

**APPROVED MINUTES  
ALGER COUNTY ROAD COMMISSION  
BUDGET HEARING  
Alger County Road Commission Office  
December 18, 2023  
3:00 P.M.**

Pursuant to resolution, the 2024 Budget Hearing of the Alger County Road Commission was held at the Munising Board Room. The meeting was called to order by Chair Marci Taskey with the following members present: John Hermann, Marci Taskey & Pete Heyrman. Absent: none.

Also present: Engineer/Manager Bob Lindbeck and Finance Director Daniel Rushford, Shane Bugg, Charles Custard, Dan Carlson and James Gariepy.

**APPROVAL/CHANGES AGENDA**

A motion was made by John Hermann to approve the agenda as is. Supported by Pete Heyrman. Ayes: John Hermann, Pete Heyrman, & Marci Taskey. Nays: None.

**PUBLIC COMMENT ON THE BUDGET**

None.

**OLD BUSINESS**

None.

**NEW BUSINESS**

**APPROVAL OF THE 2024 BUDGET**

PROPOSED REVENUE FOR THE 2024 BUDGET

	ACTUAL 2021	ACTUAL 2022	ESTIMATED 2023	PROPOSED 2024
<b><u>MI TRANSPORTATION FUNDS</u></b>				
Engineering	10,000.00	10,000.00	10,000.00	10,000.00
Primary Roads	2,381,174.00	2,446,648.00	2,490,300.00	2,547,630.00
Local Roads	1,046,641.00	1,060,906.00	1,080,200.00	1,109,659.00
MI General Fund	0.00	0.00	0.00	0.00
Snow Funds	476,617.00	514,341.00	539,314.00	539,000.00
<b>Total MI Transp. Funds</b>	<b>3,914,432.00</b>	<b>4,031,895.00</b>	<b>4,119,814.00</b>	<b>4,206,289.00</b>
<b><u>SPECIAL STATE FUNDS</u></b>				
Forest Rd. ("E") - TEDF	187,390.00	171,697.00	172,194.00	172,194.00
State PRIP	0.00	0.00	0.00	0.00
D Funds - TEDF	108,439.00	106,430.00	60,000.00	61,000.00
MI Bridge Bundle	0.00	0.00	0.00	1,421,968.00
State Buy-out	0.00	0.00	457,272.90	0.00
State Salt Shed	21,169.00	0.00	0.00	0.00
<b>Total Special State Funds</b>	<b>316,998.00</b>	<b>278,127.00</b>	<b>689,466.90</b>	<b>1,655,162.00</b>
<b><u>FEDERAL FUNDS</u></b>				
Federal Lands Access	320,072.00	0.00	0.00	806,000.00
Federal D	0.00	0.00	0.00	0.00
Fed. Forest Resource	0.00	0.00	0.00	288,000.00
STP Funds	341,418.00	691,326.00	0.00	500,600.00
US Fish & Wildlife	0.00	0.00	0.00	950,000.00
Federal Safety Funds	0.00	0.00	0.00	0.00
<b>Total Federal Funds</b>	<b>661,490.00</b>	<b>691,326.00</b>	<b>0.00</b>	<b>2,544,600.00</b>
<b><u>OTHER REVENUE SOURCES</u></b>				
State T/L Maint. Audit Adj.	0.00	0.00	0.00	0.00
State Trunkline Maint.	1,338,533.00	1,758,110.00	1,711,904.00	1,450,000.00
State Non-Maintenance	185,092.00	112,623.00	531,884.00	100,000.00
Other Contributions	20,042.00	13,071.00	13,500.00	13,000.00
Twp. Contributions	294,539.00	505,766.00	436,263.00	394,088.00
Interest Income	3,461.00	6,692.00	35,600.00	22,000.00
Salvage Sales	9,089.30	7,082.00	4,757.00	7,300.00
Timber Sales	36,281.75	0.00	0.00	0.00
Royalties	87,273.00	77,319.00	80,600.00	59,000.00
Permit Fees	7,450.00	4,730.00	3,650.00	3,700.00
<b>Total Other Revenue Sources</b>	<b>1,981,761.05</b>	<b>2,485,393.00</b>	<b>2,818,158.00</b>	<b>2,049,088.00</b>
<b><u>PROCEEDS FROM BORROWING</u></b>	<b>1,475,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b><u>GAIN/LOSS ON EQUIP. DISPOSAL</u></b>	<b>44,699.00</b>	<b>30,000.00</b>	<b>2,000.00</b>	<b>0.00</b>
<b>TOTAL REVENUES</b>	<b>8,394,380.05</b>	<b>7,516,741.00</b>	<b>7,629,438.90</b>	<b>10,455,139.00</b>

