

**City of Two Rivers
Capital Projects Funds
2012 Budget**

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Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
INDUSTRIAL PARK DEVELOPMENT FUND								
REVENUES								
417-43620	OTHER STATE AID	0	0	0	0	0	0	0.0%
417-48100	INTEREST ON INVESTMENTS	0	0	0	0	0	0	0.0%
417-48200	RENT-CITY PROPERTY(BLDGS)	71,365	69,600	43,760	69,600	79,280	9,680	13.9%
417-48210	RENT- LAND/FARMLAND	2,825	8,550	2,383	8,550	10,260	1,710	20.0%
417-48300	SALE OF PROP & EQUIP	7,291	0	0	0	0	0	0.0%
417-48800	LOAN PRINCIPAL COLLECTED	0	0	0	0	0	0	0.0%
417-48810	LOAN INTEREST COLLECTED	0	0	0	0	0	0	0.0%
417-48900	OTHER REVENUES	3,010	0	0	0	0	0	0.0%
417-49110	PROCEEDS FROM DEBT	0	0	0	0	0	0	0.0%
417-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
	TOTAL	84,491	78,150	46,143	78,150	89,540	11,390	14.6%
EXPENSES								
417-56700-2210	ELECTRICITY	0	0	0	0	0	0	0.0%
417-56700-2900	OTHER SERVICES	37,079	5,000	41,048	42,000	20,000	15,000	300.0%
417-56700-2910	PRINTING/ADVERTISING	0	0	0	0	0	0	0.0%
417-56700-2950	DEBT ISSUANCE COSTS	0	0	0	0	0	0	0.0%
417-56700-3900	OTHER SUPPLIES	0	0	0	0	0	0	0.0%
417-56700-5950	TRANSFER TO GENERAL FUND	35,000	35,000	0	35,000	35,000	0	0.0%
417-56700-5960	TRANSFER TO OTHER FUNDS	2,074	2,074	2,074	2,074	7,072	4,998	241.0%
417-56700-6220	INTEREST EXPENSE ON ADVANCES	5,132	4,500	0	4,500	4,500	0	0.0%
417-56700-8150	CO-MACHINERY/EQUIPMENT	0	0	0	0	0	0	0.0%
417-56700-8170	CO - OTHER IMPROVEMENTS	0	0	0	0	5,000	5,000	100.0%
	TOTAL	79,285	46,574	43,122	83,574	71,572	24,998	53.7%
	NET INCOME(LOSS):	5,207	31,576	3,022	(5,424)	17,968	-13,608	-43.1%
	Fund Balance - January 1	(191,263)	(186,056)	(186,056)	(186,056)	(191,480)		
	Fund Balance - December 31	(186,056)	(154,480)	(183,035)	(191,480)	(173,512)		

Fund 417, the Industrial Park Development capital fund, accounts for transactions associated with the City's industrial parks and the two City-owned business incubator buildings on Wentker Court (20,000 SF currently rented to GT Machine and 5,000 SF rented to Flavor Hut), and other development-related activities.

2011 revenues of \$78,150 include rental payments from the two current tenants at Wentker Court, totaling \$69,600 (\$4,800 per month for 1429A Wentker, leased to GT Machine, \$1,000 per month for 1429B Wentker, leased to Flavor Hut), and farmland rental received for undeveloped land at the Woodland Industrial Park, at \$8,550. Both tenants at Wentker Court have leases that run through May 2014.

2012 rental income will increase by about 14 percent, reflecting rent increases for the various tenants: \$79,280 for the Wentker Court buildings (rent increases to \$5,760 for 1429A, \$1,250 for 1429B, each effective May 1, 2012), and \$10,260 (increase to \$60 per acre) for the farmland rental.

On the expenditure side of the budget, there is a \$5,000 allowance for capital improvements, which will likely be used for flooring work in the office area at 1429A Wentker. Recent improvement to the incubator buildings included re-roofing the 1429A building in 2009, concrete work at the "A" building and furnace replacement at the "B" building in 2010.

A \$35,000 transfer to the General Fund is also budgeted, to help offset costs of the City's Economic Development budget.

This fund has had a deficit balance since it was used for the purchase of a 60-acre tract on Woodland Drive in 2003, for future industrial park expansion. Following payment of the third installment on that purchase in 2005, that deficit hit \$286,000. Since that time, the fund has been gradually working off the deficit, with revenues (primarily from building rental) exceeding expenses for the past several years. At the end of 2009, the deficit stood at \$191,263.

This fund has also covered legal costs related to Economic Development activities in recent years, including the Weston Machine litigation, Drossart litigation, and the City's litigation with DNR regarding the Ordinary High Water Mark (OHWM) on Lake Michigan. Such legal fees will amount to about \$42,000 in 2011; \$20,000 is budgeted for 2012, anticipating a conclusion that the OHWM issue. To the extent any compensation to the City results from such litigation, those monies have been returned to Fund 417.

