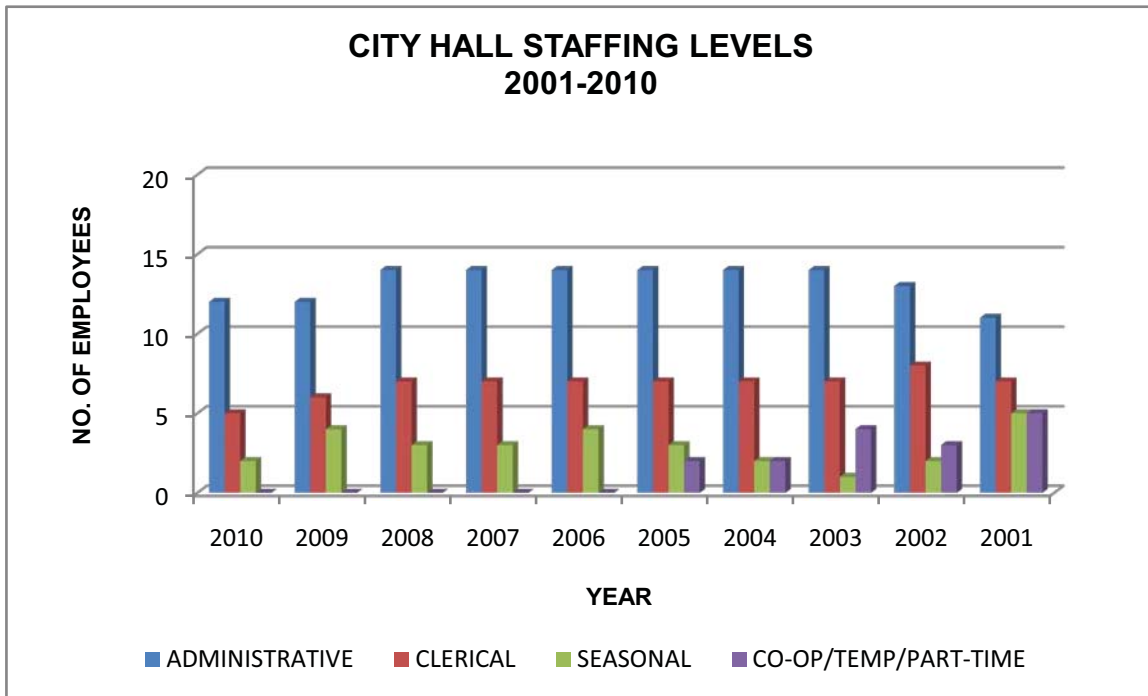
GENERAL GOVERNMENT

The General Government category of the General Fund accounts for the activities of the following offices: City Manager, City Clerk/Treasurer/Finance Director, City Planner, City Assessor, Information Technology and Engineering Department. In addition, other non-specific public services and miscellaneous costs are charged to the General category.

Capital Outlay and Major Projects

City Hall Stairsteps 101-170-970-006 \$ 18,500

TOTAL GENERAL **\$ 18,500**



CITY HALL STAFFING LEVEL										
<i>As of Fiscal Year Beginning July 1st</i>										
STAFF	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ADMINISTRATIVE	12	12	14	14	14	14	14	14	13	11
CLERICAL	5	6	7	7	7	7	7	7	8	7
SEASONAL	2	4	3	3	4	3	2	1	2	5
CO-OP/TEMP/PART-TIME	0	0	0	0	0	2	2	4	3	5
TOTAL	19	22	24	24	25	26	25	26	26	28

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
GENERAL				
REVENUES				
Licenses and Permits				
101-001-451-100	<i>Business License & Per</i>	1,610	2,000	2,000
101-001-476-000	<i>Planning & Zoning Fees</i>	4,962	3,650	4,000
TOTAL		6,572	5,650	6,000
State Grants				
101-001-532-000	<i>Fed Grts - Misc</i>	79,015	120,000	30,000
101-001-545-000	<i>Grts - State Miscellaneous</i>	54,001	0	0
101-001-572-000	<i>Grts - MSHDA Rental Rehab</i>	12,845	463,375	248,775
TOTAL		145,861	583,375	278,775
Charges for Services				
101-001-607-100	<i>Rental Inspection Fees</i>	38,610	29,155	36,450
101-001-629-000	<i>Water Fund</i>	113,700	195,578	201,445
101-001-630-000	<i>Sewage Fund</i>	135,000	195,578	201,445
101-001-632-000	<i>Equip Fund - Admin Serv</i>	64,200	66,126	68,110
101-001-632-200	<i>Stores Fund - Admin Serv</i>	50,230	51,736	53,288
101-001-632-300	<i>DDA Fund - Admin Serv</i>	1,350	1,390	1,432
101-001-632-400	<i>Housing Comm - Admin Serv</i>	3,168	1,632	0
101-001-634-000	<i>Retire Fund - Admin Serv</i>	27,030	27,840	28,675
101-001-635-000	<i>Copies - General</i>	903	1,300	1,100
101-001-645-000	<i>Publications</i>	0	100	100
TOTAL		434,191	570,435	592,045
Other Revenues				
101-001-676-000	<i>Insurance Reimbursements</i>	0	1,577	1,500
101-001-676-100	<i>Other Reimbursements</i>	15,667	15,000	15,000
101-001-677-000	<i>Miscellaneous</i>	0	17,450	9,520
TOTAL		15,667	34,027	26,020
TOTAL REVENUES		602,291	1,193,487	902,840

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
EXPENDITURES				
101-170-701-000	Salaries & Wages	733,657	727,182	693,618
101-170-705-050	Health Actuary	0	7,478	6,936
101-170-705-100	Health Insurance	172,422	163,771	157,190
101-170-705-200	Dental Insurance	9,937	9,610	9,635
101-170-705-300	Life Insurance	1,850	1,744	1,584
101-170-705-400	FICA	56,957	55,629	53,062
101-170-705-500	Retirement	88,100	99,238	81,505
101-170-705-600	Uniforms	148	200	200
101-170-705-700	Unemployment	3,583	0	3,900
101-170-705-900	Long Term Disability	4,477	4,100	4,100
101-170-726-000	Supplies	52,138	54,000	60,000
101-170-730-000	Durable Goods	0	0	0
101-170-800-000	Prof & Contractual	46,286	66,000	50,000
101-170-800-001	Cont - Humane Society	14,000	14,000	14,000
101-170-800-003	Cont - Auditors	12,313	12,700	11,124
101-170-800-005	Cont - MML	6,060	5,464	5,464
101-170-800-006	Cont - Clerical	13,200	0	0
101-170-805-001	Cont - Cleaning	16,582	13,400	12,168
101-170-841-002	Charges - Computer Admin	2,000	2,100	2,205
101-170-860-000	Continuing Education	15,481	16,000	13,000
101-170-880-000	Community Promotion	13,945	20,650	6,000
101-170-880-100	Alpena Target 2000	40,000	35,000	20,000
101-170-880-200	Beautification Committee	263	2,000	0
101-170-880-201	Entryway Beautification	336	2,500	0
101-170-910-000	Insurance & Bonds	24,331	25,000	25,000
101-170-920-000	Utilities	34,539	36,500	36,500
101-170-931-000	Repairs & Maintenance	20,124	22,600	22,600
101-170-943-000	Equipment Rent	5,883	6,520	6,520
101-170-956-000	Miscellaneous	68,568	50,000	50,000
101-170-957-000	MSHDA Rental Rehab	17,955	412,300	214,700
101-170-957-001	State Grts	43,081	0	0
101-170-958-000	Fed Grts	68,027	120,000	30,000
101-170-970-000	Capital Outlay	0	39,675	0
101-170-970-006	Cap - City Hall Exterior	0	56,711	18,500
101-170-991-801	Principal Payment	576	0	0
101-170-992-000	Equip Fund Advance - Prin	0	55,178	10,000
101-170-996-000	Equip Fund Advance - Int.	10,066	6,655	5,300
TOTAL EXPENDITURES		1,596,885	2,143,905	1,624,811

INFORMATION TECHNOLOGY DEPARTMENT

The I.T. budget was removed from the equipment fund in 2009-2010 and has been included in the general fund for three years now. With the transfer from the equipment fund, \$500,000 was set aside and tagged to the I.T. fund from the equipment fund for Capital Equipment purchases.

The City has also contracted with Alpena County to provide technology services to the City. An agreement was executed between the two parties in June of 2009 and renewed for 2011 and 2012. As this partnership evolves, additional changes are anticipated in the I.T. operations by Alpena County personnel and provisions have been made within the agreement to allow this change to transpire. The agreement provides for Alpena County personnel to oversee the operations of the City of Alpena Network and infrastructure while equipment and supply purchases will be handled through the City's general fund.

The I.T. budget pays for all computers, printers, and other computer related devices as determined at time of purchase as being applicable for acquisition through this department. The fund also provides all printer supplies, computer related equipments, cables, etc as needed and warranted by the departments. This is the third year of developing a budget for the I.T. Department within the general fund and will be refined as the year progresses and as needed.

Over the past two years, the County and City have worked closely to develop a dependable network and have standardized computer systems throughout the City. As a result, we are able to forego any capital purchases for this fiscal year. The I.T. budget expenditures will include the necessary software licensing fees, toner, ink and other consumables and as well as miscellaneous supplies throughout the year to maintain the systems as they are now.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
<u>I.T. DEPARTMENT</u>				
<u>REVENUES</u>				
<u>State Grants</u>				
101-010-545-000	<i>Grts-State Miscellaneous</i>	0	0	0
TOTAL		0	0	0
<u>Charges for Services</u>				
101-010-632-600	<i>Computer Admin Serv</i>	20,000	21,000	22,000

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-010-641-100	<i>Fiber Optic Rent</i>	6,727	6,924	7,132
TOTAL		26,727	27,924	29,132
Other Revenues				
101-010-673-001	<i>Sales of Assets</i>	0	0	0
101-010-676-100	<i>Other Reimbursements</i>	0	0	0
101-010-677-000	<i>Miscellaneous</i>	0	100	100
TOTAL		0	100	100
TOTAL REVENUES		26,727	28,024	29,232
Other Financing Sources Interfund Transfers (In)				
101-010-699-004	<i>Fr. Equipment Fund</i>	500,000	0	0
TOTAL		500,000	0	0
TOTAL REVENUES AND OTHER SOURCES		526,727	28,024	29,232
EXPENDITURES				
101-228-701-000	<i>Salaries & Wages</i>	30,660	21,906	21,906
101-228-701-050	<i>Healthy Actuary</i>	0	0	219
101-228-705-400	<i>FICA</i>	2,349	1,676	1,676
101-228-705-700	<i>Unemployment</i>	9,412	6,000	0
101-228-726-300	<i>Supplies</i>	30,691	31,100	27,500
101-228-730-300	<i>Durable Goods</i>	22,039	19,000	4,000
101-228-816-000	<i>Prof & Cont</i>	91,268	90,000	86,000
101-228-860-000	<i>Continuing Education</i>	0	0	0
101-228-910-100	<i>Insurance & Bonds</i>	0	194	194
101-228-920-000	<i>Utilities</i>	6,369	500	600
101-228-931-000	<i>Repairs & Maintenance</i>	6,734	1,000	1,000
101-228-933-300	<i>Maint-Office</i>	64,263	70,000	65,700
101-228-943-000	<i>Equipment Rent</i>	0	0	0
101-228-954-000	<i>Office Rent</i>	12,040	9,155	9,155
101-228-956-300	<i>Miscellaneous-Office</i>	3,083	1,500	1,000
101-228-958-000	<i>Federal Grants</i>	16,153	0	0
101-228-983-000	<i>Capital Outlay</i>	0	5,975	10,520

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-228-983-002	<i>Cap-Office-Equipment</i>	52,988	9,000	0
101-228-983-003	<i>Cap-Wired City</i>	0	14,750	0
101-228-983-004	<i>Cap-Wireless City</i>	0	0	0
TOTAL EXPENDITURES		348,049	281,756	229,470

BUILDING AUTHORITY

The City entered into a lease with the Building Authority on July 5, 2001, for an amount not to exceed \$400,000. This 15-year loan was used to purchase the Lakeside Motel, demolish it and transform the property into a park area.

The Alpena Rotary Club donated and built playground equipment in 2005.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
BUILDING AUTHORITY				
EXPENDITURES				
101-261-831-000	<i>Lease - Lakeside</i>	41,170	39,895	38,590
TOTAL EXPENDITURES		41,170	39,895	38,590

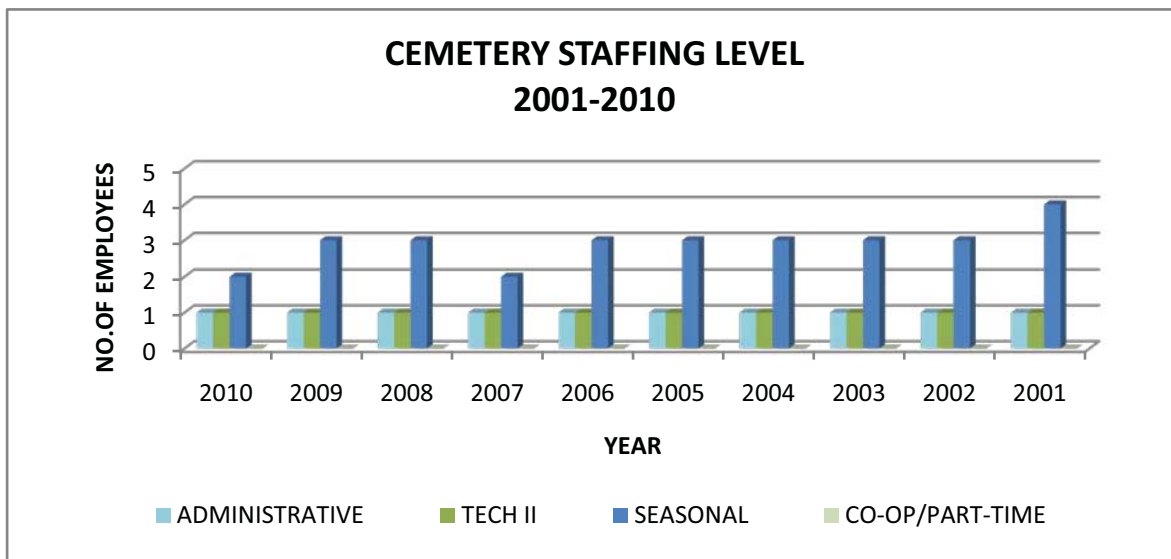
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CEMETERY

Alpena’s Evergreen Cemetery contains 61 acres and has been an active and operating cemetery for approximately 146 years. During that period, since 1865, there have been approximately 19,000 burials. In addition to maintaining and operating the Evergreen Cemetery, the city’s cemetery division also maintains the privately owned Hebrew and Grace Lutheran cemeteries.

