



REGULAR MEETING OF THE PORT HURON CITY COUNCIL

Municipal Office Center
Public Meeting Room
100 McMorran Blvd.
Port Huron, MI 48060
810-984-9725
www.porthuron.org

Tuesday, May 26, 2026

6:00 PM

Agenda

Note: The agenda has been revised to include RES #26-072.

A. CALL TO ORDER -

B. ROLL CALL -

Mayor Anita R. Ashford
Mayor Pro-Tem Sherry L. Archibald
Councilmember Conrad L. Haremza
Councilmember Teri Lamb
Councilmember Robert L. Mosurak
Councilmember Barbara L. Payton
Councilmember Jeffrey R. Pemberton

C. MINUTES -

1. Special City Council Meeting - May 11, 2026 4:30 PM
2. Regular City Council Meeting - May 11, 2026 6:00 PM

D. PRESENTATIONS -

1. Update on the Huron Avenue Project from the Black River to Glenwood Avenue.

E. PUBLIC COMMENT (City residents/business owners only) -

The Chair will recognize each City resident or City business owner who signed up by calling their name. Speakers may address the City Council on any agenda item or any matter under the City's jurisdiction. Speakers are allotted one, four-minute opportunity to make their comments.

F. CITY MANAGER'S REPORT & COMMENT -

1. City Manager's Administrative Report - May 2026

G. CONSENT AGENDA -

Agenda items considered routine are marked with an asterisk () and will be considered for adoption by one motion with no separate discussion. A councilmember can request an item be removed from the consent agenda and the item will be considered in its normal sequence. The Mayor will announce those items adopted under the consent agenda.*

H. FROM THE CITY MANAGER -

1. FCM #26-021: Accepting the bid from Tri-Star Roofing & Sheet Metal, LLC, in the amount of \$404,600.00 for roof replacement on the primary building at the Wastewater Treatment Plant. (Wastewater Fund)
2. FCM #26-022: Accepting the bid from Kyber Columbarium and Construction in the amount of \$44,800.00 for the purchase of two columbaria for Allied Veterans' Cemetery. (Cemetery Fund)

I. RESOLUTIONS -

1. RES #26-067: Adopting the Capital Improvement Program for the 2026-2027 through 2031-2032 fiscal years.
2. RES #26-068: Adopting the annual City budget, including the Downtown Development Authority budget, for the fiscal year beginning July 1, 2026, and authorizing the levy of the tax millage rates.
- *3. RES #26-069: Authorizing the City of Port Huron membership in the West Michigan Health Insurance Pool (WMHIP) for a minimum three-year period.
- *4. RES #26-070: Approving the 2026 Request for Local Millage Distribution from the St. Clair County Parks and Recreation Commission.
- *5. RES #26-071: Approving the scheduling of a public hearing for June 8, 2026 to receive comments on HOME ARP Allocation Plan substantial amendment.
- *6. RES #26-072: Recognizing Port Huron Town Hall Series as a nonprofit organization in the City of Port Huron.

J. PUBLIC COMMENT (Non-residents) -

The Chair will recognize each non-resident who signed up by calling their name. Speakers may address the City Council on any agenda item or any matter under the City's jurisdiction. Speakers are allotted one, four-minute opportunity to make their comments.

K. ANNOUNCEMENTS -

L. ADJOURNMENT -

James R. Freed, City Manager

The City of Port Huron complies with the Americans with Disabilities Act and Title VI. If auxiliary aids, language assistance, or other services are required at a public meeting, please contact the Port Huron City Clerk, 100 McMorran Blvd., Port Huron, Michigan 48060, 810-984-9725 Ext. 0, at least three (3) business days prior to any such meetings.



SPECIAL MEETING OF THE PORT HURON CITY COUNCIL

Municipal Office Center
Conference Room 408
100 McMorran Blvd.
Port Huron, MI 48060
810-984-9725
www.porthuron.org

Monday, May 11, 2026

4:30 PM

Minutes

A. CALL TO ORDER

Mayor Anita R. Ashford called the meeting to order at 4:30 PM

B. ROLL CALL

PRESENT: Anita Ashford; Sherry Archibald; Conrad Haremza; Teri Lamb; Robert Mosurak; Barbara Payton; Jeffrey Pemberton.

C. PUBLIC COMMENT (City residents/business owners only) -

Erin Kreiner commented on the allocation of funding in the budget for repairs to the Black River Canal, noting he had understood the work would be spread over a 30-year period. He further stated that the City should not proceed with the repairs until the townships commit to their share of the costs.

Craig Schlinkert objected to the meeting being held in this location, citing a lack of ADA accommodations. He also inquired as to where the budget documents could be found on the City's website.

D. MISCELLANEOUS BUSINESS

1. Discussion on the proposed 2026-27 budget (see attached presentation).

E. PUBLIC COMMENT (Non-residents) -

No one appeared to be heard.

F. ADJOURMENT

On Motion, the meeting was adjourned at 5:29 PM

Cyndee M. Jonseck, CMC, MiPMC
City Clerk



REGULAR MEETING OF THE PORT HURON CITY COUNCIL

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Monday, May 11, 2026

6:00 PM

Minutes

A. CALL TO ORDER -

Mayor Anita R. Ashford called the meeting to order at 6:00 PM

B. ROLL CALL -

PRESENT: Anita Ashford; Sherry Archibald; Conrad Haremza; Teri Lamb; Robert Mosurak; Barbara Payton; Jeffrey Pemberton.

C. MINUTES -

1. Regular City Council Meeting - April 27, 2026 6:00 PM

RESULT:	ACCEPTED AS SUBMITTED [UNANIMOUS]
MOVER:	Jeffrey Pemberton, Councilmember
SECONDER:	Sherry Archibald, Mayor Pro-Tem
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

D. PRESENTATIONS -

1. Proclamation observing the week of May 11-17, 2026 as Police Week and May 15, 2026 as Peace Officers' Memorial Day will be presented to Police Chief Brian Kerrigan.

E. PUBLIC HEARINGS -

1. To hear comments on the proposed Capital Improvement Program for the fiscal year beginning July 1, 2026.

The Mayor announced that this was the time to hear comments on the public hearing.

No one appeared to be heard.

At this point, the Mayor declared the hearing closed.

2. To hear comments on the proposed 2026-27 budget for the City of Port Huron.

The Mayor announced that this was the time to hear comments on the public hearing.

Ken Harris, commented in opposition to the 3% wage increase for city workers and the decrease in the City Council budget.

No one else appeared to be heard.

At this point, the Mayor declared the hearing closed.

3. To hear comments on the proposed budget for the Port Huron Downtown Development Authority for fiscal year 2026-27.

The Mayor announced that this was the time to hear comments on the public hearing.

No one appeared to be heard.

At this point, the Mayor declared the hearing closed.

4. PH #26-003: To hear comments on the Brownfield Plan for The Fead Building Project for 1635 Poplar Street. Following the hearing, Council will consider a resolution to approve the plan.

The Mayor announced that this was the time to hear comments on the public hearing.

Connor Zook, representing Triterra, stated he prepared the plan on behalf of the developer. He provided a brief overview of the plan, stating it is a redevelopment and rehabilitation of the Fead Building with a total estimated capital investment of \$6.8 million, of which approximately \$1.4 million will be captured in tax increment revenue over a 19-year period.

Bruce Seymore, Brownfield Redevelopment Authority Chair, stated the plan was approved by the authority and submitted to Council for approval. He stated the authority supports the plan as it provides for the redevelopment of an obsolete building to included 18 new housing units within the city, which are needed. He also congratulated the City for utilizing this economic development tool to help the developers make the project a reality.

Brian Farquhar stated this type of development is exactly what the City needs to help address housing issues and commented that he would have liked the base rent to be higher but understands it is consistent with current rental rates. He further stated the City missed growth opportunities 20 to 30 years ago due to a lack of vacant land. He also urged Council to consider installing a crosswalk and pedestrian button to provide safer passage for children accessing the nearby park.

Randall Redlowski suggested that builders consider using hemp and air-crete materials as fire-resistant construction options.

No one else appeared to be heard.

At this point, the Mayor declared the hearing closed and the motion to approve the plan follows:

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

F. PUBLIC COMMENT (City residents/business owners only) -

Linda Pruitt and Joan Fleet commented in opposition to the black sheeting installed on the fence at the former Dunn Paper property, stating it blocks the view of the water. They also expressed opposition to a proposed aggregate business on the property, citing concerns that it will reduce property values and create truck traffic issues.

Craig Schlinkert commented on the lack of ADA accommodations for the special meeting held in Conference Room 408, the lack of speed enforcement in Pine Grove Park and expressed opposition to the new Military Street Pocket Park design.

Ken Harris commented on the lack of street repairs on 17th Street due to recent watermain breaks and raised concerns regarding the performance of contractors within the Roosevelt neighborhood.

Nicholas W. clarified statements he previously made during public comment regarding his encounter with the St. Clair County Sheriff's Department.

Randall Redlowski commented in opposition to fluoride and residue in the city water and raised awareness regarding issues with ticks.

The following individuals commented in opposition of ORD #26-002, to provide requirements for bicycles on sidewalks: F. Maxwell Beish, Brian Farquhar, Randall Redlowski, Amanda Galloway and Jim Soto.

G. CITY MANAGER'S REPORT & COMMENT -

H. CONSENT AGENDA -

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

I. FROM THE CITY MANAGER -

1. FCM #26-020: Accepting the bid from Raymond Excavating in the amount of \$1,948,313.00 for the 10th Street Reconstruction from Lapeer Avenue to the Black River project. (Street, Water, Sewer, TIFA Funds)

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Robert Mosurak, Councilmember
SECONDER:	Teri Lamb, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

J. RESOLUTIONS -

1. RES #26-060: Authorizing Fourteen (14) payments.

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Teri Lamb, Councilmember
SECONDER:	Robert Mosurak, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

2. RES #26-061: Approving the second addendum to the agreement with St. Clair County for equipment and network responsibilities as a result of connecting to the County of St. Clair Network (SCCNET).

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

3. RES #26-062: Approving the agreement with The Parade Company in the amount of \$38,000.00 to construct a Port Huron Bluewater Bridge Float. (Grant Funding & Private Donations)

RESULT:	ADOPTED
MOVER:	Robert Mosurak, Councilmember
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Mosurak, Payton, Pemberton
NO:	Lamb

- *4. RES #26-063: Authorizing an employee of the Information Technology Department to purchase 11 months of generic service credit from MERS at the employer's expense to be eligible to retire June 1, 2026, as part of the Severance Incentive Program.

RESULT:	ADOPTED BY CONSENT [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

- *5. RES #26-064: Confirming and approving single lot assessments for fees or charges for Foreclosed, Vacant and Abandoned properties.

RESULT:	ADOPTED BY CONSENT [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

- *6. RES #26-065: Confirming and approving single lot special assessments for fines, assessments, and/or the cost of removing blight, blighting factors and/or causes of blight, as well as the abatement of nuisances.

RESULT:	ADOPTED BY CONSENT [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

- *7. RES #26-066: Approving the submission of a grant application in the amount of \$50,000.00 to the Michigan Department of Natural Resource's Urban and Community Forestry Grant Program for the purpose of inventory management, community education, tree planting and maintenance within public spaces, including public parks and along public right-of-ways.

RESULT:	ADOPTED BY CONSENT [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

K. ORDINANCES -

- *1. ORD #26-002: SECOND READING & ENACTMENT: An ordinance to amend Chapter 48, Utilities, Article IV, Water and Sewer Service Charges, of the Port Huron Code of Ordinances, for the purpose of adding Section 48-155(c), Sewer readiness-to-serve and commodity charges, for customers who possess a valid National Pollutant Discharge Elimination System permit.

RESULT:	2ND READING/ENACTED BY CONSENT [UNANIMOUS]
MOVER:	Sherry Archibald, Mayor Pro-Tem
SECONDER:	Jeffrey Pemberton, Councilmember
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

2. ORD #26-003: FIRST READING: An ordinance to amend Chapter 42, Streets, Sidewalks, and Other Public Places, Article I, In General, of the Port Huron Code of Ordinances, to provide requirements for bicycles on sidewalks.

RESULT:	REFERRED BACK TO ADMINISTRATION
	[UNANIMOUS]
MOVER:	Jeffrey Pemberton, Councilmember
SECONDER:	Sherry Archibald, Mayor Pro-Tem
YES:	Ashford, Archibald, Haremza, Lamb, Mosurak, Payton, Pemberton

L. PUBLIC COMMENT (Non-residents) -

No one appeared to be heard.

M. ANNOUNCEMENTS -

1. City offices will be closed on Monday, May 25 in observance of Memorial Day. The next regularly scheduled City Council meeting will be held on Tuesday, May 26.
2. The City's Beautification Commission is in need of volunteers to assist with preparing various flower beds for the season on Saturday, May 16. Meet in front of Keifer Park at 9 a.m. if interested.