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
CITY LANDFILL FUND								
REVENUES								
	OTHER REVENUES	119,415	150,000	85,894	148,000	178,000	28,000	18.7%
	PROCEEDS FROM DEBT	0	0	0	0	0	0	0.0%
419-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
	TOTAL	119,415	150,000	85,894	148,000	178,000	28,000	18.7%
EXPENSES								
419-53600-2210	ELECTRICITY	1,312	1,800	1,024	1,800	1,850	50	2.8%
419-53600-2240	SEWER EXPENSE	34,377	40,000	18,634	35,000	37,000	-3,000	-7.5%
419-53600-2900	OTHER SERVICES	14,850	12,000	6,686	12,000	12,000	0	0.0%
419-53600-2950	DEBT ISSUANCE COSTS	0	0	0	0	0	0	0.0%
419-53600-3900	OTHER SUPPLIES	579	600	572	850	900	300	50.0%
419-53600-5950	TRANSFER TO DEBT SERVICE	66,867	83,639	83,639	83,639	85,000	1,361	1.6%
419-53600-8170	CO - OTHER IMPROVEMENTS	0	0	922	1,000	1,000	1,000	100.0%
	TOTAL	117,984	138,039	111,477	134,289	137,750	-289	-0.2%
	NET INCOME(LOSS):	1,430	11,961	(25,583)	13,711	40,250	28,289	236.5%
	Fund Balance - January 1	(49,362)	(47,932)	(47,932)	(47,932)	(34,221)		
	Fund Balance - December 31	(47,932)	(35,971)	(73,514)	(34,221)	6,029		

Fund 419 accounts for post-closure maintenance activities at the City's former landfill facilities, located on property between Riverview Drive and STH 42, in the northeast corner of Two Rivers. The landfills were located on private property leased by the City, and were operated by the City from the 1960's to 1980. The old landfill cells occupy approximately 40 acres total.

Following the closure of the landfills in 1980, the City was required, under a DNR-approved closure plan, to perform quarterly monitoring of 12 groundwater test wells located around the perimeter of the landfill cells, as well as on nearby domestic water wells. Passive gas venting systems were installed in 1975 at the South Landfill and in 1984 at the North Landfill. In the early 1990's, after the discovery of methane gas in the basement excavation of a home being constructed on Golfview Drive, the City was required to construct a landfill gas barrier wall and venting trench along the south side of the South Landfill, to restrict methane gas from migrating to nearby homes.

Following the City's undertaking of a methane study on property on the west side of Riverview Drive in 2002, the DNR re-examined the original closure plan for these landfills, and required the City to develop amended post-closure plans, which were more extensive and now included:

- Installation of new monitoring wells
- More extensive (and expensive) testing of water from those monitoring wells and nearby private wells
- Installation of additional methane venting facilities
- Installation of leachate collection systems on both the east and west sides of the landfill area (connecting to sanitary sewers on Eggers Drive and on Riverview Drive).

The City spent about \$800,000 during the period 2002-08 for engineering work and capital improvements needed to comply with the new post-closure plan. The "leachate collection system adjacent to Riverview Drive was activated in 2008, completing the improvements required by DNR.

These improvements were financed with 10-year notes, which are now being repaid from this fund. Accordingly, this budget includes an annual transfer to the Debt Service Fund. At \$85,000, this transfer is up slightly from 2011. Staff recommends a "leveling" of debt service payments over the next several years, to allow for a consistent transfer to the Debt Service Fund. Remaining payments are as follows:

Year	Debt Service Requirement	Debt Transfer Recommended
2012	66,819	85,000
2013	99,822	85,000
2014	99,655	85,000
2015	100,645	85,000
2016	46,183	72,944
2017	46,629	46,629
TOTAL	459,573	459,573

Other major expenditures from this fund are electricity and sewer charges associated with operation of the leachate collection system, and laboratory and consulting fees associated with ongoing groundwater monitoring.

The revenue source for post-closure management of the old landfills is the City's monthly environmental fee. \$2.50 of the current \$5.00 monthly fee is transferred to this fund, generating annual revenues of about \$150,000. (History: Environmental fee in support of this fund was \$.50 in 2005, \$1.00 in 2006, \$1.50 in 2007, and \$2.00 in 2010, \$2.50 in 2011) The 2012 Budget proposes increasing this fee by another \$1.00, to \$6.00, with \$3.00 to be allocated to Landfill Capital Fund.

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
STORMWATER POND MAINTENANCE FUND								
REVENUES								
420-48900	MISCELLANEOUS REVENUE	0	0	0	0	0	0	0.0%
420-49210	TRANSFER FROM GENERAL FUND	0	13,920	13,920	13,920	14,000	80	0.6%
	TOTAL	0	13,920	13,920	13,920	14,000	80	0.6%
EXPENSES								
420-53440-2900	OTHER SERVICES	0	0	0	0	0	0	0.0%
	TOTAL	0	0	0	0	0	0	0.0%
	NET INCOME(LOSS):	0	13,920	13,920	13,920	14,000	80	0.6%
	Fund Balance - January 1	0	0	0	0	13,920		
	Fund Balance - December 31	0	13,920	13,920	13,920	27,920		
<p>This fund was established in 2011, to begin accumulating funds for long-term maintenance of the City's new storm water management ponds. The budgeted amount is based on an estimate provided by the City's consulting engineers at McMahon Associates. The major "long-term maintenance" cost anticipated by the City is the periodic removal and disposal of accumulated solids from the bottom of each pond.</p>								

