

Charter Township of Chocolay



Proposed Fiscal Year 2021 Budget





5010 US 41 South
Marquette, MI 49855
(906) 249-1448

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5010 US 41 South
Marquette, MI 49855
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2020 Township Board

Supervisor Richard Bohjanen

Treasurer Ben Zyburt

Trustee Mark Maki

Trustee Judy White

Clerk Max Engle

Trustee David Lynch

Trustee Don Rhein

Appointees

Township Manager

William De Groot

Township Assessor

John Gehres

Township Attorney

Roger Zappa

Administrative Leaders

Fire Chief

Lee Gould

Planning/ Zoning Administrator

Dale Throenle

Police Chief

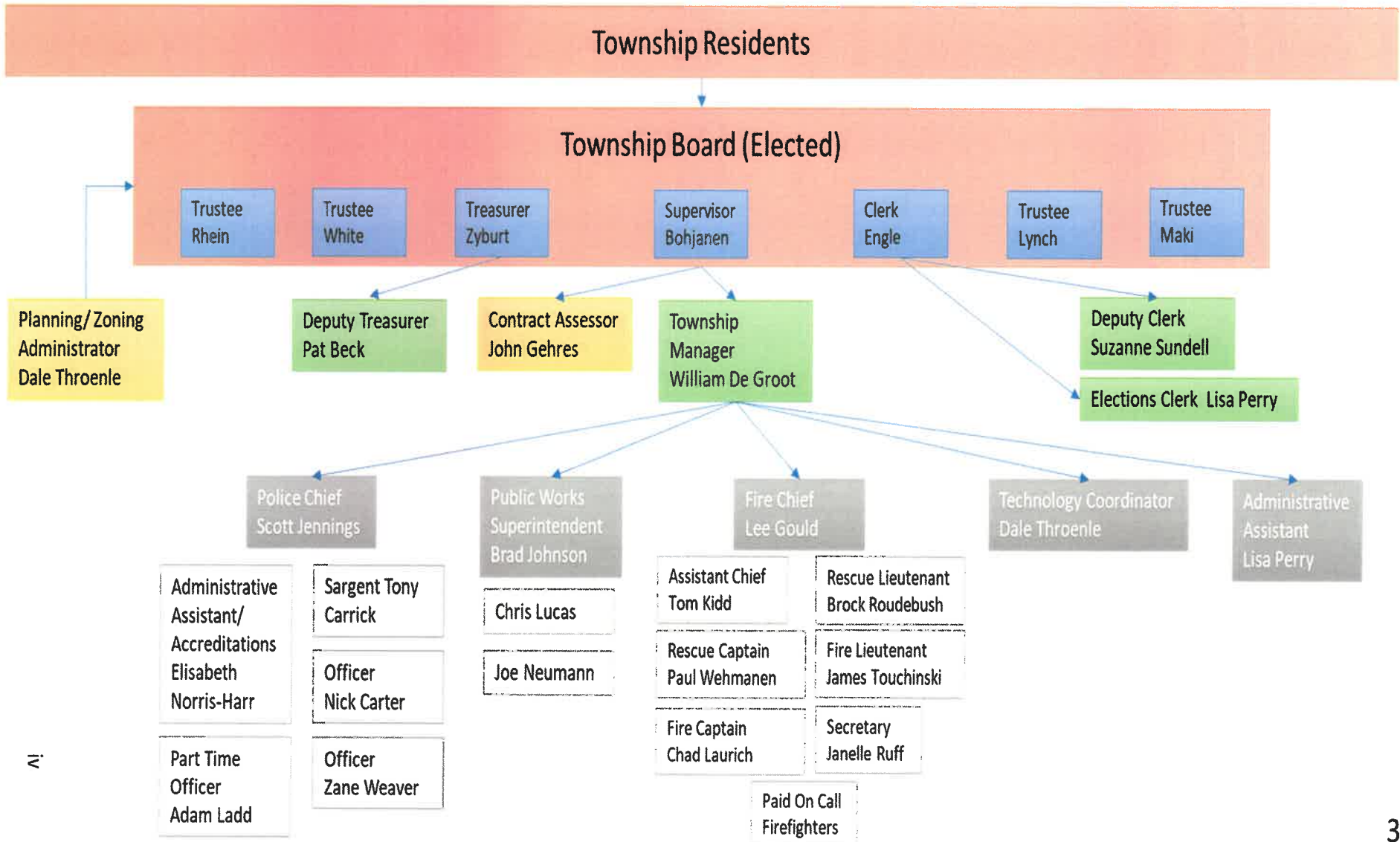
Scott Jennings

Public Works Superintendent

Brad Johnson

Charter Township of Chocolay

2021 Organizational Chart



Introduction



Office of the Township Manager
5010 US 41 South
Marquette, MI 49855
(906) 249-1448

FISCAL YEAR 2021 BUDGET TRANSMITTAL LETTER

To: Richard Bohjanen, Township Supervisor, and Township Board of Trustees

From: William De Groot, Township Manager

Subject: Fiscal Year 2021 Budget

Date: September 8, 2020

I am pleased to present the Fiscal Year 2021 Draft Budget for consideration. This budget reflects our changing commitment to becoming a high-performing organization that aligns the community's values set by the Township Master Plan (2015) with the strategic priorities set by our Township Board.

The first steps in realigning our budget processes were taken by the Board in February as part of a kick-off work session. As a reflection of our Board approved priorities, this year's balanced budget is based on five key strategic positions, strengthening critical systems and public health, integrating with other jurisdictions, sustainability or resilience over time, renewable resources, and catalytic opportunity.

The alignment process is paying off as our department heads are now involved directly with turning the Board's strategic directions into actionable programmatic budgets. The following pages will illustrate the overall budget in a more transparent way for our Board and residents. This new way of displaying the budget book will take some time getting use to and will require continued refinement in the years to come. We appreciate your patience and continued guidance during the transition.

Strategic Goals

On May 11th, the Board was asked to discuss strategic goals set forth within the Master Plan which set forth fourteen Priority Decision Criteria. Through deliberations, the Board approved the following strategic priorities for the FY 2021:

1. Strengthen Critical Systems and Public Health

Projects that are linked to critical human and environmental needs relating to water, food, energy, mobility, and public safety systems, or systems with a direct relationship to public health, will receive higher priority than non-critical needs.

2. Integration with other jurisdictions

Facilities or services that are consistent with the goals or strategies of other project collaborators or planning entities within the region will receive higher priority because of the potential to attract additional resources, funding, and work capacity; address

issues that cross jurisdictional boundaries; deliver solutions to complex problems; provide more coherence and support; and provide broader benefits.

3. Sustainability or Resilience over time

To what extent does the project have the necessary support over the life of the project? Projects that have multi-year or enduring support for the life of the project will receive higher priority.

4. Renewable Resources

Projects or activities that provide greater sustainability by reducing dependence on non-renewable resources will receive higher priority.

5. Catalytic opportunity

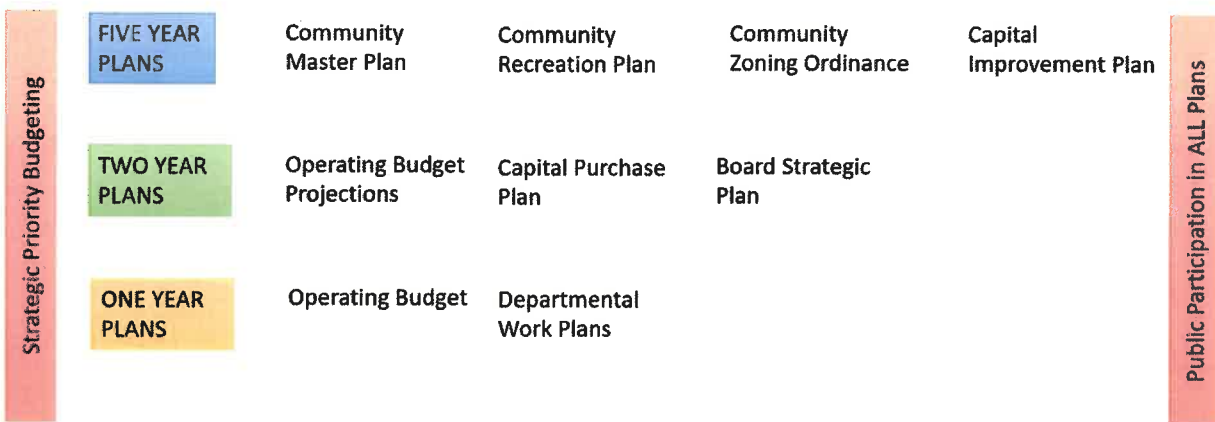
Projects or activities that include greater potential for catalytic economic, environmental, or social impacts will receive higher priority.

From Vision to Action

Our community has had a long history of determining long term directions through the creation of master plans, recreation plans, zoning ordinances, and other multi-year plans. To many that may be where their involvement ends as it may not be clear how all these documents work together to help shape administrative policy or budget spending. Here is a plan alignment diagram to help illustrate the connection:

Plan Alignment Diagram

5:2:1 Plan

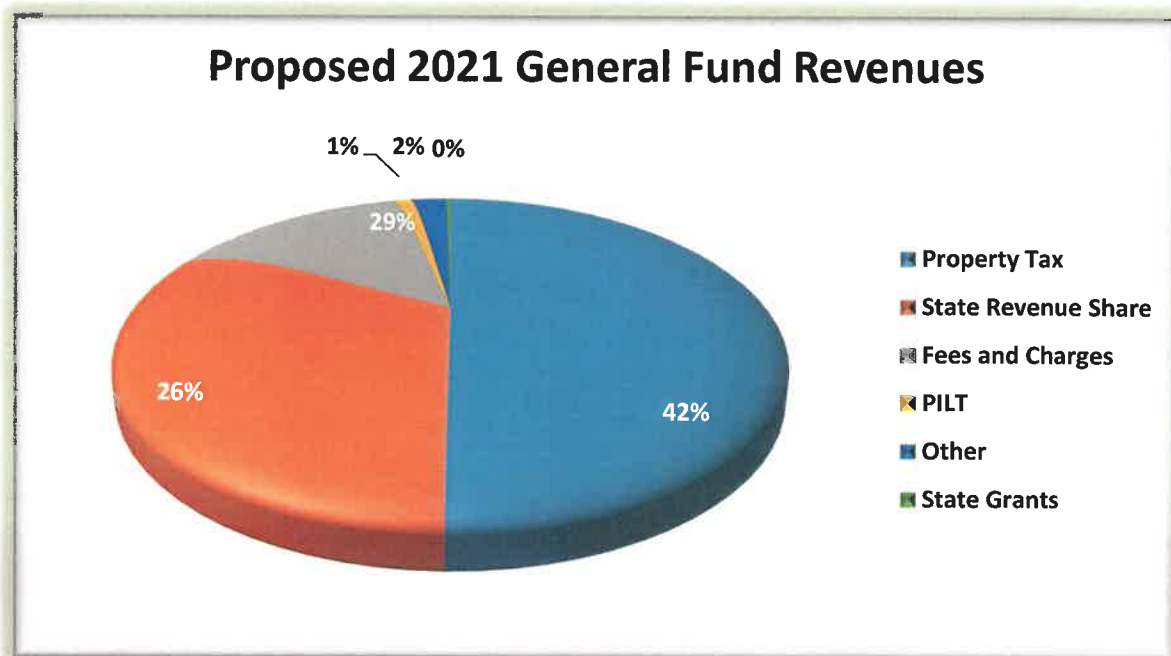


The simple to remember 5:2:1 method is designed as a filter for implementation. All the five-year plans have broad goals and projects set with public involvement that create an acceptable future for our community. The two-year plans develop defined work plans or projects for those board items associated with the goals of the five-year plans. Finally, the last step or bottom of the filter is the annual budget process that allocates resources to complete the project or work plan during that fiscal year.

Budget Summaries

The tables below summarize the budget for the past five years. COVID-19 has played a significant role in the FY 2020 financial picture for our nation and our state. The Township's revenues are not significantly impacted as like other municipalities because we do not rely significantly on discretionary state or federal funding. Most of our funding is through State Constitutional funding sources or direct property taxes. Our local economy will be impacted with the potential loss of property taxes through the foreclosure process. We are not forecasting a loss in this budget but may in the future. The reason we are not is, when the Township places a tax on property, the owner has a certain amount of time to pay that amount locally, if they do not pay locally then they have up to an additional year and a half to pay that amount plus penalties to the County before properties are deemed available for tax seizure. But the Township is paid by the county soon after the township turns over the delinquent tax to the county. This transaction delivers the local unit of government the proper funds in that tax year and in turn places the county in line to become a creditor in the case of tax seizure.

What this means is that moving forward we will not realize the full extent of tax foreclosures due to COVID-19 for two to three years. In realizing this we have been cautious in estimating our property tax revenue for FY 2021.



