



2025-26 Budget Amendments

June 15, 2026

The Honorable Mayor North and
Members of the City Council:

Attached please find the recommended City budget amendments for the General Fund, Major Street Fund, Brownfield Authority Fund, Kalamazoo Harbor Authority Fund, Downtown Development Fund, Water and Sewer Fund, the Building Fund, and the Equipment Fund for the year ending June 30, 2026.

Michigan's Uniform Budgeting and Accounting Act, as amended by P.A 621 of 1978, requires subsequent amendments to the original adopted budget (General Appropriations Resolutions) for any function that exceeds its budget's appropriation.

General Fund

Overall revenues in the General Fund are expected to be higher than originally anticipated, resulting in an amendment increasing revenues by \$99,915. This is primarily due to interest income and tax collection fees being higher than expected, as well as building fees and insurance reimbursements being more than originally planned.

For expenditures, the General Fund amendments are a collection of "clean up" adjustments. In total, the amendment increases General Fund expenditures by \$134,425. The Treasurer and Police department adjustments are a combination of increases for higher than expected retirement and insurance benefits. There is also an increase to account for the insurance reimbursement that was transferred to the Equipment Fund for \$34,700.

This will increase the current approved budgeted expenditures in the General Fund from \$4,197,811 to \$4,332,236. The increase in revenue along with the increase in expenditures will result in a projected ending Fund Balance of \$1,760,863.

Major Street Fund

Due to emergency repairs to Water Street, the expenditures in the capital outlay line are being increased by \$70,000. However, there are a few line items that are projected to be below budget, including contractual expenses, repairs and maintenance, and winter plowing resulting in a decrease to the budget of \$45,000. Therefore there will be a net increase to expenditures of \$25,000.

Brownfield Authority

Due to a delay in work related to the EPA grant, total revenue and expenditures will be reduced by \$400,000 and budgeted in fiscal 2027 instead. In addition, there were unanticipated attorney fees related to environmental response recovery related to 200 Blue Star requiring an increase of \$45,000.

Kalamazoo Harbor Authority

There was approval for an economic study requiring an increase to expenditures of \$2,600.

Downtown Development Authority

The DDA Fund's budgeted revenue will rise by \$13,000 due to higher than expected tax increment capture and revenue from electronic vehicle charging.

Water and Sewer Fund

The lead line replacements expected to take place in the 2025-2026 fiscal year will now take place in the 2026-2027 fiscal year; therefore, reimbursement revenue from the State along with the expenditures will be decreased in fiscal 2026 and budgeted in fiscal 2027 instead.

Building Fund

The construction on the new City Hall was completed and was less than the expected 2025-2026 projected expenditures resulting in a decrease of \$1,165,000.

Equipment Utilization Fund

Insurance reimbursement proceeds were received into the General Fund and transferred to the Equipment Fund in order to repair the damaged equipment therefore increasing revenue by \$34,700.

Recommended Motion:

I move to amend the City of the Village of Douglas 2025-2026 fiscal year budget to cover the anticipated activity for each of the funds in the attached summary of amendments.

Respectfully submitted,

Approved,

Dawn Raza, Treasurer

Lisa Nocerini, City Manager

**CITY OF THE VILLAGE OF DOUGLAS
COUNTY OF ALLEGAN
STATE OF MICHIGAN**

RESOLUTION NO. 15-2026

**RESOLUTION AMENDING THE BUDGET OF THE
2025/2026 GENERAL APPROPRIATIONS ACT
(Various Funds)**

At a regular meeting of the City Council for the City of the Village of Douglas, Michigan, held at the City of the Village of Douglas City Hall, Douglas, Michigan, on the 15th day of June, 2026, at 6:00 p.m.

PRESENT:

ABSENT:

The following resolution was offered by Councilperson _____ and supported by Councilperson _____.

RESOLUTION

WHEREAS, in accordance with the Uniform Budgeting and Accounting Act, Public Act No. 2 of 1968, as amended, and Chapter IX of the City Charter, the City Council of the City of the Village of Douglas adopted a General Appropriations Act to establish and approve of the City's budget for the fiscal year commencing July 1, 2025 and ending June 30, 2026.

WHEREAS, the City Manager and City Treasurer have recommended that said budget be amended based on new information now available;

WHEREAS, the City Council is authorized by statute to amend the budget throughout the fiscal year as it becomes apparent that a deviation from the original general appropriations act is necessary;

WHEREAS, the City Council is authorized by the City Charter to transfer appropriation balances, and to make additional appropriations during the fiscal year that do not exceed the amount of

actual and anticipated revenues, and unreserved fund balances and working capital balances, as estimated in the budget.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The City Council of the City of the Village of Douglas (“Douglas”) does hereby amend the adopted and approved budget for fiscal year 2025/2026 by amending the various appropriations and interfund transfers as set forth in Exhibit A to this Resolution.