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
STREET CONSTRUCTION FUND								
REVENUES								
451-43620	OTHER STATE AID State Safety Funding for Zlatnik & 22nd \$22,000 State \$'s through County for paving work \$22,000	22,000	0	0	0	44,000	44,000	100.0%
451-48100	INTEREST ON INVESTMENTS	0	0	0	0	0	0	0.0%
451-49110	PROCEEDS FROM DEBT	420,783	337,500	187,500	187,500	220,000	-117,500	-34.8%
451-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
	TOTAL	442,783	337,500	187,500	187,500	264,000	-73,500	-21.8%
EXPENDITURES								
451-53300-2900	OTHER SERVICES	0	0	0	0	0	0	0.0%
451-53300-2950	DEBT ISSUANCE COSTS	783	0	(9,269)	(9,269)	0	0	0.0%
451-53300-8700	ASPHALT RESURFACING - CURRENT 2012 22nd Street east of CTH O	153,041	0	0	0	120,000	120,000	100.0%
451-53300-8710	CONCRETE PVMT REPL-CURR 2011 Lake St. at \$150k; move to 2012 2012 flatwork repairs at \$65,000 2012 Reconstruct Zlatnik & 22nd Intersection	63,986	200,000	1,471	25,000	150,000 65,000 25,000	-200,000	-100.0%
451-53300-8720	CURB & GUTTER - CURRENT	14,924	0	0	0	20,000	20,000	100.0%
451-53300-8730	CONC PVMT - NEW - RECONST	0	0	0	0	0	0	0.0%
451-53300-8740	SIDEWALKS - NEW - CURRENT	0	0	0	0	0	0	0.0%
451-53300-8750	SIDEWALKS REPLACE - CUR	5,866	25,000	2,725	2,000	20,000	-5,000	-20.0%
451-53300-8760	GRADING & GRAVEL - Sandy Bay Phase 2	0	0	0	0	75,000	75,000	100.0%
451-53300-8770	CONCRETE PVMT NEW - CURR	0	150,000	0	0	0	-150,000	-100.0%
451-53300-8780	WISDOT PROJECTS 20 percent local share of design on STH 310	7,163	52,500	1,344	20,000	32,500	-20,000	-38.1%
451-53300-8790	NORTH AND EAST SIDE BIKE TRAILS Match for Federal CMAQ Grant	0	0	0	0	40,000	40,000	100.0%
	TOTAL	245,764	427,500	(3,729)	37,731	547,500	120,000	28.1%
	NET INCOME(LOSS):	197,019	(90,000)	191,229	149,769	(283,500)	-193,500	215.0%
	Fund Balance - January 1	(54,244)	142,775	142,775	142,775	292,544		
	Fund Balance - December 31	142,775	52,775	334,004	292,544	9,044		

The Street Construction Capital Fund includes activities related to: street paving and reconstruction (both local projects and the local share of WisDOT-led projects on state highways); sidewalk extensions, repair and replacement; pedestrian trails; and routine replacement of concrete panels (flatwork), curb, gutter and sidewalk ramps on city streets. Work is done by both outside contractors and (to the extent feasible) with City crews and equipment.

2011 borrowing for such projects was less than budgeted, due to a decision to defer borrowing for the next phase of the Sandy Bay Highlands Subdivision. This issue should be addressed during 2012. \$75,000 is shown for beginning work on the next phase of this development, with grading and graveling.

In 2011, there was limited activity in this account. The City reconstructed a full block of 25th Street on the east side, but that work was funded through TIF District No. 7. Two other projects were scheduled for construction, but deferred to 2012: Lake Street east of Memorial Drive (delayed due to uncertainty over McDonald's renovation/rebuilding plans) and the 22nd/Zlatnik intersection (due to delays in plan approval by both DOT and DNR).

For 2012, the budget anticipates spending:

- \$120,000 on an asphalt overlay of 22nd Street, from CTH O to Zlatnik Dr.;
- \$150,000 on the rebuilding of Lake Street (deferred from 2010-11);
- \$65,000 on flatwork repairs;
- \$25,000 on the Zlatnik/22nd intersection;
- \$20,000 on curb and gutter replacement;
- \$20,000 on sidewalk replacement;
- \$75,000 (possibly) on Sandy Bay Highlands street extension;
- \$32,500 on the local share of design costs for a 2014 State project on STH 310 (Hawthorne and 14th Streets); and
- \$40,000 on the \$1.8 million project to build bike trails to the high school from the east and north sides (fundraising underway for the balance of the 20 percent match of almost \$300,000).

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
BRIDGE CONSTRUCTION FUND								
REVENUES								
452-43620	OTHER STATE AID	0	0	0	0	0	0	0.0%
452-49110	PROCEEDS FROM DEBT	50,093	2,800,000	2,837,072	2,837,072	0	-2,800,000	-100.0%
452-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
452-49223	TRANS FROM OTHER FUNDS	0	0	0	0	0	0	0.0%
	TOTAL	50,093	2,800,000	2,837,072	2,837,072	0	-2,800,000	-100.0%
EXPENSES								
452-53300-2950	DEBT ISSUANCE COSTS	93	0	33,200	33,200	0	0	0.0%
452-53300-8130	CO - CONSTRUCTION	0	500,000	0	0	0	-500,000	-100.0%
452-53300-8170	CO - OTHER IMPROVEMENTS	0	0	0	0	0	0	0.0%
452-53300-9980	22ND STREET BRIDGE	0	0	0	0	0	0	0.0%
452-53300-9981	MADISON STREET BRIDGE	0	0	0	0	0	0	0.0%
452-53300-9982	17TH STREET BRIDGE--Design and easements	72,065	135,000	314,978	320,000	0	1,365,000	1011.1%
	17TH STREET BRIDGE--Construction cost est. (local share per current contract cost is \$2.8mm)					1,500,000		
	TOTAL	72,158	635,000	348,178	353,200	1,500,000	865,000	136.2%
	NET INCOME(LOSS):	(22,065)	2,165,000	2,488,894	2,483,872	(1,500,000)	-3,665,000	-169.3%
	Fund Balance - January 1	226,991	204,926	204,926	204,926	2,688,798		
	Fund Balance - December 31	204,926	2,369,926	2,693,820	2,688,798	1,188,798		

Fund 452 accounts for capital investment in bridges.

