

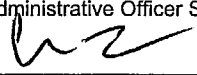
City, Village, and Township Revenue Sharing and County Incentive Program Certification

Issued under authority of 2017 Public Act 107. Filing is mandatory to qualify for payments.

Each city/village/township/county applying for City, Village, and Township Revenue Sharing or County Incentive Program payments must:

1. Certify to the Michigan Department of Treasury (Treasury) that the local unit listed below has produced and made available to the public a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report as required by 2017 Public Act 107. The local unit must include in any mailing of general information to its citizens, the Internet website address or the physical location where all the documents are available for public viewing in the clerk's office.
2. Submit to Treasury a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report.

This certification, along with a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report, **must be received by December 1, 2017**, (or the first day of a payment month) in order to qualify for that month's payment. Postmark dates will not be considered. For questions, call 517-373-2697.

PART 1: LOCAL UNIT INFORMATION			
Local Unit Name CITY OF BESSEMER		Local Unit County Name GOGEBIC	
Local Unit Code 2702		Contact E-Mail Address charly.loper@bessemermi.org	
Contact Name Charly Loper	Contact Title City Manager	Contact Telephone Number (906) 663-4311	Extension
Website Address, if reports are available online cityofbessemer.org		Current Fiscal Year End Date 06/30/2017	
PART 2: CITIZEN'S GUIDE			
Check any of the following that apply:			
<input checked="" type="checkbox"/> The local unit has elected to use Treasury's online Citizen's Guide to comply with the legislative requirements. Therefore, a copy of the Citizen's Guide will not be submitted to Treasury.			
<input type="checkbox"/> The local unit does not have any unfunded pensions or other post employment benefits (OPEB).			
PART 3: CERTIFICATION			
<i>In accordance with 2017 Public Act 107, the undersigned hereby certifies to Treasury that the above mentioned local unit 1) has produced a Citizen's Guide, a Performance Dashboard, a Debt Service Report, and a Projected Budget Report and 2) will include in any mailing of general information to our citizens, the Internet website address or the physical location where all the documents are available for public viewing in the clerk's office. The Citizen's Guide, Performance Dashboard, Debt Service Report, and Projected Budget Report are attached to this signed certification, unless otherwise noted in Part 2.</i>			
Chief Administrative Officer Signature (as defined in MCL 141.422b) 		Printed Name of Chief Administrative Officer (as defined in MCL 141.422b) CHARLY LOPER	
Title CITY MANAGER		Date 11/28/2017	

Completed and signed form (including required attachments) should be e-mailed to: **TreasRevenueSharing@michigan.gov**. If you are unable to submit via e-mail, fax to 517-335-3298 or mail the completed form and required attachments to:

Michigan Department of Treasury
Revenue Sharing and Grants Division
PO Box 30722
Lansing MI 48909

TREASURY USE ONLY		
CVTRS/CIP Eligible Y N	Certification Received	Citizen's Guide Received
Performance Dashboard Received	Debt Service Report Received	Projected Budget Report Received
Final Certification	CVTRS/CIP Notes	

Performance Dashboard

Local Unit Name: City of Bessemer
Local Unit Code: 2702

	2015	2016	Trend	Performance
Fiscal Stability				
Annual General Fund expenditures per capita	\$715	\$787	↑10.1%	Negative
Fund Balance as % of annual General Fund expenditures	29.1%	23.0%	↓20.8%	Negative
Unfunded pension & OPEB liability, as a % of annual General Fund revenue	64%	56%	↓12.7%	Positive
Debt burden per capita	\$193	\$173	↓10.2%	Positive
Percentage of road funding provided by the General Fund	36.5%	32.8%	↓10.2%	Neutral
Ratio of pensioners to employees	1.17	1.09	↓6.5%	Positive
Number of services delivered via cooperative venture	5	5	→0.0%	Neutral
Economic Strength				
% of community with access to high speed broadband	100%	100%	→0.0%	Neutral
% of community age 25+ with Bachelor's degree or higher	30%	20%	↓33.4%	Negative
Average age of critical infrastructure (years)	12.9	12.2	↓5.2%	Positive
Public Safety				
Violent crimes per thousand	17	10	↓41.5%	Positive
Property crimes per thousand	8	10	↑32.6%	Negative
Traffic injuries or fatalities	5	7	↑40.0%	Negative
Quality of Life				
Miles of sidewalks and non-motorized paths/trails as a factor of total miles of local/major roads & streets	0.13	0.19	↑50.0%	Positive
Percent of General Fund expenditures committed to arts, culture and recreation	9.9%	9.9%	→-0.4%	Neutral
Acres of parks per thousand residents	3.5	3.9	↑10.5%	Positive
Percent of community being provided with curbside recycling	96%	100%	↑4.2%	Positive