N. ADJOURNMENT -

On Motion, the meeting was adjourned at 7:26 PM

Cyndee M. Jonseck, CMC, MiPMC
City Clerk



Office of the City Manager, Chief Administrative Officer
Monthly Administrative Report
May 2026

The **City Clerk's Office** prepared for the annual Mayor's Prayer Breakfast scheduled for the first week of May and assisted the Beautification Commission in preparations for the 2026 planting season.

With the arrival of warmer weather, the Clerk's Office also experienced a typical increase in phone calls and in-person visits from residents regarding cemetery matters (including grave purchases and foundation orders), as well as inquiries related to peddler and vending permits, and brush, branch, and trash pickup services.

The **Department of Public Works** saw Gratiot Avenue Road Reconstruction and Utility Replacement project from Elmwood Street to Holland Avenue is substantially complete. Working on MDOT file review for project closeout.

Hospital Area Road Reconstruction and Utility Replacement Phase I was awarded to Raymond Excavating Company. Final asphalt paving to be completed in the spring for Kearney Street and Willow Street. Turf establishment to occur on or before June 5, 2026.

Phase II of the Hospital Area project has been developed which addresses the remaining roads and underground infrastructure from Glenwood north to Washington and from 10th east to Erie. The design of this project has been awarded to DLZ, 80% to be submitted to the City for review on May 1, 2026.

The Central Fire Station Demolition project is substantially complete. Project will be closed out once turf establishment occurs.

The Engineering Manager and City Engineer have been attending meetings related to proposed Bluewater Bridge Plaza updates. Contractor started work on May 16, 2025, for Component I for the four-Phase Plaza project and is anticipated to take one year to complete. Currently MDOT is working on Component II design/build documents. Component II design was expected to begin in the middle of 2024 with recent discussion on utility layout/relocation.

A new cross section has been proposed as part of the Huron Avenue Road and Utility Replacement project. MDOT is planning to implement a trial run ahead of construction, which is anticipated to occur in some time in 2027. Reconstruction and utility installation is scheduled for the 2028 construction season.

The Engineering Division continues to meet with the Utilities and the Building Divisions to discuss the lead water service inventory. Engineering has finished their investigation and has created investigation planning maps for utilities staff to utilize. Mailers have been mailed out to property owners informing them of our efforts and requesting self-reporting for the interior water

service material. Reoccurring meetings will be scheduled until the project is complete. The first dedicated lead service replacement project is anticipated to occur in 2026.

The City Engineer and Engineering Manager have been working with DLZ to develop a plan to repair the Black River Canal Tainter gate. Phase I (cofferdam installation and gate removal) was awarded to Trojan Development and work is complete. Phase II is the fabrication and delivery of the gate. The Phase II bid package was advertised with no bids being received. After discussions with the only contractor that attended the Prebid meeting, it was determined that they needed additional time to put together a bid package. Project was re-advertised and one bid was received. DLZ completed the bid package for Phase III which includes modifications to the existing concrete structure, installation of the Tainter gate, installation of erosion control measures including riprap and seawall, replacement of the existing water main that crosses the canal near the Gratiot Avenue bridge. New bid package for a combination of Phase II & III was opened on April 7, 2026. Consideration for approval of the project is subject to funding.

Black River Canal Dredging Project bid opening occurred on March 24, 2026. Four bids were received with S.A. Torello, Inc. being the low bidder.

Ravenswood Sanitary Sewer Extension project has been awarded to Murray Underground Systems, LLC. The project will serve five parcels that have been recently split on Ravenswood west of 28th Street. This project is substantially complete with the exception of turf establishment.

A traffic study was performed by AEW to determine necessary measures to convert Court Street and Union Street from 7th Street to 19th Street from one-way streets to two-way streets. Proposed changes were presented to PHASD and the Old Towne neighborhood group for input. A public open house to discuss the proposed reconfiguration occurred on April 16, 2026. Significant feedback was received in opposition to the proposal resulting in the decision to not move forward with the reconfiguration.

The Engineering Division is designing a sidewalk extension on the west side of 16th Street between Court Street and Union Street.

Boddy Construction Co., Inc. is currently working on the Lapeer Avenue Road Reconstruction project from 16th Street to 24th Street. Project is substantially complete and open to traffic. The contractor is completing lawn restoration and punch list items.

The Engineering Division has been working with AEW to reconstruct 24th Street from Dove Street to the north city limits which is just south of Williams Street. This project includes the replacement of water main, storm sewer, and sanitary sewer. The Engineering Division has presented a conceptual plan of a road diet on 24th Street between Dove Street and Nern Street. The road diet will be implemented utilizing only pavement markings (south of Dove). The intent is to combine the project north of Dove with the project south of Dove. This project is anticipated to be constructed in late 2026.

The St. Clair County Road Commission reconstructed Moak Street from 28th to 32nd Street. The City replaced existing water mains as part of this project. ACE Saginaw Paving was awarded the project. This project is substantially complete with turf establishment to occur in 2026.

Elmwood Watermain project is substantially complete. Working on project closeout and turf establishment.

Black River Maintenance Dredging professional services project has been awarded to BMJ Engineers & Surveyors, Inc. The 2026 through 2028 Dredging project was advertised and bids were opened on January 29, 2026. M.L. Chartier was awarded the project. Dredging operations have been completed.

The City is currently seeking proposals for professional services related to the 24th Street and Elmwood Street Project. These are two separate projects that will be designed by the same consultant. The first project is an MDOT Category F grant for resurfacing and concrete panel replacement of 24th Street from Electric (BL-94) to Cleveland Street. The city was awarded a \$375,000.00 grant through this program. This project will be completed during the 2027 construction season. The second project is Elmwood Street Road Reconstruction and Utility Replacement from Stone Street to Gratiot Avenue. This project will be completed in 2028.

The Engineering Division attended a meeting with MDOT for the proposed Panel Replacement project on Oak Street from Military to 32nd Street. The City is coordinating utility work to be paired with the project. MDOT anticipates this work to be completed in 2027.

The Engineering Division received three proposals for the Water Street Area Road Reconstruction project, this includes Water Street from 10th Street to 13th Street and 10th Street from the Black River to Lapeer Avenue. The Water Street portion is partially funded by MDOT. The 10th Street project is all local funding. DLZ has been awarded the professional services contract for the project. The 10th Street project will be constructed in in early 2026 and the Water Street portion will be constructed in late 2026.

The Engineering Division has been working with AEW for a reconfiguration of Conner Street and introduction of a HAWK Signal. A HAWK signal is a signal that is activated by crossing pedestrians to stop traffic at designated pedestrian crossings. Preliminary meetings have been held or have been scheduled with nearby property owners and MDOT to discuss the reconfiguration. Intent is to construct the Conner Street reconfiguration in late 2026 and the HAWK signal in 2027. These projects are subject to MDOT approval.

The Engineering Division is working on a grant application for Highway Safety Improvement (HSIP) for Lapeer Avenue from 13th Street to 16th Street.

The Engineering Division is working on grant application for Transportation Economical Development Fund (TEDF) Category F for 10th Street from Pine Street to Lapeer Avenue.

The Engineering Division is assisting the Fire department with Fire Station 4 rehabilitation project. AEW is assisting with plans and specifications. Bid opening occurred on April 22, 2026. City is awaiting contractor recommendation letter from AEW.

The Engineering Division continues to provide assistance with construction and testing as needed for Parks and Recreation projects.

The Streets Maintenance staff continues efforts to address potholes across the City. The Streets Division consistently patched all City streets on a daily basis, using between 10 and 20 tons of material. Street sweepers have been cleaning streets everyday throughout the City, starting with major roads first. Staff provided assistance to the Community Development Division with the annual alley restoration program. Upon completion of the alley project, staff transitioned efforts to organizing the farmer's market.

The Motor Vehicle Pool (MVP) staff continues the preventative maintenance services for vehicles/equipment within the MVP fleet. Staff is continuing to prep the waste haulers for summer season, as well as retrofitting each tanker with a valve for venting while in the field, lowering the fall risk. Monthly bridge maintenance has started for the season. Pressure washing of 7th & 10th Street bridges will soon begin. Repairs were performed on the sump/plumbing on the south side of the 10th Street bridge with assistance of the Utilities staff. Inspector came for inspection of the underground fuel storage tanks on all City sites, with all locations passing inspection.

MISS DIG requests have been steady and manageable. Staff has been working on the punch list from MDOT inspection for railroad crossings with many of the discrepancies resolved. We are currently waiting on some supplies for delivery. Pedestrian crossing signs at crosswalks around town have begun to be installed for the summer season.

Radio shop is in the process of building new K-9 vehicle #26. Work to assist the IT department continues with running of ethernet wire for City phone upgrades. Staff have also been performing encryption for secured frequencies on police radios. Patrol car #22 has been removed from service and prepped for future use as a cadet car. The previous cadet car was then prepped for operational use by the Forestry department.

Utilities Services continued to perform the typical month-to-month tasks. Water Distribution crews are working on water service inventory. They have completed the areas for upcoming construction season. Crews replaced two lead service lines from the watermain to the curb. There were three fire hydrants hits this month that were repaired and put back into service. All staff are working three times a month to conduct shutoffs for non-payments. There were two sanitary sewer mains to repair, one was because of a broken wye, the second was because of roots in the main that had caused a blockage which in turn broke the sewer main. Both vectors are daily cleaning sanitary sewer and catch basins. The Water Metering staff is busy with seasonal turn-ons. They typically perform the turn-ons in between regular appointments. Water meters are continually being rebuilt when time permits.

The Water/Wastewater Manager and staff continue normal month-to-month tasks for essential operations. Site plans are reviewed as they are received to assure proposed development

is in compliance with the City's ordinances. Multiple determinations for request for reviews were made and letters mailed. FOIA requests are fulfilled as they are received. Industrial user permits continue to be issued and sampling reports evaluated for sewer use compliance.

The DPW management and supervisory staff attended a three-hour safety and security orientation by the Safety Director. Contractors hired to do certain work for the City may be required to attend this orientation.

The Environmental Quality Technician continued to re-issue industrial user permits and completed the cross-connection report with assistance from the DPW Coordinator and building department.

Solids Handling staff are preparing for the upcoming land application season in which the biosolids that were stored over the winter will be applied to farm fields as fertilizer. Two dual position staff will begin splitting time to assist in the land application program.

ROWE Professional Services is preparing preliminary plans for the Holland Avenue Sanitary Pump Station rehabilitation project. The scope includes demolition of the existing building, installing a weatherproof electrical and control panel enclosure, and replacing the pumps and valves in the wet well. Coordination with the homeowner's association has begun, DTE will also be involved. The project will be publicly advertised and bid.

JF Cavanaugh continues work on the secondary clarifier rehabilitation project focusing on concrete repairs in the clarifier and aeration tanks. Shop drawings have been submitted for review and approval of the clarifier mechanism. Ovivo will fabricate the equipment to size and is expected to ship in December. Coordination with the roofing project will allow for the interior roof drain piping to be replaced over the clarifier tank while it is empty. Once all work is completed in train 3 and is back in service, a second train will be taken down to begin work in that tank/train.

Molnar Roofing is moving along with replacing the lower 75,000 square foot secondary building roof. When the existing membrane was removed on the east end, the existing roof deck conditions were found to be different than assumed during the design phase. The contractor took measurements and changes in construction were made based off actual conditions. This delayed the project so material and equipment will be stored in the MOC parking lot and Merchant Street right of way so as to not interfere with the Farmers Market. Upcoming work includes the ballast to be removed from the 17,000 square feet elevated roof portion and deposited at the forestry facility and replace snow screens and roof drains.

City staff have provided feedback of the final odor control system analysis report and the potential treatment options to the consultant. An area of concern is the truck loading operation, which includes a hose pumping sludge into the top hatch of the tankers. Enclosing the operation is a costly option, but may be the best choice. The existing chemical scrubber odor control system has had maintenance and some improvements to maintain odor control while a new system is designed. A multi-phase system is being considered to account for the fluctuating factors of the wastewater treatment process and varying releases of odors.

The manufacturer's checkout and training for the Screw Pump No. 1 Repair project is scheduled for April 23. Upon approval, the project will be completed and closed out.

A pre-construction meeting was held with Rauhorn Electric, Inc. for the Hancock Street Sanitary Pump Station standby generator. The tentative ship date of the generator is October 6, 2026.

A pre-construction meeting was held with Raymond Excavating for the 10th Street sanitary pump station rehabilitation project. It's expected to commence in August due to the lead time of the control panel. The scope includes replacing the existing submersible pumps and controls.