2. Any increases in funds appropriated for expenditures and interfund transfers shall be made from the unreserved fund balances or working capital balances of the various funds comprising the adopted and approved fiscal year 2025/2026 budget.

3. That any resolutions in conflict with this Resolution are deemed rescinded and revoked by the adoption of this Resolution.

YEAS: Council Members:

NAYS: Council Members:

ABSTAIN: Council Members:

ABSENT: Council Members:

ADOPTED this 15th day of June, 2026

CITY OF THE VILLAGE OF DOUGLAS

BY: _____
Cathy North, Mayor

BY: _____
Laura Kasper, City Clerk

CERTIFICATION

I, Laura Kasper, the duly appointed Clerk of the City of the Village of Douglas, do hereby certify that the foregoing is a true and complete copy of a Resolution adopted by the Douglas City Council at a regular meeting held June 15, 2026 in compliance with the Open Meetings Act, Act No. 267 of the Public Acts of Michigan, 1976, as amended, the minutes of the meeting were kept and will be or have been made available as required by said Act.

CITY OF THE VILLAGE OF DOUGLAS

BY: _____

Laura Kasper, City Clerk

The following are the proposed budget amendments by fund:

| Fund | Proposed Amendment to Revenues | Proposed Amendment to Expenditures | Proposed Net Revenues Over/(Under) Expenditures |
|--|---------------------------------------|---|--|
| General Fund (101) | \$ 99,915 <i>no change</i> | \$ 134,425 <i>increase</i> | \$ (34,510) Decrease to fund balance |
| Major Streets (202) | \$ - <i>no change</i> | \$ 25,000 <i>increase</i> | \$ (25,000) Decrease to fund balance |
| Brownfield Redevelopment Authority (243) | \$ (400,000) <i>decrease</i> | \$ (355,000) <i>decrease</i> | \$ (45,000) Decrease to fund balance |
| Kalamazoo Harbor Authority (245) | \$ - <i>no change</i> | \$ 2,600 <i>increase</i> | \$ (2,600) Decrease to fund balance |
| Downtown Development Authority (248) | \$ 13,800 <i>increase</i> | \$ - <i>no change</i> | \$ 13,800 Increase to fund balance |
| Water & Sewer Fund (450) | \$ (1,000,000) <i>decrease</i> | \$ (977,335) <i>decrease</i> | \$ (22,665) Decrease to fund balance |
| Municipal Building Fund (470) | \$ - <i>no change</i> | \$ (1,165,000) <i>decrease</i> | \$ 1,165,000 Increase to fund balance |
| Equipment Rental Fund (660) | \$ 34,700 <i>increase</i> | \$ - <i>no change</i> | \$ 34,700 Increase to fund balance |

| City of the Village of Douglas | | | | |
|--|--|------------------------|---------------------------|-------------------------|
| Fiscal Year 2026 Budget Amendment Summary (BA-3) | | Current Amended Budget | Proposed Budget Amendment | Proposed Amended Budget |
| General Fund (101) Combined with Marina Fund (594) for financial statement purposes | | | | |
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | Interest income, tax collection fees, building fees, insurance reimbursement | | 99,915 | |
| Total Revenues | | 4,073,870 | 99,915 | \$ 4,173,785 |
| Expenditures: (Positive)/ Negative Change | | | | |
| Dept 223 - AUDITOR | Auditor contract | | 125 | |
| Dept 253 - TREASURER | Insurance and MERS benefits, bank fees | | 11,700 | |
| Dept 265 - BUILDING & GROUNDS | Contractual, utilities | | 15,000 | |
| Dept 301 - POLICE | Part-time wages, and part time, sick payout, insurance | | 72,900 | |
| Dept 966 - TRANSERS OUT | Transfer insurance proceeds to equipment fund | | 34,700 | |
| Total Expenditures | | 4,197,811 | 134,425 | 4,332,236 |
| Net Revenues and Expenditures | | (123,941) | (34,510) | (158,451) |
| Beginning Fund Balance at July 1, 2025 | | 1,919,314 | | 1,919,314 |
| Projected Ending Fund Balance at June 30, 2026 | | \$ 1,795,373 | | \$ 1,760,863 |
| Major Streets (202) | | | | |
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | | | | |
| Total Revenues | | \$ 373,520 | - | \$ 373,520 |
| Expenditures Positive/ (Negative) Change | | | | |
| Dept 463 - GENERAL STREETS & ROW | Water Street emergency repairs | | 49,000 | |
| Dept 464 - GENERAL STREETS WINTER & ROW | | | (24,000) | |
| Total Expenditures | | 520,210 | 25,000 | 545,210 |
| Net Revenues and Expenditures | | (146,690) | (25,000) | (171,690) |
| Beginning Fund Balance at July 1, 2025 | | 174,710 | | 174,710 |
| Projected Ending Fund Balance at June 30, 2026 | | \$ 28,020 | | \$ 3,020 |
| Brownfield Redevelopment Authority (243) | | | | |
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | EPA Grant | | (400,000) | |
| Total Revenues | | \$ 527,789 | (400,000) | \$ 127,789 |
| Expenditures Positive/ (Negative) Change | | | | |
| Dept 000 - Expenditures | EPA Grant, attorney fees | | (355,000) | |
| Total Expenditures | | 553,675 | (355,000) | 198,675 |
| Net Revenues and Expenditures | | (25,886) | (45,000) | (70,886) |
| Note: Fund Balance is not reported since the Brownfield Redevelopment Authority is a component unit (full-accrual) activity. | | | | |