State Revenue Sharing is another area that has received a significant amount of publicity as the State continues to grapple with the short fall. Our revenue sharing is protected by the constitution and is not discretionary. What this means is that we will continue to see our revenue share, but it is not increasing because of the lack of overall state revenue. We have been in contact with the State Treasury Office and the amount shown is their most recent projection for Chocolay Township.

Given that staff is projecting a conservative revenue amount, we have submitted an equally conservative operating budget for FY 2021. Each department manager was given the same budget framework and the strategic goals of the Board which allowed them to generate this year's operating

budget. We have also separated our operating expenses and our capital expenses so the Board and our public can start to see how our government operates like a business.

Operating Expense Table:

Charter Township of Chocolay									
General Fund # 101									
Expenditure									
Account	Account Description	2014 Actual	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Budget	2020 Budget	2021 Mgr./Supv. Recommend
103	Township Board	\$ 71,403.31	\$ 67,511.03	\$ 72,495.10	\$ 93,337.94	\$ 120,177.62	\$ 114,150.00	\$ 128,000.00	\$ 128,385.00
175	Township Supervisor	\$ 40,631.73	\$ 44,796.15	\$ 17,295.40	\$ 14,524.73	\$ 12,722.10	\$ 14,400.00	\$ 14,500.00	\$ 15,418.00
190	Elections	\$ 8,803.22	\$ 6,089.62	\$ 23,031.86	\$ 14,209.94	\$ 16,121.51	\$ 9,500.00	\$ 35,000.00	\$ 19,180.00
202	Assessor	\$ 60,487.45	\$ 59,852.96	\$ 60,127.92	\$ 55,151.60	\$ 52,018.21	\$ 64,000.00	\$ 74,000.00	\$ 71,773.00
215	Clerk	\$ 93,621.97	\$ 96,380.07	\$ 98,692.47	\$ 87,868.24	\$ 105,543.06	\$ 102,500.00	\$ 115,500.00	\$ 126,703.00
247	Board of Review	\$ 2,253.76	\$ 2,188.32	\$ 2,576.51	\$ 2,282.75	\$ 1,194.50	\$ 3,100.00	\$ 3,000.00	\$ 2,700.00
253	Treasurer	\$ 48,262.84	\$ 49,290.39	\$ 51,008.14	\$ 56,198.65	\$ 57,906.01	\$ 63,200.00	\$ 70,000.00	\$ 56,250.00
258	Technology	\$ 21,091.71	\$ 18,829.12	\$ 18,841.03	\$ 20,903.21	\$ 17,686.12	\$ 26,200.00	\$ 28,000.00	\$ 56,360.00
265	Township Hall & Grounds	\$ 20,705.50	\$ 12,081.37	\$ 12,852.46	\$ 14,304.49	\$ 17,189.83	\$ 17,800.00	\$ 18,000.00	\$ 135,000.00
285	Other General Government	\$ 365,591.09	\$ 359,702.06	\$ 340,906.67	\$ 413,470.43	\$ 353,000.54	\$ 423,050.00	\$ 1,439,500.00	\$ 337,722.00
305	Police	\$ 361,522.00	\$ 348,812.13	\$ 358,999.39	\$ 336,791.09	\$ 346,179.78	\$ 405,574.50	\$ 418,000.00	\$ 597,007.88
340	Fire	\$ 91,775.27	\$ 101,501.83	\$ 107,525.23	\$ 96,054.21	\$ 112,006.79	\$ 135,300.00	\$ 137,000.00	\$ 817,641.57
440	Streets	\$ 17,988.48	\$ 16,698.50	\$ 16,093.29	\$ 22,569.56	\$ 19,055.26	\$ 23,000.00	\$ 22,000.00	\$ 22,040.96
526	Sanitary Landfill	\$ 150,501.52	\$ 164,356.13	\$ 154,353.82	\$ 166,330.74	\$ 170,237.26	\$ 180,000.00	\$ 9,100.00	\$ 49,800.00
722	Recreation Grants							\$ -	\$ -
756	Recreation and Properties	\$ 88,096.67	\$ 94,384.82	\$ 100,701.69	\$ 97,483.46	\$ 100,634.59	\$ 112,300.00	\$ 115,000.00	\$ 218,498.46
800	Zoning	\$ 50,427.45	\$ 54,206.06	\$ 49,156.12	\$ 84,412.10	\$ 59,945.55	\$ 67,900.00	\$ 65,700.00	\$ 70,083.82
805	Planning Commission	\$ 7,324.47	\$ 6,052.05	\$ 4,833.22	\$ 6,317.02	\$ 4,844.67	\$ 8,700.00	\$ 9,000.00	\$ 11,937.69
815	Zoning Board of Appeals	\$ 2,697.15	\$ 2,451.15	\$ 425.25	\$ 1,071.36	\$ 1,150.50	\$ 3,100.00	\$ 3,700.00	\$ 4,780.00
Totals		\$ 1,503,185.59	\$ 1,505,183.76	\$ 1,489,915.57	\$ 1,583,281.52	\$ 1,567,613.90	\$ 1,773,774.50	\$ 2,705,000.00	\$ 2,741,281.38

Capital Budget

Our capital budget does not have a past multi year comparison table as our operating budgets because in the past capital projects were combined with operating projects making it very difficult to compare, so we are listing our FY 2021 capital budget and next five year capital program. In developing this table each department was asked to review their needs for the next five years and identify costs and all potential revenue sources if known at this time. Since this is the start of our new capital budget process, we have only identified the funding streams for each FY 2021 project and how they comply with the strategic goals set by the Board. Each of the department descriptions can be found under the "Dept's" tab. You will notice the large purchase this year in the Fire department. This is for a new Pumper Truck. We have reviewed our resources and with the successful application of the SRF Bond for the sewer project in FY 2020, we now have the resources to purchase this without asking the community for a bond. As you can see this impact is for this year and then the spending is greatly reduced allowing for savings and replenishment of the capital account over five-year program.

Capital Expense Program Table:

Charter Township of Chocolay Capital Budget 2021-2025 Expenditure							
Account	Department Description	2021	2022	23023	2024	2025	Total in Program
103	Township Board	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
175	Township Supervisor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
190	Elections	\$ 6,000.00	\$ -	\$ 5,200.00	\$ -	\$ -	\$ 11,200.00
202	Assessor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
215	Clerk	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
247	Board of Review	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
253	Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
258	Technology	\$ 19,100.00	\$ 34,200.00	\$ 16,300.00	\$ 6,400.00	\$ 7,800.00	\$ 83,800.00
265	Township Hall & Grounds	\$ 102,000.00	\$ 135,000.00	\$ 250,000.00	\$ 35,000.00	\$ -	\$ 522,000.00
285	Other General Government	\$ -	\$ 5,001.00	\$ 5,002.00	\$ 5,003.00	\$ 5,004.00	\$ 20,010.00
305	Police	\$ 75,400.00	\$ 71,000.00	\$ 5,000.00	\$ 61,500.00	\$ 1,000.00	\$ 213,900.00
340	Fire	\$ 667,500.00	\$ 175,000.00	\$ -	\$ -	\$ -	\$ 842,500.00
440	Streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
526	Sanitary Landfill	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
722	Recreation Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
756	Recreation and Properties	\$ 97,200.00	\$ 62,500.00	\$ 57,500.00	\$ -	\$ -	\$ 217,200.00
800	Zoning	\$ 800.00	\$ -	\$ -	\$ -	\$ -	\$ 800.00
805	Planning Commission	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
815	Zoning Board of Appeals	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Totals		\$ 968,000.00	\$ 482,701.00	\$ 339,002.00	\$ 107,903.00	\$ 13,804.00	\$ 1,911,410.00

Conclusions

I would like to thank the department heads and key budget personnel in assisting in the development of this budget document, Lee Gould, Scott Jennings, Brad Johnson, Suzanne Sundell, and Dale Throenle.

In addition, I would like to thank the Township Board for their guidance, direction, and commitment to the new budget process. Pursuant to the General Appropriations Act we are proud to present this balanced budget document for consideration.

Thank you,

William De Groot, Township Manager

Policies



FY 2021 Budget Policies

State Laws and Charter Requirements

Basic Summary of Compliance

The Charter Township of Chocolay budget policies are governed by the Township Charter Act, the Uniform Budgeting and Accounting Act for Local Units of Government in Michigan, the General Property Tax Act of Michigan, the General Appropriations Act, other pertinent Laws of the State of Michigan, and generally accepted accounting principles. These laws provide a framework and budget control guidelines that help establish the proper levels of annual revenues collected and appropriate expenses within the Township.

The Township Board has adopted a fiscal year starting January 1st to December 31st in compliance with Section 42.28 of the Michigan Charter Act. The Township Board must produce or have cause to produce a budget proposal for the public to review before passage each year. The budget proposal must be balanced to comply with the General Appropriations Act of Michigan. An appropriations resolution cannot be adopted that would cause total expenditures to exceed total revenues.

The budget process is explained over the next series of pages to comply with generally accepted accounting principles and clarity to our residents and public.

ACCOUNTING

Basis of Accounting Principles

All governmental and agency funds utilize the modified accrual basis of accounting. Under this method, revenues are recognized when received, or accrued as a receivable when they become measurable and available to finance current operations. Significant revenues accrued by the Township include property taxes, expenditure reimbursement type grants, certain inter-governmental revenues, and special assessments.

Expenditures are recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for interest on long-term debt and compensated absences, which are recorded when paid. The financial statements are reflected on the accrual basis of accounting, the revenues are recorded when earned and expenses are recorded as incurred.

Budgetary Basis vs. "Generally Accepted Accounting Policies" (GAAP)

The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP) except for certain items that are adjusted on the Township's accounting system at fiscal year-end. During the year, the Township's accounting system is maintained on the same basis as the adopted budget. This enables department leaders to monitor their budgets monthly through reports generated

by the accounting system. The differences between the budgetary basis and GAAP include the following:

- Principal payments on outstanding debt in the Enterprise funds are expensed for budgetary purposes instead of being recorded as an adjustment to the balance sheet long-term liability.
- Capital outlay in Enterprise Funds is expensed for budgetary purposes instead of being recorded as an adjustment to the balance sheet capital asset.
- Pension and Other Post-Employment Benefits (OPEB) in Enterprise Funds are expensed for budgetary purposes when paid. GAAP requires pension and OPEB to be accrued when earned by the employees.

BUDGET PROCESS

Budget preparation begins with a priority setting session with the Township Board. Once the Board's priorities are determined each Spring, then budget instructions are distributed to department leaders that outline annual budgeting expectations.

The department leaders review and submit their budget requests using the expectations outlined by Township Manager. Once a draft budget is developed a technical review is completed by the Township Auditor. The Township Manager prepares and submits to the Township Board the recommended budget each fall, for the next fiscal year beginning January 1.

The Township Board reviews the Township Manager's proposed budget. All review sessions are open to the public. A copy of the proposed budget, as presented by the Township Manager to the Township Board is available for viewing at the office of the Township Clerk, and on the Township web-site.

A Public Hearing is held prior to the budget adoption to allow for citizen input. The notice of public hearing must be posted in accordance with the Open Meetings Act of Michigan. After the public hearing is closed, the budget is ready for formal adoption before January 1st.

FUND DESCRIPTIONS

Understanding how a Township reports its revenue and expenses are important, so the introduction of "Funds" is necessary to describe. Like a private business the Township has many parts of operations, from roads, to parks, to administration. Each has a budget associated with it or "fund" associated with the revenues and expenses. These budgets are normally associated by fund type General Fund, Special Revenue, Capital Project, and Enterprise. Summary schedules of each fund are presented in the Budget Summary section of the Annual Budget.

The financial activities of the Township are recorded in separate funds and account groups, categorized, and described as follows:

Major Governmental Funds

General Fund

This fund is used to account for all general operating revenues and expenditures of the Township not accounted for in another fund. Revenues are derived primarily from property taxes, state distributions, charges for inter-departmental services and transfers from other funds. These revenues are used to finance basic Township services such as Public Safety, Parks & Recreation, General Government activities, and Public Services.

Roads Funds

These funds are used to account for the Road Millage associated with improvements for our Township paved roads.

Capital Improvement Projects Fund

This fund is used to account for acquisitions and construction of major capital facilities other than those financed by proprietary fund operations and special assessments.

Library Millage Fund

This is a locally assessed millage for the Peter White Library. This is a pass-through revenue for the Library to use as part of their operating budget.

Non-Major Governmental Funds

Fire Fund

Budgets within this type of fund are associated with local millage funding for Fire Department improvements. The last time this was used was for the construction of the fire hall.

Drug Law Enforcement Fund

This fund is for the pass-through funding from Federal or State sources for drug enforcement. These funds are specific only for police agencies for related investigations and education to stop drug abuse.

Liquor Law Fund

These are funds associated with the inspection and permitting process for local liquor sales per the State of Michigan permitting process.

