

F. PUBLIC HEARINGS

None

G. NON-ARRANGED PARTICIPATION

None

H. COMMUNICATIONS:

1. Upcoming Meeting List
2. Sign Calendar
3. Thank You Letter from the Dexter Area Historical Society & Museum
4. Notification Regarding the Rover Pipeline
5. Letter from DTE Regarding Tree Trimming.

I. REPORTS

1. Public Services Superintendent – Dan Schlaff

Mr. Schlaff submits his report as per packet. Mr. Schlaff gave the following updates:

- Questions – Where will asphalt patching be done? (Ann Arbor Street from Kensington to Dan Hoey Road and then into Huron Farms at Ryan.)
- Question – What is the July 14 meeting with OHM about? (Looking at test wells for a sixth well.)

2. Community Development Manager – Michelle Aniol

Ms. Aniol submits her report as per packet. Ms. Aniol gave the following updates:

- Question – What were Carlisle Wortman’s comments at the recent Planning Commission meeting regarding the Strawberry Alarm Clock and Carlisle Wortman’s recommendation not to allow the business in Village Residential? (Ms. Aniol explained the rationale for allowing this project in the Village Residential site on Broad Street.)
- NUBCo is looking at expansion and feasibility study on the possibilities of expansion. There will be a meeting on July 14 on possible alternatives involving Michigan Economic Development Council (MEDC), SPARK, Dexter Department of Public Works, staff and hoping for the Michigan Department of Agriculture (MDARD).
- The Michigan Department of Natural Resources Trust Fund Board of Directors will be coming to Dexter to tour Mill Creek Park on August 18. All are invited to the tour and to help set the stage for future development.
- Council Members Fisher and Carson will be going with me on July 16 to observe the interviewing process for a development partner.
- Comcast plans to install high speed internet throughout the Industrial Park and would like to sponsor the next business summit.

3. Boards, Commissions. & Other Reports-“Bi-annual or as needed”

None

4. Subcommittee Reports

None

5. City Manager Report

Ms. Nicholls submits her report as per packet. Ms. Nicholls gave the following updates:

- There is a fence at the 8087 Forest Street property and it has fallen into disrepair. It was suggested that the City remove the fence.
- Debating on locations to place the Bike Sculpture. The piece has been reduced to three bikes, but it is still large and probably won't fit in the space along the Border to Border Trail as first hoped. Thinking about placing it in the Community Lot at the Dexter Mill.
- Old signage in the City – looking for quotes and ideas for making the changes from Village to City on signs; possibly focus on the most prominent signs but not a priority to replace all at this time.
- Did have a rating call with Standard & Poor's and should have the City's rating back from them soon.
- Two road work meetings were held this week, one at Huron Farms and the other at Westridge to explain the projects this summer.
- Disappointed that the MERS rating has dropped even with the additional contribution. Discussion followed.
- The County Road Commission is supposed to be getting back to the City regarding the contract with Orchard, Hiltz and McCliment for the intersection study on Baker and Shield Roads

6. Mayor's Report

Mr. Keough submits his report as per packet. Mr. Keough gave the following updates:

- Have spent more time with the Tax Tribunal. Scott Munzel deposed someone from Power Wellness in Lansing and is putting together a preliminary statement. Discussion followed.
- The meeting regarding Huron River access was attended by 15 people to start work on the issue. Discussion followed.

J. CONSENT AGENDA

1. Consideration of: Bills and Payroll in the amount of \$427,136.92
2. Consideration of: Appointment of Ray Tell to the Art Selection Committee

Motion Fisher; support Smith to approve items 1 and 2 of the Consent Agenda.

Unanimous voice vote approval with Council Member Semifero absent.

K. OLD BUSINESS-Consideration and Discussion of:

None

L. NEW BUSINESS-Consideration of and Discussion of:

1. Consideration of: Setting a Public Hearing on August 10, 2015 to Consider an Industrial Facilities Tax Exemption Request from Variety Die & Stamping

Motion Fisher; support Carson to set a Public Hearing on August 10, 2015 to consider an Industrial Facilities Tax Exemption Request from Variety Die & Stamping.

Ayes: Carson, Fisher, Knight, Smith, Tell, and Keough

Nays: None

Absent: Semifero

Motion carries

2. Consideration of: Meeting Stipend for Board of Review

Motion Fisher; support Carson to approve the following stipends for the City Board of Review - \$62.50 per day for the Chairperson and \$50 for the other members of the Board per day with an additional \$12 per hour if their attendance is required for over four hours during that day to be paid in half hour increments.

Ayes: Fisher, Knight, Smith, Tell, Carson, and Keough

Nays: None

Absent: Semifero

Motion carries

3. Consideration of: Recommendation from the Art Selection Committee for the 2015 Temporary Art Display

Motion Fisher; support Knight to approve the four recommendations from the Art Selection Committee for the 2015 Temporary Art Display.

Ayes: Knight, Smith, Tell, Carson, Fisher and Keough

Nays: None

Absent: Semifero

Motion carries

M. COUNCIL COMMENTS

Tell None

Fisher At this year's Civil War Days, made a little under \$5000 even with the cancellation of Sunday's activities. Looking to continue the encampment portion in the future as the re-enactors like to come to Dexter.

Jones 1974 was an interesting year in the Village of Dexter...the Village Clerk was charged with embezzlement, there was a recall petition circulated for the Village President, and the Village's police force was disbanded leading the way to coverage for the Village by the Washtenaw County Sheriff Department.

Smith None
Knight None
Carson None
Semifero Absent

N. NON-ARRANGED PARTICIPATION

None

O. ADJOURNMENT

Motion Smith; support Carson to adjourn at 8:32 PM.

Unanimous voice vote approval with Council Member Semifero absent.

Respectfully submitted,

Carol J. Jones
Interim Clerk, City of Dexter

Approved for Filing: _____

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Meeting Calendar

Board	Date	Time	Location	Website	City Representative
Dexter Downtown Development Authority	7/23/2015	7:30 a.m.	Senior Center	http://www.dextermi.gov	Shawn Keough
Huron River Watershed Council	7/23/2015	5:30 p.m.	1100 N. Main, Suite 210, Ann Arbor	http://www.hrwc.org/	Paul Cousins
Dexter City Council	7/27/2015	7:30 p.m.	Dexter Senior Center	http://www.dextermi.gov	
Western Washtenaw Area Value Express	7/28/2015	8:15 a.m.	Chelsea Community Hospital	http://www.ridethewavebus.org/	Jim Carson
Target Market Analysis Tutorial	7/28/2015	2:45 p.m.	Dexter District Library		
Dexter District Library Board	8/3/2015	7:00 p.m.	Dexter District Library	http://www.dexter.lib.mi.us/	Pat Cousins
Dexter City Planning Commission	8/3/2015	7:00 p.m.	Senior Center	http://www.dextermi.gov	Jim Smith
Dexter City Arts, Culture & Heritage Committee	8/4/2015	7:00 p.m.	Dexter Senior Center	http://www.dextermi.gov	Donna Fisher
Washtenaw Area Transportation Study-Technical	8/5/2015	9:30 a.m.	Road Commission Offices	http://www.miwats.org/	Rhett Gronevelt
Dexter Area Historical Society Board	8/6/2015	7:00 p.m.	Gordon Hall	http://www.dextermuseum.org/	
City Facility Committee	8/7/2015	9:00 a.m.	City Offices	http://www.dextermi.gov	
Dexter City Council	8/10/2015	7:30 p.m.	Dexter Senior Center	http://www.dextermi.gov	
5H - Dexter Coalition	8/11/2015	5:30 p.m.	Dexter Wellness Center		Becky Murillo
Dexter Area Chamber of Commerce	8/12/2015	8:15 a.m.	Copeland Board Room	http://www.dexterchamber.org/	Donna Fisher

Due to the possibility of cancellations, please verify the meeting date with the listed website or City representative

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2015 Sign Requests

	Name of Group	Dates	Number Approved	Approval Date	Locations		Name of Group	Dates	Number Approved	Approval Date	Locations	
January	Dexter Senior Ctr-Winter Market	signs out week of 1/10 & 1/24	3-18X24 / 2-2'X4"	11/3/2014	1,2,4,5,44	July	St Andrews-Blood Drive	7/13-7/20	1-2'X3'	4/1/2015	8, 22	
	Friends of the Dexter Library	1/10	5 X 18 X 24	6/25/2014	1,4,17,19,51		St. Joseph-Flea Market	7/2-7/11	5 X 18 X 24	4/23/2015	1,2,4,5,44	
	Dexter KofC Ladies Auxiliary	1/27-2/9	5 X 18 X 24	1/14/2015	1,2,4,5,10		St. Joseph-Festival	7/12-7/19	5 - 18 X 24	4/23/2015	1,2,4,5,44	
	Dexter KofC Quarter Mania	1/14-1/22	5 X 18 X 24	1/14/2015	1,2,4,5,44		Dexter Wellness-Well walks	7/4-7/12	5 - 18 X 24	5/14/2015	1,2,4,5,44	
	DHS Drama Club-Grease	1/23-2/8	5 X 18 X 24	1/23/2015	1,2,4,5,44		Family Fun Day Spendthrift Trust	6/28-7/12	5 - 18 X 24	6/8/2015	1,2,3,4,10	
	St Andrews-Monthly dinner	1/30-2/5	1-2' X 3'	1/27/2015	8		Dexter Youth Football	7/17-7/31	5 - 18 X 24	6/23/2015	1,2,4,5,44	
February	Dexter Senior Ctr-Winter Market	signs out week of 2/7 & 2/21	3-18X24 / 2-2'X4"	11/3/2014	1,2,4,5,44		Dexter Youth Football-Golf Outing	7/1-7/11	5 - 18 X 24	6/23/2015	1,2,4,5,44	
	Dexter Comm. Band-Concerts	2/20-3/2	2 - 2' X 3'	10/1/2001	5 & 10		Dexter Soccer Club-"kickin it with the girls"	7/20-8/3	5 - 18 X 24	7/8/2015	1,2,4,5,44	
	Friends of the Dexter Library	2/7	5 X 18 X 24	6/25/2014	1,4,17,19,51		St. Andrews-Ice Cream Social	7/23-8/7	5- 18 X 24	6/8/2015	1,2,4,5,44	
		Dexter KofC Ladies Auxiliary	1/27-2/9	5 X 18 X 24	1/14/2015	1,2,4,5,10		St. James/Chicken BBQ Dexter Daze	8/8-8/15	2-18 X 24 and 1-24 X 24	7/15/2015	1,4,5
	DHS Drama Club-Grease	1/23-2/8	5 X 18 X 24	1/23/2015	1,2,4,5,44							
	St Andrews-Monthly dinner	2/27-3/5	1-2' X 3'	1/27/2015	8							
	Dexter Comm. Orchestra	1/28-2/8	2- 2' X 3'	1/26/2015	5 & 9							
March	Dexter Senior Ctr-Winter Market	signs out week of 3/7 & 3/21	3-18X24 / 2-2'X4"	11/3/2014	1,2,4,5,44							
	Community Band - Concert	2/17-3/2	2-2 X 3	11/1/2013	5 & 9							
		Friends of the Dexter Library	3/7	5 X 18 X 24	6/25/2014	1,4,17,19,51	August	Friends of the Dexter Library	Dexter Daze 8/13, 8/14 and 8/15	5 X 18 X 24	6/25/2014	1,4,17,19,51
		St Andrews-Monthly dinner	2/27-3/5	1-2' X 3'	1/27/2015	8		Dexter Wellness-Well walks	8/1-8/9	5 X 18 X 24	5/14/2015	1,2,4,5,44
	Dexter Comm. Orchestra	3/4-3/16	2- 2' X 3'	1/26/2015	5 & 9	St. James/Chicken BBQ Dexter Daze		8/8-8/15	1 - 18 X 24, 2 - 24 X 24	6/23/2015	1,4,5	
	Peace Lutheran-Easter Egg	3/17-3/28	1-2' X 3'	3/16/2015	1	Dexter Soccer Club-"kickin it with the girls"		7/20-8/3	5 - 18 X 24	7/8/2015	1,2,4,5,44	
	K of C-Quarter Mania	3/18-3/26	5-18 X 24	3/18/2015	1,2,4,5,44		Dexter Daze festival	8/1-8/16	5- 18 X 24	4/30/2015	1,2,4,5,44	
April	Dexter Senior Ctr-Winter Market	signs out week of 4/4 & 4/18	3-18X24 / 2-2'X4"	11/3/2014	1,2,4,5,44							
	Dexter Comm. Band-Concerts	4/24-5/4	2 - 2' X 3'	10/1/2014	5 & 9		St. Andrews-Ice Cream Social	7/23-8/7	5- 18 X 24	6/8/2015	1,2,4,5,44	
	Friends of the Dexter Library	4/4	5 X 18 X 24	6/25/2014	1,4,17,19,51							
	St Andrews-Monthly dinner	4/3-4/9	1-2' X 3'	1/27/2015	8	September	Dexter Wellness-Well walks	9/5-9/13	5 - 18 X 24	5/14/2015	1,2,4,5,4	
St Andrews-Blood Drive	4/10-4/20	1-2'X3'	4/1/2015	8, 22								
Dexter Lacrosse-Spring season	4/1-4/12	5-18 X 24	4/1/2015	1,2,5,44,10								
DUMC-Rummage Sale	4/10-4/26	2-18" X 24"	4/1/2015	5 and 44								
	Dexter Drama-Sleeping Beauty	4/11-4/26	3-18" X 24" & 1-2.5' X 4' & 4' x 8	4/1/2015	2,4,5,44,3	October	Friends of the Dexter Library	10/3	5 X 18 X 24	6/25/2014	1,4,17,19,51	
	Hudson Mills-B2B 10K Race	4/24-5/2	5 - 18 X 24	4/23/2015	1,2,4,5,44		Dexter Wellness-Well walks	10/3-10/11	5 - 18 X 24	5/14/2015	1,2,4,5,44	
May	Dexter Comm. Band-Concerts	4/24-5/4	2 - 2' X 3'	10/1/2014	5 & 9							
	Friends of the Dexter Library	5/2	5 X 18 X 24	6/25/2014	1,4,17,19,51							
	St Andrews-Monthly dinner	4/30-5/7	1-2' X 3'	1/27/2015	8							
	Dexter Comm. Orchestra	5/6-5/18	2- 2' X 3'	1/26/2015	5 & 9							
	Dexter Garden Club Plant Sale	5/4-5/17	5 - 18 X 24	5/4/2015	2,4,5,44,10							
	St. Joseph-Plant Sale	5/2-5/17	5 - 18 X 24	4/16/2015	1,2,4,5,44	November	Friends of the Dexter Library	11/7	5 X 18 X 24	6/25/2014	1,4,17,19,51	
	Dexter K of C-Chicken Broil	5/15-5/26	5 - 18 X 24	5/15/2015	1,2,4,5,10		Dexter Wellness-Well walks	11/7-11/15	5 - 18 X 24	5/14/2015	1,2,4,5,44	
	St. Andrew's-Rummage sale	5/31-6/6	5 - 18 X 24	5/18/2015	1,2,3,4,10							
	Friends of the Dexter Library	6/6	5 X 18 X 24	6/25/2014	1,4,17,19,51							
June	Dexter Comm. Orchestra	6/3-6/13	2- 2' X 3'	1/26/2015	5 & 9							
		Dexter Boy Scouts-Rummage Sale	6/17-6/20	2 - 4' X 4' X 5'	4/20/2015	1 & 44	December	Friends of the Dexter Library	12/8	5 X 18 X 24	6/25/2014	1,4,17,19,51
		American Diabetes-bike race	6/5-6/7	5 - 18 X 24	4/28/2015	15, 19, 20		Dexter Wellness-Well walks	12/5-12/13	5 - 18 X 24		
		Relay for Life	6/2-6/14	5 - 18 X 24	5/12/2015	1,2,4,5, 44						
	Dexter Soccer Club-Tryouts	6/6-6/15	5 - 18 X 24	6/2/2015	1,2,4,5,44							
	Dexter Wellness-Wellness walks	6/6-6/14	5 - 18 X 24	5/14/2015								
	St. Andrew's-Rummage sale	5/31-6/6	5 - 18 X 24	5/18/2015	1,2,3,4,10							
	Dexter Wellness-Yoga in Park	6/1-6/14	5 - 18 X 24	5/6/2015	1,2,4,5,44							
	Family Fun Day	6/28-7/12	5 - 18 X 24	6/8/2015	1,2,3,4,10							