| Kalamazoo Harbor Authority (245) | | | | |
|--|------------------------------------|---------------------|--------------------|-------------------|
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | | | | |
| Total Revenues | | \$ 100 | - | \$ 100 |
| Expenditures Positive/ (Negative) Change | | | | |
| Dept 000 - Expenditures | Economic study | | 2,600 | |
| Total Expenditures | | - | 2,600 | 2,600 |
| Net Revenues and Expenditures | | 100 | (2,600) | (2,500) |
| Note: Fund Balance is not reported since the Kalamazoo Harbor Authority is a component unit (full-accrual) activity. | | | | |
| Downtown Development Authority (248) | | | | |
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | TIFA Capture, EV Charging revenue | | 13,800 | |
| Total Revenues | | \$ 67,512 | 13,800 | \$ 81,312 |
| Expenditures Positive/ (Negative) Change | | | | |
| Total Expenditures | | 70,100 | - | 70,100 |
| Net Revenues and Expenditures | | (2,588) | 13,800 | 11,212 |
| Note: Fund Balance is not reported since the Downtown Development Authority is a component unit (full-accrual) activity. | | | | |
| Water and Sewer Fund (450) | | | | |
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | Lead line reimbursement from State | | (1,000,000) | |
| Total Revenues | | \$ 1,346,000 | (1,000,000) | \$ 346,000 |
| Expenditures Positive/ (Negative) Change | | | | |
| Dept 536 - WATER SYSTEM | Lead line reimbursement from State | | (977,335) | |
| Total Expenditures | | 1,387,000 | (977,335) | 409,665 |
| Net Revenues and Expenditures | | (41,000) | (22,665) | (63,665) |
| Beginning Fund Balance at July 1, 2025 | | 286,023 | | 286,023 |
| Projected Ending Fund Balance at June 30, 2026 | | \$ 245,023 | | \$ 222,358 |

| Building Fund (470) | | | | |
|---|--------------------------------|---------------------|--------------------|---------------------|
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | | | | |
| Total Revenues | | \$ 1,945,000 | - | \$ 1,945,000 |
| Expenditures Positive/ (Negative) Change | | | | |
| Dept 265 - BUILDING & GROUNDS | Construction | | (1,165,000) | |
| Total Expenditures | | 2,710,159 | (1,165,000) | 1,545,159 |
| Net Revenues and Expenditures | | (765,159) | 1,165,000 | 399,841 |
| Beginning Fund Balance at July 1, 2025 | | 3,235,591 | | 3,235,591 |
| Projected Ending Fund Balance at June 30, 2026 | | \$ 2,470,432 | | \$ 3,635,432 |
| Equipment Rental Fund (660) | | | | |
| Revenue: Positive/ (Negative) Change | | | | |
| Dept 000 | Transfer in insurance proceeds | | 34,700 | |
| Total Revenues | | \$ 408,000 | 34,700 | \$ 442,700 |
| Expenditures Positive/ (Negative) Change | | | | |
| Total Expenditures | | 275,000 | - | 275,000 |
| Net Revenues and Expenditures | | 133,000 | 34,700 | 167,700 |
| Beginning Fund Balance at July 1, 2025 | | 1,103,551 | | 1,103,551 |
| Projected Ending Fund Balance at June 30, 2026 | | \$ 1,236,551 | | \$ 1,271,251 |