CITY OF MUSKEGON

CITY COMMISSION MEETING

JULY 24, 2001

CITY COMMISSION CHAMBERS @ 5:30 P.M.

AGENDA

- CALL TO ORDER:
- PRAYER:
- PLEDGE OF ALLEGIANCE:
- ROLL CALL:
- HONORS AND AWARDS:
- PRESENTATIONS:
- CONSENT AGENDA:

  a. Approval of Minutes. CITY CLERK

  b. Appointments to Various Boards/Committees. COMMUNINTY RELATIONS COMMITTEE

  c. Liquor License Request (2185 Henry). CITY CLERK

  d. Change to Request to Construct 3 Houses on Lawrence Street. PLANNING & ECONOMIC DEVELOPMENT

  e. Sale of Non-Buildable Lot on Austin Street. PLANNING & ECONOMIC DEVELOPMENT

  f. Consideration of Bids Laketon Ave. Wood to Peck. ENGINEERING

  g. Consideration of Bids City Hall Tuck Pointing. ENGINEERING

  h. Request to amend an Encroachment Agreement. ENGINEERING

- PUBLIC HEARINGS:
- COMMUNICATIONS:
- CITY MANAGER'S REPORT:
- UNFINISHED BUSINESS:

  a. Sale of DDA Refunding Bonds. FINANCE

- NEW BUSINESS:

  a. Accept the resignation of Vice Mayor Scott Sieradzki from the City Commission. ASSISTANT CITY MANAGER

  b. Approve process for Appointment to the Vacant Seat on the City

Commission. ASSITANT CITY MANAGER

c. **Vote to Elect A Vice-Mayor for the City Commisison.** ASSISTANT CITY MANAGER

d. **Appointments to Various Boards & Committees.** COMMUNITY RELATIONS COMMITTEE

e. **Second Quarter 2001 Budget Reforecast:** FINANCE

f. **DDA Plan Amandmant.** PLANNING & ECONOMIC DEVELOPMENT

g. **Resolution of Intent to Create Seaway Industrial Park LDFA.** PLANNING & ECONOMIC DEVELOPMENT

h. **Resolution of Intent to Create Smart Zone LDFA.** PLANNING & ECONOMIC DEVELOPMENT

i. **Muskegon Area Plan Funding Request.** PLANNING & ECONOMIC DEVELOPMENT

- **ANY OTHER BUSINESS:**
- **PUBLIC PARTICIPATION:**
- **CLOSED SESSION:**

> ***Reminder: Individuals who would like to address the City Commission shall do the following:***
> Be recognized by the Chair.
> Step forward to the microphone.
> State name and address.
> Limit of 3 minutes to address the Commission.
> (Speaker representing a group may be allowed 10 minutes if previously registered with City Clerk.)

- **ADJOURNMENT:**

ADA POLICY: THE CITY OF MUSKEGON WILL PROVIDE NECESSARY AUXILIARY AIDS AND SERVICES TO INDIVIDUALS WHO WANT TO ATTEND THE MEETING UPON TWENTY FOUR HOUR NOTICE TO THE CITY OF MUSKEGON. PLEASE CONTACT GAIL A. KUNDINGER, CITY CLERK, 933 TERRACE STREET, MUSMI 49440 OR BY CALLING (231) 724-6705 OR TDD: (231) 724-4172.

Date: **July 24, 2001**

To: **Honorable Mayor and City Commissioners**

From: **Gail A. Kundinger, City Clerk**

RE: **Approval of Minutes**

SUMMARY OF REQUEST: To approve the minutes of the Commission Worksession/Special Meeting that was held on Monday, July 9, 2001; the Regular Commission Meeting that was held on Tuesday, July 10, 2001; and the Special Meeting that was held on Wednesday, July 11, 2001.

FINANCIAL IMPACT: None.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: Approval of the minutes.

CITY OF MUSKEGON

CITY COMMISSION MEETING

JULY 24,2001

CITY COMMISSION CHAMBERS @ 5:30 P.M.

MINUTES

The Regular Commission Meeting of the City of Muskegon was held at City Hall, 933 Terrace Street, Muskegon, Michigan at 5:30 p.m., Tuesday, July 24, 2001.

Mayor Fred J. Nielsen opened the meeting with a prayer after which members of the City Commission and members of the public joined in reciting the Pledge of Allegiance to the Flag.

ROLL CALL FOR THE REGULAR COMMISSION MEETING:

Present: Mayor Fred J. Nielsen; Commissioner John Aslakson, Jone Wortelboer-Benedict, Robert Schweifler, Clara Shepherd, and Lawrence Spataro; City Manager Bryan Mazade; Assistant City Attorney John Schrier and City Clerk Gail Kundinger.

2001-85 CONSENT AGENDA:

a. **Approval of Minutes.** CITY CLERK

SUMMARY OF REQUEST: To approve the minutes of the Commission Worksession/Special Meeting that was held on Monday, July 9, 2001; the Regular Commission Meeting that was held on Tuesday, July 10, 2001; and the Special Meeting that was held Wednesday, July 11, 2001.

FINANCIAL IMPACT: None

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: Approval of minutes

b. **Appointments to Various Boards/Committees.** COMMUNITY RELATIONS COMMITTEE

SUMMARY OF REQUEST: To appoint Tim Bosma to the Historic District Commission to fill the spot open as a member who resides or has occupational or financial interest in one or more of the historic districts. Also, to appoint Spencer Norman to the Hospital Finance Authority to fill the citizen opening. Community Relations Committee voted on July 2, 2001 to recommend these appointments.

FINANCIAL IMPACT: None

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: Approval of appointments

c. Liquor License Request (2185 Henry) CITY CLERK

SUMMARY OF REQUEST: The Liquor Control Commission seeks local recommendation on a request from CSTS, Inc., to transfer ownership of the 2000 Class C and SDM licenses with Entertainment Permit from Pop-A-Top Tavern on Henry, Inc.

FINANCIAL IMPACT: None

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: All departments are recommending approval.

d. Change to Request to Construct 3 Houses on Lawrence Street. PLANNING & ECONOMIC DEVELOPMENT

SUMMARY OF REQUEST: In August 2000 Mr. Lawrence Baker of Artistic Builders purchased a vacant buildable lot on Lawrence Street (parcel number 24-610-000-0124-00) for the construction of 3 single-family homes. Since Mr. Baker subsequently discovered that the parcel was larger than first thought, it would be possible to construct 4 homes on lots of 99 feet each. He would like the City to revise his request and the deed to allow construction of 4 houses, with the last house to be finished in 36 months from the date of purchase, which was August 14, 2000.

FINANCIAL IMPACT: The construction of another single-family home will add to the tax base and add another home to the housing stock.

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: To approve the attached resolution and authorize both the Mayor and City Clerk to sign said resolution.

f. Consideration of Bids Laketon Ave, Wood to Peck. ENGINEERING

SUMMARY OF REQUEST: The contract to Mill & Resurface as well as the construction of a left turn Laketon from Wood to Peck be awarded to Nagel Construction out of Moline since they were the lowest (see attached bid tabulation) responsive and responsible bidder with a bid price of $389,036.65. Furthermore, your award of this contract, if granted, is contingent on the State's approval since they are contributing $150,000 into this improvement. Other bidders were:

1. C & D Hughes with a bid of $513,288.84
2. Grant Tower with a bid of $440,266.17

FINANCIAL IMPACT: The construction cost of $389, 036.65 plus associated cost which is estimated at an additional 15%.

BUDGET ACTION REQUIRED: Adjust the original budget from $350,000 to $450,000. The additional money would come from the money that was allocated for Division Street. This revision would be reflected in the second quarter update.

STAFF RECOMMENDATION: Award the contract to Nagel Construction.

h. Request to amend an Encroachment Agreement. ENGINEERING

SUMMARY OF REQUEST: Hawkeye Environmental is requesting your permission to amend the encroachment agreement 98-109 I to include the installation of one more well in addition to those that are present. The well would be, if approved, installed in the terrace in front of 1249 Peck as shown on the attached sketch.

FINANCIAL IMPACT: None

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: To approve the encroachment agreement subject to the same conditions set original.

Motion by Commissioner Aslakson, second by Commissioner Schweifler to approve the Consent Agenda with exception of item e and g.

ROLL VOTE: Ayes: Benedict, Nielsen, Schweifler, Shepherd, Spataro, Aslakson.

Nays: None

MOTION ADOPTED

2001-86 ITEMS REMOVED FROM THE CONSENT AGENDA

e. <u>Sale of Non-Buildable Lot on Austin Street.</u> PLANNING & ECONOMIC DEVELOPMENT

SUMMARY OF REQUEST: To approve the sale of a vacant non-buildable lot (Parcel #24-215-008-0028-00) on Austin Street to David Wotli of 1724 Beidler (see attached map). Approval of this sale will allow Mr. Wotli to expand the current yard on his rental property and possibly construct a garage. The subject parcel is being offered to Mr. Wolti for $100. The parcel is located next to another vacant, unbuildable parcel, which is owned by a property owner across the alley. City policy for sale of unbuildable lots states that the sale of the lot will be "to expand/improve or beautify existing property".

FINANCIAL IMPACT: The sale of this lot will allow the property to be placed on the City's tax rolls thus relieving the City of continued maintenance cost.

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: To approve the attached resolution and to authorize both the Mayor and the Clerk to sign this resolution.

Motion by Commissioner Spataro, second by Commissioner Schweifler to approve the sale of the lot.

ROLL VOTE: Ayes: Schweifler, Shepherd, Spataro, Aslakson, Benedict, Nielsen.

Nays: None

MOTION ADOPTED

g. <u>Consideration of Bids City Hall Tuck Pointing.</u> ENGINEERING

SUMMARY OF REQUEST: The contract to Caulk, Tuck Point and Seal City Hall to D. C. Byers Company out of Grand Rapids since they were the lowest (see bid tabulation) responsible bidder with a bid price of $46,600 (including the chimney).

FINANCIAL IMPACT: The construction cost of $46,600.

BUDGET ACTION REQUIRED: Adjust the original budget from $25,000 for partial repairs work to $46,600. The additional money would come from the savings on the PD parking lot project ($7,000) that was budgeted at $32,000 but final cost was more like $28,000 and $15,000 from the Restlawn Cemetery Office Renovation project which was budgeted at $75,000, however, the bids came in much lower. This revision would be reflected in the second quarter update.

STAFF RECOMMENDATION: Award the contract to D.C. Byers.

Motion by Commissioner Aslakson, second by Commissioner Schweifler to award the bid to D. C. Byers.

ROLL VOTE: Ayes: Shepherd, Spataro, Aslakson, Benedict, Nielsen, Schweifler.

Nays: None

MOTION ADOPTED

- **PUBLIC HEARINGS: None.**
- **COMMUNICATIONS: None.**
- **CITY MANAGER'S REPORT: None.**

2001-87 UNFINISHED BUSINESS:

a. **Sale of DDA Refunding Bonds.** FINANCE

SUMMARY OF REQUEST: Previously, the City Commission authorized staff to enter into negotiations for sale of up to $4.5 million of LTGO bonds for the purpose of refunding the outstanding 1989 DDA Series A and Series D tax increment bonds to achieve significant interest savings. Treasury Department approval has been received and staff has selected (via competitive RFP process) First of Michigan to underwrite and market this bond issue. The bonds are scheduled for pricing on Monday, July 23rd and will be brought to you the following evening for approval of the sale. Attached is the "Resolution Approving Sale of the City of Muskegon 2001 Development Refunding Bonds (General Obligation Limited Tax)" together with the "Bond Purchase Agreement" and "Escrow Agreement" that you will be asked to approve. Approval of these documents is the final official action needed for sale of the bonds. There are some blank spaces in the documents that will be filled in once financial details of the bond sale are known.

FINANCIAL IMPACT: The exact financial impact will not be known until the bonds are priced for sale on Tuesday, July 23rd.

BUDGET ACTION REQUIRED: None at this time

STAFF RECOMMENDATION: Approval of the attached awarding resolution.

Motion by Commissioner Spataro, second by Commissioner Aslakson to approve the sale of DDA Bonds.

ROLL VOTE: Ayes: Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd.

Nays: None

MOTION ADOPTED

2001-88 NEW BUSINESS:

a. **Accept the resignation of Vice Mayor Scott Sieradzki from the City Commission.**

SUMMARY OF REQUEST: To accept the resignation of Vice Mayor Scott Sieradzki from the City Commission. On Friday, July 13, at 1:00 p.m., Vice Mayor Sieradzki held a Press Conference to announce his resignation from the Muskegon City Commission, the Mayoral Race, and all other City Commission appointed Boards, Commissions and Committees. A copy of the Press Release was provided to the City Clerk's Office and entered as official notification of his resignation.

FINANCIAL IMPACT: None.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: Per the advice of City Attorney, Tom Johnson, it is recommended that the Commission accept Vice-Mayor Sieradzki's resignation.

Motion by Commissioner Aslakson, second by Commissioner Schweifler to accept the resignation of Scott Sieradzki from the Commission.

ROLL VOTE: Ayes: Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd.

Nays: None

MOTION ADOPTED

b. **Approve process for appointment to the vacant seat on the City Commission.**

SUMMARY OF REQUEST: To request approval of the process for the appointment to the vacant seat on the City Commission. The proposed process is consistent with the one approved and implemented by the City Commission when there was a vacancy on the City Commission in 1997.

FINANCIAL IMPACT: None.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: Per consultation with the City Attorney, Tom Johnson, and in keeping with past practice, staff recommends approval of the proposed process.

Motion by Commissioner Schweifler, second by Commissioner Spataro to approve the process for filling the vacant Commission seat.

ROLL VOTE: Ayes: Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd.

Nays: None

MOTION ADOPTED

c. **Vote to elect a Vice-Mayor for the City Commission.**

SUMMARY OF REQUEST: Vote to elect a Vice-Mayor for the City Commission. This vacancy is as a result of the resignation of Vice Mayor Sieradzki and acceptance of that resignation by the City Commission.

FINANCIAL IMPACT: None.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: Staff recommends that the Commission consider a vote to elect a Vice-Mayor for the City Commission.

Motion by Commissioner Benedict to appoint Commissioner Aslakson Vice-Mayor.

MOTION RULED DEAD DUE TO LACK OF SUPPORT.

Motion by Commissioner Aslakson, second by Commissioner Schweifler to appoint Commissioner Shepherd Vice-Mayor.

ROLL VOTE: Ayes: Nielsen, Schweifler, Shepherd, Spataro, Aslakson.

Nays: Benedict

MOTION ADOPTED

d. **Appointments to Various Boards & Committees.** COMMUNITY RELATIONS COMMITTEE

SUMMARY OF REQUEST: To eliminate five vacant at-large positions on the Image Committee. Community Relations Committee voted on July 2, 2001 to recommend the elimination of the five positions.

FINANCIAL IMPACT: None.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: Staff recommends that the Commission consider a vote to eliminate the five vacant positions on the Image Committee.

Motion by Commissioner Spataro, second by Vice-Mayor Shepherd to eliminate vacant positions on the Image Committee

ROLL VOTE: Ayes: Schweifler, Shepherd, Spataro, Aslakson, Benedict.

Nays: Nielsen

MOTION ADOPTED

e. **Second Quarter 2001 Budget Reforecast.** FINANCE

SUMMARY OF REQUEST: At this time staff is transmitting the ***Second Quarter 2001 Budget Reforecast*** which outlines proposed changes to the original budget that have come about as result of changes in policy priorities, labor contracts, updated financial information, or other factors. For the next meeting, an action item will be placed on the agenda for adoption of the proposed second quarter budget reforecast together with any additional changes deemed necessary by Commissioners.

FINANCIAL IMPACT: The second quarter *2001 Budget Reforecast* reflects relatively minor changes to General fund revenue and expenditure estimates. We are watching the income tax numbers very closely but at this time have not adjusted the original budget figure of $7.0 million. Second quarter withholdings (due at the end of July) will give a better indication as to whether the income tax needs to be revised downward because of economic conditions. Significant changes to other funds include:

- Allocation of $300,000 of LFDA pass-thru funds to the Public Improvement fund to help finance the Seaway Industrial Park project. Property acquisition costs for this project are higher than originally anticipated and it is necessary for the City to complete acquisition before federal grant funds will be released.
- Inclusion of the recently approved large meter replacement program in the water and sewer funds.
- Cost estimates for other several large capital projects have been adjusted due to project delays, bid differentials or other factors as shown on pages 28-30.

BUDGET ACTION REQUIRED: Self-explanatory

STAFF RECOMMENDATION: The City Commission should review the *Reforecast* to ensure it reflects their policy initiatives. At the next City Commission meeting, staff will request formal approval of the *Reforecast* and related amendments.

NO ACTION TAKEN

f. **DDA Plan Amendment.** PLANNING & ECONOMIC DEVELOPMENT

SUMMARY OF REQUEST: To approve the attached resolution setting a public hearing on August 28,2001, for the consideration of amending the Downtown Development Authority Development and Tax Increment Financing Plans. The proposed amendment shall remove the former Teledyne property (Muskegon SmartZone) from the DDA development area. The proposed action is consistent with and necessary for the establishment of the Muskegon Lakeshore SmartZone LDFA.

FINANCIAL IMPACT: The DDA currently loses more then $14,000 in tax increment revenue annually due to a decreased assessed value on the Teledyne property. Removing the property will result in additional tax increment revenues for the DDA.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: To approve the attached resolution.

Motion by Commissioner Spataro, second by Commissioner Schweifler to set a public hearing on the DDA Plan Amendment.

ROLL VOTE: Ayes: Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd.

Nays: None

MOTION ADOPTED

g. **Resolution of Intent to Create Seaway Industrial Park LDFA.** PLANNING & ECONOMIC DEVELOPMENT

SUMMARY OF REQUEST: To approve the attached resolution of intent calling a public hearing regarding the establishment of an LDFA District for the development of the Seaway Business Park. This request is the first step in the creation of the Seaway Business Park LDFA.

FINANCIAL IMPACT: It is anticipated that the LFDA may capture up to an estimated $900, 000 in tax increment revenues over a period of 15 years.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: To approve the attached resolution.

Motion by Commissioner Spataro, second by Commissioner Schweifler to set a public hearing on the intent to create a Seaway Industrial Park LDFA Plan.

ROLL VOTE: Ayes: Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd.

Nays: None

MOTION ADOPTED

h. <u>Resolution of Intent to Create Smart Zone LDFA.</u> PLANNING & ECONOMIC DEVELOPMENT

SUMMARY OF REQUEST: To approve the attached resolution of intent calling a public hearing regarding the establishment of an LDFA District for the development of the Muskegon Lakeshore SmartZone. This request is the first step in the creation of the SmartZone.

FINANCIAL IMPACT: It is anticipated that the LDFA will capture more than an estimated $10 million in tax increment revenue over a period of 15 years for the development of the SmartZone

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: To approve the attached resolution.

Motion by Commissioner Spataro, second by Vice-Mayor Shepherd to set a public hearing on the intent to create a SmartZone LDFA.

ROLL VOTE: Ayes: Aslakson, Benedict, Nielsen, Schweifler, Shepherd, Spataro.

Nays: None

MOTION ADOPTED

i. <u>Muskegon Area Plan Funding Request.</u> PLANNING & ECONOMIC DEVELOPMENT

SUMMARY OF REQUEST: To approve the attached resolution authorizing a contribution from the City of Muskegon for the Muskegon Area Plan, in the amount of $12,301, to be paid for over the next two fiscal years.

FINANCIAL IMPACT: The contribution from the City of Muskegon will be $12,301, which will be paid over the next two fiscal years.

BUDGET ACTION REQUIRED: The portion to be paid from the 2001 Budget year, in the amount of $6150.50, will come from the City of Muskegon General Fund Contingency account.

STAFF RECOMMENDATION: To approve the attached resolution and authorize the Mayor and City Clerk to sign.

Motion by Commissioner Spataro, second by Commissioner Aslakson to approve the funding request of $12,301.

ROLL VOTE: Ayes: Benedict, Nielsen, Schweifler, Shepherd, Spataro, Aslakson.

Nays: None

MOTION ADOPTED

- **ANY OTHER BUSINESS: None.**
- **PUBLIC PARTICIPATION:** Various Comments were heard.
- **ADJOURNMENT:** The regular meeting was adjourned.

Respectfully submitted,

Gail A. Kundinger

Gail A. Kundinger, CMC

City Clerk

Date: July 16, 2001

To: Honorable Mayor and City Commission

From: Community Relations Committee

RE: Appointments to Various Committees/Boards

SUMMARY OF REQUEST: To appoint Tim Bosma to the Historic District Commission to fill the spot open as a member who resides or has occupational or financial interest in one or more of the historic districts.

Also, to appoint Spencer Norman to the Hospital Finance Authority to fill the citizen opening.

Community Relations Committee voted on July 2, 2001 to recommend these appointments.

FINANCIAL IMPACT: None

BUDGET ACTION REQUIRED: None

STAFF RECOMMENDATION: Approve the appointments.

HISTORIC DISTRICT COMMISSION

PURPOSE

Identify and evaluate structures or sites worthy of preservation, and be involved in projects or programs to this end. Disseminate public information concerning these structures and sites, and consider ideas regarding them with groups of individuals interested in historic preservation. Make appropriate recommendations to the City Commission for encouraging and achieving historic preservation.

MECHANICS

ENABLING LAW:	City Ordinance (Sec. 11-20 – 11-36) – Oath not required.
APPOINTED BY:	City Commission
MEETING:	First Tuesday of each month @ 4:00 P.M. City Hall - Commission Chambers
TERM:	3 Years

COMPOSITION

TYPE	DESCRIPTION
A	1 City Commissioner
B	1 Registered Architect
C	2 Members from local preservation societies (at least one of whom is a member of the Muskegon Heritage Association)
D	2 Persons who reside or have occupational or financial interest in one or more of the historic districts.
E	1 Citizen or more to complete the membership to seven (7) people.

CURRENT MEMBERS

(Staff Liaison – Michael Wee)

TYPE	NAME	ADDRESS	ZIP	PHONE	TERM EXP.
A	Clara Shepherd	408 Monroe Ave.	1	725-8130	
B					1/31/04
C	Jon Colburn	1284 Ransom	2	725-8240	1/31/03
C	Bill Seeback *	475 W. Western	0	722-4362	1/31/03
D	Daniel Chambers	458 W. Webster Ave.	1	722-1980	1/31/02
D	~~Linda Brooks-Howell~~	~~564 Houston~~	~~1~~	~~722-2121~~	~~1/31/04~~ resigned
E	Glenn Eacker	1831 Jefferson St.	1	726-6867	1/31/02
	Tim Bosma	557 W. Western Ave.	0	728-9519-W	Ex-Officio

RECEIVED
JUN 05 2001
City Clerks Office

CITY OF MUSKEGON
TALENT BANK APPLICATION

Please Type or Print. Applications will be kept on file for one year. All applicants subject to a background check.

NAME: Tim A. Bosma DATE: 6-5-2001

HOME ADDRESS: 17940 Holcomb Rd., Grand Haven, MI 49417
(Street, City, State, Zip)

HOME PHONE #: (616)842-4105 WORK PHONE #: (231)728-9519

OCCUPATION: Architect
(If retired, give former occupation)

EDUCATION: Bach. of Architecture - University of Michigan

PERSONAL & COMMUNITY ACTIVITIES: Historic District Comm. - Advisor

INTEREST IN SERVING: Occupational - My Business and Building has been in the Historic District 16 Years.

PERSONAL REFERENCES: (Please list the name and phone numbers of three personal references)

1. Clara Shepherd (Name) ______ (Phone Number)
2. Tim Michalski (Name) 726-2756 (Phone Number)
3. Ric Scott (Name) 724-6774 (Phone Number)

PLEASE INDICATE BOARDS/COMMISSIONS/COMMITTEES INTERESTED IN SERVING ON – MARKING #1 AS YOUR FIRST PREFERENCE:

( ) Board of Canvassers
( ) Board of Review
( ) Cemetery Committee
( ) Citizen's Police Review Board
( ) City Employees Pension Board
( ) Civil Service Commission
( ) CDBG-Citizen's District Council
( ) District Library Board
( ) Downtown Development Authority/Brownfield Board
( ) Election Commission
( ) Electrical Board of Appeals
( ) Enterprise Community Citizen Council
( ) Equal Opportunity Committee
(X) Historic District Commission
( ) Hospital Finance Authority
( ) Housing/Building Code Board of Appeals
( ) Housing Commission
( ) Housing Stock Review Committee
( ) Image Committee
( ) Income Tax Board of Review
( ) Land Reutilization Committee
( ) Leisure Services Board
( ) Loan Fund Advisory Committee
( ) Local Develop. Finance Authority
( ) Local Officer's Compensation Com.
( ) Mechanical Board of Examiners
( ) Planning Commission
( ) Plumbing Board of Appeals
( ) Police/Firemen's Pension Board
( ) Tax Increment Finance Authority
( ) Zoning Board of Appeals
( ) Other________

* Attach Additional Sheets or Resume if Desired.

Return this form to: City Clerk's Office, 933 Terrace St., P. O. Box 536, Muskegon, MI 49443-0536

HOSPITAL FINANCE AUTHORITY

PURPOSE

To construct, acquire, reconstruct, remodel, improve, add to, enlarge, repair, own and lease hospital facilities within the boundaries of the City of Muskegon for the use of any non-profit hospital; lend money to a hospital for those purposes; refund or refund in advance obligations of the Authority or the Michigan State Hospital Finance Authority; or refinance the indebtedness of a hospital.

MECHANICS

ENABLING LAW:	Public Act No. 38 of 1969 – Oath not required.
APPOINTED BY:	Mayor/City Commission
MEETING:	Upon Demand
TERM:	5 Years

COMPOSITION

TYPE	DESCRIPTION
A	7 Citizens (a majority shall be residents of the City of Muskegon)

CURRENT MEMBERS

(Staff Liaison - Bryon Mazade)

TYPE	NAME	ADDRESS	ZIP	PHONE	TERM EXP.
A	George Scully *	3086 Knollwood Ct.	1	755-4565	1/31/02
A	William Roche	1668 Beach	1	755-0856	1/31/02
A	Bess Commodore	1917 Carriage	2	773-8858	1/31/02
A	David Medendorp	1718 Beach	1	755-6880	1/31/03
A					1/31/03
A	Thomas O'Toole	2462 Winchester Rd.	1	755-2432	1/31/03
A	William Tardani	657 Jackson	2	722-2867	1/31/04

(* - Chairperson)

RECEIVED
DEC 1 2000
CITY MANAGER'S OFFICE

CITY OF MUSKEGON
TALENT BANK APPLICATION

Please Type or Print. Applications will be kept on file for one year. All applicants subject to a background check.

NAME: Spencer Norman Jr. DATE: November 26, 2000

HOME ADDRESS: 312 Cross Street; Muskegon, MI 49442
(Street, City, State, Zip)

HOME PHONE #: (231) 722-7109 WORK PHONE #:

OCCUPATION: Real Estate Appraiser
(If retired, give former occupation)

EDUCATION: BS (Applied Math.) & MBA - Western Michigan University

PERSONAL & COMMUNITY ACTIVITIES: West Mich Shoreline Regional Commission; Muskegon Land Use Task Force; MI Alliance of Coops; Intercultural Community Leadership Academy

INTEREST IN SERVING: Housing / Community & Economic Development; Health; Youth development

PERSONAL REFERENCES: (Please list the name and phone numbers of three personal references)

1. Janie P. Brooks (Name) — 777-0265 (Phone Number)
2. Dr. James Jackson (Name) — 739-5574 (Phone Number)
3. Ciggzree S. Morris (Name) — 737-8033 (Phone Number)

PLEASE INDICATE BOARDS/COMMISSIONS/COMMITTEES INTERESTED IN SERVING ON – MARKING #1 AS YOUR FIRST PREFERENCE:

( ) Board of Canvassers
(X) Board of Review
( ) Cemetery Committee
( ) Citizen's Police Review Board
( ) City Employees Pension Board
( ) Civil Service Commission
( ) CDBG-Citizen's District Council
(X) Downtown Development Authority/Brownfield Board
( ) Election Commission
( ) Electrical Board of Appeals
( ) Equal Opportunity Committee
( ) Historic District Commission
(X) Hospital Finance Authority
( ) Housing/Building Code Board of Appeals
(1) Housing Commission
( ) Image Committee
( ) Income Tax Board of Review
( ) Land Reutilization Committee
( ) Leisure Services Board
( ) Loan Fund Advisory Committee
( ) Local Develop. Finance Authority
( ) Local Officer's Compensation Com.
( ) Mechanical Board of Examiners
(X) Planning Commission
( ) Plumbing Board of Appeals
( ) Police/Fireman's Pension Board
( ) Tax Increment Finance Authority
( ) Zoning Board of Appeals
( ) Other

* Attach Additional Sheets or Resume if Desired.

Return this form to: City Manager's Office, 933 Terrace St., P. O. Box 536, Muskegon, MI 49443-0536

Date: July 24, 2001

To: Honorable Mayor and City Commissioners

From: Gail A. Kundinger, City Clerk

RE: Liquor License Request
Pop-A-Top Tavern, 2185 Henry Street

SUMMARY OF REQUEST: The Liquor Control Commission seeks local recommendation on a request from CSTS, Inc., to transfer ownership of the 2000 Class C and SDM licenses with Entertainment Permit from Tavern on Henry, Inc.

FINANCIAL IMPACT: None.

BUDGET ACTION REQUIRED: None.

STAFF RECOMMENDATION: All Departments are recommending approval.


6
10
7
8
MUSKEGON
RUDDIMAN
TERRACE
RUDDIMAN LAGOON
McGraft Park
GLENSIDE
GARDENS
ROOSEVELT PARK
Muskegon Corp. Line
Roosevelt Park Corp. Line
Muskegon Hgts. Corp. Line
Norton Shores Corp. Line
© Fred F. Johnson
Nims Elem. School
Muskegon Catholic Central Middle & High School & School Adm. Bldg
Mid-West Sch of Technology
Glenside Elem Sch
Outlets Etc
West Village
Glenside SC
Sherman Plaza
City Hall
Campbell Sch.
West Shore Lutheran Sch
Theodore Roosevelt Elem. Sch
Mona Shores Middle Sch.
Trinity Lutheran Sch
eSales Sch.
GRAND AVE
SOUTHERN AVE
FOREST AVE
IRELAND AVE
DALE AVE
LARCH AVE
LAKETON AVE
WINDSOR
YOUNG AVE
LYMAN AVE
WILSON AVE
HANCOCK
HACKLEY AVE
BARNEY AVE
ALBERTA
PULASKI AVE
SHERMAN BLVD
MANAHAN
G. T. W. R.R.
CSX R.R.
BROADWAY AVE
OAKRIDGE RD
POST RD
SUMMIT AVE
LINCOLN
CRANBROOK
HAMPDEN RD
WOODSIDE RD
SHERWOOD RD
COLUMBIA
CLEVELAND
HOVEY
HUME
ERIE
WESTERN
HIGH
LAKE SHORE DR
PALMER AVE
McGRAFT AVE
VERNON PL
IVY
ELM
SCHUYLER
MONTGOMERY AVE
RUDDIMAN
DAVIS ST
BARCLAY ST
FRANKLIN ST
HUDSON ST
DIVISION ST
HENRY
BEIDLER
GLADE ST
MESSLER
SEAWAY DR
TEMPLE ST
NEVADA ST
DOWD ST
KINSEY ST
CROWLEY ST
VANDERLINDE
ROBINSON
GREELEY
MOORE
NOLAND ST
ROILSON
FRISBIE
ADDISON
HARRISON
BOURDON ST
ESTES ST
BLODGETT ST
FAIR AVE
MORTON
LOOP RD
WOODCREEK
WILLOW
GLENMOOR
ROSEWOOD
CREEK DR
VAN DINTHER
PARSLOW AVE
McGRAFT PARK RD
GLEN AVE
RIDGE AVE
LEXINGTON AVE
BEARDSLEY AV
RANDOLPH AV
WINCHESTER DR
MONTAGUE AVE
WESTWOOD RD
HADDEN ST
WICKHAM DR
CUMBERLAND ST
GLENSIDE BLVD
PINE GROVE ST
WINCHESTER DR
CREEKVIEW DR
PARK DR
VINCENT RD
STEIN ST
POLISKI DR
EMERSON
FAIRFIELD
LEMUEL ST
PLUMB AVE., S.
PLUMB ST
GARRISON RD
CORNELL RD
CORNELL CT
SUMMIT
PRINCETON
PRINCETON CT
GREENWICH
COLONIAL
CHAPEL RD
CHAPEL CT
HAVERHILL RD
HAVERHILL CT
MARBORO RD
WOODSIDE DR
LAWNEL
DAWES
WESTLAND RD
ROOSEVELT RD
EASTLAND RD
MAPLEGROVE RD
ASHLAND
AMHERST RD
DREXEL RD
COOLIDGE RD
LAMBERT
SHEFFIELD ST
FAIRFIELD ST
BONNEVILLE DR
WITTKOPP
ARBOR
BR-31

Affirmative Action
231/724-6703
FAX/722-1214

Assessor
231/724-6708
FAX/726-5181

Cemetery
231/724-6783
FAX/726-5617

Civil Service
231/724-6716
FAX/724-4405

Clerk
231/724-6705
FAX/724-4178

Comm. & Neigh. Services
231/724-6717
FAX/726-2501

Engineering
231/724-6707
FAX/727-6904

Finance
231/724-6713
FAX/724-6768

Fire Dept.
231/724-6792
FAX/724-6985

Income Tax
231/724-6770
FAX/724-6768

Info. Systems
231/724-6744
FAX/722-4301

Leisure Service
231/724-6704
FAX/724-1196

Manager's Office
231/724-6724
FAX/722-1214

Mayor's Office
231/724-6701
FAX/722-1214

Neigh. & Const. Services
231/724-6715
FAX/726-2501

Planning/Zoning
231/724-6702
FAX/724-6790

Police Dept.
231/724-6750
FAX/722-5140

Public Works
231/724-4100
FAX/722-4188

Treasurer
231/724-6720
FAX/724-6768

Water Billing Dept.
231/724-6718
FAX/724-6768

Water Filtration
231/724-4106
FAX/755-5290

MUSKEGON

West Michigan's Shoreline City

March 12, 2001

To: The City Commission through the City Manager

From: A. L. Kleibecker
Anthony L. Kleibecker, Chief of Police

Re: Transfer of Ownership of Liquor License at 2185 Henry Street

The Muskegon Police Department has received a request from the Liquor Control Commission for an investigation concerning the transfer of the current 2000 SDM license located at 2185 Henry Street. The applicants involved are Tammy and Charles Slater of CSTS, Inc.