Fiduciary Funds

These funds are used to account for assets held in trust or as an agent for others. Fiduciary funds include the General Trust and Agency Fund, and Tax Collector's Fund.

BUDGET FORMAT

Budgeted Funds

The annual appropriation resolution shall apply to all funds. The Township Board is also required to approve the administrative budget for the daily operations.

Operating Budget

The operating budget will be based on the principle of financing current expenditures with current revenues or accumulated reserves. Budgeted expenditures will reflect the Township's perceived needs and desires of the community based on the results of Priority Based Budgeting and the priorities established by the Township Board. The budget will be based on generally accepted accounting principles.

The Operating Budget provides for general services including personnel costs, supplies, services, and capital equipment and improvements. These capital purchases are on-going and include vehicles such as cars and trucks, miscellaneous machinery, and equipment, and building improvements. Revenues for the Operating Budget include property taxes, user fees and intergovernmental sources and local contributions.

Multi-year projections are included for the General Fund, the Major and Local Street Funds, and the Capital Projects Fund. The five-year projections for the Capital Improvement Program for sewer, fire, and police are also included.

OPERATING BUDGET STRUCTURE

The Township is organized on a departmental basis. The Township is required to comply with the General Appropriations Act of Michigan, which means that the Township's operations are accounted for under various cost centers known as activities or organizations within the departments.

This is like a private business because each department cost center is broken down into programs or units consistent with the State of Michigan Chart of Accounts. Each unit has a cost line item and is maintained each month by the finance staff as credits and debits are drawn against each line item for the acquisition of items or services. As in a private business these are rolled into broad categories listed in the Revenues and Expense Report. The Township also lists these totals each year as part of the annual Audit in the Statement of Revenues, Expenditures, and Changes in Fund Balance.

The annual expenses are rolled up into the following categories:

Legislative

Includes all salaries, training, per meetings costs, legal and professional contracts, and other associated expenses of the Township Board, and the Township Manager.

General services and administration

The operating expense of the Township which includes expenses for the general operations of all departments other than Police, Fire, Planning, and Zoning. These expenses include training, supplies, contractual services, and other daily operational costs.

Public safety

Includes all the general expenses associated to operating the Police and Fire Departments.

Public works

This includes the costs associated with the Road Millage, the sanitary land fill, Waste Management contracts, and the sales of garbage bags.

Community and Economic Development

Includes expenditures for the operations of the Planning and zoning department, the Planning Commission, and the Zoning Board of Appeals.

Recreation and Culture

These expenses are categorized as those associated with the normal operations and maintenance of the various properties and recreations areas within the Township.

Capital Outlay

This includes expenditures for items added to the Township's general fixed assets. These expenditures include the purchase of land, land improvements, building additions and improvements, machinery and equipment, office equipment and furniture, and vehicular equipment.

The annual revenues are rolled up into the following categories:

Taxes

These revenues are collected by the direct levy of the Township Charter Millage upon all properties within the Township.

Licenses and permits

These revenues include zoning permit fees collected for conformance with construction and land use required by the Zoning Ordinance. This revenue source also includes animal license fees associated with dog licenses.

Federal sources

The federal government used to have a program that shares revenues with local governments, this has been eliminated by recent Federal changes. This source could include federal grant sources in the future.

State sources

The State disburses funds to local governments in a variety of ways. They are listed here and include revenue sharing, and liquor inspections fees. This line does not normally include state grants.

Local sources

These are local government sources that contribute revenues to our Township for services. These are not collected at this time.

Charges for services

The charges for services revenue are generated by contractual agreements or franchise fees paid to the Township by companies operating within our jurisdiction, such as franchise utility fees, land fill administration fees, and refuse collection fees

Interest

This is exactly how it sounds. This is the listed interest from investments or bank accounts interest from the various holdings.

Other

This revenue is generated from zoning compliance fines, and administrative fees for hall or grounds rentals.

CAPITAL IMPROVEMENT PROGRAM STRUCTURE

In addition to budgets for Township Operations, the Township Budget includes the Capital Improvement Program. The Capital Improvements Program (CIP) is a five-year forecast of capital expenses together with available funding resources. The first year of the forecast is adopted as the current year CIP budget.

The Capital Improvements Program (CIP) will reflect a consensus of the perceived needs and desires of the community based on long-range planning. Projects included in the Capital Improvements Program shall be consistent with the Township Board's Strategic Vision. The CIP provides funding for those operations exclusive of enterprise funds. Eligible uses include capital projects, major equipment, debt service, and non-utility environmental expenses. The Capital Improvements Program will, to the extent

possible, be designed to protect the Township's investments in capital and operating assets through timely and adequate maintenance and replacement of those assets. Examples include construction of buildings or other structures, roads, sewers, parks, and the purchase of heavy equipment, fire trucks and police cruisers. Funding for CIP include bond proceeds, donations, grants, and intergovernmental sources.

RESERVES

General Fund Undesignated Reserve

General Reserves are the measure of government's profitability. A government can turn a profit from year to year by simple accounting, when revenues exceed annual expense, just as in private business. The difference is that at the end of the year, these profits are not turned back to shareholders equally, they are added to the "general reserves" which is part of the general fund. These reserves are then able to be used the following year to help balance the budget in difficult times or for high expenses.

The Township does not have a reserve policy but will be developing one within the next two years.

Contingency Reserve

Funds will be designated in a contingency reserve account within the General Fund. The funds will be available for priority initiatives. The Township Board or the Township Manager can appropriate funds from this reserve for emergency use since they are part of the approved annual budget.

INVESTMENTS

The Township Board policy places the limits on the Township Treasurer for investing. The policy states:

Safety:

Safety of principle is the foremost objective of the Charter Township of Chocoye investment policy

Diversification:

The investments shall be diversified by avoiding over concentration in securities from a specific issuer of business sector (excluding U.S. Treasury securities and insured certificates of deposit)

Liquidity:

The investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated.

Return on Investment:

Return on investment is of secondary importance compared to safety and liquidity objectives. Investments shall be selected to obtain a market average rate of return. The core of investments is limited to relatively low risk securities.

The Treasurer may elect to have certificated and other evidence of investments held by a financial institution, provided that the financial institution presents to the Township Treasurer on a quarterly basis, sufficient documentation and acknowledgement of the investment instruments held on behalf of the Township. The Township must comply with all applicable statutes relating to public fund investments.

LONG TERM DEBT

Subject to the provisions of the State of Michigan, Chocolay Township applied for and sold a General Obligation Junior Bond for a sewer improvement project in 2020. The sale of this bond obligated the Township to payback roughly \$3,500,000 over the next twenty years by annual payments of \$180,000. These payments are due every October.

The obligation will be repaid through the sewer users monthly fee from those residents that are connected to the sanitary sewer system. This budget is shown within the sewer fund.

The Township does not have any other long-term debt or debt service agreements.

This summary serves as a basic tool to understand how our budget process is similar to private business, or other public agencies within the State of Michigan.

Community Profile



5010 US 41 South
Marquette, MI 49855
(906) 249-1448

History

Chocolay Township was established on March 17, 1860 by order of the Marquette County Board. The first Township Board served from 1860-1883 who included Albert Day, Joseph W. Edwards, H.S. Bacon, William G. Boswell, David Preston, and Lorenzo D. Harvey. The community is located along Lake Superior and has the Chocolay River flowing through the entire Township. In the early days of commerce this intersection was an important stop for trading and commerce. The focus of this commerce was the Chocolay Furnace, which cast marketable iron products.

A building boom happened in the Township creating the Village of Harvey from 1908-1909. This boom created the existing look of the Village. Although the Village was still focused on river or lake based commerce such as forestry and smelting, our community introduced new ventures like bars, eateries, and others.

In 1926, when the Federal Highway System officially recognized US-41, this changed how community residents traveled through our community and really started to bring outsiders to the Township.

Today, the Township values have not changed significantly. Our residents still enjoy the natural beauty of Lake Superior and the Chocolay River. We still value open spaces, agriculture, and solid land use priorities of smart development that enhances the local community.

For more information about Chocolay's history, the you can visit our website Chocolay.org.

Location

The Township encompasses approximately 60 square miles in the Upper Peninsula of Michigan. The Township is located just east of the City of Marquette. The Township is framed to the north and west by M-28 (North) and US-41 (West) serving as the major travel corridors for residents and visitors.

Population

We have a growing population of 7,148 yoopers living in 2,324 households. Our diverse population is made up of Native American, Asian, Hispanic/ Latino, Finnish, German, English, Irish, Swedish, Italian, and White according to the US Census Bureau.

Employment

Many of our employment opportunities are in the service-based sector. We have many construction based employers, auto repair, and commercial based employers. The Township has three restaurants. Many of our residents work outside of the township for the health or university system.

Education

The Township has an elementary school that is associated with the Marquette Area Public School system. We also have many preschools throughout the community. For the older grade school students, they are bussed into the City of Marquette. For those that choose post-secondary education Northern Michigan University is located just 5 miles away.

Public Safety

The Township has its own Police and Fire Departments. Our Police Department employs four full time officers and one part time officer. We are able to cover 18 hours per day and serve as road patrol for all parts of the Township.

The Township Fire Department is a paid-on call fire department. That means it is made up of dedicated and trained volunteers. Our department has 35 fire fighters trained in firefighting, water rescue, brush fire, and search and rescue tactics.

Public Services

The Township offers many public services to its residents. The most significant is the operations of the Township Sewer System around the Village area. The sewer system has approximately 850 equivalent users on the system. The sewer flows to the City of Marquette's sewer treatment facility. The Township is researching water for the same area.

The Township has contracted with Waste Management to remove garbage, debris, and recycling for those residents who want to participate in the program. There are many community-based non-profits that conduct a variety of programs for our residents, such as 4-H to senior programs.

Parks & Recreation

Along with the Lake and river options, the Township owns eleven different recreation areas for use by our Township residents. The areas range from sports fields to wooded areas for hiking. There are also regional hiking and ATV trails throughout the Township.

2015 Township Master Plan

The current Township vision was developed by surveying our community from 2010 to 2014. This process led to the development of the 2015 Community Master Plan. This plan not only sets the land use strategies for the community, but also suggests the priorities of spending to achieve the supported vision.

Summary



5010 US 41 South
 Marquette, MI 49855
 (906) 249-1448

Summary of Revenues and Expenses - All Funds (FY 2016-FY 2021)

Charter Township Of Chocolay Summary of Revenues and Expenditures - All Funds						
	2016	2017	2018	2019	2020	2021
Revenues						
General Fund	\$ 1,624,819.00	\$ 1,653,133.00	\$ 1,715,111.00	\$ 1,690,449.00	\$ 2,705,000.00	\$ 2,746,108.48
Road Fund	\$ 1,031.00	\$ -	\$ 354,548.00	\$ 368,661.00	\$ 365,000.00	\$ 384,887.55
Fire Millage	\$ 333,068.00	\$ 252,948.00	\$ -	\$ 15.00	\$ -	\$ -
Liquor Law Enforcement	\$ 2,952.00	\$ 3,233.00	\$ 2,737.00	\$ 2,781.00	\$ 2,900.00	\$ 3,000.00
Drug Law Enforcement	\$ -	\$ 1,561.00	\$ -	\$ 1,315.00	\$ -	\$ 1,300.00
Library Millage	\$ 148,851.00	\$ 150,603.00	\$ 153,174.00	\$ 215,968.00	\$ 220,000.00	\$ 227,225.28
Capital Improvements Fund	\$ 206,247.00	\$ 317,371.00	\$ 172,849.00	\$ 742,288.00	\$ 81,000.00	\$ -
Total Revenues	\$ 2,316,968.00	\$ 2,378,849.00	\$ 2,398,419.00	\$ 3,021,477.00	\$ 3,373,900.00	\$ 3,362,521.31
Expenditures						
General Fund	\$ 1,491,272.00	\$ 1,583,286.00	\$ 1,567,617.00	\$ 1,513,070.00	\$ 2,705,000.00	\$ 2,741,281.38
Road Fund	\$ -	\$ -	\$ 53,962.00	\$ 469,081.00	\$ 500,000.00	\$ 500,000.00
Fire Millage	\$ 3,000.00	\$ 1,310.00	\$ -	\$ -	\$ -	\$ -
Liquor Law Enforcement	\$ 3,000.00	\$ 2,910.00	\$ 3,138.00	\$ 2,781.00	\$ 2,900.00	\$ 3,000.00
Drug Law Enforcement	\$ -	\$ -	\$ -	\$ 767.00	\$ -	\$ 1,300.00
Library Millage	\$ 148,851.00	\$ 150,603.00	\$ 153,174.00	\$ 215,968.00	\$ 220,000.00	\$ 227,225.28
Capital Improvements Fund	\$ 156,813.00	\$ 161,544.00	\$ 133,300.00	\$ 841,851.00	\$ 89,324.00	\$ 300,500.00
Total Expenditures	\$ 1,802,936.00	\$ 1,899,653.00	\$ 1,911,191.00	\$ 3,043,518.00	\$ 3,517,224.00	\$ 3,773,306.66
Excess of Revenues Over (Under) Expenditures	\$ 514,032.00	\$ 479,196.00	\$ 487,228.00	\$ (22,041.00)	\$ (143,324.00)	\$ (410,785.35)
Other Financing Sources (Uses)						
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers (out)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Change in Fund balance	\$ 514,032.00	\$ 479,196.00	\$ 487,228.00	\$ (22,041.00)	\$ (143,324.00)	\$ (410,785.35)
Fund balance beginning of the year	\$ 1,556,124.00	\$ 2,070,156.00	\$ 2,549,352.00	\$ 3,036,580.00	\$ 3,014,539.00	\$ 2,871,215.00
Fund balance, end of the year	\$ 2,070,156.00	\$ 2,549,352.00	\$ 3,036,580.00	\$ 3,014,539.00	\$ 2,871,215.00	\$ 2,460,429.65