The cemetery portion of the General Fund accounts for the operation of Evergreen Cemetery, utilizing the cemetery sexton and Department of Public Works employees. Programmed into the cemetery budget are funds for hiring two part-time summer college students for up to 15 weeks. The cemetery is partially funded by the sale of lots, burials, and interest earnings from the Perpetual Lot Care Fund. By City ordinance, twenty-five percent (25%) of the funds collected from the sale of each lot are credited to the Perpetual Care Fund.

Due to budget constraints, no capital improvement projects are again planned for fiscal year 2011-2012. The City has established a contract for outside services to provide the spring mowing and trimming to ensure the cemetery is prepared prior to the Memorial Day weekend.



CEMETERY STAFFING LEVEL										
<i>As of Fiscal Year Beginning July 1st</i>										
STAFF	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ADMINISTRATIVE	1	1	1	1	1	1	1	1	1	1
TECH II	1	1	1	1	1	1	1	1	1	1
SEASONAL	2	3	3	2	3	3	3	3	3	4
CO-OP/PART-TIME	0	0	0	0	0	0	0	0	0	0
TOTAL	4	5	5	4	5	5	5	5	5	6

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
CEMETERY				
REVENUES				
Charges For Services				
101-002-627-000	<i>Cem - Miscellaneous</i>	108	100	100
101-002-627-100	<i>Cem - Monument Permits</i>	4,240	3,000	3,000
101-002-627-200	<i>Cem - Government Markers</i>	1,200	800	800
101-002-627-300	<i>Burials</i>	39,690	35,000	35,000
101-002-638-000	<i>Perp Lot Care Fund-Maint</i>	15,328	13,000	13,000
101-002-642-001	<i>Sale - Cemetery Lots</i>	8,034	8,000	8,000
TOTAL		68,600	59,900	59,900
Other Revenues				
101-002-676-000	<i>Insurance Reimbursements</i>	0	0	0
101-002-676-100	<i>Other Reimbursements</i>	0	0	0
101-002-677-000	<i>Miscellaneous</i>	0	0	0
TOTAL		0	0	0
TOTAL REVENUES		68,600	59,900	59,900
Other Financing Sources				
Interfund Transfers (In)				
101-002-699-011	<i>Fr Tree/Park Improvement Fund</i>	0	0	0
TOTAL		0	0	0
TOTAL REVENUES AND OTHER SOURCES		68,600	59,900	59,900
EXPENDITURES				
101-276-701-000	<i>Salaries & Wages</i>	69,327	70,000	67,114
101-276-705-050	<i>Health Actuary</i>	0	722	671
101-276-705-100	<i>Health Insurance</i>	16,947	18,600	20,144
101-276-705-200	<i>Dental Insurance</i>	1,854	2,123	2,123
101-276-705-300	<i>Life Insurance</i>	224	240	240
101-276-705-400	<i>FICA</i>	5,303	5,355	5,134

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-276-705-500	<i>Retirement</i>	6,590	9,590	6,978
101-276-705-600	<i>Uniforms</i>	581	450	450
101-276-705-900	<i>Long Term Disability</i>	385	425	425
101-276-726-000	<i>Supplies</i>	2,992	3,000	3,000
101-276-730-000	<i>Durable Goods</i>	0	0	0
101-276-801-000	<i>Prof & Contractual</i>	259	1,850	1,850
101-276-860-000	<i>Continuing Education</i>	754	350	350
101-276-910-000	<i>Insurance & Bonds</i>	4,340	4,275	4,275
101-276-920-000	<i>Utilities</i>	14,823	15,000	15,000
101-276-931-000	<i>Repairs & Maintenance</i>	3,404	3,500	4,000
101-276-943-000	<i>Equipment Rent</i>	22,133	20,000	20,000
101-276-956-000	<i>Miscellaneous</i>	45	200	200
101-276-971-000	<i>Capital Outlay</i>	0	0	0
101-276-971-001	<i>Cap - Road Paving</i>	0	0	0
TOTAL EXPENDITURES		149,961	155,680	151,954

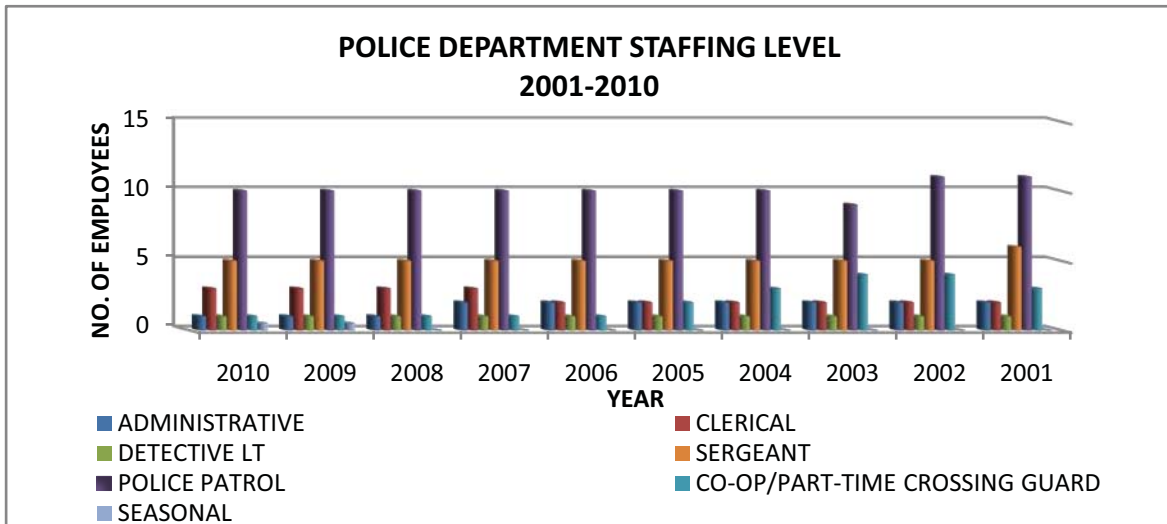
POLICE DEPARTMENT

The function of the Alpena Police Department is to protect life and property within the City of Alpena. This is accomplished through the implementation of routine patrol, emergency response, traffic law enforcement, accident investigation, crime prevention and other recognized law enforcement procedures.

The Police Department's authorized strength is nineteen sworn officers, with a current staff level of seventeen sworn officers, and four civilians. This includes the Chief, Detective Lieutenant, Detective Sergeant, four patrol Sergeants, one D.A.R.E. officer, one School Liaison officer, one HUNT officer, seven Patrolmen, two Clerk/Typists, one part-time clerk typist and one part-time crossing guard. The Police Department operates under the direction of the Chief of Police.

Capital Outlay and Major Projects

Tasers	101-301-730-000	\$ 3,500
TOTAL POLICE		\$ 3,500



POLICE DEPARTMENT STAFFING LEVEL										
<i>As of Fiscal Year Beginning July 1st</i>										
STAFF	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ADMINISTRATIVE	1	1	1	2	2	2	2	2	2	2
CLERICAL (INCLUDES PART- TIME)	3	3	3	3	2	2	2	2	2	2
DETECTIVE LT	1	1	1	1	1	1	1	1	1	1
SERGEANT	5	5	5	5	5	5	5	5	5	6
POLICE PATROL	10	10	10	10	10	10	10	9	11	11
SEASONAL	0.5	0.5	0	0	0	0	0	0	0	0
CO-OP/PART-TIME CROSSING GUARD	1	1	1	1	1	2	3	4	4	3
TOTAL	21.5	21.5	21	22	21	22	23	23	25	25

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
POLICE				
REVENUES				
State Grants				
101-003-453-000	<i>Liquor License</i>	10,568	11,800	10,500
101-003-505-100	<i>Grts - Police Training</i>	3,457	3,300	3,800
101-003-510-000	<i>Grts - Hwy Safety Pgm.</i>	2,759	2,542	2,500
101-003-530-003	<i>Grts - Federal</i>	24,838	0	5,500
101-003-545-000	<i>State Miscellaneous</i>	0	16,153	0
TOTAL		41,622	33,795	22,300
Cont. From Local Units				
101-003-582-101	<i>Grts - DARE</i>	11,000	11,000	11,000
101-003-582-200	<i>Grts - School Liaison Local Share</i>	35,059	39,920	41,860
101-003-582-400	<i>Grts - County</i>	0	3,000	0
101-003-582-500	<i>Cont. From Local Units</i>	0	0	0
TOTAL		46,059	53,920	52,860
Charges For Services				
101-003-635-100	<i>Copies - Police</i>	1,178	1,400	1,300
TOTAL		1,178	1,400	1,300
Fines & Forfeits				
101-003-656-000	<i>Parking</i>	13,448	11,500	11,500
101-003-657-000	<i>District Court</i>	16,272	10,500	13,000
TOTAL		29,720	22,000	24,500
Other Revenues				
101-003-673-000	<i>Sale of Assets</i>	0	0	0
101-003-675-300	<i>Donations</i>	0	0	0
101-003-676-000	<i>Insurance Reimbursements</i>	930	1,370	500
101-003-676-100	<i>Other Reimbursements</i>	2,533	500	500

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-003-677-000	Miscellaneous	2,491	4,400	4,400
TOTAL		5,954	6,270	5,400
TOTAL REVENUES		124,533	117,385	106,360
EXPENDITURES				
101-301-701-000	Salaries & Wages	1,098,364	1,131,417	1,127,586
101-301-705-050	Health Actuary	0	11,395	11,276
101-301-705-100	Health Insurance	195,606	230,000	248,400
101-301-705-200	Dental Insurance	22,001	23,200	24,172
101-301-705-300	Life Insurance	2,974	3,006	2,844
101-301-705-400	FICA	16,936	16,044	16,350
101-301-705-500	Retirement	87,546	137,743	137,875
101-301-705-510	Retirement-Civilians	3,836	0	4,743
101-301-705-600	Uniforms	7,772	5,500	17,000
101-301-705-700	Unemployment	0	0	3,900
101-301-705-900	Long Term Disability	618	675	675
101-301-726-000	Supplies	10,471	13,600	11,000
101-301-730-000	Durable Goods	15,940	4,000	3,500
101-301-802-000	Prof & Contractual	2,506	3,000	25,000
101-301-802-001	Cont - LEIN Service	366	4,819	1,200
101-301-802-002	Cont - HUNT Team	15,585	7,500	0
101-301-860-000	Continuing Education	2,305	3,500	3,500
101-301-860-100	Training Funds - Local	3,137	4,000	3,500
101-301-860-101	Training Funds - 302	3,965	3,800	3,800
101-301-910-000	Insurance & Bonds	49,618	42,000	42,000
101-301-920-000	Utilities	37,640	40,000	40,000
101-301-931-000	Repairs & Maintenance	32,275	38,370	42,000
101-301-931-001	Expense for Equip Maintenance	2,880	2,500	3,000
101-301-931-002	Expense for K-9	2,071	1,200	1,200
101-301-931-200	Building Maintenance	21,594	24,000	24,000
101-301-943-000	Equip Rent	143	1,100	1,100
101-301-956-000	Miscellaneous	3,211	3,200	3,200
101-301-965-000	Grant Pass-Thru	8,600	0	0
101-301-972-001	Capital Outlay	8,630	11,200	0
101-301-972-002	Cap - Vehicles	0	35,800	0
101-301-972-003	Cap - Radio Comm.	0	0	0
TOTAL EXPENDITURES		1,656,590	1,802,569	1,802,821

FIRE DEPARTMENT

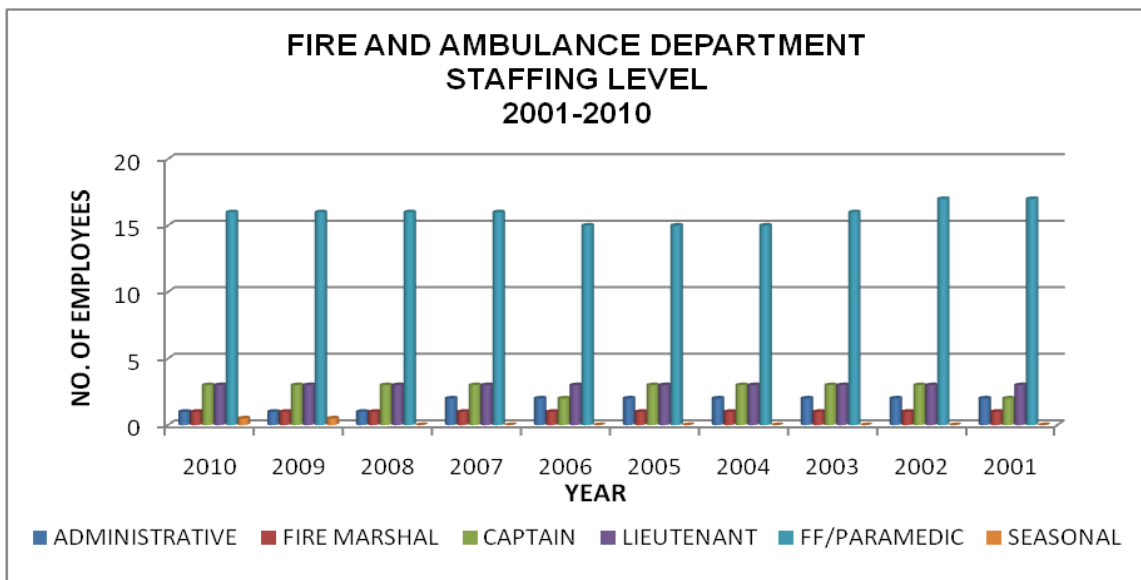
The Alpena Fire Department is an all-hazards emergency service, providing the citizens of the community with fire suppression, hazardous situation mitigation, specialized rescue, arson investigation, fire code consultation, fire prevention and safety education, and juvenile fire-setter intervention. Under an agreement with Alpena County, the department provides Advanced Life Support ambulance response and transport for the City and also the townships of Alpena, Green, Long Rapids, Maple Ridge, Ossineke, Sanborn, Wellington, and Wilson. We also serve portions of Presque Isle Township and intercept with Basic Life Support responders in East Grand Lake. All AFD personnel are licensed paramedics or EMT Specialists and are ACLS and PALS certified, thus providing the highest level of care available outside of a hospital. All fire and EMS services are provided by the same cross-trained employees, giving taxpayers the best possible value for their investment.

The Fire Department's authorized strength is twenty-six full time employees, including a Fire Chief, a Fire Marshal, three Captains, three Lieutenants and eighteen Firefighter-Paramedics. The personnel are divided into three shifts with each shift working twenty-four hours on duty and having the next forty-eight hours off-duty. The Fire Department and its integral EMS service operate under the direction of the Fire Chief.

Capital Outlay and Major Projects

No capital outlay is authorized in this fiscal year.

