

Southgate City Council Agenda

Council Chambers

Wednesday May 4, 2016

6:30pm **Work Study Session**

1. Arbor Day Poster Contest Winners
2. Officials Reports
3. Discussions regarding agenda items.

7:00 pm **Regular Meeting**

Pledge of Allegiance

Roll Call: Colovos, Farrah, George, Graziani, Rauch, Rollet, Zamecki.

Minutes:

1. Work Study Session Minutes dated April 20, 2016.
2. Regular City Council Meeting Minutes dated April 20, 2016.

Scheduled Persons in the Audience:

Consideration of Bids:

1. Letter from Mayor; Re: Bid for Purchase of Custodial Supplies Page 2
2. Letter from Mayor; Re: Bid for Carpentry Repairs and Construction Page 6
3. Letter from Mayor; Re: Bid for Lighting Supplies Page 10

Scheduled Hearings:

1. Memo from ACA/Finance Director; Re: Mayor's 2016/17 Proposed Budget Page 14
2. Memo from ACA/Finance Director; Re: Proposed Water/Sewer Rate Increase Page 21
3. Memo from ACA/Finance Director; Re: User Charge System for Southgate-Wyandotte Drainage District Page 22

Communications "A" –

1. Memo from ACA/Finance Director; Re: Water and Sewer Rate Increase Page 26
2. Memo from ACA/Finance Director; Re: Southgate-Wyandotte Drainage District Page 27
3. Memo from Laura Walsh; Re: Heritage Days Weekend 2016 Page 28

Communications "B" – (Receive and File)

Ordinances:

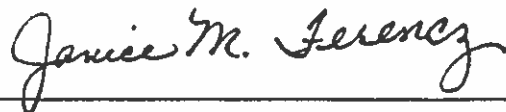
Old Business:

New Business:

Unscheduled Persons in the Audience:

Claims & Accounts: Warrant # 1304 – see warrant

Adjournment:



Janice M. Ferencz, City Clerk

JOSEPH G. KUSPA
Mayor

JANICE M. FERENCZ
City Clerk

JAMES E. DALLOS
Treasurer



City of Southgate
NORMA J. WURMLINGER
MUNICIPAL BUILDING

- CITY COUNCIL -

JOHN GRAZIANI
Council President

KAREN E. GEORGE

MARK FARRAH

BILL COLOVOS

DALE W. ZAMECKI

PHILLIP J. RAUCH

CHRISTOPHER P. ROLLET

April 26, 2016

To the Honorable
City Council
Southgate, Michigan 48195

Re: Bid for Purchase of Custodial Supplies

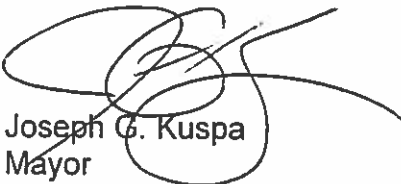
Ladies and Gentlemen:

Bids for the Purchase of Custodial Supplies were received and reviewed by the administration. It is recommended by DPS Director and I concur, that the bid be awarded to Allied-Eagle Supply Co., Detroit, Michigan in the amount of \$6,338.35. This was the lowest bid received and is the best choice for the City.

Sufficient funds are available in the various department accounts department fund to cover costs associated with this purchase.

Your favorable consideration of this matter is requested.

Sincerely,


Joseph G. Kuspa
Mayor

JGK/law

JOSEPH G. KUSPA
Mayor

JANICE M. FERENCZ
City Clerk

JAMES E. DALLOS
Treasurer



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CHRISTOPHER P. ROLLET

MEMORANDUM

TO: The Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 26, 2016

RE: Recommendation for Custodial Supplies

I have reviewed the above with the DPS Director and concur with his recommendation to award this bid to Allied-Eagle Supply Co., Detroit, Michigan the amount of \$6,338.35.

Adequate funds are budgeted in the various department accounts for this purchase.

From the Desk of:
Robert Tarabula
Director, D.P.S.
April 13, 2016

To: David Angileri
Finance Director

Re: Bid Recommendation for Custodial Supplies

After reviewing bids submitted for the Custodial Supplies, I find Allied Eagle Supply Co. to be the best choice for the City, based upon the following:

- They meet the bid specifications
- They are the low bidder based upon all products

Therefore, I recommend that the bid (for a period of one year) be awarded to:

Allied-Eagle Supply Co.
1801 Howard Street
Detroit, MI 48216
Phone(313) 230-0770, Fax (313) 230-0771
E-mail: joliver@alliedeagle.com

If you have any questions, please contact me.