5010 US 41 South
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Summary of Revenues and Expenses - All Funds 2019-2021

FY 2019 Actual Budget

	2019 Actual				Non-Major			Total All Funds
	General Fund	Road Fund	Library Millage Fund	CIP Fund	Drug Law Enforcement Fund	Fire Fund	Liquor Law Fund	
Revenues								
Taxes	\$ 887,196.00	\$ 365,003.00	\$ 215,968.00	\$ -	\$ -	\$ -	\$ -	\$ 1,468,167.00
Licensees and permits	\$ 6,042.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,042.00
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	\$ 525,618.00	\$ -	\$ -	\$ 4,843.00	\$ -	\$ -	\$ 2,781.00	\$ 533,242.00
Local sources	\$ -	\$ -	\$ -	\$ 665,000.00	\$ -	\$ -	\$ -	\$ 665,000.00
Charges for services	\$ 199,239.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 199,239.00
Interest	\$ 47,458.00	\$ 3,658.00	\$ -	\$ 43,519.00	\$ 4.00	\$ 14.00	\$ -	\$ 94,653.00
Other	\$ 24,896.00	\$ -	\$ -	\$ 1,926.00	\$ 1,310.00	\$ -	\$ -	\$ 28,132.00
Total Revenues	\$ 1,690,449.00	\$ 368,661.00	\$ 215,968.00	\$ 715,288.00	\$ 1,314.00	\$ 14.00	\$ 2,781.00	\$ 2,994,475.00
Expenditures								
Current operations:								
Legislative	\$ 110,154.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 110,154.00
General services and administration	\$ 595,317.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 595,317.00
Public safety	\$ 459,632.00	\$ -	\$ -	\$ -	\$ 767.00	\$ -	\$ 2,781.00	\$ 463,180.00
Public works	\$ 151,390.00	\$ 469,081.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 620,471.00
Community and economic development	\$ 69,441.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,441.00
Recreation and culture	\$ 100,132.00	\$ -	\$ 215,968.00	\$ -	\$ -	\$ -	\$ -	\$ 316,100.00
Capital outlay	\$ -	\$ -	\$ -	\$ 841,852.00	\$ -	\$ -	\$ -	\$ 841,852.00
Total Expenditures	\$ 1,486,066.00	\$ 469,081.00	\$ 215,968.00	\$ 841,852.00	\$ 767.00	\$ -	\$ 2,781.00	\$ 3,016,515.00
Excess of Revenues Over (Under) Expenditures								
	\$ 204,383.00	\$ (100,420.00)	\$ -	\$ (126,564.00)	\$ 547.00	\$ 14.00	\$ -	\$ (22,040.00)
Other Financing Sources (Uses)								
Transfers In	\$ -	\$ -	\$ -	\$ 27,000.00	\$ -	\$ -	\$ -	\$ 27,000.00
Transfers (out)	\$ (27,000.00)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (27,000.00)
Total Other Financing Sources (Uses)	\$ (27,000.00)	\$ -	\$ -	\$ 27,000.00	\$ -	\$ -	\$ -	\$ -
Change in Fund balance	\$ 177,383.00	\$ (100,420.00)	\$ -	\$ (99,564.00)	\$ 547.00	\$ 14.00	\$ -	\$ (22,040.00)
Fund balance beginning of the year	\$ 1,556,124.00	\$ 301,359.00	\$ -	\$ 1,084,792.00	\$ 1,931.00	\$ 1,868.00	\$ -	\$ 2,946,074.00
Fund balance, end of the year	\$ 1,733,507.00	\$ 200,939.00	\$ -	\$ 985,228.00	\$ 2,478.00	\$ 1,882.00	\$ -	\$ 2,924,034.00



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Summary of Revenues and Expenses - All Funds 2019-2021

FY 2020 Budgeted

	2020 Budget				Non-Major			Total All Funds
	General Fund	Road Fund	Library Millage Fund	CIP Fund	Drug Law Enforcement Fund	Fire Fund	Liquor Law Fund	
Revenues								
Taxes	\$ 795,000.00	\$ 365,000.00	\$ 220,000.00	\$ -	\$ -	\$ -	\$ -	\$ 1,380,000.00
Licenses and permits	\$ 6,300.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,300.00
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	\$ 517,900.00	\$ -	\$ -	\$ 6,000.00	\$ -	\$ -	\$ 2,900.00	\$ 526,800.00
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	\$ 122,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,000.00
Interest	\$ 8,000.00	\$ -	\$ -	\$ 15,000.00	\$ -	\$ 1.08	\$ -	\$ 23,001.08
Other	\$ 38,000.00	\$ -	\$ -	\$ 60,000.00	\$ -	\$ -	\$ -	\$ 98,000.00
Total Revenues	\$ 1,487,200.00	\$ 365,000.00	\$ 220,000.00	\$ 81,000.00	\$ -	\$ 1.08	\$ 2,900.00	\$ 2,156,101.08
Expenditures								
Current operations:								
Legislative	\$ 128,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 128,000.00
General services and administration	\$ 1,379,500.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,379,500.00
Public safety	\$ 555,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,900.00	\$ 557,900.00
Public works	\$ 31,100.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,100.00
Community and economic development	\$ 78,400.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 78,400.00
Recreation and culture	\$ 115,000.00	\$ -	\$ 220,000.00	\$ -	\$ -	\$ -	\$ -	\$ 335,000.00
Capital outlay	\$ -	\$ 500,000.00	\$ -	\$ 1,089,324.00	\$ -	\$ -	\$ -	\$ 1,589,324.00
Total Expenditures	\$ 2,287,000.00	\$ 500,000.00	\$ 220,000.00	\$ 1,089,324.00	\$ -	\$ -	\$ 2,900.00	\$ 4,099,224.00
Excess of Revenues Over (Under) Expenditures								
	\$ (799,800.00)	\$ (135,000.00)	\$ -	\$ (1,008,324.00)	\$ -	\$ 1.08	\$ -	\$ (1,943,122.92)
Other Financing Sources (Uses)								
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers (out)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Change in Fund balance	\$ (799,800.00)	\$ (135,000.00)	\$ -	\$ (1,008,324.00)	\$ -	\$ 1.08	\$ -	\$ (1,943,122.92)
Fund balance beginning of the year	\$ 1,733,507.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,733,507.00
Fund balance, end of the year	\$ 933,707.00	\$ (135,000.00)	\$ -	\$ (1,008,324.00)	\$ -	\$ 1.08	\$ -	\$ (209,615.92)



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Summary of Revenues and Expenses - All Funds 2019-2021

FY 2021 Proposed

	2021 Projected				Non-Major			Total All Funds
	General Fund	Road Fund	Library Millage Fund	CIP Fund	Drug Law Enforcement Fund	Fire Fund	Liquor Law Fund	
Revenues								
Taxes	\$ 829,290.98	\$ 384,887.55	\$ 227,961.31					\$ 1,442,139.84
Licensees and permits	\$ 10,100.00							\$ 10,100.00
Federal sources	\$ 175,000.00							\$ 175,000.00
State sources	\$ 525,382.00							\$ 525,382.00
Local sources	\$ 850,500.00						\$ 1,300.00	\$ 851,800.00
Charges for services	\$ 109,300.00							\$ 109,300.00
Interest	\$ 16,500.00							\$ 16,500.00
Other	\$ 230,035.50				\$ 3,000.00			\$ 233,035.50
Total Revenues	\$ 2,746,108.48	\$ 384,887.55	\$ 227,961.31	\$ -	\$ 3,000.00	\$ -	\$ 1,300.00	\$ 3,363,257.34
Expenditures								
Current operations:								
Legislative	\$ 128,385.00							\$ 128,385.00
General services and administration	\$ 694,006.00							\$ 694,006.00
Public safety	\$ 671,749.45				\$ 3,000.00		\$ 1,300.00	\$ 676,049.45
Public works	\$ 71,840.96							\$ 71,840.96
Community and economic development	\$ 86,001.51							\$ 86,001.51
Recreation and culture	\$ 121,298.46		\$ 227,961.31					\$ 349,259.77
Capital outlay	\$ 968,000.00	\$ 500,000.00		\$ 300,500.00				\$ 1,768,500.00
Total Expenditures	\$ 2,741,281.38	\$ 500,000.00	\$ 227,961.31	\$ 300,500.00	\$ 3,000.00	\$ -	\$ 1,300.00	\$ 3,774,042.69
Excess of Revenues Over (Under) Expenditures								
	\$ 4,827.09	\$ (115,112.45)	\$ -	\$ (300,500.00)	\$ -	\$ -	\$ -	\$ (410,785.35)
Other Financing Sources (Uses)								
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers (out)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Change in Fund balance	\$ 4,827.09	\$ (115,112.45)	\$ -	\$ (300,500.00)	\$ -	\$ -	\$ -	\$ (410,785.35)
Fund balance beginning of the year	\$ 1,733,507.00	\$ 200,939.00	\$ -	\$ 985,227.57	\$ -	\$ -	\$ -	\$ 2,919,673.57
Fund balance, end of the year	\$ 1,738,334.09	\$ 85,826.55	\$ -	\$ 684,727.57	\$ -	\$ -	\$ -	\$ 2,508,888.22



