

CITY OF FENTON COUNCIL PROCEEDINGS
Monday, May 8, 2006
City Hall Council Chambers
301 South Leroy Street

Meeting was called to order by Mayor Osborn at 7:30 P.M.

The invocation for the evening was the Lord's Prayer, followed by the Pledge of Allegiance.

Present: Angeluski, Hammond, King, Moffitt, North, Osborn, Rauch.
Absent: None.
Others Present: Michael Senyko, City Manager; Christopher Wren, Assistant City Manager;
Sarah Gabis, Legal Counsel; Cynthia Shane, City Treasurer; Richard Aro,
Police Chief.

MINUTES

King inquired about the addition of a new street sweeper in the next fiscal year budget. Senyko explained that the sweeper is not technically part of the budget, and would require additional Council approval if there were to be a purchase. Senyko further explained that the Council could also consider contracting out the service to sweep the streets, however, any action the Council would take on this matter does not impact the budget as it is written at this time. North suggested contacting other surrounding communities to see if they could come to a mutual agreement to provide the services jointly. Rauch requested to see comparables of how much it costs the City for the DPW to sweep the streets versus contracting the services out. Osborn expressed that she does not think the current method is working as well as it should because there are parts of the City that still look very dirty.

King also inquired about additional funding for the Cemetery and Senyko responded that he had added additional funding for this item.

Moved by King, seconded by Hammond to approve the minutes of the April 22, 2006 Budget Work Session and the April 24, 2006 regular meeting. Motion carried by voice vote.

ACCOUNTS PAYABLE

King inquired about two billings from Stantec for Water Plant Services and Senyko explained that these bills were still part of the last few that were arriving from work completed on the Water Plant and the Main Street Connector.

A motion was made by Rauch, seconded by Hammond to authorize payment of invoices in the amount of \$124,635.08.

YEAS: Osborn, Rauch, Angeluski, Hammond, King, Moffitt, North.

NAYS:None.

ABSENT: None. Motion carried.

CORRESPONDENCE, MINUTES, & REPORTS

North requested that the Council receive the Planning Commission synopsis sooner, so they have more time to review it. Angeluski expressed his displeasure that Planning Commissioner Grossmyer appears to be so involved with the Southern Lakes Planning Initiative, because he feels it is inappropriate for him to be that involved. Hammond explained that Grossmyer requested that the Planning Commission listen to a representative from the University of Michigan give a presentation about what the Planning Initiative is, in order to provide the clearest information possible. King stated that the Council decided at a work session that the Southern Lakes Planning Initiative should go before the Planning Commission before it comes to Council because that is the appropriate protocol. King further explained that the Planning Commission tabled this item because it was not on the agenda and they wanted to give the public the opportunity to speak on this matter as well. Angeluski stated that he does not support this initiative in any way, due to financial questions.

Rauch inquired if Wal-Mart had contacted the City regarding their denial, and Senyko stated that they have not responded yet, to his knowledge. Rauch requested that the Council be updated on this matter in the Friday Memo.

A motion was made by Rauch and seconded by North to approve and place on file the following minutes and correspondence:

- Minutes from the March 23, 2006 Planning Commission meeting.
 - Notice of Hearing for the electric customers of the Consumers Energy Company.
- Motion carried by voice vote, with Angeluski dissenting.

CITIZENS COMMENTS - None.

BUDGET PUBLIC HEARING

Senyko reviewed the process of creating the proposed budget for the 2005-2006 Interim Budget and the 2006-2007 Fiscal Year Budget, and reminded the Council that any action taken tonight will not bind the Council to the purchase of a new street sweeper.

King stated that the Master Plan Committee of the DDA requested to review the budget as well. Angeluski stated that he had received some phone calls regarding the proposed project to re-vamp Elizabeth Street, because some residents expressed their concern that the City is showing favoritism towards the French Laundry. Senyko reinforced that the City does not repair roads for businesses, it repairs roads for the public. Rauch expressed that a special assessment may be a better course of action for this particular project.

Mayor Osborn opened the Public Hearing at 7:55 PM.

Anthony Brown, of 318 W. Caroline, expressed that he thought it would be a better option for the City to purchase the house that was discussed at the April 24, 2006 meeting and turn that into a parking lot. North stated that one of the goals of this project was to make parking on that street more uniform in order to reduce the strain of the homeowners on that street. Osborn stated that this is only

one solution to the parking problem in that area and they have also researched the potential purchase of property on Caroline Street.

Shannon Brandt, of 303 East Rockwell, expressed her opinion that the French Laundry should not be penalized for bringing something positive into the community, however the residents should not be punished either.

Elizabeth Evans, of 607 South Adelaide, expressed that she is not in favor of the paving project on Elizabeth Street.

Mayor Osborn closed the Public Hearing at 8:05 PM.