RT/ad

Bid Tabulation Enclosed

(D/Bids-A: F4 Bid Recommendation: Custodial Supplies)

City of Southgate
14719 Schafer Court
Southgate, MI 48195
(734) 258-3079

Department of Public Services
Bid Tabulation – Custodial Supplies

Due: March 31, 2016

Company	Total Bid	Notes
Allied-Eagle Supply Co.	\$6,338.35	
Central Poly Corp.	\$10,744.72	Bid only 4/30 items
Hercules & Hercules, Inc.	\$12,539.96	
HP Products	\$8,655.49	
ICS Jail Supplies, Inc.	\$3,234.26	Bid only 5/30 items
Lower Huron Supply	\$9,533.89	
Pyramid School Products	\$3,264.29	Bid only 24/30 items
Baker's Gas & Welding	\$13,010.17	Bid only 29/30 items
Supplyden	\$17,102.60	

dm

JOSEPH G. KUSPA
Mayor

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April 26, 2016

To the Honorable
City Council
Southgate, Michigan 48195

Re: Bid for Carpentry Repairs and Construction

Ladies and Gentlemen:

Bids for Carpentry Repairs and Construction were received and reviewed by the administration. It is recommended by DPS Director and I concur to award this bid to the current vendor, Campbell Durocher Group, Erie, Michigan, as they have agreed to hold their current prices in the amount of \$25.00 per hour when using one Journeyman and \$15.00 per hour for one laborer.

Sufficient funds are available in the DPS department to cover costs associated with the Carpentry Repairs and Construction.

Your favorable consideration of this matter is requested.

Sincerely,

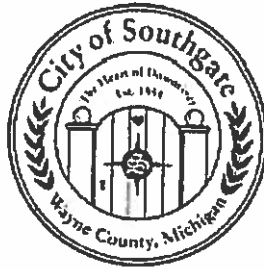
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CHRISTOPHER P. ROLLET

MEMORANDUM

TO: The Honorable Mayor and City Council


FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 26, 2016

RE: Recommendation for Carpentry Repairs and Construction

I have reviewed the above with the DPS Director and concur with his recommendation to award this bid to our current vendor, Campbell Durocher Group for two more years, at the current rate of 25.000 per hour when using one Journeyman and \$15.00 per hour for one Laborer.

Adequate funds are budgeted in the DPS department in the City to cover the cost of Carpentry Repairs Construction.

From the Desk of:
Robert Tarabula 
Director, D.P.S.
March 31, 2016

To: David Angileri
Finance Director

Re: Bid Recommendation for Carpentry (Construction and Repairs)

After reviewing bids submitted for Carpentry (Construction and Repairs), I find Campbell Durocher Group to be the best choice for the City, based upon the following:

- They meet all bid specifications
- They are the lowest bidder
- They are our current contractor

Several attempts were made to contact the lowest bidder for references with no response.

Therefore, I recommend that (for a period of two years) the bid is awarded to:

Campbell Durocher Group 6339 S. Telegraph Road Erie, MI 48133 (734) 242-5216

If you have any questions, please contact me.

RT/dm

Bid Tabulation Enclosed

(D/Bids-A: F4 Bid Recommendation: Carpentry Construction and Repairs)

City of Southgate
 14719 Schafer Court
 Southgate, MI 48195
 (734) 258-3079

Department of Public Services
 Bid Tabulation – Carpentry (Construction & Repairs)
 Due & Opened: March 31, 2016

Company	Monday – Friday 8:00 a.m. – 5:00 p.m.		Weekends/Holidays or after 5:00 p.m.	
	Journeyman	Laborer	Journeyman	Laborer
Campbell Durocher Group	\$25.00 per hour	\$15.00 per hour	\$35.00 per hour	\$20.00 per hour
Meridian Contracting Group, LLC	\$38.00 per hour	\$24.00 per hour	\$49.00 per hour	\$33.00 per hour
Allied	\$62.00 per hour	\$57.00 per hour	\$93.00 per hour	\$88.00 per hour

dm

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April 26, 2016

To the Honorable
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Southgate, Michigan 48195

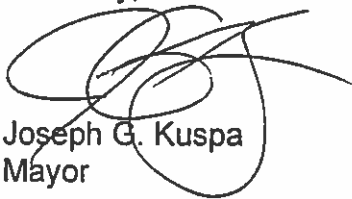
Re: Bid for Lighting Supplies

Ladies and Gentlemen:

Bids for Lighting Supplies were received and reviewed by the administration. It is recommended by DPS Director and I concur, that the bid be awarded to Voss Lighting, Grand Rapids, MI in the amount of \$18,882.92. This was the lowest bid received and is the best choice for the City.

Sufficient funds are available in the various department accounts to cover costs associated with this purchase. Your favorable consideration of this matter is requested.