FY 2021 Full Time Employee Requirements Budgeted

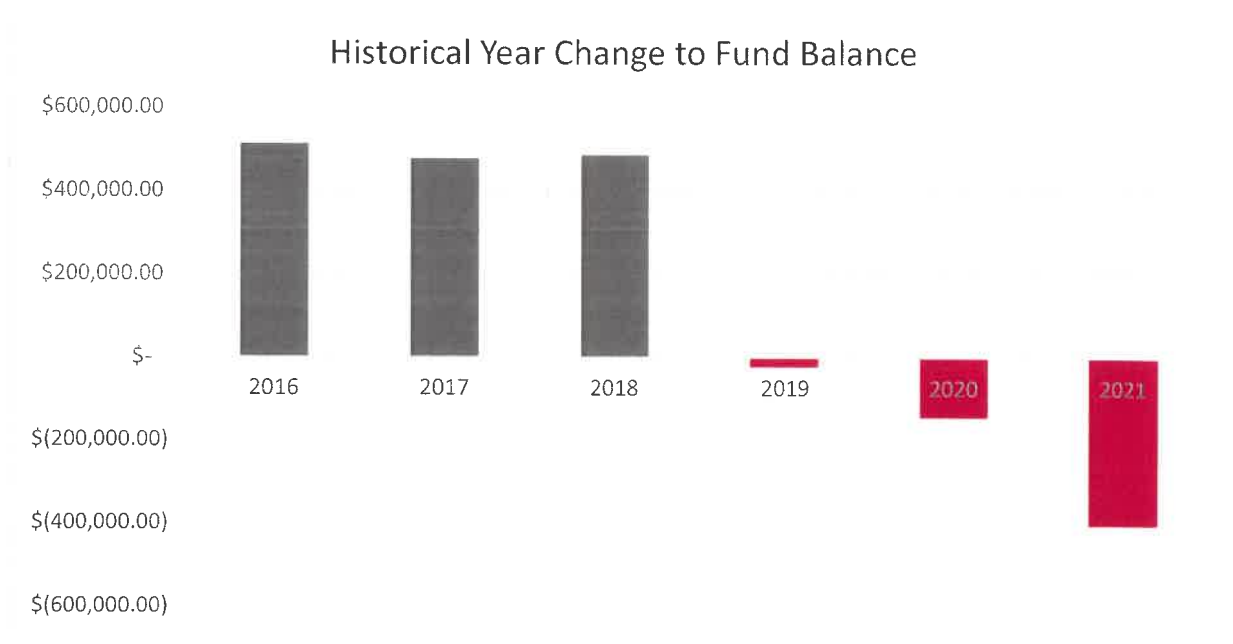
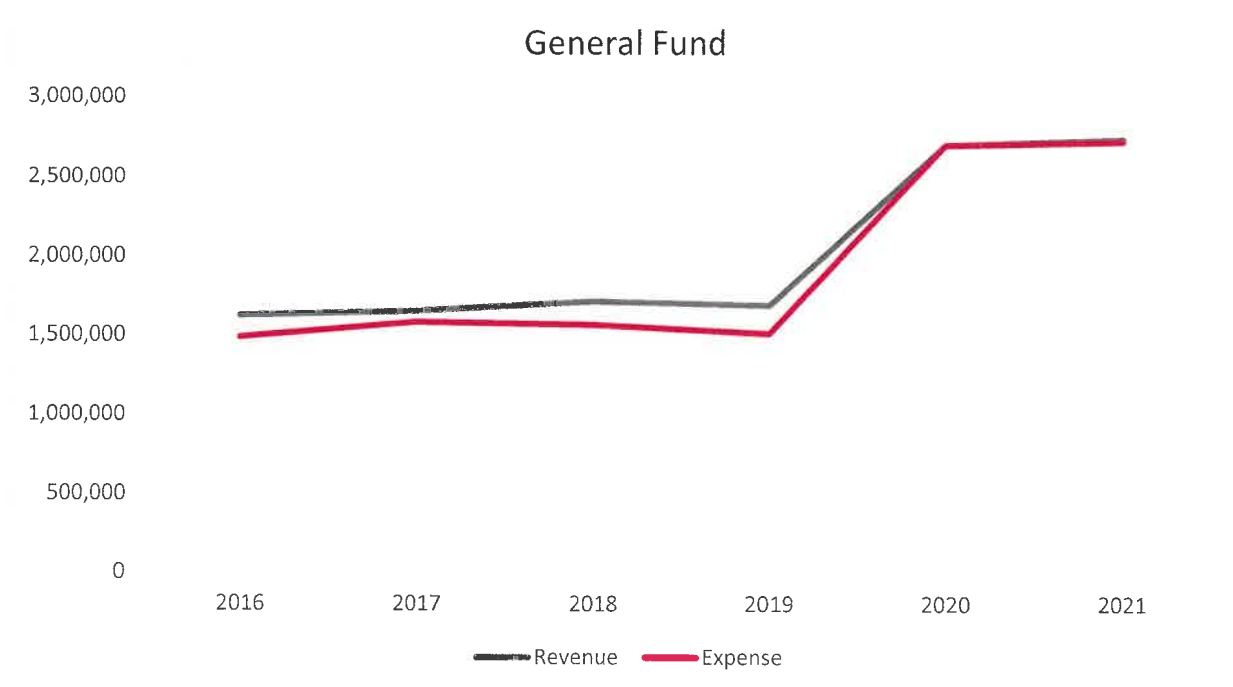
Employee Requirements

	2019	2020	2021
PERMANENT FULL TIME AUTHORIZED POSITIONS		Budget	Projected
<u>Department</u>			
Administration			
Township Manager	1.0	1.0	1.0
Administrative Assistant	0.5	0.5	0.5
Total Administration	1.5	1.5	1.5
Assessor			
Contract Assessor	1.0	1.0	1.0
Summer Assistant	0.5	0.5	0.5
Total Assessor	1.5	1.5	1.5
Clerk			
Deputy Clerk	1.0	1.0	1.0
Assistant - Elections Clerk	0.5	0.5	0.5
Part Time Clerical Worker	0.5	0.5	0.5
Part time Elections Workers (working one election)	3.0	9.0	3.0
Total Clerk	5.0	11.0	5.0
Fire Department			
Paid on Call Fire Staff	5.0	5.0	5.0
Total Fire	5.0	5.0	5.0
Planning and Zoning			
Director of Planning and Zoning	1.0	1.0	1.0
Total Planning and Zoning	1.0	1.0	1.0
Police			
Chief	1.0	1.0	1.0
Sargent	1.0	1.0	1.0
Patrol	2.0	2.0	2.0
Part Time Patrol	0.5	0.5	0.5
Admin Assistant	1.0	1.0	1.0
Total Police	5.5	5.5	5.5
Public Works			
Superintendent	1.0	1.0	1.0
Maintenance Worker	2.0	2.0	2.0
Part Time Laborer	0.5	0.5	0.5
Total Public Works	3.5	3.5	3.5
Treasury			
Deputy Treasurer	1.0	1.0	1.0
Total Treasury	1.0	1.0	1.0
Total Full Time Employee Equivalents	24.0	30.0	24.0



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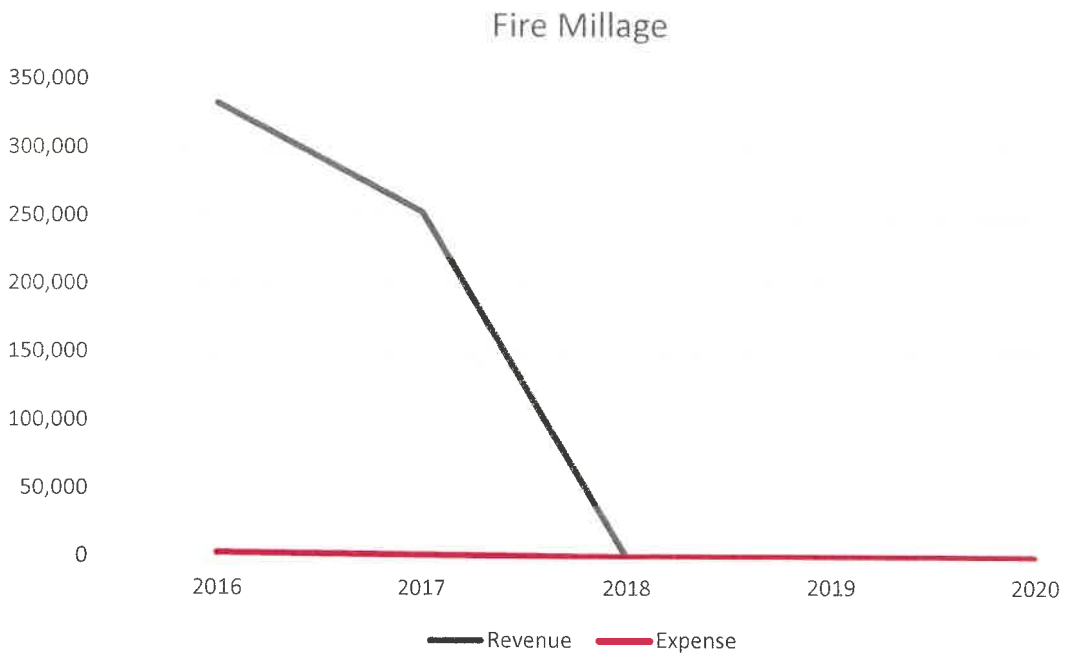
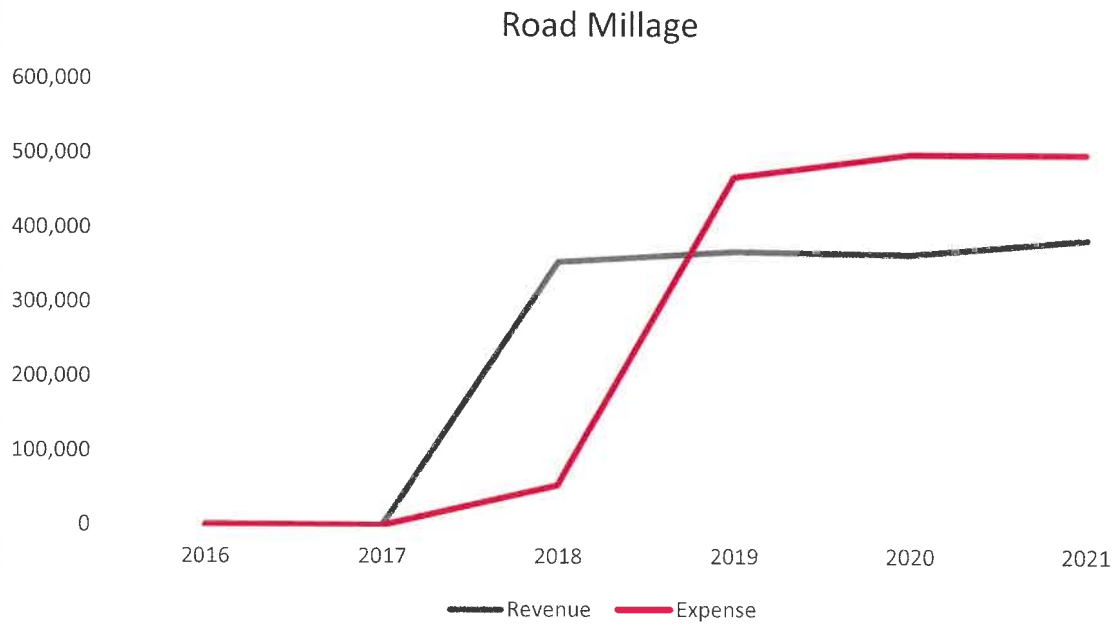
Summary of Revenues and Expenses - All Fund Graphical Representation





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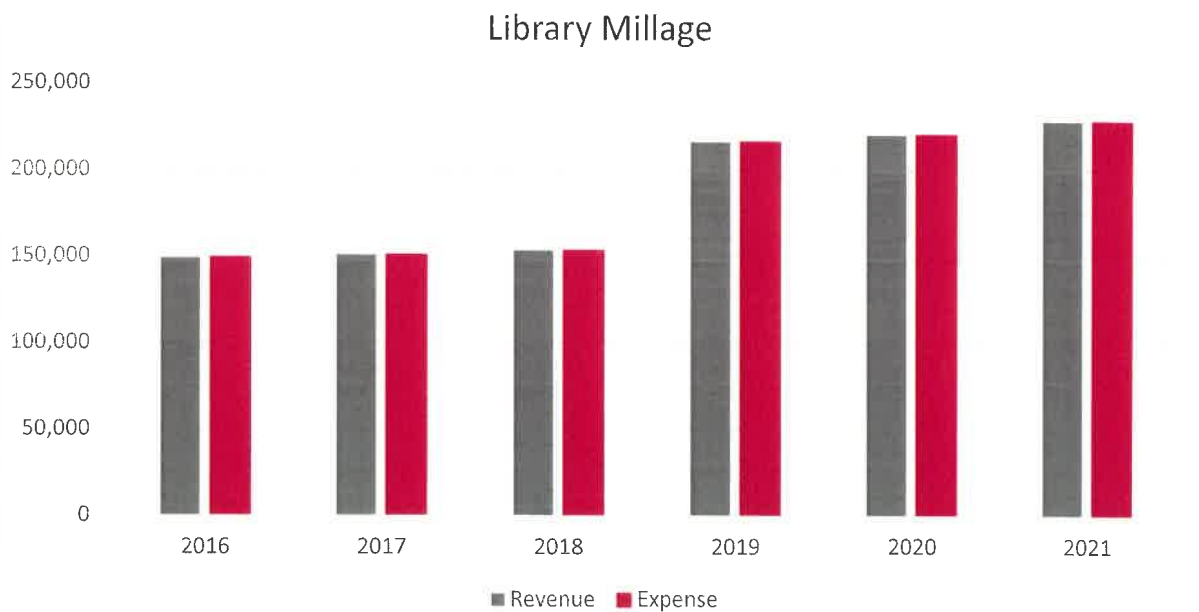
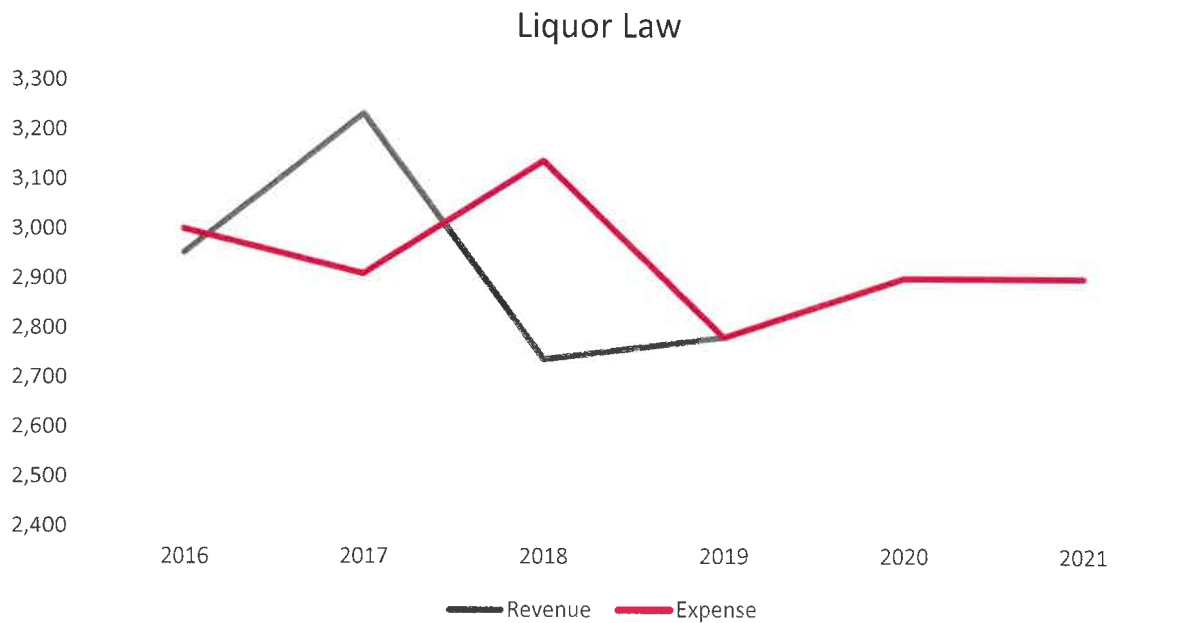
Summary of Revenues and Expenses - All Fund Graphical Representation