Narrowband Radio Equipment	101-336-730-000	\$	5,000
Fire Equipment Replacement	101-336-730-000		2,600
TOTAL FIRE		\$	7,600



FIRE AND AMBULANCE DEPARTMENT STAFFING LEVEL										
<i>As of Fiscal Year Beginning July 1st</i>										
STAFF	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ADMINISTRATIVE	1	1	1	2	2	2	2	2	2	2
FIRE MARSHAL	1	1	1	1	1	1	1	1	1	1
CAPTAIN	3	3	3	3	2	3	3	3	3	2
LIEUTENANT	3	3	3	3	3	3	3	3	3	3
FF/PARAMEDIC	16	16	16	16	15	15	15	16	17	17
SEASONAL	0.5	0.5	0	0	0	0	0	0	0	0
TOTAL	24.5	24.5	24	25	23	24	24	25	26	25

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
FIRE				
REVENUES				
Federal & State Grants				
101-004-545-000	<i>Grts - State Miscellaneous</i>	0	0	0
101-004-571-000	<i>Grts - Fire Protection Grant</i>	0	0	0
101-004-532-000	<i>Grts - Federal</i>	0	27,707	0
TOTAL		0	27,707	0
Cont. From Local Units				
101-004-582-400	<i>Grts - County</i>	55,650	52,671	52,671
TOTAL		55,650	52,671	52,671
Charges for Services				
101-004-632-001	<i>Equip Fund - Admin Serv</i>	9,370	9,651	9,940
TOTAL		9,370	9,651	9,940
Other Revenues				
101-004-673-000	<i>Sale of Assets</i>	896	200	200
101-004-676-100	<i>Other Reimbursements</i>	750	500	500
101-004-677-000	<i>Miscellaneous</i>	273	1,000	1,000
TOTAL		1,919	1,700	1,700

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
TOTAL REVENUES		66,939	91,729	64,311
EXPENDITURES				
101-336-701-000	Salaries & Wages	691,404	742,000	818,028
101-336-705-050	Health Actuary	0	7,270	8,180
101-336-705-100	Health Insurance	155,129	175,000	185,982
101-336-705-200	Dental Insurance	13,825	15,533	16,902
101-336-705-300	Life Insurance	2,137	2,240	2,332
101-336-705-400	FICA	9,227	10,812	11,861
101-336-705-500	Retirement	134,358	155,532	147,075
101-336-705-510	Retirement - Civilians	1,918	0	2,371
101-336-705-600	Uniforms	3,833	7,000	5,000
101-336-705-610	Uniforms - Turnout Gear	3,734	33,165	1,000
101-336-705-620	Uniforms - Helmets	182	315	600
101-336-705-700	Unemployment	0	0	0
101-336-705-800	Uniform Cleaning	1,444	1,800	1,800
101-336-705-900	Long Term Disability	337	340	340
101-336-726-000	Supplies	9,188	9,800	9,800
101-336-726-400	Supplies- Hazmat	1,083	1,000	1,000
101-336-730-000	Durable Goods	2,644	3,000	7,600
101-336-803-000	Prof & Contractual	1,295	13,000	20,000
101-336-860-000	Continuing Education	5,323	5,300	4,300
101-336-910-000	Insurance & Bonds	27,917	26,522	26,522
101-336-920-000	Utilities	18,487	20,700	20,700
101-336-931-000	Repairs & Maintenance	8,486	8,100	8,100
101-336-931-001	Expense for Equip Maintenance	1,059	700	700
101-336-931-200	Building Maintenance	11,323	13,000	13,000
101-336-943-000	Equipment Rent	166,303	173,000	179,000
101-336-956-000	Miscellaneous	2,207	2,300	2,300
101-336-973-001	Capital Outlay	0	0	0
TOTAL EXPENDITURES		1,272,843	1,427,429	1,494,493

AMBULANCE

The Fire Department's Ambulance Service provides all the citizens of the county of Alpena with emergency Advanced Life Support treatment and transport. Emergency service is provided through an agreement with Alpena County, and includes the City and the townships of Alpena, Green, Long Rapids, Maple Ridge, Ossineke, Sanborn, Wellington, and Wilson.

The department also provides non-emergency transfer services for non-ambulatory patients requiring continuing medical care and in the spring of 2011 is launching a Mobile Intensive Care Unit (MICU) to provide advanced care during interfacility transport of seriously ill or injured patients being transferred for definitive care at larger medical centers.

The Fire Department personnel provide the services required by the Ambulance Service's operations.

The Fire Department Ambulance Service operates under the direction of the Fire Chief.

Capital Outlay and Durable Goods

Narrowband Radio Equipment	101-344-730-000	\$ 1,000
EMS Medical Equipment Replacement	101-344-730-000	1,000
Transfer Medical Equipment Replacement	101-344-730-000	1,000
Ambulance	101-344-974-002	<u>150,000</u>
TOTAL AMBULANCE		\$ 153,000

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
AMBULANCE				
REVENUES				
State Grants				
101-005-545-000	<i>Grts - State Miscellaneous</i>	0	0	0
TOTAL		0	0	0
Cont. From Local Units				
101-005-582-000	<i>County - Ambulance Service</i>	603,847	634,040	665,742
101-005-582-001	<i>County - Ambulance Equipment</i>	26,475	112,000	12,000
101-005-582-002	<i>County - Ambulance Vehicle</i>	0	0	150,000
101-005-582-400	<i>Grts - County</i>	0	0	0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
TOTAL		630,322	746,040	827,742
Charges For Services				
101-005-653-000	<i>Ambulance</i>	797,346	871,000	950,000
TOTAL		797,346	871,000	950,000
Other Revenues				
101-005-673-000	<i>Sale of Assets</i>	0	0	1,000
101-005-676-000	<i>Insurance Reimbursements</i>	0	0	0
101-005-676-100	<i>Other Reimbursements</i>	0	0	0
101-005-677-000	<i>Miscellaneous</i>	164	990	990
TOTAL		164	990	1,990
TOTAL REVENUES		1,427,832	1,618,030	1,779,732
Other Financing Sources				
Interfund Transfers (In)				
101-005-699-004	<i>Loan from Equipment Fund</i>	0	180,000	0
TOTAL		0	180,000	0
TOTAL REVENUES AND OTHER SOURCES		1,427,832	1,798,030	1,779,732
EXPENDITURES				
101-344-701-000	<i>Salaries & Wages</i>	686,861	742,000	815,384
101-344-705-050	<i>Health Actuary</i>	0	7,013	8,154
101-344-705-100	<i>Health Insurance</i>	148,449	177,882	180,645
101-344-705-200	<i>Dental Insurance</i>	13,473	14,820	15,877
101-344-705-300	<i>Life Insurance</i>	2,062	2,132	2,255
101-344-705-400	<i>FICA</i>	9,309	10,759	11,823
101-344-705-500	<i>Retirement</i>	134,358	155,532	147,075
101-344-705-510	<i>Retirement - Civilians</i>	1,918	0	2,371
101-344-705-600	<i>Uniforms</i>	3,439	4,000	1,000
101-344-705-630	<i>Uniforms - Jackets</i>	3,348	3,658	1,000
101-344-705-700	<i>Unemployment</i>	0	0	0
101-344-705-800	<i>Uniform Cleaning</i>	1,444	2,000	2,000

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-344-705-900	Long Term Disability	359	350	350
101-344-726-000	Supplies-General	5,872	8,000	6,000
101-344-726-050	Supplies-General (Transfers)	0	6,000	6,000
101-344-726-500	Supplies-Disposable Ambulance	7,408	9,500	8,000
101-344-726-550	Supplies-Disposable Ambulance (Transfers)	0	8,000	8,000
101-344-726-600	Supplies-County Ambulance	4,689	4,317	4,400
101-344-730-000	Durable Goods	491	10,000	2,000
101-344-730-100	Durable Goods (Transfers)	0	26,000	1,000
101-344-804-000	Prof & Contractual	1,683	13,000	20,000
101-344-804-001	Cont - MHR	51,509	54,000	57,000
101-344-860-000	Continuing Education	6,987	17,452	11,100
101-344-910-000	Insurance & Bonds	31,935	30,509	30,509
101-344-920-000	Utilities	18,029	19,000	19,000
101-344-931-000	Repairs & Maintenance	14,217	22,000	22,000
101-344-931-001	Expense for Equip Maintenance	982	1,400	1,400
101-344-931-200	Building Maintenance	11,446	12,000	12,000
101-344-943-000	Equip Rent	71	2,900	2,900
101-344-956-000	Miscellaneous	2,196	2,300	2,300
101-344-974-001	Capital Outlay	21,630	100,000	0
101-344-974-002	Cap - Ambulance	0	0	150,000
101-344-974-004	Cap - City Ambulance	0	144,900	0
101-344-992-000	Repayment to Equip Fund - Principal	0	0	18,000
101-344-996-000	Repayment to Equip Fund - Interest	0	3,600	6,840
TOTAL EXPENDITURES		1,184,165	1,615,024	1,576,383

PUBLIC WORKS

The City Engineer oversees the Public Works Department whose role has evolved towards a more maintenance-oriented approach in order to preserve the infrastructure that is in place rather than build new. The main goal of this department is to improve efficiencies on all of the current tasks being performed and to review the cost-effectiveness of current services. Responsibilities overseen by this department include:

- Replacement of residential water service lines and sanitary service lines
- Water distribution and sewer collection maintenance as time permits
- Water distribution and sewer collection repairs
- Residential brush pickup and drop off
- Composting
- Park and beach maintenance
- Marina maintenance
- Street maintenance and sweeping
- Christmas lighting
- Signage replacement and upgrades
- Winter maintenance
- Event support

The City Engineering Department oversees the City sidewalk program within this fund. This program includes replacement of deficient sidewalk and the installation of new sidewalk. This is a voluntary program which participates with residents in the replacement of deficient sidewalk or the installation of new sidewalk.

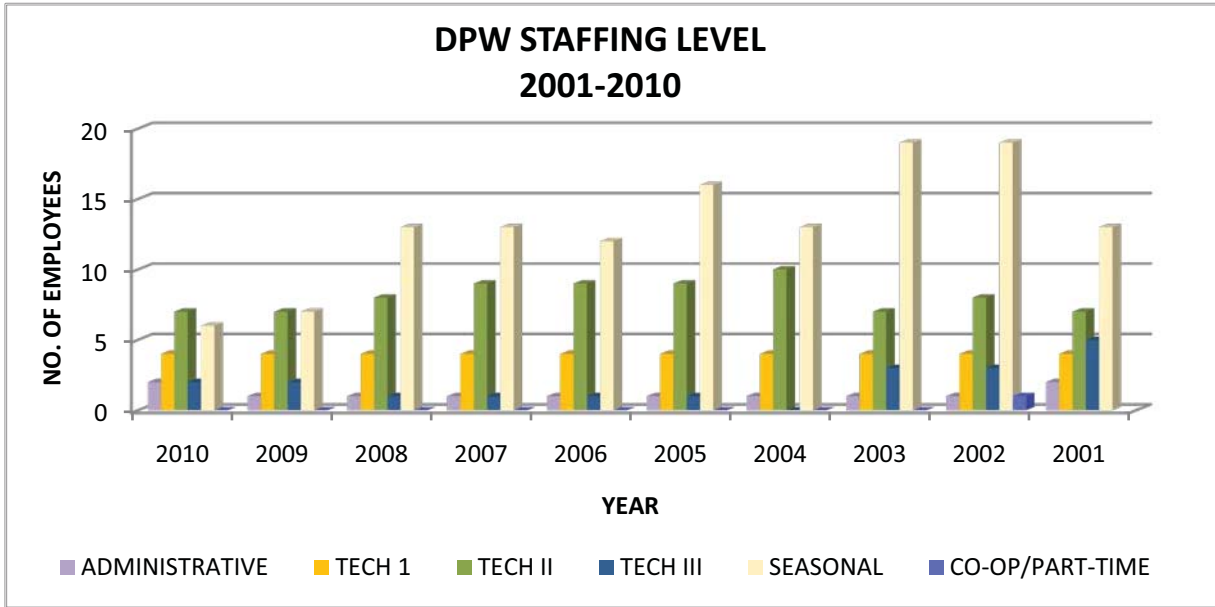
Additional capital improvement projects are as follows:

Capital Outlay and Major Projects

Sidewalk Replacement/Construction:

New	101-440-975-000	\$ 3,000
Replacement	101-440-975-001	<u>15,000</u>

TOTAL PUBLIC WORKS **\$ 18,000**



DPW STAFFING LEVEL As of Fiscal Year Beginning July 1st										
STAFF	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ADMINISTRATIVE	2	1	1	1	1	1	1	1	1	2
TECH 1	4	4	4	4	4	4	4	4	4	4
TECH II	7	7	8	9	9	9	10	7	8	7
TECH III	2	2	1	1	1	1	0	3	3	5
SEASONAL	6	7	13	13	12	16	13	19	19	13
CO-OP/PART-TIME	0	0	0	0	0	0	0	0	0	1
TOTAL	21	21	27	28	27	31	28	34	35	32

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
PUBLIC WORKS				
REVENUES				
State Grants				
101-006-545-000	Grts - State Miscellaneous	0	0	0
TOTAL		0	0	0
Charges For Services				
101-006-631-000	Equip Fund - Garage Rent	145,797	150,170	154,675

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-006-632-000	<i>Equip Fund - Admin Serv</i>	27,161	27,976	28,815
101-006-643-000	<i>Sidewalks</i>	48,215	19,000	19,000
101-006-644-000	<i>Trees</i>	0	0	0
101-006-646-000	<i>Scrap & Salvage Sales</i>	0	500	500
TOTAL		221,173	197,646	202,990

Other Revenues

101-006-672-000	<i>Special Assessments</i>	37,848	20,000	27,989
101-006-673-000	<i>Sale of Assets</i>	13,333	13,333	13,333
101-006-674-000	<i>Compost - Sales</i>	2,972	2,400	2,400
101-006-674-100	<i>Compost - Labor/Eq Cost</i>	1,089	1,100	1,100
101-006-675-100	<i>Fireworks Donation</i>	11,610	11,000	11,000
101-006-676-100	<i>Other Reimbursements</i>	6,227	30,388	3,000
101-006-677-000	<i>Miscellaneous</i>	1,904	2,700	1,500

TOTAL		74,983	80,921	60,322
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TOTAL REVENUES		296,156	278,567	263,312
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Other Financing Sources Interfund Transfers (In)

101-006-699-011	<i>Fr Tree/Park Improvement Fund</i>	0	0	0
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TOTAL		0	0	0
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TOTAL REVENUES AND OTHER SOURCES		296,156	278,567	263,312
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EXPENDITURES

101-440-701-000	<i>Salaries & Wages</i>	149,800	196,823	184,401
101-440-705-050	<i>Health Actuary</i>	0	1,796	1,844
101-440-705-100	<i>Health Insurance</i>	3,706	3,210	1,855
101-440-705-200	<i>Dental Insurance</i>	2,310	978	1,018
101-440-705-300	<i>Life Insurance</i>	391	410	410
101-440-705-400	<i>FICA</i>	10,373	14,866	14,107
101-440-705-500	<i>Retirement</i>	20,231	25,000	9,390
101-440-705-600	<i>Uniforms</i>	5,177	4,500	4,500
101-440-705-700	<i>Unemployment</i>	4,005	0	0
101-440-705-900	<i>Long Term Disability</i>	722	710	710

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-440-726-000	Supplies	23,080	24,600	19,000
101-440-730-000	Durable Goods	0	0	14,200
101-440-805-000	Cont - Monthly Pickups	31,400	37,600	0
101-440-805-001	Cont - Cleaning	2,752	2,400	2,300
101-440-805-002	Prof & Contractual	3,493	4,300	3,400
101-440-860-000	Continuing Education	65	1,700	1,000
101-440-910-000	Insurance & Bonds	22,258	23,072	23,072
101-440-920-000	Utilities	28,658	30,000	27,248
101-440-931-000	Repairs & Maintenance	21,917	19,000	25,000
101-440-934-000	Maint - Remove UST	4,284	1,000	2,000
101-440-943-000	Equipment Rent	78,221	85,000	82,000
101-440-956-000	Miscellaneous	13,188	5,000	2,000
101-440-975-000	Cap - New Sidewalks	2,886	1,000	3,000
101-440-975-001	Cap - Repl Sidewalks	13,353	45,000	15,000
101-440-975-002	Cap - City Init Sidewalk	58,936	24,430	0
101-440-975-009	Cap - Remove Garage UST	0	0	0
101-440-975-010	Cap - Stm Sewers/Parking	0	40,000	7,000
101-440-975-011	Cap - Downtown	0	0	0
101-440-975-013	Cap - Christmas Decorations	0	0	0
101-440-975-014	Cap - Outlay	0	0	0
TOTAL EXPENDITURES		501,206	592,395	444,455

LIGHT

The Light Division within the Department of Public Works maintains approximately 70 miles of city street lights, traffic signals, pedestrian lights, school zone flashers, and over one mile of Christmas decorations. In addition, this division is responsible for some of the capital improvements to this system.