CSTS Inc. is requesting a transfer of ownership of the existing 2000 Class C & SDM licenses with Entertainment Permit located at 2185 Henry Street in Muskegon, Michigan from Tavern on Henry, Inc.

Our department has spoken with both Tammy and Charles Slater of 4670 White Road, Muskegon, Michigan. 49442. Tammy has had past experience in the retail business relating to the sale of alcohol. Both her and her husband request the transfer of the license into their name and plan to continue the business at 2185 Henry Street currently called Pop-A-Top.

We have searched our records and conducted a Michigan Criminal History Check and find no reason to deny this request.

TK/cmw

MEMO

To: Chief Tony Kleibecker

From: Det. Kurt Dykman

Date: 02-21-01

Re: Transfer of Liquor License

Chief Kleibecker,

The Muskegon Police Department has received a request from the Michigan Liquor Control Commission for an investigation from applicant CSTS, Inc. to be located at 2185 Henry St., Muskegon, MI. 49442.

CSTS Inc. is requesting a transfer of ownership of 2000 Class C & SDM licenses with Entertainment Permit located at 2185 Henry St., Muskegon, Mi. 49441 In Muskegon County from Tavern on Henry St.

I have talked with both Tammy and Charles Slater of 4670 White Rd., Muskegon, Mi. 49442. Tammy has had past experience in the retail business relating to the sale of alcohol. Both her and her husband request the transfer of the license into their name and plan to continue the business at 2185 Henry St. currently called Pop-A-Top.

I have searched MPD records and conducted a Michigan Criminal History Check and find no reason to deny this request.

Respectfully submitted,

Det. Kurt Dykman

data/common/Slater

Michigan Department of Consumer & Industry Services
LIQUOR CONTROL COMMISSION
7150 Harris Drive
P.O. Box 30005
Lansing, Michigan 48909-7505

J.J.H.
2-1-01

POLICE INVESTIGATION REQUEST
[Authorized by MCL 436.1(4)]

January 26, 2001

To: Muskegon Police Department
Chief of Police
980 Jefferson Street, P.O. Box 536
Muskegon, Michigan 49443-0536

Request I.D. # 100249

Chief Law Enforcement Officer

Applicant: CSTS, Inc. request to Transfer Ownership '00 Class C and Specially Designated Merchant licenses with Entertainment Permit located at 2185 Henry, Muskegon, Michigan 49441 in Muskegon County from Tavern on Henry, Inc.

Please make an investigation of the application. If you do not believe that the applicants are qualified for licensing, give your reasons in detail. Complete the Police Inspection Report on Liquor License Request, LC-1800, or for Detroit police, the Detroit Police Investigation of License Request, LC-1802. If there is not enough room on the front of the form, you may use the back.

Forward your report and recommendations of the applicant to the Licensing Division.

Please include fingerprint cards and $15.00 for each card, and mail to the Michigan Liquor Control Commission.

If you have any questions, contact the Licensing Division at (517) 322-1400, after 10:00 a.m.

LC-1972 Rev. 6/92
4880-1658

J.I.H.
2-1-01

STATE OF MICHIGAN
DEPARTMENT OF CONSUMER & INDUSTRY SERVICES
LIQUOR CONTROL COMMISSION

RESOLUTION

2001-85(c)

At a Regular (Regular or Special) meeting of the City Commission (Township Board, City or Village Council)

called to order by Mayor Nielsen on July 24, 2001 at 5:30 P.M.

The following resolution was offered:

Moved by Commissioner Aslakson and supported by Commissioner Schweifler

That the request from : CSTS, Inc. request to Transfer Ownership '00 Class C license with Entertainment Permit located at 2185 Henry, Muskegon, Michigan 49441 in Muskegon County from Tavern on Henry, Inc.

be considered for Approval

(Approval or Disapproval)

APPROVAL		DISAPPROVAL	
Yeas:	6	Yeas:	
Nays:	0	Nays:	
Absent:	1	Absent:	

It is the consensus of this legislative body that the application be:

Considered (Recommended or not Recommended) for issuance

State of Michigan)

§

County of Muskegon)

I hereby certify that the foregoing is a true and complete copy of a resolution offered and

adopted by the City Commission (Township Board, City or Village Council) at a Regular (Regular or Special)

meeting held on July 24, 2001 (Date).

SEAL

(Signed) Gail A. Kundinger (Township, City of Village Clerk)

Gail A. Kundinger, City Clerk
933 Terrace, PO Box 536
(Mailing address of Township, City of Village)
Muskegon, MI 49443-0536

STATE OF MICHIGAN
ARTMENT OF CONSUMER & INDUSTRY SERVIC
LIQUOR CONTROL COMMISSION
7150 Harris Drive
P.O. Box 30005
Lansing, MI 48909-7505

J.J.H.
2-1-01

Request I.D.#100249
Grand Rapids D. O.
1/26/01 dhc

LOCAL LAW ENFORCEMENT AGENCY REPORT

DANCE/ENTERTAINMENT/TOPLESS ACTIVITY PERMIT
(Authorized by MCL 436.1916)

CSTS, INC. — 231.759.0046
APPLICANT/LICENSEE — PHONE NUMBER

STREET ADDRESS	CITY	TOWNSHIP	COUNTY	ZIP
2185 Henry St	Muskegon		Muskegon	49442

PERMIT(S) REQUESTED: DANCE_ ENTERTAINMENT X TOPLESS

1. The dance floor will not be less than 100 square feet, is clearly marked and well defined when there is dancing by customers. YES ☐ NO ☐ N/A ☒

2. Describe the type of entertainment applicant/licensee will provide: N/A ☐

   Music- (Band & Karaoke)

3. Will this entertainment include topless activity? YES ☐ NO ☒ N/A ☐

LAW ENFORCEMENT RECOMMENDATION

DANCE PERMIT	YES	☐	NO	☒	N/A	☐
ENTERTAINMENT PERMIT	YES	☒	NO	☐	N/A	☐
TOPLESS ACTIVITY PERMIT	YES	☐	NO	☒	N/A	☐

REMARKS: The establishment has no dance floor and does not plan on having dancing.

DATE SUBMITTED

[signature] 7-19-01
OFFICER'S SIGNATURE

Muskegon Police Department — 231.724.6750
DEPARTMENT NAME — PHONE NUMBER

980 Jefferson St. — Muskegon
ADDRESS — CITY

LC-693N REV 5/98
4880-0652

Michigan Department of Consumer & Industry Services
LIQUOR CONTROL COMMISSION
7150 Harris Drive
P.O. Box 30005
Lansing, Michigan 48909-7505

POLICE INSPECTION REPORT ON LIQUOR LICENSE REQUEST

(Authorized by MCL 436.7a)

J.F.H. 2-1-01

Important: Please conduct your investigation as soon as possible and complete all four sections of this report. Return the completed report and fingerprint cards to the Commission.

REQUEST I.D.# 100249

BUSINESS NAME AND ADDRESS: (include zip code) CSTS, INC. TO BE LOCATED AT 2185 HENRY, MUSKEGON, MICHIGAN 49441 IN MUSKEGON COUNTY.

REQUEST FOR: TRANSFER OWNERSHIP OF OO' CLASS C & SDM LICENSES WITH ENTERTAINMENT PERMIT FROM TAVERN ON HENRY, INC.

Section 1. FINGERPRINT REQUIRED **APPLICANT INFORMATION** FINGERPRINT REQUIRED

APPLICANT #1:	APPLICANT #2:
CHARLES A SLATER-STOCKHOLDER	TAMMY L SLATER-STOCKHOLDER
HOME ADDRESS AND AREA CODE/PHONE NUMBER: 4670 WHITE RD MUSKEGON, MICHIGAN 49442 (HM)231/773-0580 (BUS)231/759-0046	HOME ADDRESS AND AREA CODE/PHONE NUMBER: 4670 WHITE RD. MUSKEGON, MICHIGAN 49442 (HM)231/773-0580 (BUS) 231/759-0046
DATE OF BIRTH: 9-16-53	DATE OF BIRTH: 11-11-64
If the applicant is not a U.S. Citizen: o Does the applicant have permanent Resident Alien status? ☐ Yes ☐ No o Does the applicant have a Visa? Enter status:	If the applicant is not a U.S. Citizen: o Does the applicant have permanent Resident Alien status? ☐ Yes ☐ No o Does the applicant have a Visa? Enter status:
Date fingerprinted: 2-19-01	Date fingerprinted: 2-19-01

Attach the fingerprint card and $15.00 for each card and mail to the Liquor Control Commission.

ARREST RECORD: ☐ Felony ☐ Misdemeanor Enter record of all arrests & convictions (attach a signed and dated report if more space is needed)	ARREST RECORD: ☐ Felony ☐ Misdemeanor Enter record of all arrests & convictions (attach a signed and dated report if more space is needed)

Section 2. Investigation of Business and Address to be Licensed

Can living quarters be reached from the inside of the establishment without going outside? ☐ Yes ☒ No

Does applicant intend to have dancing or entertainment?
☐ No ☒ Yes, complete LC-693N, Police Investigation Report: Dance/Entertainment Permit

Are gas pumps on the premises or directly adjacent? ☒ No ☐ Yes, explain relationship:

Section 3. Local and State Codes and Ordinances, and General Recommendations

Will the applicant's proposed location meet all appropriate state and local building, plumbing, zoning, fire, sanitation and health laws and ordinances, if this license is granted? ☒ Yes ☐ No

If you are recommending approval subject to certain conditions, list the conditions: (Attach a signed and dated report if more space is needed)

Section 4. Recommendation

From your investigation:

1. Is this applicant qualified to conduct this business if licensed? ☒ Yes ☐ No
2. Is the proposed location satisfactory for this business? ☒ Yes ☐ No
3. Should this request be granted by the Commission? ☒ Yes ☐ No
4. If any of the above 3 questions were answered no, state your reasons: (Attach a signed and dated report if more space is needed)

R. L. Kleinknecht 2-18-01

Signature (Sheriff or Chief of Police) Date

LC-1800 Rev. 06/97

(Mail white copy to the Commission, Keep yellow copy for your file)

3215

POP-A-TOP TAVERN 6-95
2185 HENRY ST.
MUSKEGON, MI 49441

74-347/724

DATE 2-19-01

PAY TO THE ORDER OF City of Muskegon $ 250.00

Two hundred fifty + 00/100 DOLLARS

The Huntington National Bank
Muskegon, Michigan 49443

Huntington Banks

FOR License Transfer

Tammy L. Slater

⑈003215⑈ ⑆072403473⑆ 01171110899⑈

3214

POP-A-TOP TAVERN 6-95
2185 HENRY ST.
MUSKEGON, MI 49441

74-347/724

DATE 2-19-01

PAY TO THE ORDER OF State of Michigan $ 30.00

Thirty dollars + 00/100 DOLLARS

The Huntington National Bank
Muskegon, Michigan 49443

Huntington Banks

FOR Finger Printing

Tammy L. Slater

⑈003214⑈ ⑆072403473⑆ 01171110899⑈

Commission Meeting Date: July 24, 2001

Date:	**July 18, 2001**
To:	**Honorable Mayor and City Commissioners**
From:	**Planning & Economic Development** CBC
RE:	**Change to Request to Construct 3 Houses on Lawrence Street**

SUMMARY OF REQUEST:

In August 2000 Mr. Lawrence Baker of Artistic Builders purchased a vacant buildalble lot on Lawrence street (parcel number 24-610-000-0124-00) for the construction of 3 single-family homes. Since Mr. Baker subsequently discovered that the parcel was larger than first thought, it would be possible to construct 4 homes on lots of 99 feet each. He would like the City to revise his request and the deed to allow construction of 4 houses, with the last house to be finished in 36 months from the date of purchase, which was August 14, 2000.

FINANCIAL IMPACT:

The construction of another single-family home will add to the tax base, and add another home to the housing stock.

BUDGET ACTION REQUIRED:

None.

STAFF RECOMMENDATION:

To approve the attached resolution and authorize both the Mayor and the City Clerk to sign said resolution.

COMMITTEE RECOMMENDATION:

The Land Reutilization Committee (LRC) recommended approval of this request at their July 17th meeting.

Resolution No. 2001-85(d)

MUSKEGON CITY COMMISSION

RESOLUTION APPROVING AN AMENDMENT TO THE RESOLUTION 2000-76(k) TO ALLOW THE CONSTRUCITON OF FOUR (4) SINGLE-FAMILY HOMES.

WHEREAS, Lawrence Baker has made a request to construct four (4) single family homes instead of three (3) single-family homes on the property he purchased from the City of Muskegon in August 2000 designated as parcel #24-610-000-0124-00;

WHEREAS, the construction of an addition single-family home would generate additional tax revenue for the City;

NOW THEREFORE BE IT RESOLVED, that Resolution Number 2000-76)k) be amended to allow for the construction of four (4) family homes with not less than 1600 square feet and two stall garages.

Urban Renewal Plat No. 1 All of the Lots 124-127 and the West 56.8 feet of Lot 128

Adopted this 24th day of July, 2001

Ayes: Benedict, Nielsen, Schweifler, Shepherd, Spataro, Aslakson

Nays: None

Absent Sieradzki

By: Fred J. Nielsen
Fred J. Nielsen, Mayor

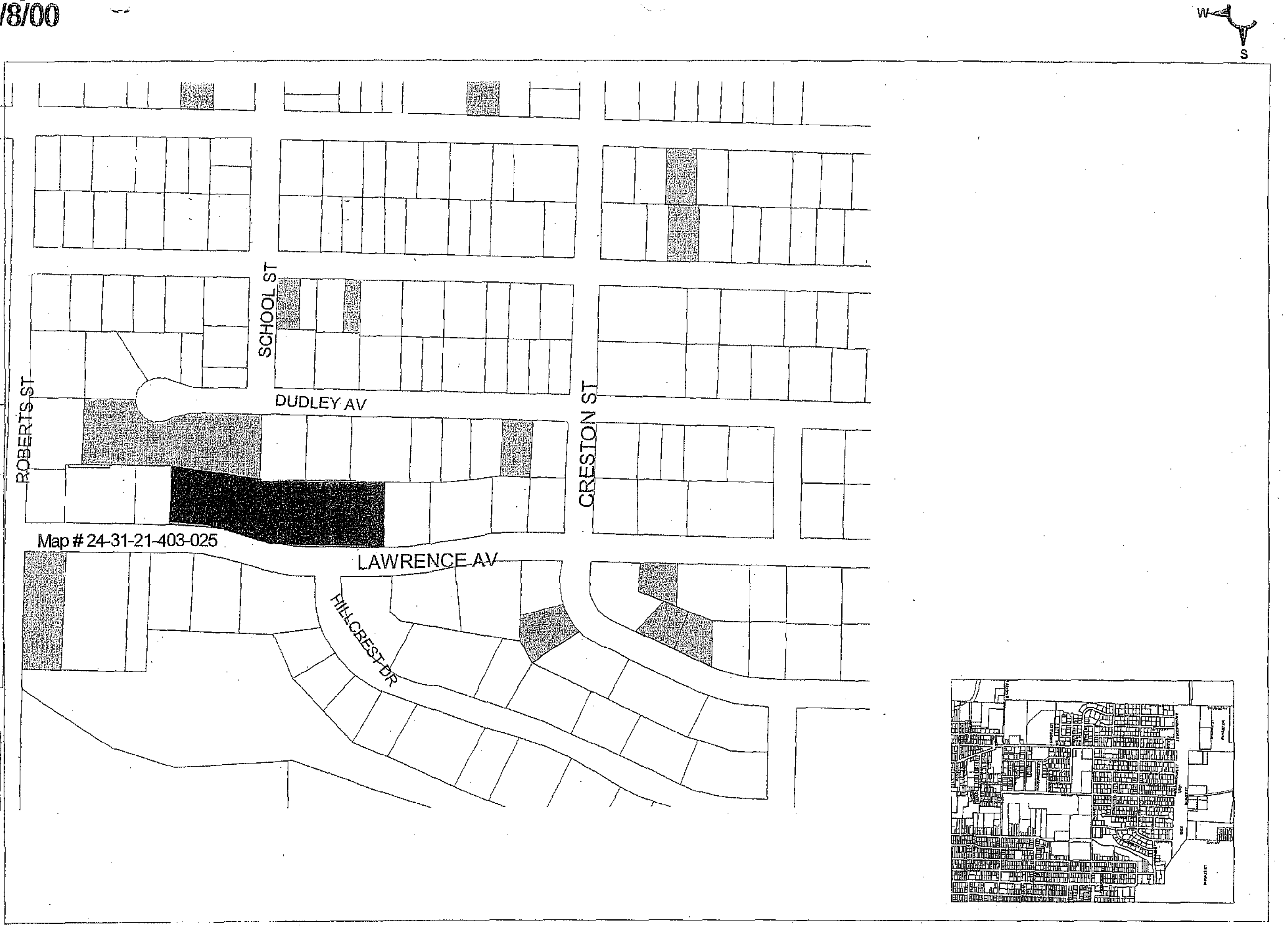
Attest: Gail Kundinger
Gail Kundinger, Clerk

CERTIFICATION

I hearby certify that the foregoing constitutes a true and complete copy of a resolution adopted by the City Commission of the City of Muskegon, County of Muskegon, Michigan at a regular meeting held on July 24, 2001.

By: Gail Kundinger
Gail Kundinger, Clerk

City-Owr ! Property Map
8/8/00



ADDENDUM TO PURCHASE AGREEMENT

2001-85(d)

This addendum to a certain purchase agreement between Lawrence Baker and the City of Muskegon dated August 8, 2000, is executed to reflect the fact that the City has approved the Buyer's request to build an additional dwelling on the property. After approval by the City Commission and execution, this addendum shall be attached to the original purchase agreement.

The Purchase Agreement is amended to provide, in section 5, for the building of an additional single family home, as follows:

> In addition, Buyer shall build a fourth single family residence within 36 months of the execution and delivery of a revised deed from the Seller to the Buyer providing for same in the form of an additional covenant, the said residence to have 1600 square feet of living space, not counting basement, and a two – stall garage.

In all other respects the Purchase Agreement dated August 8, 2000, remains in effect. The effective date of this addendum is July 24 2001.

SELLER : CITY OF MUSKEGON

By Fred J. Nielsen

Fred J. Nielsen, Mayor

By Gail A. Kundinger

Gail A. Kundinger, Clerk

BUYER:

Lawrence Baker

Lawrence Baker

S.S. no. 369 – 58 - 7827

C:\TEMP\Baker PA addendum 7-17-01.doc

QUIT-CLAIM DEED

2001-85(d)

KNOW ALL MEN BY THESE PRESENTS: That the CITY OF MUSKEGON, a municipal corporation, whose address is 933 Terrace Street, Muskegon, Michigan 49440,

QUIT CLAIMS to **Lawrence Baker,** a married man, of 835 Stevens, Muskegon, MI 49442,

the following described premises situated in the City of Muskegon, County of Muskegon, State of Michigan, to wit:

All of Lots 124-127 and the West 56.8 feet of Lot 128 of Urban Renewal Plat No. 1

for the sum of Twenty-one Thousand and One Dollars($21,001.00).

PROVIDED, HOWEVER, Grantee, or his assigns, shall complete construction of one (2) single family homes having not less than 1,600 square feet of living area (excluding basements) and two stall garages each, on the premises herein conveyed within eighteen (18) months after the date hereof, a third home with the same specifications by a date no later than 24 months after the date of this instrument, and a fourth home with the same specifications by a date no later than 36 months after the date of this instrument. In default of such construction, title to the premises on which the failure to complete has occurred shall revert to the City of Muskegon free and clear of any claim of Grantees or their assigns; and, in addition thereto, the City of Muskegon may retain the consideration for this conveyance free and clear of any claim of Grantees or their assigns. "Complete construction" means: (1) issuance of a residential building permit by the City of Muskegon; and, (2) completion to code of the dwelling described in the said building permit. In the event of reversion of title of the any of the above described premises, improvements made thereon shall become the property of Grantor. Further, Grantee covenants that each property shall be occupied by its owner for a period of five years from the date of this deed. Failure to abide by this covenant shall result in reversion of title and possession to the Grantor. The provisions of this paragraph are collectively covenants which shall run with the land.

This deed is exempt from real estate transfer tax pursuant to the provisions of MCLA 207.505(h)(i) and MCLA 207.526 Sec. 6(h)(i).

Dated this 24th day of July, 2001.

Signed in the presence of:

Linda Potter
Linda Potter

JoAnn Krukowski
JoAnn Krukowski

CITY OF MUSKEGON

By Fred J. Nielsen
Fred J. Nielsen, Its Mayor

and Gail A. Kundinger
Gail A. Kundinger, Its Clerk

STATE OF MICHIGAN
COUNTY OF MUSKEGON
2001-85(d)

The foregoing instrument was acknowledged before me this 27th day of July, 2001, FRED J. NIELSEN and GAIL A. KUNDINGER, Mayor and Clerk, respectively, of the CITY OF MUSKEGON, a municipal corporation, on behalf of the City.

PREPARED BY: G. Thomas Johnson
G. Thomas Johnson, Parmenter O'Toole
175 W. Apple Avenue
Muskegon, MI 49443-0786
Telephone: 231/722-1621

Linda S. Potter
Linda S. Potter
Notary Public, Muskegon County, Michigan
My commission expires: 9-25-02

WHEN RECORDED RETURN TO: Grantee

SEND SUBSEQUENT TAX BILLS TO: Grantee

Date: July 24, 2001

To: Honorable Mayor and City Commissioners

From: Engineering

RE: Consideration of Bids
Laketon Ave. Wood to Peck

SUMMARY OF REQUEST:

The contract to Mill & Resurface as well as the construction of a left turn Laketon from Wood to Peck be awarded to Nagel Construction out of Moline since they were the lowest (see attached bid tabulation) responsive and responsible bidder with a bid price of $389,036.65. Furthermore, your award of this contract, if granted, is contingent on the State's approval since they are contributing $150,000 into this improvement. Other bidders were;

1. C & D. Hughes with a bid of $513,288.84
2. Grant Tower with a bid of $440,266.17

FINANCIAL IMPACT:

The construction cost of $389,036.65 plus associated engineering cost which is estimated at an additional 15%.

BUDGET ACTION REQUIRED:

Adjust the original budget from $350,000 to $450,000. The additional money would come from the money that was allocated for Division Street. This revision would be reflected in the second quarter update.

STAFF RECOMMENDATION:

Award the contract to Nagel Construction.

COMMITTEE RECOMMENDATION:

BID TABULATION

	DESCRIPTION	QUANTITY	UNIT	ENGINEER'S ESTIMATE UNIT PRICE	ENGINEER'S ESTIMATE T. PRICE	GRANT TOWER UNIT COST	GRANT TOWER TOTAL COST	C & D HUGHES UNIT COST	C & D HUGHES TOTAL COST	NAGEL CONSTRUCTION UNIT COST	NAGEL CONSTRUCTION TOTAL COST
1	2' INLET STRUCTURE	4	EA	$800.00	$3,200.00	$652.98	$2,611.92	$1,500.00	$6,000.00	$700.00	$2,800.00
2	ADJUST DRAINAGE STRUCTURE COVER	17	EA	$400.00	$6,800.00	$583.05	$9,911.85	$700.00	$11,900.00	$150.00	$2,550.00
3	AGGREGATE BASE COURSE, 22A, 6" C.I.P.	2871	SQ.YD.	$6.00	$17,226.00	$4.24	$12,173.04	$7.00	$20,097.00	$4.15	$11,914.65
4	AGGREGATE BASE COURSE, 22A, AS NEEDED	550	TON	$20.00	$11,000.00	$11.00	$6,050.00	$30.00	$16,500.00	$15.00	$8,250.00
5	BIT APPROACH	11	TON	$125.00	$1,375.00	$94.21	$1,036.31	$90.00	$990.00	$100.00	$1,100.00
6	BIT. MIXTURE 2C @ 440#/S.Y.	2513	TON	$30.00	$75,390.00	$38.54	$96,851.02	$29.11	$73,153.43	$30.00	$75,390.00
7	BIT. MIXTURE 3C @ 165#/S.Y.	948	TON	$35.00	$33,180.00	$39.46	$37,408.08	$31.25	$29,625.00	$40.00	$37,920.00
8	BIT. MIXTURE 4C POLYMER MODIFIED ASPHALT CEMENT @ 220#/S.Y.	1260	TON	$41.00	$51,660.00	$46.02	$57,985.20	$39.30	$49,518.00	$40.00	$50,400.00
9	CATCH BASIN CASTING EAST JORDAN #7045 OR EQUAL	14	EA	$500.00	$7,000.00	$316.36	$4,429.04	$720.00	$10,080.00	$400.00	$5,600.00
11	CATCH BASIN, STANDARD	10	EA	$1,100.00	$11,000.00	$1,499.04	$14,990.40	$1,200.00	$12,000.00	$900.00	$9,000.00
12	CONCRETE APPROACH, 6", STANDARD	3	SQ.YD.	$27.00	$81.00	$32.47	$97.41	$27.00	$81.00	$36.00	$108.00
13	CONCRETE CURB AND GUTTER, DETAIL F-4, MODIFIED	1731	L.FT.	$10.00	$17,310.00	$9.83	$17,015.73	$8.00	$13,848.00	$12.00	$20,772.00
14	CONCRETE SIDEWALK 4"	158	SQ.YD.	$2.00	$316.00	$26.52	$4,190.16	$22.50	$3,555.00	$27.00	$4,266.00
15	CONCRETE SIDEWALK 6"	4	SQ.YD.	$3.00	$12.00	$31.76	$127.04	$27.00	$108.00	$36.00	$144.00
16	DUST PALLIATIVE, APPLIED, CA CL2	40	TON	$60.00	$2,400.00	$83.66	$3,346.40	$1.00	$40.00	$50.00	$2,000.00
17	IRRIGATION RELOCATION	1	LUMP SUM	$5,000.00	$5,000.00	$8,213.52	$8,213.52	$100,000.00	$100,000.00	$5,000.00	$5,000.00
19	MACHINE GRADING	17.8	STA.	$500.00	$8,900.00	$1,005.07	$17,890.25	$1,000.00	$17,800.00	$1,000.00	$17,800.00
20	MAINTENANCE GRAVEL	300	CU.YD.	$20.00	$6,000.00	$16.20	$4,860.00	$20.00	$6,000.00	$10.00	$3,000.00
21	MANHOLE CASTING EAST JORDAN #1000 OF EQUAL	5	EA	$500.00	$2,500.00	$218.74	$1,093.70	$700.00	$3,500.00	$300.00	$1,500.00
22	MANHOLE TAP	13	EA	$300.00	$3,900.00	$261.17	$3,395.21	$350.00	$4,550.00	$300.00	$3,900.00
23	PAVT MRKG, INLAY COLD PLASTIC, 6", CROSSWALK	180	L.FT.	$1.50	$270.00	$2.08	$374.40	$1.65	$297.00	$2.00	$360.00
24	PAVT MRKG, INLAY COLD PLASTIC, 18", STOP BAR	45	L.FT.	$2.00	$90.00	$6.51	$292.95	$5.45	$245.25	$6.00	$270.00
25	PAVT MRKG, INLAY COLD PLASTIC, LEFT TURN ARROW SYMB	16	EA	$70.00	$1,120.00	$88.91	$1,422.56	$75.00	$1,200.00	$100.00	$1,600.00
26	PAVT MRKG, OVERLAY COLD PLASTIC, LEFT TURN ARROW SYMB	22	EA	$70.00	$1,540.00	$110.82	$2,438.04	$95.00	$2,090.00	$100.00	$2,200.00
27	PAVT MRKG, OVERLAY COLD PLASTIC, ONLY	6	EA	$75.00	$450.00	$94.74	$568.44	$80.00	$480.00	$100.00	$600.00
28	PAVT MRKG WATERBORNE, 4", YELLOW	7966	L.FT.	$0.18	$1,433.88	$0.35	$2,788.10	$0.28	$2,230.48	$0.50	$3,983.00
29	PAVT MRKG WATERBORNE, 4", WHITE	2436	L.FT.	$0.20	$487.20	$0.35	$852.60	$0.28	$682.08	$0.50	$1,218.00
30	PAVT MRKG WATERBORNE, 12", WHITE	180	L.FT.	$1.00	$180.00	$2.06	$370.80	$1.75	$315.00	$2.00	$360.00
31	PREPARED TOP SOIL AND SEED CLASS A	1030	SQ.YD.	$2.50	$2,575.00	$5.22	$5,376.60	$5.00	$5,150.00	$2.50	$2,575.00
32	RECONSTRUCTING DRAINAGE STRUCTURE	9	V.FT.	$300.00	$2,700.00	$127.64	$1,148.76	$350.00	$3,150.00	$100.00	$900.00
33	REMOVING BIT SURFACE	105	SQ.YD.	$10.00	$1,050.00	$1.64	$172.20	$10.00	$1,050.00	$1.00	$105.00
34	REMOVING CURB AND GUTTER	1731	L.FT.	$7.00	$12,117.00	$4.55	$7,876.05	$6.00	$10,386.00	$3.00	$5,193.00
35	REMOVING DRAINAGE STRUCTURE	17	EA	$500.00	$8,500.00	$155.41	$2,641.97	$500.00	$8,500.00	$250.00	$4,250.00
36	REMOVING PAVEMENT (BITUMINOUS)	9441	SQ.YD.	$3.00	$28,323.00	$0.71	$6,703.11	$1.60	$15,105.60	$3.00	$28,323.00
37	REMOVING SEWER	160	L.FT.	$10.00	$1,600.00	$9.60	$1,536.00	$10.00	$1,600.00	$10.00	$1,600.00
38	REMOVING SIDEWALK	194	SQ.YD.	$1.00	$194.00	$4.41	$855.54	$10.00	$1,940.00	$5.00	$970.00
39	REMOVING TREE, 8" TO 12"	1	EA	$400.00	$400.00	$182.47	$182.47	$400.00	$400.00	$700.00	$700.00
40	SIGN, TYPE II B	18	SQ.FT.	$20.00	$360.00	$28.73	$517.14	$24.00	$432.00	$25.00	$450.00
41	STEEL POST, 2LBS / FT	110	L.FT.	$2.00	$220.00	$5.98	$657.80	$5.00	$550.00	$5.50	$605.00
42	STORM SEWER, 12", C76 CLASS V	148	L.FT.	$50.00	$7,400.00	$100.52	$14,876.96	$35.00	$5,180.00	$20.00	$2,960.00
43	STORM SEWER, 12", DUCTILE IRON, CL 52	208	L.FT.	$60.00	$12,480.00	$111.75	$23,244.00	$45.00	$9,360.00	$25.00	$5,200.00
44	TRAFFIC CONTROL PHASE 1	1	LUMP SUM	$25,000.00	$25,000.00	$31,677.01	$31,677.01	$30,000.00	$30,000.00	$30,000.00	$30,000.00
45	TRAFFIC CONTROL PHASE 2	1	LUMP SUM	$25,000.00	$25,000.00	$28,023.03	$28,023.03	$30,000.00	$30,000.00	$30,000.00	$30,000.00
46	WATER VALVE BOX AND COVER, COMPLETE	8	EA	$350.00	$2,800.00	$251.67	$2,013.36	$450.00	$3,600.00	$150.00	$1,200.00
	TOTAL				$400,540.08		$440,286.17		$513,288.84		$389,036.65

Date: **July 24, 2001**

To: **Honorable Mayor and City Commissioners**

From: **Engineering**

RE: **Request to amend an Encroachment Agreement**

SUMMARY OF REQUEST:

Hawkeye Environmental is requesting your permission to amend the encroachment agreement 98-109 I to include the installation of one more well in addition to those that are present. The well would be, if approved, installed in the terrace in front of 1249 Peck as shown on the attached sketch.

FINANCIAL IMPACT:

None

BUDGET ACTION REQUIRED:

None

STAFF RECOMMENDATION:

To approve the encroachment agreement subject to the same conditions set original.

COMMITTEE RECOMMENDATION:

HAWKEYE
ENVIRONMENTAL LAND SERVICES, INC.

PROVIDING DUE DILIGENCE SERVICES FOR THE ENVIRONMENTAL INDUSTRY

P.O. Box 246
Corunna, MI 48817
e-mail hawkeye@shianet.org
(989)743-4344
Fax (989)743-6450

July 11, 2001

RECEIVED
JUL 17 2001
ENGINEERING DEPT.

Mohammed Alshatel
City of Muskegon, Engineering Department
P.O. Box 536
Muskegon, Mi 49443-0536

RE: Amendment of Permit #98-109(i)
Speedway SuperAmerica LLC
Station #6295
1250 Peck Street
Muskegon, MI

Dear Mr. Alshatel:

Respectfully, we would like to request, on behalf of Speedway SuperAmerica LLC, Inc., an amendment of Permit #98-109(i) as issued by the City of Muskegon. SSA is being required by the Michigan Department of Environmental Quality, Storage Tank Division to install one (01) additional well on the West side of Peck Street. The location of the proposed well is approximately midpoint between the existing wells #8 and #10 as shown on the attached plat.