**ALGER COUNTY ROAD COMMISSION  
PROPOSED EXPENDITURES FOR THE 2024 BUDGET**

	ACTUAL 2021	ACTUAL 2022	ESTIMATED 2023	PROPOSED 2024
<b><u>PRIMARY ROADS</u></b>				
Heavy Maintenance	1,081,097.00	1,654,167.00	1,085,247.00	1,724,905.00
Hvy. Maint. Structures	0.00	0.00	0.00	950,000.00
Maintenance	675,961.00	771,085.00	736,000.00	803,000.00
Structure Maint.	0.00	0.00	0.00	0.00
Total Primary Roads	<b>1,757,058.00</b>	<b>2,425,252.00</b>	<b>1,821,247.00</b>	<b>3,477,905.00</b>
<b><u>LOCAL ROADS</u></b>				
Const & Hvy Maint.	1,125,795.00	970,225.00	774,619.00	1,152,844.00
Heavy Maint. Structures	0.00	0.00	0.00	1,421,968.00
Maintenance	900,582.00	1,072,809.00	1,160,300.00	1,135,000.00
Structure Maint.	0.00	0.00	0.00	0.00
Total Local Roads	<b>2,026,377.00</b>	<b>2,043,034.00</b>	<b>1,934,919.00</b>	<b>3,709,812.00</b>
<b><u>STATE T/L MAINTENANCE</u></b>	<b>1,329,403.00</b>	<b>1,727,861.00</b>	<b>1,498,526.00</b>	<b>1,450,000.00</b>
<b><u>STATE NON-MAINTENANCE</u></b>	<b>185,092.00</b>	<b>112,639.00</b>	<b>531,884.00</b>	<b>100,000.00</b>
<b><u>EQUIPMENT EXPENSE (NET)</u></b>				
Direct Expense	1,030,632.00	1,173,481.00	1,110,500.00	1,150,000.00
Indirect Expense	635,345.00	545,650.00	675,600.00	668,000.00
Operating Expense	298,491.00	475,193.00	362,400.00	405,000.00
Less: Equip. Rental Credits	(1,734,251.00)	(2,344,691.00)	(2,010,650.00)	(2,160,000.00)
Net Equipment Expense	<b>230,217.00</b>	<b>(150,367.00)</b>	<b>137,850.00</b>	<b>63,000.00</b>
<b><u>ADMINISTRATIVE EXPENSE (NET)</u></b>				
Administrative Expense	289,160.00	325,466.00	355,260.00	360,800.00
Less: State O'Head & Hdg	(153,409.00)	(191,773.00)	(194,300.00)	(194,500.00)
Net Administrative Expense	<b>135,751.00</b>	<b>133,693.00</b>	<b>160,960.00</b>	<b>166,300.00</b>
<b><u>CAPITAL OUTLAY (NET)</u></b>				
Capital Outlay	654,732.00	265,410.00	487,404.33	550,000.00
Less: Depreciation	(410,333.00)	(418,041.00)	(418,000.00)	(425,000.00)
Less: Equip Retirements	0.00	0.00	0.00	0.00
Net Capital Outlay	<b>244,399.00</b>	<b>(152,631.00)</b>	<b>69,404.33</b>	<b>125,000.00</b>
<b><u>DISTRIBUTIVE EXPENSE</u></b>	<b>1,183,421.00</b>	<b>1,160,518.00</b>	<b>1,237,814.00</b>	<b>1,208,612.00</b>
<b><u>TRADE IN ALLOWANCE</u></b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b><u>LONG TERM DEBT</u></b>	<b>1,570,000.00</b>	<b>135,000.00</b>	<b>140,000.00</b>	<b>140,000.00</b>
<b><u>INTEREST EXPENSE</u></b>	<b>43,379.00</b>	<b>15,935.00</b>	<b>15,315.00</b>	<b>14,510.00</b>
<b><u>TRANSFER OUT</u></b>	<b>19,084.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>TOTAL EXPENDITURES</b>	<b>8,724,181.00</b>	<b>7,450,934.00</b>	<b>7,547,919.33</b>	<b>10,455,139.00</b>