Sincerely,



Joseph G. Kuspa
Mayor

JOSEPH G. KUSPA
Mayor

JANICE M. FERENCZ
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JAMES E. DALLOS
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MEMORANDUM

TO: The Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 26, 2016

RE: Recommendation for Lighting Supplies

I have reviewed the above with the DPS Director and concur with his recommendation to award this bid to Voss Lighting, Grand Rapids, MI in the amount of \$18,882.92.

Adequate funds are budgeted in the various department accounts for this purchase.

From the Desk of:
Robert Tarabula,
Director, D.P.S.
March 31, 2016

To: David Angileri
Finance Director

Re: Bid Recommendation for Lighting Supplies

Voss Lighting was the lowest bidder for Lighting Supplies.

Therefore, I recommend the bid be awarded (for a period of two years) to:

Voss Lighting
3839 E. Paris Ave SE, Suite 307
Grand Rapids, MI 49512
Phone(616) 975-9914, Fax(616)975-9924
Email: 20ORDER@VOSSLIGHTING.COM

If you have any questions, please contact me.

RT/dm

Bid Tabulation Enclosed

(D/Bids-A: F4 Bid Recommendation: Lighting Supplies)

City of Southgate
14719 Schafer Court
Southgate, MI 48195
(734) 258-3079

Department of Public Services
Bid Tabulation – Lighting Supplies

Due & Opened: March 31, 2016

Company	Total Bid Amount
EDSS	\$21,192.75
Graybar	\$19,720.66
Retroled	\$30,180.00
Voss Lighting	\$18,882.92
Walker-Miller Energy	\$27,487.50
Madison Electric	\$28,091.42

dm

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MEMORANDUM

TO: Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 26, 2016

RE: Public Hearing on the Mayor's 2016/17 Proposed Budget

Pursuant to the City Charter, a Public Hearing must be held to obtain comments from the public on the 2016/17 Proposed Budget.

Pursuant to the provision of the Public Act 5 of 1982, the City must also hold a Public Hearing in order to levy the Millage rate, which has been proposed in the Mayor's 2016/17 Budget and are before you tonight on State form L-4029. All proposed millages are within our Charter of statutory limitations and the City has complete authority to levy this Millage.

Notice was given to the City's official newspaper and a copy of the Proposed Budget has been available at the City Clerk's office for public inspection since March 27, 2016.

Final Council approval is scheduled for May 18, 2016

Carefully read the instructions on page 2.

2015 Tax Rate Request (This form must be completed and submitted on or before September 30, 2015)
MILLAGE REQUEST REPORT TO COUNTY BOARD OF COMMISSIONERS

This form is issued under authority of MCL Sections 211.24e, 211.34 and 211.34d. Filing is mandatory; Penalty applies.

County(ies) Where the Local Government Unit Levies Taxes

Wayne

2015 Taxable Value of ALL Properties in the Unit as of 5-26-15
660,065,840

Local Government Unit Requesting Millage Levy
City of Southgate

For LOCAL School Districts: 2015 Taxable Value excluding Principal Residence, Qualified Agricultural, Qualified Forest, Industrial Personal and Commercial Personal Properties.

This form must be completed for each unit of government for which a property tax is levied. Penalty for non-filing is provided under MCL Sec 211.119. The following tax rates have been authorized for levy on the 2015 tax roll.

(1) Source	(2) Purpose of Millage	(3) Date of Election	(4) Original Millage Authorized by Election Charter, etc.	(5)** 2014 Millage Rate Permanently Reduced by MCL 211.34d "Headlee"	(6) 2015 Current Year "Headlee" Millage Reduction Fraction	(7) 2015 Millage Rate Permanently Reduced by MCL 211.34d "Headlee"	(8) Sec. 211.34 Truth in Assessing or Equalization Millage Rollback Fraction	(9) Maximum Allowable Millage Levy *	(10) Millage Requested to be Levied July 1	(11) Millage Requested to be Levied Dec. 1	(12) Expiration Date of Millage Authorized
Charter	Oper	1958	12.50	10.1366	1.00	10.1366	1.00	10.1366	10.1366		na
298/1917	Refuse		3.00	2.4326	1.00	2.4326	1.00	2.4326	2.4326		na
345/1937	P&F Ret		as need		1.00		1.00		8.0260		na
Library	Oper	1994	1.00	.9667	1.00	.9667	1.00	.8800	.8800		na
Roads	Con/Rec	2011	1.9334	1.9334	1.00	1.9334	1.00	1.9334	1.9334		na
359/1925	Advert		.074	.074	1.00	.074	1.00	.074	.074		11/20/16
Judgeme	EPA		as need		1.00		1.00	1.526		1.526	na

Prepared by
David Angileri
Telephone Number
734-258-3017

Title of Preparer
Asst City Admin/Fin Dir

Date
4/26/2016

CERTIFICATION: As the representatives for the local government unit named above, we certify that these requested tax levy rates have been reduced, if necessary to comply with the state constitution (Article 9, Section 31), and that the requested levy rates have also been reduced, if necessary, to comply with MCL Sections 211.24e, 211.34 and, for LOCAL school districts which levy a Supplemental (Hold Harmless) Millage, 380.1211(3).