Reconstruction of the STH 310/Madison Street bridge (a WisDOT project) was completed in 2008. The City was required to contribute to design and ROW acquisition costs for this project, construction was 100 % State-funded.

The major project being financed through this fund in 2012 is the 17th Street lift bridge reconstruction.

Design work on this project was completed in mid-2011; local share was \$400,000 (20 percent) of \$2,000,000. Those funds were borrowed in prior years.

Local cost for construction is \$2.8 million, or 20 percent of an estimated \$14 million construction cost. Federal and State funds will cover \$11.2 million in construction costs, with \$7.2 million coming from an earmark in the 2006 Federal highway Bill and \$4 million from WisDOT's Local Bridge Program.

The City borrowed \$2.8 million in June 2011, in the form of short-term notes, which will need to be refinanced by early 2014 with long-term debt (20-year bonds). The 2011 borrowing is reflected in the 2011 revenue figures shown above; the City also borrowed \$188,000 to cover the interest charges on this interim borrowing.

To the extent that any additional costs are incurred in the construction of the bridge project, the City will need to adjust the amount of its final, long-term borrowing for this project. Work on the bridge replacement project began in late September 2011; project completion is scheduled for mid-2013. Project contractor is Lunda Construction Company of Black River Falls.

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
STORM SEWER CONSTRUCTION FUND								
REVENUES								
453-43620	OTHER STATE AID	1,397	50,000	0	0	0	-50,000	-100.0%
453-49110	PROCEEDS FROM DEBT	(1,397)	125,000	125,000	125,000	125,000	0	0.0%
453-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
453-49240	APPLIED FUNDS	0	0	0	0	0	0	0.0%
	TOTAL	0	175,000	125,000	125,000	125,000	-50,000	-28.6%
EXPENSES								
453-53300-2900	OTHER SERVICES	8,867	75,000	2,000	20,000	0	-75,000	-100.0%
453-53300-2950	DEBT ISSUANCE COSTS	9,500	0	0	0	0	0	0.0%
453-53300-5970	TRANSFER TO OTHER FUNDS	0	0	0	0	0	0	0.0%
453-53300-8110	CONCRETE PAVING 94	0	0	0	0	0	0	0.0%
453-53300-8300	CLEANING & TELE - PRIOR	0	0	0	0	0	0	0.0%
453-53300-8310	MANHOLE REPAIR - PRIOR	0	0	0	0	0	0	0.0%
453-53300-8320	CATCH BASIN REPAIR-PRIOR	0	0	0	0	0	0	0.0%
453-53300-8330	STORM SEWER - PRIOR	0	0	0	0	0	0	0.0%
453-53300-8340	STORM SEWER - CURRENT	28,547	50,000	0	0	50,000	0	0.0%
453-53300-8350	MANHOLE REPAIR - CURRENT	2,123	20,000	0	0	20,000	0	0.0%
453-53300-8360	CATCH BASIN REPR - CURR	0	25,000	0	0	25,000	0	0.0%
453-53300-8370	CLEAN & TLVISNG - CURRENT	11,447	30,000	18,983	30,000	30,000	0	0.0%
453-53300-8380	STAGE 1 COMPLIANCE ACTIVITIES--Sweeper (plus \$100k from Fund 457)	243,981	250,000	(3,063)	0	150,000	-100,000	-40.0%
	TOTAL	304,467	450,000	17,920	50,000	275,000	-175,000	-38.9%
	NET INCOME(LOSS):	(304,467)	(275,000)	107,080	75,000	(150,000)	125,000	-45.5%
	Fund Balance - January 1	414,631	110,164	110,164	110,164	185,164		
	Fund Balance - December 31	110,164	(164,836)	217,244	185,164	35,164		

Fund 453 accounts for capital investment in the City's storm sewer collection and treatment system.

The annual budget for this fund routinely includes funding for video inspection of the City's storm sewers (\$30,000), along with funding for storm sewer repairs (\$50,000), and rebuilding/repair of manholes (\$20,000) and catch basins(\$25,000).

In 2010-11, the City completed construction of four new storm water management ponds, with funding assistance from both WI DNR capital grants and Federal Stimulus Funds (ARRA); those projects totalled just over \$3.4 million. Grant funding paid for \$1.9 million; City borrowing through DNR's Clean Water Fund (20 years at 3.15 percent) paid for the balance of the projects. Those projects are being accounted for through separate, project-specific funds, and are pending close-out with the DNR.

The 2011 Budget anticipated the possible purchase of a vacuum sweeper from this fund, at a cost of \$250,000. that purchase did not occur, and the City is evaluating its street sweeping options as we move into 2012. The possible use of \$150,000 in carryover funds for a street sweeper purchase is reflected in the 2012 budget.