Of the four proposals submitted for engineering services to design and perform construction oversight of a thickener tank rehabilitation project that were received, Tetra Tech was ranked highest on the technical portion. An agreement for the services was put on the April agenda and approved by Council. A kickoff meeting was scheduled for May 7th to review project scope and engineering needs.

Replacement of the primary building roof was publicly advertised. It currently leaks over the recently replaced motor control center and electrical gear. Temporary measures are in place to protect the gear until the roof can be replaced. A pre-bid meeting will be held and once bids are reviewed a recommendation will go before Council in May.

The Water Filtration Plant (WFP) staff continue their essential operations and maintenance procedures. The Superintendent completed the annual drinking water quality consumer confidence report (CCR) for the 2025 calendar year in compliance with the Safe Drinking Act. The report was publicly announced and can be found on the City's website.

The Environmental Quality Technician submitted the annual cross connection report for 2025, certified by the WFP Superintendent, to EGLE. The cross-connection program is a requirement of the state that's purpose is avoid back flow into the public water supply which would be a potential source of contamination.

The engineering consultant, Eramosa, has merged with CIMA and is experiencing issues meeting contract requirements for the WFP's switchgear replacement and control panel upgrades projects. Legal advice has been sought on whether to continue efforts to meet the terms of the agreement or terminate it.

Ainsworth Electric is continuing work for the power panels and Motor Control Center (MCC) upgrade project. The North Service Center is ready to receive the new MCC. The expected ship date is July 17th. Wiring and pull ahead work continues in the low lift building in preparation for the new MCC. Scheduled lift date for low lift MCC is August 7th. The new power panel-2 for the chemical service building was delivered damaged and requires new parts. Power panel – 1 is scheduled for a May 4th ship date. Pull ahead work will begin after the low lift building is completed.

Nelson Tank Engineering and Consulting (NTEC) will begin producing bid and construction documents for a painting project in the chemical service building basement. The scope will include the intermediate piping from the transfer well to the clear well, gallery B, and pipes and valves in the high lift pump area.

A project to replace the west raw water intake valve and actuator was publicly advertised for proposal. Two proposals were received with Trojan Development submitting the highest quality technical portion with the lowest cost. They successfully replaced the east raw water intake valve and actuator in 2025. A pre-construction meeting will be scheduled once a Notice to Proceed is issued.

The Water/Wastewater Manager is completing bid documents to advertise a project to replace the failed valves that control the inflow and outflow of the south water tower. There are four valves in total to be replaced, including associated lighting and controls. The valves are in a concrete vault with minimal access.

DPW staff continues to work collaboratively in identifying lead water services and educating the public when one is discovered. Procedures are in place for when a lead service is found and for replacement and testing if warranted. Information regarding lead services is available on the City's website. Per EGLE requirements, a letter is mailed to notify customers if their service line material is unknown. Staff respond to lead service questions and concerns as they come in.

In compliance with the City's stormwater permit, dry weather screening was performed at all of the storm sewer outfalls. Restrooms of facilities were found to be connected to a storm sewer during follow up inspections at two locations with elevated e. coli. Utilities staff is working with facility owners to correct the illicit connections. The DPW Coordinator attended the bi-monthly watershed meeting. This is a participation effort per the permit.

In the **Parks & Recreation Department**, the final Indoor Movie Night of the season featured a showing of Zootopia 2, at the Harvey Center. Recreation staff also participated in the Harvey Open House on April 18th, showcasing their upcoming summer programming. In addition, staff attended the Project Play Summit at Wayne State University to learn more about improving youth sports accessibility and creating positive experiences for all participants. The Department also completed interviews for the summer sports crew and is fully staffed heading into the busy summer season.

Program enrollment and community participation continue to exceed expectations. The Adult/Infant/Child CPR class held in early April was a success, with all participants passing their certification tests and gaining valuable lifesaving skills. Camp Palmer registration filled within an hour, and has a long waitlist of families. Discovery City Toddler Time continues to see strong enrollment with an active waitlist too. Summer registration opened in early May with numbers that continue to grow daily. Several classes have already reached waitlist status just days after registration opened.

The Parks crews had a busy month doing spring clean ups in all the parks and City properties from winter season. The Division has also been turning on all water services, for irrigation in parks and at the Marina. Crews has placed all docks in at boat ramps and the kayak launch has been installed as well. The Parks crew also helped McMorran get all ice out of the rink for summer and got the stage to McMorran for graduations. Trash is now also a seven day a week operation. The contractor for the Sanborn Park Lot Project has pulverized the parking lot at the Sanborn Tennis House in preparation for new asphalt installation.

The Cemetery Division had five full burial services and seven cremation services. Graves are topped with black dirt and seeded. Foundations are being installed as weather allows. Leaf cleanup will continue in areas of the Cemetery. The crew continues cleaning and working on equipment for the spring season. Grass cutting and trimming will start the beginning of May.

The Forestry Division removed five trees and trimmed two trees for March. Five stumps were ground. The Forestry crew had nineteen piles of brush that were picked up as well as well as nine piles picked up from community service jobs throughout the city. Forty-seven blight brush pile letters were sent out for the month. The next round of fifty trees is marked for Marine City Nursery to plant. The Division also has twenty-two trees from the DTE tree grant that will be planted in the future. This year, the Arbor Day celebration was at Cleveland Elementary school, and a Crimson King Norway Maple was planted at the school. Thank you to the principal, teachers and students that participated.

McMorran Place Entertainment Center hosted the last two regular season Prowler games, three playoff games and the Red Wing Alumni game.

McMorran Theater hosted Boston Tribute, Cinderella Ballet, Puppy Pals, Spring Anniversary show and Wolverine Productions.

McMorran Plaza hosted Bar bingo.

McMorran had several other events in the month of April, including:

- McMorran Commission Meeting
- Prowlers' playoff party
- End of the year Prowlers event on the Plaza

In the **Planning Department**, The Code Enforcement Unit had 227 new enforcements opened and the Administrative Hearing Bureau heard 141 cases. There was \$0 in payments collected and \$0 single lot assessments collected for the month of April. There is \$93,850.00 in unpaid invoices for the Foreclosed, Vacant & Abandoned properties being sent to City Council on May 11th to be approved for single lot assessments.

The Rental Inspection Division completed 370 inspections and certified 115 rental units in April. Staff responded to 18 rental complaints and there were three new rental properties registered during the month.

The Building Inspection Division issued 195 permits and collected \$44,686.05 in permits fees. Inspectors responded to 13 inspection complaints throughout the month.

The Urban Pioneer Program had no closing in April. The program is currently on pause and is being revised. Staff are currently going through HUD facilitated HOME training.

The Housing Rehabilitation Programs had one contract signing and one bid opening. The program is currently at full capacity and all 2025 funding is committed to projects (except for Elderly Repair). A waitlist has been started for 2026 funding.

A HOME ARP TBRA agreement was awarded to Blue Water Community Action in June 2025. They started spending funding in September and are spending thousands of dollars per months on rental assistance. The program is extremely needed in the community.

An RFP HOME ARP Supportive Services was posted in December and proposals were received on January 9, 2026. We are in discussions with a potential subrecipient.

Staff continue to work on in-fill housing for South Park.

Planning staff worked on reviewing and updating Chapter 52 (Zoning ordinance), updating the Master Plan and participating in Redevelopment Ready Community training series.

The Planning Department prepared four items for the April Planning Commission meeting. Planning Commission reviewed and approved the following: A rezoning request for 2213 Bancroft Street to be rezoned from an M-1 district to an R-1 district; A special use permit for 2569 Lapeer Avenue to allow a used car sales lot; and a resolution to approve to open the 63-day comment period for the public regarding the Master Plan. The commissioners also were presented with a presentation by Giffels Webster on the Marina Land Use Study.

Use Certificates continue to be submitted for new businesses within the city limits and continue to be processed & inspected through the Building Division, along with the Fire Department.

Planning Department and the Building Division continue to work together with fire properties.

The **Police Department** personnel investigated several crimes of an unusual or serious nature. Below is an overview of the key incidents:

Assist Marine City PD (April 12th) The Special Response Team responded to Marine City to assist with a possible active assailant. The threat was quickly identified as a possible false report, known as “SWATTING.” The Special Response Team searched the building in question and found that no one was inside. The investigation was turned back over to the Marine City Police Department.

Felonious Assault (April 13th) Officers responded to Lake Huron Hospital for a 21-year-old male that thought he was shot. The investigation revealed that he was not shot, but he was

punched in the head several times while the assailant was holding a firearm. The victim and suspect have an ongoing dispute and the victim drove to the suspect's house from Eastpointe. The investigators learned that the two began arguing in front of the house when the victim was struck. He then drove himself to the hospital. The suspect, a 21-year-old from Port Huron, was arrested for Felonious Assault.

Dog Bite (April 14th) Officers responded to a residence in the 1400 block of White Street for a dog bite complaint. The complainant was big by her pitbull. The dog would not let go, even as the other resident attempted to free her from its grasp. After unsuccessfully attempting to free the resident from the dog's bite, the other resident retrieved a gun and shot the dog. The dog quit attacking the residents. The dog was transported to Animal Control and the 65-year-old female was treated at McLaren Hospital for her injuries from the dog bite.

- **Total Calls for Service:** 2,407
- **Overdoses:** 3

The **Fire Department** responded to 227 calls for service, including eleven fires, 147 medical emergencies, nine rescues, and 23 hazardous conditions.

In the evening hours of March 9th, fire companies were called to the 500 block of Taylor Street for reports of fire in an occupied dwelling. First arriving crews found a working fire in a one-story dwelling, with extension to an attached garage and an automobile in the driveway. Multiple handlines were stretched and fire extinguished in about twenty minutes. Extensive overhaul was necessitated due to fire extension into attic spaces. One firefighter sustained second-degree burns due to a combination of high heat conditions and low ceiling heights inside the structure. The cause and origin investigation remains under investigation.

In the early afternoon of April 1st, fire companies responded to the 3900 block of Aspen Drive for a fire alarm in a three-story multiple occupancy facility. While enroute, companies received updated reports of fire in a second-floor laundry room. The fire was contained to a dryer unit on arrival. Engine 3 checked for fire extension and found none. Smoke removal was conducted on the fire floor and the building released to management.

In the morning hours of April 25th, Engine 1 responded to the 2700 block of Campau Avenue in Port Huron Township for a structure fire, as part of the automatic aid agreement. Engine 1 laid a supply line into the first arriving PHTFD engine, who was conducting fire attack on arrival. Engine 1 performed horizontal ventilation in support of the interior PHTFD crew. The fire was brought under control with limited damage to the dwelling.

The Fire Department conducted over 1200 hours of training in the month of April. Tri-Hospital EMS provided in-person continuing education courses at Station No. 1 throughout the month, completing the annual EMS continuing education cycle. Annual classroom and practical driver's training were conducted on the three suppression shifts. Command officers attended Fire

Officer III, IV and executive level training throughout the month. High angle rope rescue drills were held at Station No. 1.

The Fire Marshal's Office conducted three inspections, three fire suppression/alarm tests, and three commercial plan reviews in the month of April. Four follow-up consultation inspections were also conducted. Coordinated inspections and investigations were attended by the Fire Marshal, with the MI Bureau of Fire Services and the Bureau of Alcohol Firearms and Tobacco, respectively. Fire companies installed smoke detectors and carbon monoxide detectors at four residences in conjunction with the State Fire Marshal's program. Multiple meetings were held in relation to an upcoming software and records management system (RMS) vendor change within the Department.

In the **Human Resource Department**, on the first Monday of each month, HR staff sends out a Monday Mind Bender riddle as a fun activity for employees. Employees submit their answer to HR, and all correct answers are entered into a drawing for a \$25 gift card.

HR staff, along with the City Manager, presented alternative healthcare options and plans to the union representatives and employees, in an effort to reduce overall healthcare costs, while maintaining a competitive benefits package.

HR staff continues to be busy accepting applications for various full-time and 2026 Summer seasonal positions. Please refer individuals seeking employment to our website at www.porthuron.org.

HR staff continues looking for new recruiting methods in an effort to raise awareness regarding City employment. This includes online websites, colleges, trade schools and attending community events. Applicants are able to apply on-line, in-person or by mail. Applications can be found at the bottom of each job posting on www.porthuron.org, and emailed to us at cphemployment@porthuron.org.

Full-time employment applications are currently being accepted for:

- Police Officer
- Fire Fighter
- McMorran Maintenance Technician
- Guest Services & Event Coordinator

Part-time/seasonal employment applications are currently being accepted for:

- Lifeguard
- Swim Instructor
- Police Cadet
- Part-time Custodian – Harvey Reinvestment Center

The Health and Safety Director continues to evaluate hazards at the facilities and meet with the supervisors and front-line employees on a daily basis. He has been busy inspecting and replacing unsafe equipment with new, updated equipment, and training employees on various

topics. He is also involved immediately when any injuries occur in order to evaluate, learn and correct any deficiencies in an effort to prevent repeat injuries.