Clerk
 Secretary
 Chairperson
 President

Signature
Jan Ferencz
Print Name
Jan Ferencz
Date
4/26/2016

Signature
Joseph Kuspa
Print Name
Joseph Kuspa
Date
4/26/2016

* Under Truth in Taxation, MCL Section 211.24e, the governing body may decide to levy a rate which will not exceed the maximum authorized rate allowed in column 9. The requirements of MCL 211.24e must be met prior to levying an operating levy which is larger than the base tax rate but not larger than the rate in column 9.

** **IMPORTANT:** See instructions on page 2 regarding where to find the millage rate used in column (5).

Local School District Use Only. Complete if requesting millage to be levied. See 57C-Bulletin 3 of 2015 for instructions on completing this section.	
Total School District Operating Rates to be Levied (HH/Supp and NH Oper ONLY)	Rate
For Principal Residence, Qualified Ag. Qualified Forest and Industrial Personal	
For Commercial Personal	
For all Other	

CITY OF SOUTHGATE
2016 - 2017 FISCAL YEAR BUDGET
MILLAGE RATE SUMMARY

<u>CITY</u>	<u>12/13</u>	<u>13/14</u>	<u>14/15</u>	<u>15/16</u>	<u>16/17</u>
Operating	10.1366	10.1366	10.1366	10.1366	10.1366
Rubbish	2.4326	2.4326	2.4326	2.4326	2.4326
Act 345 Police & Fire Retirement	6.5973	6.9730	7.3600	7.4200	8.0260
Act 359 of 1925			0.0740	0.0740	0.0740
Roads	1.9334	1.9334	1.9334	1.9334	1.9334
Library	0.8800	0.8800	0.8800	0.8800	0.8800
TOTAL CITY MILLAGE	21.9799	22.3556	22.8166	22.8766	23.4826
<u>COUNTY</u>					
Operating & Jail	7.5761	7.5761	7.5761	7.5761	7.5761
WC Parks	0.2459	0.2459	0.2459	0.2459	0.2459
Huron/Clinton	0.2154	0.2154	0.2154	0.2154	0.2154
ISD/S. ED.	3.4643	3.4643	3.4643	3.4643	3.4643
Community College	2.4844	2.4844	2.4844	2.4844	2.4844
EPA Levy	1.927	1.7660	1.5770	1.3742	1.5260
W.C.T.A.	0.5980	0.5980	0.5980	0.5980	0.5980
TOTAL COUNTY MILLAGE	16.5111	16.3501	16.1611	15.9583	16.1101
<u>SCHOOL</u>					
Operating	6.0000	6.0000	6.0000	6.0000	6.0000
Debt Retirement	5.1500	5.1500	5.1500	5.1500	5.1500
TOTAL MILLAGE (SOUTHGATE)	44.4910	44.7057	44.9777	44.8349	45.5927

CITY OF SOUTHGATE
2016 - 2017 FISCAL YEAR BUDGET
GENERAL FUND "ESTIMATED REVENUES" (FUND 101)