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
PARK & CEMETERY CAPITAL PROJECTS FUND								
REVENUES								
454-43580	GRANT PROCEEDS	0	0	0	0	0	0	0.0%
454-48300	SALE OF PROPERTY	22,000	0	0	0	0	0	0.0%
454-48440	INSURANCE CLAIMS	0	0	0	0	0	0	0.0%
454-48500	DONATIONS	2,923	5,000	1,245	3,600	0	-5,000	-100.0%
454-48501	WEST FOUNDATION CONTRIBUTION	0	0	0	0	0	0	0.0%
454-49110	PROCEEDS FROM DEBT	43,080	115,000	115,000	115,000	144,000	29,000	25.2%
454-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
454-49223	TRANS FROM OTHER FUNDS	0	0	0	0	0	0	0.0%
	TOTAL	68,003	120,000	116,245	118,600	144,000	24,000	20.0%
EXPENSES								
454-55400-2900	OTHER SERVICES	368	0	0	0	0	0	0.0%
454-55400-2950	DEBT ISSUANCE COSTS	80	0	(3,206)	(3,206)	0	0	0.0%
454-55400-5970	TRANSFER TO OTHER FUNDS	0	0	0	0	0	0	0.0%
454-55400-8150	CO-MACHINERY/EQUIPMENT (2011 leaf vacuum) (2012 large rounds mower replacement)	15,200	25,000	0	20,456	59,000	34,000	136.0%
454-55400-8160	CO - VEHICLES	34,048	0	0	0	0	0	0.0%
454-55400-8680	MEMORIAL DRIVE BIKE TRAIL	6,565	3,000	0	0	3,000	0	0.0%
454-55400-8690	POINT BEACH BIKE TRAIL	0	2,000	0	2,000	2,000	0	0.0%
454-55400-8780	SIGNAGE	0	0	0	0	0	0	0.0%
454-55400-8790	MEMORIAL DRIVE IMPROVEMEN	0	0	0	0	0	0	0.0%
454-55400-8791	MEMORIAL DRIVE LANDSCAPING	0	0	0	0	0	0	0.0%
454-55400-8820	PARK IMPROVMNTS - PRIOR	0	0	0	0	0	0	0.0%
454-55400-8830	PARK IMPROVMNTS - CURRENT	22,000	0	0	0	15,000	15,000	100.0%
	2012- routine playground work (\$10,000); plans for Vets fish cleaning station (\$5,000)						0	0.0%
454-55400-8840	FIELD RENOVATION	0	0	0	0	20,000	20,000	100.0%
454-55400-8850	COMMUNITY HOUSE IMPROVMTS	20,329	0	0	0	0	0	0.0%
454-55400-8860	TENNIS CTS/PLAYGROUND EQ	0	50,000	19,828	49,828	0	-50,000	-100.0%
454-55400-8870	SENIOR CENTER HVAC IMPROV	0	0	0	0	0	0	0.0%
454-55400-8880	CENTRAL PARK IMPROVEMENTS	0	0	0	0	0	0	0.0%
454-55400-8890	TAYLOR PARK IMPROVEMENTS	5,625	5,000	5,000	0	0	-5,000	-100.0%
454-55400-8950	CEMETERY DEVEL - CURRENT	0	0	0	0	0	0	0.0%
454-55400-8960	CEMETERY DEVELPMT - PRIOR	0	0	0	0	0	0	0.0%
454-55400-8970	CEMETERY REPAIRS	0	0	0	0	0	0	0.0%
454-55400-8980	WASHINGTON PARK IMPROVEME	15,896	10,000	1,647	0	0	-10,000	-100.0%
454-55400-8990	NESHOTAH PARK IMPROVEMENT (2012 - finalize beach lot lake edge project)	0	50,000	17,845	50,000	50,000	0	0.0%
	TOTAL	120,111	145,000	41,114	119,078	149,000	4,000	2.8%
	NET INCOME(LOSS):	(52,109)	(25,000)	75,131	(478)	(5,000)	20,000	-80.0%
	Fund Balance - January 1	79,302	27,194	27,194	27,194	26,716		
	Fund Balance - December 31	27,194	2,194	102,324	26,716	21,716		

Projects included in the 2011 Budget for Parks and Cemetery capital projects were:

- Replacement of a leaf vacuum, at \$25,000 (awaiting delivery as of November 2011); actual cost \$20,456
- "As needed" work on the bike trails; budget reflects new graveling work on City section of Rawley Point Trail, planned as a Fall/Winter project, at \$2,000
- Repairing and resealing the Washington Park and L.B. Clarke tennis courts, at \$50,000; actual cost \$49,828
- Work at Neshotah Park by City crews, repairing parking lot edges and installing new sidewalk and related drainage improvements; \$50,000 budget was fully expended on "Phase 1" work in 2011

Projects budgeted for 2012 include:

- Replacement of large, tractor-type mowers used in the parks and cemetery, at \$59,000
- "As needed" work on the bike trails, totalling \$5,000
- Playground equipment repair/replacement, at \$10,000
- Design work for upgrading the City's fish cleaning station at the Vets Park boat ramp, \$5,000 (\$80,000 project planned for 2013)
- \$20,000 for athletic field renovations
- \$50,000 to complete the parking lots/sidewalk/drainage project at Neshotah Beach