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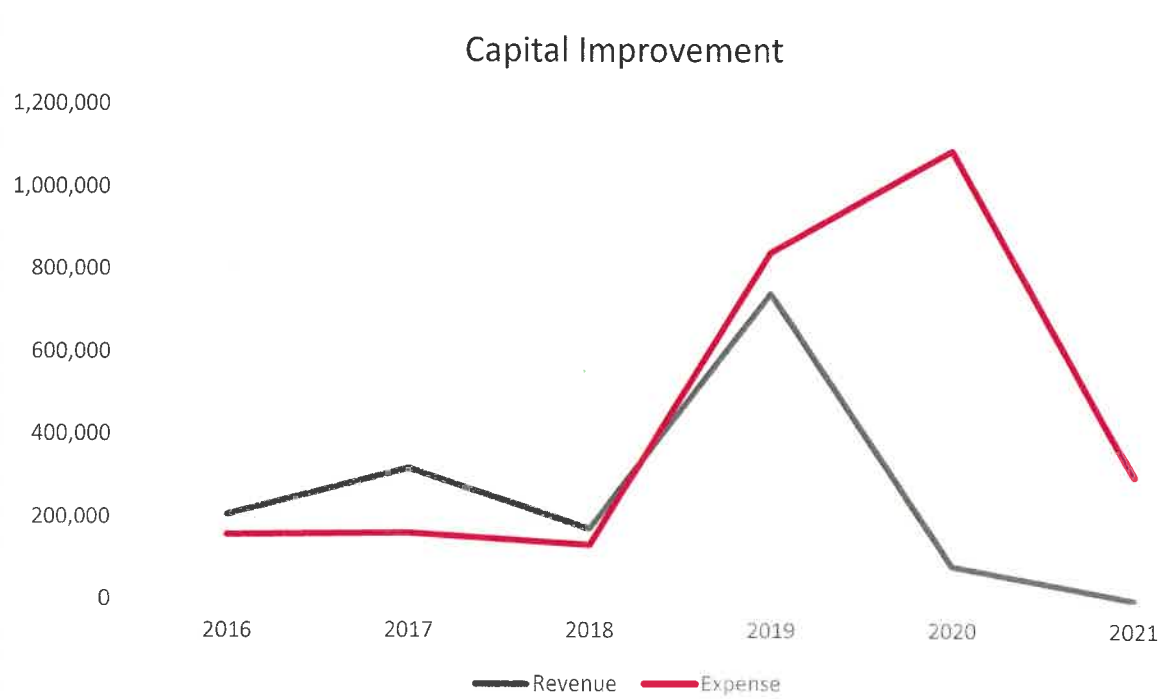
Summary of Revenues and Expenses - All Fund Graphical Representation





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Summary of Revenues and Expenses - All Fund Graphical Representation



Tables

Charter Township of Chocolay
General Fund # 101
Revenue

Account	Account Description	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Amended Budget	2021 Mgr./Supv. Recommend
402.000	Property Taxes	\$ 724,525.42	\$ 743,407.11	\$ 752,190.86	\$ 765,078.22	\$ 779,000.00	\$ 795,000.00	\$ 829,290.98
441.00	Local Comm Stab Share Tax	\$ -	\$ -	\$ 2,937.54	\$ 10,483.38	\$ 7,000.00	\$ 7,000.00	\$ 10,500.00
446.000	Penalties & Interest	\$ 1,075.29	\$ 454.36	\$ 39.67	\$ 2,398.69	\$ 500.00	\$ 500.00	\$ 500.00
487.000	Trailer Park Fees	\$ 630.00	\$ 630.00	\$ 630.00	\$ 630.00	\$ 600.00	\$ 600.00	\$ 600.00
501.000	Due from Federal Grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 175,000.00
504.000	Zoning Permit Fees	\$ 6,780.00	\$ 3,770.00	\$ 5,960.00	\$ 3,715.00	\$ 6,400.00	\$ 6,000.00	\$ 6,400.00
511.000	Animal Licenses	\$ 280.00	\$ 314.00	\$ 310.00	\$ 270.00	\$ 300.00	\$ 300.00	\$ 200.00
543.000	State of Michigan	\$ 8,304.20	\$ 4,888.89	\$ 5,549.95	\$ 3,508.13	\$ 4,400.00	\$ 4,000.00	\$ 4,500.00
545.000	Liquor Inspection Fee	\$ 2,790.00	\$ 3,000.00	\$ 2,910.00	\$ 3,137.65	\$ 2,900.00	\$ 2,000.00	\$ 2,900.00
565.000	State Rev. Sharing	\$ 444,159.00	\$ 533,274.00	\$ 486,201.00	\$ 504,633.00	\$ 471,048.00	\$ 515,000.00	\$ 510,382.00
579.000	Payment in Lieu	\$ 11,220.32	\$ 14,960.42	\$ 15,095.06	\$ 15,398.00	\$ 15,200.00	\$ 15,000.00	\$ 15,200.00
582.000	KBIC 2% Gaming Money	\$ -	\$ 5,000.00	\$ -	\$ -	\$ -		\$ 103,000.00
583.000	Franchise Fees	\$ 82,765.83	\$ 84,669.29	\$ 104,729.72	\$ 84,958.52	\$ 88,000.00	\$ 88,000.00	\$ 88,000.00
618.000	Tax Collection Fees	\$ 54,824.28	\$ 64,097.58	\$ 48,430.07	\$ 55,401.29	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00
640.000	Refuse Collection	\$ 158,383.00	\$ 172,668.00	\$ 163,563.38	\$ 184,974.50	\$ 177,000.00	\$ 30,000.00	\$ 16,000.00
651.000	Landfill Admin Fee	\$ 6,258.00	\$ 5,412.00	\$ 5,859.00	\$ 6,198.00	\$ 5,300.00	\$ 4,000.00	\$ 5,300.00
660.000	Ordinance Fines	\$ 14,332.56	\$ 10,330.97	\$ 12,363.85	\$ 12,249.74	\$ 12,000.00	\$ 12,000.00	\$ 12,000.00
665.000	Interest Income	\$ 2,205.47	\$ 5,533.37	\$ 10,976.40	\$ 17,921.22	\$ 6,500.00	\$ 8,000.00	\$ 16,000.00
668.00	Investment Gain / Loss	\$ -	\$ -	\$ -	\$ (185.57)	\$ -	\$ -	\$ -
672.000	Premium Interest	\$ -	\$ -	\$ (5,108.21)	\$ 801.42	\$ -	\$ -	\$ -
674.000	Interest on Loan	\$ 2,475.00	\$ 1,500.00	\$ 1,310.00	\$ -	\$ -	\$ 8,000.00	\$ -
677.000	Due from Cap.Impr. Fund	\$ 700.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,500.00
678.000	Reimburse for Prop. Tax*	\$ -	\$ 1,523.93	\$ 3,135.79	\$ 2,959.92	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00
693.000	Tax Collection Reimb.	\$ 8,375.00	\$ 8,357.50	\$ 8,355.00	\$ 8,340.00	\$ 8,500.00	\$ 8,300.00	\$ 8,500.00
695.000	Trans Gen Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ 65,000.00	\$ 1,103,000.00	\$ 550,000.00
698.000	Miscellaneous	\$ 22,663.43	\$ 32,336.13	\$ 17,968.10	\$ 32,240.11	\$ 26,374.50	\$ 26,000.00	\$ 27,335.50
Totals		\$ 1,563,741.40	\$ 1,706,934.11	\$ 1,653,131.64	\$ 1,715,111.22	\$ 1,747,422.50	\$ 2,704,100.00	\$ 2,746,108.48

Charter Township of Chocloy

General Fund # 101

Expenditure

Account	Account Description	2014 Actual	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Budget	2020 Budget	2021 Mgr./Supv. Recommend
103	Township Board	\$ 71,403.31	\$ 67,511.03	\$ 72,495.10	\$ 93,337.94	\$ 120,177.62	\$ 114,150.00	\$ 128,000.00	\$ 128,385.00
175	Township Supervisor	\$ 40,631.73	\$ 44,796.15	\$ 17,295.40	\$ 14,524.73	\$ 12,722.10	\$ 14,400.00	\$ 14,500.00	\$ 15,418.00
190	Elections	\$ 8,803.22	\$ 6,089.62	\$ 23,031.86	\$ 14,209.94	\$ 16,121.51	\$ 9,500.00	\$ 35,000.00	\$ 19,180.00
202	Assessor	\$ 60,487.45	\$ 59,852.96	\$ 60,127.92	\$ 55,151.60	\$ 52,018.21	\$ 64,000.00	\$ 74,000.00	\$ 71,773.00
215	Clerk	\$ 93,621.97	\$ 96,380.07	\$ 98,692.47	\$ 87,868.24	\$ 105,543.06	\$ 102,500.00	\$ 115,500.00	\$ 126,703.00
247	Board of Review	\$ 2,253.76	\$ 2,188.32	\$ 2,576.51	\$ 2,282.75	\$ 1,194.50	\$ 3,100.00	\$ 3,000.00	\$ 2,700.00
253	Treasurer	\$ 48,262.84	\$ 49,290.39	\$ 51,008.14	\$ 56,198.65	\$ 57,906.01	\$ 63,200.00	\$ 70,000.00	\$ 56,250.00
258	Technology	\$ 21,091.71	\$ 18,829.12	\$ 18,841.03	\$ 20,903.21	\$ 17,686.12	\$ 26,200.00	\$ 28,000.00	\$ 56,360.00
265	Township Hall & Grounds	\$ 20,705.50	\$ 12,081.37	\$ 12,852.46	\$ 14,304.49	\$ 17,189.83	\$ 17,800.00	\$ 18,000.00	\$ 135,000.00
285	Other General Government	\$ 365,591.09	\$ 359,702.06	\$ 340,906.67	\$ 413,470.43	\$ 353,000.54	\$ 423,050.00	\$ 1,439,500.00	\$ 337,722.00
305	Police	\$ 361,522.00	\$ 348,812.13	\$ 358,999.39	\$ 336,791.09	\$ 346,179.78	\$ 405,574.50	\$ 418,000.00	\$ 597,007.88
340	Fire	\$ 91,775.27	\$ 101,501.83	\$ 107,525.23	\$ 96,054.21	\$ 112,006.79	\$ 135,300.00	\$ 137,000.00	\$ 817,641.57
440	Streets	\$ 17,988.48	\$ 16,698.50	\$ 16,093.29	\$ 22,569.56	\$ 19,055.26	\$ 23,000.00	\$ 22,000.00	\$ 22,040.96
526	Sanitary Landfill	\$ 150,501.52	\$ 164,356.13	\$ 154,353.82	\$ 166,330.74	\$ 170,237.26	\$ 180,000.00	\$ 9,100.00	\$ 49,800.00
722	Recreation Grants							\$ -	\$ -
756	Recreation and Properties	\$ 88,096.67	\$ 94,384.82	\$ 100,701.69	\$ 97,483.46	\$ 100,634.59	\$ 112,300.00	\$ 115,000.00	\$ 218,498.46
800	Zoning	\$ 50,427.45	\$ 54,206.06	\$ 49,156.12	\$ 84,412.10	\$ 59,945.55	\$ 67,900.00	\$ 65,700.00	\$ 70,083.82
805	Planning Commission	\$ 7,324.47	\$ 6,052.05	\$ 4,833.22	\$ 6,317.02	\$ 4,844.67	\$ 8,700.00	\$ 9,000.00	\$ 11,937.69
815	Zoning Board of Appeals	\$ 2,697.15	\$ 2,451.15	\$ 425.25	\$ 1,071.36	\$ 1,150.50	\$ 3,100.00	\$ 3,700.00	\$ 4,780.00
Totals		\$ 1,503,185.59	\$1,505,183.76	\$1,489,915.57	\$1,583,281.52	\$1,567,613.90	\$1,773,774.50	\$ 2,705,000.00	\$ 2,741,281.38

