



2025-26 Budget Amendments

November 17, 2025

The Honorable Mayor North and
Members of the City Council:

Attached please find the recommended City budget amendments for the General Fund and the Water & Sewer 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

As a result of the City Council's approval of resolution 17-2025 to implement a monthly payment-in-lieu of insurance stipend for health insurance, the budget the Treasurer's department needs to be increased. This is due to an employee who did not previously opt-in for health insurance benefits and now receives the payment-in-lieu of stipend. The budget in the Police Department will need to be decreased for an employee who previously received health insurance benefits and opted in for the payment-in-lieu of.

The City also approved pre-payment to Allegan County for their assessment for the Warnock Drain.

This will increase the originally approved budgeted expenditures in the General Fund by \$111,750 from \$3,976,461 to \$4,088,211, resulting in a projected ending Fund Balance of \$1,576,274.

Water & Sewer Fund

The 2025-2026 budget included approval of expenses for lead line replacement. The amount of \$1,040,000 was included in the line for contractual engineering which included other items. However, after further consideration it was decided it would be best to move the amount to it's own line item in order to not co-mingle the expenses. Therefore the proposed amendment has a net impact of zero to expenses.

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

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)	\$ - <i>increase</i>	\$ 111,750 <i>increase</i>	\$ (111,750) Decrease to fund balance
Water & Sewer Fund (450)	\$ - <i>decrease</i>	\$ - <i>decrease</i>	\$ - No change to fund balance Separate out Lead Service Line Costs

City of the Village of Douglas				
Fiscal Year 2026 Budget Amendment Summary (BA-1)		Current	Proposed	Proposed
		Amended	Budget	Amended
		Budget	Amendment	Budget
General Fund (101) Combined with Marina Fund (594) for financial statement purposes				
Revenue: Positive/ (Negative) Change				
Dept 000				
Total Revenues		4,037,640	-	\$ 4,037,640
Expenditures: (Positive)/ Negative Change				
Dept 253 - TREASURER	Health Insurance		8,000	
Dept 301 - POLICE	Health Insurance		(20,000)	
Dept 463 - GENERAL STREETS & ROW	Prepayment of Warnock Drain to Allegan County		123,750	
Total Expenditures		3,976,461	111,750	4,088,211
Net Revenues and Expenditures		61,179	(111,750)	(50,571)
Beginning Fund Balance at July 1, 2025		1,626,845		1,626,845
Projected Ending Fund Balance at June 30, 2026		<u>\$ 1,688,024</u>		<u>\$ 1,576,274</u>
Water and Sewer Fund (450)				
Revenue: Positive/ (Negative) Change				
Dept 000				
Total Revenues		\$ 1,346,000	-	\$ 1,346,000
Expenditures Positive/ (Negative) Change				
Dept 536 - Water System	Contractual Engineering		(1,040,000)	
Dept 536 - Water System	Contractual Engineering Lead Line Replacement		1,040,000	
Total Expenditures		1,387,000	-	1,387,000
Net Revenues and Expenditures		(41,000)	-	(41,000)
Beginning Fund Balance at July 1, 2025		113,790		113,790
Projected Ending Fund Balance at June 30, 2026		<u>\$ 72,790</u>		<u>\$ 72,790</u>