Repairs and maintenance tasks that require an electrician are carried out through the use of a private electrical contractor. All other maintenance tasks, i.e., painting pedestrian street lights, are performed by the Department of Public Works personnel. The City has programmed \$19,800 in capital improvements this year which is a 100% reimbursement project, funded by the Michigan Department of Transportation, as part of the M-32 and Ripley Boulevard intersection project.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
LIGHT				
REVENUES				
101-007-673-000	<i>Sale of Assets</i>	0	0	0
101-007-676-000	<i>Insurance Reimbursements</i>	0	0	0
101-007-676-100	<i>Other Reimbursements</i>	3,583	63,433	19,800
101-007-677-000	<i>Miscellaneous</i>	0	0	0
TOTAL REVENUES		3,583	63,433	19,800
EXPENDITURES				
101-448-701-000	<i>Salaries & Wages</i>	18,643	15,000	15,000
101-448-705-050	<i>Health Actuary</i>	0	206	150
101-448-705-100	<i>Health Insurance</i>	9,285	9,285	10,056
101-448-705-200	<i>Dental Insurance</i>	767	800	800
101-448-705-300	<i>Life Insurance</i>	71	71	71
101-448-705-400	<i>FICA</i>	1,426	1,148	1,148
101-448-705-500	<i>Retirement</i>	1,670	2,200	1,741
101-448-705-600	<i>Uniforms</i>	274	260	260
101-448-705-900	<i>Long Term Disability</i>	126	126	126
101-448-726-000	<i>Supplies</i>	2,428	700	700
101-448-730-000	<i>Durable Goods</i>	0	0	0
101-448-806-000	<i>Prof & Contractual</i>	3,708	7,200	6,000
101-448-910-000	<i>Insurance & Bonds</i>	565	552	552
101-448-921-000	<i>Street Light Power</i>	111,399	112,000	115,000
101-448-931-000	<i>Repairs & Maintenance</i>	22,572	21,000	23,000
101-448-943-000	<i>Equipment Rent</i>	15,594	12,000	15,594

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
101-448-956-000	Miscellaneous	0	100	100
101-448-976-000	Capital Outlay	32,555	32,000	19,800
101-448-976-001	Cap - Downtown Lights	0	0	0
TOTAL EXPENDITURES		221,083	214,648	210,098

PARKS AND RECREATION

The Parks Division maintains approximately 100 acres of land which constitutes the city's park system, nearly 16.5-miles of bike path, and approximately 1-1/2 miles of Lake Huron shoreline. There are seventeen (17) parks within the City of Alpena including, Avery, Bay View, Blair Street, Duck, Eleventh Avenue Boat Launch, Island Park, LaMarre, McRae, Mich-e-ke-wis, North Riverfront, South Riverfront, Starlite Beach, Sytek, Thomson, Washington Avenue, Water Tower, and Veterans Memorial.

The department has been given additional maintenance responsibilities to improve City parks to showcase level. Irrigation, landscaping and amenities within and throughout the park system are programmed to facilitate these improvements. The Parks Division's goal is to reduce total maintenance costs while improving the general appearance of all parks. This year, due to budget constraints, irrigation and weed control will be done on an as needed basis and weather dependant.

A long-term goal of the City's Wildlife Sanctuary Board has been the development of an environmental interpretive center. Over the past two years, the Board and its appointed Interpretive Center Oversight Council have worked diligently toward this end. The *River Center*, as it has been christened, will be located in Duck Park along the banks of the Thunder Bay River and the City's Wildlife Sanctuary. The construction schedule for this project has yet to be determined and is dependent on receipt of grant funds. Funding applications through the federal appropriations process and private foundations has already begun. A local fund raising and public awareness campaign began in late May 2008, and is ongoing.

Budget constraints have again necessitated a reduction in planned capital improvement projects for fiscal year 2011-2012. However, construction shall occur this fiscal year on a new bathhouse and concession area at Starlite Beach Park which is 60% plus funded by an MDNR grant. This project is scheduled for completion during this fiscal year.

Capital Outlay and Major Projects

Land Acquisition Payments: LaMarre Park	101-750-970-008	\$ 7,912
Island Park & Sanctuary Improvements	101-750-977-028	<u>4,000</u>
TOTAL PARKS AND RECREATION		\$ 11,912

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
PARKS & RECREATION				
REVENUES				
License & Permits				
101-008-451-100	<i>Business Lic/Per</i>	0	0	0
TOTAL		0	0	0
State Grants				
101-008-545-000	<i>Grts - State Miscellaneous</i>	0	308,560	0
101-008-567-200	<i>Grts - River Plan Improv</i>	21,450	0	0
TOTAL		21,450	308,560	0
Rent Income				
101-008-667-300	<i>Mich-E-Ke-Wis Shelter</i>	2,650	2,200	2,200
101-008-667-400	<i>Civic Center</i>	7,200	3,600	0
101-008-667-500	<i>Starlite Pavilion</i>	0	0	1,500
101-008-667-600	<i>Misc. Facilities</i>	0	0	0
TOTAL		9,850	5,800	3,700
Other Revenues				
101-008-675-300	<i>Donations</i>	0	23,000	0
101-008-676-100	<i>Other Reimbursements</i>	2,226	3,000	2,200
101-008-677-000	<i>Miscellaneous</i>	477	26,000	1,500
TOTAL		2,703	52,000	3,700
TOTAL REVENUES		34,003	366,360	7,400
Other Financing Sources				
Interfund Transfers (In)				
101-008-699-001	<i>Fr Downtown Development Fund #2</i>	0	0	0
101-008-699-004	<i>Fr Equipment Fund</i>	0	100,000	0
101-008-699-011	<i>Fr Tree/Park Improvement Fund</i>	0	79,800	0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
TOTAL		0	179,800	0
TOTAL REVENUES AND OTHER SOURCES		34,003	546,160	7,400
EXPENDITURES				
101-750-701-000	Salaries & Wages	122,236	111,722	112,645
101-750-705-050	Health Actuary	0	959	1,126
101-750-705-100	Health Insurance	40,726	38,500	29,729
101-750-705-200	Dental Insurance	4,027	4,245	4,260
101-750-705-300	Life Insurance	292	292	292
101-750-705-400	FICA	9,352	8,546	8,617
101-750-705-500	Retirement	11,691	15,403	12,190
101-750-705-600	Uniforms	1,759	1,600	1,500
101-750-705-700	Unemployment	4,637	0	0
101-750-705-900	Long Term Disability	631	640	640
101-750-726-000	Supplies	3,898	5,895	7,000
101-750-726-100	Supplies - Park Shelter	89	100	100
101-750-730-000	Durable Goods	0	0	0
101-750-807-002	Prof & Contractual	1,195	1,200	1,200
101-750-860-000	Continuing Education	0	50	50
101-750-880-200	Park Beautification	470	500	0
101-750-887-001	Civic Center Advertising	1,438	275	0
101-750-910-000	Insurance & Bonds	24,255	24,063	24,063
101-750-920-000	Utilities	18,272	15,300	16,500
101-750-920-100	Utilities - Ice Rink	6,065	7,000	7,000
101-750-931-000	Repairs & Maintenance	27,039	27,600	26,300
101-750-931-300	Maint - Park Shelter/Ice	455	100	100
101-750-931-301	Maint - Civic Center	7,095	2,500	0
101-750-943-000	Equipment Rent	136,891	122,500	130,000
101-750-956-000	Miscellaneous	0	2,300	500
101-750-956-400	Misc - Comm Events Ctr	47,000	47,000	47,000
101-750-956-600	Misc - Park Foundation Rec. Center	0	20,000	20,000
101-750-977-002	Cap - Starlite Beach	36,375	536,400	0
101-750-977-028	Cap -Wildlife Sancutary	2,245	6,900	4,000
101-750-977-032	Cap - Bike Path	0	5,000	0
101-750-991-400	Land Acquisition (LaMarre)-Principal	4,693	5,022	5,749
101-750-995-400	Land Acquisition (LaMarre)-Interest	2,843	2,515	2,163
101-750-992-000	Repayment to Equip Fund-Prin. (Starlite)	0	0	20,000
101-750-996-000	Repayment to Equip Fund-Int. (Starlite)	0	2,000	3,600
TOTAL		515,669	1,016,127	486,324

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
TOTAL EXPENDITURES		7,487,621	9,289,428	8,059,399
Other Financing Uses				
Interfund Transfers (Out)				
101-966-999-100	<i>Major Streets</i>	42,000	40,000	40,000
101-966-999-200	<i>Local Streets</i>	375,000	175,000	200,000
101-966-999-500	<i>1992 G O Debt Fund</i>	125,000	125,000	125,000
101-966-999-501	<i>Debt Fund - Land Acquisition</i>	47,240	45,699	44,167
101-966-999-600	<i>Stores Fund</i>	62,640	64,520	66,456
101-966-999-901	<i>Budget Stabilization Fund</i>	0	0	0
101-966-999-903	<i>Building Official Fund</i>	45,000	65,000	60,000
101-966-999-907	<i>Marina Fund</i>	100,000	40,000	85,000
TOTAL		796,880	555,219	620,623
TOTAL EXPENDITURES AND OTHER USES		8,284,501	9,844,647	8,680,022

MAJOR STREET FUND

The purpose of the Major Street Fund is to receive all major street moneys which are paid to the City by the State of Michigan; to account for all construction, maintenance, and other authorized operations in the right-of-way of any street functionally classified as a major street within the City; to receive the moneys paid to the City for state trunkline maintenance; and to record costs associated to the Michigan Department of Transportation authorized state trunkline maintenance contracts. Each city is required to establish a Major Street fund in compliance with Act 51 of the Public Acts of 1951.

The Major Street Fund has no employees but instead has employees assigned to it to perform maintenance and construction activities. Equipment is rented internally from the Equipment Fund to the Major Street Fund as needed.

Motor vehicles highway funds are generated from statewide gas and weight taxes. The distribution of these funds to Alpena is based on the miles of street in our system, a state factor, and the population of Alpena. There are 5.34 miles of state highway and 25.81 miles of major streets within the City of Alpena.

The City maintains US-23 and M-32 state highways within the City limits for the State of Michigan. The MDOT contract generates revenue, which is titled state trunkline maintenance. The costs associated with state trunkline maintenance are direct costs and the revenue received is based on this expenditure. The maintenance and construction associated with the major street system are funded primarily by state and federal funds. All of the major streets within the Alpena street system are paved.

The City will again this year place more emphasis on maintenance of our major street system. This emphasis on street maintenance will include \$55,000 in Capital Preventative Maintenance funds to preserve and extend the remaining useful life of our streets. Work performed under this activity may include shoulder paving, crack sealing, chip sealing, joint repair, etc.

This year will see very limited funding for projects while reserving \$200,000 for the upcoming 2013 project to reconstruct Grant Street from Brooke Street to Hobbs Drive. The City will also begin the process of changing out street name signs with those that meet the 2018 requirement for size and reflectivity.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
MAJOR STREET FUND				
REVENUES				
202-000-545-000	State Grts - Miscellaneous	19,749	19,200	19,200
202-000-546-000	State Grts - Gas & Wgt Tx	567,249	565,000	569,252
202-000-546-100	State Grts - Trunkline	51,380	96,540	88,040
202-000-665-000	Investment Income	1,876	2,000	2,000
202-000-672-000	Special Assessments	7,189	8,004	3,583
202-000-677-000	Miscellaneous	406,412	31,000	1,000
TOTAL		1,053,855	721,744	683,075
Other Financing Sources				
Interfund Transfers (In)				
202-000-699-000	Fr General Fund	42,000	40,000	40,000
202-000-699-010	Fr Brownfield Authority Fund	28,010	19,642	0
TOTAL		70,010	59,642	40,000
TOTAL REVENUES AND OTHER SOURCES		1,123,865	781,386	723,075
EXPENDITURES				
Admin. & Engineering				
202-450-701-000	Salaries & Wages	64,927	63,143	50,068
202-450-705-000	Fringes	9,335	34,597	31,887
202-450-705-050	Health Acutary	0	0	500
202-450-705-400	FICA	4,972	4,830	3,521
202-450-705-700	Unemployment	2,317	1,810	0
202-450-808-000	Prof & Contractual	8,398	8,500	8,500
202-450-841-002	Charges - Computer Admin	2,000	2,100	2,000
202-450-943-000	Equipment Rent	1,265	1,282	1,300
TOTAL		93,214	116,262	97,776
Construction				
202-451-701-101	Sal & Wages - Streets	21,957	2,900	15,750
202-451-701-102	Sal & Wages - Bridges	0	0	0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
202-451-701-103	Sal & Wages - Traff Cont	0	0	0
202-451-705-101	Fringes - Streets	13,710	2,244	12,192
202-451-705-102	Fringes - Bridges	0	0	0
202-451-705-103	Fringes - Traffic Control	0	0	0
202-451-782-000	Mat/Cont - Streets	360,573	138,950	0
202-451-782-100	Mat/Cont - Bridges	0	0	18,000
202-451-782-200	Mat/Cont - Traf Cont	0	0	0
202-451-783-202	Cont - MDOT	18,547	20,500	3,000
202-451-783-900	Cont - Bike Path/North	119,308	0	0
TOTAL		534,095	164,594	48,942