CITY OF FENTON
RESOLUTION NO. 06-11

RESOLVED, that this resolution shall be the general appropriations of the City of Fenton for the fiscal year 2005-2006: A resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all income received by the City of Fenton.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the General Fund of the City of Fenton for the fiscal year 2005-2006 are as follows:

Revenue

| | |
|-------------------------|-------------|
| Taxes | \$4,257,505 |
| Intergovernmental | 894,630 |
| Charges for Services | 231,659 |
| Fines & Forfeits | 88,000 |
| Licenses and Permits | 202,000 |
| Interest | 70,000 |
| Miscellaneous | 12,100 |
| Transfer In | 75,000 |
| Refund & Reimbursements | <u>120</u> |
| Total Revenue | \$5,831,014 |

Fund Balance July 1 \$1,544,544

Total Available to Appropriate \$7,375,588

BE IT FURTHER RESOLVED, that \$6,150,495 of the total available to appropriate in the General Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|-------------------------|------------|
| Legislative & Executive | \$ 219,050 |
| General Services | 1,338,240 |
| Police | 2,082,760 |

| | |
|-------------------------|------------------|
| Fire | 744,760 |
| Protective Inspection | 263,285 |
| Public Service | 368,660 |
| Community Service | 121,740 |
| Operating Transfers Out | <u>1,012,000</u> |

Total Appropriated \$6,150,495

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Major Street Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue

| | |
|------------------------|----------------|
| Intergovernmental | \$ 538,700 |
| Interest | 1,000 |
| Operating Transfers In | <u>230,000</u> |
| Total Revenue | \$ 769,700 |

Fund Balance July 1 \$ 44,594
 Total Available to Appropriate \$ 814,294

BE IT FURTHER RESOLVED, that \$754,930 of the total available to appropriate in the Major Street Fund is hereby appropriated in the amounts and for the purpose set below:

Expenditures

| | |
|----------------------|----------------|
| Highways and Streets | \$ 629,930 |
| Tranfers Out | <u>125,000</u> |
| Total Appropriated | \$ 754,930 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Local Street Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue

| | |
|------------------------|----------------|
| Intergovernmental | \$ 224,700 |
| Interest | 1,500 |
| Operating Transfers In | <u>445,000</u> |
| Total Revenue | \$ 671,200 |

Fund Balance July 1 11,581
 Total Available to Appropriate \$ 682,781

BE IT FURTHER RESOLVED, that \$654,050 of the total available to appropriate in the Local Street Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures

| | |
|----------------------|------------------|
| Highways and Streets | <u>\$654,050</u> |
| Total Appropriated | \$654,050 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Parks and Recreation Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue

| | | | |
|------------------------|----|----------------|-----|
| Fees and Sales | \$ | 25,000 | |
| Interest | | 500 | |
| Donations | | | 500 |
| Operating Transfers In | | <u>217,000</u> | |
| Total Revenue | \$ | 243,000 | |

| | | |
|--------------------------------|----|-----------------|
| Fund Balance July 1 | | <u>\$ 5,816</u> |
| Total Available to Appropriate | \$ | 248,816 |

BE IT FURTHER RESOLVED, that \$243,700 of the total available to appropriate in the Parks and Recreation Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|------------------|
| Parks | <u>\$243,700</u> |
| Total Appropriated | \$243,700 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the Cemetery Fund of the City of Fenton for fiscal year 2005-2006 is a follows:

Revenue

| | | |
|----------------------|----|---------------|
| Charges for Services | \$ | 25,100 |
| Interest | | 200 |
| Transfer In | | <u>30,000</u> |
| Total Revenue | \$ | 55,300 |

| | | |
|--------------------------------|----|------------------|
| Fund Balance July 1 | | <u>\$ 38,334</u> |
| Total Available to Appropriate | \$ | 93,634 |

BE IT FURTHER RESOLVED, that \$68,870 of the total available to appropriate in the Cemetery Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|------------------------------|--------------|
| Operating and Administrative | \$ 67,870 |
| Transfers Out | <u>1,000</u> |
| Total Appropriated | \$ 68,870 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the CDBG Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|--------------------------------|------------|
| Revenues | \$35,000 |
| Fund Balance July 1 | <u>-0-</u> |
| Total Available to Appropriate | \$35,000 |

BE IT FURTHER RESOLVED, that \$35,000 of the total available to appropriate in the CDBG Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|-----------------|
| Expenditures | |
| Projects | <u>\$35,000</u> |
| Total Appropriated | \$35,000 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DDA Construction Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|----------------|----------------|
| Revenues | |
| Interest | \$ -0- |
| Transfer In | <u>847,200</u> |
| Total Revenues | \$ 847,200 |

| | |
|--------------------------------|--------------|
| Fund Balance July 1 | <u>3,108</u> |
| Total Available to Appropriate | \$ 850,308 |

BE IT FURTHER RESOLVED, that \$847,200 of the total available to appropriate in the DDA Construction Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|----------------------|-------------------|
| Expenditures | |
| Operating & Projects | <u>\$ 847,200</u> |
| Total Appropriated | \$ 847,200 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DDA 2001 Bond/Construction Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|----------------|--------------|
| Revenues | |
| Interest | \$ <u>47</u> |
| Total Revenues | \$ 47 |

Fund Balance July 1 53,526
Total Available to Appropriate \$ 53,573

BE IT FURTHER RESOLVED, that \$53,573 of the total available to appropriate in the DDA 2001 Bond/Construction Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures
Projects \$ 53,573
Total Appropriated \$ 53,573

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DDA Debt Retirement Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenues
Tax Revenue \$1,129,760
Interest 50,000
Total Revenue \$1,179,760