During the month of April, training was conducted for Site Safety and Security, Heartsaver CPR/AED, and Contractor Safety and Security.

During the month of April, all lifesaving equipment was inspected for safety, including AED's, Portable Fire Extinguishers, Portable Gas Detectors, Eyewash stations, and Showers. Any deficiencies have been corrected.

The Health and Safety Director distributes a monthly Safety Beacon, with a different topic each month, and continues providing information and tips to all employees in an effort to prevent accidents and injuries. April spotlight topic(s): Dangers of Distracted Driving.

The **Information Technology Department** continued to perform the typical month-to-month tasks of maintaining the computer network of desktops, laptops, printers, and phones at all City locations. Internet security training of all City staff continues. Staff also continued to perform the monthly processing of payroll and expense checks for BWATC.

New switches are being configured to replace some older switches, a process which continues and is in its last stages. Old PC's, that have met end of life, are being replaced. New PoE core switches for the new phone system are being configured and deployed. A kickoff meeting was held with the phone company and configuration to the VM environment for the VoIP phone system has begun. Staff have been working with ESRI on the new ArcGIS licensing, migration and path forward and installation. A meeting was held with PROWEST for ArcGIS upgrade and GIS professional services and the upgrade will be done May 15th. Staff are researching vendors to help with WCAG compliance for both the City of Port Huron, Port Huron Police Department websites as well as all other City web sites. Staff updated and installed new switch logging software. Vendor research continues for backflow prevention software. Staff is working on VoIP failover which ensures uninterrupted business communication during internet outages. Staff is also working on Network failover for an automatic, seamless switching to a redundant backup circuit when the primary circuit fails.

In the **Finance Department**, the Income Tax Division continues to process 2025 tax returns which continue to be filed with the issuance of refunds on a weekly basis. In addition, the Division is reconciling taxes withheld with the informational returns filed and continue their compliance efforts, sending assessments to tax payer as needed and filing Small Claims cases in an effort to collect outstanding income taxes. The Division continues to use their software to match up tax returns with the informational returns that have already been filed.

The Accounting Division continued to perform the typical month-to-month duties. These include processing payroll, expense checks and other usual monthly work such as posting journal entries, updating various spreadsheets, balancing accounts, etc. The Division also wrapped up the annual 2026-2027 budget preparation during April.

The Assessing Division has rolled over into the new tax year in early April. The Division has had some turn over as the former Assessor left for another opportunity in March. The contract for a new Assessor and their services was approved by Council in April with the contract starting on June 1.

The Treasurer's Office and Water Office continue to be busy with collection of water payments. Tax payments, moving forward, will no longer be accepted as the Division worked to settle the 2025 tax roll with the County. Boat launch permits are being sold at a higher rate as the weather continues to improve. Downtown parking permits are also available for purchase. The Division also continues to perform the monthly accounting for BWATC.

Sincerely,

A handwritten signature in black ink, appearing to read 'J. Freed', is written over a horizontal line.

James R. Freed
City Manager
Chief Administrative Officer

FCM #26-021

Accepting the bid from Tri-Star Roofing & Sheet Metal, LLC, in the amount of \$404,600.00 for roof replacement on the primary building at the Wastewater Treatment Plant. (Wastewater Fund)

FROM THE CITY MANAGER:

On May 13, 2026, the City of Port Huron received the following six (6) bids for the roof replacement on the primary building at the Wastewater Treatment Plant:

Tri-Star Roofing & Sheet Metal, LLC (Kimball, MI)	\$404,600.00
Unlimited Construction (South Lyon, MI)	\$430,000.00
KJP Roofing & Sheet Metal (Chesterfield, MI)	\$463,700.00
Bloom Roofing Systems, Inc. (Brighton, MI)	\$515,514.00
Royalty Roofing USA LLC (Kalamazoo, MI)	\$561,570.00
Newton Crane Roofing, Inc. (Pontiac, MI)	\$671,724.00

It is recommended that the bid of Tri-Star Roofing & Sheet Metal, LLC, 5386 Lapeer Road, Kimball, Michigan 48074 in the amount of Four Hundred Four Thousand Six Hundred and 00/100 Dollars (\$404,600.00) be accepted and that the appropriate city officials be authorized to execute the necessary documents.

[Memo; WWTP Primary Roof Replacement](#)



City of Port Huron

Memo from City Manager James R. Freed

From: James R. Freed, City Manager, Chief Administrative Officer

To: Mayor Ashford and City Council

Date: May 26, 2026

Re: WWTP – Primary Building Roof Replacement
Project No. P26-0070

Mayor and Council,

The City of Port Huron Wastewater Treatment Plant (WWTP) serves approximately 55,000 customers treating nine million gallons (9 MGD) of wastewater a day. The treatment of wastewater consists of three main processes: primary treatment, secondary treatment and solids handling. The facility was built in 1951 and expanded in the mid-70's to provide secondary treatment capability.

The primary treatment process consists of influent from the sewer system passing through bar screens at the head of the plant, being pumped to a grit channel for sediment removal and then to the primary clarifier tanks. From the primary clarifier tanks, spiral screw pumps lift the wastewater to an elevation for it to gravity flow to secondary treatment and on to solids handling.

The primary clarifier tanks are located in the primary building and were recently rehabbed along with installing new automation controls, lighting, control panel, and transformer. The primary building roof is an original built-up tar roofing system with ballast. The system has drastically deteriorated and the building is leaking in multiple places, one being over the newly installed control panel and transformer. The building roof is approximately 20,000 square feet in area.

Engineering quotes were obtained and an amendment to an existing roofing agreement with Fishbeck, Inc. was made for the design and construction oversight of a primary building roof replacement project, including new membrane, insulation, hatch, and drains.

The project was publicly advertised on the city's website and Michigan Intergovernmental Trade Network (MITN) site. A pre-bid meeting was held and six (6) bids were received. Tri-Star Roofing and Sheet Metal LLC was the low bidder at \$404,600 and is recommended to be awarded the contract. Fiscal year 2026-2027 WWTP budget request includes \$700,000 for the roof replacement.

The WWTP receives and treats wastewater not only from the City of Port Huron, but the three (3) surrounding townships. Based on the Sanitary Sewage Disposal Service agreements,

each of the townships are responsible of their percentage of costs for the city to operate and maintain the WWTP. Following is a breakdown of the shared costs:

<i>Township Allocations per Agreements*</i>			<i>Agreement Date</i>	
			5/5/76;	mod.
Port Huron Township	13.35 %	\$ 54,014.10	10/18/77	
Kimball Township	5.41 %	\$ 21,888.86	12/14/1977	
Fort Gratiot Township/St. Clair County	13.83 %	\$ 55,956.18	6/16/1972	
	Sub Total:	\$ 131,859.14		
City of Port Huron	67.41 %	\$ 272,740.86		
	Total:	\$ 404,600.00		

FCM #26-022

Accepting the bid from Kyber Columbarium and Construction in the amount of \$44,800.00 for the purchase of two columbaria for Allied Veterans' Cemetery. (Cemetery Fund)

FROM THE CITY MANAGER:

On April 22, 2026, the City of Port Huron received the following two (2) bids for two columbaria at Allied Veterans' Cemetery:

Kyber Columbarium and Construction (Maidstone, Canada)	\$44,800.00
Brutsche Concrete Products (Battle Creek, MI)	\$54,651.00

It is recommended that the bid of Kyber Columbarium and Construction, 4587 County Rd. Maidstone, ON NOR 1KO, Canada in the amount of Forty-Four Thousand Eight Hundred and 00/100 Dollars (\$44,800.00) be accepted and that the appropriate city officials be authorized to execute the necessary documents.

[Memo; Allied Veterans's Cemetery Columbaria.docx](#)



City of Port Huron

Memo from City Manager James R. Freed

From: James R. Freed, City Manager, Chief Administrative Officer

To: Mayor Ashford and City Council

Date: May 26, 2026

Re: Purchase of Columbaria for Allied Veterans' Cemetery

Mayor and Council,

The Cemetery Division sought qualified bidders for the purchase and installation of two (2) columbaria for Allied Veterans' Cemetery. The current columbarium are near capacity with only a handful of niches still available.

The most recent columbaria (2) were purchased just two years each containing 40 niches. As of this date, just eight niches are available. Because of the growing needs and the increased desired for niches, the proposed columbaria are double-sided to add capacity, with a total of 64 niches each, where the current are all single-sided.

Revenue generated from the niche sales will offset the initial purchase price over time.

On April 22, 2026, the City received two bids for this project. The Cemetery Division reviewed the submitted bids and is recommending Kyber Columbarium and Construction in the amount of \$44,800. This includes the purchase and installation of both columbaria. Delivery and installation are expected in early Fall. This work is being completed with Cemetery Funds.

RES #26-067

Adopting the Capital Improvement Program for the 2026-2027 through 2031-2032 fiscal years.

WHEREAS, the Capital Improvement Program for 2026-2027 through 2031-2032 has been prepared; and

WHEREAS, a draft of the Capital Improvement Program was reviewed by the City's Planning Commission and they recommended approval of the plan at their May 5, 2026, meeting; and

WHEREAS, City Council conducted a public hearing on May 11, 2026, at 6:00 p.m., in the Public Meeting Room, Municipal Office Center, to hear comments from interested citizens about the proposed Capital Improvement Program;

NOW, THEREFORE, BE IT RESOLVED that the Port Huron City Council does hereby adopt the Capital Improvement Program for the 2026-2027 through 2031-2032 fiscal years to be used as a guide for capital expenditures during this period.

Final; CIP 2026-2027 through 2031-2032

CAPITAL IMPROVEMENT PROGRAM



PORT HURON MICHIGAN

2026-2027
THROUGH
2031-2032

OFFICE OF THE
CITY MANAGER

CAPITAL IMPROVEMENT PROGRAM

CITY OF PORT HURON

2026-2027 THROUGH 2031-2032

Prepared by the Department of Public Works for the City Manager and submitted to the Planning Commission, May 5, 2026, and the City Council May 26, 2026.



April 27, 2026

The Honorable Mayor and Members of the City Council
City of Port Huron
Port Huron, Michigan

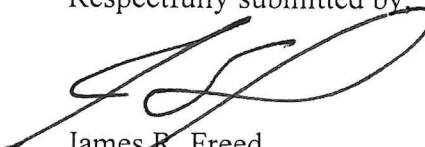
Dear Councilmembers:

Transmitted herein is the recommended six-year Capital Improvement Program (CIP), including the estimated costs for these improvements for your review. The intent of this program is to establish capital priorities for approximately \$135 million of project improvements proposed for the upcoming six-year period.

This capital budget is a tool to be used in the implementation of the City's Comprehensive Plan. It is revised and updated during the City's annual budget process taking into account the City's current financial capacity, new federal and state aid programs and changing project priorities. As such, it reflects the capital spending in support of the goals established by each of the City's departments as you have recently reviewed and approved them.

Please contact me if you have any questions or comments regarding this recommended program.

Respectfully submitted by



James R. Freed
City Manager

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PH #26-007

Approving the Capital Improvements Program for Fiscal Years 2026/2027 through 2031/2032.

WHEREAS, Section 65 of the Michigan Planning Enabling Act, PA 33 of 2008 (MCL 125.3865 et. seq.) states that *"to further the desirable future development of a local unit of government under the master plan, a planning commission, after adoption of a master plan, shall annually prepare a capital improvements program of public structures and improvements..."*; and

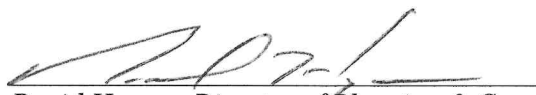
WHEREAS, the Capital Improvements Program (CIP) shall show those public structures and improvements, in the general order of their priority, that in the Commission's judgment will be needed or desirable and can be undertaken within the ensuing six-year period; and

WHEREAS, staff has received lists and estimates of time and cost from various City departments for public structures and improvements which are included in the CIP for Fiscal Years 2026/2027 through 2031/2032.

NOW, THEREFORE, BE IT RESOLVED that on May 5, 2026, the City of Port Huron Planning Commission received, reviewed, and accepted the Capital Improvements Program for Fiscal Years 2026/2027 through 2031/2032.

[2026-2027 through 2031-2032 CIP.pdf](#)

I hereby certify that the above is a true and correct copy of a resolution adopted by the Port Huron Planning Commission at the regular meeting of Tuesday, May 5, 2026.