Location Listing: 1 - Baker/Main, 2 - Central/Mill, 3 - Dexter Ann Arbor/Copeland, 4 - Main/Alpine, 5 - Baker/Cemetery, 6 - Monument Park, 7 - Creekside, 8 - 7610 Dexter Ann Arbor, 9 - Peace Park, 10 - Dexter Ann Arbor/Limits, 11 - Cornerstone, 12 - Bates, 13 - 3443 Inverness, 14 - 7720 Ann Arbor Street, 15 - S. Main/Broad, 16 - N. Main/Broad, 17 - Edison/Ann Arbor Street, 18 - Dover/Fifth, 19 - Central/Fifth, 20 - Broad/Fifth, 21 - Mill Creek Middle School, 22 - Fourth/Inverness, 23 - Dexter Bakery, 24 - Lighthouse, 25 - Dexter Pharmacy 2, 26-Warrior Creek Park Driveway, 27-Dexter Flowers, 28-Terry B's, 29-7795 Ann Arbor St, 30 - 7915 Fourth, 31 - 7651 Dan Hoey, 32 - Wylie, 33-Lions Park, 35-Dexter Crossing Entrance, 36 - Dan Hoey/Dexter Ann Arbor, 37 - Dover/Main, 38 - Fourth/Central, 39 - Baker/Hudson, 40 - Inverness/Ann Arbor, 41 - Main/Jeffords, 42 - Third/Broad; 43 - 3rd/Dover; 44 - Ryan/Dexter Ann Arbor, 45 - Meadowview/Dexter Ann Arbor, 46 - Ice Rink, 47-Dexter Mill/RR tracks, 48-7444 Dexter-Ann Arbor, 49-Park entrance @ Farmers Mkt and Library, 50-2810 Baker/Dexter Wellness entrance, 51- ** Dexter Farmers Market will place up to 5 signs on Friday, Saturday and Tuesday from May through October to advertise for the market

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Treasurer/Finance Director's Report to Council Fiscal Year 2014/2015 Fourth Quarter

I am pleased to present you with the Treasurer/Finance Director's Report to Council for the Fourth Quarter of Fiscal Year 2014/2015.

In this report I will give Council a more detailed view of this department's activities, as well as an overview of the City's financial outlook. As always, if you have any questions, please call me. I would be happy to sit down with you.

Department Activities

Cityhood Transition - Assessing

- I attended the Michigan Tax Tribunal meeting where the City's tax roll issue was on the docket, in order to better assist the assessor in handling the ruling from that board. Between May 25th (the date of the Tax Tribunal meeting) and June 17th (the State-ordered Board of Review meeting), we were able to process and mail new assessment notices, create a flier explaining to our residents why they were getting a second notice, schedule appointments and hold the Board of Review, finalize the tax roll and transmit it to the proper authorities. I do feel that the flier was a great tool as we did not receive a lot of calls regarding the new notices.

2015 Taxes

- Due to the change in parcel numbers, the computer database parameters for taxes had to be completely recreated for 2015. Working with BS&A, I was able to implement some nice features, especially in the area of calculating DDA capture. I also needed to slightly redesign the bill format to include extra tax lines for the additional items that will be collected, especially in the winter.
- 2015 City tax bills were mailed to our residents on July 1, 2015. We did receive an increased volume of telephone calls from residents who were concerned about the bill being so much higher than their Village bill last year. Explaining that this bill was the same total millage rate of the 2014 Village and Township summer bill combined, and that their increase was limited to the statutory rate of 1.6% (as long as there were no improvements) helped people understand their bills better.

Below is the original roll and expected tax collections (without DDA capture removed) for Summer 2015:

07/22/2015
04:07 PM

2015 Summer Original Tax Roll
CITY OF DEXTER, WASHTENAW
Spec. Population: Ad Valorem+Special Acts

Page: 1/1
DB: 2015Dexter-city

TOTAL ALL DISTRICTS	REAL	PERSONAL	EXEMPT	LEASED LAND	TOTAL
PARCEL COUNT	1679	340	81	0	2100
TAXABLE VALUE	201,219,337	36,433,100	0	0	237,652,437
ASSESSED VALUE	229,613,100	36,433,100	0	0	266,046,200
SEV VALUE	229,613,100	36,433,100	0	0	266,046,200
PRE/MBT TAXABLE	121,403,629	33,073,400	0	0	154,477,029
N PRE/MBT TAXABLE	79,815,708	3,359,700	0	0	83,175,408
PA 494 TV IMPRVMT	0	0	0	0	0
(S) CITY OPERATING	1,985,208.11	320,551.37	0.00	0.00	2,305,759.48
(S) CITY STREETS	683,151.40	110,308.94	0.00	0.00	793,460.34
(S) CITY GO BOND	124,701.26	20,136.20	0.00	0.00	144,837.46
(S) WASHTENAW COUNTY	903,975.97	145,965.19	0.00	0.00	1,049,941.16
(S) STATE EDUCATION	1,192,244.57	45,219.00	0.00	0.00	1,237,463.57
(*) SP. ASSESSMENTS	880.31	0.00	0.00	0.00	880.31
(S) ADMIN FEE	39,105.13	5,136.83	0.00	0.00	44,241.96
(S) TOTALS	4,929,266.75	647,317.53	0.00	0.00	5,576,584.28
GRAND TOTALS	4,929,266.75	647,317.53	0.00	0.00	5,576,584.28

SCHOOL DISTRICT 81050 UNIT 08	REAL	PERSONAL	EXEMPT	LEASED LAND	TOTAL
PARCEL COUNT	1679	340	81	0	2100
TAXABLE VALUE	201,219,337	36,433,100	0	0	237,652,437
ASSESSED VALUE	229,613,100	36,433,100	0	0	266,046,200
SEV VALUE	229,613,100	36,433,100	0	0	266,046,200
PRE/MBT TAXABLE	121,403,629	33,073,400	0	0	154,477,029
N PRE/MBT TAXABLE	79,815,708	3,359,700	0	0	83,175,408
PA 494 TV IMPRVMT	0	0	0	0	0
(S) CITY OPERATING	1,985,208.11	320,551.37	0.00	0.00	2,305,759.48
(S) CITY STREETS	683,151.40	110,308.94	0.00	0.00	793,460.34
(S) CITY GO BOND	124,701.26	20,136.20	0.00	0.00	144,837.46
(S) WASHTENAW COUNTY	903,975.97	145,965.19	0.00	0.00	1,049,941.16
(S) STATE EDUCATION	1,192,244.57	45,219.00	0.00	0.00	1,237,463.57
(*) SP. ASSESSMENTS	880.31	0.00	0.00	0.00	880.31
(S) ADMIN FEE	39,105.13	5,136.83	0.00	0.00	44,241.96
(S) TOTALS	4,929,266.75	647,317.53	0.00	0.00	5,576,584.28
GRAND TOTALS	4,929,266.75	647,317.53	0.00	0.00	5,576,584.28

SPECIAL ASSESSMENT RECAP

SP. ASSESSMENT	AMOUNT
DQ REFUSE DQ REFUSE	141.40
DQ SEWER DQ SEWER	513.22
DQ WATER DQ WATER	225.69
TOTALS	880.31
SUBTOTALS BY SPECIAL TYPE	
SP. ASSESSMENTS	880.31

- We are still working with BS&A to solve the problem of integrating Township and Village tax history into our current database, both on-line and in-house. It is turning out to be more difficult than BS&A first

thought, but I have confidence that they will figure things out. In the meantime, people wanting 2014 tax information have had to call us (and subsequently the townships), which has increased the volume of calls received for tax information. Hopefully the solution will happen soon so that title companies, tax servicing agencies, real estate agents and the like can return to getting this information on line.

- I have created new procedures to track and remit tax collections to other entities, including enlisting the input from the staff responsible for collecting taxes across the counter. This process includes using some reporting features within both cash receipting and taxes that were not needed when we were a Village.

DDA 2008 Taxable Bond Refunding

- Much time has been spent in June and July on the refunding of the 2008 Taxable Bond. The Bond Due Diligence Call was held on July 8th, the Bond Rating Call was held on July 13th, the Preliminary Official Statement was released on July 22nd, and the Bond Pre-Pricing Call will be held on July 27th. The bonds will then be priced, a purchase agreement executed, and a final official statement created. The closing on the bonds is currently scheduled for August 12th.

City of Dexter Bond Rating

- As Council is aware, our bond rating was once again increased by Standard and Poors (S&P) - from AA- to AA. Due to timing, they combined their periodic review of our finances with this particular bond issue, so the process was a bit more detailed than is usually done on a bond call.
 - I filled out a detailed questionnaire (first attachment to this report) in June 2015 as part of their periodic review.
 - Courtney and I participated in a rating call, together with Tom Traciak and Andrew Campbell from Umbaugh and Associates. In this call, S&P asked detailed questions about the City's finances, prior year spending and capital projects, forecasting and budgeting procedures, and audits.
 - I received two follow-up calls seeking additional information from S&P prior to the rating being taken in front of their rating board.
 - S&P's analysis is attached to this report.
 - Future goals and objectives for the City should include the adoption of a formal debt policy, as our current debt was an area of concern to S&P - greatly mitigated by the reasons for the debt and our un-tapped revenue sources - and having a formal policy should further mitigate that concern.

Fiscal Year 2015-2016 Budget

- The budget document is almost complete, and I hope to have it available by the July 27th Council meeting.

Education and Committee Memberships

- I attended a meeting of the Michigan Municipal League's Legislative Finance Committee on June 26th.

I am a current member of the Michigan Municipal Treasurer Association's (MMTA) Fall Conference Committee and the Michigan Municipal League's Legislative Finance Committee, and am continuing as a budget reviewer for the Government Finance Officers Association.



US Public Finance Questionnaire

Institution: Village of Dexter	Contact: Ms. Marie Sherry
Address: 8140 Main Street Dexter, MI 48130	Title: Treasurer /Finance Director
	Phone: 734-426-8303
	Fax: 734-426-5614
Org ID: 18404	Email: msherry@dextermi.gov

Economy

1. Provide the most recently available certified taxable value and state equalized value, and the fiscal year when the values given will affect tax revenues.