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
FIRE EQUIPMENT FUND					90,900			
REVENUES								
455-43200	FEDERAL GRANTS	0	0	0	0	0	0	0.0%
455-43580	GRANT PROCEEDS	0	0	25,338	82,519	8,381	8,381	100.0%
455-48100	INTEREST ON INVESTMENTS	0	0	0	0	0	0	0.0%
455-48300	SALE OF PROPERTY/EQUIPMENT	0	0	0	0	0	0	0.0%
455-48440	INSURANCE PROCEEDS	0	0	0	0	0	0	0.0%
455-48500	DONATIONS	10,018	0	6,771	6,771	0	0	0.0%
455-48510	EMS FUNDING ASST PROGRAM	0	0	0	0	0	0	0.0%
455-49110	PROCEEDS FROM DEBT	13,024	74,000	24,000	24,000	24,000	-50,000	-67.6%
455-49210	TRANSFER FROM OTHER FUND	0	9,000	9,000	13,545	0	-9,000	-100.0%
	TOTAL	23,042	83,000	65,109	126,835	32,381	-50,619	-61.0%
EXPENSES								
455-52200-2410	MAINTENANCE EQUIPMENT/VEH	0	0	0	0	0	0	0.0%
455-52200-2900	OTHER SERVICES	0	0	0	0	0	0	0.0%
455-52200-2950	DEBT ISSUANCE COSTS	24	0	(669)	(669)	0	0	0.0%
455-52200-3900	OTHER SUPPLIES	2,308	0	3,693	5,000	0	0	0.0%
455-52200-5970	TRANSFER TO OTHER FUNDS	0	0	0	0	0	0	0.0%
455-52200-8140	CO-BUILDING	8,377	0	0	0	0	0	0.0%
455-52200-8150	CO-MACHINERY/EQUIPMENT	11,479	83,000	0	82,519	12,926	-70,074	-84.4%
	Turnout Gear, Helmet and Hose Funded through Grant Radio Funded through \$24,000 borrowing and \$9,000 transfer from EMS Capital Fund				33,000			
455-52200-8160	CO - VEHICLES--replace 1996 Intrepid w/small SUV	7,033	0	0	0	24,000	24,000	100.0%
455-52200-8170	CO - OTHER IMPROVEMENTS	0	0	0	0	0	0	0.0%
455-52200-8180	VEHICLES - PRIOR	0	0	0	0	0	0	0.0%
	TOTAL	29,221	83,000	3,024	119,850	36,926	-46,074	-55.5%
	NET INCOME(LOSS):	(6,179)	0	62,086	6,985	(4,545)	-4,545	100.0%
	Fund Balance - January 1	45,300	39,121	39,121	39,121	46,106		
	Fund Balance - December 31	39,121	39,121	101,207	46,106	41,561		

The Fire Equipment Capital Fund in 2011 provided financing for:

- Replacement of firefighter turnout gear, helmets and fire hose, at a cost of \$82,519, covered by a Federal Assistance to Firefighters grant (remainder of \$90,900 grant to be received and expended in 2012, along with 5% local match of \$4,545, funded with a transfer from the EMS Special Revenue Fund) When the 2011 Budget was adopted, the grant had not yet been awarded, so the budget reflected borrowing \$50,000 for turnout gear, plus \$33,000 for a new base radio (described below)
- Replacement of the Fire Department's base radio, at a cost of \$33,000; funded with \$24,000 in 10-year debt and a \$9,000 transfer from the EMS Special Revenue Fund

The 2012 Budget reflects:

- Expending the remaining \$12,926 on the grant-assisted project (funded with remainder of grant plus \$4,545 local match)
- Replacement of the department's 1996 Dodge Intrepid staff vehicle with an SUV-type vehicle, funded through 10-year debt

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
PUBLIC WORKS EQUIP FUND								
REVENUES								
457-43620	OTHER STATE AID	0	0	0	0	0	0	0.0%
457-48210	PW SMALL TOOLS CHARGE	8,483	10,000	5,018	8,000	8,000	-2,000	-20.0%
457-48440	INSURANCE CLAIMS	0	0	120,163	120,613	0	0	0.0%
457-49110	PROCEEDS FROM DEBT	0	275,500	275,500	275,500	470,000	194,500	70.6%
457-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
457-49223	TRANS FROM OTHER FUNDS	0	0	0	0	0	0	0.0%
457-49240	APPLIED FUNDS	0	0	0	0	0	0	0.0%
	TOTAL	8,483	285,500	400,681	404,113	478,000	192,500	67.4%
EXPENSES								
457-53300-2950	DEBT ISSUANCE COSTS	0	0	(7,680)	(7,680)	0	0	0.0%
457-53300-8100	CAPITAL EQUIPMENT	0				0	0	0.0%
	2011 Replace 2000 Holder		120,000	70,657	114,000			
	Replace Leaf Vacuum		25,000	0	20,456			
	2012 Replace 1989 Snow Blower					120,000	120,000	100.0%
	Replace Street Sweeper (plus \$150k from Fund 453)					100,000		
457-53300-8130	CO - CONSTRUCTION	0	0	0	0	0	0	0.0%
457-53300-8160	CO - VEHICLES	0	78,000	0	58,000	220,000	142,000	182.1%
	2012 - replace 30 and 39 dump truck with plow and wing, \$110,000 each						0	0.0%
457-53300-8170	BUILDING/GROUNDS MAINT.	0	77,500	0	73,000	40,000	-37,500	-48.4%
	(2012 - replace air exchangers, yard paving and fence repairs)					0	0	0.0%
457-53300-8180	VEHICLES - PRIOR	0	0	0	0	0	0	0.0%
457-53300-8450	CAD - PRIOR	0	0	0	0	0	0	0.0%
457-53300-8460	CAD - CURRENT	0	0	0	0	0	0	0.0%
	TOTAL	0	300,500	62,978	257,776	480,000	179,500	59.7%
	NET INCOME(LOSS):	8,483	(15,000)	337,703	146,337	(2,000)	13,000	-86.7%
	Fund Balance - January 1	(143,954)	(135,471)	(135,471)	(135,471)	10,866		
	Fund Balance - December 31	(135,471)	(150,471)	202,233	10,866	8,866		