CITY OF BESSEMER
NOTES TO FINANCIAL STATEMENTS - June 30, 2016

LONG TERM DEBT (Continued)

City Hall Roof USDA: On August 17, 2012, the City of Bessemer Building Authority authorized the issuance of general obligation bonds in the amount of \$57,000 to fund improvements to the City hall roof. The bond was issued in a single denomination of \$57,000 at an interest rate of 3.5% per annum with principal amounts payable August 1 and interest payable semi-annually on February 1 and August 1.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016-2017	\$ 3,250	\$ 1,507	\$ 4,757
2017-2018	3,250	1,402	4,652
2018-2019	3,500	1,292	4,792
2019-2020	3,500	1,178	4,678
2020-2021	3,750	1,060	4,810
2021-2022	3,750	938	4,688
2022-2023	4,000	813	4,813
2023-2024	4,000	683	4,683
2024-2025	4,500	544	5,044
2025-2026	4,500	398	4,898
2026-2027	5,000	244	5,244
2027-2028	5,000	81	5,081
	<u>\$ 48,000</u>	<u>\$ 10,140</u>	<u>\$ 58,140</u>

Caterpillar Loader: On December 19, 2012, the City of Bessemer Building Authority authorized the issuance of general obligation bonds in the amount of \$147,000 to fund the purchase of a Caterpillar loader. The bond was issued in a single denomination of \$147,000 at an interest rate of 3.5% per annum with principal amounts payable January 1 and interest payable semi-annually on January 1 and June 1.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016-2017	\$ 9,000	\$ 4,008	\$ 13,008
2017-2018	10,000	3,675	13,675
2018-2019	10,000	3,325	13,325
2019-2020	10,000	2,975	12,975
2020-2021	11,000	2,607	13,607
2021-2022	11,000	2,223	13,223
2022-2023	11,000	1,838	12,838
2023-2024	11,000	1,453	12,453
2024-2025	12,000	1,050	13,050
2025-2026	12,000	630	12,630
2026-2027	12,000	210	12,210
	<u>\$ 119,000</u>	<u>\$ 23,994</u>	<u>\$ 142,994</u>

CITY OF BESSEMER
NOTES TO FINANCIAL STATEMENTS - June 30, 2016

LONG TERM DEBT (Continued)

Long-term liabilities activity, as reported in and liquidated through the general fund for the fiscal year ended June 30, 2016, was as follows:

GOVERNMENTAL ACTIVITIES	Balance July 01, 2015	Increase	Decrease	Balance June 30, 2016	Current Portion
Bonds payable:					
2002 Building Authority bonds	\$ 106,000	\$ -	\$ 4,000	\$ 102,000	\$ 4,000
2007 DDA bonds	75,000	-	35,000	40,000	40,000
USDA - City Hall roof	51,000	-	3,000	48,000	3,250
USDA - Equipment	128,000	-	9,000	119,000	9,000
	<u>360,000</u>	-	<u>51,000</u>	<u>309,000</u>	<u>56,250</u>
Note payable:					
Gogebic Range Bank - fire truck	20,225	-	20,225	-	-
Total	<u>\$ 380,225</u>	<u>\$ -</u>	<u>\$ 71,225</u>	<u>\$ 309,000</u>	<u>\$ 56,250</u>
Accrued compensated absences	<u>\$ 46,989</u>	<u>\$ -</u>	<u>\$ 7,618</u>	<u>\$ 39,371</u>	

The aggregate amount of maturities on long-term debt by fund type is as follows:

Fiscal Year	Principal	Interest	Total
2016-2017	\$ 56,250	\$ 11,419	\$ 67,669
2017-2018	17,250	9,543	26,793
2018-2019	18,500	8,845	27,345
2019-2020	18,500	8,143	26,643
2020-2021	19,750	7,419	27,169
2021-2022	20,750	6,629	27,379
2022-2023	21,000	5,833	26,833
2023-2024	21,000	5,034	26,034
2024-2025	22,500	4,206	26,706
2025-2026	23,500	3,308	26,808
2026-2027	24,000	2,402	26,402
2027-2028	12,000	1,697	13,697
2028-2029	8,000	1,236	9,236
2029-2030	8,000	856	8,856
2030-2031	9,000	428	9,428
2031-2032	9,000	214	9,214
	<u>\$ 309,000</u>	<u>\$ 77,212</u>	<u>\$ 386,212</u>