Confidential

Taxable Value	State Equalized Value	Year
\$220,614,154	\$236,859,978	2014

Provide comments, if any, on value(s) provided above (optional).

Confidential

Due to our transition process from being a Village to being a City, the Calendar Year 2015 (FY 15-16) assessed values are not yet officially available. The new taxable value for 2015 is expected to be at or near \$237,647,537, but for the purposes of this questionnaire we will use the 2014 values.

2. Using the most recently available information, provide the combined taxable value for the ten largest taxpayers.

Confidential

Top 10 Taxpayer Total Taxable Value	\$47,300,367
Total Taxable Value For ALL Taxpayers	\$220,614,154
Year Impacted By These Values	2014

3. Has there recently been a taxpayer or employer event which has or is expected to significantly increase total taxable value or total employment? Check all that apply.

Confidential

No Major Event(s)

New Major Employer or Major Taxpayer

Describe the New Major Employer or Major Taxpayer:

Confidential

Since our last bond issue in 2011, the following major businesses opened in Dexter: Dexter Wellness Center (2014 TV \$5,172,100), a health and wellness club, opened in 2013; Northern United Brewery (2014 TV \$1,961,200), a manufacturer of craft beer, moved its headquarters to Dexter in 2013

Expanded Major Employer or Major Taxpayer

Describe the Expanded Major Employer or Major Taxpayer:

Confidential

Since our last bond issue in 2011, the following major businesses expanded their operations in Dexter: Dexter Fastener Technologies, (the City's largest taxpayer with a combined 2014 TV of \$23,384,300) underwent an expansion that included

adding additional land into our industrial park/city boundaries; Lafontaine Chevrolet (2014 TV 2,859,000) expanded their dealership building.

Significant Annexation

Other Major Event(s)

Describe the Other Major Event(s):

Confidential

On November 20, 2014 the Village of Dexter became the City of Dexter. This increased the operating millage rate that we are allowed by law to levy from 9.8807 mills to 12.5 mills. It is expected that we will continue to levy the lower rate because the revenue generated at that rate is sufficient for our current needs. The maximum streets millage rate was increased from 3.9520 (2014 levied was 3.4380) to 5.0. Again, it is not anticipated that this millage will be raised to the maximum level. With the exception of the Dexter Fastener expansion, we did not increase our boundaries; A subdivision whose developer went bankrupt during the economic downturn is now substantially complete, with significant building being done in 2014; According to the 2010 Census, Dexter was the fastest growing city/village in the State of Michigan (by percentage) in that decade.

4. If your entity has recently experienced or is expecting any of the following, please check the box and provide your expectations for how the event will impact your economy and budget. Check all that apply.

Confidential

No Major Event(s)

Natural Disaster

Describe the Natural Disaster:

Confidential

In 2012 Dexter was struck by a tornado. The final home reconstruction was completed in 2014. The impact on our budget was minimal, consisting primarily of overtime costs for clean-up and traffic routing. The damaged area was not large enough to substantially affect the tax base.

Loss of Major Employer or Major Taxpayer

Significant Tax Appeals

Describe the Significant Tax Appeals:

Confidential

In late 2013, the Chelsea Wellness Foundation purchased the building that it formerly had leased (see Dexter Wellness Center under the additional taxpayers section). They claimed that the property should be tax exempt. The Board of Review disagreed and placed the parcel on the 2014 tax roll. The case is currently before the Michigan Tax Tribunal with the next hearing scheduled for September 2015. This case would not affect the City's General Fund as it is located within the Downtown Development Authority, and is therefore subject to tax capture.

Other Major Event(s)

Describe the Other Major Event(s):

Confidential

The City has one new residential development (Victoria Condominiums) in the construction phase, and three larger mixed use (residential/commercial) developments in the early planning phases. In addition, Northern United Brewery (see the additional taxpayers section) and Variety Die and Stamping are both exploring expanding their operations within the industrial park.

5. If applicable, provide any additional information or commentary on questions or answers in this section, which were not fully addressed above (optional).

Confidential

In 2012/2013 a major park consisting of natural features, boardwalks, canoe and kayak launches and gathering places was completed - using a combination of fund balances and grants from outside organizations. This park borders our downtown. In 2014, part of the County Border-to-Border trail was completed connecting this park to a Metropark to our northwest. In 2015, the central section of this trail will be completed, which will connect the City to the Metroparks to our east. Our community

has already seen positive economic activity from this trail system in hikers, canoeists, kayakers and bicyclists stopping in our downtown to eat and shop.

Budget Flexibility and Performance

1. Have you adopted GASB 54 for your annual financial statements?

Confidential

Yes

No

Detail your recent and expected financial results in your general or operating fund.

Confidential

	Fiscal 2014 Results	Current Fiscal 2015 Expectations	Fiscal 2016 Projections ⁶
Identify Reporting Basis	Audited	Expectations	Projected
Identify Accounting Basis	Modified Accrual	Modified Accrual	Modified Accrual
1. Operating Fund Revenues	\$3,218,838	\$2,658,796	\$2,894,900
2. Operating Fund Expenditures	\$2,994,523	\$2,897,942	\$2,781,424
3. Net Transfers ¹	\$8,000		
4. Other Adjustments ²	\$0		
5. Operating Results ³	\$232,315	-\$239,146	\$113,476
6. Ending Balance		\$1,206,120	\$1,319,596
7. Combined 'Assigned' plus 'Unassigned' Ending Balance ⁴		\$1,206,120	\$1,319,596
8. Ending Balance that is 'Committed' ⁵		\$0	\$0

Footnotes:

1: If this figure is negative, enter negative number

2: If this figure is negative, enter negative number

3: Equals row 1 minus row 2 plus row 3 plus row 4

4: Only enter if designations are available

5: Only enter if designation is available

6: Providing figures in this column is entirely optional, as Standard & Poor's Ratings Services recognizes that this data may not be available at this time. We also recognize that these figures are estimates that can change over time.

What measures are required for you to change the designation of 'committed' funds to either 'assigned' or 'unassigned'?

Confidential

Resolution of City Council.

In an effort to better understand how non-recurring revenues and expenditures may alter general operating fund results, please fill out the following information, as it relates to the general operating fund information provided in the table above.

Confidential

	Fiscal 2014 Results	Current Fiscal 2015 Expectations	Fiscal 2016 Projections
9. Total One Time Revenues Included in Row 1 ¹	\$105,000	\$0	\$0

	Fiscal 2014 Results	Current Fiscal 2015 Expectations	Fiscal 2016 Projections
10. Total One Time Expenditures Included in Row 2 ²	\$0	\$234,000	\$122,000
11. Structural Adjustments: Total New Revenue Enhancements or Losses that will be Recurring ³	\$0	-\$559,022	\$92,900
12. Structural Adjustments: Total New Expenditure Increases or Reductions that will be Recurring ⁴	\$0	-\$546,324	\$41,200

Footnotes:

1: If a one time revenue loss, enter negative number

2: If a one time expenditure reduction, enter negative number

3: If losses, enter negative number

4: If reductions, enter negative number

Describe the one time revenues or expenditures, or positive or negative structural adjustments to recurring revenues or expenditures, as identified in rows 9-12 in the table above. Also, indicate the fiscal year and table row associated with each description.

Confidential

For FY 2014-2015, all Solid waste activities were moved into their own fund. The operating results includes a transfer out of \$98,100 to move receivables to the new Solid Waste Fund. In addition, \$91,000 was used to make extra payments (beyond the additional payments commonly budgeted by the City) to the pension and OPEB accounts. The remainder of the negative operating results was due to one-time costs associated with become a city (such as printing and publishing the proposed charter, establishing offices for an assessor and clerk, etc.) as well as construction on the nearly completed Border-to-Border Trail. For FY 2015-2016, Assessing and Elections are now being performed by the City (the Village did not perform them). An administration fee on taxes (that was not assessed) will be used to cover costs associated with assessing and tax collection.

Does your entity have any funds outside of the general fund with reserves that are designated (if designation is available) as 'assigned' or 'unassigned', which could be used to support general fund operations, without any legal requirement to pay back?

Confidential

Yes

No

2. If information is available, detail your recent and expected financial results for total governmental funds.

Confidential

	Fiscal 2014 Results	Current Fiscal 2015 Expectations	Fiscal 2016 Projections
Identify Reporting Basis	Audited	Expectations	Projected
Identify Accounting Basis	Modified Accrual	Modified Accrual	Modified Accrual
1. Total Governmental Funds Revenues	\$4,783,216	\$7,699,632	\$5,808,200
2. Total Governmental Funds Expenditures	\$4,636,183	\$8,430,158	\$5,919,925
3. Total Governmental Funds Operating Result ¹	\$147,033	-\$730,526	-\$111,725

Footnote:

In an effort to better understand how non-recurring revenues and expenditures may alter total governmental funds results, please fill out the following information, as it relates to the total governmental funds information provided in the table above.

Confidential

	Fiscal 2014 Results	Current Fiscal 2015 Expectations	Fiscal 2016 Projections
4. Total One Time Revenues Included in row 1 ¹	\$105,000	\$800,000	\$100,000
5. Total Revenues in Row 1 Whose Source is Bond Proceeds ²	\$0	\$800,000	\$0
6. Total One Time Expenditures Included in row 2 ³	\$0	\$414,100	\$100,000
7. Total Capital Expenditures Included in row 2 ⁴	\$280,577	\$1,549,323	\$892,000
8. Total Expenditures in row 2 that are Bond Proceeds Being Spent ⁵	\$0	\$653,620	\$146,380
9. Total Debt Service Expenditures Included in row 2 ⁶	\$627,308	\$926,500	\$622,700

Footnotes:

- 1: If a one time revenue loss, enter negative number
- 2: Revenues listed here (row 5) can also be listed in row 4
- 3: If a one time expenditure reduction, enter negative number
- 4: Expenditures listed here (row 7) can also be listed in row 6
- 5: Expenditures listed here (row 8) can also be listed in row 6
- 6: Expenditures listed here (row 9) can also be listed in row 6

Describe the one time revenues or expenditures, or capital expenditures or bond proceeds, as identified in the table above.

Confidential

For 2015, one time expenditures include the \$189,100 detailed in section 1, plus an additional \$225,000 which was a pay down of the final year of debt on the 2008 Taxable Bond. The \$225,000 is also reflected in line 9. 2016 One time revenue is generated from a special one-year millage levied by Washtenaw County for road improvements - included that as a one-time expenditure, although it is being used to fund a project that was already included in our road maintenance plan.

3. If information is available, fill in the table below regarding total government cash and cash equivalents. Also, list any portions of these figures that would not be available for liquidity purposes (i.e. restricted cash in enterprise funds, unspent bond proceeds, investments that cannot be quickly liquidated, etc.).

Confidential

	Fiscal 2014 Results	Current Fiscal 2015 Expectations	Fiscal 2016 Projections
Identify Reporting Basis	Audited	Expectations	Projected
1. Total Government Cash and Cash Equivalents	\$4,629,629	\$4,451,078	\$4,563,253
2. Total Amount in Row 1 that is not available for Liquidity Purposes	\$2,522,321	\$2,072,926	\$2,245,446

4. Have you delayed any operating or routine capital expenditures that were due or scheduled for the previous fiscal year until the current fiscal year or a future fiscal year?

Confidential

- Yes
 No

5. In any of the last three fiscal years, has your entity, in order to cover rising expenditures, raised operating taxes by more than inflation by way of either having capacity within state limitations or successfully gaining voter approval for an override to the Headlee rollback property tax levy?

Confidential

- Yes
 No

6. Does your entity have the legal right to levy any additional taxes, for operating purposes, which are not currently being levied or to increase existing operating taxes, without requiring voter authorization?

Confidential

- Yes
 No

How much additional revenue could be generated by increasing the general fund operating property tax to the maximum level without requiring voter approval?

Confidential

Additional Revenue	\$577,800
Description	<i>Calculation is for 2.6193 mills which is the difference between the amount levied in 2014 and the amount available to levy in 2015.</i>

7. If applicable, provide any additional information or commentary on questions or answers in this section, which were not fully addressed above (optional).

Confidential

Increase in Section 7 is due to the increase in maximum millage rate by becoming a city.

Debt and Liabilities

1. What annual return on your investment holdings are you currently budgeting?

Confidential

- Less than 3%*
- Between 3% and 7%*
- Greater than 7%*

2. Is your entity, directly or indirectly, liable for the repayment of any bonded debt or other obligations that are intended to be repaid from an outside third party (for example, repayment under a contingent loan agreement)? Please see the How-To Guide for further explanation.

Confidential

- Yes*
- No*

3. Is all of your debt fixed rate to maturity?

Confidential

- Yes*
- No*

Indicate which, if any, of the following debt-related instruments your entity has outstanding. Check all that apply.

Confidential

- Debt structures that may be subject to accelerated principal repayment as a result of covenant violations*
- Rolling short-term debt or commercial paper, or other debt that may need to be refinanced in the next 24 months*
- Direct purchase debt (i.e. floating rate notes or privately placed loans)*
- None*

4. Does your entity plan to issue any additional debt within the next two years? Do not include additional debt plans that would be secured solely by net utility revenues, but do include debt plans that would be secured by net utility revenues plus an additional general obligation or appropriation-type pledge. Check all that apply.