David Haynes, Director of Planning & Community
Development

SUMMARY OF CAPITAL PROJECTS

2026-2027 THROUGH 2031-2032

INFORMATION ONLY

		<u>Cost Schedule in Six-year Period</u>
Police		\$0
Fire		\$1,300,000
Cemetery		\$375,000
Parks & Recreation		\$8,579,000
Local Street System	Major Maintenance	\$16,144,000
Major Street System	Major Maintenance	\$15,473,000
Bridge System	Major Maintenance	\$0
Trunklines	City Share of State Projects	\$100,000
Sidewalks		\$580,000
Water Supply System		\$33,732,000
Wastewater System		\$45,752,000
Parking System		\$2,907,000
Public Facilities Improvements		\$10,216,000
		\$135,158,000

PROJECT DESCRIPTIONS

CAPITAL IMPROVEMENT PROGRAM

Project Number		Page Number
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FIRE

- | | | |
|---|--|----|
| 1 | <p><u>Fire Station 4 Improvements</u></p> <p>Request to perform exterior and limited interior improvements at Station No. 4. Originally constructed in 1985, this facility has seen limited updates in its lifespan. Planned improvements include front apron concrete flatwork, roofing, apparatus bay floor repairs, and minor repairs to the building envelope.</p> | 16 |
| 2 | <p><u>Fire Pumper Replacement</u></p> <p>Replace a 2018 Sutphen pumper with a projected mileage of 118,000-130,000 miles into reserve status. Retire a 2006 Spartan Engine with a projected mileage of 165,000 miles from fire service.</p> <p>Replace apparatus with 1500 GPM/750-gallon Class A pumper. Order would be placed in FY 27-28, with the remainder of payments due at time of delivery. Current build time for fire apparatus is 36-38 months.</p> | 16 |

CEMETERY

- | | | |
|----|--|----|
| 1 | <p><u>Pave Cemetery Roads</u></p> <p>Investigate the feasibility of paving the cemetery roads.</p> | 17 |
| 2. | <p><u>Columbarium for Allied Vets Cemetery</u></p> <p>The addition of two new columbariums to Allied Vets Cemetery and related cement work.</p> | 17 |

PARKS AND RECREATION

- | | | |
|---|---|----|
| 1 | <p><u>General Park Improvements</u></p> <p>The city is constantly making efforts to keep our parks enjoyable and safe. We must make improvements to playing fields, courts, pools, buildings, play equipment and parking lots. These improvements assure that our citizens have access to clean and safe facilities.</p> | 17 |
| 2 | <p><u>Court Street Pool Marcite</u></p> <p>Remove current surface and resurface Court Street pool.</p> | 17 |
| 3 | <p><u>Sanborn Street Pool Marcite</u></p> <p>Remove current surface and resurface Sanborn pool.</p> | 17 |

Project Number	Page Number
4 <u>Lincoln Park ADA Accessibility</u> Construct an ADA accessible pathway at the Lincoln Park Scenic turnout from the parking lot to the waterfront walkway, and creating an ADA accessible pathway throughout Lincoln Park for enhanced walkability.	17
5 <u>Sanborn Park Concession & Restroom Building</u> Constructing a pre-fabricated concession and restroom building at Sanborn Park to accommodate the highly used baseball field and tennis courts for use during tournaments and games.	17
6 <u>Sanborn Pool Roof Upgrades</u> Replace shingles at Sanborn pool. This shingle replacement includes the filter building and bathhouse.	17
7 <u>Palmer Park HVAC Retrofit for Heat</u> Retrofit rooftop A/C unit for heat. The office area is relying on aging radiant heat units that cannot keep up with heat demand.	17
8 <u>Palmer Park Year-Round Multisport Rink</u> Concrete pad approximately 60x100 to be installed, ice will be laid on the pad for ice skate rink during the winter months. Summer months the concrete pad will be used for multi-sport (basketball dribble, broom ball, roller hockey, etc.).	17
9 <u>Lakeside Park Playscape</u> A new playscape is being sought for Lakeside Park to replace the outdated features currently at the park. The playscape is a high priority as one of Port Huron's keynote parks that sees thousands of visitors each summer. Ground and concrete work is associated with this project.	17
10 <u>Court Street Pool Concrete Deck Repairs</u> Repair concrete at Court Street pool. Improve pool deck area by removing and replacing broken concrete, grinding/leveling uneven areas and forcing water runoff away from the pool edge.	17
11 <u>Knox Field Redevelopment</u> Redesign of Knox Field to include new paved pathway, field upgrades and improvements, paved parking and accessibility features.	17
12 <u>Optimist Park Pavilion Improvements</u> Concrete repair at Optimist Park pavilion. Work includes paved pathway from sidewalk to pavilion.	17

Project Number		Page Number
13	<u>North Service Center Pole Barn</u> Build new storage pole barn at the North Service Center for storage of Parks, Forestry, Recreation and McMorran equipment to eliminate need for off-site storage.	17
14	<u>Black River Canal Tainter Gate Rehabilitation</u> Make necessary repairs to the tainter gate which was damaged during the January 27, 2024 Black River flood event.	17
15	<u>Zero Turn Mower</u> This is a replacement mower so that the Parks Department can mow various parks and city-owned properties as needed.	17
16-19	<u>Bike/Walking Trails</u> The proposed listed projects have been identified as “gaps” within the Bridge-to-Bay trail plan. These projects would utilize existing city waterfront parks, right-of-way and agreements with other property owners. These projects will be constructed utilizing general fund, various grant funds and private donors.	17

STREETS SYSTEM

	The City's Street System is divided into three (3) major categories:	18
	1) State Trunklines 10.08 miles	
	2) Major Street System 42.43 miles	
	3) Local Street System <u>89.52 miles</u>	
	142.03 miles	
1-14	<u>Local Street System - Resurfacing/Reconstruction</u> This project proposes expenditure of the two (2) mill street resurfacing revenues as approved by city voters in November 2013, plus contributions from other sources. We will coordinate this effort with utility improvement projects.	18
15	<u>Non-Motorized Transportation</u> (See page 10 for write up)	18
1-18	<u>Major Street System - Resurfacing and Reconstruction</u> The streets identified are in need of major construction or reconstruction. We will try to fund a portion of these projects with Federal Surface Transportation Program (STP) funds.	19

TRUNKLINE IMPROVEMENTS

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|----|--|----|
| 19 | The Capital Improvement Program (CIP) of the city generally does not include trunkline projects since programming is controlled by the Michigan Department of Transportation (MDOT). However, the city is required by state law to fund 8.75% of the project's cost. | 19 |
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TRANSPORTATION APPURTENANCES

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| 20 | <u>Non-Motorized Transportation</u>
Sidewalk work at unspecified locations that need to be done as a result of complaints or department requests. We are also coordinating non-motorized path improvements with St. Clair County. Grants and other sources of funds will be sought to offset the cost of non-motorized path improvements. | 19 |
| 21 | <u>16th Street Sidewalk – Union to Court</u>
Installation of new concrete sidewalk including ADA sidewalk ramps along the westside of 16 th Street between Union Street and Court Street. | 19 |

WATER SUPPLY SYSTEM

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|------|---|----|
| 1-23 | <u>Water Filtration Plant</u>
The Water Filtration Plant (WFP) has been well maintained and the structures, for the most part, are in fair to good condition. However, many of the components of the WFP are original to the plant and are nearing or at the end of their useful lives. | 20 |
| 1-22 | <u>Distribution System</u>
The city's entire water supply system was reviewed by the city's consultant in a report entitled "Project Plan Amendment (October 2010)". We make every effort to coordinate water main replacements with street repair projects. | 21 |

WASTEWATER SYSTEM

- | | | |
|------|---|----|
| 1-27 | <u>Wastewater Treatment Plant</u>
The Wastewater Treatment Plant (WWTP) has been well maintained and the structures, for the most part, are in fair to good condition. However, the June 2009 Final Project Plan for Wastewater Treatment Plant Improvements identified many of the components of the WWTP as being over thirty (30) years old are nearing or at the end of their useful lives. | 22 |
|------|---|----|

Project Number		Page Number
1-27	<u>Wastewater Treatment Plant (continued)</u> Since the development of the 2009 Final Project Plan, additional needs have been identified. The list of suggested potential capital projects is based on processes, equipment and support systems necessary to meet Michigan Department of Environment, Great Lakes and Energy (EGLE) permit requirements, which is a primary objective of the WWTP. The order of this list is not reflective of the relative importance or priority of each item. Because of the complexity and cost of some of the above projects, they have or will be completed in multiple phases and fiscal years. It should be noted that some of the listed projects have been completed or are currently in the design or construction phase.	22
1-15	<u>Pump Station Improvements</u> Pump stations have been identified as needing rehabilitation or replacement of critical equipment to ensure reliability in transferring flows through the collection system to the WWTP.	23

COLLECTION SYSTEM

1-15	<u>Collection System</u> The city's entire sewer collection system was reviewed by the city's consultant in a report entitled "Project Plan Amendment (October 2010)". We make every effort to coordinate sewer replacements with street repair projects.	23
16	<u>Repair Storm Sewer Outfalls</u> The proposed project would make repairs or even replace the outfalls of various storm sewers that have been identified during maintenance inspections as having condition issues. This would be a multi-year program.	23
17	<u>10TH Street Lapeer to Black River</u> The proposed project is a road reconstruction and utility project.	23
18	<u>Sewer Lining</u> Sewer lining is a rehabilitation process that can be completed with little surface disruption. This process is appropriate and cost effective in instances where construction is under major roadways, in alleys and for repairs to cross lot sewers.	23

PARKING SYSTEM

- | | | |
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| 1-15 | City staff completed a study of the repair needs for the City-owned parking lots in 2007. Since this study, a few of the parking lots have been reconstructed. | 24 |
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PUBLIC FACILITIES IMPROVEMENTS

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|------|--|----|
| 1 | <u>Fort Street Dock Rehabilitation</u>
Fort Street Dock has twenty (20) boat slips with associated floating docks. The docks are over thirty-five (35) years old and now require rehabilitation. The main dock remains floating in the Black River all year. | 25 |
| 2 | <u>River Street Dock Repairs</u>
The existing 6'x 6' uprights on the docks need to be replaced as well as there are welds that have broken on the steel dock structure that needs to be repaired. | 25 |
| 3 | <u>Sidewalk and Concrete Repair</u>
A four (4) year plan to replace aging concrete sections along the marina. | 25 |
| 4 | <u>River Street Covered Laundry Room</u>
A laundry room at the River Street Marina would be a desirable addition to the facility. This facility would serve the boaters visiting Port Huron staying at the River Street Marina. Many of these boaters have requested the use of a laundry facility. A laundry room would make the River Street Marina more attractive to visiting boaters. In addition, it would make it easier for them to stay longer in Port Huron. | 25 |
| 5 | <u>Electrical Repair/Upgrade Dock Boxes</u>
The existing electrical dock boxes are beginning to reach the end of their design life and are in need of an upgrade. This proposed project would replace a portion of the electrical dock boxes that are in need of replacement first. Additional phases of this project might be necessary. | 25 |
| 6-14 | <u>Museum</u>
These projects are necessary to maintain the appearance and function. The buildings are owned by the city and operated by the Port Huron Museum. | 25 |

Project Number		Page Number
15-26	<u>Municipal Office Center (MOC)</u> The MOC was constructed in the 1970's. The plaza and parking deck are in need of structural and water proofing repairs. The repair of windows will reduce our heating and air conditioning costs and complete the necessary maintenance on the building. Other maintenance items include replacement of the fire pump and sprinkler heads, stairs along Merchant Street and the replacement of the east elevator.	25
27-30	<u>Bancroft Street Warehouse</u> Large maintenance items are necessary for this facility. These items include the replacement of windows and doors, interior renovations and the addition of street sweeper spoils containment area.	25
31	<u>McMorran Place General Capital Improvements</u> This represents unplanned or minor capital improvements needed during the year.	25
32	<u>Ice Resurfacing Machine</u> The current Zamboni is over 25 years old and in need of replacement. Current machine is showing wear and is in need of repair on a regular basis.	25
33	<u>Arena Ice Floor Covering System</u> Replacement of old system which is showing signs of wear and tear. Looking for a new system, which could be used, as they are much more efficient, lighter and easier to install. The current system would be kept so that McMorran could run both arenas as floor space at the same time.	25
34	<u>Storage Building Addition</u> Additional storage is needed for storage of portable seating, spare Zamboni, fork truck, staging, ice mat, and ice covering. We are currently paying for off-site storage and there would be cost savings to building storage space on-site.	25
35	<u>Arena Door Replacement</u> Replacement of the doors that separate the concourse from the arena area. The current doors are separating at the seams and need to be replaced.	25
36	<u>Heater Cores for Concourses</u> Replacement of two heater cores along the concourse area. This work includes the demo and disposal of the existing units, installation of new units and the reconnection to existing piping, ductwork and electrical.	25