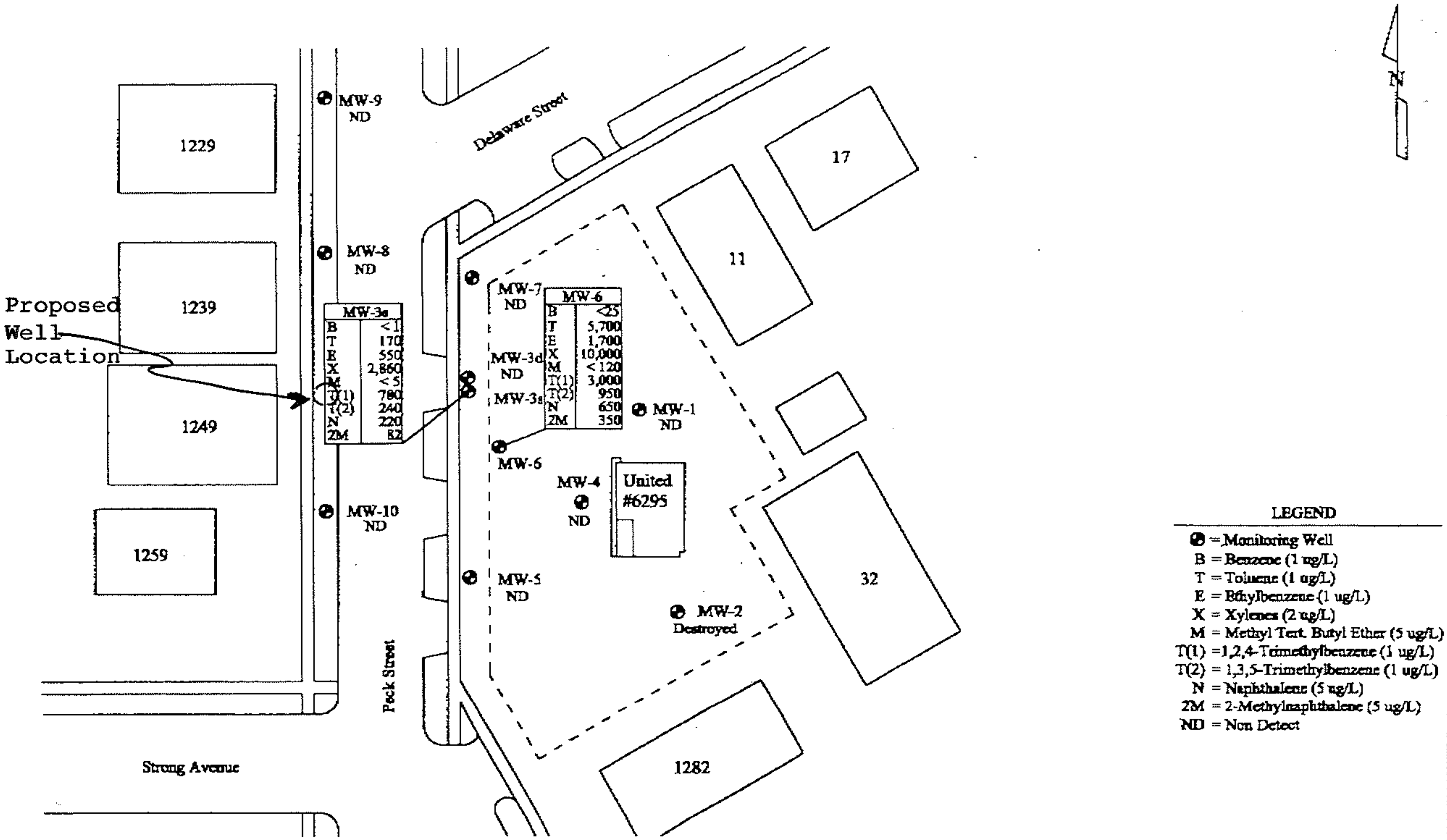
Should you have any questions please feel free to reach us at the above number. Also, if there are further requirements please advise.

Respectfully,

John C. Stender, Jr. CPL/ESA
President

enclosures
Copy of Permit #98-109(i)
Site Plan

cc
K. Lepak/SSA w/o enclosures
G. Mast/NESA w/o enclosures
file
C:\Corel\Suite8\Speedway SuperAmerica LLC\6295\Permit Amendment Letter to City of Muskegon.wpd



Scale (feet)
0 20 40

Figure 1

Site Plan with 8/15/00 Groundwater Analytical Data (ug/L)

SSALLC Closed United #6295
1250 Peck Street
City of Muskegon
Muskegon Co., Michigan

NESA

Adapted from Belsito Enviromental Services Drawing, Not a Legal Survey.

98-109(i)

CITY OF MUSKEGON

ENCROACHMENT AGREEMENT AND PERMIT

THIS AGREEMENT is made and entered into this 27 day of October, 1998, by and between the CITY OF MUSKEGON, a municipal corporation (hereinafter called CITY), and SPEEDWAY SUPERAMERICA, LLC (hereinafter called LICENSEE).

RECITALS

1. LICENSEE proposes to install, repair or maintain improvements or facilities ("the encroachment"), in or abutting a street, alley, sidewalk, park, terrace or other property controlled or owned by the City of Muskegon, the encroachment being described as

Installation of three (03) flush mount, groundwater monitoring wells.

2. The City - owned or controlled property (herein "property") subject to the encroachment is described as:

[please insert a general description, and if required by the city, an accurate legal description]

The West side of Peck Street, North of Strong Avenue. Across from the Speedway station located at 1250 Peck Street.

3. The City is willing to grant such privilege upon the terms and conditions herein. This agreement shall constitute a permit under section 18-19 of the Code of Ordinances, but shall apply to any encroachment on public ways or property.

THEREFORE,

1. CITY does hereby grant unto LICENSEE the privilege of ____constructing, _x_ installing, ___maintaining _____repairing ____performing all necessary functions relating to the encroachment, and for that purpose to enter the property, for the term herein stated. This

City certificates or policies evidencing such insurance coverage . The insurance policies or certificates shall provide that the City shall be given thirty days written notice before a cancellation or change in coverage may occur. The types of coverage and coverage limits to be required shall be as follows:

____

____

____.

5. BONDING. Before this agreement /permit becomes valid, LICENSEE shall file with the city a bond conforming with the requirements of any ordinance, and shall keep same in force during the entire term of this agreement.

6. The privilege hereby granted may be canceled and revoked by the CITY at any time upon giving said LICENSEE __ days of written notice of such cancellation and revocation.

7. LICENSEE may surrender up the privilege hereby granted at any time upon giving notice in writing to the City__ days prior to such surrender; provided, however, that upon the voluntary relinquishment or abandonment of this privilege, or upon cancellation or revocation thereof by the City, the LICENSEE shall remove any structure(s) erected upon, within or overhanging the area of encroachment and restore the property at LICENSEE'S expense and in a manner satisfactory to City and in default thereof shall be liable to City for any cost, damage or expense the City may sustain in such restoration.

8. That should said LICENSEE fail or refuse to conform to any of the conditions on its part to be performed hereunder, the privilege hereby granted shall immediately terminate and become null and void.

SUPPLEMENTAL CONDITIONS

1- The grantee shall be fully responsible for the maintenance of the of the wells and any relocation that becomes necessary to facilitate other improvements within the right of way.

2- Grantee will be responsible to maintain and keep, for the duration of this agreement, a valid insurance coverage satisfactory to the City.

Commission Meeting Date: July 24, 2001

Date:	**July 12, 2001**
To:	**Honorable Mayor and City Commissioners**
From:	**Planning & Economic Development** CK
RE:	**Sale of Non-Buildable Lot on Austin Street**

SUMMARY OF REQUEST:

To approve the sale of a vacant non-buildable lot (Parcel #24-215-008-0028-00) on Austin Street to David Wotli of 1724 Beidler (see attached map). Approval of this sale will allow Mr. Wotli to expand the current yard on his rental property and possibly construct a garage. The subject parcel is being offered to Mr. Wotli for $100. The parcel is located next to another vacant, unbuildable parcel, which is owned by a property owner across the alley. City policy for sale of unbuildable lots states that the sale of the lot will be "to expand/improve or beautify existing property".

FINANCIAL IMPACT:

The sale of this lot will allow the property to be placed back on the City's tax rolls thus relieving the City of continued maintenance costs.

BUDGET ACTION REQUIRED:

None.

STAFF RECOMMENDATION:

To approve the attached resolution and to authorize both the Mayor and the Clerk to sign the resolution.

COMMITTEE RECOMMENDATION:

The Land Reutilization Committee (LRC) recommends approval of the sale of the unbuildable lot on Austin Street to Mr. David Wotli.

CITY OF MUSKEGON

RESOLUTION #2001- 86(e)

RESOLUTION APPROVING THE SALE OF A CITY-OWNED NON-BUILDABLE LOT

WHEREAS, the City of Muskegon has received $100.00 from David Wotli, 1724 Beidler for the purchase of a vacant, City-owned lot located adjacent to his property on Austin Street (parcel #24-215-008-0028-00);

WHEREAS, this lot is not considered buildable under the City's Zoning Ordinance, and there are no other opportunities to sell a portion to another adjacent property owner;

WHEREAS, the sale would enable the City to place this property back on the tax rolls, and would relieve the City of further maintenance;

WHEREAS, the sale of this property would be in accordance with property disposition goals and policies of the City;

NOW, THEREFORE BE IT RESOLVED, that CONTINENTAL ADD LOT 28 BLK 8 be sold to Mr. David Wotli for $100.

Resolution adopted this 24th day of July, 2001.

Ayes: Schweifler, Shepherd, Spataro, Aslakson, Benedict, Nielsen

Nays: None

Absent: Sieradzki

By: Fred J. Nielsen
Fred J. Nielsen, Mayor

Attest: Gail A. Kundinger
Gail A. Kundinger, Clerk

CERTIFICATION

2001-86(e)

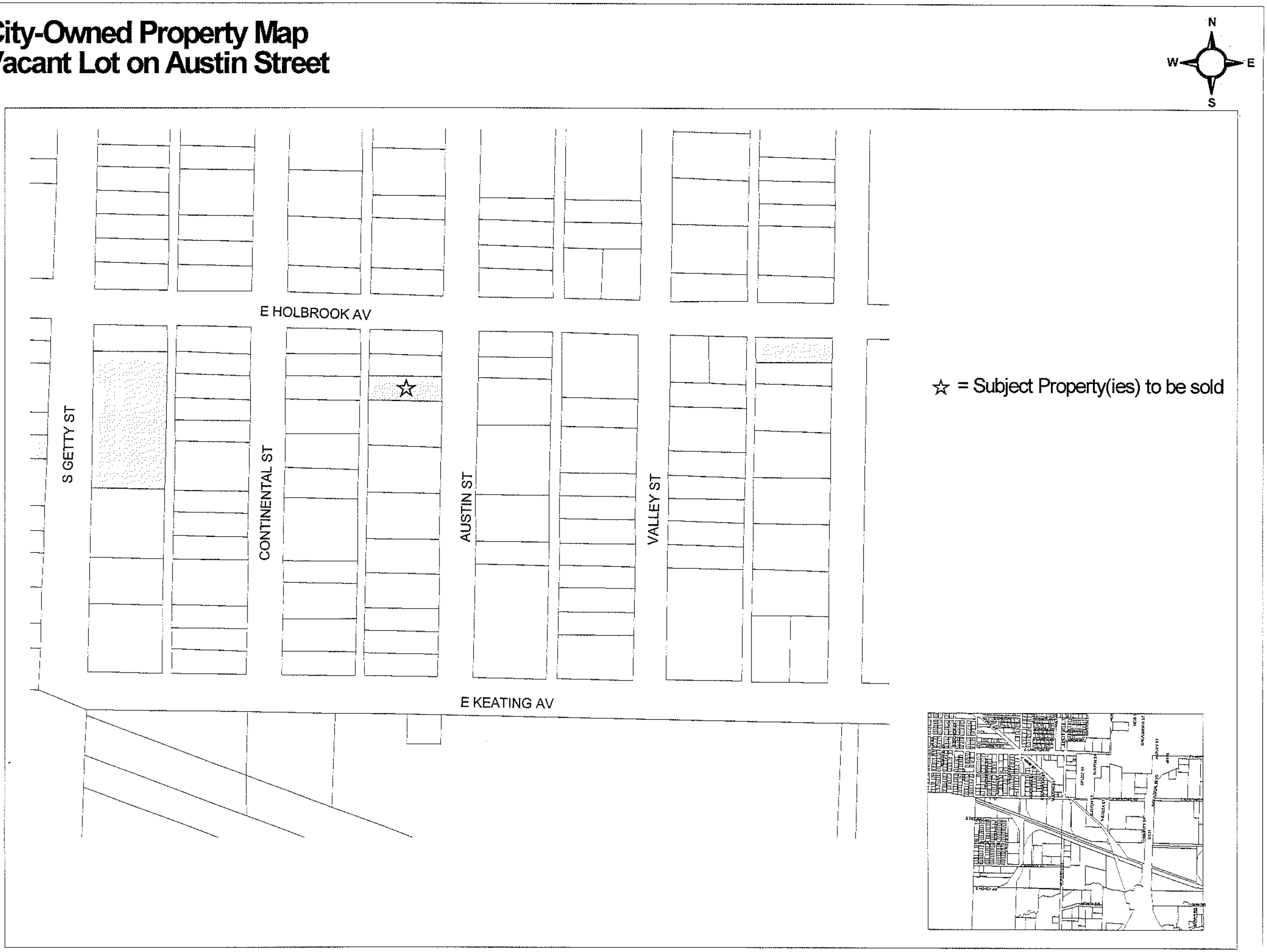
This resolution was adopted at a regular meeting of the City Commission, held on July 24, 2001. The meeting was properly held and noticed pursuant to the Open Meetings Act of the State of Michigan, Act 267 of the Public Acts of 1976.

CITY OF MUSKEGON

By Gail A. Kundinger

Gail A. Kundinger, Clerk

City-Owned Property Map
Vacant Lot on Austin Street



QUIT-CLAIM DEED

2001-86(c)

KNOW ALL MEN BY THESE PRESENTS: That the CITY OF MUSKEGON, a municipal corporation, of 933 Terrace Street, Muskegon, Michigan 49440,

QUIT CLAIMS to DAVID WOTLI, a married man, of 1724 Beidler Street, Muskegon, MI 49441,

the following described premises situated in the City of Muskegon, County of Muskegon, State of Michigan, to wit:

Lot 28 of Block 8 of CONTINENTAL ADDITION;

for the sum of One Hundred ($100) Dollars.

This deed is exempt from real estate transfer tax pursuant to the provisions of MCLA 207.505(h)(i) and MCLA 207.526 Sec. 6(h)(i).

Dated this 28 day of August, 2001.

Signed in the presence of:

Linda Potter

Linda Potter

JoAnn Krukowski

JoAnn Krukowski

CITY OF MUSKEGON

By Fred J. Nielsen

Fred J. Nielsen, Its Mayor

and Gail A. Kundinger

Gail A. Kundinger, Its Clerk

STATE OF MICHIGAN
COUNTY OF MUSKEGON

The foregoing instrument was acknowledged before me this 28th day of August, 2001, FRED J. NIELSEN and GAIL A. KUNDINGER, Mayor and Clerk, respectively, of the CITY OF MUSKEGON, a municipal corporation, on behalf of the City.

PREPARED BY:
G. Thomas Johnson, Parmenter O'Toole
175 W. Apple Ave., Muskegon, MI 49443-0786
Telephone: 231/722-1621

Linda S. Potter

Linda S. Potter

Notary Public, Muskegon County, Michigan
My commission expires: 9-25-02

WHEN RECORDED RETURN TO: Grantee

SEND SUBSEQUENT TAX BILLS TO: Grantee

G:\COMMON\5\GTJ\C-RLEST\C-WOTLI.QCD.DOC

Date: July 24, 2001

To: Honorable Mayor and City Commissioners

From: Engineering

RE: Consideration of Bids
City Hall Tuck Pointing

SUMMARY OF REQUEST:

The contract to Caulk, Tuck Point and Seal City Hall to D. C. Byers Company out of Grand Rapids since they were the lowest (see bid tabulation) responsible bidder with a bid price of $46,600 (including the chimney).

FINANCIAL IMPACT:

The construction cost of $46,600.

BUDGET ACTION REQUIRED:

Adjust the original budget from $25,000 for partial repair work to $46,600. The additional money would come from the savings on the P.D. parking lot project ($7,000) that was budgeted at $32,000 but final cost was more like $28,000 and $15,000 from the Restlawn Cemetery Office Renovation project which was budgeted at $75,000, however, the bids came in much lower. This revision would be reflected in the second quarter update.

STAFF RECOMMENDATION:

Award the contract to D. C. Byers.

COMMITTEE RECOMMENDATION:

SPECIALISTS IN RESTORATION OF STRUCTURES SINCE 1903

D. C. Byers Company
P.O. BOX 8578
GRAND RAPIDS, MICHIGAN 49518
PHONE (616) 538 7300

July 6, 2001

City of Muskegon
933 Terrance Street
P.O. Box 536
Muskegon, MI 49443

Attention: J.R. Gann

Regarding: City Hall Tuckpointing

Dear J. R,

Per my site visit and review with you on 07/06/01 D.C. Byers Company/Grand Rapids Inc. proposes to furnish all material, labor, equipment, insurance, and supervision to perform the following:

- To include necessary tuckpointing of the existing chimney at City Hall tuckpointing project and caulking and coating of the concrete chimney cap.

COST: **$475.00**

Thank you for having called upon us. We look forward to working with you.

Sincerely,

D.C. Byers Company/Grand Rapids Inc.

John Stevenson Jr.
VP Sales

JS01-134/dle

Date: July 10, 2001

To: Honorable Mayor and City Commissioners

From: Finance Director

RE: Sale of DDA Refunding Bonds

SUMMARY OF REQUEST: Previously, the City Commission authorized staff to enter into negotiations for sale of up to $4.5 million of LTGO bonds for the purpose of refunding the outstanding 1989 DDA Series A and Series D tax increment bonds to achieve significant interest savings. Treasury Department approval has been received and staff has selected (via competitive RFP process) First of Michigan to underwrite and market this bond issue. The bonds are scheduled for pricing on Monday, July 23rd and will be brought to you the following evening for approval of the sale. Attached is the "Resolution Approving Sale of the City of Muskegon 2001 Development Refunding Bonds (General Obligation Limited Tax)" together with the "Bond Purchase Agreement" and "Escrow Agreement" that you will be asked to approve. Approval of these documents is the final official action needed for sale of the bonds. There are some blank spaces in the documents that will be filled in once financial details of the bond sale are known.

FINANCIAL IMPACT: The exact financial impact will not be known until the bonds are priced for sale on Tuesday, July ~~10~~th. 23rd

BUDGET ACTION REQUIRED: None at this time.

STAFF RECOMMENDATION: Approval of the attached awarding resolution.

COMMITTEE RECOMMENDATION: None. Both the City Commission and the DDA Board have taken earlier actions in support of this bond sale.

Founded in 1852
by Sidney Davy Miller

Sidney T. Miller (1864-1940)
George L. Canfield (1866-1928)
Lewis H. Paddock (1866-1935)
Ferris D. Stone (1882-1945)

JOEL L. PIELL
TEL: (313) 496-7518
FAX: (313) 496-8450
E-MAIL: piell@millercanfield.com

MILLER
CANFIELD
MILLER, CANFIELD, PADDOCK AND STONE, P.L.C.

150 West Jefferson, Suite 2500
Detroit, Michigan 48226
TEL: (313) 963-6420
FAX: (313) 496-7500
www.millercanfield.com

MICHIGAN: Ann Arbor
Detroit • Grand Rapids
Howell • Kalamazoo
Lansing • Monroe • Troy

New York, N.Y.
Washington, D.C.
POLAND: Gdynia
Katowice • Warsaw

AFFILIATED OFFICE:
Pensacola, FL

July 16, 2001

Mr. Timothy J. Paul
Finance Director
City of Muskegon
933 Terrace St
PO Box 536
Muskegon, MI 49443-0536

Via Email

Dear Tim:

Please find herewith enclosed a suggested form of resolution to be used on July 24th to award the refunding bonds. I would ask you to review same and if you have any questions concerning the resolution, please let me know.

Very truly yours,

MILLER, CANFIELD, PADDOCK AND STONE, P.L.C.

By: ______________________________
Joel L. Piell

cc: Mr. Warren M. Creamer, III *(Via Email)*

DELIB:2248707.1\063684-00024

RESOLUTION APPROVING SALE OF
THE CITY OF MUSKEGON
2001 DEVELOPMENT REFUNDING BONDS (GENERAL OBLIGATION LIMITED TAX)

THE CITY OF MUSKEGON
COUNTY OF MUSKEGON, MICHIGAN

2001-87(a)

Minutes of a regular meeting of the City Commission of the City of Muskegon, County of Muskegon, Michigan, (the "City"), held on the 24th day of July, 2001 at 5:30 o'clock p.m., Eastern Daylight Savings Time.

PRESENT: Members Aslakson, Benedict, Nielsen, Schweifler, Shepherd, Spataro

ABSENT: Members Sieradzki

The following preamble and resolution were offered by Member Spataro and supported by Member Aslakson.

WHEREAS, by resolution adopted on June 12, 2001, (the "Bond Resolution"), the City authorized not to exceed $4,500,000 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax) (the "Bonds") for the purpose of refunding the Downtown Development Authority of the City of Muskegon 1989 Downtown Development Limited Tax Increment Bonds, Series A-1 and Series D-1 each dated as of August 30, 1990 (the "Prior Bonds"); and

WHEREAS, the Michigan Department of Treasury (the "Department") approved issuance of the Bonds; and

WHEREAS, the City has received or will receive an offer to purchase the Bonds from First of Michigan Division of Fahnstock & Co. Inc. (the "Underwriter"), and providing the provisions of this resolution have been met the City determines that it is in the best interests of the City to accept the offer.

NOW, THEREFORE, BE IT RESOLVED, THAT:

1. The offer of the Underwriter as set forth in the proposed bond purchase agreement (the "Bond Purchase Agreement") presented to this Commission to purchase the Bonds in the principal amount and at a purchase price plus accrued interest, if any, as will be shown on the exhibit attached to the Bond Purchase Agreement (the "Exhibit"), is hereby accepted, providing that the net interest cost to the City do not exceed five and one half percent per annum and the par amount of the Bonds does not exceed $4,500,000 and the City Finance Director is authorized and directed to execute and deliver the Bond Purchase Agreement on behalf of the City.

2. The Bonds shall be dated as of the date shown on the Exhibit, shall be designated 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax) and shall mature, bear interest, and be subject to redemption as shown on the Exhibit.

Notice of redemption of any Bond shall be given at least thirty (30) days prior to the date fixed for redemption by mail to the Owner or Owners at the registered addresses shown on the registration books kept by the Transfer Agent. Bonds shall be called for redemption in multiples of $5,000 and Bonds of denominations of more than $5,000 shall be treated as representing the number of Bonds obtained by dividing the denomination of the Bond by $5,000 and such Bonds may be redeemed in part. The notice of redemption for Bonds redeemed in part shall state that upon surrender of the Bond to be redeemed a new Bond or Bonds in aggregate principal amount equal to the unredeemed portion of the Bond surrendered shall be issued to the Owner thereof.

No further interest payment on the Bonds or portions of the Bonds called for redemption shall accrue after the date fixed for redemption, whether presented for redemption or not, provided funds are on hand with the Transfer Agent to redeem the same.

3. Fifth Third Bank, Michigan, Grand Rapids, Michigan is hereby approved as Transfer Agent for the Bonds and is further approved as Agent (the "Agent") under the proposed escrow agreement (the "Escrow Agreement") presented to this Commission.

4. The Escrow Agreement providing for payment and redemption of the Prior Bonds is hereby approved and shall constitute the "Escrow" referred to in the Bond Resolution. The Mayor and City Clerk shall execute and deliver the Escrow Agreement substantially in the form presented to this Commission with such changes and completions as shall be necessary in order to accomplish refunding the Prior Bonds in accordance with law, the Bond Resolution and the order of the Department.

5. Upon delivery of the Bonds, the accrued interest, if any, shall be deposited in the Debt Retirement Fund for the Bonds and the balance shall be used as follows. A sum presently estimated to be $80,585.84 shall be used to pay the costs of issuance of the Bonds, and any balance remaining from that sum after paying the costs of issuance shall be deposited in the Debt Retirement Fund for the Bonds. The net proceeds of the Bonds, plus accrued interest, together with monies in the Debt Service Reserve and related funds established for the Prior Bonds, less costs of issuance and the underwriter's discount shall be paid to the Agent and invested by it as provided in the Escrow Agreement for payment of principal, interest and redemption premium on the Prior Bonds.

6. The Preliminary Official Statement relating to the Bonds and its use by the

Underwriter are hereby authorized, approved and confirmed.

7. The Official Statement relating to the Bonds, which Official Statement has been presented to and is on file with this Commission is hereby authorized and approved. The City Manager is authorized and directed to execute and deliver the Official Statement on behalf of the City. The Mayor, City Clerk, City Manager and Finance Director are further authorized to approve, execute and deliver any amendments and supplements to the Official Statement necessary to assure that the statements therein are, and as of the time the Bonds are delivered to the Underwriter will be true, and that it does not contain any untrue statement of a material fact and does not omit to state a material fact necessary in order to make the statements, in light of the circumstances under which they were made, not misleading.

8. The officers, agents and employees of the City are authorized to take all other actions necessary and convenient to facilitate sale of the Bonds including the execution of such certificates and closing documents as are required to sale the Bonds.

9. The Bonds of this issue shall be executed in the name of the City with the manual or facsimile signatures of the Mayor and City Clerk and shall have the seal of the City, or a facsimile thereof, printed or impressed on the Bonds. No Bond shall be valid until authenticated by an authorized officer or representative of the Transfer Agent. The Bonds shall be delivered to the Transfer Agent for authentication and be delivered by the Transfer Agent to the purchaser or other person in accordance with instructions from the City.

10. The Transfer Agent shall keep the books of registration for this issue on behalf of the City. Any Bond may be transferred upon such registration books by the registered owner of record, in person or by the registered owner's duly authorized attorney, upon surrender of the

Bond for cancellation, accompanied by delivery of a duly executed written instrument of transfer in a form approved by the Transfer Agent. Whenever any Bond or Bonds shall be surrendered for transfer, the City shall execute and the Transfer Agent shall authenticate and deliver a new Bond or Bonds, for like aggregate principal amount. The Transfer Agent shall require the payment by the bondholder requesting the transfer of any tax or other governmental charge required to be paid with respect to the transfer.

Unless waived by any registered owner of bonds to be redeemed, official notice of redemption shall be given by the Transfer Agent on behalf of the City. Such notice shall be dated and shall contain at a minimum the following information: original issue date; maturity dates; interest rates; CUSIP numbers, if any; certificate numbers (and in the case of partial redemption, the called amounts of each certificate); the place where bonds called for redemption are to be surrendered for payment; and that interest on bonds or portions thereof called for redemption shall cease to accrue from and after the redemption date.

In addition, further notice shall be given by the Transfer Agent in such manner as may be required or suggested by regulations or market practice at the applicable time, but no defect in such further notice nor any failure to give all or any portion of such further notice shall in any manner defeat the effectiveness of a call for redemption if notice thereof is given as prescribed herein.

11. The Bonds shall be in substantially the following form subject to such changes as may be necessary to purchase a policy of municipal bond insurance:

UNITED STATES OF AMERICA
STATE OF MICHIGAN
UNITED STATES OF AMERICA

CITY OF ANN MUSKEGON
2001 DOWNTOWN DEVELOPMENT REFUNDING BONDS
(GENERAL OBLIGATION LIMITED TAX)

Interest Rate	Maturity Date	Date of Original Issue	CUSIP

Registered Owner:

Principal Amount: Dollars

KNOW ALL MEN BY THESE PRESENTS, that the City of Muskegon, County of Muskegon, State of Michigan (the "City"), acknowledges itself to owe and for value received hereby promises to pay to the Registered Owner specified above, or registered assigns, the Principal Amount specified above, in lawful money of the United States of America, on the Maturity Date specified above, unless prepaid prior thereto as hereinafter provided, with interest thereon until paid from the Date of Original Issue specified above or such later date to which interest has been paid, at the Interest Rate per annum specified above, payable on ______ 1, 20__ and semiannually thereafter. Principal of this bond is payable upon presentation and surrender of this bond at the principal office of Fifth Third Bank Michigan, Grand Rapids, Michigan, or such other transfer agent as the City may hereafter designate by notice mailed to the registered owner not less than sixty (60) days prior to an interest payment date (the "Transfer Agent"). Interest on this bond is payable to the person or entity which is registered owner of record as of the 15th day of the month preceding the interest payment date as shown on the registration books of the City kept by the Transfer Agent, by check or draft mailed by the Transfer Agent to the registered owner of record at the registered address. Principal of and interest on this bond are payable in the first instance from tax increment revenue payments received by the City from the Downtown Development Authority of the City of Muskegon (the "Authority"). In addition, for prompt payment of this bond, both principal and interest, the full faith, credit and resources of the City are hereby irrevocably pledged. In case of insufficiency of the tax increment revenue payments for the payment of the principal of and interest on this bond, the City is obligated to pay the same as a first budget obligation from its general funds or from any taxes which it may levy within applicable constitutional and statutory tax limitations.

This bond is one of a series of bonds aggregating the principal sum of $_,___,000, issued pursuant to Act 197, Public Acts of Michigan, 1975, as amended, and a resolution duly adopted by the City Commission of the City for the purpose of refunding the Authority's 1989 Downtown Development Limited Obligation Tax increment Bonds, Series A-1 and D-1. The City has pledged its full faith and credit, subject to applicable constitutional and statutory tax limitations, as additional security therefor.

Bonds of this issue maturing in the years _____ to ____, inclusive, are not subject to redemption prior to maturity.

Bonds or portions of bonds in multiples of $5,000 of this issue maturing in the years 2___ and thereafter shall be subject to redemption, at the option of the City, in such order as the City shall determine and within any maturity by lot, on any interest payment date on or after _______________ 1, 2___, at par and accrued interest to the date fixed for redemption.

In case less than the full amount of an outstanding bond is called for redemption the Transfer Agent upon presentation of the bond called in part for redemption shall register, authenticate and deliver to the registered owner a new bond in the principal amount of the portion of the original bond not called for redemption.

Notice of redemption shall be given to the holders of bonds to be redeemed by mailing of such notice not less than thirty (30) days prior to the date fixed for redemption to the registered owner at the address of the registered owner as shown on the registration books of the City. No further interest on bonds called for redemption shall accrue after the date fixed for redemption, whether presented for redemption or not, provided the City has money available for such redemption.

This bond is transferable only upon the registration books of the City kept by the Transfer Agent by the registered owner of record in person, or by the registered owner's attorney duly authorized in writing, upon the surrender of this bond together with a written instrument of transfer satisfactory to the Transfer Agent duly executed by the registered owner or the registered owner's attorney duly authorized in writing, and thereupon a new registered bond or bonds in the same aggregate principal amount and of the same maturity shall be issued to the transferee in exchange therefor as provided in the resolution authorizing this bond, and upon the payment of the charges, if any, therein prescribed.

This bond is payable out of the Debt Retirement Fund of the City for this issue, and it is hereby certified and recited that all acts, conditions and things required by law to be done, precedent to and in the issuance of this bond and the series of bonds of which this is one, exist and have been done and performed in regular and due form and time as required by law, and that the total indebtedness of the City, including this bond, does not exceed any constitutional or statutory debt limitation.

This bond is not valid or obligatory for any purpose until the Transfer Agent's Certificate of Authentication on this bond has been executed by the Transfer Agent.

IN WITNESS WHEREOF, the City of Muskegon, County of Muskegon, State of Michigan, by its City Commission, has caused this bond to be signed in the name of the City by the facsimile signatures of its Mayor and City Clerk and a facsimile of its corporate seal to be printed hereon, all as of the Date of Original Issue.

CITY OF MUSKEGON
County of Muskegon
State of Michigan

By Ferdy Nielsen
Its Mayor

(SEAL)
Countersigned

Gail A. Kundinger
City Clerk

(Form of Transfer Agent's Certificate of Authentication)

DATE OF REGISTRATION:

CERTIFICATE OF AUTHENTICATION

This bond is one of the bonds described in the within-mentioned resolution.

FIFTH THIRD BANK,
Grand Rapids, Michigan,
Transfer Agent

By ______________________
Authorized ___________

[Bond printer to insert form of assignment]

12. The purchase of a policy of municipal bond insurance from MBIA Insurance Corporation insuring the Bonds be and is hereby approved. The Mayor, Clerk, and Finance Director of the City be and are hereby authorized to give execute such certificates and documents as are necessary to effect the purchase of said policy of insurance

13. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

AYES: Members Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd

NAYS: Members None

RESOLUTION DECLARED ADOPTED.

Gail A. Kundinger

City Clerk

I hereby certify that the foregoing constitutes a true and complete copy of a resolution adopted by the City Commission of the City of Muskegon, County of Muskegon, State of Michigan, at a regular meeting held on July 24, 2001, and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of 1976, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

Gail A. Kundinger

City Clerk

ELIB:2245534.1\063684-00024

MILLER, CANFIELD, PADDOCK AND STONE, P.L.C.