Maintenance

202-452-701-101	Sal & Wages - Streets	15,401	15,400	15,400
202-452-701-102	Sal & Wages - Bridges	2,198	3,000	3,000
202-452-701-103	Sal & Wages - Traff Cont	10,657	7,000	8,000
202-452-701-104	Sal & Wages - Snow & Ice	11,942	20,000	18,000
202-452-705-101	Fringes - Streets	10,020	10,020	10,020
202-452-705-102	Fringes - Bridges	1,373	1,925	1,925
202-452-705-103	Fringes - Traffic Control	6,677	4,500	4,500
202-452-705-104	Fringes - Snow & Ice	7,457	16,500	10,500
202-452-784-101	Mat/Cont - Streets	52,559	42,000	30,000
202-452-784-102	Mat/Cont - Bridges	6,899	13,000	8,000
202-452-784-103	Mat/Cont - Traf Control	45,854	25,000	45,000
202-452-784-104	Mat/Cont - Snow & Ice	38,906	65,000	50,000
202-452-943-101	Equip Rent - Streets	45,729	45,000	50,000
202-452-943-102	Equip Rent - Bridges	976	1,200	1,200
202-452-943-103	Equip Rent - Traf Control	658	750	1,700
202-452-943-104	Equip Rent - Snow & Ice	34,617	57,000	52,000
TOTAL		291,923	327,295	309,245

Maintenance-Trunkline

202-453-701-000	Salaries & Wages	5,753	10,780	10,780
202-453-705-000	Fringes	3,617	7,540	7,540
202-453-786-000	Mat/Cont	34,677	48,620	40,120
202-453-943-000	Equipment Rent	15,230	29,600	29,600
TOTAL		59,277	96,540	88,040

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
Other Financing Uses				
<u>Interfund Transfers (Out)</u>				
202-966-999-200	<i>Local Street</i>	100,000	75,000	75,000
TOTAL		100,000	75,000	75,000
TOTAL EXPENDITURES AND OTHER USES		<u>1,078,509</u>	<u>779,691</u>	<u>619,003</u>
Budgeted Net Revenues (Expenditures)		06/30/12		104,072
Current Est. Operating Surplus (Deficit)		06/30/11	1,695	
Accumulated Available Undesignated Surplus (Deficit) From Prior Years		06/30/10	202,593	204,288
Designated for Future Projects (Grant Street)				200,000
PROJECTED SURPLUS AT END OF BUDGET YEAR				108,360

LOCAL STREET FUND

The Local Street Fund works in a threefold capacity. First, the fund is utilized to receive all local street funds paid to the City of Alpena by the State of Michigan. Secondly, it is used to account for all construction including the moneys generated by special assessments, maintenance, traffic services, and snow and ice control. Thirdly, the fund is utilized to account for money received from the General Fund as contributions to the Local Street Fund. Every city is required to establish a Local Street Fund to comply with Act 51 of the Public Acts of 1951.

The Local Street Fund has no employees but instead has employees assigned to it to perform maintenance and construction activities. Equipment is rented internally from the Equipment Fund to the Local Street Fund as needed. The City continues to utilize City personnel in a more active role in the maintenance of our Local Street system.

Revenues are generated from several sources. The motor vehicle highway funds are generated from statewide gas and weight taxes. The distribution of these funds to Alpena is based on the miles of our street system, a state factor, and the population of Alpena. Local funds are moneys, which the local taxpayer contributes to maintain the local street system. Construction revenues are local funds set aside and invested for the specific purpose of upgrading existing or creating new streets. There are 43.04 miles of streets within the street system, which are designated as local streets. The maintenance and construction costs associated with the local street system are funded primarily by local tax dollars. All but three one-block segments of the Local Street system are paved.

The City will invest \$100,000 for resurfacing approximately 12-14 blocks of the local street system

Capital Outlay and Major Projects

Thin Overlay Resurfacing	203-451-782-000	<u>\$ 100,000</u>
TOTAL LOCAL STREETS		\$ 100,000

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
LOCAL STREET FUND				
REVENUES				
203-000-545-000	State Grts - Miscellaneous	19,749	19,700	19,700
203-000-546-000	State Grts - Gas & Wgt Tx	202,352	203,725	202,087
203-000-665-000	Investment Income	4,223	2,700	2,700
203-000-672-000	Special Assessments	7,154	7,583	0
203-000-677-000	Miscellaneous	550	200	200
TOTAL		234,028	233,908	224,687
Other Financing Sources				
Interfund Transfers (In)				
203-000-699-000	Fr General Fund	375,000	175,000	200,000
203-000-699-006	Fr Major Fund	100,000	75,000	75,000
203-000-699-010	Fr Brownfield Authority Fund	0	0	0
TOTAL		475,000	250,000	275,000
TOTAL REVENUES AND OTHER SOURCES		709,028	483,908	499,687
EXPENDITURES				
Admin. & Engineering				
203-450-701-000	Salaries & Wages	67,300	64,142	51,067
203-450-705-000	Fringes	61,597	56,000	32,583
203-450-705-050	Health Actuary	0	0	510
203-450-705-400	FICA	5,156	4,907	3,562
203-450-705-700	Unemployment	2,317	1,810	0
203-450-809-000	Prof & Contractual	7,154	7,200	7,272
203-450-841-002	Charges - Computer Admin	2,000	2,000	2,000
203-450-943-000	Equipment Rent	3,017	3,100	1,500
TOTAL		148,541	139,159	98,494
Construction				
203-451-701-000	Salaries & Wages	35,628	13,058	27,794
203-451-705-000	Fringes	21,733	10,139	21,515

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
203-451-782-000	Mat/Cont - Streets	30,304	110,000	100,000
TOTAL		87,665	133,197	149,309
Maintenance				
203-452-701-101	Sal & Wages - Streets	41,592	37,000	37,000
203-452-701-103	Sal & Wages - Traff Cont	9,935	3,700	2,500
203-452-701-104	Sal & Wages - Snow & Ice	12,018	24,000	24,000
203-452-705-101	Fringes - Streets	26,218	23,103	28,642
203-452-705-103	Fringes - Traffic Control	6,204	3,061	1,561
203-452-705-104	Fringes - Snow & Ice	7,504	14,986	18,578
203-452-784-101	Mat/Cont - Streets	57,026	55,000	50,000
203-452-784-103	Mat/Cont - Traf Control	5,940	4,202	5,700
203-452-784-104	Mat/Cont - Snow & Ice	10,804	25,500	20,000
203-452-943-101	Equip Rent - Streets	90,767	97,000	97,000
203-452-943-103	Equip Rent - Traf Control	241	500	850
203-452-943-104	Equip Rent - Snow & Ice	38,369	60,600	60,600
TOTAL		306,618	348,652	346,431
TOTAL EXPENDITURES		542,824	621,008	594,234
Budgeted Net Revenues (Expenditures)		06/30/12		(94,547)
Current Est. Operating Surplus (Deficit)		06/30/11	(137,100)	
Accumulated Available Undesignated Surplus (Deficit) From Prior Years		06/30/10	443,994	306,894
PROJECTED SURPLUS AT END OF BUDGET YEAR				212,347

MARINA FUND

The Marina Fund is responsible for maintaining the City Marina and associated dockage and launching facilities. The City Marina facility consists of 143 docks, the Marina Sales building, the Dive Shop building, Fish Cleaning Station, Boaters Restrooms, boat launch ramp, and 5 courtesy docks. The launch ramp at North Riverfront Park and broadside dockage in the Thunder Bay River at South Riverfront Park also fall under the jurisdiction of the City Marina.

The day-to-day operations of the City Marina are a contracted operation falling under this department. General maintenance of the marina is handled by the City’s Department of Public Works, and the City is responsible for all major capital improvements to the marina.

The Marina Fund was developed as a separate fund in the City budget during fiscal year 2007-2008; previously being a line item within the City’s Parks and Recreation budget.

The City has established a goal to improve the City Marina to showcase level. Planned improvements and amenities within the marina are designed to accomplish this goal.

However, budget constraints have necessitated a reduction in planned capital improvement projects for fiscal year 2011-2012.

This fund includes the following major projects:

Capital Outlay and Major Projects

Drainage Improvements	211-760-976-000	<u>\$ 16,000</u>
TOTAL MARINA		<u>\$ 16,000</u>

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
<u>MARINA FUND</u>				
<u>REVENUES</u>				
<u>Licenses and Permits</u>				
211-000-451-100	<i>Business Lic/Per</i>	1,925	1,500	1,500
TOTAL		1,925	1,500	1,500
<u>State Grants</u>				
211-000-545-000	<i>Grts - State Miscellaneous</i>	0	0	0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
211-000-567-400	<i>Grts - Seasonal Docks</i>	0	19,700	0
TOTAL		0	19,700	0
<u>Other Revenues</u>				
211-000-665-000	<i>Investment Income</i>	491	500	500
211-000-667-100	<i>Rent - Marina</i>	40,592	45,000	35,000
211-000-673-000	<i>Sale of Assets</i>	0	0	0
211-000-676-000	<i>Insurance Reimbursements</i>	0	0	0
211-000-676-100	<i>Other Reimbursements</i>	0	0	0
211-000-677-000	<i>Miscellaneous</i>	0	100	100
TOTAL		41,083	45,600	35,600
TOTAL REVENUES		43,008	66,800	37,100
<u>Other Financing Sources Interfund Transfers (In)</u>				
211-000-699-000	<i>Fr General Fund</i>	100,000	40,000	85,000
TOTAL		100,000	40,000	85,000
TOTAL REVENUES AND OTHER SOURCES		143,008	106,800	122,100
<u>EXPENDITURES</u>				
211-760-701-000	<i>Salaries & Wages</i>	25,242	22,000	29,825
211-760-705-050	<i>Health Actuary</i>	0	211	298
211-760-705-100	<i>Health Insurance</i>	3,869	4,255	4,692
211-760-705-200	<i>Dental Insurance</i>	320	330	350
211-760-705-300	<i>Life Insurance</i>	24	30	30
211-760-705-400	<i>FICA</i>	1,932	1,683	2,282
211-760-705-500	<i>Retirement</i>	1,670	2,200	1,741
211-760-705-600	<i>Uniforms</i>	0	0	0
211-760-705-900	<i>Long Term Disability</i>	53	53	53
211-760-726-000	<i>Supplies</i>	3,047	4,700	3,042
211-760-730-000	<i>Durable Goods</i>	0	0	0
211-760-804-000	<i>Prof & Contractual</i>	0	0	0
211-760-860-000	<i>Continuing Education</i>	567	1,100	1,100
211-760-910-000	<i>Insurance & Bonds</i>	6,171	5,776	5,776

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
211-760-920-000	<i>Utilities</i>	22,702	23,000	23,000
211-760-931-000	<i>Repairs & Maintenance</i>	13,874	16,500	16,500
211-760-943-000	<i>Equipment Rent</i>	9,791	9,900	9,900
211-760-956-000	<i>Miscellaneous</i>	3,458	2,000	3,500
211-760-976-000	<i>Capital Outlay</i>	46,160	9,908	16,000
211-760-977-020	<i>Cap-Remove UST</i>	0	2,500	2,500
TOTAL EXPENDITURES		138,880	106,146	120,589
Budgeted Net Revenues (Expenditures)		06/30/12		1,511
Current Est. Operating Surplus (Deficit)		06/30/11	654	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	114,806	115,460
PROJECTED SURPLUS AT END OF BUDGET YEAR				116,971

TREE/PARK IMPROVEMENT FUND

In October 2006, the City of Alpena received two large donations from the Trust of Drew and Ethel McClay. One donation of approximately \$70,000 was to be spent on park improvements and/or tree planting within the City. The second donation of approximately \$90,000 was to be utilized for tree planting within the City. The funding established for park improvements has been expended on the Starlite Beach project in the 2010-2011 fiscal year.

The Alpena Municipal Council authorized the investment of these donations and appointed a committee, consisting of the Mayor, the Assistant City Manager, the Planning and Development Director, and the City Engineer, to determine how these funds could be best utilized. The City will also be appointing one member from the City Planning Commission and the Recreation Advisory Board to serve on this committee.

The committee continues to develop recommendations on how these funds will be utilized, but an internal policy has been established to provide guidelines and procedures on how these funds can be accessed and what they can be used for. Examples include: utilization of the park improvement funds for a major park improvement project; and placement of the tree planting funds into a permanent fund that can be grown over time and used for future urban forestry projects.

There are no projects slated for this fiscal year.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
<u>TREE/PARK IMPROVEMENT FUND</u>				
<u>REVENUES</u>				
213-000-665-000	<i>Investment Income</i>	1,733	1,500	500
213-000-675-300	<i>Donations</i>	0	0	0
TOTAL		1,733	1,500	500
<u>Other Financing Sources</u>				
<u>Interfund Transfers (In)</u>				
213-000-699-000	<i>Fr General Fund</i>	0	0	0
TOTAL		0	0	0
TOTAL REVENUES AND OTHER SOURCES		1,733	1,500	500

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
EXPENDITURES				
213-751-786-001	<i>Mat/Cont - Trees</i>	0	0	0
213-751-786-002	<i>Mat/Cont - Park Improve</i>	0	0	0
213-751-977-027	<i>Cap - General Parks Imp</i>	0	0	0
213-751-999-000	<i>Transfer - General Fund</i>	0	79,800	
TOTAL EXPENDITURES		0	79,800	0
Budgeted Net Revenues (Expenditures)		06/30/12		500
Current Est. Operating Surplus (Deficit)		06/30/11	(78,300)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	184,570	106,270
Designated - Trees				91,805
Designated - Trees/Park Improvements				0
PROJECTED UNDESIGNATED SURPLUS AT END OF BUDGET YEAR				14,965

DOWNTOWN DEVELOPMENT AUTHORITY

The Downtown Development Authority (DDA) was established by City Ordinance in April of 1980 in order to revitalize downtown Alpena. Alpena's DDA operates in accordance with state law (Public Act 197 of 1975, as amended). The DDA recommends and oversees downtown tax increment financing and the levy of an ad valorem tax (2 mill maximum) on all taxable property within the DDA district. This 2 mill tax is the main source of operating revenue for the authority, and the Tax Increment Financing is the primary source of development project funding.

The DDA allocates TIF funds in accordance with the provisions and improvements delineated in the 2005 Downtown Development and Tax Increment Financing (TIF) Plan, the DDA section of the City of Alpena's 5 Year Capital Improvement Plan and the Downtown Market Analysis and Strategic Plan of 2003.

In 2004-2005, the DDA revised the Tax Increment Financing and Development Plan, which was approved by the City of Alpena. The new plan incorporates and expanded district and projects outlined in the 2003 Downtown Alpena Market Analysis and Strategic Plan.

The DDA has one part time employee, the Executive Director, to help implement plans of the Board.