The Public Works Equipment Capital Fund provides funding for routine replacement of Public works vehicles and equipment, as well as major repair/replacement projects at the Public Works garage on Lake Street.

For 2011, the City issued 10-year debt, totaling \$275,500, to fund the following projects:

\$77,500 for work at the Public Works Shop/Garage (Expenditures shown occurring in 2011; some will carry over to 2012):

	Budgeted	Actual/Projected
--Door replacement	\$ 1,500	\$ 1,600
--Furnace replacement	10,000	--
--Shop hoist replacement	25,000	50,000
--Roof repair/replacement	35,000	20,000
--Window replacement	6,000	3,000
Total	\$77,500	\$ 74,600

\$120,000 for replacement of the DPW's 2000 Holder multi-purpose tractor and attachments--these funds were not expended, as as the Holder was destroyed in a traffic accident in March 2011, and the City's insurance paid replacement cost for a new unit (proceeds were actually used, with ins. co. approval, to purchase two "Tool Cats" to replace the Holder). These funds are carried over into 2012.

\$78,000 for replacement of three small trucks, including:

- #53, 1998 GMC pickup w/plow 25,000
- #55, 1995 GMC pickup w/plow 25,000
- #54, 1996 Chev flatbed truck 28,000

Units 55 and 57 are being replaced, at an estimated cost of \$58,000; replacement of #53 is being further deferred

In addition, the budget anticipated the purchase of a leaf vacuum deferred from 2009. That unit is on-order, at a cost of \$20,456.

For 2011, this budget anticipates the issuance of \$480,000 in new, 10-year debt, to fund:

- Replacement of a 1989 snow-blower (one of two large snowblowers in the fleet), at a cost of \$120,000
- \$100,000 toward the purchase of a replacement street sweeper (to be combined with \$150,000 in carryover funds in Fund 453, Storm Water Capital)
- Work at the DPW shops: \$20,000 for replacement air exchangers, \$20,000 for yard paving and fence repairs
- Replacement of two 1996 dump trucks with plows and wings, at a cost of \$220,000

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
CITY HALL EQUIP FUND								
REVENUES								
459-43580	GRANT PROCEEDS	36,000	0	0	0	0	0	0.0%
459-48100	INTEREST INCOME	0	0	0	0	0	0	0.0%
459-48440	INSURANCE CLAIMS	25,761	0	0	0	0	0	0.0%
459-48500	DONATIONS	0	0	0	0	0	0	0.0%
459-49110	PROCEEDS FROM DEBT	0	55,000	55,000	55,000	75,000	20,000	36.4%
459-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
	TOTAL	61,761	55,000	55,000	55,000	75,000	20,000	36.4%
EXPENSES								
459-51600-2900	OTHER SERVICES-MASTER PLAN	0	0	0	0	0		
459-51600-2950	DEBT ISSUANCE COSTS	0	0	(1,533)	(1,533)	0	0	0.0%
459-51600-3900	OTHER SUPPLIES	31,730	0	0	0	0	0	0.0%
459-51600-8150	CO-MACHINERY/EQUIPMENT	8,146					-55,000	-100.0%
	2011 Replace Boilers and Water Heaters		55,000	11,242	74,000			
	2012 Chiller Replacement (1 of 2 units)					25,000		
	2012 Replace voting machines, 5 at \$7,000 each					35,000		
459-51600-8170	CO - OTHER IMPROVEMENTS	0					-35,000	-100.0%
	2011 Re-paint exterior, west elevation		35,000	0	32,000			
	2012 Exterior painting, carpeting					15,000		
	TOTAL	39,876	90,000	9,709	104,467	75,000	-15,000	-16.7%
	NET INCOME(LOSS):	21,885	(35,000)	45,291	(49,467)	0	35,000	-100.0%
	Fund Balance - January 1	30,364	52,249	52,249	52,249	2,782		
	Fund Balance - December 31	52,249	17,249	97,541	2,782	2,782		

Fund 459 provides resources for capital projects at City Hall. Two Rivers' historic City Hall, constructed in 1907, was fully renovated in 1992-93. The quality of the renovation and great work by the building's maintenance staff have kept the building looking good, even 16 years after the renovation was completed. Staying on top of the building's maintenance needs protects the taxpayers' investment.

Major projects completed in 2011 have been installation of new boilers and water heaters. Budgeted at \$55,000, this project, along with engineering services and related mechanical work, ultimately cost \$74,000. The metal trim on the west elevation of the building was also stripped, repaired, and re-painted. Budgeted at \$35,000, this project was completed for \$32,000.