Draft

BOND PURCHASE AGREEMENT

CITY OF MUSKEGON

COUNTY OF MUSKEGON, STATE OF MICHIGAN

2001 DOWNTOWN DEVELOPMENT REFUNDING BONDS

(GENERAL OBLIGATION LIMITED TAX)

July __, 2001

City of Muskegon
County of Muskegon
State of Michigan

Ladies and Gentlemen:

The undersigned, First of Michigan Corporation Division of Fahnestock & Co. Inc. (the "Underwriters"), offers to enter into this Bond Purchase Agreement relating to the 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax), in the aggregate principal amount set forth in Exhibit A hereto (the "Bonds") of the City of Muskegon, County of Muskegon, State of Michigan (the "Issuer"). This offer is made subject to the Issuer's acceptance of this Agreement on or before 11:00 p.m., prevailing Eastern Time, on the date hereof, and if not so accepted will be subject to withdrawal by the Underwriters upon notice delivered to the Issuer at any time prior to acceptance hereof by the Issuer. The Bonds are to be issued and sold pursuant to the provisions of Act 197, Public Acts of Michigan, 1975, as amended ("Act 197"), and resolutions duly adopted by the City Commission of the Issuer on June 12, 2001 and July 10, 2001 (together the "Resolution") for the purposes of refunding a portion of the Downtown Development Authority of the City of Muskegon 1989 Downtown Development Limited Obligation Tax Increment Bonds, Series A-1 dated as of August 30, 1990 (the "Series A Bonds") and the Downtown Development Authority of the City of Muskegon 1989 Downtown Development Limited Obligation Tax Increment Bonds, Series D-1 dated as of August 30, 2001 (the "Series D Bonds") and paying the costs of issuance of the Bonds and of the refunding. After setting aside proceeds of the Bonds for the payment of all or a portion of the costs of issuance of the Bonds, the remaining proceeds of the Bonds, together with funds of the Issuer, will be invested in direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America, or other obligations the principal of and interest on which are fully secured by the foregoing (the "Government Obligations"), such that the principal of and interest on such obligations will be sufficient to pay interest, redemption premium and principal on the Refunded Bonds to be refunded to their call date. The Bonds shall be dated, shall have the maturities, bear interest at the rates per annum, be sold with original issue discounts, if any, and be subject to redemption at the times, on the terms and in the manner set forth in Exhibit A attached hereto and made a part hereof.

A Preliminary Official Statement, dated July __, 2001 (the "Preliminary Official Statement"), describing the Issuer, the Bonds and security for the Bonds has been prepared for use in connection with the public offer, sale and distribution of the Bonds. There has also been prepared a final Official Statement dated July __, 2001 (the "Official Statement"), setting forth definitive information relating to the terms of offering of the Bonds. Any and all appendices, exhibits, reports and summaries included in the Preliminary Official Statement or the Official Statement or attached thereto shall be for all purposes hereof deemed to be a part of the Preliminary Official Statement and the Official Statement, as applicable. The Issuer confirms that the information contained in the Preliminary Official Statement was deemed to be final as of its date for the purpose of enabling the Underwriters to comply with the requirements of Rule 15c2-12(b)(1) (the "Rule") of the Securities and Exchange Commission (the "SEC"), except for the omission of such information as is permitted by Rule 15c2-12(b)(1). The Issuer deems the Official Statement to be final as of its date. The Issuer hereby confirms the authority of the Underwriters to use, and consents to the use of, the Preliminary Official Statement and the Official Statement and any amendments or supplements thereto in connection with the offer, sale and distribution of the Bonds. The Issuer agrees to provide or cause to be provided to the Underwriters within seven (7) business days after the date hereof sufficient copies of the Official Statement to enable the Underwriters to comply with the requirements of Rule 15c2-12(b)(4) of the Securities and Exchange Commission and with any applicable requirements of the Municipal Securities Rulemaking Board (the "MSRB"). The Issuer agrees to provide or cause to be provided two (2) executed copies of the Escrow Agreement (the "Escrow Agreement") between the Issuer and Fifth Third Bank, Grand Rapids, Michigan, as escrow agent (the "Escrow Agent"), on the Closing Date (hereinafter defined) to permit the Underwriters to comply with the requirements of Rule G-36 of the MSRB.

1. <u>Purchase, Sale and Closing</u>. Upon the basis of the representations and covenants contained herein, but subject to the conditions hereinafter set forth, the Issuer hereby agrees to sell to the Underwriters, and the Underwriters agree to purchase from the Issuer, all (but not less than all) of the Bonds at the price set forth in Exhibit A hereto. Payment for the Bonds shall be made to the order of the Treasurer of the Issuer in immediately available funds. The closing for the payment for the Bonds shall take place at the offices of Miller, Canfield, Paddock and Stone P.L.C., at 10:00 a.m., Eastern Daylight Savings Time, on __________ __, 2001, or at such other date, place, or time as may be designated by the Underwriters with the approval of the Issuer (the "Closing Date"). The Bonds shall be printed in definitive form for registration through a book-entry-only system of registration and shall be delivered on the Closing Date in New York, New York, registered in the name of Cede & Co., as nominee for The Depository Trust Company. The Bonds will be made available to the Underwriters at the place of delivery for inspection and packaging at least 24 hours before the Closing Date. The Issuer has appointed Fifth Third Bank, Grand Rapids, Michigan, as paying agent (in such capacity, the "Paying Agent").

2. <u>Issuer's Representations and Covenants</u>. The Issuer represents and covenants as follows:

(a) The Issuer is a duly organized and validly existing public corporation of the State of Michigan organized and existing pursuant to Act 279 of the Public Acts of 1909, as amended and has full power and authority (i) to adopt the Resolution, (ii) to execute, deliver and perform its obligations under this Agreement, the Resolution, the Escrow Agreement, and the Tender Offer and Acceptance dated as of ______, 2001 by and between the Issuer and Morgan Stanley & Co. Incorporated (the "Tender") and the Bonds, (iii) to issue, sell, execute and deliver the Bonds to the Underwriters as provided herein and (iv) to carry out and consummate all actions required to be taken by it in connection with the transactions contemplated by the aforesaid documents.

(b) The Issuer has duly authorized (i) the execution and delivery of, and the due performance by the Issuer of its obligations under, this Agreement, the Resolution, the Escrow Agreement, the Tender and the Bonds and (ii) the taking of any and all actions as may be required on the part of the Issuer to carry out, give effect to and consummate the transactions contemplated by such documents.

(c) The Resolution has been duly enacted and adopted by the Issuer, have not been amended, modified, supplemented or repealed, except as provided therein, and are in full force and effect. This Agreement has been duly authorized, executed and delivered by the Issuer. This Agreement is, and the Escrow Agreement, Tender and Bonds will be, when duly executed and delivered by the Issuer, legal, valid and binding obligations of the Issuer enforceable in accordance with their respective terms, except that the binding effect and enforceability thereof are subject to applicable bankruptcy, insolvency, reorganization, moratorium and similar laws in effect from time to time affecting the rights of creditors generally and except to the extent that the enforceability thereof may be limited by application of general principles of equity. At or prior to the Closing Date, the Bonds shall be duly executed and delivered by the Issuer.

(d) Upon advice of counsel and to the best of the Issuer's knowledge, (i) the enactment of the Resolution, the authorization, execution and delivery by the Issuer of this Agreement, the Escrow Agreement, the Tender and the Bonds, and compliance with the provisions of each of such instruments will not conflict with or result in a violation of the Constitution of the State of Michigan or the laws of the State of Michigan (including Act 197 or any debt limitations or other restrictions or conditions on the debt-issuing power of the Issuer) and (ii) the adoption of the Resolution, the authorization, execution and delivery by the Issuer of this Agreement, the Escrow Agreement, the Tender and the Bonds, and compliance with the provisions of each of such instruments will not conflict with or constitute a breach of, or default under, any indenture, commitment, agreement or other instrument to which the Issuer is a party or by which it is bound or under any constitutional or statutory provisions, or rule, regulation, resolution, judgment, order or decree to which the Issuer or any of its property is subject. The Issuer has not received any written notice, not subsequently withdrawn, given in accordance with the remedy provisions of any bond resolution, trust indenture or agreement or state law pertaining to bonds or notes, of any default or event of default which has not been cured, remedied or waived.

(e) There is no action, suit, proceeding, inquiry or investigation at law or in equity, or before or by any judicial or administrative court, public board or body, pending or threatened against the Issuer (nor, to the best of the Issuer's knowledge, is there any basis therefor), in any way (i) contesting or affecting the existence of the Issuer or title of any official of the Issuer to such person's office, (ii) seeking to restrain or enjoin the issuance, sale or delivery of the Bonds, the levy and collection of rates and charges anticipated to be collected and paid to the Issuer and used to pay the principal of, premium, if any, and interest on the Bonds or the payment of the moneys, property, or revenues pledged or to be pledged for the payment of principal of, premium, if any, or interest on the Bonds, (iii) contesting or affecting the validity or enforceability of this Agreement, the Escrow Agreement, the Tender, the Resolution or the Bonds, or (iv) contesting the completeness or accuracy of the Official Statement or the powers or authority of the Issuer to engage in the transactions contemplated by this Agreement, the Escrow

Agreement, the Tender, the Resolution or the Bonds, or (v) questioning the exemption of interest on the Bonds from taxation as described under "Tax Matters" in the Official Statement.

(f) Upon the advice of counsel and to the best of the Issuer's knowledge, there is no election or referendum of or by any person, organization or public body pending, proposed or concluded (nor, to the best of the Issuer's knowledge, is there any basis therefor) and there are no provisions of law of the State of Michigan which would allow, as of the date hereof or any date subsequent hereto, such election or referendum, the results of which could in any way adversely affect the transactions contemplated by this Agreement, the Escrow Agreement, the Tender, the Resolution, or the Bonds or the validity or enforceability of such instruments.

(g) Upon the advice of counsel and to the best of the Issuer's knowledge, except as may be required under the securities laws of any state, there is no consent, approval, authorization or other order of, or any filing with, registration with, or certification by, any governmental or regulatory authority having jurisdiction over the Issuer or required for the issuance of the Bonds other than such as has already been provided or obtained (including the approval of the Department of Treasury, State of Michigan).

(h) Any certificates or other instrument signed by the Mayor, City Clerk, City Manager, or Finance Director of the Issuer or by a duly appointed and acting deputy of any of said officials on his or her behalf, and delivered to the Underwriters shall be deemed a representation by the Issuer to the Underwriters as to the truth of the statements made therein.

(i) On or prior to the Closing Date, the Issuer shall have taken all actions necessary to be taken by it for: (i) the issuance, sale, execution and delivery of the Bonds upon the terms set forth herein and in Resolution, (ii) the execution and delivery by the Issuer of this Agreement, the Escrow Agreement, the Tender and all such other instruments and the taking of all actions on the part of the Issuer as may be necessary or appropriate for the effectuation and consummation of the transactions on the part of the Issuer contemplated thereby, and (iii) the execution and delivery of the Issuer of such instruments and the taking of all actions on the part of the Issuer as may be necessary or appropriate for the effectuation and consummation of the transactions on the part of the Issuer contemplated thereby. Between the date of this Agreement and the Closing Date the Issuer will take no action which will cause any representation contained in this Agreement to be untrue as of the Closing Date.

(j) The Issuer will furnish such information, execute such instruments and take such other action in cooperation with the Underwriters as the Underwriters may deem necessary in order to qualify the Bonds for offer and sale under the "blue sky" or securities laws and regulations of such states and other jurisdictions of the United States as the Underwriters may designate; provided, however, that the Issuer will not be required to consent to service of process in any state or jurisdiction outside the State of Michigan.

(k) The Issuer will not take or omit to take any action, which action or omission will in any way adversely affect the exemption from taxation of the interest on the Bonds as described under "Tax Matters" in the Official Statement or result in the proceeds from the sale of the Bonds being applied in a manner other than as provided in the Ordinance and Resolution.

(l) No default by the Issuer has occurred in the payment of the principal of or premium, if any, or interest on any bond, note or other evidence of indebtedness issued by the Issuer. No bankruptcy, insolvency or other similar proceedings pertaining to the Issuer are pending or, to the best of the knowledge of the Issuer, contemplated.

(m) The Preliminary Official Statement (other than the information relating to the Book-Entry-Only System supplied by DTC and the information under the section captioned "Underwriting" provided by the Underwriters, as to which no representation is made), as of its date, did not include any untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in light of the circumstances under which they were made, not misleading, and the Official Statement, including any amendments or supplements thereto (other than the information relating to the Book-Entry-Only System supplied by DTC and the information under the section captioned "Underwriting" provided by the Underwriters, as to which no representation is made), will not, as of the date thereof, as of the Closing Date or as of the date of any such amendment or supplement, include any untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in light of the circumstances under which they are or were made, not misleading.

(n) The Issuer will not amend or supplement the Official Statement without the consent of the Underwriters. The parties hereto will advise each other promptly of the institution of any proceedings by any governmental agency or any other material occurrence affecting the use of the Official Statement in connection with the offer and sale of the Bonds.

(o) If at any time, during the period from the date hereof to the date of delivery of the Bonds, any event occurs as a result of which the Official Statement, as then amended or supplemented, would include an untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in the light of the circumstances under which they were made, not misleading, the parties hereto will cooperate with each other in the prompt preparation of an amendment or supplement which will correct such statement or omission, and the costs of any such amendment or supplement shall be borne by the Issuer.

(p) The financial statements of the Issuer included in the Official Statement present the financial position of the Issuer at December 31, 2000 and the results of its operations and the changes in its financial position for the year then ended. For the period January 1, 2001 to the date hereof, there has been no material adverse change in the financial condition of the Issuer.

(q) The Issuer will send one copy of its audited financial statements annually to the Underwriters upon request therefor as soon as the audited financial statements become available.

(r) The Issuer will provide the Underwriters with information pertaining to the Issuer concerning developments that affect the accuracy and completeness of key representations contained in the Official Statement until the earlier of (a) 90 days from the end of the underwriting period, as defined below, or (b) the time when the Official Statement is available to any person from a nationally recognized municipal securities information repository, but in no case less than 25 days following the end of the underwriting period, as defined below. The Issuer further agrees that it will cooperate with the Underwriters in amending the Official Statement if any of such information, in the judgment of the Underwriters, requires that the Official Statement to be amended in fulfillment of the Underwriters' responsibilities pursuant to Rule 15c2-12 of the Securities and Exchange Commission. The "end of the underwriting period" as referred to in the preceding sentence shall be the later of the delivery of the Bonds by the Issuer to the Underwriters or when the Underwriters no longer retain (directly or as a syndicate member) an unsold balance of the Bonds for sale to the public, and shall be deemed to be _____________ __, 2001, unless the Underwriters notify the Issuer in writing prior to such date that there exists an unsold balance of the Bonds, in which case the end of the underwriting period shall be deemed to be extended for 30 days from the date of such notice, subject to extension for additional periods of 30 days each upon receipt of prior written notice from the Underwriters that there exists an unsold balance of the Bonds. The Underwriters agree to file the Official Statement with a nationally recognized municipal securities information repository on or before the Closing Date and to file the Official Statement with the MSRB or its designee as provided in Rule G-36 of the MSRB.

It is further understood and agreed that the members of the Issuer, the agents, attorneys, or employees of the Issuer, their respective heirs, personal representatives or successors shall not be generally or personally liable in connection with any matter, cause or thing pertaining to the Bonds or the issuance thereof, this Agreement, or any instruments and documents executed and delivered by the Issuer in connection with issuance of the Bonds. No covenant or agreement contained in this Agreement shall be deemed to be the covenant or agreement of any member, officer, attorney, agent or employee of the Issuer in an individual capacity. No recourse shall be had for the payment of the principal of, premium, if any, or interest on, the Bonds, or for any claim based hereon or on any instruments and documents executed and delivered by the Issuer in connection with the Bonds, against any officer, member, agent, attorney or employee, past, present or future, of the Issuer or any successor body, or their respective heirs, personal representatives, successors as such, either directly or through the Issuer or any successor body, whether by virtue of any constitutional provision, statute or rule of law, or by the enforcement of any assessment or penalty, or otherwise, all of such liability being hereby released as a condition of and as a consideration for the execution and delivery of this Agreement.

3. Conditions of Underwriters' Obligations. The obligations of the Underwriters hereunder with respect to the Bonds shall be subject to (a) the compliance with and performance by the Issuer of its obligations and agreements to be complied with and performed hereunder and under the Ordinance on or prior to the Closing Date, (b) the truth, accuracy and completeness as of the date hereof of the representations and covenants of the Issuer contained herein; and (c) the truth, accuracy and completeness on the Closing Date of the representations and covenants of the Issuer contained herein.

The obligations of the Underwriters hereunder with respect to the Bonds are also subject to the following further conditions:

(a) This Agreement, the Escrow Agreement, the Tender and the Bonds shall have been duly authorized and executed by the Issuer; the Resolution shall have been duly enacted and adopted, authorized and executed by the Issuer; the Resolution shall be in full force and effect and shall not have been amended, modified or supplemented; all necessary actions of the Issuer relating to the foregoing shall be in full force and effect without rescission or modification; and there shall have been taken in connection with the issuance of the Bonds and with the transactions contemplated hereby and thereby all such actions as, in the opinion of Bond Counsel, are necessary and appropriate.

(b) On or prior to the Closing Date, the Underwriters shall have received:

(i) Opinions, dated the Closing Date, of Miller, Canfield, Paddock and Stone, P.L.C., as Bond Counsel, substantially in the form attached as Appendix D to the Official Statement and a supplemental opinion substantially in the form attached hereto as Exhibit B.

(ii) A certificate, dated the Closing Date, signed by the Mayor, City Clerk, City Manager or Finance Director of the Issuer, or any of the foregoing, in form and substance satisfactory to the Underwriters, to the effect that (A) each of the representations of the Issuer set forth in this Agreement is true, accurate and complete on the Closing Date as if made on and as of the Closing Date, and (B) each of the covenants of the Issuer to be complied with and each of the obligations of the Issuer to be performed under this Agreement, the Escrow Agreement, the Tender, the Resolution and the Continuing Disclosure Agreement of the Issuer pursuant to the Rule (the "Continuing Disclosure Agreement") on or prior to the Closing Date have been complied with and performed.

(iii) Such additional certificates (including but not limited to appropriate non-arbitrage certificates), instruments or other documents as the Underwriters may reasonably request to evidence (a) the truth, accuracy and completeness, as of the Closing Date, of the representations of the Issuer at such time, and (b) the performance of all agreements then to be performed and all conditions then to be satisfied by the Issuer in connection with this Agreement, the Escrow Agreement, the Tender, the Resolution and the Bonds.

(iv) The Resolution each certified by the Secretary of the Issuer as having been duly adopted.

(v) A counterpart original of a transcript of all proceedings relating to the authorization and issuance of the Bonds.

(vi) The Official Statement, executed on behalf of the Issuer by an authorized official.

(vii) An Order of Approval and related waivers effective on the date hereof and on the Closing Date of the Department of Treasury, State of Michigan, pursuant to which the Bonds may be issued and delivered.

(viii) Confirmation that the Issuer has received underlying ratings no lower than "BBB-" from Standard & Poor's Rating Services.

(viii) An executed copy of the Escrow Agreement.

(ix) The verification report of Causey, Demgen & Moore, Denver, Colorado (the "Verification Agent"), with respect to the adequacy of the escrow for the Refunded Bonds and the yields on the Bonds and the Prior Bonds and the securities held in the escrow for the Refunded Bonds.

(x) An executed copy of the Continuing Disclosure Agreement of the Issuer.

(xi) A letter from the Issuer's auditors consenting to the inclusion of the auditors' letter with the audited financial statements of the Issuer included as an appendix to the Official Statement.

(xii) Such additional certificates as the Underwriters may reasonably request to evidence performance of or compliance with the provisions hereof and the transactions contemplated hereby and by the Official Statement, all such certificates to be satisfactory in form and substance to the Underwriters.

If any of the conditions specified in this Section shall not have been fulfilled when and as required by this Agreement, or if any of the opinions, instruments, documents, proceedings or certificates mentioned above or elsewhere in this Agreement shall not be in all material respects reasonably satisfactory in form and substance to the Underwriters, this Agreement and all obligations of the Underwriters hereunder may be canceled by the Underwriters, or at any time prior to, the Closing Date. Notice of such cancellation shall be given to the Issuer in writing, or by telex confirmed in writing.

4. Conditions of the Issuer's Obligations. The Issuer's obligations to sell and deliver the Bonds shall be subject to the following conditions on or before the Closing Date:

(a) The Issuer shall have received the opinions described in Section 3(b)(i) hereof.

(b) The Underwriters shall have tendered the purchase price set forth in Section 1 hereof.

(c) The Issuer shall have received such additional certificates as the Issuer may reasonably request, including a certificate as to the "original issue price."

5. Termination. This Agreement may be terminated by the Underwriters and the Issuer shall not be obligated to sell and deliver, and the Underwriters shall not be obligated to purchase and pay for, the Bonds on the Closing Date if the Underwriters shall deliver to the Issuer a certificate to the effect that in its reasonable judgment any of the following events has occurred after the date hereof and on or prior to the Closing Date:

(a) The marketability of the Bonds or the contemplated offering price thereof, in the opinion of the Underwriters, have been materially adversely affected by an amendment to the Constitution of either the United States of America or the State of Michigan, or by any Federal or Michigan legislation, proposed, pending or effective, or by any decision of any Federal or Michigan court or by any announcement, order, ruling or regulation (final, temporary or proposed) of the Treasury Department of the United States of America, the Internal Revenue Service or other Federal or Michigan authority or regulatory body, affecting the status of the Issuer, its property, income or securities (including the Bonds), or any tax exemption with respect to the Issuer's securities (including the Bonds), or the interest thereon granted or authorized by the Internal Revenue Code of 1986, as amended.

(b) A stop order, ruling, regulation or official statement by, or on behalf of, any governmental agency having jurisdiction shall have been issued or made to the effect that the issuance, offering or sale of obligations of the general character of the Bonds, or the issuance, offering or sale of the Bonds as contemplated hereby, is in violation or would be in violation of any provisions of Federal or Michigan securities laws.

(c) Legislation shall have been enacted by the Congress of the United States of America, or a decision by a court of the United States of America shall have been rendered, to the effect that obligations of the general character of the Bonds are not exempt from registration or qualification under, or other similar requirements of, the Federal securities laws.

(d) An order, ruling, regulation, official statement or decision by any governmental agency or court having jurisdiction shall have been issued or made which calls into question the legality, validity or enforceability of the issuance of the Bonds.

(e) Additional material restrictions not in force as of the date hereof shall have been imposed upon the trading in securities generally by any governmental authority or by any national securities exchange.

(f) Any of the following events shall have occurred: (A) the engagement by the United States of America in hostilities which have resulted in a declaration of war or national emergency, or the occurrence of any other outbreak of hostilities or national or international calamity or crisis, financial or otherwise, the effect of such outbreak, calamity or crisis on the financial markets of the United States of America being such as, in the opinion of the Underwriters, would adversely affect the ability of the Underwriters to market the Bonds at the intended offering prices (it being agreed by the Underwriters that there is no outbreak, calamity or crisis of such a character as of the date hereof); (B) a general suspension of trading on the New York Stock Exchange or the American Stock Exchange or other national securities exchange; (C) the establishment of limited or minimum prices on such Exchanges; (D) the declaration of a banking moratorium either by Federal, New York State, Wisconsin, Illinois or Michigan authorities; or (E) the New York Stock Exchange or other national securities exchange, or any governmental authority, shall impose, as to the Bonds or similar obligations, any material restrictions not now in force, or increase materially those now in force, with respect to the extension of credit by, or the charge to the net capital requirements of, any of the Underwriters; or (vi) an event which, in the reasonable opinion of the Underwriters, requires an amendment or supplement to the Official Statement and, in the reasonable opinion of the Underwriters, adversely affects the marketability of the Bonds or the contemplated offering price thereof.

6. Costs and Expenses. (a) Except as set forth herein, the Underwriters shall be under no obligation to pay, and the Issuer shall pay, all expenses incident to the performance of the Issuer's obligations hereunder, including but not limited to (i) fees and disbursements of Bond Counsel, the fees and disbursements of the financial advisor, the fees and disbursements of the Escrow Agent and the fees and disbursements of the Paying Agent in connection with the issuance of the Bonds; (ii) the costs of printing and distributing the Bonds, the Preliminary Official Statement and the Official Statement, and (iii) the cost of obtaining a rating on the Bonds.

(b) The Underwriters shall pay: (i) all advertising expenses in connection with the public offering of the Bonds; (ii) the fees and disbursements of counsel to the Underwriters; and (iii) all other expenses incurred by them in connection with their public offering and distribution of the Bonds.

7. Indemnification. (a) To the extent permitted by law, the Issuer agrees to indemnify and

hold harmless the Underwriters and each person, if any, who controls the Underwriters (within the meaning of Section 15 of the Securities Act of 1933) against any and all losses, claims, damages, liabilities and expenses (including reasonable costs of investigation) caused by any untrue statement or alleged untrue statement of a material fact made by the Issuer and contained in the Official Statement, or in any amendment or supplement thereto made by the Issuer, caused by any omission or alleged omission to state therein a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

(b) The Underwriters agree to indemnify and hold harmless the Issuer to the same effect as the foregoing indemnity from the Issuer to the Underwriters, but only with respect to information furnished by or on behalf of the Underwriters expressly for use in connection with the Preliminary Official Statement or the Official Statement, and appearing therein under the heading "Underwriting."

(c) The indemnity agreements contained in this Paragraph 7 and the representations and warranties of the Issuer set forth in this Agreement shall remain operative and in full force and effect after the Closing Date, regardless of any investigation made by or on behalf of the Underwriters or any person so controlling the Underwriters or by or on behalf of the Issuer. A successor of any of the Underwriters or of the Issuer shall be entitled to the benefits of the indemnity agreements contained in this Paragraph 7.

In case any action or claim shall be brought against the Issuer based upon the Preliminary Official Statement or the Official Statement, and in respect of which indemnity may be sought from the Underwriters, the Underwriters shall have the rights and duties given to the Issuer and the Issuer shall have the rights and duties given to the Underwriters, by subparagraph (a) of this Paragraph 7.

8. Governing Law. This Agreement shall be governed by and construed in accordance with the laws of the State of Michigan, including, without limitation, those laws applicable to contracts made and to be performed in that State.

9. Survival of Representations and Covenants. All representations and covenants of the Issuer and agreements of the Underwriters set forth in this Agreement shall remain in full force and effect regardless of any investigation, or statement as to the results thereof, made by or on behalf of any purchaser of the Bonds or any person controlling any such purchaser, and shall survive delivery of and payment for the Bonds.

10. Execution in Counterparts. This Agreement may be executed and accepted in any number of counterparts, all of which taken together shall constitute one and the same instrument, and any of the parties hereto may execute or accept this Agreement by signing any such counterpart.

11. Notices and Other Actions. All notices, requests, demands and formal actions hereunder shall be in writing mailed, telegraphed or delivered to the following addresses:

The Issuer:

City of Muskegon
933 Terrace Street
Muskegon, MI 49443
Attention: Finance Director

The Underwriters:

First of Michigan Division of Fahnestock & Co. Inc.
300 River Place, Suite 4000
Detroit, Michigan 48207-5056
Attn: Public Finance Department

12. Parties in Interest. This Agreement is made solely for the benefit of the Underwriters, persons controlling the Underwriters, the Issuer, and their respective successors and assigns, and no other person, partnership, association or corporation shall acquire or have any right under or by virtue of this Agreement. The terms "successors" and "assigns" shall not include any purchaser of Bonds from or through any Underwriters merely because of such purchase.

If the foregoing is in accordance with your understanding of the agreement by and between the Issuer and the Underwriters, kindly sign and return to First of Michigan one of the enclosed copies hereof, whereupon it will constitute a binding agreement between the Issuer and the Underwriters in accordance with its terms.

Very truly yours,

FIRST OF MICHIGAN DIVISION OF FAHNESTOCK & CO. INC.

By______________________________

Its______________________________

Accepted as of the date
first above written:

CITY OF MUSKEGON

By ______________________________

Its ______________________________

EXHIBIT A

Principal Amount:	$______________
Purchase Price:	$___________(i.e., principal amount of the Bonds of $____________, less original issue discount of $________, less Underwriters' discount of $_______)
Date of Issue:	___________ __, 2001
Interest Payment Dates:	December 1, 2002 and semiannually thereafter

Maturity Schedule,
Interest Rates and Issue Price(s):

June 1 Year	Principal	Rate	Price/Yield

Redemption Provisions:

EXHIBIT B

[Supplemental Opinion of Bond Counsel]

DELIB:2245594.1\063684-00024

ESCROW AGREEMENT

CITY OF MUSKEGON
COUNTY OF MUSKEGON, STATE OF MICHIGAN

2001 DOWNTOWN DEVELOPMENT REFUNDING
REFUNDING BONDS (GENERAL OBLIGATION LIMITED TAX)

THIS ESCROW AGREEMENT (the "Agreement") dated as of the __ day of __________, 2001, made between the City of Muskegon, County of Muskegon, State of Michigan (the "Issuer") and Fifth Third Bank, Michigan, Grand Rapids, Michigan (the "Escrow Agent").

W I T N E S S E T H:

WHEREAS, there are presently outstanding $3,600,000 in principal amount of the Downtown Development Authority of the City of Muskegon (the "Authority") 1989 Downtown Development Limited Obligation Tax Increment Bonds, Series A-1 (the "Series A Bonds") and $1,685,000 of the Authority's 1989 Downtown Development Limited Obligation Tax Increment Bonds, Series D-1 (the "Series D Bonds") each series dated as of August 30, 1990 (together the "Refunded Bonds"); and

WHEREAS, the Refunded Bonds mature serially in such years, are subject to optional redemption, bear interest at such rates and are payable as to interest at the times and in the amounts set forth in Exhibit A attached hereto and made a part hereof; and

WHEREAS, the Issuer proposes to purchase $900,000 of the Series A Bonds from the holder thereof on or prior to the effective date of this Agreement; and

WHEREAS, the Issuer now desires to refund the entire principal amount of the Refunded Bonds now outstanding (after giving effect to the purchase of the Series A Bonds described in the foregoing paragraph); and

WHEREAS, the Issuer has adopted a resolution authorizing the issuance of its 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax) (the "Refunding Bonds") for the purpose of providing amounts sufficient to provide for the payment of the principal of, interest on and redemption premiums on the Refunded Bonds on the dates and in the amounts shown on Exhibit B attached hereto; and

WHEREAS, the Issuer desires to provide for the deposit of part of the proceeds of its Refunding Bonds with the Escrow Agent to provide for the payment of the interest on the Refunded Bonds to December 1, 2001, and for the call for redemption on December 1, 2001 of the principal amount of the Refunded Bonds; and

WHEREAS, the Issuer desires to enter into this escrow agreement with the Escrow Agent to provide for the safekeeping, investment, reinvestment, administration and disposition of any such deposit, upon such terms and conditions herein set forth; and

WHEREAS, the Issuer desires that, concurrently with the delivery of the Refunding Bonds to the purchasers thereof, a portion of the proceeds of the Refunding Bonds shall be applied to purchase certain direct obligations of or obligations the principal of and interest on which are unconditionally guaranteed by the United States of America, or other obligations the principal of and interest on which are fully secured by the foregoing for deposit to the credit of the Escrow Fund created pursuant to the terms of this Agreement and to establish a beginning cash balance in the Escrow Fund; and

WHEREAS, the Escrowed Securities shall mature and the interest thereon shall be payable at such times and in such amounts so as to provide moneys which, together with cash balances from time to time on deposit in the Escrow Fund, will be sufficient to pay interest on the Refunded Bonds as it accrues and becomes payable, the principal of the Refunded Bonds upon redemption and the redemption premiums payable upon the call of the Refunded Bonds; and

WHEREAS, by resolution of the Issuer approved on July 10, 2001 the City Commission of the Issuer duly authorized the negotiation and execution of this Agreement, certified copies of such resolution have been filed with the Escrow Agent.

NOW, THEREFORE, in consideration of the mutual undertakings, promises and agreements herein contained, the sufficiency of which hereby are acknowledged, and to secure the full and timely payment of the principal of, the interest on and the redemption premiums on the Refunded Bonds, the Issuer and the Escrow Agent mutually undertake, promise, and agree for themselves and their respective representatives and successors, as follows:

ARTICLE I

DEFINITIONS AND INTERPRETATIONS

Section 1.01. Definitions. Unless the context clearly indicates otherwise, the following terms shall have the meanings assigned to them below when they are used in this Agreement:

"Code" means the Internal Revenue Code of 1986, as amended, and the rules and regulations thereunder.

"Escrow Agent" means Fifth Third Bank, Michigan, Grand Rapids, Michigan and its successors as Escrow Agent under this Agreement.

"Escrow Fund" means the City of Muskegon 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax) Escrow Fund created and described in Section 3.01 of this Agreement.

"Escrowed Securities" means those securities described in Exhibit C attached to this Agreement.

"Issuer" means the City of Muskegon, County of Muskegon, State of Michigan.

"Refunded Bonds" means the outstanding $3,600,000 in principal amount of the Series A Bonds less the amount of said Series A Bonds repurchased by the Issuer, and the $1,685,000 in principal amount of the Series B Bonds, of the Authority being refunded pursuant to the terms of this Agreement and which are more fully described in Exhibit A.

"Refunded Bonds Resolutions" means the respective resolutions duly adopted by the City Commission of the Issuer authorizing the Refunded Bonds.

"Refunded Bonds Transfer Agent" means Fifth Third Bank, Michigan, Grand Rapids, Michigan.

"Refunding Bonds" means the Issuer's $4,___,___ 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax) dated as of ______ __, 2001.

Section 1.02. Interpretations. The titles and headings of the articles and sections of this Agreement have been inserted for convenience and reference only and are not to be considered a part hereof and shall not in any way modify or restrict the terms hereof. This Agreement and all of the terms and provisions hereof shall be liberally construed to effectuate the purposes set forth herein and to achieve the intended purpose of providing for the refunding of the Refunded Bonds in accordance with applicable law.

ARTICLE II

DEPOSIT OF FUNDS AND ESCROWED SECURITIES

Section 2.01. Deposits in the Escrow Fund. The Issuer has deposited, or caused to be deposited, in the Escrow Fund the following funds and Escrowed Securities:

(a) $______ as the beginning cash balance for the Escrow Fund; and

(b) the Escrowed Securities described in Exhibit C attached hereto against payment.