REVENUE AND EXPENSE BY FUND FY 2021
2021 Projected

	General Fund	Road Fund	Library Millage Fund	CIP Fund	Non-Major			Total All Funds
					Drug Law Enforcement Fund	Fire Fund	Liquor Law Fund	
Revenues								
Taxes	\$ 829,290.98	\$ 384,887.55	\$ 227,961.31					\$ 1,442,139.84
Licensees and permits	\$ 10,100.00							\$ 10,100.00
Federal sources	\$ 175,000.00							\$ 175,000.00
State sources	\$ 525,382.00							\$ 525,382.00
Local sources	\$ 850,500.00						\$ 1,300.00	\$ 851,800.00
Charges for services	\$ 109,300.00							\$ 109,300.00
Interest	\$ 16,500.00							\$ 16,500.00
Other	\$ 230,035.50				\$ 3,000.00			\$ 233,035.50
Total Revenues	\$ 2,746,108.48	\$ 384,887.55	\$ 227,961.31	\$ -	\$ 3,000.00	\$ -	\$ 1,300.00	\$ 3,363,257.34
Expenditures								
Current operations:								
Legislative	\$ 128,385.00							\$ 128,385.00
General services and administration	\$ 691,344.79							\$ 691,344.79
Public safety	\$ 671,749.45				\$ 3,000.00		\$ 1,300.00	\$ 676,049.45
Public works	\$ 71,840.96							\$ 71,840.96
Community and economic development	\$ 86,001.51							\$ 86,001.51
Recreation and culture	\$ 121,298.46		\$ 227,961.31					\$ 349,259.77
Capital outlay	\$ 968,000.00	\$ 500,000.00		\$ 300,500.00				\$ 1,768,500.00
Total Expenditures	\$ 2,738,620.18	\$ 500,000.00	\$ 227,961.31	\$ 300,500.00	\$ 3,000.00	\$ -	\$ 1,300.00	\$ 3,771,381.49
Excess of Revenues Over (Under) Expenditures	\$ 7,488.29	\$ (115,112.45)	\$ -	\$ (300,500.00)	\$ -	\$ -	\$ -	\$ (408,124.15)
Other Financing Sources (Uses)								
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers (out)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Change in Fund balance	\$ 7,488.29	\$ (115,112.45)	\$ -	\$ (300,500.00)	\$ -	\$ -	\$ -	\$ (408,124.15)
Fund balance beginning of the year	\$ 1,733,507.00	\$ 200,939.00	\$ -	\$ 985,227.57	\$ -	\$ -	\$ -	\$ 2,919,673.57
Fund balance, end of the year	\$ 1,740,995.29	\$ 85,826.55	\$ -	\$ 684,727.57	\$ -	\$ -	\$ -	\$ 2,511,549.42

Charter Township Of Chocolay
Summary of Revenues and Expenditures - Wastewater Fund (Proprietary)

	2016	2017	2018	2019	2020 Budget	2021 Proposed
Revenues						
Charges for services, net	\$ 292,794.00	\$ 311,680.00	\$ 309,161.00	\$ 506,922.00	\$ 524,500.00	\$ 525,000.00
Misc. income	\$ 4,944.00	\$ 3,105.00	\$ 2,649.00	\$ 4,877.00	\$ -	\$ 5,000.00
Total Revenues	\$ 297,738.00	\$ 314,785.00	\$ 311,810.00	\$ 511,799.00	\$ 524,500.00	\$ 530,000.00
Expenditures						
Personnel Services	\$ 76,861.00	\$ 77,507.00	\$ 92,633.00	\$ 90,551.00	\$ 108,610.00	\$ 97,349.46
Supplies	\$ 3,451.00	\$ 5,114.00	\$ 5,935.00	\$ 9,836.00	\$ 20,000.00	\$ 10,000.00
Other services	\$ 131,153.00	\$ 133,464.00	\$ 138,822.00	\$ 312,285.00	\$ 3,361,390.00	\$ 417,945.00
Depreciation	\$ 48,061.00	\$ 47,038.00	\$ 45,577.00	\$ 46,074.00	\$ 50,000.00	\$ 87,500.00
Total Expenditures	\$ 259,526.00	\$ 263,123.00	\$ 282,967.00	\$ 458,746.00	\$ 3,540,000.00	\$ 612,794.46
Operating Income (Loss)	\$ 38,212.00	\$ 51,662.00	\$ 28,843.00	\$ 53,053.00	\$ (3,015,500.00)	\$ (82,794.46)
Non-Operating Revenues						
Investment income	\$ 7,387.00	\$ 13,057.00	\$ 22,299.00	\$ 30,991.00	\$ 500.00	\$ 7,500.00
Gain (Loss) on invest in wastewater facility	\$ (37,001.00)	\$ 77,514.00	\$ (10,189.00)	\$ 103,819.00	\$ 3,000,000.00	\$ -
Gain (Loss) on investment	\$ (3,801.00)	\$ -	\$ (551.00)	\$ 24,322.00	\$ -	\$ 1,500.00
Capital contribute	\$ -	\$ -	\$ 107,415.00	\$ 114,120.00	\$ -	\$ 80,000.00
Total Non-Operating Revenues (Expenses)	\$ (33,415.00)	\$ 90,571.00	\$ 118,974.00	\$ 273,252.00	\$ 3,000,500.00	\$ 89,000.00
Change in Net Position	\$ 4,797.00	\$ 142,233.00	\$ 147,817.00	\$ 326,305.00	\$ (15,000.00)	\$ 6,205.54
Net Position, beginning next year	\$ 2,296,568.00	\$ 2,301,365.00	\$ 2,443,598.00	\$ 2,591,415.00	\$ 2,917,720.00	\$ 2,902,720.00
NET POSITION END OF YEAR	\$ 2,301,365.00	\$ 2,443,598.00	\$ 2,591,415.00	\$ 2,917,720.00	\$ 2,902,720.00	\$ 2,908,925.54

Departments

Elections Department Request



2021 BUDGET DEPARTMENT DESCRIPTION

DEPARTMENT BUDGET OVERVIEW:

REVENUE: The Elections Department revenue is drawn from the general fund.

DEPARTMENT DESCRIPTION

MISSION: The Elections Department is an extension of the Clerk's Office. The department is responsible for the proper administration of elections in compliance with Federal and State Laws.

PRIORITY COMPLIANCE: This is a regulatory requirement per Federal and State Election Laws.

OPERATING EXPENDITURES: There is a reduction in the annual election budget from FY 2020 because there is only one election expected for FY 2021.

GENERAL FUND	2020 AMENDED	2020 PROJECTED	2021 REQUEST	2020/2021 VARIANCE
Department Total	\$35,000	\$40,000	\$19,180	45% Decrease

CAPITAL EXPENDITURES: The department has very few items that are purchased through capital funds. The ballot tabulators and the election booths are the only two items that are part of the capital replacement program.

GENERAL FUND	2020 ACTUAL	2021 REQUESTED	2022 PLANNED
Department Project Total	\$0.00 Requested	\$6,000.00	\$5,200.00
Major Items			
1. Tabulator		\$6,000.00	
2. Voter Booths			\$5,200.00

Fire Department Request



2021 BUDGET DEPARTMENT DESCRIPTION

DEPARTMENT BUDGET OVERVIEW:

REVENUE: The Fire Department's budget only generates revenue from Federal, State and Local Grants as awarded. Our budget is taxpayer funded annually.

DEPARTMENT DESCRIPTION

MISSION: The fire departments mission: Service, Honor, Integrity. The fire department meets our mission by helping those in need as an undivided group earning a high level of respect from the community we serve.

PRIORITY COMPLIANCE: Life Safety of the fire department members by providing them quality equipment designed to withstand the job duties, providing longstanding quality thus saving the township money over time, and providing a high level of life safety services to the citizens of Chocolay Township. Due to the nature of firefighting, equipment needs frequent maintenance and replacement.

OPERATING EXPENDITURES: Our annual budget provides the fire department our daily operating expenditures allowing the highest level of service to protect the citizens we serve. These expenditures cover a variety of items ranging from new and replacement equipment, repairs as required and supplies to keep the members safe.

GENERAL FUND	2020 AMENDED	2020 PROJECTED	2021 REQUEST	2020/2021 VARIANCE
Department Total	\$137,000	\$135,000	\$150,141	9.5% Increase

PRIORITY COMPLIANCE: The fire department provides critical life safety response to the residents of the township and other fire departments through mutual aid agreements. Building on our program each year, the focus of purchasing quality equipment that generally has a longer duration of life providing an additional level of safety to the members of the department and ultimately the citizens we serve. The focus of continually being better provides surety to those we serve thus attracting others.

CAPITAL EXPENDITURES: Replacement of Fire Engine Unit 2142 is the focus for the fire department in 2021. This apparatus will be 23 years old this coming year. Age, corrosion and mechanical degradation have begun to cause issues requiring replacement of components to ensure this apparatus is safe on the road. Our annual DOT Certification for this truck has raised concerns from certified mechanicals for the structure integrity of this unit. Replacement of this apparatus meets four of the five strategic priorities

as set forth by the Township Board. The four strategic priorities include Strengthen Critical Systems and Public Health, Integration with other Jurisdictions, Sustainability or Resilience over time and Catalytic Opportunity. This apparatus is critical to life safety and public safety, provides support to other jurisdictions thru cooperative mutual aid agreements thus furthering life safety outside our township, has a sustainable life of 20 years plus and impacts the social and economic futures of the township through respected life safety response and potential economic benefit with the potential of insurance reductions through lower ISO ratings.

GENERAL FUND	2020 ACTUAL	2021 REQUESTED	2022 PLANNED
Department Project Total	\$34,000.00	\$667,500	\$175,000
Major Items			
1. New Pumper Truck		\$650,000	
2. SCBA Replacement			\$175,000

Police
Department
Request



2021 BUDGET DEPARTMENT DESCRIPTION

DEPARTMENT BUDGET OVERVIEW: Police Department

REVENUE:

The revenue sources for the Chocolay Township Police Department are the General Fund, Federal and State Grants, and Local Ordinance Fines and Judgements.

DEPARTMENT DESCRIPTION

MISSION:

Our mission is to partner with the community to solve problems and improve public safety in a manner that is fair, impartial, transparent, and consistent. And to do so with honor and integrity, while at all times conducting ourselves with the highest ethical standards to maintain public confidence.

PRIORITY COMPLIANCE:

This operating budget request will allow the Chocolay Township Police Department to continue to provide for the safety and well-being of the citizens of Chocolay. The operating of the department aligns with the interconnectivity and cooperation with other jurisdictions priority.

OPERATING EXPENDITURES:

GENERAL FUND	2020 AMENDED	2020 PROJECTED	2021 REQUEST	2020/2021 VARIANCE
Department Total	\$418,000	\$341,603	\$440,964	5.5% Increase

PRIORITY COMPLIANCE:

This budget request will allow the Chocolay Township Police Department to strengthen its commitment to the safety and well-being of the citizens of Chocolay, it's visitors, and provide for the continued interconnectivity and cooperation with other jurisdictions.

Capital projects for the 2021 budget year include replacement of the 2012 Tahoe patrol vehicle and associated vehicle equipment upgrades as needed.

New projects included in this budget request include replacement of our AED units. Our current units are no longer supported or service by the manufacturer, replacement batteries are very difficult to find. I am requesting \$6,000 to purchase three new AEDs.

Introduction of an E-Bike patrol on the Heritage Trail. Modeled after our winter snowmobile patrol would offer officers overtime to patrol the trail during the summer via bicycle. I am requesting \$5,000 for the purchase of an E-Bike and necessary equipment to implement this program. This would also

require a related increase in operating expense to cover overtime pay for the officers of approximately \$6,000. (8 hours per week, 15 weeks, at highest pay rate)

Purchase of a bar code scanner and label printer for our property and evidence room. This will allow for the more efficient tracking and auditing of all property and reduce our exposure to risk related to claims of mishandled evidence or lost property in our custody. I am requesting \$900.00 for this program.

I believe these projects are a catalytic opportunity to provide both positive environmental and social benefits to the citizens of Chocoday Township.

CAPITAL EXPENDITURES:

GENERAL FUND	2020 ACTUAL	2021 REQUESTED	2022 PLANNED
Department Project Total	\$34,922	\$88,100	\$63,500
Major Items			
1. Replacement of Unit 2 (Plus Electronics)		\$55,000	
2. Replacement of Unit 3			\$55,000

Recreation
Department
Request



2021 BUDGET DEPARTMENT DESCRIPTION

DEPARTMENT BUDGET OVERVIEW:

REVENUE: The recreation department revenue is drawn from the general fund. The responsible department is the Public Works department with advisory authority of the Administration Department.

DEPARTMENT DESCRIPTION

Mission: The recreation department implements the direction for Chocolay Township to acquire, development, renovate, and maintain outdoor recreation opportunities for Township residents and visitors.