## PROPOSED BUDGET SUMMARY FOR 2024

	ACTUAL 2021	ACTUAL 2022	ESTIMATED 2023	PROPOSED 2024
<b>REVENUES</b>				
MI Transp. Funds	3,914,432.00	4,031,895.00	4,119,814.00	4,206,289.00
Special State Funds	316,998.00	278,127.00	689,466.90	1,655,162.00
Federal Funds	661,490.00	691,326.00	0.00	2,544,600.00
Other Revenue Sources	1,981,761.00	2,485,393.00	2,818,158.00	2,049,088.00
Proceeds from Borrowing	1,475,000.00	0.00	0.00	0.00
Gain/Loss Equip Disposal	44,699.00	30,000.00	2,000.00	0.00
<b>TOTAL REVENUES</b>	<b>8,394,380.00</b>	<b>7,516,741.00</b>	<b>7,629,438.90</b>	<b>10,455,139.00</b>
<b>EXPENDITURES</b>				
Primary Roads	1,757,058.00	2,425,252.00	1,821,247.00	3,477,905.00
Local Roads	2,026,377.00	2,043,034.00	1,934,919.00	3,709,812.00
State T/L Maint.	1,329,403.00	1,727,861.00	1,498,526.00	1,450,000.00
State Non-Maintenance	185,092.00	112,639.00	531,884.00	100,000.00
Equipment Expense(Net)	230,217.00	(150,367.00)	137,850.00	63,000.00
Administrative Expens(Net)	135,751.00	133,693.00	160,960.00	166,300.00
Capital Outlay(Net)	244,399.00	(152,631.00)	69,404.33	125,000.00
Distributive Expense	1,183,421.00	1,160,518.00	1,237,814.00	1,208,612.00
Long Term Debt(Principal)	1,570,000.00	135,000.00	140,000.00	140,000.00
Interest Expense	62,463.00	15,935.00	15,315.00	14,510.00
<b>TOTAL EXPENDITURES</b>	<b>8,724,181.00</b>	<b>7,450,934.00</b>	<b>7,547,919.33</b>	<b>10,455,139.00</b>
<b>REVENUES MINUS EXPENSES</b>	<b>(329,801.00)</b>	<b>65,807.00</b>	<b>81,519.57</b>	<b>0.00</b>
Actual Fund Balance 12/31/22	1,969,841.00			
Est. Fund Balance 12/31/23	2,051,360.57			
Proj. Fund Balance 12/31/24	2,051,360.57			

A motion was made by Marci Taskey to approve the 2024 budget as presented.  
Supported by: John Hermann. Ayes: John Hermann, Pete Heyrman, and Marci Taskey.  
Nays: None. Motion Carried.

**ADJOURNMENT**

There being no further business, the meeting adjourned at 3:30 p.m.

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Marci Taskey, Chair

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Daniel Rushford, Finance Director