ARTICLE III

CREATION AND OPERATION OF ESCROW FUND

Section 3.01. Escrow Fund. The Escrow Agent has created on its books a special and irrevocable escrow fund to be known as the City of Muskegon 2001 Downtown Development Refunding Bonds (General Obligation Limited Tax) Escrow Fund. The Escrow Agent hereby acknowledges that there has been deposited to the credit of such Escrow Fund the beginning cash balance and the Escrowed Securities as described in Section 2.01. The Escrowed Securities and all proceeds therefrom shall be the property of the Escrow Fund, and shall be applied only in strict conformity with the terms and conditions of this Agreement. All of the Escrowed Securities, all proceeds therefrom and all cash balances from time to time on deposit in the Escrow Fund are hereby irrevocably pledged to the payment of the principal of, interest on and redemption premiums on the Refunded Bonds, which payment shall be made by timely transfers to the Refunded Bonds Transfer Agent in such amounts and at such times as are provided for in Section 3.02 hereof. When the final transfers have been made to the Refunded Bonds Transfer Agent for the payment of the principal of, interest on and redemption premiums on the Refunded Bonds in accordance with Exhibit B, any balance then remaining in the Escrow Fund shall be transferred to the Issuer, and the Escrow Agent shall thereupon be discharged from any further duties hereunder.

Section 3.02. Payment of Principal and Interest. The Escrow Agent is hereby irrevocably instructed to transfer to the Refunded Bonds Transfer Agent from the cash balances from time to time on deposit in the Escrow Fund, the amounts required to pay the principal of, interest on and redemption premiums on the Refunded Bonds in the amounts and at the times shown in Exhibit B attached hereto.

Section 3.03. Sufficiency of Escrow Fund. The Issuer represents that the successive receipts of the principal of and interest on the Escrowed Securities will assure that the cash balance on deposit from time to time in the Escrow Fund will be at all times sufficient to provide moneys for transfer to the Refunded Bonds Transfer Agent at the times and in the amounts required to pay the interest on the Refunded Bonds as such interest comes due, the principal of the Refunded Bonds as the Refunded Bonds are redeemed prior to their maturity and the redemption premiums on the Refunded Bonds called for redemption prior to maturity, all as more fully set forth in Exhibit B attached hereto. If, for any reason, at any time, the cash balances on deposit or scheduled to be on deposit in the Escrow Fund shall be insufficient to transfer the amounts required by the Refunded Bonds Transfer Agent to make the payments set forth in Section 3.02 hereof, the Issuer shall timely deposit in the Escrow Fund, from lawfully available funds, additional funds in the amounts required to make such payments. Notice of any such insufficiency shall be given promptly as hereinafter provided, but the Escrow Agent shall not in any manner be responsible for any insufficiency of funds in the Escrow Fund or the Issuer's failure to make additional deposits thereto.

Section 3.04. Escrow Fund as Trust Fund. The Escrow Agent shall hold at all times the Escrow Fund, the Escrowed Securities and all other assets of the Escrow Fund, as special trust funds, but need not segregate such funds and securities except to the extent required by law; and it shall hold and dispose of the assets of the Escrow Fund only as set forth herein. The Escrowed Securities and other assets of the Escrow Fund shall always be maintained by the Escrow Agent as escrow funds for the benefit of the holders of the Refunded Bonds; and a special account thereof shall at all times be maintained on the books of the Escrow Agent. The holders of the Refunded Bonds shall be entitled to the same preferred claim and first lien upon the Escrowed Securities, the proceeds thereof and all other assets of the Escrow Fund to which they were entitled as holders of the Refunded Bonds. The amounts received by the Escrow Agent under this Agreement shall not be considered as a banking deposit by the Issuer, and the Escrow Agent shall have no right to title with respect thereto except in its capacity as Escrow Agent under the terms of this Agreement. The amounts received by the Escrow Agent under this Agreement shall not be subject to warrants, drafts or checks drawn by the Issuer or by the Refunded Bonds Transfer Agent.

Section 3.05. Security for Cash Balances. Cash balances from time to time on deposit in the Escrow Fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a pledge of direct obligations of, or obligations unconditionally guaranteed by, the United States of America, having a market value at least equal to such cash balances.

ARTICLE IV

REDEMPTION OF REFUNDED BONDS

Section 4.01. Duties of Escrow Agent in Connection with Redemption of Refunded Bonds. The Escrow Agent shall take all steps required by the Refunded Bonds Resolutions (copies of which have been furnished to the Escrow Agent) to call the Refunded Bonds on December 1, 2001 The Escrow Agent is hereby authorized by the Issuer to take all action on each of their behalf, respectively, legally required to assist in effecting the call of the Refunded Bonds by the Refunded Bonds Transfer Agent on the dates described in this section. Attached hereto as Exhibits D-1 and D-2 are forms of the respective Notices of Redemption for the Refunded Bonds to be mailed by the Escrow Agent to the Owner or Owners at the registered addresses shown on the registration books of the Refunded Bonds Transfer Agent.

ARTICLE V

LIMITATION ON INVESTMENTS

Section 5.01. General Prohibition. Moneys in the Escrow Fund and the proceeds of the Escrowed Securities, shall not be invested or reinvested except as provided in this Article V.

Section 5.02. Investment or Reinvestment of Moneys. At the written direction of the Issuer, the Escrow Agent shall invest or reinvest the moneys held in the Escrow Fund provided that the Issuer delivers to the Escrow Agent the following:

(a) an opinion by an independent certified public accountant that after such investment or reinvestment, the principal amount of the securities in the Escrow Fund together with the interest thereon and other available moneys will be sufficient to pay, as the same become due in accordance with Exhibit B, the principal of, interest on and redemption premiums on the Refunded Bonds which have not been paid previously; and

(b) an opinion of nationally recognized municipal bond counsel, which may be rendered in reliance upon an opinion by an independent certified public accountant with respect to the yield of the Refunding Bonds and the yield of the securities in the Escrow Fund, to the effect that (1) such investment will not cause the Refunding Bonds or the Refunded Bonds to be "arbitrage bonds" within the meaning of the Code and the regulations thereunder in effect on the date of such investment, or otherwise make the interest on the Refunding Bonds or the Refunded Bonds subject to Federal income taxation, and (2) such investment or reinvestment complies with the Constitution and laws of the State of Michigan and with all relevant documents relating to the issuance of the Refunding Bonds and Refunded Bonds.

Section 5.03. Transfer of Excess Amounts. If at any time through redemption or cancellation of the Refunded Bonds or through deposit of additional moneys or noncallable direct obligations of the United States of America or by reason of an investment or reinvestment pursuant to Section 5.02 of this Agreement, or for any other reason there exists or will exist excesses of cash or interest on or maturing principal of the securities in the Escrow Fund hereunder for the Refunded Bonds, the Escrow Agent may transfer such excess amounts to or on the order of the Issuer provided that the Issuer delivers to the Escrow Agent the following:

(a) an opinion by an independent certified public accountant that after the transfer of such excess the principal amount of securities in the Escrow Fund, together with the interest thereon and other available moneys, will be sufficient to pay, as the same become due in accordance with Exhibit B, the principal of, interest on and redemption premiums on the Refunded Bonds which have not been paid previously; and

(b) an opinion of nationally recognized municipal bond counsel, which may be rendered in reliance upon an opinion by an independent certified public accountant with respect to the yield of the Refunding Bonds and the yield of the securities in the Escrow Fund, to the effect that (1) such transfer will not cause the Refunding Bonds or the Refunded Bonds to be "arbitrage bonds" within the meaning of the Code and the regulations thereunder in effect on the date of such transfer, or otherwise make the interest on the Refunding Bonds or the Refunded Bonds subject to Federal income taxation, and (2) such transfer complies with the Constitution and laws of the State of Michigan and with all relevant documents relating to the issuance of the Refunded Bonds and the Refunding Bonds.

Section 5.04. Arbitrage. The Issuer hereby covenants and agrees that it shall never request the Escrow Agent to exercise any power hereunder or permit any part of the money in the Escrow Fund or proceeds from the sale of Escrowed Securities to be used directly or indirectly to acquire any securities or obligations if the exercise of such power or the acquisition of such securities or obligations would cause the Refunded Bonds or the Refunding Bonds to be "arbitrage bonds" within the meaning of the Code and the regulations thereunder.

ARTICLE VI

RECORDS AND REPORTS

Section 6.01. Records. The Escrow Agent will keep books of record and account in which complete and correct entries shall be made of all transactions relating to the receipts, disbursements, allocations and application of the money and Escrowed Securities deposited in the Escrow Fund and all proceeds thereof, and such books shall be available for inspection at reasonable hours and under reasonable conditions by the Issuer and the holders of the Refunded Bonds.

Section 6.02. Reports. For the period beginning on the date hereof and ending on December 31, 2001, and for each twelve (12) month period thereafter, if any, while this Agreement remains in effect, the Escrow Agent shall prepare and send to the Issuer within thirty (30) days following the end of such period a written report summarizing all transactions relating to the Escrow Fund during such period, including, without limitation, credits to the Escrow Fund as a result of interest payments on or maturities of the Escrowed Securities and transfers from the Escrow Fund to the Refunded Bonds Transfer Agent for payments on the Refunded Bonds or otherwise, together with a detailed statement of all Escrowed Securities, and the cash balance on deposit in the Escrow Fund as of the end of such period.

ARTICLE VII

CONCERNING THE ESCROW AGENT

Section 7.01. Representations. The Escrow Agent hereby represents that it has all necessary power and authority to enter into this Agreement and undertake the obligations and responsibilities imposed upon it herein and that it will carry out all of its obligations hereunder.

Section 7.02. Limitation on Liability. The liability of the Escrow Agent to transfer funds to the Refunded Bonds Transfer Agent for the payment of the principal of, interest on and redemption premiums on the Refunded Bonds shall be limited to the proceeds of the Escrowed Securities and the cash balances from time to time on deposit in the Escrow Fund. Notwithstanding any provision contained herein to the contrary, the Escrow Agent shall not have any liability whatsoever for the insufficiency of funds from time to time in the Escrow Fund or any failure of the obligors of the Escrowed Securities to make timely payment thereon, except for the obligation to notify the Issuer promptly of any such occurrence. The recitals herein and in the proceedings authorizing the Refunding Bonds shall be taken as the statements of the Issuer and shall not be considered as made by, or imposing any obligation or liability upon, the Escrow Agent. The Escrow Agent is not a party to the Resolutions and is not responsible for nor bound by any of the provisions thereof. In its capacity as Escrow Agent it is agreed that the Escrow Agent need look only to the terms and provisions of this Agreement.

The Escrow Agent makes no representations as to the value, conditions or sufficiency of the Escrow Fund, or any part thereof, or as to the title of the Issuer thereto, or as to the security afforded thereby or hereby, and the Escrow Agent shall not incur any liability or responsibility in respect to any of such matters.

It is the intention of the parties hereto that the Escrow Agent shall never be required to use or advance its own funds or otherwise incur personal financial liability in the performance of any of its duties or the exercise of any of its rights and powers hereunder.

The Escrow Agent shall not be liable for any action taken or neglected to be taken by it in good faith in any exercise of reasonable care and believed by it to be within the discretion or power conferred upon it by this Agreement, nor shall the Escrow Agent be responsible for the consequences of any error of judgment; and the Escrow Agent shall not be answerable except for its own action, neglect or default, nor for any loss unless the same shall have been through its gross negligence or want of good faith.

Unless it is specifically otherwise provided herein, the Escrow Agent has no duty to determine or inquire into the happening or occurrence of any event or contingency or the performance or failure of performance of the Issuer with respect to arrangements or contracts with others, with the Escrow Agent's sole duty hereunder being to safeguard the Escrow Fund, to dispose of and deliver the same in accordance with this Agreement and to take all necessary action to effect the call of the Refunded Bonds for redemption as provided in Article IV of this Agreement. If, however, the Escrow Agent is called upon by the terms of this Agreement to determine the occurrence of any event or contingency, the Escrow Agent shall be obligated, in making such determination, only to exercise reasonable care and diligence, and in event of error in making such determination the Escrow Agent shall be liable only for its own misconduct or its negligence. In determining the occurrence of any such event or contingency the Escrow Agent may request from the Issuer or any other person such reasonable additional evidence as the Escrow Agent in its discretion may deem necessary to determine any fact relating to the occurrence of such event or contingency, and in this connection may make inquiries of, and consult with, among others, the Issuer at any time.

<u>Section 7.03</u>. <u>Compensation</u>. The Issuer has caused to be paid to the Escrow Agent, as a fee for performing the services hereunder and for all expenses incurred or to be incurred by the Escrow Agent in the administration of this Agreement, the sum of ________________________ Dollars ($_____), the receipt and sufficiency of which are hereby acknowledged by the Escrow Agent. In the event that the Escrow Agent is requested to perform any extraordinary services hereunder, the Issuer hereby agrees to pay reasonable fees to the Escrow Agent for such extraordinary services, and the Escrow

Agent hereby agrees to look only to the Issuer for the payment of such fees and reimbursement of such expenses. The Escrow Agent hereby agrees that in no event shall it ever assert any claim or lien against the Escrow Fund for any fees for its services, whether regular or extraordinary, as Escrow Agent or in any other capacity, or for reimbursement for any of its expenses.

Section 7.04. Successor Escrow Agents. If at any time the Escrow Agent or its legal successor or successors should become unable, through operation of law or otherwise, to act as Escrow Agent hereunder, or if its property and affairs shall be taken under the control of any state or federal court or administrative body because of insolvency or bankruptcy or for any other reason, a vacancy shall forthwith exist in the office of Escrow Agent hereunder. In such event the Issuer, by appropriate resolutions, shall promptly appoint an Escrow Agent to fill such vacancy. If no successor Escrow Agent shall have been appointed by the Issuer within 60 days, a successor may be appointed by the holders of a majority in principal amount of the Refunded Bonds then outstanding by an instrument or instruments in writing filed with the Issuer, signed by such holders or by their duly authorized attorneys-in-fact. If, in a proper case, no appointment of a successor Escrow Agent shall be made pursuant to the foregoing provisions of this section within three months after a vacancy shall have occurred, the holder of any Refunded Bond may apply to any court of competent jurisdiction to appoint a successor Escrow Agent. Such court may thereupon, after such notice, if any, as it may deem proper, prescribe and appoint a successor Escrow Agent.

Any successor Escrow Agent shall be a corporation or association organized and doing business under the laws of the United States or the State of Michigan, authorized under such laws to exercise corporate trust powers, having its principal office and place of business in the State of Michigan, having a combined capital and surplus of at least $50,000,000 and subject to the supervision or examination by federal or state authority.

Any successor Escrow Agent shall execute, acknowledge and deliver to the Issuer and the Escrow Agent an instrument accepting such appointment hereunder, and the Escrow Agent shall immediately execute and deliver an instrument transferring to such successor Escrow Agent, subject to the terms of this Agreement, all the rights, powers and trusts of the Escrow Agent hereunder. Upon the request of any such successor Escrow Agent, the Issuer shall execute any and all instruments in writing for more fully and certainly vesting in and confirming to such successor Escrow Agent all such rights, powers and duties. The Escrow Agent shall pay over to its successor Escrow Agent a proportional part of the Escrow Agent's fee hereunder.

ARTICLE VIII

MISCELLANEOUS

Section 8.01. Notice. Any notice, authorization, request, or demand required or permitted to be given hereunder shall be in writing and shall be deemed to have been duly given when mailed by registered or certified mail, postage prepaid addressed as follows:

To the Issuer:
City of Muskegon
933 Terrace Street
Muskegon, Michigan 49443
Attn: City Finance Director

To the Escrow Agent:
Fifth Third Bank, Michigan
Corporate Trust Department
4420 44th Street, Suite A
Kentwood, Michigan 49512

The United States Post Office registered or certified mail receipt showing delivery of the aforesaid shall be conclusive evidence of the date and fact of delivery. Any party hereto may change the address to which notices are to be delivered by giving to the other party not less than ten (10) days prior notice thereof.

Section 8.02. Termination of Responsibilities. Upon the taking of all the actions as described herein by the Escrow Agent, the Escrow Agent shall have no further obligations or responsibilities hereunder to the Issuer, the holders of the Refunded Bonds or any other person or persons in connection with this Agreement.

Section 8.03. Binding Agreement. This Agreement shall be binding upon the Issuer and the Escrow Agent and their respective successors and legal representatives, and shall inure solely to the benefit of the holders of the Refunded Bonds, the Issuer, the Escrow Agent and their respective successors and legal representatives.

Section 8.04. Severability. In case any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid, illegal or unenforceable in any respect, such invalidity, illegality or unenforceability shall not affect any other provisions of this Agreement, but this Agreement shall be construed as if such invalid or illegal or unenforceable provision had never been contained herein.

Section 8.05. Michigan Law Governs. This Agreement shall be governed exclusively by the provisions hereof and by the applicable laws of the State of Michigan.

Section 8.06. Time of the Essence. Time shall be of the essence in the performance of obligations from time to time imposed upon the Escrow Agent by this Agreement.

Section 8.07. Execution in Counterparts. This Agreement may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

Section 8.08. This Agreement shall not be terminated nor amended in any manner that would adversely affect the rights of the holders of the Refunded Bonds.

Executed as of the date first written above.

CITY OF MUSKEGON

By: ______________________________

Timothy Paul
Its Finance Director

FIFTH THIRD BANK, MICHIGAN

as Escrow Agent

By: ______________________________

Its: ______________________________

EXHIBIT A

DOWNTOWN DEVELOPMENT AUTHORITY OF THE CITY OF MUSKEGON
1989 DOWNTOWN DEVELOPMENT LIMITED TAX INCREMENT INCREMENT BONDS

Dated August 1, 1990

PRINCIPAL MATURITY DUE SEPTEMBER 1	PRINCIPAL AMOUNT	INTEREST RATE
2018	$2,700,000	9.75%

The Bonds maturing in the years 2002 to 2008, inclusive, are subject to redemption on December 1, 2001 at par plus accrued interest plus a premium of 1% of the principal amount redeemed.

DOWNTOWN DEVELOPMENT AUTHORITY OF THE CITY OF MUSKEGON
DOWNTOWN DEVELOPMENT LIMITED OBLIGATION TAX INCREMENT BONDS

Dated August 30, 1989

PRINCIPAL MATURITY DUE JUNE 1	PRINCIPAL AMOUNT	INTEREST RATE
2010	1,685,000	8.45

The Bonds are subject to redemption on December 1, 2001 at par plus accrued interest plus a premium of 2% of the principal amount redeemed.

EXHIBIT B

ESCROW FUND REQUIREMENTS FOR THE BONDS

DEBT SERVICE REQUIREMENTS

<u>EXHIBIT C</u>

EXHIBIT D

NOTICE OF REDEMPTION FOR THE SERIES A BONDS

NOTICE IS HEREBY GIVEN that the City of Muskegon in behalf of the Downtown Development Authority of the City of Muskegon, County of Muskegon, Michigan, hereby calls for redemption on December 1, 2001, the Authority's 1989 Downtown Development Limited Obligation Tax Increment Bonds, dated August 30, 1990, maturing June 10, 2018 and aggregating the principal sum of Two Million Seven Hundred Thousand Dollars ($2,700,000), maturing as follows and with the CUSIP numbers shown as follows:

PRINCIPAL DUE JUNE 1	PRINCIPAL AMOUNT	INTEREST RATE	CUSIP NUMBER
2018	$2,700,000	9.75%	

Said bonds are called for redemption at par and accrued interest plus a premium of 1% of the principal amount redeemed.

Said bonds should be surrendered for redemption at the principal corporate trust office of Fifth Third Bank, Michigan, Grand Rapids, Michigan for payment on December 1, 2001, after which date all interest on said bonds shall cease to accrue, whether said bonds are presented for payment or not.

Bonds may be surrendered for payment as indicated below. The method of delivery is at the option of the holder, but if by mail, registered mail is suggested.

CITY OF MUSKEGON

By:____________________________________

Its: City Clerk

NOTICE OF REDEMPTION FOR THE SERIES D BONDS

NOTICE IS HEREBY GIVEN that the City of Muskegon in behalf of the Downtown Development Authority of the City of Muskegon, County of Muskegon, Michigan, hereby calls for redemption on December 1, 2001, the Authority's 1989 Downtown Development Limited Obligation Tax Increment Bonds, dated August 30, 1990, maturing in the year 2010, and aggregating the principal sum of One Million Six Hundred Eighty Five Thousand Dollars ($1,685,000), maturing as follows and with the CUSIP numbers shown as follows:

PRINCIPAL DUE JUNE 1	PRINCIPAL AMOUNT	INTEREST RATE	CUSIP NUMBER
2010	$1,685,000	8.45	

Said bonds are called for redemption at par and accrued interest plus a premium of 2% of the principal amount redeemed.

Said bonds should be surrendered for redemption at the principal corporate trust office of Fifth Third Bank, Michigan, Grand Rapids, Michigan for payment on December 1, 2001, after which date all interest on said bonds shall cease to accrue, whether said bonds are presented for payment or not.

Bonds may be surrendered for payment as indicated below. The method of delivery is at the option of the holder, but if by mail, registered mail is suggested.

CITY OF MUSKEGON

By:________________________________

Its: City Clerk

DELIB:2245621.1\063684-00024

MEMORANDUM

To: Mayor Nielsen and City Commissioners
From: Assistant City Manager
Date: July 18, 2001
Re: Accept the Resignation of Vice Mayor Scott Sieradzki from the City Commission

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SUMMARY OF REQUEST

To accept the resignation of Vice Mayor Scott Sieradzki from the City Commission. On Friday, June 13, at 1:00 p.m., Vice Mayor Sieradzki held a Press Conference to announce his resignation from the Muskegon City Commission, the Mayoral Race, and all other City Commission appointed Boards, Commissions and Committees. A copy of the Press Release was provided to the City Clerk's Office and entered as official notification of his resignation.

FINANCIAL IMPACT:

None.

BUDGET ACTION REQUIRED:

None.

STAFF RECOMMENDATION:

Per the advice of the City Attorney, Tom Johnson, it is recommended that the Commission accept Vice Mayor Sieradzki's resignation.

MEMORANDUM

TO: Mayor Nielsen and City Commissioners
FROM: Assistant City Manager
DATE: July 18, 2001
RE: Approve Process for Appointment to the Vacant Seat on the City Commission

---

SUMMARY OF REQUEST

To request approval of the process for appointment to the vacant seat on the City Commission. The proposed process is consistent with the one approved and implemented by the City Commission when there was a vacancy on the City Commission in 1997.

FINANCIAL IMPACT

None.

BUDGET ACTION REQUIRED

None

STAFF RECOMMENDATION

Per consultation with the City Attorney, Tom Johnson, and in keeping with past practice, staff recommends approval of the proposed process.

MEMORANDUM

TO: Muskegon City Commission
FROM: Assistant City Manager
DATE: July 18, 2001
RE: Vote to elect a Vice-Mayor for the City Commission

SUMMARY OF REQUEST

Vote to elect a Vice-Mayor for the City Commission. This vacancy is as a result of the resignation of Vice Mayor Sieradzki and acceptance of that resignation by the City Commission.

FINANCIAL IMPACT

None

BUDGET ACTION REQUIRED

None

RECOMMENDATION

Staff recommends that the Commission consider a vote to elect a Vice-Mayor for the City Commission.

Date: **July 16, 2001**

To: **Honorable Mayor and City Commission**

From: **Community Relations Committee**

RE: **Appointments to Various Committees/Boards**

SUMMARY OF REQUEST: To eliminate five vacant at-large positions on the Image Committee.

Community Relations Committee voted on July 2, 2001 to recommend the elimination of the five positions.

FINANCIAL IMPACT:

BUDGET ACTION REQUIRED:

STAFF RECOMMENDATION:.

IMAGE COMMITTEE

PURPOSE

To create a positive City image and to promote the City of Muskegon using methods including, but not limited to:

1. Identifying positive changes, or recognizing the contributions of individuals, groups, and businesses within this community.
2. Promote or institute positive changes or contributions to the image of the City of Muskegon as a whole.

MECHANICS

ENABLING LAW:	City Commission Resolution – Oath not required.
APPOINTED BY:	Mayor/City Commission
MEETING:	Third Monday of each month @ 4:00 P.M. - City Hall - 2nd Floor Conference Room
TERM:	4 Years

COMPOSITION

TYPE	DESCRIPTION
A	14 Residents of the City of Muskegon from throughout the City which would serve to represent a cross-section of the community
B	1 City Commissioner representing the Community Relations Committee
C	1 City Horticulturist (non-voting member)

CURRENT MEMBERS

(Staff Liaison – Ric Scott)

TYPE	NAME	ADDRESS	ZIP	PHONE	TERM EXP.
A	Marion Olejarczyk	P.O. Box 1638	3	--	1/31/04
A	Melissa Carden	1840 Kinsey	1	755-7602	1/31/04
A					1/31/02
A					1/31/02
A					1/31/04
A					1/31/04
A	Norma DeYoung	511 E. Isabella	2	726-2979	1/31/05
A	Joan Gawron	1978 Howden	2	726-3348	1/31/03
A	Willie German, Jr.	868 Wood St.	2	728-4263	1/31/05
A	Dardinella Hippchen	325 Houston	1	726-4890	1/31/05
A	Martha Colburn	1861 Glen Ave.	1	755-3684	1/31/05
A	Virgie Jackson	1445 Dudley Ave.	2	777-1146	1/31/03
A					1/31/03
A	Donna Baker *	567 Leonard Ave.	2	722-6331	1/31/03
B	Clara Shepherd	408 Monroe Ave.	1	725-8130	
		C			

2 A

City of Muskegon

State of Michigan

WHEREAS, the Community Relations Committee is recommending the re-establishment of an Image Committee; and,

WHEREAS, the City Commission does support and endorse this concept and wishes to enlist the assistance of City residents in this effort; and,

WHEREAS, the specifics of said committee are outlined on the attached,

NOW, THEREFORE, BE IT RESOLVED, that the City Commission establishes an Image Committee as outlined and thanks those citizens willing to serve and work for the betterment of the Community.

IN WITNESS WHEREOF, we hereunto set our hands and cause the Seal of the City of Muskegon to be affixed this 19th day of April, 1988.

Norman F. Kruse, Mayor

S E Holdeman
Stephen E. Holdeman, Vice-Mayor

Norman L. Cunningham, Commissioner

James W. Pruim, Commissioner

Timothy J. Michalski
Timothy J. Michalski, Commissioner

Harry A. Spaigner, Commissioner

5-10-88

2 A

PURPOSE

To create a positive City image and to promote the City of Muskegon using methods including, but not limited to:

1. Identifying positive changes, or recognizing the contributions of individuals, groups and businesses within this community.
2. Developing community achievement awards programs.
3. Exploring positive marketing strategies.
4. Exploring a change in the City Logo/City Motto.
5. Serving as liaison with County Pride Project.
6. Proposing specific promotional and fund raising projects.

MECHANICS

ENABLING LAW: City Commission Resolution

APPOINTED BY: Mayor/City Commission

MEETING: Monthly/Time to be set in January of each year

TERM: 4 years

COMPOSITION

TYPE	DESCRIPTION
A	1 Holding position involving promotions, public relations or marketing
B	2 City Commissioners
C	2 Previously involved in Community activities
D	6 Live and/or Work in the City of Muskegon

CURRENT MEMBERS

TYPE:	NAME:	ADDRESS:	PHONE:	TERM EXP.
	Kim Boone			12/31/91
	Thomas Anderson			12/31/91
				12/31/91
				12/31/91
				12/31/91
				12/31/89
				12/31/89
				12/31/89
				12/31/89
				12/31/89
				12/31/89

Date: July 24, 2001

To: Honorable Mayor and City Commissioners

From: Finance Director

RE: Second Quarter 2001 Budget Reforecast

SUMMARY OF REQUEST: At this time staff is transmitting the ***Second Quarter 2001 Budget Reforecast*** which outlines proposed changes to the original budget that have come about as result of changes in policy priorities, labor contracts, updated financial information, or other factors. For the next meeting, an action item will be placed on the agenda for adoption of the proposed second quarter budget reforecast together with any additional changes deemed necessary by Commissioners.

FINANCIAL IMPACT: The second quarter *2001 Budget Reforecast* reflects relatively minor changes to General fund revenue and expenditure estimates. We are watching the income tax numbers very closely but at this time have not adjusted the original budget figure of $7.0 million. Second quarter withholdings (due at the end of July) will give a better indication as to whether the income tax needs to be revised downward because of economic conditions. Significant changes to other funds include:

- Allocation of $300,000 of LDFA pass-thru funds to the Public Improvement fund to help finance the Seaway Industrial Park project. Property acquisition costs for this project are higher than originally anticipated and it is necessary for the City to complete acquisition before federal grant funds will be released.
- Inclusion of the recently approved large meter replacement program in the water and sewer funds.
- Cost estimates for other several large capital projects have been adjusted due to project delays, bid differentials or other factors as shown on pages 28-30.

BUDGET ACTION REQUIRED: Self-explanatory.

STAFF RECOMMENDATION: The City Commission should review the *Reforecast* to ensure it reflects their policy initiatives. At the next City Commission meeting, staff will request formal approval of the *Reforecast* and related budget amendments.

COMMITTEE RECOMMENDATION: There is no committee recommendation at this time.

CITY OF MUSKEGON
GENERAL FUND

HISTORICAL SUMMARY

Year	Revenues & Transfers In	Expenditures & Transfers Out	Fund Balance at Year-End
1991	$ 10,389,328	$ 10,584,427	$ 1,523,740
1992	11,297,076	11,282,444	1,538,372
1993	13,990,266	13,231,208	2,297,430
1994	15,301,973	15,572,689	2,026,714
1995	16,633,179	16,337,586	2,322,307
1996	17,666,214	18,018,159	1,970,362
1997	20,437,646	20,358,321	2,049,687
1998	21,643,855	21,634,467	2,059,075
1999	21,451,681	22,011,881	1,498,875
2000	23,685,516	22,232,657	2,951,734

Fiscal 2001 Budget Summary - Second Quarter Reforecast

FUND BALANCE AT START OF YEAR		$ 2,951,734
MEANS OF FINANCING:		
Taxes	13,142,817	56%
Licenses and Permits	979,300	4%
Federal Grants	456,005	2%
State Grants	-	0%
State Shared Revenue	5,441,651	23%
Other Charges	1,916,957	8%
Interest & Rentals	525,843	2%
Fines and Fees	296,200	1%
Other Revenue	331,650	1%
Other Financing Sources	180,000	1%
	23,270,423	100%
ESTIMATED REQUIREMENTS:		
Customer Value Added Activities	16,605,554	71%
Business Value Added Activities	3,937,276	17%
Fixed Budget Items	2,701,098	12%
	23,243,928	100%
ESTIMATED FUND BALANCE AT END OF YEAR		$ 2,978,229
OPERATING SURPLUS (DEFICIT)		$ 26,495

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - General Fund
General Fund Revenue Summary By Source

	Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
Available Fund Balance - BOY	$ 2,059,875	$ 2,059,875	$ 2,280,546	$ 2,951,735	$ 2,951,735	$ 671,189		
Taxes								
City income tax	$ 6,425,149	$ 7,078,571	$ 7,000,000	$ 3,717,269	$ 7,000,000	$ -	0%	HOLD ESTIMATE FOR NOW. MONITOR CLOSELY
Property taxes - general	3,601,411	3,686,780	3,967,591	-	3,967,591	-	0%	
Property taxes - sanitation	1,489,818	1,630,491	1,680,226	-	1,680,226	-	0%	
Industrial facilities taxes	353,151	362,676	405,000	-	405,000	-	0%	
Payments in lieu of taxes	71,608	69,148	80,000	-	80,000	-	0%	
Delinquent chargeback collected	19,886	3,769	10,000	6,143	10,000	-	0%	
	$ 11,961,023	$ 12,831,435	$ 13,142,817	$ 3,723,412	$ 13,142,817	$ -	0%	
Licenses and permits								
Business licenses	$ 25,008	$ 32,363	$ 45,000	$ 21,381	$ 37,000	$ (8,000)	-18%	LOWER BASED ON 2000 EXPERIENCE
Liquor licenses	28,458	35,511	35,000	7,646	35,000	-	0%	BULK IS RECEIVED IN OCTOBER
Cable TV franchise fees	338,325	327,004	250,000	10	250,000	-	0%	
Housing licenses	66,147	62,965	115,000	34,510	115,000	-	0%	
Burial permits	94,955	104,160	100,000	43,823	100,000	-	0%	
Building permits	285,865	368,333	250,000	107,862	250,000	-	0%	
Electrical permits	77,375	87,692	75,000	55,358	75,000	-	0%	
Plumbing permits	38,448	45,147	45,000	19,740	45,000	-	0%	
Heating permits	57,326	62,847	70,000	23,250	70,000	-	0%	
Franchise fees	-	1,100	2,000	-	1,000	(1,000)	-50%	
Police gun registration	3,870	1,879	4,000	1,185	1,300	(2,700)	-68%	NEW LAW MOVES RESPONSIBILITY TO COUNTY
	$ 1,015,777	$ 1,129,001	$ 991,000	$ 314,765	$ 979,300	$ (11,700)	-1%	
Federal grants								
Federal operational grant	$ 423,208	$ 522,111	$ 456,005	$ 62,075	$ 456,005	$ -	0%	
	$ 423,208	$ 522,111	$ 456,005	$ 62,075	$ 456,005	$ -	0%	
State grants								
State operational grant	$ -	$ -	$ -	$ -	$ -	$ -	N/A	
	$ -	$ -	$ -	$ -	$ -	$ -	N/A	
State shared revenue								
State sales tax	$ 4,863,361	$ 5,486,712	$ 5,441,651	$ 1,688,632	$ 5,441,651	$ -	0%	HOLD ESTIMATE FOR NOW. MONITOR CLOSELY
	$ 4,863,361	$ 5,486,712	$ 5,441,651	$ 1,688,632	$ 5,441,651	$ -	0%	

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - General Fund
General Fund Revenue Summary By Source

	Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
Other charges for sales and services								
Tax administration fees	$ 213,714	$ 224,399	$ 225,000	$ 26	$ 225,000	$ -	0%	
Utility administration fees	172,998	166,032	175,215	87,608	175,215	-	0%	
Reimbursement for elections	10,459	30,568	12,000	443	12,000	-	0%	
Indirect cost reimbursement	840,034	925,008	908,242	454,128	908,242	-	0%	
Site-plan review fee	-	1,800	4,000	568	4,000	-	0%	
Sale of cemetery lots	12,923	24,269	15,000	10,313	15,000	-	0%	
Sale of columbarium niches	-	1,325	3,000	-	3,000	-	0%	
Sale of Harbortown dockominiums	80,500	-	-	-	-	-	N/A	
Police miscellaneous	68,663	67,711	65,000	19,194	65,000	-	0%	
Police impound fees	-	38,576	6,000	26,356	45,000	39,000	650%	MORE ACTIVITY THAN ANTICIPATED
Landlords alert	-	-	-	1,480	1,500	1,500	N/A	
Fire protection-state property	75,055	83,093	80,000	-	80,000	-	0%	
Zoning fees	12,305	9,325	7,500	6,845	10,000	2,500	33%	MORE ACTIVITY THAN ANTICIPATED
Clerk fees	604	2,586	5,000	1,227	5,000	-	0%	
IFT application fees	6,369	9,917	5,000	-	5,000	-	0%	
Treasurer fees	4,374	26,934	2,500	11,133	22,000	19,500	780%	MORE ACTIVITY THAN ANTICIPATED
False alarm fees	17,727	16,439	10,000	815	10,000	-	0%	BULK IS COLLECTED AT YEAR END
Miscellaneous cemetery income	25,599	21,224	23,000	9,254	23,000	-	0%	
Housing commission reimbursement	16,750	23,503	-	-	-	-	N/A	
Senior transit program fees	8,521	8,261	8,000	3,816	8,000	-	0%	
Fire miscellaneous	9,311	25,798	40,000	1,890	40,000	-	0%	BULK IS COLLECTED AT YEAR END
Sanitation stickers	36,519	43,280	35,000	19,729	35,000	-	0%	
Lot cleanup fees	121,148	96,998	50,000	53,281	70,000	20,000	40%	
Reimbursements for mowings and demolitions	62,525	107,400	20,000	23,264	30,000	10,000	50%	
Recreation program fees	115,817	138,866	125,000	91,631	125,000	-	0%	
	$ 1,911,915	$ 2,093,312	$ 1,824,457	$ 823,001	$ 1,916,957	$ 92,500	5%	
Interest and rental income								
Interest	$ 314,639	$ 411,444	$ 325,000	$ 202,738	$ 350,000	$ 25,000	8%	NO COMPENSATING BALANCES
Flea market	25,418	25,269	27,000	8,756	27,000	-	0%	
Farmers market	20,905	22,040	20,000	6,042	20,000	-	0%	
City right of way rental	6,400	6,400	4,400	4,400	4,400	-	0%	
Parking ramp rentals	27,266	46,819	40,000	19,641	40,000	-	0%	
McGraft park rentals	43,270	55,518	54,443	5,740	54,443	-	0%	
Other park rentals	27,851	31,918	30,000	17,278	30,000	-	0%	
	$ 465,749	$ 599,408	$ 500,843	$ 264,595	$ 525,843	$ 25,000	5%	

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - General Fund
General Fund Revenue Summary By Source

	Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
Fines and fees								
Income tax - penalty and interest	$ 45,901	$ 70,290	$ 50,000	$ 45,134	$ 50,000	$ 65,000	130%	CONTINUED AGGRESSIVE ENFORCEMENT
Late fees on current taxes	7,192	40,167	15,000	(36)	15,000	-	0%	
Interest on late invoices	17,519	328	1,200	352	1,200	-	0%	
Civil infraction fines	(983)	-	3,000	-	-	(3,000)	-100%	
Property transfer affidavit fines	-	6,400	5,000	4,200	5,000	-	0%	
Parking fines	82,772	41,829	65,000	51,500	75,000	10,000	15%	CONTINUED AGGRESSIVE ENFORCEMENT
Court fines	124,968	179,662	150,000	76,985	150,000	-	0%	
	$ 277,369	$ 338,676	$ 289,200	$ 178,135	$ 296,200	$ 7,000	2%	
Other revenue								
Sale of land and assets	$ 2,650	$ 350	$ 3,000	$ -	$ 3,000	$ -	0%	
Police sale and auction proceeds	3,991	3,214	6,000	2,206	4,000	(2,000)	-33%	
CDBG program reimbursements	254,279	391,573	315,000	126,428	285,000	(30,000)	-10%	
Contributions	64,165	63,343	11,000	3,215	11,000	-	0%	
Muskegon County Community Foundation	-	5,650	4,650	-	4,650	-	0%	
Miscellaneous reimbursements	-	-	3,000	-	4,000	1,000	33%	SALE OF CIVIL SERV FIRE STUDY GUIDES
Miscellaneous and sundry	30,786	13,095	20,000	4,615	20,000	-	0%	
	$ 355,871	$ 477,225	$ 362,650	$ 136,464	$ 331,650	$ (31,000)	-9%	
Other financing sources								
Operating transfers in								
Cemetery Perpetual Care	60,551	63,858	62,600	$ 35,216	62,600	-	0%	
Criminal Forfeitures Fund	83,000	75,000	75,000	-	75,000	-	0%	
Police Training Fund	18,621	36,286	10,000	-	10,000	-	0%	
DDA for Administration	-	30,000	30,000	-	30,000	-	0%	
Reese Playfield Fund	3,967	1,827	1,800	-	1,800	-	0%	
RLF for Administration	10,000	-	-	-	-	-	N/A	
Hackley Park Improvement Fund	1,269	51	-	-	-	-	N/A	
Hackley Park Memorial Fund		614	600	-	600	-	0%	
	$ 177,408	$ 207,636	$ 180,000	$ 35,216	$ 180,000	$ -	0%	
Total general fund revenues and other sources	$ 21,451,681	$ 23,685,516	$ 23,188,623	$ 7,226,295	$ 23,270,423	$ 81,800	0%	

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - General Fund
General Fund Expenditure Summary By Function

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
	I. Customer Value Added Activities									
40301	**Police Department**									
5100	Salaries & Benefits	$ 5,371,889	$ 5,421,663	$ 5,585,525	$ 2,724,814	49%	$ 5,585,525	$ -	0%	
5200	Operating Supplies	127,053	148,156	123,000	59,960	49%	123,000	-	0%	
5300	Contractual Services	725,960	940,086	850,000	442,320	52%	850,000	-	0%	
5400	Other Expenses	47,181	53,924	30,700	19,588	64%	30,700	-	0%	
5700	Capital Outlays	88,075	171,358	55,000	28,247	51%	55,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 6,360,158	$ 6,735,187	$ 6,644,225	$ 3,274,929	49%	$ 6,644,225	$ -	0%	
40333	**Police Narcotics Unit**									
5100	Salaries & Benefits	$ 351,830	$ 403,645	$ 471,552	$ 152,865	32%	$ 471,552	$ -	0%	
5200	Operating Supplies	7,914	11,381	5,150	2,424	47%	5,150	-	0%	
5300	Contractual Services	14,831	13,899	10,700	3,638	34%	10,700	-	0%	
5400	Other Expenses	39	318	-	-	N/A	-	-	N/A	
5700	Capital Outlays	22,171	36,195	20,941	-	0%	20,941	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 396,785	$ 465,438	$ 508,343	$ 158,927	31%	$ 508,343	$ -	0%	
		$ 6,756,943	$ 7,200,625	$ 7,152,568	$ 3,433,856	48%	$ 7,152,568	$ -	0%	
50336	**Fire Department**									
5100	Salaries & Benefits	$ 2,673,009	$ 2,708,005	$ 2,738,873	$ 1,385,414	50%	$ 2,768,873	$ 30,000	1%	OT HIGHER THAN ANTICIAPTED DUE TO SEVERAL
5200	Operating Supplies	113,467	97,561	98,000	32,348	33%	98,000	-	0%	LONG-TERM INJURIES
5300	Contractual Services	156,160	133,101	150,000	90,191	60%	150,000	-	0%	
5400	Other Expenses	20,291	10,051	20,000	9,522	48%	20,000	-	0%	
5700	Capital Outlays	153,098	38,636	25,000	26,462	88%	30,000	5,000	20%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 3,116,025	$ 2,987,354	$ 3,031,873	$ 1,543,937	50%	$ 3,066,873	$ 35,000	1%	
50387	**Fire Safety Inspections**									
5100	Salaries & Benefits	$ 314,896	$ 623,329	$ 658,792	$ 289,487	44%	$ 658,792	$ -	0%	
5200	Operating Supplies	8,585	17,135	31,050	8,880	34%	26,050	(5,000)	-16%	MOVE TO 5700
5300	Contractual Services	96,770	247,418	226,759	76,145	34%	226,759	-	0%	
5400	Other Expenses	4,877	11,070	15,000	4,061	27%	15,000	-	0%	
5700	Capital Outlays	16,029	9,838	5,600	5,255	50%	10,600	5,000	89%	ADDT'L COMPUTER EQUIPMENT REQ'D
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 441,157	$ 908,790	$ 937,201	$ 383,828	41%	$ 937,201	$ -	0%	
		$ 3,557,182	$ 3,896,144	$ 3,969,074	$ 1,927,765	48%	$ 4,004,074	$ 35,000	1%	
	Sanitation									
60523	**General Sanitation**									
5100	Salaries & Benefits	$ 60,002	$ 66,335	$ 62,422	$ 32,550	52%	$ 62,422	$ -	0%	
5200	Operating Supplies	401	690	1,400	178	13%	1,400	-	0%	
5300	Contractual Services	1,490,600	1,308,314	1,390,508	438,554	32%	1,390,508	-	0%	
5400	Other Expenses	6	-	1,000	83	8%	1,000	-	0%	
5700	Capital Outlays	-	24,360	25,000	-	0%	25,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 1,551,009	$ 1,399,699	$ 1,480,330	$ 471,365	32%	$ 1,480,330	$ -	0%	

City of Muskegon
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General Fund Expenditure Summary By Function

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
60528	**Recycling**									
5100	Salaries & Benefits	$ -	$ -	$ -		N/A	$ -	$ -	N/A	
5200	Operating Supplies	-	-	-		N/A	-	-	N/A	
5300	Contractual Services	300,392	263,478	261,207	85,526	33%	261,207	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	1,500	-	0%	1,500	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 300,392	$ 263,478	$ 262,707	$ 85,526	33%	$ 262,707	$ -	0%	
60524	**Composting**									
5100	Salaries & Benefits	$ 12,468	$ -	$ -	$ -	N/A	$ -	$ -	N/A	
5200	Operating Supplies	-	-	-	-	N/A	-	-	N/A	
5300	Contractual Services	43,237	-	-	-	N/A	-	-	N/A	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 55,705	$ -	$ -	$ -	N/A	$ -	$ -	N/A	
60448	**Streetlighting**									
5100	Salaries & Benefits	$ 12,685	$ 10,601	$ 7,064	$ 3,812	54%	$ 7,064	$ -	0%	
5200	Operating Supplies	-	-	-	-	N/A	-	-	N/A	
5300	Contractual Services	505,839	507,599	515,000	211,360	41%	515,000	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	600	-	10,000	-	0%	10,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 519,124	$ 518,200	$ 532,064	$ 215,172	40%	$ 532,064	$ -	0%	
60707	**Senior Citizen Transit**									
5100	Salaries & Benefits	$ 39,821	$ 44,554	$ 42,998	$ 22,210	52%	$ 42,998	$ -	0%	
5200	Operating Supplies	-	-	-	-	N/A	-	-	N/A	
5300	Contractual Services	4,810	5,450	5,850	2,925	50%	5,850	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 44,631	$ 50,004	$ 48,848	$ 25,135	51%	$ 48,848	$ -	0%	
60446	**Community Event Support**									
5100	Salaries & Benefits	$ 17,953	$ 113,420	$ 75,382	$ 19,828	26%	$ 75,382	$ -	0%	
5200	Operating Supplies	-	14,743	2,500	1,222	49%	2,500	-	0%	
5300	Contractual Services	1,270	45,757	20,000	5,677	28%	20,000	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 19,223	$ 173,920	$ 97,882	$ 26,727	27%	$ 97,882	$ -	0%	
		$ 2,490,084	$ 2,405,301	$ 2,421,831	$ 823,925	34%	$ 2,421,831	$ -	0%	
70751	**Parks Maintenance**									
5100	Salaries & Benefits	$ 594,245	$ 410,877	$ 528,153	$ 214,451	41%	$ 528,153	$ -	0%	
5200	Operating Supplies	101,986	188,503	125,155	69,974	56%	125,155	-	0%	
5300	Contractual Services	369,196	509,593	515,000	229,043	44%	515,000	-	0%	
5400	Other Expenses	2,338	2,939	7,000	2,544	36%	7,000	-	0%	
5700	Capital Outlays	42,206	53,703	80,000	64,064	80%	80,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 1,109,971	$ 1,165,615	$ 1,255,308	$ 580,076	46%	$ 1,255,308	$ -	0%	

City of Muskegon
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General Fund Expenditure Summary By Function

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
70757	**Mc Graft Park Maintenance**									
5100	Salaries & Benefits	$ 34,953	$ 10,522	$ 18,278	$ 2,365	13%	$ 18,278	$ -	0%	
5200	Operating Supplies	9,527	3,862	5,000	2,276	46%	5,000	-	0%	
5300	Contractual Services	27,393	43,985	30,165	14,690	49%	30,165	-	0%	
5400	Other Expenses	434	210	1,000	-	0%	1,000	-	0%	
5700	Capital Outlays	-	283	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 72,307	$ 58,862	$ 54,443	$ 19,331	36%	$ 54,443	$ -	0%	
70775	**General Recreation Programs**									
5100	Salaries & Benefits	$ 132,298	$ 117,149	$ 175,398	$ 46,822	27%	$ 175,398	$ -	0%	
5200	Operating Supplies	35,928	31,912	25,300	27,183	96%	28,300	3,000	12%	
5300	Contractual Services	118,418	115,122	88,675	53,520	62%	85,675	(3,000)	-3%	
5400	Other Expenses	4,244	2,969	4,000	701	18%	4,000	-	0%	
5700	Capital Outlays	208	4,344	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 291,096	$ 271,496	$ 293,373	$ 128,226	44%	$ 293,373	$ -	0%	
70776	**Inner City Recreation Programs**									
5100	Salaries & Benefits	$ 103,019	$ 135,718	$ 132,319	$ 58,791	44%	$ 132,319	$ -	0%	
5200	Operating Supplies	11,214	10,781	21,710	3,847	18%	21,710	-	0%	
5300	Contractual Services	30,297	29,995	36,400	12,558	35%	36,400	-	0%	
5400	Other Expenses	2,397	2,896	3,000	587	20%	3,000	-	0%	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 146,927	$ 179,390	$ 193,429	$ 75,783	39%	$ 193,429	$ -	0%	
70276	**Cemeteries Maintenance**									
5100	Salaries & Benefits	$ 330,496	$ 184,070	$ 175,746	$ 91,271	52%	$ 175,746	$ -	0%	
5200	Operating Supplies	21,166	13,440	25,000	4,414	18%	25,000	-	0%	
5300	Contractual Services	110,984	246,091	270,000	74,595	28%	270,000	-	0%	
5400	Other Expenses	216	568	1,000	605	61%	1,000	-	0%	
5700	Capital Outlays	33,200	19,930	22,500	14,177	63%	22,500	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 496,062	$ 464,099	$ 494,246	$ 185,062	37%	$ 494,246	$ -	0%	
70585	**Parking Operations**									
5100	Salaries & Benefits	$ 12,979	$ 13,182	$ 12,584	$ 6,684	53%	$ 12,584	$ -	0%	
5200	Operating Supplies	2,146	2,316	2,000	663	33%	2,000	-	0%	
5300	Contractual Services	28,692	27,501	35,572	15,518	44%	35,572	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 43,817	$ 42,999	$ 50,156	$ 22,865	46%	$ 50,156	$ -	0%	
70771	**Forestry**									
5100	Salaries & Benefits	$ 90,283	$ 89,755	$ 134,355	$ 45,070	34%	$ 134,355	$ -	0%	
5200	Operating Supplies	10,467	9,852	9,581	5,808	61%	9,581	-	0%	
5300	Contractual Services	12,898	16,843	14,000	6,765	48%	14,000	-	0%	
5400	Other Expenses	2,940	818	1,700	688	40%	1,700	-	0%	
5700	Capital Outlays	6,572	3,207	2,000	-	0%	2,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 123,160	$ 120,475	$ 161,636	$ 58,331	36%	$ 161,636	$ -	0%	

City of Muskegon
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		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
70863	**Farmers' Market & Flea Market**									
5100	Salaries & Benefits	$ 36,984	$ 27,185	$ 30,669	$ 10,708	35%	$ 30,669	$ -	0%	
5200	Operating Supplies	503	591	1,000	-	0%	500	(500)	-50%	
5300	Contractual Services	8,236	15,000	7,623	7,998	98%	8,123	500	7%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 45,723	$ 42,776	$ 39,292	$ 18,706	48%	$ 39,292	$ -	0%	
		$ 2,329,063	$ 2,345,712	$ 2,541,883	$ 1,088,380	43%	$ 2,541,883	$ -	0%	
80799	**Weed and Seed Program**									
5100	Salaries & Benefits	$ 20,949	$ -	$ -	$ -	N/A	$ -	$ -	N/A	
5200	Operating Supplies	2,860	-	-	-	N/A	-	-	N/A	
5300	Contractual Services	9,784	112	-	-	N/A	-	-	N/A	
5400	Other Expenses	127	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 33,720	$ 112	$ -	$ -	N/A	$ -	$ -	N/A	
80387	**Environmental Services**									
5100	Salaries & Benefits	$ 439,362	$ 150,456	$ 172,208	$ 89,530	52%	$ 172,208	$ -	0%	
5200	Operating Supplies	12,785	9,525	4,700	4,038	86%	4,700	-	0%	
5300	Contractual Services	328,371	265,250	160,950	83,317	52%	160,950	-	0%	
5400	Other Expenses	2,674	333	1,000	89	9%	1,000	-	0%	
5700	Capital Outlays	3,569	4,135	4,700	10	0%	4,700	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 786,761	$ 429,699	$ 343,558	$ 176,984	52%	$ 343,558	$ -	0%	
		$ 820,481	$ 429,811	$ 343,558	$ 176,984	52%	$ 343,558	$ -	0%	
10875	**Other**									
	Contributions To Outside Agencies	$ 117,369	$ 115,930	$ 141,640	$ 75,145	53%	$ 141,640	$ -	0%	MATS - $80,500; NEIGH GRANTS - $40,000; MEMORIAL
		$ 117,369	$ 115,930	$ 141,640	$ 75,145	53%	$ 141,640	$ -	0%	DAY COMMITTEE - $10,000; OTHER - $11,140
	Total Customer Value Added Activities	$ 16,071,122	$ 16,393,523	$ 16,570,554	$ 7,526,055	45%	$ 16,605,554	$ 35,000	0%	
	As a Percent of Total General Fund Expenditures	73.0%	73.7%	71.5%	72.8%		71.4%			

City of Muskegon
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		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
	II. Business Value Added Activities									
10101	**City Commission**									
5100	Salaries & Benefits	$ 50,488	$ 56,917	$ 58,589	$ 27,469	47%	$ 58,589	$ -	0%	
5200	Operating Supplies	11,732	11,861	16,000	8,725	55%	16,000	-	0%	
5300	Contractual Services	26,636	30,541	47,059	15,579	33%	47,059	-	0%	
5400	Other Expenses	7,106	8,813	11,000	1,908	17%	11,000	-	0%	
5700	Capital Outlays	1,534	91	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 97,496	$ 108,223	$ 132,648	$ 53,681	40%	$ 132,648	$ -	0%	
10102	**City Promotions & Public Relations**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	N/A	
5200	Operating Supplies	-	-	10,000	-	0%	10,000	-	0%	
5300	Contractual Services	-	14,791	24,000	11,400	48%	24,000	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ -	$ 14,791	$ 34,000	$ 11,400	34%	$ 34,000	$ -	0%	
10172	**City Manager**									
5100	Salaries & Benefits	$ 163,409	$ 172,284	$ 177,056	$ 85,298	48%	$ 177,056	$ -	0%	
5200	Operating Supplies	2,531	2,564	3,500	228	7%	3,500	-	0%	
5300	Contractual Services	2,645	2,962	5,500	756	14%	5,500	-	0%	
5400	Other Expenses	2,601	4,247	4,500	885	20%	4,500	-	0%	
5700	Capital Outlays	82	1,814	3,500	-	0%	3,500	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 171,268	$ 183,871	$ 194,056	$ 87,167	45%	$ 194,056	$ -	0%	
10145	**City Attorney**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	N/A	
5200	Operating Supplies	400	480	480	833	83%	1,000	520	108%	
5300	Contractual Services	341,368	384,201	370,194	192,453	52%	370,194	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 341,768	$ 384,681	$ 370,674	$ 193,286	52%	$ 371,194	$ 520	0%	
		$ 610,532	$ 691,566	$ 731,378	$ 345,534	47%	$ 731,898	$ 520	0%	
20173	**Administration**									
5100	Salaries & Benefits	$ 124,412	$ 137,659	$ 141,029	$ 62,653	48%	$ 131,029	$ (10,000)	-7%	MGT ASS'T POSITION VACANCY
5200	Operating Supplies	4,482	2,295	3,950	365	9%	3,950	-	0%	
5300	Contractual Services	24,701	15,871	23,000	2,254	11%	21,000	(2,000)	-9%	
5400	Other Expenses	16,200	12,278	11,860	3,607	30%	11,860	-	0%	
5700	Capital Outlays	298	581	1,500	3,018	86%	3,500	2,000	133%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 170,093	$ 168,684	$ 181,339	$ 71,897	42%	$ 171,339	$ (10,000)	-6%	

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20228	**Affirmative Action**									
5100	Salaries & Benefits	$ 63,526	$ 69,370	$ 70,485	$ 34,600	49%	$ 70,485	$ -	0%	
5200	Operating Supplies	517	506	1,000	1,417	94%	1,500	500	50%	
5300	Contractual Services	2,109	2,334	3,300	1,040	32%	3,300	-	0%	
5400	Other Expenses	3,295	2,801	4,000	1,622	46%	3,500	(500)	-13%	
5700	Capital Outlays	-	118	500	-	0%	500	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 69,447	$ 75,129	$ 79,285	$ 38,679	49%	$ 79,285	$ -	0%	
20744	**Julia Hackley Internships**									
5100	Salaries & Benefits	$ 1,714	$ 7,482	$ 4,650	$ 3,837	83%	$ 4,650	$ -	0%	
5200	Operating Supplies	-	718	-	-	N/A	-	-	N/A	
5300	Contractual Services	-	711	-	-	N/A	-	-	N/A	
5400	Other Expenses	-	-	-	-	N/A	-	-	N/A	
5700	Capital Outlays	-	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 1,714	$ 8,911	$ 4,650	$ 3,837	83%	$ 4,650	$ -	0%	
20215	**City Clerk & Elections**									
5100	Salaries & Benefits	$ 190,040	$ 218,883	$ 209,842	$ 95,474	45%	$ 209,842	$ -	0%	
5200	Operating Supplies	28,908	32,549	15,000	10,508	53%	20,000	5,000	33%	
5300	Contractual Services	34,857	28,284	32,850	11,691	48%	24,500	(8,350)	-25%	
5400	Other Expenses	6,875	5,420	3,250	3,458	77%	4,500	1,250	38%	
5700	Capital Outlays	5,006	2,551	3,350	-	0%	3,350	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 265,686	$ 287,687	$ 264,292	$ 121,131	46%	$ 262,192	$ (2,100)	-1%	
20220	**Civil Service**									
5100	Salaries & Benefits	$ 125,385	$ 130,015	$ 153,025	$ 54,204	35%	$ 153,025	$ -	0%	
5200	Operating Supplies	15,052	6,339	5,000	3,701	62%	6,000	1,000	20%	FIRE STUDY GUIDES PURCHASED FOR RESALE
5300	Contractual Services	71,530	39,839	31,000	12,172	39%	31,000	-	0%	
5400	Other Expenses	7,890	42,287	8,000	1,475	18%	8,000	-	0%	
5700	Capital Outlays	220	762	957	1,063	111%	957	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 220,077	$ 219,242	$ 197,982	$ 72,615	36%	$ 198,982	$ 1,000	1%	
		$ 727,017	$ 759,653	$ 727,548	$ 308,159	43%	$ 716,448	$ (11,100)	-2%	
30202	**Finance Administration**									
5100	Salaries & Benefits	$ 245,121	$ 259,785	$ 267,683	$ 134,265	50%	$ 267,683	$ -	0%	
5200	Operating Supplies	8,336	9,334	10,900	4,886	45%	10,900	-	0%	
5300	Contractual Services	61,633	64,594	69,400	58,889	67%	88,000	18,600	27%	NO LONGER USING COMPENSATING BALANCES
5400	Other Expenses	3,280	2,385	3,000	1,316	44%	3,000	-	0%	TO PAY BANK FEES
5700	Capital Outlays	2,359	4,586	3,500	791	23%	3,500	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 320,729	$ 340,684	$ 354,483	$ 200,147	54%	$ 373,083	$ 18,600	5%	
30209	**Assessing Services**									
5100	Salaries & Benefits	$ 240,204	$ 5,013	$ 7,731	$ 5,850	76%	$ 7,731	$ -	0%	
5200	Operating Supplies	3,131	-	-	-	N/A	-	-	N/A	
5300	Contractual Services	114,601	340,213	365,835	90,596	25%	365,835	-	0%	
5400	Other Expenses	3,900	80	100	45	45%	100	-	0%	
5700	Capital Outlays	633	-	-	-	N/A	-	-	N/A	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 362,469	$ 345,306	$ 373,666	$ 96,491	26%	$ 373,666	$ -	0%	

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - General Fund
General Fund Expenditure Summary By Function

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
30205	**Income Tax Administration**									
5100	Salaries & Benefits	$ 186,659	$ 212,880	$ 223,951	$ 112,563	50%	$ 223,951	$ -	0%	
5200	Operating Supplies	24,897	18,875	24,073	14,393	60%	24,073	-	0%	
5300	Contractual Services	34,271	34,550	39,500	9,124	23%	39,500	-	0%	
5400	Other Expenses	1,003	1,288	1,500	295	20%	1,500	-	0%	
5700	Capital Outlays	7,375	2,180	3,000	206	7%	3,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 254,205	$ 269,773	$ 292,024	$ 136,581	47%	$ 292,024	$ -	0%	
30253	**City Treasurer**									
5100	Salaries & Benefits	$ 266,436	$ 251,881	$ 275,462	$ 112,652	41%	$ 275,462	$ -	0%	
5200	Operating Supplies	28,340	38,165	28,400	14,419	51%	28,400	-	0%	
5300	Contractual Services	44,557	55,546	41,399	23,502	57%	41,399	-	0%	
5400	Other Expenses	1,096	1,264	1,211	713	59%	1,211	-	0%	
5700	Capital Outlays	6,259	7,298	3,957	3,602	91%	3,957	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 346,688	$ 354,154	$ 350,429	$ 154,888	44%	$ 350,429	$ -	0%	
30248	**Information Systems Administration**									
5100	Salaries & Benefits	$ 131,588	$ 167,381	$ 176,942	$ 88,446	50%	$ 176,942	$ -	0%	
5200	Operating Supplies	4,832	6,695	9,000	162	2%	9,000	-	0%	
5300	Contractual Services	42,033	38,925	45,000	13,795	31%	45,000	-	0%	
5400	Other Expenses	18,650	10,689	12,000	8,790	73%	12,000	-	0%	
5700	Capital Outlays	67,921	52,283	42,000	14,068	33%	42,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 265,024	$ 275,973	$ 284,942	$ 125,261	44%	$ 284,942	$ -	0%	
		$ 1,549,115	$ 1,585,890	$ 1,655,544	$ 713,368	43%	$ 1,674,144	$ 18,600	1%	
60265	**City Hall Maintenance**									
5100	Salaries & Benefits	$ 63,925	$ 63,273	$ 61,204	$ 31,879	52%	$ 61,204	$ -	0%	
5200	Operating Supplies	13,874	11,926	15,370	4,866	32%	15,370	-	0%	
5300	Contractual Services	161,699	184,471	189,895	110,930	53%	210,000	20,105	11%	UNANTICIPATED ELEVATOR REPAIRS
5400	Other Expenses	67	395	500	598	60%	1,000	500	100%	
5700	Capital Outlays	8,607	3,422	6,287	-	0%	5,787	(500)	-8%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 248,172	$ 263,487	$ 273,256	$ 148,273	51%	$ 293,361	$ 20,105	7%	
		$ 248,172	$ 263,487	$ 273,256	$ 148,273	51%	$ 293,361	$ 20,105	7%	
80400	**Planning, Zoning and Economic Development**									
5100	Salaries & Benefits	$ 370,871	$ 395,554	$ 415,475	$ 188,334	45%	$ 415,475	$ -	0%	
5200	Operating Supplies	31,621	16,283	14,050	9,871	70%	14,050	-	0%	
5300	Contractual Services	102,933	78,924	79,400	41,622	57%	73,400	(6,000)	-8%	
5400	Other Expenses	10,591	7,746	8,500	2,504	29%	8,500	-	0%	
5700	Capital Outlays	2,146	3,018	4,000	8,953	90%	10,000	6,000	150%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	N/A	
		$ 518,162	$ 501,525	$ 521,425	$ 251,284	48%	$ 521,425	$ -	0%	
		$ 518,162	$ 501,525	$ 521,425	$ 251,284	48%	$ 521,425	$ -	0%	
	Total Business Value Added Activities	$ 3,652,998	$ 3,802,121	$ 3,909,151	$ 1,766,618	45%	$ 3,937,276	$ 28,125	1%	
	As a Percent of Total General Fund Expenditures	16.6%	17.1%	16.9%	17.1%		16.9%			

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - General Fund
General Fund Expenditure Summary By Function

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
	II. Fixed Budget Items									
30999	**Transfers To Other Funds**									
	Major Street Fund	$ -	$ -	$ -	$ -	N/A	$ -	$ -	N/A	
	Local Street Fund	620,000	620,000	820,000	410,000	50%	820,000	-	0%	
	Budget Stabilization Fund	-	-	100,000	50,000	50%	100,000	-	0%	
	L.C. Walker Arena Fund	325,000	346,000	301,000	150,500	50%	301,000	-	0%	
	Public Improvement Fund	150,000	220,000	150,000	75,000	50%	150,000	-	0%	
	MOD State Rehab Loan Fund	-	22,810	-	22,810	N/A	-	-	N/A	
	TIFA Debt Service Fund	12,000	-	-	-	N/A	-	-	N/A	
	State Grants	1,742	-	-	-	N/A	-	-	N/A	
	Tree Replacement	-	2,723	-	-	N/A	-	-	N/A	
		$ 1,108,742	$ 1,211,533	$ 1,371,000	$ 708,310	52%	$ 1,371,000	$ -	0%	
30851	**General Insurance**	$ 222,763	$ 249,757	$ 270,000	$ 232,196	86%	$ 270,000	$ -	0%	
30906	**Debt Retirement**	340,604	407,835	365,098	75,391	21%	365,098	-	0%	
10891	**Contingency and Bad Debt Expense**	212,696	142,954	450,000	-	0%	450,000	-	0%	
90000	**Major Capital Improvements**	402,954	24,934	245,000	23,719	10%	245,000	-	0%	
	Total Fixed-Budget Items	$ 2,287,759	$ 2,037,013	$ 2,701,098	$ 1,039,616	38%	$ 2,701,098	$ -	0%	
	As a Percent of Total General Fund Expenditures	**10.4%**	**9.2%**	**11.7%**	**10.1%**		**11.6%**			
	Total General Fund	$ 22,011,879	$ 22,232,657	$ 23,180,803	$ 10,332,289	44%	$ 23,243,928	$ 63,125	0%	
	Recap: Total General Fund By Expenditure Object									
5100	Salaries & Benefits	$ 12,873,899	$ 12,678,843	$ 13,265,442	$ 6,234,196	47%	$ 13,285,442	$ 20,000	0%	
5200	Operating Supplies	644,655	719,038	637,269	297,589	46%	641,789	4,520	1%	
5300	Contractual Services	6,002,539	6,559,992	6,817,381	2,757,484	40%	6,837,236	19,855	0%	
5400	Other Expenses	170,318	185,789	154,821	65,684	42%	156,071	1,250	1%	
5700	Capital Outlays	871,122	469,627	569,792	193,635	33%	587,292	17,500	3%	
5900	All Other Financing Uses	1,449,346	1,619,368	1,736,098	783,701	45%	1,736,098	-	0%	
	Total General Fund	$ 22,011,879	$ 22,232,657	$ 23,180,803	$ 10,332,289	44%	$ 23,243,928	$ 63,125	0%	

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City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
202	**Major Streets and State Trunklines Fund**									
	Available Fund Balance - BOY	$ 4,386,989	$ 3,585,170	$ 1,808,171	$ 2,989,718		$ 2,989,718	$ 1,181,547		
	Revenues									
	Special assessments	$ 208,386	$ 221,610	$ 100,000	$ -		$ 100,000	$ -	0%	
	Federal grants	29,033	3,154,271	-	-		-	-	-	
	State grants	92,678	-	1,150,000	-		1,150,000	-	0%	
	State shared revenue	2,346,730	2,590,185	2,209,194	771,570		2,209,194	-	0%	
	Interest income	237,805	214,103	60,000	60,974		60,000	-	0%	
	Operating transfers in	170,720	-	155,000	-		155,000	-	0%	CDBG $85M ; EDA $70M
	Other	183,977	514,262	75,000	12,025		75,000	-	0%	
		$ 3,269,329	$ 6,694,431	$ 3,749,194	$ 844,569		$ 3,749,194	$ -	0%	
60900	**Operating Expenditures**									
5100	Salaries & Benefits	$ 608,646	$ 649,222	$ 737,485	$ 334,035	45%	$ 737,485	$ -	0%	
5200	Operating Supplies	151,749	105,439	166,200	80,680	49%	166,200	-	0%	
5300	Contractual Services	688,313	915,522	723,401	450,348	62%	723,401	-	0%	
5400	Other Expenses	5,239	5,545	4,000	987	25%	4,000	-	0%	
5700	Capital Outlays	-	-	-	1,635	N/A	-	-	-	
5900	Other Financing Uses	664,840	905,964	810,523	343,074	42%	810,523	-	0%	DEBT SERVICE; $200M TRANSFER TO LOCAL
		$ 2,118,787	$ 2,581,692	$ 2,441,609	$ 1,210,759	50%	$ 2,441,609	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	1,731,347	4,708,191	2,960,000	397,831	15%	2,716,000	(244,000)	-8%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
5700	Capital Outlays	221,014	-	-	-	N/A	-	-	-	
		$ 1,952,361	$ 4,708,191	$ 2,960,000	$ 397,831	15%	$ 2,716,000	$ (244,000)	-8%	
		$ 4,071,148	$ 7,289,883	$ 5,401,609	$ 1,608,590	31%	$ 5,157,609			
	Available Fund Balance - EOY	$ 3,585,170	$ 2,989,718	$ 155,756	$ 2,225,697		$ 1,581,303	$ 1,425,547		