Confidential

- Yes, New Money*

Indicate the expected security, estimated par amount, purpose, and expected time frame for additional new money debt plans.

Confidential

Expected Security	Estimated Par Amount	Purpose	Expected Time Frame For Issuance
General Obligation	\$1,500,000	City Office/Police/Fire	12-24 months

- Yes, For Refunding*
- No Debt Plans*

5. Provide the most recently available dollar amount of all outstanding overlapping debt applicable to your entity (debt issued by other governments, secured by a tax base that is shared in part by your entity). Please include tax-supported and appropriation/ lease supported obligations (do not include utility-backed debt). Also, indicate the fiscal year-end associated with this figure.

Confidential

Overlapping Debt	\$22,812,207
Fiscal Year-End	2015

6. If applicable, did you fully fund the annual required contribution for each of your pension plans in fiscal 2014?

Confidential

- Yes, Fully Funded Every Plan*
- Fully Funded Some Plans, but Not Every Plan*
- Did Not Fully Fund Any Plan*
- Have No Pension Plans*

7. If applicable, provide any additional information or commentary on questions or answers in this section, which were not fully addressed above (optional).

Confidential

FY 2014-2015 MERS Pension Required Employer Contribution: \$61,152. Actual Budgeted Contribution: \$130,148 OPEB Payment Budgeted for FY 2014-2015: \$132,000 Debt for construction of City facilities still in exploration phase and actual amounts and feasibility have not yet been determined.

Management

1. Has there been any change in or addition of key financial management policies or practices in the last year (such as reporting budget and investment performance to the executive body; long term financial or capital planning; and investment, debt, or reserve policies/ targets)?

Confidential

Yes

No

2. If your entity has recently experienced or is expecting any of the following, please check the box and provide your expectations for how the event will impact your budget and operations. Check all that apply.

Confidential

No Major Event(s)

Bankruptcy or Receivership

Legal Judgment with Significant Financial Implications

Turnover in Key Executive or Financial Management Positions

Material Negative Restatement in Annual Financial Statements

Recently Defeated Voter Referendum

Consideration of Not Supporting Debt Obligations Backed by your Organization's General Obligation or Appropriation Pledge, or Other Pledges

Recent History of Late Budget Adoption or Late Audit Completion

Other Major Event(s)

What was the principal reason for the key executive or financial management turnover?

Confidential

Term Ended

Other

Describe the position(s) vacated and the circumstances that led to new management taking office.

Confidential

Long time Manager took employment with a larger government. The Assistant Manager (of seven years) was appointed as Manager. Finance Director (14 years employment) remains the same. Budget implications are negligible.

3. If applicable, provide any additional information or commentary on questions or answers in this section, which were not fully addressed above (optional).

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Summary:

Dexter, Michigan; General Obligation

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Related Criteria And Research

Summary:

Dexter, Michigan; General Obligation

Credit Profile

US\$1.385 mil downtown dev rfdg bnds (ltd tax GO) (taxable) ser 2015 due 05/01/2033

<i>Long Term Rating</i>	AA/Stable	New
Dexter Vill GO		
<i>Long Term Rating</i>	AA/Stable	Upgraded
Dexter Vill GO		
<i>Unenhanced Rating</i>	AA(SPUR)/Stable	Upgraded

Many issues are enhanced by bond insurance.

Rationale

Standard & Poor's Ratings Services raised its long-term rating and underlying rating (SPUR) to 'AA' from 'AA-' on Dexter, Mich.'s general obligation (GO) bonds. At the same time, we assigned our 'AA' long-term rating to Dexter's series 2015 GO downtown development refunding bonds. The outlook is stable.

The upgrade reflects improved budgetary flexibility due to strong budgetary performance.

A pledge of the city's full-faith-credit-and-resources and an agreement to levy ad valorem property taxes within state limitations secure the bonds. For series 2015, the city will pledge tax increment revenues to pay debt service. Our rating is based on the city's full-faith-credit-and-resource GO pledge.

It is our understanding that officials will use bond proceeds to refund the series 2008A limited-tax GO downtown development bonds for interest cost savings only.

The long-term rating reflects our assessment of the following factors for the city:

- Strong economy, with market value per capita of \$116,286 and projected per capita effective buying income at 151% of the national level;
- Strong management, with "good" financial policies and practices under our Financial Management Assessment methodology;
- Strong budgetary performance, with operating results that we expect could deteriorate in the near term relative to fiscal 2014, which closed with operating surpluses in the general fund and at the total governmental fund level;
- Very strong budgetary flexibility, with an available fund balance in fiscal 2014 of 44% of operating expenditures, and the flexibility to raise additional revenues despite statewide tax caps;
- Very strong liquidity, with total government available cash of 99.9% of total governmental fund expenditures and 7.4x governmental debt service, and access to external liquidity we consider strong;
- Very weak debt and contingent liability position, with debt service carrying charges of 13.5% of expenditures and net direct debt that is 199.8% of total governmental fund revenue; and
- Strong institutional framework score.

Strong economy

We consider Dexter's economy strong. The city, with an estimated population of 4,336, is in Washtenaw County. The city has a projected per capita effective buying income of 151% of the national level and per capita market value of \$116,286. Overall, the city's market value grew by 9.5% over the past year to \$504.2 million in 2016. The county unemployment rate was 4.8% in 2014.

On Nov. 20, 2014, the Village of Dexter officially became the City of Dexter. The city is located on the banks of the Huron River in Washtenaw County and Ann Arbor is about 11 miles away. It is a growing community that offers a mix of commercial and residential interests. The city has made extensive upgrades to its infrastructure over the past several years.

Strong management

We view the city's management as strong, with "good" financial policies and practices under our Financial Management Assessment methodology, indicating financial practices exist in most areas, but that governance officials might not formalize or monitor all of them on a regular basis.

The city performs a line by line approach for its budgetary process with help from an internal model and has historical information that dates back at least 10 years but focuses on the prior two years when performing a current budget. The budget can be amended if needed and the council is updated on a budget to actual result on a quarterly basis.

The city has a long-term financial and capital plan that projects out five years and is updated annually and presented to the council. With respect to the capital plan, sources and uses are identified with each capital project.

The city does have its own investment policy and reports on a quarterly basis to its council members the holdings and performance. The city does not have a debt management policy but adheres to state guidelines.

There is a formal reserve policy that calls for the city to maintain reserves at least 15% of general fund revenues, which was designed to ensure cash flow for emergencies or periods of extreme revenue shortfall.

Strong budgetary performance

Dexter's budgetary performance is strong in our opinion. The city had operating surpluses of 7.7% in the general fund and 3.2% across all governmental funds in fiscal 2014. Our assessment accounts for the fact that we expect budgetary results could deteriorate somewhat from 2014 results in the near term.

The city has been making infrastructure improvements and these improvements have led to planned spend downs of the city's reserves from 2011 through 2013. The city has projected for a use of reserves in fiscal 2015 (June 30) of about 8.7%, which included using part of the 2014 surplus to make additional payments toward its other postemployment benefits (OPEB) and for capital costs. The city has adopted a 2016 budget that calls for a surplus of approximately 2.8%

Very strong budgetary flexibility

Dexter's budgetary flexibility is very strong, in our view, with an available fund balance in fiscal 2014 of 44% of operating expenditures, or \$1.3 million. We expect the available fund balance will remain above 30% of expenditures for the current and next fiscal years, which we view as a positive credit factor. In addition, the city has the flexibility to

raise additional revenues despite statewide tax caps, which we view as a positive credit factor.

We expect the city's budgetary flexibility to remain very strong despite a projected deficit in fiscal 2015. Officials have adopted a positive fiscal 2016 budget and as such we expect the city's reserves to drop slightly below the 2014 level.

The city has capacity in its tax levying ability which if enacted (which officials state there are no plans to do so) could generate approximately \$500,000 of additional revenue, which represents about 16% of its total general fund revenues.

Very strong liquidity

In our opinion, Dexter's liquidity is very strong, with total government available cash of 99.9% of total governmental fund expenditures and 7.4x governmental debt service in 2014. In our view, the city has strong access to external liquidity if necessary.

The city has been issuing GO debt for the past 15 years. We do not expect the cash balance to change materially in the next two years with respect to total governmental expenditures and total governmental debt service. The city's investments are mainly in savings and checking accounts as well as certificates of deposit which we do not consider aggressive.

Very weak debt and contingent liability profile

In our view, Dexter's debt and contingent liability profile is very weak. Total governmental fund debt service is 13.5% of total governmental fund expenditures, and net direct debt is 199.8% of total governmental fund revenue.

Management has confirmed the city has no alternative financings. It is our understanding that there are no definitive debt plans in the next two years but management indicated there could be facility needs for public safety and/or city hall whereby residents may be approached to vote on.

The city contributes to the Michigan Municipal Employees' Retirement System, which is an agent multiple employer retirement system that covers 12 full time employees in a defined benefit plan. Employees hired after July 1, 2011, are part of a defined contribution pension plan.

Dexter's combined pension and OPEB contributions totaled 4.0% of total governmental fund expenditures in 2014. Of that amount, 1.1% represented contributions to pension obligations and 2.8% represented OPEB payments. The city made 154% of its annual required pension contribution in 2014.

The city provides health care benefits to four retirees in accordance with its respective labor contracts. The city addresses this liability on a pay-as-you-go basis. Employees hired after July 1, 2011, are not offered OPEB.

Strong institutional framework

The institutional framework score for Michigan municipalities with a population between 4,000 and 600,000 is strong.

Outlook

The stable outlook reflects our view that the city will maintain its very strong budget flexibility and liquidity profile. We do not expect to revise the rating within the two-year outlook period but if the budgetary performance or debt profile deteriorates to a level we feel is weak or very weak, the rating could be pressured. Consideration for a higher rating

would need improvement in the debt profile to a level we feel is at least adequate and improvement in the economy to a level we consider very strong, which we feel is unlikely during the two-year outlook period.

Related Criteria And Research

Related Criteria

- USPF Criteria: Local Government GO Ratings Methodology And Assumptions, Sept. 12, 2013
- USPF Criteria: Financial Management Assessment, June 27, 2006
- USPF Criteria: Debt Statement Analysis, Aug. 22, 2006
- USPF Criteria: Limited-Tax GO Debt, Jan. 10, 2002
- USPF Criteria: Methodology: Rating Approach To Obligations With Multiple Revenue Streams, Nov. 29, 2011
- USPF Criteria: Assigning Issue Credit Ratings Of Operating Entities, May 20, 2015
- Criteria: Use of CreditWatch And Outlooks, Sept. 14, 2009

Related Research

- S&P Public Finance Local GO Criteria: How We Adjust Data For Analytic Consistency, Sept. 12, 2013
- Institutional Framework Overview: Michigan Local Governments

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Fiscal Year 2014/2015 Fourth Quarter Budget Reports

The Revenue/Expenditure Report is used to track how our revenue and expenditures compare to our budget. A general rule of thumb is that each quarter represents 25% of the budget, although certain departments may spend all of their budget at one time.

All Fund Revenues and Expenditures:

- The utility billing revenue that was sent out in July has been moved back into Fiscal Year 2014-2015.
- All expense departments are under budget. Accounts payable may still be billed back to this fiscal year through the end of August, however it is unlikely that this will have a detrimental impact on the budget.

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 101 - GENERAL FUND						
000-ASSETS, LIABILITIES & REVENUE		2,648,600.00	2,673,400.00	2,655,810.71	17,589.29	99.34
TOTAL Revenues		<u>2,648,600.00</u>	<u>2,673,400.00</u>	<u>2,655,810.71</u>	<u>17,589.29</u>	<u>99.34</u>
101-CITY COUNCIL		57,000.00	59,800.00	54,744.56	5,055.44	91.55
172-CITY MANAGER		304,200.00	292,200.00	283,278.17	8,921.83	96.95
201-FINANCE DEPARTMENT		15,600.00	15,600.00	12,924.84	2,675.16	82.85
210-ATTORNEY		25,000.00	65,000.00	53,830.75	11,169.25	82.82
215-CITY CLERK		7,900.00	12,400.00	12,217.56	182.44	98.53
253-TREASURER		97,300.00	97,300.00	96,367.66	932.34	99.04
257-ASSESSING DEPARTMENT		0.00	21,300.00	20,377.29	922.71	95.67
262-ELECTIONS		0.00	14,700.00	14,672.09	27.91	99.81
265-BUILDINGS & GROUNDS		69,800.00	69,800.00	69,641.53	158.47	99.77
285-CITY TREE PROGRAM		24,000.00	24,000.00	20,753.50	3,246.50	86.47
301-LAW ENFORCEMENT		567,100.00	568,900.00	568,880.93	19.07	100.00
336-FIRE DEPARTMENT		494,700.00	494,700.00	494,665.27	34.73	99.99
400-PLANNING DEPARTMENT		119,100.00	119,100.00	113,725.35	5,374.65	95.49
410-ZONING BOARD OF APPEALS		1,100.00	1,100.00	410.37	689.63	37.31
441-DEPARTMENT OF PUBLIC WORKS		155,100.00	173,800.00	173,796.91	3.09	100.00
442-DOWNTOWN PUBLIC WORKS		73,300.00	73,300.00	72,820.33	479.67	99.35
447-ENGINEERING		11,000.00	11,000.00	9,801.00	1,199.00	89.10
448-MUNICIPAL STREET LIGHTS		73,000.00	73,000.00	69,708.44	3,291.56	95.49
728-ECONOMIC DEVELOPMENT		3,700.00	3,700.00	3,370.33	329.67	91.09
751-PARKS & RECREATION		120,400.00	120,400.00	95,557.24	24,842.76	79.37
851-INSURANCE & BONDS		179,300.00	292,600.00	289,614.01	2,985.99	98.98
875-CONTRIBUTIONS		33,300.00	33,300.00	33,250.00	50.00	99.85
890-CONTINGENCIES		32,000.00	12,000.00	11,709.34	290.66	97.58
901-CAPITAL IMPROVEMENTS		105,000.00	101,700.00	86,575.55	15,124.45	85.13
965-TRANSFERS OUT - CONTROL		129,900.00	240,000.00	238,002.27	1,997.73	99.17
TOTAL Expenditures		<u>2,698,800.00</u>	<u>2,990,700.00</u>	<u>2,900,695.29</u>	<u>90,004.71</u>	<u>96.99</u>
Fund 101 - GENERAL FUND:						
TOTAL REVENUES		2,648,600.00	2,673,400.00	2,655,810.71	17,589.29	99.34
TOTAL EXPENDITURES		<u>2,698,800.00</u>	<u>2,990,700.00</u>	<u>2,900,695.29</u>	<u>90,004.71</u>	<u>96.99</u>
NET OF REVENUES & EXPENDITURES		(50,200.00)	(317,300.00)	(244,884.58)	(72,415.42)	77.18
BEG. FUND BALANCE		1,329,685.41	1,329,685.41	1,329,685.41		
END FUND BALANCE		1,279,485.41	1,012,385.41	1,084,800.83		