Project Number		Page Number
37	<u>Seat Cushions – Theater Lobby</u> Theater lobby cushions need to be replaced or recovered as the current cushions are outdated and do not match.	25
38	<u>Rink Glass Replacement</u> McMorran rink glass is badly scratched and in need of replacement. Most of the glass is more than 10 years old.	25
39	<u>Portable Seating – Main Area and Theater</u> The portable seating is over 20 years old and has rust and rips in most of the seats.	25
40	<u>New Parking Booth – North Parking Lot</u> North event parking booth needs to be replaced and have electricity and heat installed.	25
41	<u>New Scoreboard</u> New scoreboard with video display. Current scoreboard is 45 years old and outdated.	25
42	<u>Plaza Stage Canopies</u> Permanent canopy structures for both plaza stages. The current tent coverings used are temporary and easily damaged depending on weather conditions.	25
43	<u>Plaza Restrooms</u> Build onto our current building restrooms for the plaza. Currently customers are shuffled to different areas of the facility for available restrooms and/or portable restrooms are rented depending on facility availability.	25
44	<u>North Concessions Renovations</u> Renovations to the north concessions area to expand creating room to allow cooking of food. Currently all food is cooked out of one concession stand to supply the entire building. With the increase in number of patrons attending events, this is causing a higher demand of cooked food that is becoming hard to sustain in a reasonable amount of time. This renovation will help ease the burden from one concession area, as well as staff and help us to better serve our patrons.	25
45	<u>New Seats for Arena Lower Bowl</u> Purchase approximately 400 new chairs used in the lower gray area of the arena seating.	25

Project Number		Page Number
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| 46 | <u>New Chairs for Theater Lounge & Lobby</u>
Replace the blue and green chairs that are currently in the lounge and lobby. | 25 |
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DOWNTOWN DEVELOPMENT AUTHORITY

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|----|--|----|
| 47 | | 26 |
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OTHER

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| 48 | <u>ADA Transition Plan Implementation</u>
In 2011, the City completed a federally-mandated self-evaluation and ADA Transition Plan in accordance with the Americans with Disabilities Act. The plan has prioritized improvements to city-owned facilities to assure they provide ADA access. | 26 |
|----|--|----|

CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM 2026-2027 THROUGH 2031-2032

PROJ NUM.	PROJECT	TOTAL COST	26-27	28-29	30-31	COST 6 YEAR	BEYOND	FUND SOURCE
	<u>POLICE</u>							
	TOTAL	0	0	0	0	0	0	
	<u>FIRE</u>							
1	STATION NO. 4 IMPROVEMENTS	350	0	350	0	0	0	350 0 General Fund
2	FIRE PUMPER REPLACEMENT	950	0	475	475	0	0	950 0 General Fund / MVP
	TOTAL	1,300	0	825	475	0	0	1,300 0

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR BEYOND	FUND SOURCE
	<u>CEMETERY</u>									
1	PAVE CEMETERY ROADS	300	0	0	75	75	75	75	300	0 Cemetery Fund
2	COLUMBARIUM FOR ALLIED VETERANS CEMETERY	75	75	0	0	0	0	0	75	0 Cemetery Fund
	TOTAL	375	75	0	75	75	75	75	375	0
	<u>PARKS & RECREATION</u>									
1	GENERAL PARK IMPROVEMENTS	60	0	12	12	12	12	12	60	0 General Fund / County P&R
2	COURT STREET POOL MARCITE	120	0	120	0	0	0	0	120	0 General Fund / County P&R
3	SANBORN STREET POOL MARCITE	150	0	150	0	0	0	0	150	0 General Fund / County P&R
4	LINCOLN PARK ADA ACCESSIBILITY	300	0	300	0	0	0	0	300	0 Grants / NIA Funds
5	SANBORN PARK CONCESSION & RESTROOM BLDG.	550	0	550	0	0	0	0	550	0 Grants / General Fund
6	SANBORN POOL ROOF UPGRADES	28	0	28	0	0	0	0	28	0 General Fund
7	PALMER PARK HVAC RETROFIT FOR HEAT	12	0	12	0	0	0	0	12	0 General Fund / County P&R
8	PALMER PARK YEAR-ROUND MULTISPORT RINK	55	0	55	0	0	0	0	55	0 General Fund / County P&R
9	LAKESIDE PARK PLAYScape	500	0	500	0	0	0	0	500	0 TBD
10	COURT STREET POOL CONCRETE DECK REPAIRS	25	25	0	0	0	0	0	25	0 General Fund
11	KNOX FIELD REDEVELOPMENT	600	0	0	600	0	0	0	600	0 General Fund / County P&R
12	OPTIMUS PARK PAVILION IMPROVEMENTS	50	0	0	50	0	0	0	50	0 General Fund / County P&R
13	NORTH SERVICE CENTER POLE BARN	400	0	400	0	0	0	0	400	0 General Fund / County P&R
14	BLACK RIVER CANAL TANTER GATE REHABILITATION	5,050	5,050	0	0	0	0	0	5,050	0 TBD
15	ZERO TURN MOWER	12	0	12	0	0	0	0	12	0 General Fund
16	WRIGHT STREET	125	0	0	0	0	125	0	125	0 Grant / Donors
17	ARMOUR STREET	122	0	0	0	122	0	0	122	0 Grant / Donors
18	KRAFFT ROAD CONNECTOR	173	0	0	173	0	0	0	173	0 Grant / Donors
19	GRATIOT AVENUE SIDE PATH	247	0	247	0	0	0	0	247	0 Grant / Donors
	TOTAL	8,579	5,075	2,388	835	134	137	12	8,579	0