City of Muskegon

Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
203	**Local Streets Fund**									
	Available Fund Balance - BOY	$ 107,336	$ 176	$ (81,376)	$ 122,966		$ 122,966	$ 204,342		
	Revenues									
	Special assessments	$ 70,128	$ 76,570	$ 75,000	$ -		$ 75,000	$ -	0%	
	Federal grants	-	31,073	-	31,073		-	-	-	
	State grants	-	48,467	-	48,467		-	-	-	
	State shared revenue	621,506	639,505	648,300	219,655		648,300	-	0%	
	Interest income	10,329	11,210	10,000	199		10,000	-	0%	
	Operating transfers in	680,000	870,000	1,090,000	410,000		1,090,000	-	0%	GENERAL FUND TRANSFER $820M; EDA $70M; MAJOR $200M
	Other	828	20,082	20,000	311		20,000	-	0%	
		$ 1,382,791	$ 1,696,907	$ 1,843,300	$ 709,705		$ 1,843,300	$ -	0%	
60900	**Operating Expenditures**									
5100	Salaries & Benefits	$ 484,756	$ 437,738	$ 402,118	$ 204,364	51%	$ 402,118	$ -	0%	
5200	Operating Supplies	73,457	107,551	84,000	58,362	69%	84,000	-	0%	
5300	Contractual Services	484,784	589,182	554,501	240,827	43%	554,501	-	0%	
5400	Other Expenses	1,234	2,236	1,000	83	8%	1,000	-	0%	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
5900	Other Financing Uses	-	63,143	-	-	N/A	-	-	-	
		$ 1,044,231	$ 1,199,850	$ 1,041,619	$ 503,636	48%	$ 1,041,619	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	445,720	374,267	700,000	112,121	17%	652,000	(48,000)	-7%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
		$ 445,720	$ 374,267	$ 700,000	$ 112,121	17%	$ 652,000	$ (48,000)	-7%	
		$ 1,489,951	$ 1,574,117	$ 1,741,619	$ 615,757	36%	$ 1,693,619			
	Available Fund Balance - EOY	$ 176	$ 122,966	$ 20,305	$ 216,914		$ 272,647	$ 252,342		

City of Muskegon

Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
230	**Enterprise Community Fund**									
	Available Fund Balance - BOY	$ -	$ -	$ -	$ -		$ -	$ -		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	Federal grants	336,525	633	180,000	-		180,000	-	0%	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	77,310	-	-	-		-	-	-	
	Interest income	-	-	-	-		-	-	-	
	Operating transfers in	-	-	-	-		-	-	-	
	Other	-	-	-	-		-	-	-	
		$ 413,835	$ 633	$ 180,000	$ -		$ 180,000	$ -	0%	
60900	**Operating Expenditures**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	413,835	633	180,000	842	0%	180,000	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ 413,835	$ 633	$ 180,000	$ 842	0%	$ 180,000	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
		$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
		$ 413,835	$ 633	$ 180,000	$ 842	0%	$ 180,000			
	Available Fund Balance - EOY	$ -	$ -	$ -	$ (842)		$ -	$ -		

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
254	**L.C. Walker Arena Fund**									
	Available Fund Balance - BOY	$ 294	$ 3,426	$ 3,564	$ 3,861		$ 3,861	$ 297		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	518,703	505,229	560,000	287,005		560,000	-	0%	
	Interest income	-	24	-	507		-	-	-	
	Operating transfers in	325,000	346,000	301,000	150,500		301,000	-	0%	GENERAL FUND OPERATING SUBSIDY
	Other	2,212	3,848	-	11,804		-	-	-	
		$ 845,915	$ 855,101	$ 861,000	$ 449,816		$ 861,000	$ -	0%	
70805	**Operating Expenditures**									
5100	Salaries & Benefits	$ 11,112	$ 11,120	$ 11,416	$ 5,930	52%	$ 11,416	$ -	0%	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	831,671	842,086	850,000	521,837	61%	850,000	-	0%	
5400	Other Expenses	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	1,460	-	242	N/A	-	-	-	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ 842,783	$ 854,666	$ 861,416	$ 528,009	61%	$ 861,416	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
		$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
		$ 842,783	$ 854,666	$ 861,416	$ 528,009	61%	$ 861,416		0%	
	Available Fund Balance - EOY	$ 3,426	$ 3,861	$ 3,148	$ (74,332)		$ 3,445	$ 297		

City of Muskegon

Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

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		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
403	**Sidewalk Improvement Fund**									
	Available Fund Balance - BOY	$ 982,400	$ 63,295	$ 701,009	$ 613,738		$ 613,738	$ (87,271)		
	Revenues									
	Special assessments	$ 200,592	$ 459,927	$ 450,000	$ -		$ 450,000	$ -	0%	
	Federal grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	-	-	-	-		-	-	-	
	Interest income	67,211	39,198	15,000	10,559		15,000	-	0%	
	Operating transfers in	-	97,219	100,000	-		100,000	-	0%	
	Other	-	826,068	-	-		-	-	-	
		$ 267,803	$ 1,422,412	$ 565,000	$ 10,559		$ 565,000	$ -	0%	
30906	**Operating Expenditures**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
5400	Other Expenses	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
5900	Other Financing Uses	734,847	143,014	412,413	128,595	31%	412,413	-	0%	DEBT SERVICE
		$ 734,847	$ 143,014	$ 412,413	$ 128,595	31%	$ 412,413	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	452,061	568,030	850,000	184,821	22%	850,000	-	0%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
5400	Other Expenses	-	6,520	-	-	N/A	-	-	-	
5900	Other Financing Uses	-	154,405	-	9,668	N/A	-	-	-	
		$ 452,061	$ 728,955	$ 850,000	$ 194,489	23%	$ 850,000	$ -	0%	
		$ 1,186,908	$ 871,969	$ 1,262,413	$ 323,084	26%	$ 1,262,413			
	Available Fund Balance - EOY	$ 63,295	$ 613,738	$ 3,596	$ 301,213		$ (83,675)	$ (87,271)		

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
404	**Public Improvement Fund**									
	Available Fund Balance - BOY	$ 679,356	$ 1,354,812	$ 206,812	$ 421,441		$ 421,441	$ 214,629		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	Property Tax	-	-	-	300,000		300,000	300,000	-	LDFA II PASS-THRU - TO BE USED FOR SEAWAY INDUSTRIAL PARK
	Federal grants	-	-	570,600	-		570,600	-	0%	EDA GRANT FOR SEAWAY INDUSTRIAL PARK
	Contributions	-	-	5,000	-		5,000	-	0%	
	Sales of Property	247,361	148,053	100,000	35,337		100,000	-	0%	
	Interest income	43,424	51,375	25,000	7,406		25,000	-	0%	
	Operating transfers in	150,000	220,000	150,000	75,000		150,000	-	0%	
	Other	1,312,964	35,643	-	-		-	-	-	
		$ 1,753,749	$ 455,071	$ 850,600	$ 417,743		$ 1,150,600	$ 300,000	35%	
30936	**Operating Expenditures**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
5400	Other Expenses	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
5900	Other Financing Uses	876,900	105,000	240,000	-	0%	240,000	-	0%	TRANSFERS TO STREETS, WATER, SEWER FOR SEAWAY IP
		$ 876,900	$ 105,000	$ 240,000	$ -	0%	$ 240,000	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	15,779	696,960	-	6,690	N/A	-	-	-	
5400	Other Expenses	31,301	-	-	-	N/A	-	-	-	
5700	Capital Outlays	154,313	586,482	475,600	438,425	63%	698,568	222,968	47%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
		$ 201,393	$ 1,283,442	$ 475,600	$ 445,115	64%	$ 698,568	$ 222,968	47%	
		$ 1,078,293	$ 1,388,442	$ 715,600	$ 445,115	47%	$ 938,568			
	Available Fund Balance - EOY	$ 1,354,812	$ 421,441	$ 341,812	$ 394,069		$ 633,473	$ 291,661		

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
482	**State Grants Fund**									
	Available Fund Balance - BOY	$ -	$ -	$ -	$ -		$ -	$ -		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	255,069	275,965	2,335,000	1,018		1,040,000	(1,295,000)	-55%	PROJECT DELAYS - GRANT FUNDS WILL NOT BE REC'D IN 2001
	Federal grants	-	73,386	-	-		-	-	-	
	Sales of Property	-	-	-	-		-	-	-	
	Interest income	-	-	-	-		-	-	-	
	Operating transfers in	1,743	601,173	200,000	77,061		545,000	345,000	173%	LOCAL MATCH FROM GOLF COURSE FUND (TRAIL PROJECTS)
	Other	-	-	-	-		-	-	-	
		$ 256,812	$ 950,524	$ 2,535,000	$ 78,079		$ 1,585,000	$ (950,000)	-37%	
30936	**Operating Expenditures**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
5400	Other Expenses	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	256,812	950,524	-	664,949	N/A	-	-	-	
5700	Capital Outlays	-	-	2,535,000	77,061	5%	1,585,000	(950,000)	-37%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
		$ 256,812	$ 950,524	$ 2,535,000	$ 742,010	47%	$ 1,585,000	$ (950,000)	-37%	
		$ 256,812	$ 950,524	$ 2,535,000	$ 742,010	47%	$ 1,585,000			
	Available Fund Balance - EOY	$ -	$ -	$ -	$ (663,931)		$ -	$ -		

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
594	**Marina & Launch Ramp Fund**									
	Available Cash Balance - BOY	$ 37,205	$ 62,225	$ 26,725	$ 2,292		$ 2,292	$ (24,433)		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	258,159	273,456	270,000	180,946		270,000	-	0%	
	Interest income	3,915	5,184	5,000	365		5,000	-	0%	
	Operating transfers in	-	-	-	-		-	-	-	
	Other	13,229	10,797	-	-		-	-	-	
		$ 275,303	$ 289,437	$ 275,000	$ 181,311		$ 275,000	$ -	0%	
70756	**Operating Expenditures**									
5100	Salaries & Benefits	$ 95,973	$ 74,283	$ 91,579	$ 40,353	44%	$ 91,579	$ -	0%	
5200	Operating Supplies	12,073	17,771	10,300	1,908	19%	10,300	-	0%	
5300	Contractual Services	93,287	143,006	92,379	41,105	44%	92,379	-	0%	
5400	Other Expenses	445	2,307	1,000	469	47%	1,000	-	0%	
5700	Capital Outlays	1,223	1,350	4,000	-	0%	4,000	-	0%	
5900	Other Financing Uses	74,545	(841)	-	-	N/A	-	-	-	
	Other Cash Uses (e.g.. Debt Principal)	(30,900)	-	-	-	N/A	-	-	-	
		$ 246,646	$ 237,876	$ 199,258	$ 83,835	42%	$ 199,258	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	3,637	111,494	-	171,399	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ 3,637	$ 111,494	$ -	$ 171,399	N/A	$ -	$ -	-	
		$ 250,283	$ 349,370	$ 199,258	$ 255,234	128%	$ 199,258			
	Available Cash Balance - EOY	$ 62,225	$ 2,292	$ 102,467	$ (71,631)		$ 78,034	$ (24,433)		

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
584	**Municipal Golf Course Fund**									
	Available Cash Balance - BOY	$ 1,531,324	$ 1,564,213	$ 1,108,216	$ 1,151,296		$ 1,151,296	$ 43,080		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	-	-	-	-		-	-	-	
	Interest income	81,345	86,159	40,000	27,388		40,000	-	0%	
	Operating transfers in	-	-	-	-		-	-	-	
	Other	-	-	-	-		-	-	-	
		$ 81,345	$ 86,159	$ 40,000	$ 27,388		$ 40,000	$ -	0%	
70542	**Operating Expenditures**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	9,208	2,903		-	N/A		-	-	
5400	Other Expenses	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
5900	Other Financing Uses	-	496,173	200,000	77,061	14%	545,000	345,000	173%	LOCAL MATCH FOR TRAIL PROJECT GRANTS
	Other Cash Uses (e.g., Debt Principal)	39,248	-	-	-	N/A	-	-	-	
		$ 48,456	$ 499,076	$ 200,000	$ 77,061	14%	$ 545,000	$ 345,000	173%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
		$ 48,456	$ 499,076	$ 200,000	$ 77,061	14%	$ 545,000			
	Available Cash Balance - EOY	$ 1,564,213	$ 1,151,296	$ 948,216	$ 1,101,623		$ 646,296	$ (301,920)		

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City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
661	**Equipment Fund**									
	Available Cash Balance - BOY	$ 620,607	$ 499,092	$ 420,818	$ 380,984		$ 380,984	$ (39,834)		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	1,670,497	1,950,310	1,900,000	972,779		1,900,000	-	0%	
	Interest income	30,203	27,193	40,000	11,410		40,000	-	0%	
	Operating transfers in	-	-	-	-		-	-	-	
	Other	159,597	193,377	100,000	66,187		100,000	-	0%	
		$ 1,860,297	$ 2,170,880	$ 2,040,000	$ 1,050,376		$ 2,040,000	$ -	0%	
60932	**Operating Expenditures**									
5100	Salaries & Benefits	$ 388,008	$ 364,899	$ 361,498	$ 218,413	60%	$ 361,498	$ -	0%	
5200	Operating Supplies	469,989	606,768	437,599	317,395	73%	437,599	-	0%	
5300	Contractual Services	363,568	393,192	431,060	270,975	63%	431,060	-	0%	
5400	Other Expenses	3,537	3,357	3,000	431	14%	3,000	-	0%	
5700	Capital Outlays	679,073	872,983	746,000	177,047	24%	746,000	-	0%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
	Other Cash Uses (e.g., Debt Principal)	77,637	47,789	-	-	N/A	-	-	-	
		$ 1,981,812	$ 2,288,988	$ 1,979,157	$ 984,261	50%	$ 1,979,157	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
		$ 1,981,812	$ 2,288,988	$ 1,979,157	$ 984,261	50%	$ 1,979,157			
	Available Cash Balance - EOY	$ 499,092	$ 380,984	$ 481,661	$ 447,099		$ 441,827	$ (39,834)		

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City of Muskegon

Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
642	**Public Service Building Fund**									
	Available Cash Balance - BOY	$ 114,901	$ 34,173	$ (287,200)	$ (200,038)		$ (200,038)	$ 87,162		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	379,095	460,000	460,000	278,530		460,000	-	0%	
	Interest income	3,995	-	1,000	-		1,000	-	0%	
	Operating transfers in	-	-	-	-		-	-	-	
	Other	30	427	-	-		-	-	-	
		$ 383,120	$ 460,427	$ 461,000	$ 278,530		$ 461,000	$ -	0%	
60442	**Operating Expenditures**									
5100	Salaries & Benefits	$ 152,957	$ 174,399	$ 168,307	$ 93,827	56%	$ 168,307	$ -	0%	
5200	Operating Supplies	21,236	19,767	26,950	9,313	35%	26,950	-	0%	
5300	Contractual Services	191,167	215,070	201,416	99,802	50%	201,416	-	0%	
5400	Other Expenses	12,210	10,956	10,000	635	6%	10,000	-	0%	
5700	Capital Outlays	19,747	18,961	150,430	35,224	23%	150,430	-	0%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
	Other Cash Uses and Adjustments (e.g.. Debt Principal)	66,531	(21,076)	-	-	N/A	-	-	-	
		$ 463,848	$ 418,077	$ 557,103	$ 238,801	43%	$ 557,103	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	-	276,561	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ -	$ 276,561	$ -	$ -	N/A	$ -	$ -	-	
		$ 463,848	$ 694,638	$ 557,103	$ 238,801	43%	$ 557,103			
	Available Cash Balance - EOY	$ 34,173	$ (200,038)	$ (383,303)	$ (160,309)		$ (296,141)	$ 87,162		

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City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
643	**Engineering Services Fund**									
	Available Cash Balance - BOY	$ 83,696	$ 86,178	$ 176,286	$ 117,697		$ 117,697	$ (58,589)		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	472,211	478,738	620,000	248,826		620,000	-	0%	
	Interest income	4,364	5,749	25,000	2,767		25,000	-	0%	
	Operating transfers in	-	-	-	-		-	-	-	
	Other	29,171	24,762	-	197		-	-	-	
		$ 505,746	$ 509,249	$ 645,000	$ 251,790		$ 645,000	$ -	0%	
60447	**Operating Expenditures**									
5100	Salaries & Benefits	$ 372,095	$ 348,155	$ 459,501	$ 182,640	40%	$ 459,501	$ -	0%	
5200	Operating Supplies	15,050	15,188	19,005	10,026	53%	19,005	-	0%	
5300	Contractual Services	75,587	107,040	130,602	61,348	47%	130,602	-	0%	
5400	Other Expenses	3,109	3,964	4,200	1,790	43%	4,200	-	0%	
5700	Capital Outlays	10,585	22,025	24,000	10,857	45%	24,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
	Other Cash Uses and Adjustments (e.g., Debt Principal)	21,412	(19,413)	-	-	N/A	-	-	-	
		$ 497,838	$ 476,959	$ 637,308	$ 266,661	42%	$ 637,308	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	5,426	771	-	378	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ 5,426	$ 771	$ -	$ 378	N/A	$ -	$ -	-	
		$ 503,264	$ 477,730	$ 637,308	$ 267,039	42%	$ 637,308			
	Available Cash Balance - EOY	$ 86,178	$ 117,697	$ 183,978	$ 102,448		$ 125,389	$ (58,589)		

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City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
677	**General Insurance Fund**									
	Available Cash Balance - BOY	$ 963,422	$ 1,193,782	$ 1,139,024	$ 935,251		$ 935,251	$ (203,773)		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	2,081,027	1,978,797	2,170,000	1,147,068		2,170,000	-	0%	
	Interest income	39,317	55,393	40,000	18,041		40,000	-	0%	
	Operating transfers in	1,110,799	784,995	1,100,000	-		1,100,000	-	0%	
	Other	4,801	117,275	75,000	-		75,000	-	0%	
		$ 3,235,944	$ 2,936,460	$ 3,385,000	$ 1,165,109		$ 3,385,000	$ -	0%	
30851	Operating Expenditures									
5100	Salaries & Benefits	$ 400,953	$ 5,712	52,354	$ 16,419	31%	52,354	$ -	0%	NEW POSITION - WC/RISK MANAGER
5200	Operating Supplies	510	475	1,000	479	48%	1,000	-	0%	
5300	Contractual Services	2,684,902	3,072,981	3,365,165	1,673,436	50%	3,365,165	-	0%	
5400	Other Expenses	50	461	1,500	1,444	96%	1,500	-	0%	
5700	Capital Outlays	-	-	1,000	-	0%	1,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
	Other Cash Uses and Adjustments (e.g., Debt Principal)	(80,831)	115,362	-	-	N/A	-	-	-	
		$ 3,005,584	$ 3,194,991	$ 3,421,019	$ 1,691,778	49%	$ 3,421,019	$ -	0%	
90000	Project Expenditures									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	-	-	-	-	N/A	-	-	-	
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
		$ 3,005,584	$ 3,194,991	$ 3,421,019	$ 1,691,778	49%	$ 3,421,019			
	Available Cash Balance - EOY	$ 1,193,782	$ 935,251	$ 1,103,005	$ 408,582		$ 899,232			

City of Muskegon

Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
591	**Water Fund**									
	Available Cash Balance - BOY	$ 839,769	$ 6,094,347	$ 5,325,121	$ 5,982,941		$ 5,982,941	$ 657,820		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services - City	3,139,639	3,531,540	3,200,000	1,021,671		3,200,000	-	0%	
	Charges for services - Township	-	-	420,000	18,299		420,000	-	0%	
	Hydrant Rental - Township	-	-	-	-		-	-	-	
	Interest income	248,487	320,696	140,000	143,864		140,000	-	0%	
	Operating transfers in	77,155	-	54,000	-		54,000	-	0%	EDA $54M
	Other	9,537,128	84,101	-	92,137		-	-	-	
		$ 13,002,409	$ 3,936,337	$ 3,814,000	$ 1,275,971		$ 3,814,000	$ -	0%	
30548	**Operating Expenditures Administration**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	375,765	359,581	478,667	254,674	53%	478,667	-	0%	INSURANCE/INDIRECT COSTS/UTILITY ADMININISTRATION FEE
5400	Other Expenses	-	7,431	-	-	N/A	-	-	-	
5700	Capital Outlays	45	45	-	-	N/A	-	-	-	
5900	Other Financing Uses	409,391	495,727	449,405	5,349	1%	449,405	-	0%	INTEREST
	Other Cash Uses and Adjustments (e.g.. Debt Principal)	3,722,862	302,213	370,000	-	0%	370,000	-	0%	PRINCIPAL
		$ 4,508,063	$ 1,164,997	$ 1,298,072	$ 260,023	20%	$ 1,298,072	$ -	0%	
60559	**Operating Expenditures Maintenance - City**									
5100	Salaries & Benefits	$ 655,282	$ 698,628	$ 550,690	$ 346,206	63%	$ 550,690	$ -	0%	
5200	Operating Supplies	97,019	237,968	100,200	57,514	57%	100,200	-	0%	
5300	Contractual Services	233,897	293,031	258,933	149,115	58%	258,933	-	0%	
5400	Other Expenses	125,838	71,680	60,000	8,179	14%	60,000	-	0%	
5700	Capital Outlays	21,693	5,129	14,400	3,116	22%	14,400	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ 1,133,729	$ 1,306,436	$ 984,223	$ 564,130	57%	$ 984,223	$ -	0%	
60660	**Operating Expenditures Maintenance - Township**									
5100	Salaries & Benefits	$ -	$ 3,190	$ 256,855	$ 84,659	33%	$ 256,855	$ -	0%	
5200	Operating Supplies	-	863	11,900	695	6%	11,900	-	0%	
5300	Contractual Services	-	47	113,002	47,857	42%	113,002	-	0%	
5400	Other Expenses	-	-	151,420	443	0%	151,420	-	0%	
5700	Capital Outlays	-	-	4,350	-	0%	4,350	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ -	$ 4,100	$ 537,527	$ 133,654	25%	$ 537,527	$ -	0%	
60558	**Operating Expenditures Filtration**									
5100	Salaries & Benefits	$ 459,135	$ 469,642	$ 477,607	$ 222,918	47%	$ 477,607	$ -	0%	
5200	Operating Supplies	122,342	121,252	101,815	43,287	43%	101,815	-	0%	
5300	Contractual Services	312,641	285,375	399,800	180,578	45%	399,800	-	0%	
5400	Other Expenses	2,684	3,546	4,150	865	21%	4,150	-	0%	
5700	Capital Outlays	55,608	27,339	-	46,901	N/A	-	-	-	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ 952,410	$ 907,154	$ 983,372	$ 494,549	50%	$ 983,372	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ 4,159	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	248,251	665,056	3,545,810	108,031	3%	3,117,436	(428,374)	-12%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
5700	Capital Outlays	901,219	-	-	-	N/A	-	-	-	
		$ 1,153,629	$ 665,056	$ 3,545,810	$ 108,031	3%	$ 3,117,436	$ (428,374)	-12%	
		$ 7,747,831	$ 4,047,743	$ 7,349,004	$ 1,560,387	23%	$ 6,920,630			
	Available Cash Balance - EOY	$ 6,094,347	$ 5,982,941	$ 1,790,117	$ 5,698,525		$ 2,876,311	$ 1,086,194		

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City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget - Non-General Funds

		Actual 1999	Actual 2000	Original Budget Estimate 2001	Actual Thru June 2001	Actual As % of Revised	Revised Estimate 2001	Change From 2001 Original	% Change From Original	Comments
590	**Sewer Fund**									
	Available Cash Balance - BOY	$ 405,280	$ 787,448	$ 482,811	$ 1,445,721		$ 1,445,721	$ 962,910		
	Revenues									
	Special assessments	$ -	$ -	$ -	$ -		$ -	$ -	-	
	State grants	-	-	-	-		-	-	-	
	State shared revenue	-	-	-	-		-	-	-	
	Charges for services	3,649,614	3,989,052	4,200,000	1,118,962		4,200,000	-	0%	
	Interest income	27,684	54,362	40,000	34,292		40,000	-	0%	
	Operating transfers in	87,474	-	46,000	-		46,000	-	0%	EDA $46M
	Other	62,881	45,967	30,000	24,825		30,000	-	0%	
		$ 3,827,653	$ 4,089,381	$ 4,316,000	$ 1,178,079		$ 4,316,000	$ -	0%	
30548	**Operating Expenditures Administration**									
5100	Salaries & Benefits	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5200	Operating Supplies	-	-	-	-	N/A	-	-	-	
5300	Contractual Services	278,848	269,957	683,649	169,437	25%	683,649	-	0%	INSURANCE/INDIRECT COSTS/UTILITY ADMININISTRATION FEE
5400	Other Expenses	3,060	13,098	-	-	N/A	-	-	-	
5700	Capital Outlays	45	45	-	-	N/A	-	-	-	
5900	Other Financing Uses	237,637	216,776	197,228	-	0%	197,228	-	0%	INTEREST
	Other Cash Uses and Adjustments (e.g.. Debt Principal)	191,244	714,619	400,051	-	0%	400,051	-	0%	PRINCIPAL
		$ 710,834	$ 1,214,495	$ 1,280,928	$ 169,437	13%	$ 1,280,928	$ -	0%	
60559	**Operating Expenditures Maintenance**									
5100	Salaries & Benefits	$ 523,428	$ 551,757	$ 689,031	$ 314,419	46%	$ 689,031	$ -	0%	
5200	Operating Supplies	48,439	50,955	55,252	17,169	31%	55,252	-	0%	
5300	Contractual Services	1,561,003	1,346,297	1,737,935	746,629	43%	1,737,935	-	0%	
5400	Other Expenses	2,617	3,992	2,800	1,170	42%	2,800	-	0%	
5700	Capital Outlays	334	8,380	15,000	16,666	111%	15,000	-	0%	
5900	Other Financing Uses	-	-	-	-	N/A	-	-	-	
		$ 2,135,821	$ 1,961,381	$ 2,500,018	$ 1,096,053	44%	$ 2,500,018	$ -	0%	
90000	**Project Expenditures**									
5200	Operating Supplies	$ -	$ -	$ -	$ -	N/A	$ -	$ -	-	
5300	Contractual Services	598,830	255,232	490,000	11,196	1%	954,374	464,374	95%	SEE "BUDGETED CAPITAL IMPROVEMENTS" FOR DETAIL
5700	Capital Outlays	-	-	-	-	N/A	-	-	-	
		$ 598,830	$ 255,232	$ 490,000	$ 11,196	1%	$ 954,374	$ 464,374	95%	
		$ 3,445,485	$ 3,431,108	$ 4,270,946	$ 1,276,686	27%	$ 4,735,320			
	Available Cash Balance - EOY	$ 787,448	$ 1,445,721	$ 527,865	$ 1,347,114		$ 1,026,401	$ 498,536		

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget
Budgeted Capital Improvements

2001 PROJECTS

		Responsibility	Original Budget	1st Quarter Budget Reforecast	2nd Quarter Budget Reforecast	Comments
101	**General Fund**					
99015	City Hall Tuckpointing	Al-Shatel	$ 25,000	$ 32,000	$ 47,000	Addt'l Work Being Done Due to Favorable Cemetery Bids (see 99019)
90023	Police Department Parking Lot	Al-Shatel	35,000	28,000	28,000	Favorable Bids
90012	Stormwater Management Mandates	Kuhn	50,000	50,000	50,000	
90024	Treasury Management Software	Smith	35,000	35,000	35,000	
99012	Geographic Information System (GIS)	Maurer	25,000	25,000	25,000	
99019	Restlawn Office Renovation (Phase I)	Scott	75,000	75,000	60,000	Favorable Bids
			245,000	245,000	245,000	
404	**Public Improvement Fund**					
99020	Seaway-Hackley Industrial Park Property Acquisition	Brubaker-Clarke	425,600	425,600	650,000	Property Acquisition Costs Higher than Anticiapted'
	Fire Inspector's Car	Simpson	25,000	24,284	24,284	
	Fire Chief's Car	Simpson	-	24,284	24,284	
	Hovercraft	Simpson	25,000	-	-	
			475,600	474,168	698,568	
202	**Major Streets**					
90020	Barney, Valley to Roberts	Al-Shatel	300,000	300,000	300,000	
99035	Sherman, Glenside to Lincoln	Al-Shatel	850,000	850,000	850,000	$560,000 Grant
97036	Laketon, Wood to Peck	Al-Shatel	350,000	350,000	450,000	$150,000 Grant; Costs Higher Than Anticipated
90011	Barclay, Sherman to Hackley	Al-Shatel	600,000	600,000	600,000	$356,000 Grant
90019	Division, Laketon to Southern (1535')	Al-Shatel	200,000	8,000	8,000	Project Cancelled - Special Assessment Not Approved
96017	Shoreline Dr (incl Terrace Extension, Spring & Western)	Al-Shatel	300,000	300,000	50,000	Significant Costs Won't be Incurred Until 2002
96059	Handicap Sidewalk Ramps	Al-Shatel	50,000	50,000	50,000	
	State's Job (US31 and Bridges/City Share)	Al-Shatel	125,000	-	-	Projects 90033/90036 (Below)
90036	M120 - Over Muskegon River	Al-Shatel	-	100,000	100,000	
90033	Marquette Over US31	Al-Shatel	-	11,000	11,000	
90021	Sixth, Houston to Muskegon	Al-Shatel	85,000	-	-	Project Cancelled - Special Assessment Not Approved
90034	Houston, Sanford to First	Al-Shatel	-	120,000	120,000	Replaces Sixth, Houston to Muskegon
98042	RR Crossing Removals	Al-Shatel	-	77,000	77,000	$36,000 State Grant Funding
99020	Seaway-Hackley Industrial	Al-Shatel	100,000	100,000	100,000	$70,000 EDA Grant
			2,960,000	2,866,000	2,716,000	
203	**Local Streets**					
99048	Winsdor, Barclay to Henry	Al-Shatel	250,000	210,000	210,000	
	Unspecified Projects	Al-Shatel	300,000	-	-	
90015	Millard, Lake Dunes to West End	Al-Shatel	-	13,000	13,000	Project Cancelled - Special Assessment Not Approved
90018	Nelson, Waton & Rogers	Al-Shatel	-	210,000	210,000	
99020	Seaway-Hackley Industrial	Al-Shatel	100,000	100,000	100,000	$70,000 EDA Grant
98042	RR Crossing Removals	Al-Shatel	-	69,000	69,000	$28,000 State Grant Funding
96059	Handicap Sidewalk Ramps	Al-Shatel	50,000	50,000	50,000	
			700,000	652,000	652,000	

City of Muskegon
Quarterly Budget Reforecast and 2001 Proposed Budget
Budgeted Capital Improvements

		Responsibility	Original Budget	1st Quarter Budget Reforecast	2nd Quarter Budget Reforecast	Comments
	2001 PROJECTS					
642	**Public Service Building**					
99040	Public Service Building Renovation	Kuhn	130,000	130,000	130,000	
661	**Equipment Fund**					
	Patrol Car Replacements (6)	Kuhn	129,000	129,000	129,000	
	Plow Truck Replacements (1)	Kuhn	70,000	70,000	70,000	
	Sign Truck (1)	Kuhn	25,000	25,000	25,000	
	Vactor Truck (1)	Kuhn	175,000	175,000	175,000	
	Pickup Trucks 3/4 Ton (4)	Kuhn	72,000	72,000	72,000	
	Box Paver (1)	Kuhn	40,000	40,000	40,000	
	Loader 721 (1)	Kuhn	70,000	70,000	70,000	
	Backhoe Hoe 4x4 Replacement (1)	Kuhn	40,000	40,000	40,000	
	Sunbird Cars (4)	Kuhn	45,000	45,000	45,000	
	Radios and Various Other Minor Equipment	Kuhn	80,000	80,000	80,000	
			746,000	746,000	746,000	
			$ 10,092,410	$ 9,982,410	$ 10,060,810	

Commission Meeting Date: July 24, 2001

Date: **July 12, 2001**

To: **Honorable Mayor and City Commissioners**

From: **Planning & Economic Development** CBC

RE: **DDA Plan Amendment**

SUMMARY OF REQUEST:

To approve the attached resolution setting a public hearing on August 28, 2001, for the consideration of amending the Downtown Development Authority Development and Tax Increment Financing Plans. The proposed amendment shall remove the former Teledyne property (Muskegon SmartZone) from the DDA development area. The proposed action is consistent with and necessary for the establishment of the Muskegon Lakeshore SmartZone LDFA.

FINANCIAL IMPACT:

The DDA currently loses more than $14,000 in tax increment revenue annually due to a decreased assessed value on the Teledyne Property. Removing the property will result in additional tax increment revenues for the DDA.

BUDGET ACTION REQUIRED:

None

STAFF RECOMMENDATION:

To approve the attached resolution

COMMITTEE RECOMMENDATION:

The Muskegon Downtown Development Authority, at its regular meeting on July 17, 2001, approved a resolution to amend the Development and Tax Increment Financing Plan.