	FY 14/15 ACTUALS	FY 15/16 12/31/2015	FY 15/16 BUDGET	FY 15/16 ESTIMATE	DEPT REQ FY 16/17	MAYORS RECOMM
403-000 Current Taxes						
403-001 City Operating	6,300,095	5,900,813	6,362,794	6,310,000	6,374,588	6,374,588
403-002 Rubbish	1,507,790	1,415,798	1,526,955	1,516,000	1,529,785	1,529,785
403-003 Police & Fire Pension	4,543,570	4,316,556	4,671,516	4,638,000	4,849,522	5,080,149
403-004 Act 359 of 1925	47,637	45,026	46,000	48,000	49,000	49,000
403-494 DDA Tax Sharing	104,549		104,549	104,549	104,485	104,485
403-495 TIFA Tax Sharing	287,577		287,577	287,577	301,175	301,175
424-000 Payment in Lieu of Taxes	118,603	32,795	100,000	111,292	115,000	117,100
444-000 Administration Fee	389,007	298,147	385,000	387,203	388,000	388,100
445-000 Penalties & Interest	82,262	13,940	115,500	82,000	82,000	82,100
	<u>13,381,090</u>	<u>12,023,075</u>	<u>13,599,891</u>	<u>13,484,621</u>	<u>13,793,555</u>	<u>14,026,482</u>
451-000 Business Licenses	38,362	26,920	63,000	34,000	35,000	35,500
476-000 Fire Suppression Permits	4,716	1,271	2,000	3,300	3,500	4,000
477-000 Building Permits	451,442	313,102	400,000	450,000	450,000	450,000
478-000 Other Licenses & Fees	12,949	5,917	13,250	13,300	13,000	13,000
479-000 Rental Fee	22,774	15,225	24,250	30,000	25,000	25,000
481-000 Vacant Property Registrations	15,840	5,040	17,250	7,000	15,000	16,000
	<u>546,083</u>	<u>367,475</u>	<u>519,750</u>	<u>537,600</u>	<u>541,500</u>	<u>543,500</u>
529-000 Fed Grts - CDBG Admin	18,112	-	-	-	-	-
529-001 Fed Grant Justice	13,692	-	15,000	15,000	15,000	15,000
529-002 FEMA	21,751	-	-	-	-	-
529-003 Fed Grant Law Enfore	49,319	13,891	30,000	27,000	25,000	25,000
529-009 Fed Grant Fire Equipment	33,920	-	-	-	-	-
529-010 Forest Grant	35,635	14,710	-	-	-	-
539-000 State Grants	-	-	-	28,000	-	-
540-000 Juror Reimbursement	590	-	200	500	500	600
541-000 District Court Judge Supp	45,724	11,769	45,724	45,724	45,724	45,724
544-000 SMART Grant	54,318	14,043	60,000	55,000	55,000	55,000
545-000 Act 302 Training Grant	7,614	4,016	7,500	8,000	7,500	7,800
573-000 Local Stabilization share	-	208,785	-	208,785	104,500	104,500
576-000 Sales Constitutional	2,297,066	777,331	2,404,639	2,262,899	2,370,176	2,370,176
576-001 EVIP	593,802	198,917	596,749	596,749	596,749	596,749
578-000 Liquor Licenses	22,305	22,611	22,000	22,611	23,000	22,500
582-000 DCC Police	7,602	3,570	-	7,000	7,000	7,600
	<u>3,201,450</u>	<u>1,269,643</u>	<u>3,181,812</u>	<u>3,277,268</u>	<u>3,243,149</u>	<u>3,243,049</u>

CITY OF SOUTHGATE
2016 - 2017 FISCAL YEAR BUDGET
GENERAL FUND "ESTIMATED REVENUES" (FUND 101)

	FY 14/15 ACTUALS	FY 15/16 12/31/2015	FY 15/16 BUDGET	FY 15/16 ESTIMATE	DEPT REQ FY 16/17	MAYORS RECOMM
612-000 Youth Sports Programs	64,569	28,847	49,000	65,000	64,000	64,000
612-001 Adult Sports Programs	28,576	9,402	28,000	27,000	28,000	28,000
612-002 Shelter/Pavilion Rental	12,237	2,117	8,500	11,000	10,000	10,000
613-000 Ice Time Rentals	276,665	92,452	268,000	258,000	262,000	262,000
613-001 Figure Skating Programs	88,062	47,327	107,000	98,000	100,000	100,000
613-002 Recreation Ice Programs	32,342	9,482	35,000	29,000	31,000	31,000
614-000 Rent/Vending Revenue	53,417	20,914	53,000	53,000	53,000	53,000
620-000 Service charges	5,372	2,129	6,000	6,000	6,000	6,000
629-000 Accumed Fire Service	4,305	-	5,500	2,500	4,000	4,300
630-000 Senior Center Van services	5,829	3,289	6,000	5,300	5,500	6,000
632-000 Report Copies	5,345	1,952	2,200	6,600	5,000	5,400
638-000 Police dept services	43,332	15,400	60,000	45,000	44,000	44,000
639-000 Tree Plantings	2,220	4,818	4,000	5,000	4,000	5,000
640-000 Sidewalk Installations	3,162	-	38,500	31,500	75,000	75,000
641-000 Weed Cutting	40,545	11,980	35,000	42,000	41,000	41,500
	665,978	250,109	705,700	684,900	732,500	735,200
656-000 Court fines & fees	1,380,185	406,650	1,375,000	1,090,000	1,100,000	1,224,000
656-003 Drug Case Management	541	-	500	500	500	600
656-004 Drunk-Driving Caseflow	10,134	-	15,000	10,000	10,000	10,200
656-005 Work Program	29,584	13,620	31,000	36,000	32,000	33,000
	1,420,444	420,270	1,421,500	1,136,500	1,142,500	1,267,800
664-000 Interest on Deposits	1,814	321	2,000	1,000	2,000	2,000
668-000 Rents & Royalties	657,129	160,720	625,000	660,000	655,000	660,000
668-001 Rent from School Board	42,109	21,055	42,100	42,000	42,000	42,100
	701,052	182,096	669,100	703,000	699,000	704,100
371-000 Other revenue	8,130	2,965	9,000	6,000	7,000	8,000
373-000 Sale of City Property	5,770	-	10,000	6,000	6,000	6,000
380-000 Processing Fee Deq W/S	45,408	31,167	44,500	39,000	40,000	40,500
396-000 SEMIA Revenue	55,000	-	55,000	55,000	55,000	55,000
	114,308	34,132	118,500	106,000	108,000	109,500
99-202 Trans in from Major str	290,152	77,218	295,000	192,000	245,000	247,500
99-203 Trans in from Local str	345,557	204,501	345,000	385,000	365,000	365,500
99-271 Trans in from Library Fund	35,000	-	35,000	35,000	35,000	35,000
99-494 Trans in from DDA	40,000	-	40,000	40,000	40,000	40,000
99-495 Trans in from TIFA	35,000	-	35,000	35,000	35,000	35,000
99-591 Trans in from Water Fund	553,379	-	553,379	553,379	553,379	553,379
99-745 Trans in from Federal Drug	162,864	-	-	-	-	-
	1,461,952	281,719	1,303,379	1,240,379	1,273,379	1,276,379
TOTAL GENERAL FUND REVENUE	21,492,357	14,828,519	21,519,632	21,170,268	21,533,583	21,906,010