REVENUE AND EXPENDITURE REPORT FOR CITY OF DEXTER

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE		AVAILABLE		% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	NORMAL	(ABNORMAL)	NORMAL	(ABNORMAL)	
Fund 202 - MAJOR STREETS FUND								
000-ASSETS, LIABILITIES & REVENUE		783,900.00	1,038,200.00	981,898.69		56,301.31		94.58
TOTAL Revenues		<u>783,900.00</u>	<u>1,038,200.00</u>	<u>981,898.69</u>		<u>56,301.31</u>		<u>94.58</u>
248-ADMINISTRATION		4,600.00	4,600.00	4,591.25		8.75		99.81
445-STORMWATER		26,900.00	26,900.00	18,656.34		8,243.66		69.35
451-CONTRACTED ROAD CONSTRUCTION		538,600.00	782,800.00	721,242.23		61,557.77		92.14
463-ROUTINE MAINTENANCE		93,000.00	93,000.00	87,716.29		5,283.71		94.32
474-TRAFFIC SERVICES		42,500.00	42,500.00	37,408.72		5,091.28		88.02
478-WINTER MAINTENANCE		68,300.00	78,300.00	74,255.99		4,044.01		94.84
890-CONTINGENCIES		10,000.00	0.00	0.00		0.00		0.00
TOTAL Expenditures		<u>783,900.00</u>	<u>1,028,100.00</u>	<u>943,870.82</u>		<u>84,229.18</u>		<u>91.81</u>
Fund 202 - MAJOR STREETS FUND:								
TOTAL REVENUES		<u>783,900.00</u>	<u>1,038,200.00</u>	<u>981,898.69</u>		<u>56,301.31</u>		<u>94.58</u>
TOTAL EXPENDITURES		<u>783,900.00</u>	<u>1,028,100.00</u>	<u>943,870.82</u>		<u>84,229.18</u>		<u>91.81</u>
NET OF REVENUES & EXPENDITURES		0.00	10,100.00	38,027.87		(27,927.87)		376.51
BEG. FUND BALANCE		9,703.10	9,703.10	9,703.10				
END FUND BALANCE		9,703.10	19,803.10	47,730.97				

REVENUE AND EXPENDITURE REPORT FOR CITY OF DEXTER

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 203 - LOCAL STREETS FUND						
000-ASSETS, LIABILITIES & REVENUE		706,900.00	857,200.00	805,639.98	51,560.02	93.99
TOTAL Revenues		<u>706,900.00</u>	<u>857,200.00</u>	<u>805,639.98</u>	<u>51,560.02</u>	<u>93.99</u>
248-ADMINISTRATION		4,600.00	4,600.00	4,575.29	24.71	99.46
445-STORMWATER		22,000.00	22,000.00	19,963.79	2,036.21	90.74
451-CONTRACTED ROAD CONSTRUCTION		500,000.00	631,800.00	623,064.46	8,735.54	98.62
463-ROUTINE MAINTENANCE		75,300.00	93,800.00	93,795.34	4.66	100.00
474-TRAFFIC SERVICES		35,300.00	35,300.00	20,282.03	15,017.97	57.46
478-WINTER MAINTENANCE		59,700.00	65,200.00	64,989.02	210.98	99.68
890-CONTINGENCIES		10,000.00	0.00	0.00	0.00	0.00
TOTAL Expenditures		<u>706,900.00</u>	<u>852,700.00</u>	<u>826,669.93</u>	<u>26,030.07</u>	<u>96.95</u>
Fund 203 - LOCAL STREETS FUND:						
TOTAL REVENUES		<u>706,900.00</u>	<u>857,200.00</u>	<u>805,639.98</u>	<u>51,560.02</u>	<u>93.99</u>
TOTAL EXPENDITURES		<u>706,900.00</u>	<u>852,700.00</u>	<u>826,669.93</u>	<u>26,030.07</u>	<u>96.95</u>
NET OF REVENUES & EXPENDITURES		0.00	4,500.00	(21,029.95)	25,529.95	467.33
BEG. FUND BALANCE		30,531.81	30,531.81	30,531.81		
END FUND BALANCE		30,531.81	35,031.81	9,501.86		

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	NORMAL (ABNORMAL) 06/30/2015	NORMAL (ABNORMAL) BALANCE	
Fund 204 - MUNICIPAL STREETS						
000-ASSETS, LIABILITIES & REVENUE		691,800.00	691,800.00	681,102.29	10,697.71	98.45
TOTAL Revenues		<u>691,800.00</u>	<u>691,800.00</u>	<u>681,102.29</u>	<u>10,697.71</u>	<u>98.45</u>
248-ADMINISTRATION		69,900.00	89,800.00	88,681.76	1,118.24	98.75
965-TRANSFERS OUT - CONTROL		849,100.00	903,300.00	795,365.17	107,934.83	88.05
TOTAL Expenditures		<u>919,000.00</u>	<u>993,100.00</u>	<u>884,046.93</u>	<u>109,053.07</u>	<u>89.02</u>
Fund 204 - MUNICIPAL STREETS:						
TOTAL REVENUES		691,800.00	691,800.00	681,102.29	10,697.71	98.45
TOTAL EXPENDITURES		<u>919,000.00</u>	<u>993,100.00</u>	<u>884,046.93</u>	<u>109,053.07</u>	<u>89.02</u>
NET OF REVENUES & EXPENDITURES		(227,200.00)	(301,300.00)	(202,944.64)	(98,355.36)	67.36
BEG. FUND BALANCE		364,508.44	364,508.44	364,508.44		
END FUND BALANCE		137,308.44	63,208.44	161,563.80		

REVENUE AND EXPENDITURE REPORT FOR CITY OF DEXTER

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE		AVAILABLE		% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	NORMAL	(ABNORMAL)	NORMAL	(ABNORMAL)	
Fund 226 - SOLID WASTE COLLECTION FUND								
	000-ASSETS, LIABILITIES & REVENUE	560,400.00	665,400.00	575,697.29		89,702.71		86.52
	TOTAL Revenues	<u>560,400.00</u>	<u>665,400.00</u>	<u>575,697.29</u>		<u>89,702.71</u>		<u>86.52</u>
	248-ADMINISTRATION	100.00	200.00	139.68		60.32		69.84
	528-SOLID WASTE	548,200.00	556,200.00	556,125.92		74.08		99.99
	TOTAL Expenditures	<u>548,300.00</u>	<u>556,400.00</u>	<u>556,265.60</u>		<u>134.40</u>		<u>99.98</u>
Fund 226 - SOLID WASTE COLLECTION FUND:								
	TOTAL REVENUES	560,400.00	665,400.00	575,697.29		89,702.71		86.52
	TOTAL EXPENDITURES	<u>548,300.00</u>	<u>556,400.00</u>	<u>556,265.60</u>		<u>134.40</u>		<u>99.98</u>
	NET OF REVENUES & EXPENDITURES	12,100.00	109,000.00	19,431.69		89,568.31		17.83
	BEG. FUND BALANCE							
	END FUND BALANCE	12,100.00	109,000.00	19,431.69				

REVENUE AND EXPENDITURE REPORT FOR CITY OF DEXTER

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE		AVAILABLE		% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	NORMAL	(ABNORMAL)	NORMAL	(ABNORMAL)	
Fund 275 - TREE REPLACEMENT FUND								
000-ASSETS, LIABILITIES & REVENUE		1,300.00	1,300.00	6,841.27		(5,541.27)		526.25
TOTAL Revenues		<u>1,300.00</u>	<u>1,300.00</u>	<u>6,841.27</u>		<u>(5,541.27)</u>		<u>526.25</u>
965-TRANSFERS OUT - CONTROL		8,000.00	8,000.00	8,000.00		0.00		100.00
TOTAL Expenditures		<u>8,000.00</u>	<u>8,000.00</u>	<u>8,000.00</u>		<u>0.00</u>		<u>100.00</u>
Fund 275 - TREE REPLACEMENT FUND:								
TOTAL REVENUES		1,300.00	1,300.00	6,841.27		(5,541.27)		526.25
TOTAL EXPENDITURES		<u>8,000.00</u>	<u>8,000.00</u>	<u>8,000.00</u>		<u>0.00</u>		<u>100.00</u>
NET OF REVENUES & EXPENDITURES		(6,700.00)	(6,700.00)	(1,158.73)		(5,541.27)		17.29
BEG. FUND BALANCE		150,091.91	150,091.91	150,091.91				
END FUND BALANCE		143,391.91	143,391.91	148,933.18				

REVENUE AND EXPENDITURE REPORT FOR CITY OF DEXTER

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 303 - GENERAL DEBT SERVICE FUND (VOTED BONDS)						
	000-ASSETS, LIABILITIES & REVENUE	150,100.00	150,100.00	160,490.83	(10,390.83)	106.92
	TOTAL Revenues	<u>150,100.00</u>	<u>150,100.00</u>	<u>160,490.83</u>	<u>(10,390.83)</u>	<u>106.92</u>
	248-ADMINISTRATION	600.00	1,100.00	1,037.00	63.00	94.27
	570-STREETSCAPE	145,900.00	157,500.00	157,420.00	80.00	99.95
	TOTAL Expenditures	<u>146,500.00</u>	<u>158,600.00</u>	<u>158,457.00</u>	<u>143.00</u>	<u>99.91</u>
Fund 303 - GENERAL DEBT SERVICE FUND (VOTED BONDS):						
	TOTAL REVENUES	150,100.00	150,100.00	160,490.83	(10,390.83)	106.92
	TOTAL EXPENDITURES	<u>146,500.00</u>	<u>158,600.00</u>	<u>158,457.00</u>	<u>143.00</u>	<u>99.91</u>
	NET OF REVENUES & EXPENDITURES	3,600.00	(8,500.00)	2,033.83	(10,533.83)	23.93
	BEG. FUND BALANCE	5,954.60	5,954.60	5,954.60		
	END FUND BALANCE	9,554.60	(2,545.40)	7,988.43		

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 351 - GENERAL DEBT SERVICE (NON-VOTED BONDS)						
	000-ASSETS, LIABILITIES & REVENUE	1,035,400.00	1,053,600.00	1,026,305.18	27,294.82	97.41
	TOTAL Revenues	<u>1,035,400.00</u>	<u>1,053,600.00</u>	<u>1,026,305.18</u>	<u>27,294.82</u>	<u>97.41</u>
	248-ADMINISTRATION	0.00	18,400.00	18,371.35	28.65	99.84
	850-LONG-TERM DEBT	235,800.00	235,800.00	207,922.67	27,877.33	88.18
	965-TRANSFERS OUT - CONTROL	450,000.00	700,500.00	653,620.46	46,879.54	93.31
	TOTAL Expenditures	<u>685,800.00</u>	<u>954,700.00</u>	<u>879,914.48</u>	<u>74,785.52</u>	<u>92.17</u>
Fund 351 - GENERAL DEBT SERVICE (NON-VOTED BONDS):						
	TOTAL REVENUES	1,035,400.00	1,053,600.00	1,026,305.18	27,294.82	97.41
	TOTAL EXPENDITURES	<u>685,800.00</u>	<u>954,700.00</u>	<u>879,914.48</u>	<u>74,785.52</u>	<u>92.17</u>
	NET OF REVENUES & EXPENDITURES	349,600.00	98,900.00	146,390.70	(47,490.70)	148.02
	BEG. FUND BALANCE					
	END FUND BALANCE	349,600.00	98,900.00	146,390.70		