Fund Balance July 1 1,988,443

Total Available to Appropriate \$3,168,203

BE IT FURTHER RESOLVED, that \$1,408,400 of the total available to appropriate in the DDA Debt Retirement Fund is hereby appropriated in the amounts and for the purpose set forth below:

Interest & Fees \$ 261,200
Principal 300,000
Transfers Out 847,200
Total Appropriated \$1,408,400

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Garbage Collection Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue
Charges for Services \$ 440,000
Interest -0-
Total Revenue \$ 440,000

Fund Balance July 1 6,779

Total Available to Appropriate \$440,779

BE IT FURTHER RESOLVED, that \$425,250 of the total available to appropriate in the Garbage Collection Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|-------------------|
| Operating | <u>\$ 425,250</u> |
| Total Appropriated | \$ 425,250 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Budget Stabilization Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|---------|--------|
| Revenue | \$ -0- |
|---------|--------|

| | |
|--------------------------------|----------------|
| Fund Balance July 1 | <u>299,524</u> |
| Total Available to Appropriate | \$299,524 |

BE IT FURTHER RESOLVED, that -0- of the total available to appropriate in the Budget Stabilization Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|------------|
| Expenditures | \$-0- |
| Transfers Out | <u>-0-</u> |
| Total Appropriated | \$-0- |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Narcotics Enforcement Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue

| | |
|---------------|------------|
| Confiscations | \$ 1,000 |
| Interest | <u>200</u> |
| Total Revenue | \$ 1,200 |

| | |
|---------------------|-----------------|
| Fund Balance July 1 | <u>\$17,547</u> |
|---------------------|-----------------|

Total Available to Appropriate \$18,747

BE IT FURTHER RESOLVED, that \$12,000 of the total available to appropriate in the Narcotics Enforcement Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|------------------|
| Operating | <u>\$ 12,000</u> |
| Total Appropriated | \$ 12,000 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the D.A.R.E. Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|---------------|------------|
| Revenue | |
| Donations | \$ 600 |
| Interest | <u>350</u> |
| Total Revenue | \$ 950 |

| | |
|--------------------------------|---------------|
| Fund Balance July 1 | <u>24,205</u> |
| Total Available to Appropriate | \$25,155 |

BE IT FURTHER RESOLVED, that \$1,500 of the total available to appropriate in the D.A.R.E. Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|-----------------|
| Expenditures | |
| Operating | <u>\$ 1,500</u> |
| Total Appropriated | \$ 1,500 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Emergency 911 Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|--------------------------------|-------------------|
| Revenues | |
| Fees | <u>\$ 203,000</u> |
| Total Revenues | \$ 203,000 |
| Fund Balance July 1 | <u>-0-</u> |
| Total Available to Appropriate | \$ 203,000 |

BE IT FURTHER RESOLVED, that \$203,000 of the total available to appropriate in the Emergency 911 Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------------|
| Expenditures | |
| Operating | <u>\$203,000</u> |
| Total Appropriated | \$203,000 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the LDFA Debt Retirement Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|---------------|---------------|
| Revenue | |
| Taxes | \$232,302 |
| Interest | <u>15,000</u> |
| Total Revenue | \$247,302 |

Fund Balance July 1 \$ 547,315
Total Available to Appropriate \$ 794,617

BE IT FURTHER RESOLVED, that \$321,150 of the total available to appropriate in the LDFA Debt Retirement Fund is hereby appropriated in the amounts and for the purpose set forth below:

Debt Service \$ -0-
Transfers Out 321,150
Total Appropriated \$321,150

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the LDFA Construction Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue
Interest \$ 200
Transfers In 321,150
Total Revenue \$ 321,350

Fund Balance July 1 9,669
Total Available to Appropriate \$331,019

BE IT FURTHER RESOLVED, that \$321,150 of the total available to appropriate in the LDFA Construction Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures
Administration \$321,150
Total Appropriated \$321,150

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Working Capital Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

Revenue
Interest \$ 8,714
Principal 9,636

Total Revenue \$ 18,350

Fund Balance July 1 \$ 112,143
Total Available to Appropriate \$130,493

BE IT FURTHER RESOLVED, that \$75,000 of the total available to appropriate in the Working Capital Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------------|
| Transfer Out | <u>\$ 75,000</u> |
| Total Appropriated | \$ 75,000 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Fire Equipment Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|---------------|----------------|
| Revenue | |
| Interest | \$ 9,000 |
| Transfers In | <u>170,000</u> |
| Total Revenue | \$ 179,000 |

| | |
|--------------------------------|------------------|
| Fund Balance July 1 | <u>1,160,374</u> |
| Total Available to Appropriate | \$1,339,374 |

BE IT FURTHER RESOLVED, that \$955,385 of the total available to appropriate in the Fire Equipment Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|----------------------|------------------|
| Capital Outlay | \$839,284 |
| Interest & Principal | <u>\$116,101</u> |
| Total Appropriated | \$955,385 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Capital Improvement Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|---------------|----------------|
| Revenue | |
| Interest | \$ 1,000 |
| Transfer In | <u>370,000</u> |
| Total Revenue | \$ 371,000 |

| | |
|--------------------------------|--------------|
| Fund Balance July 1 | <u>1,849</u> |
| Total Available to Appropriate | \$372,849 |