In the 2010-2011 fiscal year, the DDA expended TIF funds for the following: Matching funds for a USDA Grant to improved the Farmers Market Structure; implementation of new wayfinding signage; financial support for a Retail Rental Incentive Program; the award of façade grants to downtown property owners; Waterfront Park and Chisholm Street Park landscaping upgrade and maintenance; support of the new Downtown Gift Card Program; supplies and expenses to the parking ambassador; financial support of the farmer's market; purchase of property including a new parking lot; continued overnight parking for residents; upgrade technology; support of a part time City summer employee for the downtown landscape; promotional activities such as the web site for DDA, a Facebook page and reproduction of the Downtown brochure, Christmas Tree Lighting, and Friday Night Downtown. The DDA continues to city wide efforts such as the fireworks and parades.

The four DDA committees continue to improve the efforts for added parking; promotions, economic development activities, and design issues to improve the downtown district.

2011-2012

In the coming year, the DDA plans to continue implementation of the Strategic Plan through its four committees; implement the Tax Increment Financing Plan as funding is available; complete the Wayfinding project; continue the façade grant program for downtown properties; support the low interest loan program for downtown property renovations; support the retail incentive program to attract businesses; upgrade Chisholm Street and Waterfront parks; continue to support the Alpena Farmers Market; continue to update the downtown brochure; refine and market the new DDA website and Facebook Page to promote the downtown; support the Alpena Pure Michigan ad campaign; support the part time summer City employee; focus efforts to support historic preservation activities; encourage the use of the NEZ to add more residential units in downtown; continue effort for improved parking; and continue curbside snow removal. As always, the DDA will work in partnership with the City and other area-wide organizations, institutions and businesses on projects beneficial to the community and the Downtown area.

Capital Outlay and Major Projects

Monitor Parking	216-269-701-000	\$ 3,000
Marketing & Promotion	216-269-880-000	13,000
Improved Landscaping to Parks/Maintenance	216-269-931-000	4,000
Maintenance/Snow Removal	216-269-931-000	16,500
Three Façade Grants	216-269-956-000	15,000
Support Business Assistance Program	216-269-957-001	10,000
Wayfinding Signage Completion	216-269-978-001	<u>20,000</u>
TOTAL DDA		\$ 81,500

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
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DDA FUND NO. 2

REVENUES

216-000-402-001 <i>Tax Increments</i>	114,971	103,334	86,044
216-000-530-003 <i>Federal Grant</i>	0	40,000	0
216-000-665-000 <i>Investment Income</i>	3,999	2,000	1,000
216-000-677-000 <i>Miscellaneous</i>	930	10,000	4,000

TOTAL	119,900	155,334	91,044
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**Other Financing Sources
Interfund Transfers (In)**

216-000-699-000 <i>Fr General Fund</i>	25,600	0	0
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Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
TOTAL		25,600	0	0
TOTAL REVENUES AND OTHER SOURCES		145,500	155,334	91,044
EXPENDITURES				
216-269-701-000	Salaries & Wages	26,378	26,500	22,644
216-269-705-400	FICA	2,018	2,000	2,000
216-269-726-000	Supplies	1,845	2,000	2,000
216-269-730-000	Durable Goods	0	640	500
216-269-810-000	Prof & Contractual	507	500	500
216-269-840-000	General Fund Services	680	680	716
216-269-860-000	Continuing Education	1,543	1,500	1,500
216-269-880-000	Marketing	20,028	18,000	13,000
216-269-920-000	Utilities	1,178	1,800	1,800
216-269-931-000	Repairs & Maintenance	14,488	6,500	6,500
216-269-931-303	Maint - DDA Snow Removal	0	18,000	10,000
216-269-945-000	Fiber Optic Rent	225	225	225
216-269-954-000	Office Rent	1,300	1,300	1,300
216-269-956-000	Miscellaneous	12,855	14,200	17,000
216-269-967-000	Façade Grants	8,173	25,000	15,000
216-269-967-001	Retail Incentive Program	0	10,000	10,000
216-269-978-000	Cap - Office-Equip	0	0	0
216-269-978-001	Cap - Land Improvements	32,630	95,000	20,000
216-269-991-400	Land Acquisition -Principal	0	0	4,500
216-269-995-400	Land Acquisition -Interest	0	0	1,240
216-269-999-000	Transfer - General Fund	0	0	0
TOTAL EXPENDITURES		123,850	223,845	130,425
Budgeted Net Revenues (Expenditures)		06/30/12		(39,381)
Current Est. Operating Surplus (Deficit)		06/30/11	(68,511)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	222,700	154,189
Designated for Economic Development				18,000
PROJECTED UNDESIGNATED SURPLUS AT END OF BUDGET YEAR				96,808

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
DDA FUND NO. 5				
REVENUES				
217-000-402-000	Current Property Taxes	22,025	21,173	21,483
217-000-412-000	Delinquent Taxes	32	0	0
217-000-437-000	Facilities Tax	0	0	0
217-000-665-000	Investment Income	369	700	700
217-000-677-000	Miscellaneous	0	550	550
TOTAL REVENUES		22,426	22,423	22,733
EXPENDITURES				
217-269-701-000	Salaries & Wages	12,163	12,116	14,816
217-269-705-400	FICA	930	925	925
217-269-726-000	Supplies	793	1,500	1,000
217-269-811-000	Prof & Contractual	300	600	600
217-269-840-000	General Fund Services	670	680	716
217-269-860-000	Continuing Education	622	500	500
217-269-910-000	Insurance & Bonds	569	600	600
217-269-920-000	Utilities	1,576	1,900	1,900
217-269-954-000	Office Rent	2,600	2,600	2,600
217-269-956-000	Miscellaneous	1,055	950	1,000
217-269-979-000	Cap - Office-Equip	0	0	0
TOTAL EXPENDITURES		21,277	22,371	24,657
Budgeted Net Revenues (Expenditures)		6/30/12		(1,924)
Current Est. Operating Surplus (Deficit)		6/30/11	52	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		6/30/10	21,483	21,535
PROJECTED SURPLUS AT END OF BUDGET YEAR				19,611

AUTHORITY FOR BROWNFIELD REDEVELOPMENT

The Authority for Brownfield Redevelopment Fund is used by counties, cities, villages and townships to assist in the redevelopment of underutilized properties due to environmental contamination, blight or functional obsolescence. The local unit may establish an authority under the Brownfield Redevelopment Financing Act (MCL 125.2651 et al.) to administer the activities authorized under the Act. The authority shall be administered by a board appointed pursuant to the requirements of the Act (MCL 125.2655).

The City of Alpena Brownfield Redevelopment Authority was established by City Council Resolution 1997-7 in March 1997, with the City's Downtown Development Authority (DDA) Board serving as the Brownfield Authority's Board as well. As the Brownfield Authority became more active the dual role of the DDA Board became less desirable due to increased workloads for the members and the increased likelihood of conflicts of interest between the activities of the two Authorities. In 2006 the original nine-member Brownfield Authority Board represented by the DDA was dissolved and a new, independent five-member Board established with a new set of by-laws. At its first meeting in October 2006 the new Board officially changed the Authority's name to the City of Alpena Authority for Brownfield Redevelopment.

This fund is used to account for the administrative costs of the Authority. The Authority's debt service and capital project activities are accounted for in fund number 402.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
<u>AUTHORITY FOR BROWNFIELD REDEVELOPMENT</u>				
REVENUES				
243-000-402-003	<i>Tax Increments - (Alpena Marc - NOAA)</i>	4,108	3,166	3,157
243-000-402-004	<i>Tax Increments - (Lafarge 2005)</i>	17,097	17,037	11,072
243-000-677-000	<i>Miscellaneous</i>	0	0	0
TOTAL		21,205	20,203	14,229
Other Financing Sources				
Interfund Transfers (In)				
243-000-699-000	<i>Fr General Fund</i>	0	0	0
TOTAL		0	0	0
TOTAL REVENUES AND OTHER SOURCES		21,205	20,203	14,229

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
EXPENDITURES				
243-412-841-000	<i>Administrative Costs</i>	3,408	2,400	3,500
TOTAL		3,408	2,400	3,500
Other Financing Sources Interfund Transfers (Out)				
243-966-999-000	<i>General Fund</i>	19,060	19,400	18,510
243-966-999-100	<i>Major Streets</i>	0	0	0
243-966-999-200	<i>Local Streets</i>	0	0	0
243-966-999-905	<i>Sewer Fund</i>	0	0	0
243-966-999-906	<i>Water Fund</i>	0	0	0
TOTAL		19,060	19,400	18,510
TOTAL EXPENDITURES AND OTHER USES		22,468	21,800	22,010
Budgeted Net Revenues (Expenditures)		06/30/12		(7,781)
Current Est. Operating Surplus (Deficit)		06/30/11	(1,597)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	23,550	21,953
PROJECTED UNDESIGNATED SURPLUS AT END OF BUDGET YEAR				14,172

BUILDING OFFICIAL

The Public Act of 245 of 1999 amended the State Construction Code. The Act in Section 22 places accounting requirements on local government. Therefore, a separate special revenue fund has been established.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
BUILDING OFFICIAL				
REVENUES				
249-000-607-000	<i>Charges for Services - Building Inspect</i>	80,548	80,000	80,000
249-000-607-001	<i>Charges for Services - Accessories</i>	0	0	10,000
249-000-665-000	<i>Investment Income</i>	224	100	100
249-000-677-000	<i>Miscellaneous</i>	0	2,380	1,160
TOTAL		80,772	82,480	91,260
Other Financing Sources				
Interfund Transfers (In)				
249-000-699-000	<i>Fr General Fund</i>	45,000	65,000	60,000
TOTAL		45,000	65,000	60,000
TOTAL REVENUES AND OTHER SOURCES		125,772	147,480	151,260
EXPENDITURES				
Inspection				
249-371-701-000	<i>Salaries & Wages</i>	83,306	80,461	73,561
249-371-705-050	<i>Health Actuary</i>	0	823	735
249-371-705-100	<i>Health Insurance</i>	21,971	24,400	26,425
249-371-705-200	<i>Dental Insurance</i>	1,946	2,002	2,062
249-371-705-300	<i>Life Insurance</i>	235	235	235
249-371-705-400	<i>FICA</i>	6,363	6,155	6,155
249-371-705-500	<i>Retirement</i>	6,359	9,570	6,927
249-371-705-600	<i>Uniforms</i>	83	0	110
249-371-705-700	<i>Unemployment</i>	0	0	0
249-371-705-900	<i>Long Term Disability</i>	519	525	525
249-371-726-000	<i>Supplies</i>	2,746	5,800	4,000
249-371-800-000	<i>Prof & Contractual</i>	3,350	3,327	11,120

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
249-371-860-000	<i>Continuing Education</i>	915	1,000	1,000
249-371-910-000	<i>Insurance & Bonds</i>	1,465	1,442	1,442
249-371-920-000	<i>Utilities</i>	1,835	2,400	2,400
249-371-931-000	<i>Repairs & Maintenance</i>	1,116	1,120	1,120
249-371-943-000	<i>Equipment Rent</i>	217	213	213
249-371-954-000	<i>Office Rent</i>	2,477	2,441	2,441
249-371-956-000	<i>Miscellaneous</i>	1,175	800	1,000
TOTAL EXPENDITURES		136,078	142,714	141,471
Budgeted Net Revenues (Expenditures)		06/30/12		9,789
Current Est. Operating Surplus (Deficit)		06/30/11	4,766	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	0	4,766
PROJECTED UNDESIGNATED SURPLUS AT END OF BUDGET YEAR				14,555

BUDGET STABILIZATION FUND

The Budget Stabilization Fund, commonly referred to as a "Rainy Day" fund, was created in accordance with 1978 P.A. 30, as amended. The Budget Stabilization Fund was established by Ordinance 99-290 at the March 15, 1999, Municipal Council meeting. The fund will be used to guard against periods of economic downturns when revenues are reduced. \$500,000 was transferred from the General Fund in fiscal year 1998-1999. In fiscal year 2000-2001, \$50,000 was allocated to this fund.

The cuts in state revenue forced us to use \$180,000 in fiscal year 2003-2004, \$200,000 in fiscal year 2004-2005 and \$165,000 in 2006-2007 to continue the same level of services to the citizens of Alpena. There will be minimal funds available for use until we can begin building the fund back up as the economy improves. We have been unable to allocate any fund to this Fund since 2000-2001.

The fund has a balance of \$5,000.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
BUDGET STABILIZATION FUND				
REVENUES				
257-000-665-000	<i>Investment Income</i>	47	30	30
257-000-677-000	<i>Miscellaneous</i>	0	0	0
TOTAL		47	30	30
Other Financing Sources Interfund Transfers (In)				
257-000-699-000	<i>Fr General Fund</i>	0	0	0
TOTAL		0	0	0
TOTAL REVENUES AND OTHER SOURCES		47	30	30
EXPENDITURES				
257-205-999-001	<i>Interest Transfer to G.F.</i>	0	30	30
TOTAL		0	30	30

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
Other Financing Uses				
<u>Interfund Transfers (Out)</u>				
257-966-999-000	To General Fund	47	0	0
TOTAL		47	0	0
TOTAL EXPENDITURES AND OTHER USES		47	30	30
Budgeted Net Revenues (Expenditures)		06/30/12		0
Current Est. Operating Surplus (Deficit)		06/30/11	0	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	5,000	5,000
PROJECTED SURPLUS AT END OF BUDGET YEAR				5,000

DEBT SERVICE FUND

The Debt Service Fund is used to record the funding and payment of principal and interest on the City's long-term debt. The Alpena County Sanitary Sewage Bonds matured in 2008-2009 so the City has currently no outstanding bonds.

The Debt Service Fund accounts for one bank loan as follows:

City of Alpena, 2000 Land Purchase

Date of Issue:	August 11, 2000
Amount of Issue:	\$ 880,000
Date of Maturity:	2014-15

Debt Outstanding 6/30/11:	\$ 95,116
2011-2012 Deductions	<u>40,541</u>
Debt Outstanding 6/30/12:	\$ 54,575

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
DEBT FUND				
REVENUES				
301-000-402-000	<i>Current Property Taxes</i>	0	0	0
301-000-437-000	<i>Facilities Tax</i>	0	0	0
301-000-665-000	<i>Investment Income</i>	137	100	100
TOTAL		137	100	100
Other Financing Sources				
Interfund Transfers (In)				
301-000-699-000	<i>Fr General Fund</i>	47,240	45,699	44,167
TOTAL		47,240	45,699	44,167
TOTAL REVENUES AND OTHER SOURCES		47,377	45,799	44,267
EXPENDITURES				
301-170-991-400	<i>Land Acquisition - Prin</i>	40,541	40,541	40,541
301-170-995-400	<i>Land Acquisition - Int</i>	6,699	5,158	3,626
TOTAL EXPENDITURES		47,240	45,699	44,167

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
	Budgeted Net Revenues (Expenditures)	06/30/12		100
	Current Est. Operating Surplus (Deficit)	06/30/11	100	
	Accumulated Available Unappropriated Surplus (Deficit) From Prior Years	06/30/10	14,333	14,433
	PROJECTED SURPLUS AT END OF BUDGET YEAR			14,533

1992 GENERAL OBLIGATION DEBT FUND

The 1992/2002 General Obligation Debt Fund was established to account for the funding needed to retire the bond issue approved by City voters in November 1991, sold to provide funds for the construction of the new Alpena Public Safety Facility.