CITY OF SOUTHGATE
2016 - 2017 FISCAL YEAR BUDGET
GENERAL FUND
EXPENDITURE SUMMARY

DEPT #	DEPARTMENT	2014 - 2015		2015-2016		2016-2017	
		PRIOR YEAR	YEAR TO DATE 12/31/2015	BUDGET	ESTIMATED	REQUEST	MAYORS
101	City Council	\$ 34,340	\$ 17,260	\$ 35,390	\$ 34,690	\$ 35,390	\$ 34,915
136	District Court	\$ 1,083,196	\$ 473,611	\$ 1,044,326	\$ 1,000,487	\$ 1,129,222	\$ 1,027,946
171	Executive	\$ 244,196	\$ 109,542	\$ 233,709	\$ 237,701	\$ 215,479	\$ 214,879
191	Elections	\$ 54,056	\$ 5,339	\$ 59,651	\$ 61,401	\$ 89,150	\$ 87,250
209	Assessor	\$ 151,820	\$ 45,049	\$ 158,150	\$ 177,100	\$ 173,700	\$ 173,400
210	Attorney	\$ 145,404	\$ 89,200	\$ 145,500	\$ 145,500	\$ 145,500	\$ 145,500
215	City Clerk	\$ 155,365	\$ 74,254	\$ 151,262	\$ 160,096	\$ 148,177	\$ 147,877
220	Municipal Emp Civil Serv	\$ -	\$ -	\$ -	\$ 1,000	\$ 1,000	\$ 1,000
221	Police & Fire Civil Serv	\$ 18,706	\$ 1,875	\$ 8,500	\$ 12,670	\$ 12,000	\$ 11,000
223	Finance	\$ 412,577	\$ 219,322	\$ 439,195	\$ 448,201	\$ 417,877	\$ 417,302
253	Treasurer	\$ 211,694	\$ 106,961	\$ 217,822	\$ 226,538	\$ 212,087	\$ 210,537
299	General Government	\$ 3,507,375	\$ 2,772,987	\$ 3,611,754	\$ 3,408,022	\$ 3,691,829	\$ 3,716,076
301	Police	\$ 6,191,243	\$ 3,646,090	\$ 6,283,411	\$ 6,226,580	\$ 6,547,374	\$ 6,651,764
336	Fire	\$ 3,650,282	\$ 2,316,162	\$ 3,622,934	\$ 3,627,819	\$ 3,643,857	\$ 3,740,656
371	Building	\$ 341,625	\$ 161,619	\$ 338,765	\$ 338,407	\$ 332,182	\$ 331,932
400	Planning Commission	\$ 7,745	\$ 1,927	\$ 7,500	\$ 6,800	\$ 7,000	\$ 6,500
426	Police Reserves	\$ -	\$ -	\$ 4,790	\$ 4,790	\$ 4,790	\$ 4,790
441	DPS	\$ 1,884,443	\$ 884,188	\$ 1,860,365	\$ 1,832,990	\$ 1,813,254	\$ 1,761,185
442	City Garage	\$ 524,517	\$ 236,223	\$ 585,878	\$ 527,836	\$ 531,475	\$ 530,475
528	Sanitation	\$ 1,447,276	\$ 597,647	\$ 1,443,804	\$ 1,454,414	\$ 1,459,083	\$ 1,459,083
672	Senior Citizens Center	\$ 75,252	\$ 35,379	\$ 81,891	\$ 77,867	\$ 79,893	\$ 78,492
751	Recreation	\$ 589,945	\$ 265,007	\$ 611,602	\$ 583,313	\$ 614,058	\$ 574,443
803	Historical Museum	\$ 2,888	\$ 229	\$ 2,000	\$ 3,000	\$ 3,000	\$ 3,000
805	Civic Center	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
965	Transfers Out	\$ 584,175	\$ 571,175	\$ 571,175	\$ 571,175	\$ 575,975	\$ 575,975
TOTAL GENERAL FUND		\$ 21,318,120	\$ 12,631,046	\$ 21,519,374	\$ 21,168,397	\$ 21,883,352	\$ 21,905,977