BE IT FURTHER RESOLVED, that \$350,000 of the total available to appropriate in the Capital Improvement Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------------|
| Transfer Out | <u>\$350,000</u> |
| Total Appropriated | \$350,000 |

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for

appropriations in the Sewer Operating Fund of the City of Fenton for fiscal year 2005-2006 is as follows:

| | |
|------------------|----------------|
| Revenue | |
| Operating Income | \$1,632,000 |
| Interest | 65,000 |
| Tap Fees | <u>450,000</u> |
| Total Revenue | \$2,147,000 |

BE IT FURTHER RESOLVED, that \$2,375,920 of the total available to appropriate in the Sewer Operating Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|----------------|
| Operating | \$1,863,020 |
| Interest | <u>512,900</u> |
| Total Appropriated | \$2,375,920 |

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for appropriations in the Water Operating Fund of the City of Fenton for the fiscal year 2005-2006 is as follows:

| | |
|------------------|----------------|
| Operating Income | \$2,066,904 |
| Other Income | 35,500 |
| Interest | 17,000 |
| Tap Fees | <u>150,000</u> |
| Total Revenue | \$2,269,404 |

BE IT FURTHER RESOLVED, that \$ 2,296,355 of the total available to appropriate in the Water Operating Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|------------------------|----------------|
| Operating | \$2,048,355 |
| Interest & fiscal Chgs | <u>248,000</u> |
| Total Appropriated | \$2,296,355 |

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for appropriations in the Equipment Fund of the City of Fenton for the fiscal year 2005-2006 is as follows:

| | | |
|----------------------|--------------|-------|
| Charges for Services | \$ 378,300 | |
| Other Income | 40,000 | |
| Sale of Fixed Assets | 30,132 | |
| Interest | <u>5,500</u> | Total |
| Revenues | \$ 453,932 | |

BE IT FURTHER RESOLVED, that \$406,540 of the total available to appropriate in the Equipment Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|-----------|------------------|
| Operating | <u>\$406,540</u> |
|-----------|------------------|

Total Appropriated \$406,540

BE IT FURTHER RESOLVED, that no council member or employee of the City shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the City Council and in keeping with the budgetary policy statement hitherto adopted by the Council. Changes in the amount appropriated by the Council shall require approval by the Council.

BE IT FURTHER RESOLVED, that the City Manager is hereby charged with general supervision of the execution of the budget adopted by the Council and shall hold the department heads responsible for performance of their responsibilities within the amounts appropriated by the City Council and in keeping with the budgetary policy statement hitherto adopted by the Board.

YEAS: Rauch, Angeluski, Hammond, King, Moffitt, North, Osborn.

NAYS:None.

ABSENT: None.

RESOLUTION DECLARED ADOPTED.

CERTIFICATION OF CLERK

I, Melinda Carrier, City Clerk of the City of Fenton, certify this to be a true and complete copy of a resolution duly adopted by the Fenton City Council at a regular meeting held May 8, 2006.

City Clerk

CITY OF FENTON RESOLUTION NO. 06-12

RESOLVED, that this resolution shall be the general appropriations of the City of Fenton for the fiscal year 2006-2007: A resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all income received by the City of Fenton.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the General Fund of the City of Fenton for the fiscal year 2006-2007 are as follows:

Revenue

| | |
|----------------------|-------------|
| Taxes | \$4,474,850 |
| Intergovernmental | 894,940 |
| Charges for Services | 218,750 |
| Fines & Forfeits | 88,000 |

| | |
|-------------------------|------------|
| Licenses and Permits | 181,700 |
| Interest | 70,000 |
| Miscellaneous | 12,100 |
| Refund & Reimbursements | <u>120</u> |

Total Revenue \$5,940,460

Fund Balance July 1 \$1,225,063
 Total Available to Appropriate \$7,165,523

BE IT FURTHER RESOLVED, that \$5,920,937 of the total available to appropriate in the General Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|-------------------------|----------------|
| Legislative & Executive | \$ 228,100 |
| General Services | 1,450,017 |
| Police | 2,008,710 |
| Fire | 612,420 |
| Protective Inspection | 311,600 |
| Public Service | 261,540 |
| Community Service | 126,550 |
| Operating Transfers Out | <u>922,000</u> |
| Total Appropriated | \$5,920,937 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Major Street Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|------------------------|----------------|
| Intergovernmental | \$ 552,750 |
| Interest | 1,000 |
| Operating Transfers In | <u>205,000</u> |
| Total Revenue | \$ 758,750 |

Fund Balance July 1 \$ 59,364
 Total Available to Appropriate \$ 818,114

BE IT FURTHER RESOLVED, that \$797,900 of the total available to appropriate in the Major Street Fund is hereby appropriated in the amounts and for the purpose set below:

Expenditures

| | |
|----------------------|----------------|
| Highways and Streets | \$ 672,900 |
| Tranfers Out | <u>125,000</u> |

Total Appropriated \$ 797,900

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Local Street Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|------------------------|----------------|
| Intergovernmental | \$ 229,500 |
| Interest | 1,500 |
| Operating Transfers In | <u>445,000</u> |
| Total Revenue | \$ 676,000 |

| | |
|--------------------------------|---------------|
| Fund Balance July 1 | <u>28,731</u> |
| Total Available to Appropriate | \$ 704,731 |