City of Muskegon
County of Muskegon, Michigan
2001-88(f)
RESOLUTION CALLING PUBLIC HEARING
REGARDING AMENDMENT TO DOWNTOWN DEVELOPMENT PLAN AND TAX INCREMENT FINANCING PLAN OF
MUSKEGON DOWNTOWN DEVELOPMENT AUTHORITY

Minutes of a regular meeting of the City Commission of the City of Muskegon, County of Muskegon, Michigan, held in the City Hall in said City on the 24th day of July, 2001, at 5:30 o'clock p.m., prevailing Eastern Time.

PRESENT: Members Aslakson, Benedict, Nielsen, Schweifler, Shepherd, Spataro

ABSENT: Members Sieradzki

The following preamble and resolution were offered by Commission Member Spataro and supported by Commission Member Schweifler:

WHEREAS, the City of Muskegon (the "City") is authorized by the provisions of Act 197, Public Acts of Michigan, 1975, as amended ("Act 197"), to create a downtown development authority and to designate its boundaries; and

WHEREAS, pursuant to Act 197, the City Commission of the City duly established the Muskegon Downtown Development Authority (the "Authority") which exercises its powers within the Downtown District designated by the City Commission (the "District"); and

WHEREAS, the City Commission approved the Authority's Downtown Development Plan and Tax Increment Finance Plan (the "Plan"), for the Development Area described in the Plan on July 12, 1988, pursuant to Ordinance No. 969; and

WHEREAS, the City Commission approved amendments to the Plan on March 31, 1989 (the "1989 Amendment") pursuant to Ordinance No. 982; and

WHEREAS, the Authority approved a resolution amending the development plan (the "Plan Amendment") for the purpose of removing several parcels from the development area to further encourage economic growth and correcting and preventing deterioration in the business portions of the District; and

WHEREAS, it is necessary to conduct a public hearing in connection with the consideration of such Plan Amendment as required by Act 197.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The City Commission determines that it is necessary for the best interests of the public to amend the development plan of the Authority pursuant to Act 197 in order to correct and prevent deterioration of property value in the business district in the City and to promote economic growth, and the City Commission hereby declares its intention to adopt the Plan Amendment.

2. There shall be a public hearing on Tuesday, the 28th day of August, 2001, at 5:30 o'clock, p.m., prevailing Eastern Time, in the City Hall in the City to consider adoption by the City Commission of an ordinance amending the AUTHORITY boundaries.

3. The City Clerk shall cause notice of said public hearing to be published in the Muskegon Chronicle, a newspaper of general circulation in the City, twice before the public hearing, each time not less than 20 and not more than 40 days before the date set for the public hearing. The notice shall be published as a display advertisement prominent in size. The Clerk shall also cause the notice to be mailed by first class mail not less than 20 days prior to the hearing to all property taxpayers of record in the proposed authority district as shown by the most recent tax roll of the City, shall cause the notice to be mailed to the governing body of each taxing jurisdiction levying taxes subject to capture by the Authority, and shall cause the notice to

be posted in 20 prominent places in the proposed amended district not less than 20 days prior to the date of hearing.

4. The notice of the hearing shall be in substantially the following form:

NOTICE OF PUBLIC HEARING

CITY OF MUSKEGON
COUNTY OF MUSKEGON, MICHIGAN

ON AN AMENDMENT TO THE DOWNTOWN DEVELOPMENT PLAN AND TAX INCREMENT FINANCING PLAN OF THE MUSKEGON DOWNTOWN DEVELOPMENT AUTHORITY

TO ALL INTERESTED PERSONS IN THE CITY OF MUSKEGON:

PLEASE TAKE NOTICE that the City Commission of the City of Muskegon, Michigan, will hold a public hearing on Tuesday, the 28th day of August, 2001, at 5:30 o'clock, p.m., prevailing Eastern Time in the City Commission Chambers, 933 Terrace Street, Muskegon, Michigan, to consider the adoption of an ordinance amending the development plan of the Downtown Development Plan and Tax Increment Finance Plan of the Muskegon Downtown Development Authority pursuant to Act 197 of the Public Acts of Michigan of 1975.

The boundaries of the development area to which the Plan applies are as follows:

> All of those properties lying SEly of Muskegon Lake and NWly of the following Streets in the City of Muskegon: Beg at Muskegon Lake and extension of Southern Avenue SEly to Lakeshore Drive NEly to Michigan Avenue, Ely a distance of three blocks to Hudson Street, Sly one block to Washington Avenue, Ely on Washington three blocks to Beidler St., Nly to Webster Avenue, NEly along Webster to Ninth Street, SEly on Ninth to Muskegon Avenue, NEly on Muskegon Avenue a distance of four blocks to Fifth Street, SEly on Fifth to Houston Avenue, NEly on Houston to Fourth Street, SEly on Fourth to Strong Avenue, NEly on Strong one block to Jefferson Street, Nly on Jefferson to Houston Avenue, Ely on Houston to Peck Street, Nly on Peck to Apple Avenue, Ely on Apple to Fork Street, Nly on Fork to Myrtle, NEly to Emerald Avenue, NWly on Emerald to Eastern Avenue, Wly on Eastern to EB Seaway Drive, NEly on EB Seaway to Bayou, NWly on Bayou to WB Seaway Drive, NEly to S branch of Muskegon River, NWly to Ottawa Street, SWly on Ottawa to River Street, Wly to Muskegon Lake.

Copies of the proposed amendments to the Development and Tax Increment Finance Plan, maps, etc. are on file at the office of the City Clerk for inspection.

At the public hearing, all citizens, taxpayers, and property owners of the City of Muskegon desiring to address the City Commission shall be afforded an opportunity to be heard in regard to the approval of the amendments to the Development and Tax Increment Finance Plan for the Muskegon Downtown Development Authority.

FURTHER INFORMATION may be obtained from the City Clerk at (231) 724-6705.

This notice is given by order of the City Commission of the City of Muskegon, Michigan.

Gail A. Kundinger
Clerk, City of Muskegon

5. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

AYES: Members Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd

NAYS: Members None

RESOLUTION DECLARED ADOPTED.

Gail A. Kundinger

City Clerk

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Commission of the City of Muskegon, County of Muskegon, State of Michigan, at a regular meeting held on July 24, 2001, and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of Michigan, 1976, as amended, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

Gail A. Kundinger

City Clerk

DELIB:2113553.1\025632-00013

Commission Meeting Date: July 24, 2001

Date:	**July 12, 2001**
To:	**Honorable Mayor and City Commissioners**
From:	**Planning & Economic Development** CBC
RE:	**Resolution of Intent to Create Seaway Industrial Park LDFA**

SUMMARY OF REQUEST:

To approve the attached resolution of intent calling a public hearing regarding the establishment of an LDFA District for the development of the Seaway Business Park. This request is the first step in the creation of the Seaway Business Park LDFA. (Please see the attached timeline for the establishment of the Seaway Business Park LDFA.)

FINANCIAL IMPACT:

It is anticipated that the LDFA may capture up to an estimated $900,000 in tax increment revenues over a period of 15 years.

BUDGET ACTION REQUIRED:

None

STAFF RECOMMENDATION:

To approve the attached resolution

COMMITTEE RECOMMENDATION:

None

Seaway Industrial Park – LDFA District Establishment Process

1. **Resolution of Intent to Create District (sets date for public hearing) –** ***July 24***

2. **Public Hearing Date –** ***August 28***

3. **Approval of Resolution Establishing District –** ***November 13***
   (not less than 60 days from public hearing)

4. **Filing of Resolution Establishing District w/ Secretary of State and Publishing Resolution in Newspaper of General Circulation –** ***November 14***

City of Muskegon
County of Muskegon, Michigan

2001-88(g)
RESOLUTION OF INTENT CALLING HEARING
REGARDING CREATION OF A NEW
LOCAL DEVELOPMENT FINANCE AUTHORITY DISTRICT

Minutes of a regular meeting of the City Commission of the City of Muskegon, County of Muskegon, Michigan, held in the City Hall in said City on the 24th day of July, 2001, at 5:30 o'clock p.m., Eastern Daylight Time.

PRESENT:Members Aslakson, Benedict, Nielsen, Schweifler, Shepherd, Spataro

ABSENT:Members Sieradzki

The following preamble and resolution were offered by Commission Member Schweifler and supported by Commission Member Spataro:

WHEREAS, the City of Muskegon (the "City") is authorized by the provisions of Act 281, Public Acts of Michigan, 1986, as amended ("Act 281"), to create a local development finance authority; and

WHEREAS, the City has previously established the Local Development Finance Authority of the City of Muskegon (the "LDFA") which exercises its powers within its district (the "District") pursuant to Act 281; and

WHEREAS, it is necessary for the best interests of the public to create a new district, the Seaway Business Park, to be known as LDFA District 4 (the "District") to promote economic growth in the City; and

WHEREAS, a proposed resolution creating the new District is being prepared; and

WHEREAS, it is necessary to conduct a public hearing in connection with the consideration of such proposed resolution as required by Act 281.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The City Commission determines that it is necessary for the best interests of the public to create the new District in order to eliminate the causes of unemployment, underemployment and joblessness and to promote economic growth in the City.

2. The new District subject to the jurisdiction of the LDFA as provided in Act 281 is hereby tentatively designated to be as set forth in Exhibit A attached hereto and made part hereof.

3. There shall be a public hearing on Tuesday, the 28th day of August, 2001, at 5:30 o'clock, p.m., Eastern Daylight Time, in the City Hall in the City to consider adoption by the City Commission of a resolution creating the new LDFA District in which the LDFA shall have jurisdiction, and setting out certain procedures in connection therewith.

4. The City Clerk shall cause notice of said public hearing to be published in the Muskegon Chronicle, a newspaper of general circulation in the City, twice before the public hearing. The notice shall be published not less than 20 and not more than 40 days before the date set for the public hearing. The notice shall be published as a display advertisement prominent in size. The Clerk shall also cause the notice to be mailed by first class mail not less than 20 days prior to the hearing to all property taxpayers of record in the proposed authority district as shown by the most recent tax roll of the City and to the governing body of each taxing jurisdiction levying taxes that would be subject to capture by the LDFA.

5. The notice of the hearing shall be in substantially the following form:

NOTICE OF PUBLIC HEARING

CITY OF MUSKEGON
COUNTY OF MUSKEGON, MICHIGAN

ON THE CREATION OF A NEW DISTRICT OF THE
LOCAL DEVELOPMENT FINANCE AUTHORITY

TO ALL INTEREST PERSONS IN THE CITY OF MUSKEGON:

PLEASE TAKE NOTICE that the City Commission of the City of Muskegon, Michigan, will hold a public hearing on Tuesday, the 28th day of August, 2001, at 5:30 o'clock, p.m., Eastern Daylight Time, in the City Hall, 933 Terrace Street, Muskegon, Michigan, to consider the adoption of a resolution creating a new authority district, the Seaway Business Park, to be known as LDFA District 4, for the Local Development Financing Authority of the City of Muskegon, pursuant to Act 281 of the Public Acts of Michigan of 1986, as amended.

PROPOSED BOUNDARIES

The boundaries of the proposed district as revised within which the local development finance authority shall exercise its powers are as follows:

> Southeast ¼ of the Northwest ¼, Section 31, Town 10 North, Range 16 West, City of Muskegon, Muskegon County, Michigan

> Physical Boundaries: Park Street on the West, Hackley Avenue on the South, Seaway Drive on the West, and Young Avenue on the North.

At the public hearing, all citizens, taxpayers, and property owners of the City of Muskegon desiring to address the City Commission shall be afforded an opportunity and the boundaries of the proposed authority district.

FURTHER INFORMATION may be obtained from the City Manager at (231) 724-6724.

This notice is given by order of the City Commission of the City of Muskegon, Michigan.

Gail A. Kundinger
Clerk, City of Muskegon

6. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

AYES: Members Spataro, Aslakson, Benedict, Nielsen, Schweifler, Shepherd

NAYS: Members None

RESOLUTION DECLARED ADOPTED.

Gail A. Kundinger

City Clerk

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Commission of the City of Muskegon, County of Muskegon, State of Michigan, at a regular meeting held on July 24, 2001, and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of Michigan, 1976, as amended, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

Gail A. Kundinger

City Clerk

DELIB:2247213.1\063684-00024

Commission Meeting Date: July 24, 2001

Date: July 12, 2001

To: Honorable Mayor and City Commissioners

From: Planning & Economic Development CBC

RE: Resolution of Intent to Create SmartZone LDFA

SUMMARY OF REQUEST:

To approve the attached resolution of intent calling a public hearing regarding the establishment of an LDFA District for the development of the Muskegon Lakeshore SmartZone. This request is the first step in the creation of the SmartZone. (Please see the attached timeline for the establishment of the SmartZone LDFA.)

FINANCIAL IMPACT:

It is anticipated that the LDFA will capture more than an estimated $10 million in tax increment revenue over a period of 15 years for the development of the SmartZone.

BUDGET ACTION REQUIRED:

None

STAFF RECOMMENDATION:

To approve the attached resolution

COMMITTEE RECOMMENDATION:

None

City of Muskegon
County of Muskegon, Michigan

2001-88(h)

RESOLUTION OF INTENT CALLING HEARING
REGARDING CREATION OF A NEW
LOCAL DEVELOPMENT FINANCE AUTHORITY DISTRICT

Minutes of a regular meeting of the City Commission of the City of Muskegon, County of Muskegon, Michigan, held in the City Hall in said City on the 24th day of July, 2001, at 5:30 o'clock p.m., Eastern Daylight Time.

PRESENT:Members Aslakson, Benedict, Nielsen, Schweifler, Shepherd, Spataro

ABSENT:Members Sieradzki

The following preamble and resolution were offered by Commission Member Spataro and supported by Commission Member Shepherd:

WHEREAS, the City of Muskegon (the "City") is authorized by the provisions of Act 281, Public Acts of Michigan, 1986, as amended ("Act 281"), to create a local development finance authority; and

WHEREAS, the City has previously established the Local Development Finance Authority of the City of Muskegon (the "LDFA") which exercises its powers within its district (the "District") pursuant to Act 281; and

WHEREAS, it is necessary for the best interests of the public to create a new district, the Muskegon Lakeshore SmartZone, to be known as LDFA District 3 (the "District") to promote economic growth in the City; and

WHEREAS, a proposed resolution creating the new District is being prepared; and

WHEREAS, it is necessary to conduct a public hearing in connection with the consideration of such proposed resolution as required by Act 281.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The City Commission determines that it is necessary for the best interests of the public to create the new District in order to eliminate the causes of unemployment, underemployment and joblessness and to promote economic growth in the City.

2. The new District subject to the jurisdiction of the LDFA as provided in Act 281 is hereby tentatively designated to be as set forth in Exhibit A attached hereto and made part hereof.

3. There shall be a public hearing on Tuesday, the 28th day of August, 2001, at 5:30 o'clock, p.m., Eastern Daylight Time, in the City Hall in the City to consider adoption by the City Commission of a resolution creating the new LDFA District in which the LDFA shall have jurisdiction, and setting out certain procedures in connection therewith.

4. The City Clerk shall cause notice of said public hearing to be published in the Muskegon Chronicle, a newspaper of general circulation in the City, twice before the public hearing. The notice shall be published not less than 20 and not more than 40 days before the date set for the public hearing. The notice shall be published as a display advertisement prominent in size. The Clerk shall also cause the notice to be mailed by first class mail not less than 20 days prior to the hearing to all property taxpayers of record in the proposed authority district as shown by the most recent tax roll of the City and to the governing body of each taxing jurisdiction levying taxes that would be subject to capture by the LDFA.

5. The notice of the hearing shall be in substantially the following form:

NOTICE OF PUBLIC HEARING

CITY OF MUSKEGON
COUNTY OF MUSKEGON, MICHIGAN

ON THE CREATION OF A NEW DISTRICT OF THE
LOCAL DEVELOPMENT FINANCE AUTHORITY

TO ALL INTEREST PERSONS IN THE CITY OF MUSKEGON:

PLEASE TAKE NOTICE that the City Commission of the City of Muskegon, Michigan, will hold a public hearing on Tuesday, the 28th day of August, 2001, at 5:30 o'clock, p.m., Eastern Daylight Time, in the City Hall, 933 Terrace Street, Muskegon, Michigan, to consider the adoption of a resolution creating a new authority district, the Muskegon Lakeshore SmartZone, to be known as LDFA District 3, for the Local Development Financing Authority of the City of Muskegon, pursuant to Act 281 of the Public Acts of Michigan of 1986, as amended.

PROPOSED BOUNDARIES

The boundaries of the proposed district as revised within which the local development finance authority shall exercise its powers are as follows:

Parcel Description:

Block 554, and Lots 6, 7 and 8 of Block 558, of the Revised Plat of the City of Muskegon, as recorded in Liber 3 of Plats, Page 71, Muskegon County Records, lying Northerly of a line described as: Commence at the intersection of the Northeasterly line of Terrace Street, being the Southwesterly line of Block 557 extended to the centerline of vacated Water Street; thence North 62°44'00" West 381.45 feet along the northeasterly right of way line of Terrace Street; thence Westerly 269.86 Feet, along said northeasterly right of way line, said line being a 302.48 foot radius curve to the left with a central angle of 51°07'00" and a chord which bears North 88°17'30" West 261.00 feet, to the line between Lots 5 and 6 of said Block 558; thence North 46°09'15" West 85.84 feet, along said line, to the PLACE OF BEGINNING OF THIS DESCRIPTION: Thence Northeasterly 635.15 feet along a 803.25 foot radius curve to the right, having a central angle of 45°18'19" and a chord which bears North 70°04'05" East 618.73 feet; thence South 87°16'46" East 222.59 feet; thence North 02°43'14" East 55.00 feet; thence South 87°16'46" East 120.00 feet; thence South 02°43'14" West 55.00 feet; thence South 87°16'46" East 904.15 feet; thence Northeasterly 548.72 feet, along a 1272.34 foot radius curve to the left, having a central angle of 24°42'35" and a chord which bears North 80°21'56" East 544.48 feet to the place of ending.

EXCEPT THE FOLLOWING

Part of Block 558, commence at the intersection of the Northeasterly line of Terrace Street extended to the centerline of vacated Water Street; thence North 62 degrees 44 minutes 00 seconds West along the Northeasterly line of Terrace Street extended 381.45 feet; thence

Westerly along the arc of a 302.48 foot radius curve to the left 269.86 feet to the line between Lots 5 and 6 of said Block 558 (long chord bears North 88 degrees 17 minutes 30 seconds West 261 feet); thence North 46 degrees 9 minutes 15 seconds West along said line between Lots 5 and 6, 534.25 feet to the place of beginning; thence North 27 degrees 25 minutes 55 seconds East 925.82 feet to a point referred to as Point "A"; thence continue North 27 degrees 25 minutes 55 seconds East 5 feet, more or less, to the shore of Muskegon Lake; thence Northwesterly and Southwesterly along the shore of Muskegon Lake 1350 feet, more or less; thence South 46 degrees 9 minutes 15 seconds East along said line between Lots 5 and 6, 820 feet, more or less, to the place of beginning.

Property Commonly Known As: Former Teledyne Continental Motors Site

At the public hearing, all citizens, taxpayers, and property owners of the City of Muskegon desiring to address the City Commission shall be afforded an opportunity and the boundaries of the proposed authority district.

FURTHER INFORMATION may be obtained from the City Manager at (231) 724-6724.

This notice is given by order of the City Commission of the City of Muskegon, Michigan.

____

Clerk, City of Muskegon

6. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

AYES: Members Aslakson, Benedict, Nielsen, Schweifler, Shepherd, Spataro

NAYS: Members None

RESOLUTION DECLARED ADOPTED.

Gail A. Kundinger
City Clerk

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Commission of the City of Muskegon, County of Muskegon, State of Michigan, at a regular meeting held on July 24, 2001, and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of Michigan, 1976, as amended, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

Gail A. Kundinger

City Clerk

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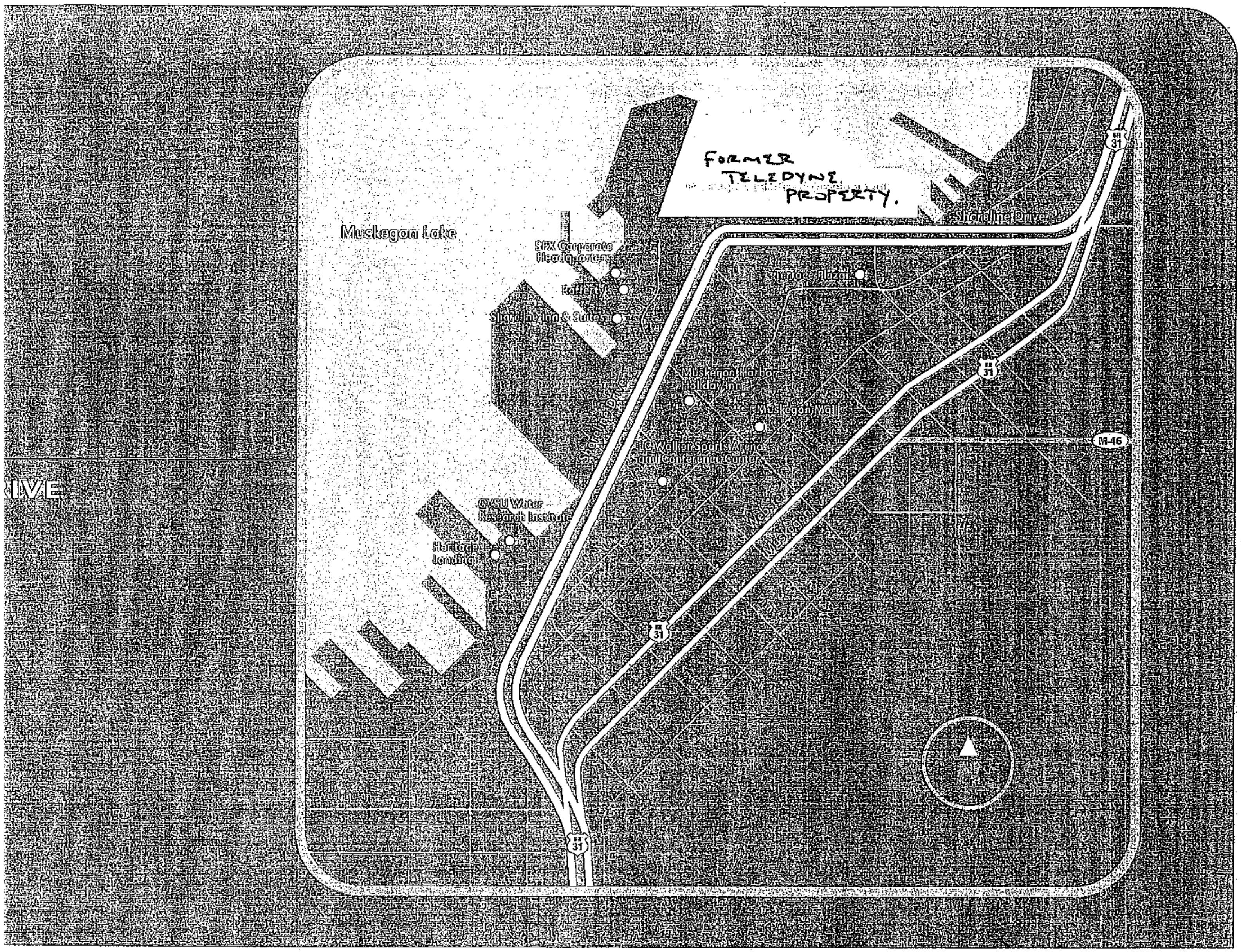

FORMER
TELEDYNE
PROPERTY.
Muskegon Lake
SPX Corporate
Headquarters
Rafferty's
Shoreline Inn & Suites
Terrace Plaza
Shoreline Drive
Muskegon Harbor
Holiday Inn
Muskegon Mall
LC Walker Sports Arena
and Conference Center
GVSU Water
Research Institute
Heritage
Landing
Webster
Muskegon
M-46
31
RIVE

Muskegon Lakeshore SmartZone – LDFA District Establishment Process

1. **Resolution of Intent to Create District (sets date for public hearing) –** ***July 24***

2. **Public Hearing Date –** ***August 28***

3. **Approval of Resolution Establishing District –** ***November 13***
   (not less than 60 days from public hearing)

4. **Filing of Resolution Establishing District w/ Secretary of State and Publishing Resolution in Newspaper of General Circulation –** ***November 14***

Commission Meeting Date: July 24, 2001

Date: **July 16, 2001**

To: **Honorable Mayor & City Commission**

From: **Planning & Economic Development Department** CBC

RE: **Muskegon Area Plan- Funding Request**

SUMMARY OF REQUEST: To approve the attached resolution authorizing a contribution from the City of Muskegon for the Muskegon Area Plan, in the amount of $12,301, to be paid for over the next two fiscal years.

FINANCIAL IMPACT: The contribution from the City of Muskegon will be $12,301, which will be paid over the next two fiscal years.

BUDGET ACTION REQUIRED: The portion to be paid from the 2001 Budget year, in the amount of $6,150.50, will come from the City of Muskegon General Fund Contingency account.

STAFF RECOMMENDATION: To approve the attached resolution and authorize the Mayor and City Clerk to sign.

COMMITTEE RECOMMENDATION: The City Commission Working Session discussed the MAP process on May 7, 2001 and were in favor of the concept.

Resolution No. 2001-88(i)

MUSKEGON CITY COMMISSION

MUSKEGON AREA PLAN – FUNDING REQUEST

WHEREAS, the Muskegon Area Wide Plan Steering Committee comprised of local officials in Muskegon County assisted by the West Michigan Shoreline Regional Development Commission is in the process of initiating a County-wide Comprehensive Plan.

WHEREAS, the City of Muskegon through a previous resolution has indicated its support for this planning process and designated a representative to the Steering Committee.

WHEREAS, the Steering Committee has adopted a budget requesting a financial commitment of $12,301.00 to be paid over the next two years.

NOW THEREFORE be it resolved that the City of Muskegon agrees to make this contribution in accordance with this time schedule.

Adopted this 24th day of July, 2001

Ayes: Benedict, Nielsen, Schweifler, Shepehrd, Spataro, Aslakson

Nays: None

Absent: Sieradzki

BY: Fred J. Nielsen
Fred J. Nielsen, Mayor

ATTEST: Gail Kundinger
Gail Kundinger, Clerk

I hereby certify that the foregoing constitutes a true and complete copy of a resolution adopted by the Muskegon City Commission, County of Muskegon, Michigan, at a regular meeting held on July 24, 2001.

Gail Kundinger
Gail Kundinger, Clerk

B-
from Fred
F

WEST MICHIGAN SHORELINE
REGIONAL DEVELOPMENT COMMISSION

June 19, 2001

Mr. Fred Nielsen
Mayor
City of Muskegon
933 Terrace Street P.O. Box 536
Muskegon, MI 49443-0536

Dear Mr. Nielsen,

I am writing to give you an update on the Muskegon Area-wide Plan (MAP) and to request additional support for this project.

After several meetings of the MAP Steering Committee, the project is ready to proceed. It is anticipated that the total cost to complete the MAP will be approximately $200,000. Some of the sources for funding the project will include State/Federal Agencies, private business, community foundations, and local government. Please see the enclosed budget titled "Proposed Funding" for more information.

At this time the MAP Steering Committee is requesting a financial commitment from your municipality in the amount of $12,301 to be paid over the next two fiscal years. This dollar figure was determined by your municipality's percentage of population within Muskegon County and State Equalization Values (SEV's). A list of the dollar amounts being requested from each municipality is included within this packet.

Enclosed is a sample resolution if your community chooses to financially support the MAP project. Once signed, please return a copy of the resolution to the West Michigan Shoreline Regional Development Commission at P.O. Box 387, Muskegon, MI 49443 by August 31, 2001. Feel free to contact me if you and your Board of Commissioners would like additional information or would like a representative of he MAP Steering Committee to speak with you regarding the MAP project.

If you have any questions regarding this request, please contact me at (231) 744-2454 or Sandeep Dey, Executive Director, West Michigan Shoreline Regional Development Commission at (231) 722-7878 extension 117.

Thank you for your consideration regarding this matter and I look forward to working with you cooperatively, as we prepare a blueprint for our county's future.

Sincerely,

Roland Crummel

Roland Crummel, Chair
MAP Steering Committee

Laketon Township Supervisor

RECEIVED
JUN 2 ‑ 2001
MUSKEGON
CITY MANAGER'S
OFFICE

MAP Participating Communities (current)

Blue Lake Township
Cedar Creek Township
Dalton Township
Egelston Township
Fruitland Township
Fruitport Township
Village of Fruitport
Holton Township
Laketon Township
City of Montague
Muskegon Township
City of Muskegon
City of Muskegon Heights
County of Muskegon
City of North Muskegon
City of Norton Shores
Ravenna Township
Village of Ravenna
City of Roosevelt Park
Sullivan Township
Whitehall Township
City of Whitehall

6/12/01

PROPOSED FUNDING

Muskegon Area-wide Plan Funding
January 2001 – December 2002

Local Government		$70,000
Muskegon County	$14,345	
Cities, Townships, and Villages	$55,655	
Community Foundations		$50,000
WMSRDC		$5,000
(Approximately $10,000 in costs already donated)		
State/Federal Agencies		$50,000
Private		$25,000
Consumers Energy	$5,000	
MichCon	$2,500 *($5,000 committed)*	
Other	$17,500	
TOTAL		**$200,000** *(estimated)*

MAP LOCAL FUNDING PROPOSAL

			Target -->	$ 55,000	
			SEV Rate / Million ->	$ 4.75	
			Dollar per person ->	$ 0.23	
UNIT	**Pop 2000**	**Total SEV**	**SEV Rate**	**Pop rate**	**Total**
City of Montague	2,407	$ 64,818,000	$ 308	$ 554	$ 861
City of Muskegon	40,105	$ 647,683,400	$ 3,076	$ 9,224	$ 12,301
City of Muskegon Hts.	12,049	$ 124,609,100	$ 592	$ 2,771	$ 3,363
City of Norton Shores	22,527	$ 640,105,400	$ 3,041	$ 5,181	$ 8,222
City of No. Muskegon	4,031	$ 118,417,000	$ 562	$ 927	$ 1,490
City of Roosevelt Park	3,890	$ 96,195,000	$ 457	$ 895	$ 1,352
City of Whitehall	2,884	$ 95,690,100	$ 455	$ 663	$ 1,118
Blue Lake Twp	1,990	$ 45,283,811	$ 215	$ 458	$ 673
Casnovia Twp	2,337	$ 50,254,200	$ 239	$ 538	$ 776
Cedar Creek Twp	3,109	$ 50,805,208	$ 241	$ 715	$ 956
Dalton Twp	7,041	$ 131,938,000	$ 627	$ 1,619	$ 2,246
Egelston	9,537	$ 136,694,500	$ 649	$ 2,194	$ 2,843
Fruitland	5,235	$ 183,726,400	$ 873	$ 1,204	$ 2,077
Fruitport Twp	11,409	$ 252,674,700	$ 1,200	$ 2,624	$ 3,824
Holton Twp	2,532	$ 37,238,264	$ 177	$ 582	$ 759
Laketon Twp	7,363	$ 161,063,500	$ 765	$ 1,693	$ 2,459
Montague Twp	1,637	$ 40,412,500	$ 192	$ 377	$ 568
Moorland Twp	1,616	$ 29,710,400	$ 141	$ 372	$ 513
Muskegon Twp	17,737	$ 304,295,100	$ 1,445	$ 4,080	$ 5,525
Ravenna Twp	1,650	$ 38,564,000	$ 183	$ 380	$ 563
Sullivan Twp	2,477	$ 46,752,500	$ 222	$ 570	$ 792
White River Twp	1,338	$ 72,183,600	$ 343	$ 308	$ 651
Whitehall Twp	1,648	$ 43,300,200	$ 206	$ 379	$ 585
Village of Casnovia	315	$ 2,845,500	$ 14	$ 72	$ 86
Village of Fruitport	1,124	$ 23,883,600	$ 113	$ 259	$ 372
Village of Lakewood Club	1,006	$ 11,708,700	$ 56	$ 231	$ 287
Village of Ravenna	1,206	$ 24,682,400	$ 117	$ 277	$ 395
Unit total	$ 170,200	$ 3,475,535,083	$ 16,509	$ 39,146	$ 55,655
Muskegon County					$ 14,345
Local Total					**$ 70,000**

Muskegon Area-wide Plan (MAP)
INFORMATION SHEET

What is the MAP?

- The MAP is a grassroots effort by local units of government to create a comprehensive county-wide master plan.
- The Plan will address land use, planning, and development issues facing local municipalities, as well as issues that cross jurisdictional boundaries.
- The MAP project will consist of three phases including community visioning (phase I), plan development (phase II), and plan implementation (phase III).

How can the MAP help my community?

- The MAP will give your community a voice in the future direction of Muskegon County.
- The MAP will allow your community to raise and address issues you are facing.
- The MAP will also allow you and your residents to voice your community's future wishes to the rest of the county.
- The MAP will help to control or promote growth in your community.
- The MAP will help to promote intergovernmental cooperation.
- The MAP can assist with addressing watershed management issues within your community.
- Completion of the MAP may also make additional funding sources available to your community.

What sources are being used to fund the MAP?

- Local Government
- State/Federal Agencies
- Community Foundations
- Private

How does the MAP and the West Michigan Strategic Alliance relate?

- The West Michigan Strategic Alliance is a collaborative effort of the Western Michigan region by governmental units, businesses, institutions, and private citizens to create a common regional vision for the next 25 years.
- The timing of the MAP and the Alliance is favorable for working together to help address issues raised throughout these efforts.

How does the MAP relate to the proposed Coordinated Planning Act?

- If the Coordinated Planning Act is passed, the timing would correlate with the development of the MAP document to comply with the new law.
- The completed MAP document would pave the way for each local unit to create and update planning documents within each municipality based on the requirements set forth in the Coordinated Planning Act.

The MAP will help to give direction to future community leaders.

- The MAP will provide a future blue print of Muskegon County to assist community leaders in making decisions.