PRIORITY COMPLIANCE: The Township has an approved recreation plan that aligns with the Board's goals of Sustainability or Resilience and Integration with other Jurisdictions.

OPERATING EXPENDITURES: There is an increase in this department to account for the potential of a summer seasonal worker. This was taken out of the budget for the last few years and our recreation areas are not meeting the expectations of our residents.

GENERAL FUND	2020 AMENDED	2020 PROJECTED	2021 REQUEST	2020/2021 VARIANCE
Department Total	\$108,100	\$106,000	\$121,298	12% Increase

CAPITAL EXPENDITURES: The Beaver Grove projects below are associated with a vision of the un-used back part of Beaver Grove. The Public Works department would like to create a year around brush drop-off and a public works building on this property. These requests align with the Board goals of resiliency, sustainability, and catalytic opportunity.

GENERAL FUND	2020 ACTUAL	2021 REQUESTED	2022 PLANNED
Department Project Total	\$12,474	\$97,200	\$62,500
Major Items			
1. New Vehicle		\$40,000	
2. New driveway at Beaver Grove		\$37,000	
3. Redesign of Beaver Grove		\$15,000	
4. Restroom update at the Marina			\$30,000
5. Boardwalk at Marina replacement			\$30,000

Technology Department Request



2021 BUDGET DEPARTMENT DESCRIPTION

DEPARTMENT BUDGET OVERVIEW:

REVENUE: The township technology revenue is drawn from the general fund.

DEPARTMENT DESCRIPTION

MISSION: The operations of government require a certain amount of technology through hardware and software solutions that enable staff to perform their responsibilities.

PRIORITY COMPLIANCE: This is a requirement to operate the function of government.

OPERATING EXPENDITURES: There is an increase in this department because the FY 2021 anticipates a new cost for contractual services based on the review of the IT support contract.

GENERAL FUND	2020 AMENDED	2020 PROJECTED	2021 REQUEST	2020/2021 VARIANCE
Department Total	\$28,000	\$20,000	\$37,260	34% Increase

CAPITAL EXPENDITURES: The department has a replacement plan for the desktop computers, by replacing them with laptops. This is critical as we respond to the work from home option that COVID has allowed or required. Next year we are planning to replace the phone system and the tablets used by our various Boards. These requests help staff respond to the needs of our residents, other governments, and business partners.

GENERAL FUND	2020 ACTUAL	2021 REQUESTED	2022 PLANNED
Department Project Total	\$13,000	\$19,100	\$34,200
Major Items			
1. Laptop replacement		\$13,200	
2. Tablet replacement			\$16,000
3. Phone System			\$16,000

Township Hall
and Grounds
Department
Request



2021 BUDGET DEPARTMENT DESCRIPTION

DEPARTMENT BUDGET OVERVIEW:

REVENUE: The township hall and grounds department revenue is drawn from the general fund. The responsible department is the Public Works department with advisory authority of the Administration Department.

DEPARTMENT DESCRIPTION

PRIORITY COMPLIANCE: This is a requirement to operate the function of government.

OPERATING EXPENDITURES: There is an increase in this department to account for the continued cost of COVID improvements, cleaning, and changes.

GENERAL FUND	2020 AMENDED	2020 PROJECTED	2021 REQUEST	2020/2021 VARIANCE
Department Total	\$18,000	\$20,000	\$33,000	83% Increase

CAPITAL EXPENDITURES: It has become time to replace the windows in the Township hall building. The parking lot must be resurfaced this year, or it will become very costly to repair. There are some major projects that met the Boards goal of Catalytic Opportunity because of timing, contractor availability and departmental schedule.

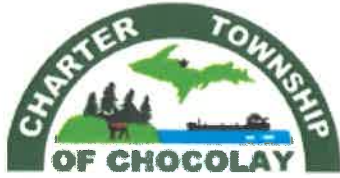
GENERAL FUND	2020 ACTUAL	2021 REQUESTED	2022 PLANNED
Department Project Total	\$39,524	\$102,000	\$27,000
Major Items			
1. New Windows in the hall		\$70,000	
2. Resurface Parking Lot		\$12,000	
3. Design DPW Building		\$20,000	
4. Siding on Township hall			\$12,000
5. ADA Ramp into hall			\$15,000

Capital

Charter Township of Chocolay
Capital Budget 2021-2025
Expenditure

Account	Department Description	2021	2022	23023	2024	2025	Total in Program
103	Township Board	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
175	Township Supervisor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
190	Elections	\$ 6,000.00	\$ -	\$ 5,200.00	\$ -	\$ -	\$ 11,200.00
202	Assessor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
215	Clerk	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
247	Board of Review	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
253	Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
258	Technology	\$ 19,100.00	\$ 34,200.00	\$ 16,300.00	\$ 6,400.00	\$ 7,800.00	\$ 83,800.00
265	Township Hall & Grounds	\$ 102,000.00	\$ 135,000.00	\$ 250,000.00	\$ 35,000.00	\$ -	\$ 522,000.00
285	Other General Government	\$ -	\$ 5,001.00	\$ 5,002.00	\$ 5,003.00	\$ 5,004.00	\$ 20,010.00
305	Police	\$ 75,400.00	\$ 71,000.00	\$ 5,000.00	\$ 61,500.00	\$ 1,000.00	\$ 213,900.00
340	Fire	\$ 667,500.00	\$ 175,000.00	\$ -	\$ -	\$ -	\$ 842,500.00
440	Streets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
526	Sanitary Landfill	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
722	Recreation Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
756	Recreation and Properties	\$ 97,200.00	\$ 62,500.00	\$ 57,500.00	\$ -	\$ -	\$ 217,200.00
800	Zoning	\$ 800.00	\$ -	\$ -	\$ -	\$ -	\$ 800.00
805	Planning Commission	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
815	Zoning Board of Appeals	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Totals		\$ 968,000.00	\$ 482,701.00	\$ 339,002.00	\$ 107,903.00	\$ 13,804.00	\$ 1,911,410.00

Glossary



Glossary

ACCRUAL BASIS of ACCOUNTING – Method of accounting that recognizes the financial effect of transactions, events and inter-fund activities when they occur, regardless of the timing of the related cash flows.

APPROPRIATION - An authorization made by the Township Board that permits the Township to incur obligations and to make expenditures for specific purposes.

ASSESSED VALUATION - The total value of real estate and personal property as determined by the Assessor that is the basis used for levying taxes. (S.E.V. = State Equalized Value)

BALANCED BUDGET – A spending plan where revenues and/or other financing sources match expenditures.

BOND - A written promise to pay a specific sum of money plus interest at a specified rate within a specific period of time, primarily to finance street construction, facility improvements, or public safety equipment.

BUDGET - A financial plan for a specified fiscal year that contains estimated expenditures and revenues.

- a) Operating Budget - the portion of the budget that relates to daily operations that provide governmental services. The operating budget contains appropriations for such expenditures as personnel, supplies and services.
- b) Capital Improvements Program Budget - a Capital Improvements Program (CIP) Budget includes projects which are usually construction or renovation projects designed to improve the value of the government assets. Examples are street construction, water and sewer facilities, recreational projects, park improvements and building renovations.
- c) Budget Amendment - A procedure to revise a budget appropriation either by Township Board approval or by Township Manger authorization to adjust appropriations.

CAPITAL IMPROVEMENT PROGRAM (CIP) - A long range plan which outlines proposed capital improvement projects and estimates the costs and funding sources associated with those projects.

CAPITAL OUTLAY - Expenditures budgeted to acquire or add to fixed assets costing \$500 or more and with an expected useful life of a least one year.

CIP FUNDED – Projects supported by resources in the Capital Improvement Program (CIP).

DEBT SERVICE - The amount of interest and principal that the Township must pay each year on direct long-term debt plus the interest it must pay on direct short-term debt.

DEPARTMENT - A major administrative section of the Township that indicates overall management responsibility for an operation or a group of related operations within a functional area.

DIVISION - A group of costs centers within a service group, i.e., the Water Division is a cost center within the Public Service Group (which is considered a department).

ENCUMBRANCE - A legal financial commitment of appropriated funds to purchase an item or service. To encumber funds, means to set aside or commit funds for a future expenditure.

EXPENDITURE/EXPENSE - Cost of goods and services obtained, including debt service and capital outlay.

FEDERAL - Refers to a United States of America national government entity.

FISCAL YEAR – The twelve month time period designated by the Township that signifies the beginning and ending periods for recording financial transactions. The Chocolay Township’s fiscal year is January 1 to December 31.

FIXED ASSETS - Assets of long-term character which are intended to continue to be held or used, such as land, buildings, machinery, furniture and other equipment.

FULL-TIME EQUIVALENT (FTE) - Combines all full time and part time personnel into a standard equivalent for time management.

FUND - A set of accounts to record revenues and expenditures associated with a specific purpose.

FUND TYPES:

Governmental Funds: Funds generally used to account for tax supported activities. There are five different types of governmental funds: general fund, special revenue funds, debt service funds, capital projects funds, and permanent funds.

General Fund: The general fund typically serves as the chief operating fund of a government. The general fund is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Fund: Governmental fund type used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Funds: Governmental fund type used to account for the accumulation of resources for, and the payment of, general long term debt principal and interest.

Capital Improvement Project Funds: Fund type used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Permanent Funds: Government fund type used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs (i.e. for the benefit of the government or its citizenry).

Proprietary Funds: Funds that focus on the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. There are two different types of proprietary funds: enterprise funds and internal service funds.

Enterprise Fund: Proprietary fund type used to report an activity for which a fee is charged to external users for goods or services.

Internal Service Funds: Proprietary fund type that may be used to report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or to other governments, on a cost-reimbursement basis.

Fiduciary Funds: Funds used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support the government's own programs. The fiduciary fund category includes pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and agency funds.

Pension (and Other Employee Benefit) trust funds: Fiduciary fund type used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, or the postemployment benefit plans, or other employee benefit plans.

Investment trust funds: Fiduciary Fund type used to report governmental external investment pools in separately issued reports and the external portion of these same pools when reported by the sponsoring government.

Private-purpose trust funds: Fiduciary Fund type used to report all trust arrangements, other than those properly reported in pension trust funds or investment trust funds, under which principal and income benefit individuals, private organizations, or other governments.

Agency funds: Fiduciary fund type used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, remittance of fiduciary resources to individuals, private organizations or other governments.

FUND BALANCE - Fund Balance is the difference between assets and liabilities in a governmental fund.

GENERAL OBLIGATION BONDS - A municipal bond backed by the credit and "taxing power" of the issuing jurisdiction rather than the revenue from a given project.

GENERAL APPROPRIATION RESOLUTION - The budget as adopted by the Township Board.

GOALS - A statement of broad direction, purpose or intent based on the needs of the community; a goal is general, timeless, and is not concerned with a specific accomplishment, but with the nature of desired effects of activities and operations.

GRANT - A contribution by the state or federal government or other organization to support a specific function. Grants may be classified as either categorical or block.

IN-LIEU PROPERTY TAXES - An amount charged enterprise operations equivalent to the Township property taxes that would be due on plant and equipment if the enterprise operations were for-profit companies.

INTERFUND TRANSFERS - The exchange of resources between funds that are not recorded as revenues to the fund receiving or expenditures to the fund providing.

LONG TERM DEBT – Borrowings with a maturity of more than one year after issuance date.

MODIFIED ACCRUAL BASIS – An accounting method that recognizes revenues when they are both “measurable and “available,” to finance expenditures of the current period. Expenditures are recognized when the related liability is incurred.

OBJECTIVES - Are time-related, goal directed, quantified statements of results expected within the fiscal year. They are measurable, realistic and obtainable, and are consistent with overall department and Township goals.

PERFORMANCE MEASURERS - Specific quantitative and qualitative indicators of work performed as an objective of a service group/division. Indicators in some instances may not have measurable results, nor be measured on a recurring basis, but success may be measured by the accomplishment of the goal and objective.

RESERVE - An account used to indicate that a portion of a fund's assets are legally restricted for a specific purpose and is, therefore, not available for general appropriation.

REVENUE or RESOURCES - Funds received as income, including taxes, charges and fees for specific services, subsidies from other governments, fines, forfeitures, grants, shared revenues and interest income.

REVENUE BOND: A municipal bond supported by the revenue from a specific project or operation, such as a toll bridge, highway, utility or local stadium.

RISK MANAGEMENT - An effort organized to protect assets against loss most economically.

STATE – Refers to the State of Michigan

STATE EQUALIZED VALUE (SEV) - The final assessed value after equalized by the State Tax Board. If the County Equalization considers the assessments to be relatively unequal, they will equalize the assessments by adding to or deducting from the valuation of the taxable property, resulting in final SEV.

TAX LEVY - Taxes imposed for the support of governmental activities.

TRANSFERS - Transfers are the authorized exchanges of cash or other resources between funds.

WORKING CAPITAL – Funds used from or contributed to unreserved and undesignated balances.