The 1992/2002 G.O. Debt Fund accounts for one bond issue as follows:

City of Alpena 1992 General Obligation Unlimited Tax Bonds
 Date of Issue: March 1, 1992
 Amount of Issue: \$ 2,815,000
 Date of Maturity: 2011-2012

2002 General Obligation Unlimited Tax Refunding Bonds (To Refund 1992 Bonds)
 Date of Refunding: February 28, 2002
 Amount of Refunding: \$ 1,995,000
 Date of Maturity: 2011

Debt Outstanding 6/30/11: \$ 245,000
 2011-2012 Deductions 245,000
 Debt Outstanding 6/30/12: \$ 0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
1992 G. O. DEBT FUND				
REVENUES				
303-000-402-000	<i>Current Property Taxes</i>	121,176	131,537	121,471
303-000-437-000	<i>Facilities Tax</i>	2,208	2,097	1,841
303-000-665-000	<i>Investment Income</i>	267	250	250
TOTAL		123,651	133,884	123,562
Other Financing Sources				
Interfund Transfers (In)				
303-000-699-000	<i>Fr General Fund</i>	125,000	125,000	125,000
TOTAL		125,000	125,000	125,000
TOTAL REVENUES AND OTHER SOURCES		248,651	258,884	248,562

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
EXPENDITURES				
303-346-812-000	<i>Cont - Transfer Agent</i>	275	275	275
303-346-991-000	<i>Police & Fire Bldg Prin</i>	225,000	245,000	245,000
303-346-995-000	<i>Police & Fire Bldg Int</i>	24,835	15,312	5,145
TOTAL EXPENDITURES		250,110	260,587	250,420
Budgeted Net Revenues (Expenditures)		06/30/12		(1,858)
Current Est. Operating Surplus (Deficit)		06/30/11	(1,703)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	6,328	4,625
PROJECTED SURPLUS AT END OF BUDGET YEAR				2,767

BUILDING AUTHORITY DEBT FUND

The Building Authority Debt Fund is used to record the payment of principal and interest on projects needed to be financed.

The Building Authority Debt Fund accounts for two bond issues as listed below:

City of Alpena Building Authority, 2001 Building Authority Bonds - Lakeside Project

Original Date of Issue:	September 15, 2001
Original Amount of Issue:	\$ 400,000
Debt Outstanding 6/30/11:	\$ 200,000
2011-2012 Deductions	30,000
Debt Outstanding 6/30/12:	\$ <u>170,000</u>

City of Alpena Building Authority, 2004 Building Authority Bonds - Department of Public Works Project

Original Date of Issue:	August 17, 2004
Original Amount of Issue:	\$ 1,800,000
Debt Outstanding 6/30/11:	\$ 1,575,000
2011-2012 Deductions	50,000
Debt Outstanding 6/30/12:	\$ <u>1,525,000</u>

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
<u>BUILDING AUTHORITY DEBT FUND</u>				
<u>REVENUES</u>				
369-000-665-000	<i>Investment Income</i>	25	20	20
TOTAL		25	20	20
<u>Other Financing Sources</u>				
<u>Interfund Transfers (In)</u>				
369-000-699-000	<i>Fr General Fund</i>	41,170	39,895	38,590
369-000-699-004	<i>Fr Equipment Fund</i>	125,325	123,575	121,788
TOTAL		166,495	163,470	160,378
TOTAL REVENUES AND OTHER SOURCES		<u>166,520</u>	<u>163,490</u>	<u>160,398</u>

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
EXPENDITURES				
369-906-991-800	<i>Principal Payment - Lakeside</i>	30,000	30,000	30,000
369-906-991-801	<i>Principal Payment - DPW</i>	50,000	50,000	50,000
369-906-993-000	<i>Account Maint Fees</i>	600	600	600
369-906-995-800	<i>Interest Payment - Lakeside</i>	11,170	9,895	8,590
369-906-995-801	<i>Interest Payment-DPW</i>	75,325	73,575	71,788
TOTAL EXPENDITURES		167,095	164,070	160,978
Budgeted Net Revenues (Expenditures)		06/30/12		(580)
Current Est. Operating Surplus (Deficit)		06/30/11	(580)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	1,635	1,055
PROJECTED SURPLUS AT END OF BUDGET YEAR				475

BROWNFIELD CAPITAL PROJECTS

In accordance with Act 381 of 1996, as amended, the purpose of the City of Alpena Authority for Brownfield Redevelopment is to promote the redevelopment of contaminated, blighted and functionally obsolete properties within the City of Alpena through the use of Tax Increment Financing (TIF) and State tax credits. The Authority Board may approve site specific brownfield plans that provide financial incentives for environmental and development activities that support the redevelopment of the property, thereby creating investment, new employment opportunities and a rejuvenated tax base. A developer may be reimbursed for the cost of environmental activities such as site assessments, Baseline Environmental Assessments (BEA) and remediation of known contaminants, as well as development activities including demolition and installation of necessary infrastructure. These reimbursements may be funded utilizing the increase in tax revenues resulting from the new development that are captured under a TIF. Additionally, a developer may apply to the state for a Brownfield tax credit equal to a maximum of 12.5% of the investment in a redevelopment project with an approved brownfield plan, and up to 20% within the City's downtown core.

Brownfield plans are reviewed and approved by both the Authority for Brownfield Redevelopment and City Council. Brownfield plans that capture state school taxes in addition to local taxes and/or request tax credits must also be approved by the Michigan Economic Growth Authority (MEGA) Board in Lansing.

To date the Authority and Council have approved four brownfield plans, two of which – the NOAA Maritime Heritage Center and the Lafarge redevelopment project – include both TIF tax revenue capture (including school tax capture) and SBT (now MBT) credits. A third, the Fletcher Street Brewing Company, received SBT credits only. The fourth plan, for the Dean Arbour Ford development at 1001 US 23 North, is for TIF tax capture only (including school tax capture), and was approved by the Brownfield Authority in late April 2010, by City Council in early May and by the MEGA Board in late May 2010. Tax capture for this project will not commence until July 2012. The Authority currently collects captured TIF revenues annually from the NOAA and Lafarge brownfield projects and distributes payments for eligible activities.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
BROWNFIELD CAPITAL PROJECTS				
REVENUES				
402-000-402-003	<i>Tax Increments - (Alpena Marc - NOAA)</i>	60,566	73,360	46,063
402-000-402-004	<i>Tax Increments - (Lafarge 2005)</i>	275,143	233,914	179,192
402-000-445-000	<i>Interest & Penalties</i>	2,127	2,100	1,500
402-000-665-000	<i>Investment Income</i>	663	120	120
402-000-677-000	<i>Miscellaneous</i>	0	0	0
TOTAL		338,499	309,494	226,875

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
Other Financing Sources				
<u>Interfund Transfers (In)</u>				
402-000-699-000	<i>From General Fund</i>	0	0	0
TOTAL		0	0	0
TOTAL REVENUES AND OTHER SOURCES		338,499	309,494	226,875
<u>EXPENDITURES</u>				
<u>Alpena Marc - NOAA</u>				
402-413-813-000	<i>Prof/Fees/Inspections</i>	0	0	0
402-413-956-000	<i>Miscellaneous</i>	0	26,241	0
402-413-963-400	<i>School Tax Payment</i>	3,329	2,655	21,770
402-413-980-004	<i>Site Improvements/Environmental</i>	0	22,399	0
TOTAL		3,329	51,295	21,770
<u>Lafarge - 2005</u>				
402-414-813-000	<i>Prof/Fees/Inspections</i>	0	0	0
402-414-956-000	<i>Miscellaneous</i>	0	0	0
402-414-963-400	<i>School Tax Payment</i>	4,578	3,486	1,253
402-414-980-000	<i>Building Demolition</i>	274,624	236,402	177,939
402-414-980-004	<i>Site Improvements/Environmental</i>	0	0	0
TOTAL		279,202	239,888	179,192
Other Financing Uses				
<u>Interfund Transfers (Out)</u>				
402-966-999-000	<i>General Fund</i>	0	0	0
402-966-999-100	<i>Major Streets (Alpena Marc - NOAA)</i>	28,010	19,642	0
402-966-999-200	<i>Local Streets</i>	0	0	0
402-966-999-905	<i>Sewer Fund</i>	0	0	0
402-966-999-906	<i>Water Fund</i>	0	0	0
402-966-999-908	<i>Brownfield Remediation Revolving Fund</i>	0	2,756	25,913
TOTAL		28,010	22,398	25,913

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
TOTAL EXPENDITURES AND OTHER USES		310,541	313,581	226,875
Budgeted Net Revenues (Expenditures)		06/30/12		0
Current Est. Operating Surplus (Deficit)		06/30/11	(4,087)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years		06/30/10	109,508	105,421
PROJECTED SURPLUS AT END OF BUDGET YEAR				105,421

SEWAGE FUND

The Sewage Fund is an enterprise fund. It is used to account for the acquisition, operation, maintenance, and replacement of the sewage treatment and sewage collection systems. The two systems are entirely self-supported by user charges. Approximately 42.3 percent (42.3%) of the revenue results from user fees and bond proceeds from the SRF project providing 58%. Sewage fees are expected to produce \$1,939,490, reflecting the 3.7 percent (3.7%) increase for inflation. Rate increases are paced to the rate of inflation to stabilize the funds position and to maintain the current level of capital improvements necessary to repair, maintain, and upgrade the system and provide reliable service to the customers of the system.

Since July 1, 1988, the operation and maintenance of the Waste Water Treatment Plant and Collection System has been operated by W. W. Operation Services, now United Water Services. The contract with Earth Tech Operation Services was renewed beginning July 1, 2008, for a four-year period ending June 30, 2012.

Number of City of Alpena Customers	4,798
Number of Alpena Township Customers	2,006
Miles of City Sewer Main	69
Alpena CRTS Main Customers (Inc. Above)	6

The City will also be replacing the sewer mains in Seventh Avenue from Tuttle Street to Saginaw Street. The City will also be performing spot repairs of deficiencies noted during past video inspection work and rebuilding a short section of sanitary sewer main to eliminate infiltration or correct failing pipe. The proposed projects are as follows:

Capital Outlay and Major Projects

Treatment Plant

Methane Gas Engine Replacement	590-537-981-000	\$ 60,000
Grit Collector Upgrades	590-537-981-000	90,000
Steel Pipe Replacement	590-537-981-014	<u>200,000</u>

TOTAL TREATMENT PLANT **\$ 350,000**

Collection System – Construction

Sanitary Sewer Spot Repairs	590-538-981-051	\$ 15,000
Washington Avenue - MDOT	590-538-981-051	20,000
Johnson Street	590-538-981-051	<u>40,000</u>

TOTAL COLLECTION SYSTEM **\$ 75,000**

Other

New Services	590-538-982-052	\$ 15,000
Replacement Services	590-538-982-053	35,000
Lift Station Telemetry	590-538-982-054	10,000
Lift Station Improvements	590-538-982-056	<u>15,500</u>

TOTAL OTHER **\$ 75,500**

TOTAL SEWAGE FUND **\$ 500,500**

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
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SEWAGE FUND

REVENUES

590-000-477-000 <i>Plumbing Permits</i>	765	675	1,000
590-000-477-100 <i>IPP Permits</i>	1,400	2,100	1,100
590-000-545-000 <i>State Grts - Misc</i>	0	0	0
590-000-626-000 <i>Charges - Tap Fees</i>	2,484	5,400	5,000
590-000-626-100 <i>Charges - Sampling/Test</i>	260	332	200
590-000-642-000 <i>Sales & Charges</i>	1,875,548	1,801,000	1,891,050
590-000-642-100 <i>Sales - Hauled Waste</i>	133,375	85,000	10,000
590-000-642-200 <i>Sales - Septage</i>	23,849	40,000	35,000
590-000-665-000 <i>Investment Income</i>	19,359	12,300	15,000
590-000-677-000 <i>Miscellaneous</i>	<u>4,549</u>	<u>6,200</u>	<u>4,500</u>

TOTAL 2,061,589 1,953,007 1,962,850

Other Financing Sources

590-000-698-000 <i>Bond Proceeds</i>	0	0	0
590-000-699-010 <i>Brownfield Authority</i>	<u>0</u>	<u>0</u>	<u>0</u>

TOTAL 0 0 0

**TOTAL REVENUES
AND OTHER SOURCES** 2,061,589 1,953,007 1,962,850

EXPENDITURES

Treatment Plant

590-537-705-300 <i>Life Insurance</i>	13	15	15
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Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
590-537-726-000	Supplies	35,322	46,000	60,000
590-537-730-000	Durable Goods	2,894	2,500	5,000
590-537-800-000	Prof & Cont.	0	0	0
590-537-814-000	Cont - Operations	579,891	569,000	574,700
590-537-814-002	Cont - Collection	28,270	28,270	28,555
590-537-814-003	Cont - Meters	9,133	9,122	9,213
590-537-814-005	Cont - Fixed Assets Study	688	688	688
590-537-841-000	Charges - Administration	135,000	195,578	201,445
590-537-910-000	Insurance & Bonds	26,157	25,921	26,000
590-537-920-000	Utilities	276,368	260,000	280,000
590-537-931-000	Repairs & Maintenance	19,940	6,200	1,000
590-537-945-000	Fiber Optic Rent	3,522	3,628	3,736
590-537-956-000	Miscellaneous	264	0	500
590-537-981-000	Capital Outlay	0	58,500	150,000
590-537-981-010	Cap - Lab & Instruments	0	0	0
590-537-981-014	Cap - Site Piping Replacement	0	120,000	210,000
TOTAL		1,117,462	1,325,422	1,550,852

Collection System

590-538-701-000	Salaries & Wages	11,914	24,000	26,000
590-538-705-050	Health Actuary	0	404	300
590-538-705-100	Health Insurance	5,416	1,665	1,249
590-538-705-200	Dental Insurance	447	130	65
590-538-705-300	Life Insurance	34	20	20
590-538-705-400	FICA	911	1,836	2,295
590-538-705-500	Retirement	2,505	3,301	2,612
590-538-705-700	Unemployment	2,317	1,810	0
590-538-705-900	Long Term Disability	74	42	42
590-538-730-000	Durable Goods	704	603	750
590-538-800-000	Prof. & Cont.	863	650	1,000
590-538-814-000	Cont - Operations	200,191	190,320	190,320
590-538-841-002	Charges - Computer Admin	7,000	7,350	10,000
590-538-920-000	Utilities	23,513	20,000	23,000
590-538-931-000	Repairs & Maintenance	8,234	30,000	30,000
590-538-931-103	Repairs & Maintenance-Air Base	1,993	2,000	2,000
590-538-943-000	Equipment Rent	14,261	13,500	13,000
590-538-945-000	Fiber Optic Rent	1,487	1,530	1,575
590-538-956-000	Miscellaneous	274	500	500
590-538-981-000	Capital Outlay	0	10,000	0
590-538-981-051	Cap - Sewer Mains	0	600,000	75,000
590-538-981-052	Cap - New Sewer Services	0	8,000	15,000