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
	LOCAL STREET SYSTEM										
	RESURFACING/RECONSTRUCTION										
1	UNION AND 13TH AREA ROAD IMPROVEMENTS	3,116	0	0	0	3,116	0	0	3,116	0	Street Millage
2	ELECTRIC AND 16TH SCCCMMH DEVELOPMENT	350	350	0	0	0	0	0	350	0	Street Millage
3	HOSPITAL AREA ROAD AND UTILITY IMPROVEMENTS - PHASE 2	2,914	2,145	769	0	0	0	0	2,914	0	Street Millage
4	ANDREW MURPHY PAVEMENT REMOVAL	90	0	90	0	0	0	0	90	0	Street Millage
5	CHURCH STREET AREA	2,106	0	0	0	0	0	702	702	1,404	Street Millage
6	BLUE WATER BRIDGE NORTH AREA - PHASE 1	1,366	0	0	0	0	683	683	1,366	0	Street Millage
7	BLUE WATER BRIDGE NORTH AREA - PHASE 2	896	0	0	0	448	448	0	896	0	Street Millage
8	BWB SOUTH AREA	4,680	0	0	0	0	2,340	2,340	4,680	0	Street Millage
9	OAK HILLS CIRCLE	78	0	0	0	78	0	0	78	0	Street Millage
10	CATALPA COURT	78	0	0	0	78	0	0	78	0	Street Millage
11	WILBUR STREET AREA	1,054	0	0	0	527	527	0	1,054	0	Street Millage
12	MONTICELLO AREA	720	0	0	0	720	0	0	720	0	Street Millage
13	GATOR AVENUE (FINAL PAVING)	100	0	100	0	0	0	0	100	0	Street Millage
14	15TH STREET - LAPEER AVENUE TO PINE STREET	326	0	0	0	0	0	0	0	326	Street Millage
	TRANSPORTATION APPURTENANCES										
15	NON MOTORIZED TRANSPORTATION	240	40	40	40	40	40	40	240	0	Act 51 Fund
	TOTAL	18,114	2,535	999	40	5,007	4,038	3,765	16,384	1,730	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
	MAJOR STREET SYSTEM										
	RESURFACING/RECONSTRUCTION										
1	UNION AND 13TH AREA ROAD IMPROVEMENTS	1,484	0	0	0	1,484	0	0	1,484	0	Street Millage
2	10TH AVENUE CONCRETE PANEL REPLACEMENT - HARKER TO ELMWOOD	750	0	0	750	0	0	0	750	0	Street Millage
3	24TH STREET - DOVE TO CITY LIMITS ROAD AND UTILITY IMPROVEMENTS	725	725	0	0	0	0	0	725	0	LDFA
4	24TH STREET RESURFACING - ELECTRIC TO CLEVELAND	675	675	0	0	0	0	0	675	0	\$375K TDF GRANT/Street Millage
5	ELMWOOD STREET - STONE TO GRATIOT	478	0	343	135	0	0	0	478	0	Street Millage
6	GRATIOT - HOLLAND TO KRAFFT	1,600	0	0	0	1,600	0	0	1,600	0	\$0K (MDOT) / Street Millage
7	MERCHANT - QUAY TO McMORRAN	500	0	0	0	500	0	0	500	0	\$0K (MDOT) / Street Millage
8	GRAND RIVER - HURON TO MERCHANT	801	0	0	801	0	0	0	801	0	\$0K (MDOT) / Street Millage
9	LAPEER - 13TH TO 16TH	500	0	0	0	0	500	0	500	0	\$0K (MDOT) / Street Millage
10	WATER STREET - 10TH TO 13TH	2,730	2,730	0	0	0	0	0	2,730	0	\$1.2M (MDOT) / Street Millage
11	WATER STREET - MILITARY TO 7TH	800	0	0	0	800	0	0	800	0	Street Millage
12	10TH STREET - LAPEER TO BLACK RIVER	1,013	1,013	0	0	0	0	0	1,013	0	\$990K TIF / Street Millage
13	CONCRETE PAVEMENT REHABILITATION	750	0	0	0	750	0	0	750	0	Street Millage
14	UNION - MILITARY TO 6TH	88	0	0	0	0	0	88	88	0	\$0K (MDOT) / Street Millage
15	HANCOCK STREET - RIVERSIDE TO 16TH	900	0	0	0	0	0	900	900	0	\$0K (MDOT) / Street Millage
16	HURON AVENUE - QUAY TO GLENWOOD (MDOT)	867	286	286	295	0	0	0	867	0	Street Millage
17	CONNER STREET RECONFIGURATION (MILITARY TO ELECTRIC)	562	562	0	0	0	0	0	562	0	Street Millage
18	MILITARY STREET HAWK SIGNAL	250	250	0	0	0	0	0	250	0	\$0K (MDOT) / Street Millage
	BRIDGES										
	TRUNKLINE IMPROVEMENTS DETERMINED BY MDOT (8.75% OF MDOT'S SHARE)										
19	OAK STREET - MILITARY TO 24TH (MDOT)	100	5	50	45	0	0	0	100	0	Street Millage
	TRANSPORTATION APPURTENANCES NON MOTORIZED TRANSPORTATION										
20	NON MOTORIZED TRANSPORTATION	240	40	40	40	40	40	40	240	0	Act 51 Fund
21	16TH STREET SIDEWALK - UNION TO COURT	100	100	0	0	0	0	0	100	0	Act 51 Fund
	TOTAL	15,913	6,386	719	2,066	5,174	540	1,028	15,913	0	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ/ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
	WATER SUPPLY SYSTEM										
	FILTRATION PLANT										
1	FIRE SUPPRESSION / ALARM UPGRADES	250	0	0	0	250	0	0	250	0	Usage Fees
2	SECURITY UPGRADES	200	0	0	50	50	50	50	200	0	Usage Fees
3	REPAIR BAFFLE IN 4 MG WATER BASIN	1,000	0	0	0	0	0	1,000	1,000	0	Usage Fees
4	GALLERY A & B PIPE BLASTING AND PAINTING	635	635	0	0	0	0	0	635	0	Usage Fees
5	PORTABLE GENERATOR	90	90	0	0	0	0	0	90	0	Usage Fees
6	REPLACE LOW LIFT INTAKE VALVE (WEST)	450	450	0	0	0	0	0	450	0	Usage Fees
7	REBUILD LOW LIFT SCREENS	500	0	500	0	0	0	0	500	0	Usage Fees
8	SETTLING TANK REHABILITATION	400	0	0	400	0	0	0	400	0	Usage Fees
9	REPLACE MAIN ELECTRICAL SWITCHGEAR	2,908	2,908	0	0	0	0	0	2,908	0	Usage Fees
10	REPLACE/REHAB FLOCCULATION TANK EQUIPMENT	1,200	1,200	0	0	0	0	0	1,200	0	Usage Fees
11	UPGRADE ELECTRICAL PANEL (LAB/BASEMENT/LOW LIFT)	960	960	0	0	0	0	0	960	0	Usage Fees
12	REHAB INTERMEDIATE TRANSFER WELL (DUCT REPAIR & BYPASS)	1,550	1,550	0	0	0	0	0	1,550	0	Usage Fees
13	REPLACE WFP ISOLATION VALVE	300	0	0	0	300	0	0	300	0	Usage Fees
14	REPLACE EAST MAIN FEED VALVE	200	0	0	200	0	0	0	200	0	Usage Fees
15	REPLACE NORTH WATER TOWER VAULT VALVES	240	240	0	0	0	0	0	240	0	Usage Fees
16	REPLACE SOUTH WATER TOWER VAULT VALVES	100	100	0	0	0	0	0	100	0	Usage Fees
17	CHEMICAL BUILDING IMPROVEMENTS	250	0	0	250	0	0	0	250	0	Usage Fees
18	FLOC BUILDING IMPROVEMENTS	80	0	0	0	80	0	0	80	0	Usage Fees
19	REBUILD LOW LIFT PUMP NO.3	400	0	0	0	0	400	0	400	0	Usage Fees
20	NORTH ELEVATED TANK PAINTING	275	0	0	0	275	0	0	275	0	Usage Fees
21	SOUTH ELEVATED TANK PAINTING	200	0	0	0	0	200	0	200	0	Usage Fees
22	GROUND STORAGE TANK PAINTING	300	0	0	0	0	0	300	300	0	Usage Fees
23	INTERMEDIATE WELL PIPE BLASTING & PAINTING	600	0	600	0	0	0	0	600	0	Usage Fees
	TOTAL	13,088	8,133	1,100	900	955	650	1,350	13,088	0	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
	DISTRIBUTION SYSTEM										
1	UNION AND 13TH AREA ROAD IMPROVEMENTS	2,000	0	0	0	2,000	0	0	2,000	0	Usage Fees
2	10TH STREET - LAPEER TO BLACK RIVER	25	25	0	0	0	0	0	25	0	Usage Fees
3	HOSPITAL AREA ROAD AND UTILITY IMPROVEMENTS - PHASE 2	2,649	1,950	699	0	0	0	0	2,649	0	Usage Fees
4	24TH STREET - DOVE TO CITY LIMITS ROAD AND UTILITY IMPROVEMENTS	320	320	0	0	0	0	0	320	0	Usage Fees
5	15TH STREET - DOVE TO SOUTH OF COLUMBUS	200	200	0	0	0	0	0	200	0	Usage Fees
6	ELECTRIC AND 16TH SCCCMH DEVELOPMENT	350	350	0	0	0	0	0	350	0	Usage Fees
7	ELMWOOD STREET - STONE TO GRATIOT	547	0	392	155	0	0	0	547	0	Usage Fees
8	CHURCH STREET AREA	1,572	0	0	0	0	0	524	524	1,048	Usage Fees
9	GRATIOT - HOLLAND TO KRAFFT	1,000	0	0	0	1,000	0	0	1,000	0	Usage Fees
10	BLUE WATER BRIDGE NORTH AREA - PHASE 1	1,046	0	0	0	0	523	523	1,046	0	Usage Fees
11	BLUE WATER BRIDGE NORTH AREA - PHASE 2	764	0	0	0	382	382	0	764	0	Usage Fees
12	BLUE WATER BRIDGE SOUTH AREA	2,640	0	0	0	0	1,320	1,320	2,640	0	Usage Fees
13	MONTICELLO AREA	960	0	0	0	960	0	0	960	0	Usage Fees
14	WILBUR STREET AREA	808	0	0	404	404	0	0	808	0	Usage Fees
15	OAK STREET - MILITARY TO 24TH (MDOT)	550	25	275	250	0	0	0	550	0	Usage Fees
16	GRAND RIVER - MERCHANT TO HURON	96	0	0	96	0	0	0	96	0	Usage Fees
17	ARMOUR STREET - LASALLE TO HOLLAND	120	0	0	120	0	0	0	120	0	Usage Fees
18	HANCOCK STREET - RIVERSIDE TO 16TH	350	0	0	0	0	0	350	350	0	Usage Fees
19	HURON AVENUE - BLACK RIVER TO GLENWOOD (MDOT)	2,400	792	792	816	0	0	0	2,400	0	Usage Fees
20	15TH STREET - LAPEER TO PINE	258	0	0	0	0	0	0	0	258	Usage Fees
21	GRATIOT/BLACK RIVER CANAL CROSSING	295	295	0	0	0	0	0	295	0	Usage Fees
22	LEAD SERVICE REPLACEMENT - VARIES (EGLE)	3,000	500	500	500	500	500	500	3,000	0	Usage Fees
	TOTAL	21,950	4,457	2,658	2,341	5,246	2,725	3,217	20,644	1,306	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
	WASTEWATER SYSTEM										
	TREATMENT PLANT										
1	REBUILD LIME SILO DUST COLLECTOR	50	50	0	0	0	0	0	50	0	Usage Fees
2	BULK STORAGE TANKS AND PUMPS	521	0	0	521	0	0	0	521	0	Usage Fees
3	REPLACE MAKE UP AIR UNITS (GRIT CHANNELS, GRIT BAY AREA, PRIMARY BLDG. & THICKENER BLDG.) ENG	600	600	0	0	0	0	0	600	0	Usage Fees
4	MULTI-YEAR ROOF REPLACEMENTS (YEAR 1: GRIT CHANNELS, GRITBAY, ODOR CONTROL BLDG., STORAGE TANKS & ADMIN BLDG.)	1,175	1,175	0	0	0	0	0	1,175	0	Usage Fees
5	REPLACE ELECTRICAL DISTRIBUTION (PRIMARY AND SECONDARY MCC'S (10 TO 12)	970	0	970	0	0	0	0	970	0	Usage Fees
6	REPLACE PRIMARY ROOF	725	725	0	0	0	0	0	725	0	Usage Fees
7	REHAB SCREW PUMPS (ALL 3)	600	0	300	300	0	0	0	600	0	Usage Fees
8	REHABILITATION OF FINAL CLARIFIERS	5,180	5,180	0	0	0	0	0	5,180	0	Usage Fees
9	BRICK WALL & GATE REPAIRS	519	0	0	0	173	173	173	519	0	Usage Fees
10	SEAWALL, RESERVOIR TANK AND BRICK FAÇADE STABILIZATION	1,100	1,100	0	0	0	0	0	1,100	0	Usage Fees
11	ZERO TURN LAWN MOWER	20	20	0	0	0	0	0	20	0	Usage Fees
12	PAINT PRIMARY EFFLUENT PIPE (48" & 54") - SECONDARY BUILDING	275	275	0	0	0	0	0	275	0	Usage Fees
13	REPLACE ODOR CONTROL SYSTEM	6,550	6,550	0	0	0	0	0	6,550	0	Usage Fees
14	REPLACE STAIRS (4 WINDS CORNER, OUTSIDE GRIT CHANNELS, OUTSIDE PRIMARY BLDG.)	342	0	0	0	342	0	0	342	0	Usage Fees
15	RETENTION BASIN CLEANOUT AND PIPING REPLACEMENT	215	0	0	215	0	0	0	215	0	Usage Fees
16	SNOW PLOW TRACTOR	35	35	0	0	0	0	0	35	0	Usage Fees
17	AERATION BLOWER MAINTENANCE	20	0	0	20	0	0	0	20	0	Usage Fees
18	REPLACE/REHAB THICKENER TANK RAKE ARM ASSEMBLY (3 TANKS)	4,850	4,850	0	0	0	0	0	4,850	0	Usage Fees
19	STANDBY POWER (SECONDARY)	350	0	0	0	350	0	0	350	0	Usage Fees
20	BAR SCREENS AND SCREENINGS WASHER REHAB	300	0	0	300	0	0	0	300	0	Usage Fees
21	REPLACE SOLIDS HANDLINGS OFFICE FLOOR	150	0	0	0	0	0	150	150	0	Usage Fees
22	BAR SCREENS & SCREENINGS WASHER (EVALUATION)	100	0	100	0	0	0	0	100	0	Usage Fees
23	GAS LINE REPLACE - N/S & E/W GALLERY TO MAINT GARAGE	100	0	100	0	0	0	0	100	0	Usage Fees
24	PAINT RETURN PIPING - SECONDARY BASEMENT	250	0	250	0	0	0	0	250	0	Usage Fees
25	SWITCHGEAR MAINTENANCE	20	0	0	0	20	0	0	20	0	Usage Fees
26	AERATION SYSTEM BLOWER	200	0	0	0	200	0	0	200	0	Usage Fees
27	EMERGENCY OUTFALL/SEAWALL RESTORATION	300	0	300	0	0	0	0	300	0	Usage Fees
	TOTAL	25,517	20,560	2,020	1,356	1,085	173	323	25,517	0	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
PUMP STATION IMPROVEMENTS											
1	STONE STREET	100	0	0	0	0	0	0	0	100	Usage Fees
2	ELMWOOD STREET	100	0	0	0	0	0	0	0	100	Usage Fees
3	NORTHERN	100	0	0	0	0	0	0	0	100	Usage Fees
4	16TH STREET	100	0	0	0	0	0	0	0	100	Usage Fees
5	INDIAN CREEK	1,960	140	1,960	0	0	0	0	2,100	0	Usage Fees
6	THOMAS STREET	1,770	140	1,770	0	0	0	0	1,910	0	Usage Fees
7	10TH STREET	1,160	1,160	0	0	0	0	0	1,160	0	Usage Fees
8	HANCOCK STREET	100	0	0	0	0	0	0	0	100	Usage Fees
9	HOLLAND AVENUE	1,050	1,050	0	0	0	0	0	1,050	0	Usage Fees
10	SCOTT-POPLAR	100	0	0	0	0	0	0	0	100	Usage Fees
11	GRATIOT AVENUE	100	0	0	0	0	0	0	0	100	Usage Fees
12	EDISON SHORES	100	0	0	0	0	0	0	0	100	Usage Fees
13	WATER STREET	175	0	0	0	0	0	175	175	0	Usage Fees
14	PORTABLE GENERATOR (240/480 VOLT)	126	126	0	0	0	0	0	126	0	Usage Fees
15	HANCOCK ST - STANDBY GENERATOR REPLACEMENT	120	120	0	0	0	0	0	120	0	Usage Fees
COLLECTION SYSTEM											
1	HOSPITAL AREA ROAD AND UTILITY IMPROVEMENTS - PHASE 2	3,076	2,265	811	0	0	0	0	3,076	0	Usage Fees
2	24TH STREET - DOVE TO CITY LIMITS ROAD AND UTILITY IMPROVEMENTS	190	190	0	0	0	0	0	190	0	Usage Fees
3	ELMWOOD STREET - STONE TO GRATIOT	414	0	297	117	0	0	0	414	0	Usage Fees
4	ELECTRIC AND 16TH SCCCMH DEVELOPMENT	350	350	0	0	0	0	0	350	0	Usage Fees
5	BLUE WATER BRIDGE NORTH AREA - PHASE 1	1,060	0	0	0	0	530	530	1,060	0	Usage Fees
6	BLUE WATER BRIDGE NORTH AREA - PHASE 2	696	0	0	0	348	348	0	696	0	Usage Fees
7	BLUE WATER BRIDGE SOUTH AREA	4,200	0	0	0	0	2,100	2,100	4,200	0	Usage Fees
8	GRAND RIVER - MERCHANT TO HURON	168	0	0	168	0	0	0	168	0	Usage Fees
9	HANCOCK STREET - RIVERSIDE TO 16TH	200	0	0	0	0	0	200	200	0	Usage Fees
10	SEWER GROUTING - NORTHERN PUMP STATION	20	20	0	0	0	0	0	20	0	Usage Fees
11	HURON AVENUE - BLACK RIVER TO GLENWOOD (MDOT)	600	198	198	204	0	0	0	600	0	Usage Fees
12	WILBUR STREET AREA	818	0	0	409	409	0	0	818	0	Usage Fees
13	CHURCH STREET AREA	1,633	0	0	0	0	0	544	544	1,089	Usage Fees
14	15TH STREET - LAPEER TO PINE	262	0	0	0	0	0	0	0	262	Usage Fees
15	ANDREW MURPHY	13	0	13	0	0	0	0	13	0	Usage Fees
16	REPAIR STORM SEWER OUTFALLS	150	0	50	50	50	0	0	150	0	Usage Fees
17	10TH STREET - LAPEER TO BLACK RIVER	95	95	0	0	0	0	0	95	0	Usage Fees
18	SEWER LINING	1,000	200	200	200	200	200	0	1,000	0	Usage Fees
TOTAL		22,106	6,054	5,299	1,148	1,007	3,178	3,549	20,235	2,151	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
	<u>PARKING SYSTEM</u>										
1	CAMPBELL LOT RECONSTRUCTION	270	0	0	0	0	270	0	270	0	TBD
2	LOT G RECONSTRUCTION	108	0	108	0	0	0	0	108	0	TBD
3	MARION MANOR LOT RECONSTRUCTION	417	0	0	417	0	0	0	417	0	TBD
4	WALL ST. LOT RECONSTRUCTION	105	0	0	105	0	0	0	105	0	TBD
5	WEST QUAY LOT	20	0	0	0	0	0	0	0	20	TBD
6	EAST QUAY LOT	20	0	0	0	0	0	0	0	20	TBD
7	MAJESTIC LOT	20	0	0	0	0	0	0	0	20	TBD
8	MOC SOUTH LOT RECONSTRUCTION	500	0	500	0	0	0	0	500	0	TBD
9	MILITARY STREET LOT	20	0	0	0	0	0	0	0	20	TBD
10	GLENWOOD LOT RECONSTRUCTION	129	0	0	0	0	129	0	129	0	TBD
11	6TH STREET LOT RESURFACING	75	0	0	0	0	0	75	75	0	TBD
12	PINE ST. LOT CRACK SEAL & RESURFACE	105	0	0	0	0	0	105	105	0	TBD
13	ANDREW MURPHY LOT RESURFACE	1,000	0	1,000	0	0	0	0	1,000	0	TBD
14	McMORRAN LOT	70	0	0	0	0	0	0	0	70	TBD
15	LAKE SIDE PARKING LOT	198	0	0	198	0	0	0	198	0	TBD
	TOTAL	3,057	0	1,608	720	0	399	180	2,907	150	