BE IT FURTHER RESOLVED, that \$681,770 of the total available to appropriate in the Local Street Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures

| | |
|----------------------|------------------|
| Highways and Streets | <u>\$681,770</u> |
| Total Appropriated | \$681,770 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Parks and Recreation Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|------------------------|----------------|
| Fees and Sales | \$ 25,000 |
| Interest | 500 |
| Donations | 500 |
| Operating Transfers In | <u>222,000</u> |
| Total Revenue | \$ 248,000 |

| | |
|--------------------------------|-----------------|
| Fund Balance July 1 | <u>\$ 5,116</u> |
| Total Available to Appropriate | \$ 253,116 |

BE IT FURTHER RESOLVED, that \$245,750 of the total available to appropriate in the Parks and Recreation Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|------------------|
| Parks | <u>\$245,750</u> |
| Total Appropriated | \$245,750 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the Cemetery Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|----------------------|---------------|
| Revenue | |
| Charges for Services | \$ 25,100 |
| Interest | 200 |
| Transfer In | <u>70,000</u> |
| Total Revenue | \$ 95,300 |

| | |
|--------------------------------|------------------|
| Fund Balance July 1 | <u>\$ 24,764</u> |
| Total Available to Appropriate | \$120,064 |

BE IT FURTHER RESOLVED, that \$105,570 of the total available to appropriate in the Cemetery Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|------------------------------|--------------|
| Expenditures | |
| Operating and Administrative | \$104,570 |
| Transfers Out | <u>1,000</u> |
| Total Appropriated | \$105,570 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the CDBG Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|--------------------------------|------------|
| Revenues | \$ -0- |
| Fund Balance July 1 | <u>-0-</u> |
| Total Available to Appropriate | \$ -0- |

BE IT FURTHER RESOLVED, that \$-0- of the total available to appropriate in the CDBG Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|---------------|
| Expenditures | |
| Projects | \$ <u>-0-</u> |
| Total Appropriated | \$ -0- |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DDA Construction Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|----------------|------------------|
| Revenues | |
| Interest | \$ -0- |
| Transfer In | <u>1,942,100</u> |
| Total Revenues | \$1,942,100 |

| | |
|---------------------|--------------|
| Fund Balance July 1 | <u>3,108</u> |
|---------------------|--------------|

Total Available to Appropriate \$1,945,208

BE IT FURTHER RESOLVED, that \$1,942,100 of the total available to appropriate in the DDA Construction Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|----------------------|--------------------|
| Expenditures | |
| Operating & Projects | <u>\$1,942,100</u> |
| Total Appropriated | \$1,942,100 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DDA 2001 Bond/Construction Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|----------------|---------------|
| Revenues | |
| Interest | \$ <u>-0-</u> |
| Total Revenues | \$ -0- |

| | |
|--------------------------------|------------|
| Fund Balance July 1 | <u>-0-</u> |
| Total Available to Appropriate | \$ -0- |

BE IT FURTHER RESOLVED, that \$-0- of the total available to appropriate in the DDA 2001 Bond/Construction Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|---------------|
| Expenditures | |
| Projects | \$ <u>-0-</u> |
| Total Appropriated | \$ -0- |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DDA Debt Retirement Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|---------------|---------------|
| Revenues | |
| Tax Revenue | \$1,141,683 |
| Interest | <u>50,000</u> |
| Total Revenue | \$1,191,683 |

| | |
|---------------------|------------------|
| Fund Balance July 1 | <u>1,759,803</u> |
|---------------------|------------------|

Total Available to Appropriate \$2,951,486

BE IT FURTHER RESOLVED, that \$2,493,400 of the total available to appropriate in the DDA Debt Retirement Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------------|
| Interest & Fees | \$ 246,300 |
| Principal | 305,000 |
| Transfers Out | <u>1,942,100</u> |
| Total Appropriated | \$2,493,400 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Garbage Collection Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|----------------------|------------|
| Revenue | |
| Charges for Services | \$ 440,000 |
| Interest | <u>-0-</u> |
| Total Revenue | \$ 440,000 |

| | |
|--------------------------------|---------------|
| Fund Balance July 1 | <u>21,529</u> |
| Total Available to Appropriate | \$461,529 |

BE IT FURTHER RESOLVED, that \$430,250 of the total available to appropriate in the Garbage Collection Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|-------------------|
| Expenditures | |
| Operating | <u>\$ 430,250</u> |
| Total Appropriated | \$ 430,250 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Budget Stabilization Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|---------|--------|
| Revenue | \$ -0- |
|---------|--------|

| | |
|--------------------------------|----------------|
| Fund Balance July 1 | <u>299,524</u> |
| Total Available to Appropriate | \$299,524 |

BE IT FURTHER RESOLVED, that -0- of the total available to appropriate in the Budget Stabilization Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------|
| Expenditures | |
| Expenditures | \$-0- |
| Transfers Out | <u>-0-</u> |
| Total Appropriated | \$-0- |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Narcotics Enforcement Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|---------------|------------|
| Confiscations | \$ 1,000 |
| Interest | <u>200</u> |
| Total Revenue | \$ 1,200 |