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BGD USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 402 - EQUIPMENT REPLACEMENT FUND						
000-ASSETS, LIABILITIES & REVENUE		70,200.00	70,200.00	82,246.80	(12,046.80)	117.16
TOTAL Revenues		<u>70,200.00</u>	<u>70,200.00</u>	<u>82,246.80</u>	<u>(12,046.80)</u>	<u>117.16</u>
248-ADMINISTRATION		0.00	500.00	309.95	190.05	61.99
441-DEPARTMENT OF PUBLIC WORKS		35,000.00	35,000.00	32,130.06	2,869.94	91.80
903-CAPITAL IMPROVEMENTS-VEHICLES		30,000.00	81,500.00	81,396.58	103.42	99.87
TOTAL Expenditures		<u>65,000.00</u>	<u>117,000.00</u>	<u>113,836.59</u>	<u>3,163.41</u>	<u>97.30</u>
Fund 402 - EQUIPMENT REPLACEMENT FUND:						
TOTAL REVENUES		70,200.00	70,200.00	82,246.80	(12,046.80)	117.16
TOTAL EXPENDITURES		<u>65,000.00</u>	<u>117,000.00</u>	<u>113,836.59</u>	<u>3,163.41</u>	<u>97.30</u>
NET OF REVENUES & EXPENDITURES		5,200.00	(46,800.00)	(31,589.79)	(15,210.21)	67.50
BEG. FUND BALANCE		119,883.33	119,883.33	119,883.33		
END FUND BALANCE		125,083.33	73,083.33	88,293.54		

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BGD USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 590 - SEWER ENTERPRISE FUND						
000-ASSETS, LIABILITIES & REVENUE		1,298,300.00	1,298,300.00	1,217,651.94	80,648.06	93.79
TOTAL Revenues		<u>1,298,300.00</u>	<u>1,298,300.00</u>	<u>1,217,651.94</u>	<u>80,648.06</u>	<u>93.79</u>
248-ADMINISTRATION		92,800.00	92,800.00	89,310.06	3,489.94	96.24
548-SEWER UTILITIES DEPARTMENT		630,100.00	645,100.00	644,850.83	249.17	99.96
850-LONG-TERM DEBT		462,700.00	463,400.00	463,304.61	95.39	99.98
890-CONTINGENCIES		15,000.00	0.00	0.00	0.00	0.00
901-CAPITAL IMPROVEMENTS		448,000.00	448,000.00	399,702.42	48,297.58	89.22
TOTAL Expenditures		<u>1,648,600.00</u>	<u>1,649,300.00</u>	<u>1,597,167.92</u>	<u>52,132.08</u>	<u>96.84</u>
Fund 590 - SEWER ENTERPRISE FUND:						
TOTAL REVENUES		1,298,300.00	1,298,300.00	1,217,651.94	80,648.06	93.79
TOTAL EXPENDITURES		<u>1,648,600.00</u>	<u>1,649,300.00</u>	<u>1,597,167.92</u>	<u>52,132.08</u>	<u>96.84</u>
NET OF REVENUES & EXPENDITURES		(350,300.00)	(351,000.00)	(379,515.98)	28,515.98	108.12
BEG. FUND BALANCE		3,756,633.82	3,756,633.82	3,756,633.82		
END FUND BALANCE		3,406,333.82	3,405,633.82	3,377,117.84		

PERIOD ENDING 06/30/2015

GL NUMBER	DESCRIPTION	2014-15	2014-15	YTD BALANCE	AVAILABLE	% BDGT USED
		ORIGINAL BUDGET	AMENDED BUDGET	06/30/2015 NORMAL (ABNORMAL)	BALANCE NORMAL (ABNORMAL)	
Fund 591 - WATER ENTERPRISE FUND						
000-ASSETS, LIABILITIES & REVENUE		824,800.00	824,800.00	698,485.00	126,315.00	84.69
TOTAL Revenues		<u>824,800.00</u>	<u>824,800.00</u>	<u>698,485.00</u>	<u>126,315.00</u>	<u>84.69</u>
248-ADMINISTRATION		82,700.00	82,700.00	80,008.98	2,691.02	96.75
556-WATER UTILITIES DEPARTMENT		421,900.00	421,900.00	420,494.41	1,405.59	99.67
850-LONG-TERM DEBT		255,800.00	255,800.00	255,536.54	263.46	99.90
890-CONTINGENCIES		15,000.00	0.00	0.00	0.00	0.00
901-CAPITAL IMPROVEMENTS		319,500.00	419,500.00	359,053.78	60,446.22	85.59
TOTAL Expenditures		<u>1,094,900.00</u>	<u>1,179,900.00</u>	<u>1,115,093.71</u>	<u>64,806.29</u>	<u>94.51</u>
Fund 591 - WATER ENTERPRISE FUND:						
TOTAL REVENUES		824,800.00	824,800.00	698,485.00	126,315.00	84.69
TOTAL EXPENDITURES		<u>1,094,900.00</u>	<u>1,179,900.00</u>	<u>1,115,093.71</u>	<u>64,806.29</u>	<u>94.51</u>
NET OF REVENUES & EXPENDITURES		(270,100.00)	(355,100.00)	(416,608.71)	61,508.71	117.32
BEG. FUND BALANCE		3,396,565.88	3,396,565.88	3,396,565.88		
END FUND BALANCE		3,126,465.88	3,041,465.88	2,979,957.17		
TOTAL REVENUES - ALL FUNDS						
		8,771,700.00	9,324,300.00	8,892,169.98	432,130.02	95.37
TOTAL EXPENDITURES - ALL FUNDS						
		<u>9,305,700.00</u>	<u>10,488,500.00</u>	<u>9,984,018.27</u>	<u>504,481.73</u>	<u>95.19</u>
NET OF REVENUES & EXPENDITURES		(534,000.00)	(1,164,200.00)	(1,091,848.29)	(72,351.71)	93.79
BEG. FUND BALANCE - ALL FUNDS						
		9,163,558.30	9,163,558.30	9,163,558.30		
END FUND BALANCE - ALL FUNDS						
		8,629,558.30	7,999,358.30	8,071,710.01		

**Village of Dexter
Cash Accounts**

General Ledger Name	Bank & Account Name	Purpose	Balance 06/30/15	Status of Cash
General Fund				
Cash	TCF & PNC Pooled	General operating	\$ 95,973.56	Unrestricted
Building Reserve Account	TCF Pooled	Reserved for future building project	\$ 54,966.03	Restricted
Arts, Culture & Heritage	TCF Pooled	Reserved for Arts, Culture & Heritage	\$ 8,061.90	Restricted
Property Tax Checking	TCF Property Tax Checking	Used to distribute taxes and make refunds	\$ -	Unrestricted
Property Tax Savings	TCF Property Tax Savings	Clearing account for undistributed tax collections	\$ 25,007.52	Unrestricted
Chelsea Bank CD	Chelsea Bank	General operating	\$ 257,626.54	Unrestricted
Petty Cash	Office	Small cash purchases	\$ 100.00	Unrestricted
Traverse City State Bank	Multi-Bank Securities	General Operating	\$ 249,000.00	Unrestricted
Isabella Bank CD	Multi-Bank Securities	Reserved for future building project	\$ 235,000.00	Restricted
Bank of N. Michigan-Petoskey	Multi-Bank Securities	General Operating	\$ 200,000.00	Unrestricted
MBIA Class	MBIA Class	General operating	\$ 50,676.72	Unrestricted
Subtotal Unrestricted			\$ 878,384.34	
Subtotal Restricted			\$ 298,027.93	
Total General Fund			\$ 1,176,412.27	

Major Streets Fund

Cash	TCF Pooled	General operating for major streets activities	\$ 62,000.84	Unrestricted
Subtotal Unrestricted			\$ 62,000.84	
Total Major Streets Fund			\$ 62,000.84	

*These funds come from the State in the form of Act 51 payments and transfers from Municipal Streets.

Local Streets Fund

Cash	TCF Pooled	General operating for major streets activities	\$ 5,516.21	Unrestricted
Metro Act Account (Pooled)	TCF Pooled	Reserved for right of way activities	\$ 5,662.69	Restricted
Subtotal Unrestricted			\$ 5,516.21	
Subtotal Restricted			\$ 5,662.69	
Total Local Streets Fund			\$ 11,178.90	

*These funds come from the State in the form of Act 51 payments and transfers from Municipal Streets.

Municipal Streets Fund

Cash	TCF Pooled	Available for transfer to Major & Local Streets	\$ 161,563.80	Unrestricted
Property Tax Savings	TCF Property Tax Savings	Available for transfer to Major & Local Streets	\$ -	Unrestricted
Subtotal Unrestricted			\$ 161,563.80	
Subtotal Restricted			\$ -	
Total Municipal Streets Fund			\$ 161,563.80	

**Village of Dexter
Cash Accounts**

General Ledger Name	Bank & Account Name	Purpose	Balance 06/30/15	Status of Cash
Solid Waste Fund				
Cash	TCF Pooled	Available for Solid Waste activities	\$ 46,532.80	Unrestricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 46,532.80	
Total Solid Waste Fund			\$ 46,532.80	
Tree Replacement Fund				
Cash	TCF Pooled	Restricted for Trees	\$ 8,398.83	Restricted
Restricted Tree Replacement	PNC Bank	Restricted for trees	\$ 15,534.35	Restricted
Multi-Bank CD	Multi-Bank Securities	Restricted for trees	\$ 125,000.00	Restricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 148,933.18	
Total Tree Replacement Fund			\$ 148,933.18	
Debt Service Fund - Voted				
Cash	TCF Pooled	Tax collections for GO Bond payments	\$ 7,988.43	Restricted
Property Tax Savings	TCF Property Tax Savings	Tax collections for GO Bond payments	\$ -	Restricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 7,988.43	
Total Debt Service - Voted Fund			\$ 7,988.43	
Debt Service Fund - Non-Voted				
Cash	TCF Pooled	Restricted for Bond Payments	\$ 51.26	
Cash	TCF Pooled	Street Bond Proceeds	\$ 146,339.44	Restricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 146,390.70	
Total Debt Service - Non Voted Fund			\$ 146,390.70	
Equipment Replacement Fund				
Cash	TCF Pooled	Reserved for vehicle expenses including capital pt.	\$ 88,536.65	Restricted
Subtotal Restricted			\$ 88,536.65	
Total Equipment Replacement Fund			\$ 88,536.65	
Sewer Enterprise Fund				
Cash	TCF Pooled	Sewer operating	\$ 157,027.11	Unrestricted
Sewer Tap Fees Account	TCF Sewer & Water	Sewer tap-in fees	\$ 90,150.71	Unrestricted
Sewer Tap Fees Account	PNC Bank	Sewer tap-in fees	\$ 275,467.44	Unrestricted
Property Tax Savings	TCF Property Tax Savings	Tax collections for delinquent utilities	\$ -	Unrestricted
Bank of Holland CD	Multi-Bank Securities	Sewer Operating	\$ 100,000.00	Unrestricted
Sewer Tap Fees Account	Michigan Class Sewer/Water	Sewer tap-in fees	\$ 85,412.52	Unrestricted
Subtotal Unrestricted			\$ 708,057.78	
Subtotal Restricted			\$ -	
Total Sewer Enterprise Fund			\$ 708,057.78	

**Village of Dexter
Cash Accounts**

General Ledger Name	Bank & Account Name	Purpose	Balance 06/30/15	Status of Cash
Water Enterprise Fund				
Cash	TCF Pooled	Water operating	\$ 84,263.60	Unrestricted
Water Tap Fees Account	TCF Sewer & Water	Water tap-in fees	\$ 75,132.16	Unrestricted
Water Tap Fees Account	PNC Bank	Water tap-in fees	\$ 190,191.60	Unrestricted
Property Tax Savings	TCF Property Tax Savings	Tax collections for delinquent utilities	\$ -	Unrestricted
Water Tap Fees Account	Michigan Class Sewer/Water	Water tap-in fees	\$ -	Unrestricted
Subtotal Unrestricted			\$ 349,587.36	
Subtotal Restricted			\$ -	
Total Water Enterprise Fund			\$ 349,587.36	
Trust & Agency Fund				
Performance Guarantees	TCF Performance Guarantees	Escrows for development bonds such as tree bond	\$ 238,945.35	Restricted
Site Plan Review	TCF Pooled	Escrows for payment of development related fees	\$ 46,432.45	Restricted
Tree Escrow	TCF Pooled	Escrows for Tree Replacement	\$ -	Restricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 285,377.80	
Total Trust & Agency Fund			\$ 285,377.80	
Retiree Health Care Fund				
Cash	Mers	Funds reserved for OPEB	\$ 768,147.55	Restricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 768,147.55	
Total Trust & Agency Fund			\$ 768,147.55	
*Balance as of March 31, 2015				
Payroll Fund				
Cash	TCF Payroll	Funds reserved for payment of accrued benefits	\$ 2,292.19	Restricted
Subtotal Unrestricted			\$ -	
Subtotal Restricted			\$ 2,292.19	
Total Trust & Agency Fund			\$ 2,292.19	
Total Unrestricted			\$ 2,165,110.33	
Total Restricted			\$ 1,797,889.92	
Grand Total Cash			\$ 3,963,000.25	

Summary of General Funds Available for Non-Operational Use

General Fund Unrestricted	\$ 878,384.34
15% Fundbalance (based on revenue budget)	\$ (397,290.00)
Expected revenue (based on budget)	\$ -
Expected expenditures (based on budget)	\$ -
Accounts Payable	\$ (47,709.05)
Available Unrestricted	\$ 433,385.29
Restricted for Streets	\$ 381,134.24
Restricted for Equipment	\$ 88,536.65
Restricted for Facilities	\$ 289,966.03
Restricted for Arts, Culture & Heritage	\$ 8,061.90
Restricted for Trees	\$ 148,933.18

Public Services Superintendent – Dan Schlaff

Two week update

DEPARTMENT OF PUBLIC WORKS

- Staff continues day to day operations
- Removed bunting on Monument Park gazebo
- Changed traffic signal bulbs at Ann Arbor & Dan Hoey
- Changed out backing in kiosks
- Cleaned catch basins
- Raised and lowered flags
- Fixed button on crosswalk at Dan Hoey and Dexter Ann Arbor
- Changed alternator on International
- Asphalt repairs (4 days)
- Walk through Mill Creek Park with Courtney
- Assisted Water Department
- Shoulder repair
- Installed sign at Mill Creek Park
- Street sweeping

WASTE WATER DEPARTMENT

- Staff continues day to day operations.
- Metro Sewer was here two days for sewer main maintenance.
- Work to raise Sewer Main manholes continues.
- Metro Sewer is scheduled to come on 7.22.15 to TV camera Sewer Mains in select areas throughout town.

