

IONIA COUNTY ROAD COMMISSION  
PRELIMINARY 2010 BUDGET  
BUDGET NOTES

These notes include additional information regarding the Preliminary Budget Summary for calendar year 2010 to be considered on December 16, 2009. The budget is balanced, but very tight. Additional information can be provided upon request.

REVENUES – Budget Amount \$7,849,554

Michigan Transportation Funds – all categories – we have budgeted a decrease in our share of state gas tax and license plate receipts for 2010. Revenues for next year are projected to be \$219,000 less than this year and over \$879,000 less than what we received in 2004.

State Aid/Federal Aid – we have budgeted the remaining state and federal revenue for the Grand River project that will be completed in 2010.

State Trunkline Maintenance, Interest, Permits, and Gain on Disposal – we have budgeted pretty close to flat revenues in these categories.

Township Contributions and Other Contributions are flat except for the township and private contributions for the Grand River project.

County Appropriation – we have budgeted the amount approved by the County Board for the Grand River project.

Lease Proceeds – no equipment financing was planned; however the 2 trucks that were bid and ordered in 2009 will not be delivered until March 2010, so the financing is shown in 2010. The final budget adjustment for 2009 will remove lease proceeds from the 2009 budget.

EXPENDITURES – Budget Amount \$7,829,780

Road and Bridge Maintenance (Routine, Winter & Preventive) – Minor increases have been budgeted over 2009 budget levels. Winter Maintenance is budgeted at a higher level based on previous years' data. Since maintenance work is *very* heavily dependent on the weather and conditions beyond our control, funds may need to be added or deducted later in the year.

Road and Bridge Preservation/Improvement – We have budgeted expenditures for the completion of the Grand River project and for engineering for future projects. We have budgeted \$500,000 for Preventive Maintenance treatments (Crackseal, sealcoat & wedging) and for county primary regrading. We currently have no local funds budgeted for the traditional township match program for local roads.

Net Equipment Expense – we have budgeted no increases in the cost of fuel, blades, utilities and major repairs to equipment.

Net Capital Outlay – we have not budgeted for replacement equipment in accordance with our equipment replacement schedule. We continue to put off heavy equipment replacement in order to balance the budget. As noted above, the 2009 dump trucks have been moved to 2010 since they won't be delivered until March. Funds have been budgeted for 1 mower replacement, 2-3 pickup-type trucks that were not replaced in 2009, chainsaws, plows, radios and sanders, along with funds for computer hardware/software maintenance and replacements.