Fund Balance July 1 \$ 6,747

Total Available to Appropriate \$ 7,947

BE IT FURTHER RESOLVED, that \$-0- of the total available to appropriate in the Narcotics Enforcement Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|---------------|
| Operating | <u>\$ -0-</u> |
| Total Appropriated | \$ -0- |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the D.A.R.E. Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|---------------|------------|
| Donations | \$ 600 |
| Interest | <u>350</u> |
| Total Revenue | \$ 950 |

Fund Balance July 1 23,655

Total Available to Appropriate\$24,605

BE IT FURTHER RESOLVED, that \$1,500 of the total available to appropriate in the D.A.R.E. Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|-----------------|
| Operating | <u>\$ 1,500</u> |
| Total Appropriated | \$ 1,500 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Emergency 911 Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenues

| | |
|----------------|-------------------|
| Fees | <u>\$ 203,000</u> |
| Total Revenues | \$ 203,000 |

Fund Balance July 1 -0-

Total Available to Appropriate \$ 203,000

BE IT FURTHER RESOLVED, that \$203,000 of the total available to appropriate in the Emergency 911 Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|--------------------|------------------|
| Operating | <u>\$203,000</u> |
| Total Appropriated | \$203,000 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the LDFA Debt Retirement Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|---------------|---------------|
| Taxes | \$260,000 |
| Interest | <u>15,000</u> |
| Total Revenue | \$275,000 |

| | |
|--------------------------------|-------------------|
| Fund Balance July 1 | <u>\$ 473,467</u> |
| Total Available to Appropriate | \$ 748,467 |

BE IT FURTHER RESOLVED, that \$258,770 of the total available to appropriate in the LDFA Debt Retirement Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|----------------|
| Debt Service | \$ -0- |
| Transfers Out | <u>258,770</u> |
| Total Appropriated | \$258,770 |

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the LDFA Construction Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|---------------|----------------|
| Interest | \$ -0- |
| Transfers In | <u>258,770</u> |
| Total Revenue | \$ 258,770 |

| | |
|--------------------------------|--------------|
| Fund Balance July 1 | <u>9,869</u> |
| Total Available to Appropriate | \$268,639 |

BE IT FURTHER RESOLVED, that \$218,000 of the total available to appropriate in the LDFA Construction Fund is hereby appropriated in the amounts and for the purpose set forth below:

Expenditures

| | |
|----------------|------------------|
| Administration | <u>\$218,000</u> |
|----------------|------------------|

Total Appropriated \$218,000

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Working Capital Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue
Interest \$ 6,450
Principal 9,465
Total Revenue \$ 15,915

Fund Balance July 1 \$ 55,493
Total Available to Appropriate \$71,408

BE IT FURTHER RESOLVED, that \$-0- of the total available to appropriate in the Working Capital Fund is hereby appropriated in the amounts and for the purpose set forth below:

Transfer Out \$ -0-
Total Appropriated \$ -0-

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Fire Equipment Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue
Interest \$ 2,000
Transfers In 100,000
Total Revenue \$ 102,000

Fund Balance July 1 383,989
Total Available to Appropriate \$ 488,989

BE IT FURTHER RESOLVED, that \$75,982 of the total available to appropriate in the Fire Equipment Fund is hereby appropriated in the amounts and for the purpose set forth below:

Capital Outlay \$ -0-
Interest & Principal \$ 75,982
Total Appropriated \$ 75,982

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Capital Improvement Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

Revenue

| | |
|-------------|----------------|
| Interest | \$ 1,500 |
| Transfer In | <u>405,000</u> |

Total Revenue \$ 406,500

| | |
|--------------------------------|---------------|
| Fund Balance July 1 | <u>22,849</u> |
| Total Available to Appropriate | \$429,549 |

BE IT FURTHER RESOLVED, that \$425,000 of the total available to appropriate in the Capital Improvement Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------------|
| Transfer Out | <u>\$425,000</u> |
| Total Appropriated | \$425,000 |

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for appropriations in the Sewer Operating Fund of the City of Fenton for fiscal year 2006-2007 is as follows:

| | |
|------------------|----------------|
| Revenue | |
| Operating Income | \$2,547,840 |
| Interest | 50,000 |
| Tap Fees | <u>250,000</u> |
| Total Revenue | \$2,847,840 |

BE IT FURTHER RESOLVED, that \$2,509,750 of the total available to appropriate in the Sewer Operating Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|----------------|
| Operating | \$2,077,050 |
| Interest | <u>432,700</u> |
| Total Appropriated | \$2,509,750 |

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for appropriations in the Water Operating Fund of the City of Fenton for the fiscal year 2006-2007 is as follows:

| | |
|------------------|----------------|
| Operating Income | \$2,451,200 |
| Other Income | 30,500 |
| Interest | 20,000 |
| Tap Fees | <u>150,000</u> |
| Total Revenue | \$2,651,700 |

BE IT FURTHER RESOLVED, that \$ 2,362,150 of the total available to appropriate in the Water Operating Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|------------------------|----------------|
| Operating | \$2,126,150 |
| Interest & fiscal Chgs | <u>236,000</u> |
| Total Appropriated | \$2,362,150 |

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for appropriations in the Equipment Fund of the City of Fenton for the fiscal year 2006-2007 is as follows:

| | | |
|----------------------|--------------|-------|
| Charges for Services | \$ 372,800 | |
| Other Income | 40,000 | |
| Interest | <u>5,500</u> | Total |
| Revenues | \$ 418,300 | |