WATER DEPARTMENT

- Staff continues day to day operations.
- 20 sample bottles for lead and copper were distributed to selected city residents. Waiting for the samples to be returned.
- Work continues on updating water meters and MXU's.
- 5th well aquifer update was 24.6'

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OFFICE OF COMMUNITY DEVELOPMENT

8140 Main Street • Dexter, Michigan 48130-1092 • (734) 426-8303 • Fax (734) 426-5614

Memorandum

To: Mayor Keough and City Council
Courtney Nicholls, City Manager

From: Michelle Aniol, Community Development Manager

Re: Report for July 27, 2015 City Council Meeting

Date: July 20, 2015

- **Reminder:** There will be a **Target Market Analysis (TMA) Tutorial on Tuesday, July 28, 2015** at 2:45 pm at the Dexter District Library. The TMA Tutorial is a 1-hour session presented by Sharon Woods. Ms. Woods firm, Landuse USA has been hired to conduct the TMA Analysis. Ms. Woods will explain her approach and methodology for the TMA. She will also describe current housing trends that are unique to Dexter and our partner communities, Chelsea, Saline and Ypsilanti, along with an explanation of the national trends that are driving a renewed interest in downtown living. Elected and appointed officials, residents and business owners, local developers and real estate professionals had been invited to the Tutorial.

Prior to the Tutorial, Ms. Woods will conduct a driving tour of the city. Mr. Carson can make arrangements for a WAVE bus. Currently, we have room for 6 more people. All elected and appointed officials have been invited.

The following are three (3) questions Mr. Woods would like us to address during the driving tour:

1. Attached Urban Housing
Please show us the existing choices among attached housing units in your urban areas, such as stacked flats or lofts above street-front retail, row houses, townhouses, condominiums, and adaptive reuse of historic buildings. Also, please point out any conventional apartment buildings.
 2. Reinvestment Projects
Show us your "biggest and best" redevelopment and reinvestment projects; either recently completed, underway, or proposed. Include any significant projects that are just waiting for the right developer or investor. These can be residential, retail, or mixed-use projects.
 3. Placemaking
What makes your community particularly unique? During the tour, point out any success stories that relate to Placemaking, such as complete streets initiatives, streetscape improvements, or unique amenities.
- Staff met with MEDC and Northern United Brewing Company (NUBC) last week to discuss the Michigan Department of Agriculture (MDARD) Strategic Growth Initiative Grant. As you will recall, the purpose of this initiative is to remove barriers and leverage opportunities identified by food producers, agri-business, and those in agriculture production, as critical to business development and growth. NUBC will be applying for the grant to do a pilot study of a bio-electrically enhance wastewater treatment system. The system has the potential to
 - reduce the high nutrient waste stream that is sent to public wastewater treatment facilities by breweries and other food producers;

- produce methane gas that businesses could use in their facilities for process heating and potential electrical generation;
- facilitate water reuse at the businesses facility;
- reduce solids generated by breweries and food producers, compared to other conventional systems; and
- stabilize treatment operation across daily variable flows and loads.

Across the state, breweries and food producers are having difficulty expanding their operations because small community wastewater treatment facilities cannot handle the high levels of BOD and other nutrient rich waste streams that these industries produce. If NUBC's grant is approved, and the pilot project proves effective, the benefits will be statewide. To help NUBC's grant efforts, the City is providing the following information/support to NUBC's application:

- Letters of support (City and F&V).
- Summary of the measures City has taken to help address wastewater treatment issues.
- Articulate and quantify the potential impact the pilot could have on the City's WWTP (this information will be taken from the PowerPoint that Dan, Blair and you presented last year).

- **DDA Updates:**

- The submittals to the Downtown Redevelopment Opportunity RFQ were reviewed by staff, and an ad-hoc committee comprised of Don Darnell and Tom Covert (from the DDA), and Jim Carson and Donna Fisher (from the Economic Development Preparedness Committee). The purpose of the RFQ was to help the city/DDA identify a development partner based on qualifications, not a concept or design plan. The review committee is recommending that all three firms be interviewed.

All three respondents appear to have experience in urban mixed-use redevelopment and the ability to secure financing. The interviews will help the City and DDA determine brownfield redevelopment experience. The interviews will also help to determine each firm's ability to conduct a design charrette.

The submittals will be provided to the DDA on Thursday, July 23rd.

- Staff is reviewing the 4 proposals received for the Retail Market Study project. A report and recommendation will be provided to the DDA and City Council next month.
- Staff, Jim Carson and Donna Fisher attended the Kalamazoo developer interviews on Thursday, July 16th. Kalamazoo received 3 responses to their RFQ. All three were scheduled to be interviewed, but one dropped out at the last minute. The interviews we witnessed were very informative. We also had an opportunity to talk with a representative from one of the firms. Staff, Ms. Fisher and Mr. Carson can provide more details at your meeting.



WASHTENAW COUNTY OFFICE OF THE SHERIFF

Agenda: 7/27/2015

Item: I-4



JERRY L. CLAYTON
SHERIFF

2201 Hogback Road ♦ Ann Arbor, Michigan 48105-9732 ♦ OFFICE (734) 971-8400 ♦ FAX (734) 973-4624 ♦ EMAIL sheriff@ewashtenaw.org

MARK A. PTASZEK
UNDERSHERIFF

To: Courtney Nicholls, Dexter City Manager
From: Beth Gieske, Sergeant
Through: Lisa King, Lieutenant
Cc: Marlene Radzik, Police Services Commander
Date: June 3rd, 2015
Re: June 1st through June 30th Police Services Monthly Report

During the month of June there were 293 Calls for service (including traffic stops). Deputies conducted 172 traffic stops during which they wrote 44 citations.

All assigned personnel are working their regular shifts (no long term leaves). Deputies continue to attend training throughout the year in efforts to improve overall service. Recent training initiatives include:

- Deputy Brian Ward is attending 56 hours of crime scene evidence tech training. These trainings are held on Wednesdays once or twice a month over the next several months. The course teaches officers how to record and document crime scenes while collecting evidence properly. It will also include practical and lecture time on crime scene documentation, photography, latent print processing, firearms/handling of them, trace evidence, impression evidence, body fluids, DNA, blood stain pattern recognition and evidence packaging.

Several other projects and concerns have or are being addressed. They include:

- On June 1st at approx. 1:30am a midnight deputy conducted a traffic stop on a vehicle driving faster than the posted speed limit on Ann Arbor. Upon contact with the driver, the deputy smelled an odor of intoxicants coming from the vehicle. Sobriety tests were conducted on the 31 year old Pinckney resident. He was subsequently arrested and transported to the county jail. The individual registered a .06 on the data master. The report has been sent to the prosecutor for review.
- On June 6th at between 2:00pm and 4:00pm a resident in the 8000 block of Parkridge Ct was being shown as part of a real estate open house. There were 2 subjects who entered the residence to view it. The two of them took turn distracting the agent while it is believed the other individual stole money and jewelry from the residence. Information was sent out to area real estate agencies notifying them of the situation.
- On June 7th deputies were dispatched to investigate a personal injury crash. It was determined that a 27 year old Ann Arbor resident was operating a 2005 Toyota when it struck a parted vehicle. Sobriety tests were performed on the subject and he was subsequently arrested. Blood was drawn and has been sent to the MSP Lab for analysis. The return information indicated a BAC of .159. The report has been sent to the prosecutor's office for review.

- On June 9th Deputies were sent to the Parkridge Subdivision regarding solicitors. The companies name is Ecostar Restoration and Renovation out of Troy. The subject was located and advised of the ordinance regulating solicitation.
- On June 9th the afternoon Deputy was sent to Parkridge Ct for a report of a subject “snooping” between houses. The Deputy responded and but was unable to locate the subject.
- On June 10th Deputies were dispatched to the 3500 block of Central Street for an assault report. The victim a 54 year old Dexter Resident did not wish to seek prosecution in the matter. The investigation has been closed.
- On June 11th the midnight Deputy checked on a suspicious vehicle parked behind the Dexter pharmacy. The vehicle was unoccupied and registered out of the Ann Arbor area.
- On June 18th a vehicle was stopped for a traffic violation. It was learned the driver was suspended and not licensed to drive. The vehicle was turned over to a licensed driver. The report has been submitted to the prosecutor’s office for review.
- On June 20th an afternoon Deputy investigated a Hit and Run crash that occurred under the viaduct on Island Lake Rd. The driver of a U-Haul was passing underneath the bridge when a full size pick-up truck, possible a GMC, pulled from the side of the road and passed underneath the train trusses striking his vehicles mirror. The mirror subsequently caused an injury to the driver of the U-HAUL. There is no further suspect information.
- On June 26th, a 29 year old Dexter resident was operating a 2010 Jeep on Main Street. The vehicle was stopped for a traffic violation. Sobriety tests were conducted on the driver and he was subsequently arrested. A Data master test was administered and the subject tested a .21 and a .22. The report has been turned over to the prosecutor’s office for review.
- On June 27th, a 29 year old Chelsea resident was operating a 2012 Chevrolet Malibu. The vehicle was stopped in the Mug and Bopps parking lot for a violation that occurred on Baker Road After leaving “The Alley”. The driver was given sobriety tests and subsequently arrested for OWI. While at the county jail the subject registered a .15 on the data master. The report has been turned over to the prosecutor’s office for review.
- On June 27th a 46 year old Dexter resident was observed at The Alley where he was consuming alcohol. This is a violation of his conditional bond from a previous OWI charge. A conditional bond violation report was generated, sent to the prosecutor’s office, as well as the judge issuing the conditional bond, for their review.
- On June 30th deputies were sent to check on a suspicious subject walking in the roadway in the Westridge subdivision. Contact was made with the 63 year old Gregory resident. The subject was checked and it was determined he had an outstanding felony warrant as a parole absconder. The subject was arrested and transported to the county jail.

- We continue to work with the Liquor Control Commission to address concerns regarding the Ally (Katie's). A joint enforcement event occurred on June 26th. Two drivers were arrested for OWI. A conditional bond violation was observed and reported to judge and prosecutors office. The bar tender was a .18 on a PBT resulting in another LCC Violation.

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CITY OF DEXTER

cnicholls@dextermi.gov

8140 Main Street Dexter, MI 48130-1092 Phone (734)426-8303 ext. 11 Fax (734)426-5614

MEMO

To: Mayor Keough and Council Members
From: Courtney Nicholls, City Manager
Date: July 22, 2015
**Re: City Manager/Assistant to the Manager Report - Meeting of
July 27, 2015**

1. Meeting Review:
 - July 13th – Rating call with Standard and Poor’s
 - July 13th – City Council Meeting
 - July 14th – OHM/Dan Whalen re: water system/possible drilling locations for a 6th well
 - July 14th – Resident Meeting in Huron Farms Regarding Road Work
 - July 15th – Review of Request for Qualifications Received for 3045 Broad Project
 - July 15th – Resident Meeting in West Ridge Regarding Road Work
 - July 21st – City Council Election Filing Deadline
 - July 21st – Parks & Recreation Commission Meeting

2. Upcoming Meetings:
 - July 22nd – Farmers Market/Community Garden Oversight Committee (Canceled)
 - July 23rd – Downtown Development Authority Meeting – Rescheduled from July 16)
 - July 22nd to July 24th – Michigan Local Government Managers Association (MLGMA) Summer Conference at Boyne Mountain
 - July 27th – City Council Meeting
 - July 28th – Meeting with Pat Greve from Waste Management re: waste hauling contract
 - August 4th – Arts, Culture & Heritage Committee

3. **Bond Rating.** The City was notified by Standard and Poor’s on Friday, July 17, 2015 that our bond rating has been upgraded from AA- to AA. This rating increase is a great accomplishment for our community and reflects our commitment to maintaining and upgrading our infrastructure, paying down our long term liabilities, reducing the creation of new long term liabilities and overall sound management of our financial resources. We also benefited from our increased ability to raise revenue, if necessary, due to our newly established millage maximums in the charter. A copy of the report from Standard and Poor’s is attached. The rating will be provided to possible investors as part of the refunding of the Downtown Development Authority taxable bond. Closing on the bond is scheduled for August.