CITY OF BESSEMER
NOTES TO FINANCIAL STATEMENTS - June 30, 2016

LONG TERM DEBT

GOVERNMENTAL ACTIVITIES

2002 Building Authority Bonds: On April 17, 2002, the City of Bessemer Building Authority authorized the issuance of general obligation bonds in the amount of \$145,000 to fund improvements to the City hall. The bond was issued in a single denomination of \$145,000 at an interest of 4.75% per annum with principal amounts payable April 1 and interest payable semi-annually on April 1 and October 1.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016-2017	\$ 4,000	\$ 4,656	\$ 8,656
2017-2018	4,000	4,466	8,466
2018-2019	5,000	4,228	9,228
2019-2020	5,000	3,990	8,990
2020-2021	5,000	3,752	8,752
2021-2022	6,000	3,468	9,468
2022-2023	6,000	3,182	9,182
2023-2024	6,000	2,898	8,898
2024-2025	6,000	2,612	8,612
2025-2026	7,000	2,280	9,280
2026-2027	7,000	1,948	8,948
2027-2028	7,000	1,616	8,616
2028-2029	8,000	1,236	9,236
2029-2030	8,000	856	8,856
2030-2031	9,000	428	9,428
2031-2032	9,000	214	9,214
	<u>\$ 102,000</u>	<u>\$ 41,830</u>	<u>\$ 143,830</u>

2007 Downtown Development Bonds: On February 23, 2007, the City of Bessemer Downtown Development Authority authorized the issuance of general obligation bonds in the amount of \$300,000 to fund a blight remediation project. The bond was issued in a single denomination of \$300,000 at an interest rate of 5.50% per annum with principal amounts payable September 1 and interest payable semi-annually on March 1 and September 1.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016-2017	<u>\$ 40,000</u>	<u>\$ 1,200</u>	<u>\$ 41,200</u>

Projected Budget Report

Local Unit Name:
 Local Unit Code:
 Current Fiscal Year End Date:
 Fund Name:

CITY OF BESSEMER
 2702
 6/30/2016
 GENERAL FUND

REVENUES	Current Year Budget	Percentage Change	Year 2 Budget	Assumptions
Property Taxes	\$ 455,000	2 %	\$ 464,100	Inflationary increase in property taxes
Other Taxes	\$ 300	-	\$ 300	
State Revenue Sharing	\$ 222,530	3 %	\$ 223,436	Per State of Michigan, Department of Treasury
Income Tax	\$ -	-	\$ -	
Fines & Fees	\$ 37,000	1 %	\$ 37,370	nominal increase
Licenses & Permits	\$ 3,000	2 %	\$ 3,045	nominal increase
Interest Income	\$ 9,150	-	\$ 9,150	
Grant Revenues	\$ 45,000	-	\$ -	No grant revenue in Year 2 budget
Other Revenues	\$ 734,105	2 %	\$ 731,759	Other revenues expected to be static
Interfund Transfers (In)	\$ -	-	\$ -	
Total Revenues	\$ 1,506,085		\$ 1,469,160	
EXPENDITURES				
General Government	\$ 629,881	2 %	\$ 642,479	Nominal increase for personnel
Police and Fire	\$ 118,118	2 %	\$ 119,890	Nominal increase for police protection
Other Public Safety	\$ -	-	\$ -	
Roads	\$ 356,976	2 %	\$ 364,116	Nominal increase for personnel
Other Public Works	\$ 197,104	2 %	\$ 201,046	Nominal increase for personnel
Health and Welfare	\$ -	-	\$ -	
Community & Economic Development	\$ -	-	\$ -	
Recreation & Culture	\$ 93,121	2 %	\$ 94,983	Expect to remain static
Capital Outlay	\$ 64,700	-	\$ -	No Grant project this year
Debt Service	\$ 46,185	1 %	\$ 46,647	Expected debt payments
Other Expenditures	\$ -	-	\$ -	
Interfund Transfers (Out)	\$ -	-	\$ -	
Total Expenditures	\$ 1,506,085		\$ 1,469,160	
Net Revenues (Expenditures)	\$ -		\$ (0)	
Beginning Fund Balance	\$ 323,900		\$ 323,900	
Ending Fund Balance	\$ 323,900		\$ 323,900	

Commentary: Budget prepared with mainly inflationary increases across the board.