BUDGET

	<u>Revenues</u>	<u>Expenditures</u>
202 Major Street	2,358,658	2,358,658
203 Local Street	774,108	2,306,000
204 Municipal Street	1,216,355	601,500
211 Southgate/ Waandotte	1,241,000	2,965,392
245 Water & Sewer Improvement	600,000	750,000
246 Court Public Improvement	140,000	143,000
248 CDBG	155,658	155,658
271 Library	583,705	683,694
305 Building Authority	1,063,035	1,063,035
494 DDA	429,324	494,220
495 TIFA	511,271	714,285
584 Golf	272,515	262,920
591 Water and Sewer	7,416,280	8,302,706
677 Workers Comp	120,000	120,000
734 Severance Reserve	240,000	142,500

JOSEPH G. KUSPA
Mayor

JANICE M. FERENCZ
City Clerk

JAMES E. DALLOS
Treasurer



City of Southgate
NORMA J. WURLINGER
MUNICIPAL BUILDING

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DALE W. ZAMECKI

PHILLIP J. RAUCH

CHRISTOPHER P. ROLLET

MEMORANDUM

TO: Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 22, 2016

RE: Proposed Water/Sewer Rate Increase

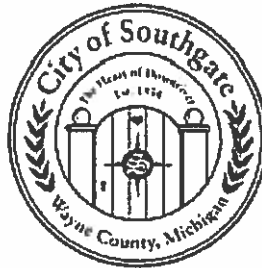
Attached is the proposed Water and Sewer rate increase as discussed with you during the budget study sessions. The proposed Water Rate is \$23.79 with \$1.15 increase per 1,000 cubic feet. The proposed Sewer Rate is \$29.93 with no increase per 1,000 cubic feet. The proposed Capital Rate is \$6.00 with no increase per 1,000 cubic feet.

At the conclusion of this evening's public hearing the Administration is requesting the City Council adopt a resolution establishing the new Water rate at \$23.79 per 1,000 cubic feet. Should you have any questions please contact me at 734-258-3017.

JOSEPH G. KUSPA
Mayor

JANICE M. FERENCZ
City Clerk

JAMES E. DALLOS
Treasurer




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MEMORANDUM

TO: Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 22, 2016

RE: User charge System for Southgate-Wyandotte Drainage District Public Hearing

This Communication provides information regarding the user charge system in place for the operating and maintenance as well as Capital Improvement charges of the Southgate-Wyandotte Drainage District.

In 1975, the City of Southgate agreed to implement a user charge system as a condition of an EPA grant award in the amount of \$40,793,250 to construct improvements to the District. Upon completion of such construction in 1980 the Wayne County Drainage Board utilized excess construction funds (monies approved and levied for original construction) for the purpose of operating and maintaining the system – the approximate amount of excess funds used for this purpose over the past years is eight (8) million dollars.

The Wayne County Drainage Board has approved a final order of apportionment of the costs of the operating, maintaining and replacing facilities of the Southgate-Wyandotte Drainage District, as follows:

City of Southgate	42.708%
City of Wyandotte	50.322%
State of Michigan	1.804%
County of Wayne	5.166%

The Board has presently approved an annual budget of O/M costs for fiscal year October 1, 2015 to September 30, 2016 in the amount of \$2,007,526. Therefore, based on our apportionment percentage, the City's annual cost is \$810,536 for this current fiscal year. In addition, modernization and automation of the retention treatment facilities is estimated at over \$23M (Southgate's portion equal to about \$9,822,840). The project will be funded by fund balance, additional levy in fiscal year 2016/2017. The additional levy for 2016/2017 is 654,856. Therefore, I recommend a total 2016/2017 levy of \$1,465,392.

The staff has computed a charge to benefiting property owners within the District based upon size of parcel (acreage) as well as land use (whether residential, commercial or industrial see exhibit A). Approximately 60% of the geographic area of the City is included in the District.