4. **MERS Actuarial Valuation.** MERS provided additional information on the possible impact of a second non-duty disability retirement on our pension system. The estimate is that it will have 40% of the impact that the previous non-duty disability retirement had and will likely result in a funded percentage reduction of 2% to 2.5%. We are currently budgeted to pay an additional \$60,000 over our required contribution this fiscal year. The value of a 2.5% reduction is approximately \$76,000. If the second non-duty disability retirement is approved, we need to consider increasing our voluntary contribution to at least \$76,000.
5. **Stop Sign Request.** Provided for Council's review is a report from OHM regarding the stop sign request for Dover and Fifth.
6. **MLGMA Summer Conference.** Courtney will be attending the MLGMA Summer Conference at Boyne Mountain from Wednesday, July 22nd to Friday, July 24th. Topics for the conference include trends that are impacting society and public service, local government fiscal conditions, managing problem employees, recruiting talent, crisis management, and stress management within the workplace.
7. **A & W.** Staff was contacted by Coley O'Brien of the Dexter A & W regarding access to the City sewer system. Their septic system is failing and they are interested in tying into the City system. The sewer line that services Dexter High School does pass by the A & W on Dexter Chelsea. Records show that a sewer lead was provided to the easement line during construction. Mr. O'Brien was made aware that it is the general policy of Council to require properties to come in to the City boundary to receive utility service and he does still wish to pursue this option. I contacted the State Boundary Commission to confirm whether the parcel was required to be contiguous to the City in order to be included in our boundaries. They do require contiguity, however if an agreement could be reached with the Township so that the annexation would not have to go in front of the Boundary Commission, it could stay non-contiguous. Staff wanted to make Council aware of the request before pursuing any of the options any further.
8. **Petitions for City Election.** The deadline to file petitions for the November 3, 2015 City Council election passed on Tuesday, July 21st. Petitions were received from four (4) candidates for three (3) City Council Member seats. Assuming no withdrawals, the candidates will be: James Smith, Peter Meloche, Raymond Tell, and Zachary Michels.
9. **Sewer Back-Up Informational Magnets.** As a matter of policy, City wastewater treatment staff is on-call 24/7 to respond to all reports of sewer back-ups. Staff can, in many cases, quickly clear back-ups to help mitigate losses. In some cases City staff may only be able to provide advice when the resident is responsible for repairs. In order to encourage residents to call the City at the first sign of a back-up, the City will be mailing refrigerator magnets containing the wastewater on-call phone number to all City residents.

10. **Parks and Recreation Commission Updates.** At their meeting on July 21, 2015, the Parks and Recreation Commission discussed a number of large upcoming projects, including the Lion's Park playground and the Parks and Recreation Master Plan update. For the Lion's Park playground, the Commission has tentatively selected a vendor with which to move forward. The next steps for the park project will be making final recommendations on equipment, phasing, and installation. The Commission is also excited about moving forward with gathering public input for the Parks and Recreation Master Plan. The methodology for gathering public input will be finalized at the August meeting. The last update from the Parks and Recreation Commission is that the Commission approved the recommendation of Ian Bell's Eagle Scout project. Council gave approval over the initial concept as presented by Mr. Bell in March, but the final draft of his proposal will likely come before Council on August 10th.

11. **Road Funding for 2016.** The Washtenaw County Road Commission will again be requesting that the Washtenaw County Board of Commissioners include 0.5 mills on the winter tax bill for road work. They have asked that we submit the streets we would like included in the 2016 road plan by August 12, 2015. A decision on the project list will need to be made at the August 10, 2015 Council meeting.

12. **6th Well Search.** Staff met with Dan Whalen and Patrick Droze and Rhett Gronevelt of OHM to re-kick off the 6th well search effort that had started in July 2014. We reviewed several possible drilling locations; however many of the locations discussed would not allow for the 400' diameter exclusion zone that is required around the well. OHM is going to put together a matrix of the locations discussed, along with the pros and cons of the sites, which will be provided at a future meeting.

RatingsDirect®

Summary:

Dexter, Michigan; General Obligation

Primary Credit Analyst:

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Summary:

Dexter, Michigan; General Obligation

Credit Profile

US\$1.385 mil downtown dev rfdg bnds (ltd tax GO) (taxable) ser 2015 due 05/01/2033

<i>Long Term Rating</i>	AA/Stable	New
Dexter Vill GO		
<i>Long Term Rating</i>	AA/Stable	Upgraded
Dexter Vill GO		
<i>Unenhanced Rating</i>	AA(SPUR)/Stable	Upgraded

Many issues are enhanced by bond insurance.

Rationale

Standard & Poor's Ratings Services raised its long-term rating and underlying rating (SPUR) to 'AA' from 'AA-' on Dexter, Mich.'s general obligation (GO) bonds. At the same time, we assigned our 'AA' long-term rating to Dexter's series 2015 GO downtown development refunding bonds. The outlook is stable.

The upgrade reflects improved budgetary flexibility due to strong budgetary performance.

A pledge of the city's full-faith-credit-and-resources and an agreement to levy ad valorem property taxes within state limitations secure the bonds. For series 2015, the city will pledge tax increment revenues to pay debt service. Our rating is based on the city's full-faith-credit-and-resource GO pledge.

It is our understanding that officials will use bond proceeds to refund the series 2008A limited-tax GO downtown development bonds for interest cost savings only.

The long-term rating reflects our assessment of the following factors for the city:

- Strong economy, with market value per capita of \$116,286 and projected per capita effective buying income at 151% of the national level;
- Strong management, with "good" financial policies and practices under our Financial Management Assessment methodology;
- Strong budgetary performance, with operating results that we expect could deteriorate in the near term relative to fiscal 2014, which closed with operating surpluses in the general fund and at the total governmental fund level;
- Very strong budgetary flexibility, with an available fund balance in fiscal 2014 of 44% of operating expenditures, and the flexibility to raise additional revenues despite statewide tax caps;
- Very strong liquidity, with total government available cash of 99.9% of total governmental fund expenditures and 7.4x governmental debt service, and access to external liquidity we consider strong;
- Very weak debt and contingent liability position, with debt service carrying charges of 13.5% of expenditures and net direct debt that is 199.8% of total governmental fund revenue; and
- Strong institutional framework score.

Strong economy

We consider Dexter's economy strong. The city, with an estimated population of 4,336, is in Washtenaw County. The city has a projected per capita effective buying income of 151% of the national level and per capita market value of \$116,286. Overall, the city's market value grew by 9.5% over the past year to \$504.2 million in 2016. The county unemployment rate was 4.8% in 2014.

On Nov. 20, 2014, the Village of Dexter officially became the City of Dexter. The city is located on the banks of the Huron River in Washtenaw County and Ann Arbor is about 11 miles away. It is a growing community that offers a mix of commercial and residential interests. The city has made extensive upgrades to its infrastructure over the past several years.

Strong management

We view the city's management as strong, with "good" financial policies and practices under our Financial Management Assessment methodology, indicating financial practices exist in most areas, but that governance officials might not formalize or monitor all of them on a regular basis.

The city performs a line by line approach for its budgetary process with help from an internal model and has historical information that dates back at least 10 years but focuses on the prior two years when performing a current budget. The budget can be amended if needed and the council is updated on a budget to actual result on a quarterly basis.

The city has a long-term financial and capital plan that projects out five years and is updated annually and presented to the council. With respect to the capital plan, sources and uses are identified with each capital project.

The city does have its own investment policy and reports on a quarterly basis to its council members the holdings and performance. The city does not have a debt management policy but adheres to state guidelines.

There is a formal reserve policy that calls for the city to maintain reserves at least 15% of general fund revenues, which was designed to ensure cash flow for emergencies or periods of extreme revenue shortfall.

Strong budgetary performance

Dexter's budgetary performance is strong in our opinion. The city had operating surpluses of 7.7% in the general fund and 3.2% across all governmental funds in fiscal 2014. Our assessment accounts for the fact that we expect budgetary results could deteriorate somewhat from 2014 results in the near term.

The city has been making infrastructure improvements and these improvements have led to planned spend downs of the city's reserves from 2011 through 2013. The city has projected for a use of reserves in fiscal 2015 (June 30) of about 8.7%, which included using part of the 2014 surplus to make additional payments toward its other postemployment benefits (OPEB) and for capital costs. The city has adopted a 2016 budget that calls for a surplus of approximately 2.8%

Very strong budgetary flexibility

Dexter's budgetary flexibility is very strong, in our view, with an available fund balance in fiscal 2014 of 44% of operating expenditures, or \$1.3 million. We expect the available fund balance will remain above 30% of expenditures for the current and next fiscal years, which we view as a positive credit factor. In addition, the city has the flexibility to

raise additional revenues despite statewide tax caps, which we view as a positive credit factor.

We expect the city's budgetary flexibility to remain very strong despite a projected deficit in fiscal 2015. Officials have adopted a positive fiscal 2016 budget and as such we expect the city's reserves to drop slightly below the 2014 level.

The city has capacity in its tax levying ability which if enacted (which officials state there are no plans to do so) could generate approximately \$500,000 of additional revenue, which represents about 16% of its total general fund revenues.

Very strong liquidity

In our opinion, Dexter's liquidity is very strong, with total government available cash of 99.9% of total governmental fund expenditures and 7.4x governmental debt service in 2014. In our view, the city has strong access to external liquidity if necessary.

The city has been issuing GO debt for the past 15 years. We do not expect the cash balance to change materially in the next two years with respect to total governmental expenditures and total governmental debt service. The city's investments are mainly in savings and checking accounts as well as certificates of deposit which we do not consider aggressive.

Very weak debt and contingent liability profile

In our view, Dexter's debt and contingent liability profile is very weak. Total governmental fund debt service is 13.5% of total governmental fund expenditures, and net direct debt is 199.8% of total governmental fund revenue.

Management has confirmed the city has no alternative financings. It is our understanding that there are no definitive debt plans in the next two years but management indicated there could be facility needs for public safety and/or city hall whereby residents may be approached to vote on.

The city contributes to the Michigan Municipal Employees' Retirement System, which is an agent multiple employer retirement system that covers 12 full time employees in a defined benefit plan. Employees hired after July 1, 2011, are part of a defined contribution pension plan.

Dexter's combined pension and OPEB contributions totaled 4.0% of total governmental fund expenditures in 2014. Of that amount, 1.1% represented contributions to pension obligations and 2.8% represented OPEB payments. The city made 154% of its annual required pension contribution in 2014.

The city provides health care benefits to four retirees in accordance with its respective labor contracts. The city addresses this liability on a pay-as-you-go basis. Employees hired after July 1, 2011, are not offered OPEB.

Strong institutional framework

The institutional framework score for Michigan municipalities with a population between 4,000 and 600,000 is strong.

Outlook

The stable outlook reflects our view that the city will maintain its very strong budget flexibility and liquidity profile. We do not expect to revise the rating within the two-year outlook period but if the budgetary performance or debt profile deteriorates to a level we feel is weak or very weak, the rating could be pressured. Consideration for a higher rating

would need improvement in the debt profile to a level we feel is at least adequate and improvement in the economy to a level we consider very strong, which we feel is unlikely during the two-year outlook period.

Related Criteria And Research

Related Criteria

- USPF Criteria: Local Government GO Ratings Methodology And Assumptions, Sept. 12, 2013
- USPF Criteria: Financial Management Assessment, June 27, 2006
- USPF Criteria: Debt Statement Analysis, Aug. 22, 2006
- USPF Criteria: Limited-Tax GO Debt, Jan. 10, 2002
- USPF Criteria: Methodology: Rating Approach To Obligations With Multiple Revenue Streams, Nov. 29, 2011
- USPF Criteria: Assigning Issue Credit Ratings Of Operating Entities, May 20, 2015
- Criteria: Use of CreditWatch And Outlooks, Sept. 14, 2009

Related Research

- S&P Public Finance Local GO Criteria: How We Adjust Data For Analytic Consistency, Sept. 12, 2013
- Institutional Framework Overview: Michigan Local Governments

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July 22, 2015

Courtney Nicholls
City Manager
City of Dexter
8123 Main Street
Dexter, MI 48130

RE: Traffic Control Recommendation
5th Street and Dover Street Intersection

OHM JN: 0130-15-0011

Dear Ms. Nicholls:

As requested, we have reviewed the Fifth Street at Dover Street intersection to determine the proper traffic control. The subject intersection is a 4-leg intersection (cross) located in the City of Dexter immediately north of Ann Arbor Street. The speed limit on both streets is 25 mph. There are currently stop signs on the Dover St. approaches to the intersection. Reference the attachments for aerial and intersection photos.

Background on Traffic Control Determination

Based on the Michigan Manual of Uniform Traffic Control Devices (MMUTCD) there are four conditions where STOP signs may be warranted:

- At the intersection of a less important road with a main road where application of the normal right-of-way rule is unduly hazardous
- On a street entering a through highway or street.
- At an unsignalized intersection in a signalized area.
- At other intersections where a combination of high speed, restricted view, or crash records indicate a need for control by the STOP sign.

Many times STOP signs are installed where they may not be warranted. Traffic experts agree that unnecessary STOP signs:

- Cause accidents they are designed to prevent.
- Breed contempt for other necessary STOP signs.
- Waste millions of gallons of gasoline annually.
- Create added noise and air pollution.
- Increase, rather than decrease, speeds between intersections.