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
590-538-981-053	Cap - Repl Sewer Services	0	38,000	35,000
590-538-981-054	Cap - Tone Equip	0	35,700	10,000
590-538-981-055	Cap - SCBA Equipment	0	0	0
590-538-981-056	Cap - Lift Stations	0	5,830	15,500
590-538-991-700	1998 S/W Rev Bonds - Prin	0	125,000	125,000
590-538-991-802	2007 SRF Bonds - Prin	0	140,000	140,000
590-538-991-803	2007 G. O. Bond - Prin	0	12,500	12,500
590-538-995-700	1998 S/W Rev Bonds - Int	58,000	52,313	46,688
590-538-995-802	2007 SRF Bonds - Int	48,904	51,117	48,842
590-538-995-803	2007 G. O. Bond - Int	21,191	20,781	20,234
TOTAL		410,233	1,398,902	848,492

**Other Financing Uses
Interfund Transfers (Out)**

590-966-999-906	To Water Fund	0	300,000	0
TOTAL		0	300,000	0

TOTAL EXPENDITURES AND OTHER USES		1,527,695	3,024,324	2,399,344
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Budgeted Net Revenues (Expenditures) 06/30/12 (436,494)

Current Est. Operating Surplus (Deficit) 06/30/11 (1,071,317)

**Accumulated Available Undesignated
Surplus (Deficit) From Prior Years 06/30/10 2,702,918 1,631,601**

**PROJECTED UNDESIGNATED SURPLUS AT
END OF BUDGET YEAR 476,746**

RESERVED - SRF BOND ISSUE 205,830

RESERVED - G.O. BOND ISSUE 33,281

RESERVED - S/W REVENUE BOND ISSUE 179,250

**PROJECTED SURPLUS AT END OF BUDGET YEAR
DESIGNATED FOR CAPITAL OUTLAY 300,000**

WATER FUND

The Water Fund is an enterprise fund and is used to account for the acquisition, operation, maintenance, and replacement of the Water Production and Water Distribution systems, which are entirely self-supported, by user charges. Water fees are expected to produce \$1,550,000, reflecting a 3.7 percent (3.7%) increase. Rate increases are paced to the rate of inflation to stabilize the funds position and to maintain the current level of capital improvements necessary to repair, maintain, and upgrade the system and provide reliable service to the customers of the system.

Since July 1, 1988, the operation and maintenance of the Water Production and Water Distribution system has been operated by W. W. Operation Services, now Earth Tech Operation Services. The contract with Earth Tech Operation Services was renewed beginning July 1, 2008, for a four-year period ending June 30, 2012.

Number of City of Alpena Customers	4,799
Number of Alpena Township Customers	2,365
Miles of City Water Main	81

The City will be replacing the water mains in Seventh Avenue between Tuttle Street and Saginaw Street and will begin the process of replacing the Water mains in Lincoln Street from Second Avenue to Forth Avenue the City Contracted with utility service to perform maintenance services on our Water Towers. This work has started with the Ninth Avenue tower and will proceed to the North Industrial Tower in this fiscal year.

Capital Outlay and Major Projects

Treatment Plant

Flash Mixer	591-541-982-000	\$ 30,000
TOTAL TREATMENT PLANT		\$ 30,000

Distribution System

Hydrant Replacement		\$ 10,000
TOTAL DISTRIBUTION SYSTEM		\$ 10,000

Other

Main Valve Replacement	591-542-982-052	\$ 15,000
Large Meter Replacement	591-542-982-053	10,000
New Services	591-542-982-055	10,000
Replacement Services	591-542-982-056	18,000
Telemetry Improvements	591-541-982-057	10,000
TOTAL OTHER		\$ 63,000
TOTAL WATER FUND		\$ 103,000

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
WATER FUND				
REVENUES				
591-000-477-000	Plumbing Permits	1,838	725	500
591-000-545-000	State Grants	0	16,907	0
591-000-626-000	Charges - Tap Fees	3,872	10,000	7,000
591-000-626-100	Charges - Sampling/Test	12,293	15,800	10,000
591-000-628-100	Hydrant Use	1,955	1,800	2,000
591-000-642-000	Sales & Charges	1,601,166	1,590,000	1,749,000
591-000-665-000	Investment Income	14,339	3,600	5,000
591-000-677-000	Miscellaneous	28,313	15,000	15,000
TOTAL		1,663,776	1,653,832	1,788,500
Other Financing Sources				
591-000-698-000	Bond Proceeds	0	0	0
591-000-699-008	Fr Sewer Fund	0	300,000	0
591-000-699-010	Fr Brownfield Authority Fund	0	0	0
TOTAL		0	300,000	0
TOTAL REVENUES AND OTHER SOURCES		1,663,776	1,953,832	1,788,500
EXPENDITURES				
Production Plant				
591-541-726-000	Supplies	155,746	165,500	170,653
591-541-730-000	Durable Goods	0	2,674	2,500
591-541-814-000	Cont - Operations	552,949	552,400	558,000
591-541-920-000	Utilities	116,157	115,000	115,000
591-541-931-000	Repairs & Maintenance	0	30,000	0
591-541-956-000	Miscellaneous	120	120	120
591-541-982-000	Capital Outlay	0	57,500	30,000
591-541-982-003	Cap - Chlorine Bldg	0	0	0
591-541-982-004	Cap - Pumps	0	0	0
591-541-982-005	Cap - Lab & Instruments	0	0	0
591-541-982-006	Cap - Generator	0	0	0
591-541-982-007	Cap - Land Improvements	0	0	0
591-541-982-008	Cap - Particle/Filtered to Waste	0	0	0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
591-541-982-009	Cap- Beautification	0	0	0

TOTAL		824,972	923,194	876,273
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Distribution

591-542-701-000	Salaries & Wages	16,958	23,906	17,905
591-542-705-400	FICA	1,297	1,829	1,369
591-542-730-000	Durable Goods	704	1,500	1,500
591-542-800-000	Prof & Contractual	863	650	650
591-542-814-000	Cont - Operations	163,508	189,000	190,100
591-542-841-002	Charges - Computer Admin	7,000	7,350	10,000
591-542-931-000	Repairs & Maintenance	45,806	46,000	47,000
591-542-931-104	Maint - Water Towers	0	211,586	211,586
591-542-943-000	Equipment Rent	20,323	29,000	28,000
591-542-945-000	Fiber Optic Rent	1,493	1,540	1,586
591-542-956-000	Miscellaneous	301	500	1,000
591-542-982-000	Capital Outlay	0	5,680	10,000
591-542-982-051	Cap - Water Mains	0	700,000	0
591-542-982-052	Cap - Main Valves	0	14,100	0
591-542-982-053	Cap - Large Meters	0	11,643	10,000
591-542-982-055	Cap - New Water Services	0	7,000	10,000
591-542-982-056	Cap - Repl Water Services	0	21,000	18,000
591-542-982-057	Cap-Tone Equip Water	0	20,000	10,000
591-542-982-060	Cap - Pump Stations	0	0	0
591-542-982-061	Cap - Elevated Tanks	0	0	0
591-542-982-062	Cap - Meter Replacement	0	0	0
591-542-991-700	1998 S/W Rev Bonds - Prin	0	125,000	125,000
591-542-991-701	2007 DWRf - Prin	0	150,000	150,000
591-542-991-702	2007 G. O. Bond - Prin	0	12,500	12,500
591-542-995-700	1998 S/W Rev Bonds - Int	58,000	52,313	46,688
591-542-995-701	2007 DWRf - Int	61,999	65,694	62,436
591-542-995-702	2007 G. O. Bond - Int	21,191	20,781	20,234

TOTAL		399,443	1,718,572	985,554
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Commercial

591-543-705-050	Health Actuary	0	225	225
591-543-705-100	Health Insurance	7,738	12,876	13,940
591-543-705-200	Dental Insurance	852	1,499	1,800
591-543-705-300	Life Insurance	88	164	164
591-543-705-500	Retirement	2,505	3,301	2,612

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
591-543-705-700	<i>Unemployment</i>	2,317	1,810	0
591-543-705-900	<i>Long Term Disability</i>	105	158	158
591-543-730-000	<i>Durable Goods</i>	0	0	0
591-543-814-000	<i>Cont - Operations</i>	5,648	6,780	7,000
591-543-814-002	<i>Cont - Collection</i>	30,944	30,940	31,868
591-543-814-003	<i>Cont - Meters</i>	9,133	9,133	9,225
591-543-814-005	<i>Cont - Fixed Assets Study</i>	688	687	750
591-543-841-000	<i>Charges - Administration</i>	113,700	195,578	201,445
591-543-910-000	<i>Insurance & Bonds</i>	21,470	21,266	21,266
TOTAL		195,188	284,417	290,453
TOTAL EXPENDITURES		1,419,603	2,926,183	2,152,280
Budgeted Net Revenues (Expenditures)	06/30/12			(363,780)
Current Est. Operating Surplus (Deficit)	06/30/11		(972,351)	
Accumulated Available Unappropriated Surplus (Deficit) From Prior Years	06/30/10	2,245,597		1,273,246
PROJECTED UNDESIGNATED SURPLUS AT END OF BUDGET YEAR				381,241
RESERVED - DWRP BOND ISSUE				215,694
RESERVED - G.O. BOND ISSUE				33,281
RESERVED - S/W REVENUE BOND ISSUE				179,250
PROJECTED SURPLUS AT END OF BUDGET YEAR DESIGNATED FOR CAPITAL OUTLAY				100,000

BROWNFIELD REMEDIATION REVOLVING FUND

The Brownfield Remediation Revolving Fund is used to support the development or redevelopment of contaminated or potentially contaminated sites within the City by providing funding, either through grants or loans, to conduct environmental site investigations, prepare BEAs and Due Care Plans, and site remediation activities. The Authority Board establishes policies and procedures for use of the funds, including whether they shall be provided as a loan or a grant to an eligible recipient.

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
REVENUES				
643-000-665-000	<i>Investment Income</i>	0	0	0
643-000-677-000	<i>Miscellaneous</i>	0	0	0
643-000-678-000	<i>Loan Payments</i>	0	0	0
TOTAL		0	0	0
Other Financing Sources				
Interfund Transfers (In)				
643-000-699-012	<i>From Brownfield Capital Fund (Local)</i>	0	2,756	25,913
643-000-699-013	<i>From Brownfield Capital Fund (School)</i>	0	0	0
TOTAL		0	2,756	25,913
TOTAL REVENUES AND OTHER SOURCES		0	2,756	25,913
EXPENDITURES				
643-728-726-000	<i>Supplies</i>	0	0	0
643-728-800-016	<i>Prof & Contractual (Site Environmental)</i>	0	0	0
643-728-800-017	<i>Prof & Contractual (Site Remediation)</i>	0	0	0
643-728-956-000	<i>Miscellaneous</i>	0	0	0
TOTAL EXPENDITURES		0	0	0

Account No.	Description	Actual Yr.-6/30/10	Est. Current Yr.-6/30/11	Budget Yr.-6/30/12
	Budgeted Net Revenues (Expenditures)	06/30/12		25,913
	Current Est. Operating Surplus (Deficit)	06/30/11	2,756	
	Accumulated Available Unappropriated Surplus (Deficit) From Prior Years	06/30/10	0	2,756
	PROJECTED SURPLUS AT END OF BUDGET YEAR			28,669

EQUIPMENT FUND

This fund owns and maintains the City's fleet of vehicles (except police, ambulance, and older fire vehicles) and construction equipment. Equipment rental is the amount charged to the other city departments for the use of this equipment. Two City Department of Public Works employees provide fleet vehicle maintenance.

Equipment is charged a rental rate, which in turn funds the replacement and maintenance costs. Revenues generated by the sale of outdated equipment will be placed back into the fund for future fund operations.

Purchases for the City's equipment and vehicle fleet are coordinated by the Department of Public Works.

Capital Outlay and Major Projects

New Equipment/Vehicles

Tandem Axle Dump w/ Spreader	661-905-983-000	\$ 175,000
Pickup Truck Replacement #19	661-905-983-000	25,000
Riding Mower w/ Mulching Deck	661-905-983-000	<u>17,000</u>

TOTAL EQUIPMENT/VEHICLE PURCHASES **\$ 217,000**

Disposal of Equipment

Tandem Plow Truck, Equipment #42
2003 Ford Van, Engineering #3
Pickup Truck, DPW #19
Riding Mower

DPW CONSTRUCTION FUND

During the fiscal year 2005-2006, the Alpena Building Authority completed construction of the new Department of Public Works Service Facility on Long Lake Avenue; which is now occupied by the Department of Public Works.

The Building Authority financed this project through the sale of approximately \$2-million in bonds. The Building Authority now leases the DPW facility to the City until the bonds are repaid, at which time the City of Alpena will assume direct ownership of it.

Since the City's Equipment Fund rents space in the new facility for storage of the DPW construction equipment and vehicle fleet, the Equipment Fund pays approximately \$120,000 per year to the Building Authority towards repayment of the bonds.

The Alpena Municipal Council has also authorized that the principal amount of \$207,000 in the DPW Construction Fund be retained within this fund and that the investment income only be used for building improvements and stationary building equipment. The current fund balance is \$266,687 leaving \$59,687 available for improvements at the building as necessary.

No expenditures are planned for fiscal year 2011-2012.

PUBLIC SAFETY FACILITY CONSTRUCTION FUND

On February 5, 1996, the Municipal council authorized that the principal amount of \$386,000 in the Public Safety Facility Construction fund be retained in the Construction Fund and that the investment income only be used for building improvements and stationary building equipment. A non-skid floor, humidifier system and a generator have been funded to date. A phone system expansion was completed in fiscal year 2001-2002. Phase I of the Energy Efficient Light installation and an upgrade to the Carbon Monoxide Emission System were completed in fiscal year 2003-2004. The Energy Efficient Light installation was completed in fiscal year 2004-2005. In fiscal year 2005-2006, the fund used \$11,000 for a phone system, \$1,320 for an air compressor, over \$10,000 for environmental site work and \$15,360 for the initial improvements and renovations to the Public Safety Facility Annex. In December of 2005, Council approved the use of \$20,000 from the principal in the Construction fund and authorized the Public Safety Director to obtain quotes on an additional \$45,000 of renovations to include overhead doors, gate & fence, paving, roof repairs and heating system repairs. The exterior side, back walls and windows were painted at a cost of \$3,684. The renovations were completed in fiscal year 2006-2007.

No capital projects are scheduled for 2011-2012.