Boundaries are as follows:

North: Brest Avenue
South: Pennsylvania
East: Fort Street
West: Generally comprised by the area
Commencing with McCann (on South side)
To Eureka to Reeck to I-75.

There are over 8,000 parcels identified in this district. For your information, the user charge (average) for a typical residential parcel of property, assuming a 40' x 120' or 50' x 120' lot is about \$58.00 or \$70.00 respectively.

Included within the user charge system are institutional owners such as schools and churches, as well as private property owners. These institutions will also be required to pay a user charge.

EXHIBIT A - USER CHARGE FORMULA

For each parcel of land within the Southgate-Wyandotte Drainage District, the following formula will be applied to determine the annual user charge to be assigned to each parcel so situated.

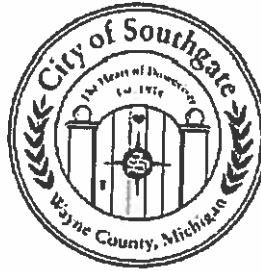
1. Each Southgate parcel within the Southgate-Wyandotte Drainage District will be assigned to one of the following eight use categories:
 1. Residential
 - a. R1=0 to .359 acres
 - b. R2=. 360 to .750 acres
 - c. R3=Over .750 acres
 2. Churches
 3. Commercial
 4. Industrial
 5. Schools
 6. Municipal Complex
 7. Streets & Alleys
 8. Undeveloped (any user class)
2. Each of the eight categories has been assigned a runoff co-efficient as follows:
 1. A. .503
b. .314
c. .258
 2. .517
 3. .802
 4. .635
 5. .351
 6. .330
 7. .612
 8. .200
3. Each Southgate parcel in the Southgate-Wyandotte Drainage District will be assigned a figure, which represents the actual acreage of each parcel.

4. The acreage for each parcel will be multiplied by the runoff co-efficient assigned to that parcel's category.
5. The product of the acreage multiplied by the runoff co-efficient shall be the impervious acreage per parcel in the Southgate-Wyandotte Drainage District.
6. Areas in the Southgate-Wyandotte Drainage District with storm water runoff which flows elsewhere than Pump Station No. 5 or the Pine Street Pump Station, will be given a 95% reduction in the total impervious acreage assigned to that parcel.
7. The annual operation and maintenance along with Capital costs assigned to the Southgate-Wyandotte Drainage District by Wayne County.
8. The annual operation and maintenance will multiplied by 42.708% plus the cost of Capital Improvements to determine the total Southgate share of the Southgate-Wyandotte District costs.
9. The total Southgate share of the Southgate-Wyandotte Drainage District costs will be divided by the total impervious acreage in the Southgate portion of the Southgate-Wyandotte Drainage District to yield a unit cost per impervious acre.
10. The impervious acreage for each Southgate parcel in the Southgate-Wyandotte Drainage District will be multiplied by the product of the calculation in #9 hereinabove.
11. The result of the product derived from #10 hereinabove shall be the annual fee charged to each Southgate parcel in the Southgate-Wyandotte Drainage District.

JOSEPH G. KUSPA
Mayor

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CHRISTOPHER P. ROLLET

MEMORANDUM

TO: Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 22, 2016

RE: Water and Sewer Rate Increase

Under a separate transmittal, you have previously held the Public Hearing for the Water and Sewer Rate Increase for fiscal year 2016/2017.

It is recommended that City Council adopt a resolution establishing the new Water Rate at \$23.79 per 1,000 cubic feet for fiscal year 2016/2017.

JOSEPH G. KUSPA
Mayor

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MEMORANDUM

TO: Honorable Mayor and City Council

FROM: David Angileri, Assistant City Administrator/Finance Director 

DATE: April 22, 2016

RE: Southgate-Wyandotte Drainage District User Charge

Under a separate transmittal, you have previously held the Public Hearing for the Southgate-Wyandotte Drainage District regarding the 2016/2017 special assessments.

It is recommended that City Council adopt a resolution, which approves the 2016/2017 fiscal year apportionment for the City of Southgate.

JOSEPH G. KUSPA
Mayor

JANICE M. FERENCZ
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Memorandum

To: The Honorable Mayor and City Council

From: Laura Walsh, Mayor's Office

Date: April 29, 2016

Re: Heritage Days Weekend

As you may be aware, this year Heritage Days Weekend is scheduled for June 17 and 18, 2016.

Therefore, it is requested that the City Council approve the following resolution:

"RESOLVED, that the annual Heritage Days Weekend in the City of Southgate, Michigan, be held from June 17 through June 18, 2016, and the City Council approves the Liquor License Application for this event.

Your favorable consideration of this matter is appreciated.