Projects proposed for 2012, to be financed with 10-year borrowing, include replacement of one of the building's two chiller units, replacement of voting machines for the Clerk's Office, and \$15,000 for miscellaneous work on the building, to include additional exterior trim repair and painting, and possible carpet replacement. Staff is also working to replace the seat pads and backs on the audience chairs in the Council Chambers, if replacements can be obtained.

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
MGMT INFORMATION FUND								
REVENUES								
460-48900	OTHER REVENUES	0	0	0	0	0	0	0.0%
460-49110	PROCEEDS FROM DEBT	0	0	0	0	0	0	0.0%
460-49210	TRANSFER FROM GEN FUND	0	0	0	0	0	0	0.0%
460-49223	TRANS FROM OTHER FUNDS	17,200	20,000	20,000	20,000	18,000	-2,000	-10.0%
	TOTAL	17,200	20,000	20,000	20,000	18,000	-2,000	-10.0%
EXPENSES								
460-51900-8100	I/S EQUIPMENT UPGRADE--8 PC replacements at \$750	10,933	20,000	9,379	20,000	6,000	-14,000	-70.0%
460-51900-8110	I/S SERVER REPLACEMENT	0	0	0	0	12,000	12,000	100.0%
460-51900-8120	I/S PC REPLACEMENT	0	0	0	0	0	0	0.0%
460-51900-8121	I/S PC SYSTEM MAINTENANCE	0	0	0	0	0	0	0.0%
460-51900-8190	CO-OFFICE EQUIPMENT	0	0	0	0	0	0	0.0%
460-51900-8900	ROW ACQUISITION	0	0	0	0	0	0	0.0%
460-51900-8910	FIRE DEPARTMENT SYS	0	0	0	0	0	0	0.0%
460-51900-8920	HWY ADMIN SYSTEMS	0	0	0	0	0	0	0.0%
460-51900-8930	VEHICLE MAINT SYSTEM	0	0	0	0	0	0	0.0%
460-51900-8940	SYSTEM IMP - PRIOR	333	0	15,236	15,236	0	0	0.0%
	TOTAL	11,266	20,000	24,615	35,236	18,000	-2,000	-10.0%
	NET INCOME(LOSS):	5,934	0	(4,615)	(15,236)	0	0	0.0%
	Fund Balance - January 1	20,985	26,919	26,919	26,919	11,683		
	Fund Balance - December 31	26,919	26,919	22,304	11,683	11,683		
<p>The IS Capital Fund provides resources for routine replacement of PC's, servers and other components of the City's IS network. While replacement needs vary from year to year, this \$25,000 per year "maintenance of effort" is critical to keeping the City's Information System--a network of 80 work stations--updated and meeting the needs of its internal customers throughout City Government.</p> <p>This capital investment is funded with transfers from the various operating budgets of the General Fund and the utilities.</p> <p>Estimated 2010 IS Capital Outlay: \$18,000 for server replacements and routine PC replacements.</p>								

Account Number	Account Title	2010 Actual	2011 Budget	2011 Year To Date 08.31.2011	2011 Projected	2012 Budget	Change from prior budget	% change from prior budget
ST LUKE CONVENT RESTORATION AND MAINTENANCE FUND								
REVENUES								
462-43580	GRANT PROCEEDS	0	0	0			0	0.0%
	TOTAL	0	0	0	0	0	0	0.0%
EXPENSES								
462-56700-2900	OTHER SERVICES	0	0	0			0	0.0%
462-56700-3900	OTHER SUPPLIES	0	0	0			0	0.0%
462-56700-8170	CO - OTHER IMPROVEMENTS	0	2,000	0		2,000	0	0.0%
	TOTAL	0	2,000	0	0	2,000	0	0.0%
	NET INCOME(LOSS):	0	(2,000)	0	0	(2,000)	0	0.0%
	Fund Balance - January 1	7,202	7,202	7,202	7,202	7,202		
	Fund Balance - December 31	7,202	5,202	7,202	7,202	5,202		
<p>When MetroPlains Development purchased the former St. Lukes School property in 2000 for redevelopment as Marquette Manor senior housing, the company also acquired the adjacent St. Lukes convent property, which was already being used by the TR Historical Society for a museum. MetroPlains proceeded to donate the building (while retaining ownership of the land underneath it) to the City, along with a \$25,000 grant to assist with maintenance of the property. Those funds have since been used to fund repainting the interior and exterior of the building, reconstructing the front porch, and replacing the boiler. A balance of just over \$7,000 remains.</p> <p>There have been no expenditures from this fund since 2008, and none is expected over the balance of 2011. \$2,000 is budgeted for repair/maintenance issues that may arise in 2012</p> <p>The Historical Society continues to occupy this building "rent free" under a lease agreement with the City, and pays for all routine operating expenses like utilities and insurance. There has been some discussion over the past several years about the City possibly deeding the building to the Historical Society, but the City Manager has advised--and continues to advise--that the City hold onto the building, to keep open the option of possibly removing the building to increase off-street parking in this area. With the 2010 bank foreclosure on the Marquette Manor housing development, it is especially important that the City "keep its options open" with regard to the future of this property. At this time, the property continues to be owned by an affiliate of US Bank.</p>								