BE IT FURTHER RESOLVED, that \$402,205 of the total available to appropriate in the Equipment Fund is hereby appropriated in the amounts and for the purpose set forth below:

| | |
|--------------------|------------------|
| Operating | <u>\$402,205</u> |
| Total Appropriated | \$402,205 |

BE IT FURTHER RESOLVED, that the City shall set and levy the following millage rates for the fiscal year 2006-2007:

| | |
|-------------------|---------------|
| General Operating | 10.6174 mills |
|-------------------|---------------|

BE IT FURTHER RESOLVED, that no council member or employee of the City shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the City Council and in keeping with the budgetary policy statement hitherto adopted by the Council. Changes in the amount appropriated by the Council shall require approval by the Council.

BE IT FURTHER RESOLVED, that the City Manager is hereby charged with general supervision of the execution of the budget adopted by the Council and shall hold the department heads responsible for performance of their responsibilities within the amounts appropriated by the City Council and in keeping with the budgetary policy statement hitherto adopted by the Board.

YEAS: Angeluski, Hammond, King, Moffitt, North, Osborn, Rauch.

NAYS:None.

ABSENT: None.

RESOLUTION DECLARED ADOPTED.

CERTIFICATION OF CLERK

I, Melinda Carrier, City Clerk of the City of Fenton, certify this to be a true and complete copy of a resolution duly adopted by the Fenton City Council at a regular meeting held May 8, 2006.

City Clerk

CITY ASSESSOR APPOINTMENT

Senyko introduced Tonya Molloseau as his selection for the next City Assessor. Senyko reviewed Molloseau's qualifications as well as her employment terms with the City. Molloseau thanked the Council for the opportunity to serve in this new capacity and expressed her overall gratitude. The Council each individually thanked Amanda Carrigan for all of the work and dedication she provided the City as the previous Assessor and expressed their confidence in Molloseau's ability to move into the position.

A motion was made by King and seconded by Hammond for the City Council to provide their consent to the appointment of Tonya A. Molloseau as the City Assessor for the City of Fenton.

YEAS: Hammond, King, Moffitt, North, Osborn, Rauch, Angeluski.

NAYS:None.

ABSENT: None. Motion Carried.

BUDDY POPPY CAMPAIGN

Aro delivered the background of the request of the VFW to conduct their annual Buddy Poppy Sale. King inquired if the sale of the poppies would be held in the streets and Angeluski informed the Council that the poppies would be sold in front of store fronts and not on street corners.

A motion was made by Angeluski and seconded by Rauch to approve the request of the Curtis-Wolverton VFW Post 3243 to conduct the Annual Buddy Poppy Campaign, May 11, 12, and 13, 2006. Motion carried by voice vote.

MEMORIAL DAY PARADE

Aro delivered the background information of the request of the VFW to conduct its annual Memorial Day Parade. Angeluski stated that he would like to see more Council participation in this event. King questioned when the VFW would be placing the flags on the headstones and Angeluski stated that he would follow up with more details.

A motion was made by Angeluski and seconded by Hammond to approve the request of the Curtis-Wolverton VFW Post 3243, to conduct the annual Memorial Day Parade, Monday, May 29, 2006. Motion carried by voice vote.

SHRINE PAPER SALES

Aro presented the request of the Fenton Shrine Club and Elf Khurafeh Shrine Temple to conduct their annual Shrine Paper Sale. King questioned if they were going to be selling the papers on the roads and stated that the time is coming for the Council to consider eliminating the corner of North Road and Adelaide Street from the list of available places to sell. Moffitt stated that the danger on the corner is not as critical as is being perceived. Osborn questioned if these organizations signed any waivers of liability to the City or if they had their own insurance and Aro stated that their request did not indicate it.

Hammond suggested referring to our own insurance company regarding the City's liability, if any. Wren stated that, after speaking to the City's insurance agent, it was determined that as long as the City is not a sponsor of the event, the City will not be held liable due to government immunity.

A motion was made by Osborn and seconded by King to table the request of the Fenton Shrine Club and Elf Khurafeh Shrine Temple to conduct their Annual Shrine Paper Sale, until the regular Council meeting on May 22, 2006. Motion carried by voice vote.

BASTILLE DAY RACES

Aro presented the request of The State Bank, The French Laundry, and Habitat for Humanity to conduct the 5th Annual Bastille Day 15K run and 5Krun/walk in the City of Fenton on Saturday, July 17, 2004. Again, the question of liability arose. Hammond stated that this particular event should not bear any liability because the streets will be closed during the time of the event. Osborn and Moffitt wanted to ensure consistency in their action. Sarah Gabis Commented that, under legal statute, the City is well protected from this type of liability due to Government Immunity, and these events will not effect that. Moffitt stated that in the future the Council should see a copy of insurance waivers attached to the requests. Aro stated that he would follow up on this matter in the future.

A motion was made by Hammond and seconded by North to approve the request of The State Bank, The French Laundry, and Habitat for Humanity to conduct the 5th Annual Bastille Day 15K run and 5K run/walk in the City of Fenton on Saturday, July 17, 2006. Motion carried by voice vote.

TASTE OF FENTON

Aro presented the request of the Fenton Area Chamber of Commerce to host the 6th Annual "Taste of Fenton".

A motion was made by King and seconded by Hammond to approve the request of the Fenton Area Chamber of Commerce to host the 6th Annual "Taste of Fenton" on Saturday, August 19, 2006 from 3:00 PM to 9:00 PM, resulting in the closing of South Leroy Street from Silver Lake Road to River Road between the hours of 8:00 AM to 10:00 PM, held in conjunction with Art at the Center and pursuant to conditions required by the City Charter. Motion carried by voice vote.

CALL TO AUDIENCE

Elizabeth Evans, of 607 S. Adelaide, expressed der displeasure about the truck traffic that, she feels, is in violation of the law. She would like Council to consider some other options of controlling this behavior. Osborn stated that she has already contacted Schultz in regards to this matter and was supposed to discuss it this evening, however, he could not be in attendance tonight. Evans presented some options for the Council to consider including the requirement of tarps to cover trucks with full loads, designated routes for each construction project, mandating the designated route to be part of the building permit, magnetic signs to identify the trucks, and steep fines for violation of the ordinance. Evans also questioned crossing jurisdictions to enforce the law. Senyko stated that the truck ordinance is a local ordinance and does not extend beyond the city limits. Senyko further explained that the truck

drivers are violating Tyrone Township's ordinance. Aro elaborated that the left turn onto Denton Hill is what is illegal, not being on Denton Hill itself, and furthermore, an officer has to witness the violation and the City of Fenton does not have jurisdiction over that area. Moffitt suggested that it was time to crack down heavily on the truck drivers and Senyko explained that most of the trucks our officers are stopping are in compliance with the ordinance and are operating legally. Evans suggested reviewing the ordinance to see if any changes could be made. King questioned mutual aid agreements with other communities and Aro responded that mutual aid must be requested from the City in order for the City to participate in the aid. Rauch suggested contacting the Sheriff's Department, in Livingston County, directly about this problem. Osborn set up a committee consisting of King, Moffitt, and herself, in order to investigate this problem more thoroughly. Angeluski felt it was important to pursue other routes that can be used because this ordinance was designed in consideration of the health and safety of the citizens.

Anthony Brown, of 318 West Caroline Street, expressed his concern for the condition of some of the structures in the City. Brown suggested that the owners of vacant buildings should be required to fix up the outside of their buildings at the very least. Brown also suggested adding a time limit to the building permits, dictating when the outside of the structure should be complete.

CITY MANAGER'S REPORT - None.

COUNCIL MEMBER COMMENTS

Moffitt stated that the old service station on Leroy Street looks terrible and questioned if there was any clean-up anticipated. Senyko stated that he had received a commitment for improvement of the appearance.

Moffitt inquired about the time frame of the loan for sewer repairs and Senyko stated that the repayment of the loan will be delayed for one year, and the duration of the loan will be for twenty years. Moffitt suggested budgeting for the repayment rather than increasing the water rate.

North asked for an update on the tree replacement program. Wren stated that once the resident pays for their portion of the tree, they will receive their tree. Wren further stated that requests for trees from Outer Drive were denied due to the probability that the Ash trees will be replaced through a different program. Wren will offer more information in the Friday Memo.

North also addressed the water rate increase and strongly suggested that there must be other options available to pay for the improvements to the infrastructure, rather than approving a rate increase. North gave an example with Howell's method of adding on a cost to the water bill for a definite time period, rather than an indefinite increase. Senyko added that the budget could not be cut enough to pay for the improvements. North repeated that the Council should seek out other options of payment. Osborn agreed that she would like to find a better method of payment than increasing the rates. Senyko agreed as well but stated that it is unclear if that solution can be found at this time, due to the large amount of debt due to water and sewer issues. Angeluski apologized to the public that they are facing another rate increase in light of the fact that they have practiced conservation. Angeluski asked how the County developed their new formula. King inquired if it was legal for the County to require that the City

pick up that much of the cost. Osborn Stated that she would ask Wright to come to a meeting and explain it more clearly. Osborn expressed the need to address the City's infrastructure.

Rauch suggested seriously reviewing the function of the LDFA and DDA, and try to get back to the basics. Angeluski wants Wright to come in and speak about the County's formula and suggested that the water rates could possibly be reduced at a later time. King suggested looking into the Headlee override because communities can reduce the mills again at a later time. King also stated that it is such a challenge to try to create a workable budget when the revenue from the mills keeps reducing. Hammond reminded the Council that the City is responsible for fixing its own sewers, and not the County.

King reminded everyone that the Loose Senior Citizens Center will be holding their Pajama Party Benefit at the Fenton Community Center on the evening of May 13, 2006.

LEGAL COUNSEL REPORT

Sarah Gabis will report back to Schultz with all question and concerns the Council raised this evening.

MAYOR'S COMMENTS

Osborn stated that Anthony Brown had some very good ideas and she would contact Schultz about them so he can bring them back in June.

King inquired if Senyko and Carmine Avantini were paid to give their presentation on Big Box Development because she felt they should be compensated due to the rising price of gas.

Meeting adjourned at 9:40 PM.

Mayor Sue Osborn

Deputy City Clerk, Jennifer Wills