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
PUBLIC FACILITIES IMPROVEMENTS											
MARINAS											
1	FORT STREET DOCK REHABILITATION	20	0	20	0	0	0	0	20	0	TBD
2	RIVER STREET DOCK REPAIRS	20	0	20	0	0	0	0	20	0	TBD
3	SIDEWALK AND CONCRETE REPAIR	500	0	125	125	125	125	0	500	0	TBD
4	RIVER STREET COVERED LAUNDRY ROOM	196	0	0	196	0	0	0	196	0	TBD
5	ELECTRICAL REPAIR/UPGRADE - DOCK BOXES	35	0	0	0	35	0	0	35	0	TBD
MUSEUM											
6	ADA ACCESSIBLE BATHROOMS (CARNEGIE)	40	0	0	40	0	0	0	40	0	TBD
7	FACADE REPAIRS (CARNEGIE)	173	0	0	173	0	0	0	173	0	TBD
8	KITCHEN RENOVATION (CARNEGIE)	40	0	40	0	0	0	0	40	0	TBD
9	BASEMENT FLOOR REPAIRS (CARNEGIE)	40	0	40	0	0	0	0	40	0	TBD
10	DRYWALL, PAINT & FLOORING (CARNEGIE)	40	0	40	0	0	0	0	40	0	TBD
11	PARKING LOT IMPROVEMENTS (CARNEGIE)	125	0	125	0	0	0	0	125	0	TBD
12	CABIN LOG REPAIR/REPLACEMENT (CARNEGIE)	30	0	30	0	0	0	0	30	0	TBD
13	AIR CONDITIONING (LIGHTSHIP)	14	0	14	0	0	0	0	14	0	TBD
14	CANOPY REPLACEMENT (LIGHTSHIP)	20	0	20	0	0	0	0	20	0	TBD
MUNICIPAL OFFICE CENTER											
15	PARKING STRUCTURE & PLAZA REPAIRS - PHASE II	1,980	0	1,980	0	0	0	0	1,980	0	General Fund / TBD
16	REPLACE WINDOWS	3,000	0	0	1,500	1,500	0	0	3,000	0	General Fund / TBD
17	CAULK WINDOWS AND WALL PANELS	250	0	0	50	50	50	50	200	50	General Fund / TBD
18	REPLACE FIRE PUMP	40	0	40	0	0	0	0	40	0	General Fund / TBD
19	REPLACE SUPPRESSION PIPING/HEADS	15	0	15	0	0	0	0	15	0	General Fund / TBD
20	REPAIR AIR INTAKE WALL	20	0	20	0	0	0	0	20	0	General Fund / TBD
21	REPLACE STAIR STEP TREADS	60	0	20	20	20	0	0	60	0	General Fund / TBD
22	SECURITY IMPROVEMENTS	30	0	0	30	0	0	0	30	0	General Fund / TBD
23	EAST ELEVATOR REPLACEMENT	200	0	200	0	0	0	0	200	0	General Fund / TBD
24	CARPET REPLACEMENT	325	325	0	0	0	0	0	325	0	General Fund / TBD
25	SIDEWALK REPAIR	10	0	5	5	0	0	0	10	0	General Fund / TBD
26	ADA REPAIRS	30	0	30	0	0	0	0	30	0	General Fund / TBD
PUBLIC FACILITIES IMPROVEMENTS (CONT.)											
BANCROFT ST. WAREHOUSE											
27	REPLACE WINDOWS	60	0	60	0	0	0	0	60	0	MVP Fund
28	INTERIOR RENOVATIONS	50	0	50	0	0	0	0	50	0	MVP Fund
29	REPAIR MASONRY WALLS, MISC. FACADE REPAIRS AND PAINTING (2025 BUILDING FACADE ASSESSMENT)	268	0	268	0	0	0	0	268	0	MVP Fund
30	SWEEPER SPOILS CONTAINMENT AREA	200	0	0	0	0	200	0	200	0	TBD
McMORRAN PLACE											
31	GENERAL CAPITAL IMPROVEMENTS	0	0	0	0	0	0	0	0	0	General Fund
32	ICE RESURFACING MACHINE	100	0	0	100	0	0	0	100	0	General Fund
33	ARENA ICE FLOOR COVERING SYSTEM	250	0	250	0	0	0	0	250	0	General Fund
34	STORAGE BUILDING ADDITION	500	0	500	0	0	0	0	500	0	General Fund
35	ARENA DOOR REPLACEMENT	160	0	160	0	0	0	0	160	0	General Fund
36	HEATER CORES FOR CONCOURSES	50	0	50	0	0	0	0	50	0	General Fund
37	SEAT CUSHIONS - THEATER LOBBY	10	0	10	0	0	0	0	10	0	General Fund
38	REPLACE RINK GLASS	30	0	30	0	0	0	0	30	0	General Fund
39	PORTABLE SEATING MAIN ARENA AND THEATER	45	0	45	0	0	0	0	45	0	General Fund
40	NEW PARKING BOOTH - NORTH PARKING LOT	50	0	50	0	0	0	0	50	0	General Fund
41	NEW SCOREBOARD	200	0	100	100	0	0	0	200	0	General Fund
42	PLAZA STAGE CANOPIES	50	0	50	0	0	0	0	50	0	General Fund
43	PLAZA RESTROOMS	750	0	750	0	0	0	0	750	0	General Fund
44	NORTH CONCESSIONS RENOVATIONS	20	0	20	0	0	0	0	20	0	General Fund
45	NEW SEATS FOR ARENA LOWER BOWL	40	0	40	0	0	0	0	40	0	General Fund
46	NEW CHAIRS FOR THEATER LOUNGE AND LOBBY	30	0	30	0	0	0	0	30	0	General Fund

**CITY OF PORT HURON CAPITAL IMPROVEMENT PROGRAM
2026-2027 THROUGH 2031-2032**

PROJ NUM.	PROJECT	TOTAL COST	26-27	27-28	28-29	29-30	30-31	31-32	COST 6 YEAR	BEYOND	FUND SOURCE
47	DOWNTOWN DEVELOPMENT AUTHORITY	0	0	0	0	0	0	0	0	0	DDA
48	OTHER										
	ADA TRANSITION PLAN IMPLEMENTATION	180	0	30	30	30	30	30	150	30	TBD
	TOTAL	10,296	325	5,277	2,369	1,760	405	80	10,216	80	
	GRAND TOTAL	140,294	53,600	22,891	12,325	20,443	12,320	13,579	135,158	5,416	

RES #26-068

Adopting the annual City budget, including the Downtown Development Authority budget, for the fiscal year beginning July 1, 2026, and authorizing the levy of the tax millage rates.

WHEREAS, the taxable value of the ad valorem real and personal property in the City of Port Huron has been determined to be \$889,558,532, plus \$22,122,009 of value on the Special Acts assessment rolls including the Industrial Facilities, Neighborhood Enterprise Zone, Obsolete Property Rehabilitation Act and other real property rolls;

NOW, THEREFORE, BE IT RESOLVED that the budget of the City of Port Huron for the fiscal year beginning July 1, 2026, and ending June 30, 2027, is hereby determined and adopted as follows:

GENERAL FUND:

Means of financing:

Estimated assigned fund balance	\$	307,470	
Property taxes		12,840,000	
Income tax		10,400,000	
Business licenses and permits		276,000	
Nonbusiness licenses and permits		605,000	
Grants		480,000	
State shared revenues		5,675,000	
Charges for services		2,566,246	
Fines and forfeits		350,000	
Investment income		475,000	
Rents		330,000	
Other income		5,335,000	
Charges to other funds		3,837,432	
Transfer from other funds		<u>298,585</u>	<u>\$ 43,775,733</u>

Estimated requirements:

Ordinary recurring expenses	\$	35,842,350	
Transfers		794,785	
Debt Service		1,091,598	
Capital outlay		<u>6,047,000</u>	<u>\$ 43,775,733</u>

MAJOR STREETS FUND:

Means of financing:

State shared revenues	\$	3,430,000	
Trunkline maintenance		486,950	
Right of way		120,000	
Federal and State grants		1,608,000	
Tax increment funds – construction projects		1,715,000	
Transfer from Municipal streets to Major streets		<u>2,950,000</u>	<u>\$ 10,394,950</u>

Estimated requirements:

Ordinary recurring expenses	\$	4,153,950	
Capital outlay and street improvements		<u>6,241,000</u>	<u>\$ 10,394,950</u>

LOCAL STREETS FUND:

Means of financing:

State shared revenues	\$	1,290,000	
Transfer from Major streets to Local streets		857,500	
Transfer from Municipal streets to Local streets		<u>1,800,000</u>	<u>\$ 3,947,500</u>

Estimated requirements:

Ordinary recurring expenses	\$	1,452,500	
Capital outlay and street improvements		<u>2,495,000</u>	<u>\$ 3,947,500</u>

MUNICIPAL STREETS FUND:

Means of financing:

Estimated assigned fund balance	\$	2,967,582	
Taxes - voted millage		2,065,000	
State shared revenue - Local community stabilization authority		190,000	
Charges for services		160,000	
Investment income		<u>350,000</u>	<u>\$ 5,732,582</u>

Estimated requirements:

Ordinary recurring expenses			<u>\$ 5,732,582</u>
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CEMETERY FUND:

Means of financing:

Foundations	\$	25,000	
Graveside interments		75,000	
Chapel interments		15,000	
Other services		16,500	
Transfer from Cemetery perpetual care fund		<u>505,000</u>	<u>\$ 636,500</u>

Estimated requirements:

Ordinary recurring expenses	\$	548,000	
Capital outlay		<u>88,500</u>	<u>\$ 636,500</u>

GARBAGE AND RUBBISH COLLECTION FUND:

Means of financing:

Estimated assigned fund balance	\$	14,593	
Charges for services		3,165,872	
Investment income		<u>50,000</u>	<u>\$ 3,230,465</u>

Estimated requirements:

Ordinary recurring expenses			<u>\$ 3,230,465</u>
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RENTAL CERTIFICATION FUND:

Means of financing:

Estimated assigned fund balance	\$	131,910	
Charges for services		<u>480,000</u>	<u>\$ 611,910</u>

Estimated requirements:

Ordinary recurring expenses			<u>\$ 611,910</u>
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O. U. I. L. FUND:

Means of financing:

Fines and forfeits		\$	<u>5,000</u>
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Estimated requirements:

Ordinary recurring expenses	\$	2,000	
Capital outlay		<u>3,000</u>	\$ <u>5,000</u>

DRUG LAW ENFORCEMENT FUND:

Means of financing:

Fines and forfeits		\$	<u>20,000</u>
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Estimated requirements:

Ordinary recurring expenses	\$	6,000	
Capital outlay		<u>14,000</u>	\$ <u>20,000</u>

LAW ENFORCEMENT FUND:

Means of financing:

Estimated assigned fund balance	\$	65,000	
Charges for services		<u>10,000</u>	\$ <u>75,000</u>

Estimated requirements:

Ordinary recurring expenses	\$	40,000	
Capital Outlay		<u>35,000</u>	\$ <u>75,000</u>

AMBULANCE FUND:

Means of financing:

Charges for services		\$	<u>425,000</u>
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Estimated requirements:

Ordinary recurring expenses		\$	<u>425,000</u>
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OPIOID SETTLEMENT FUND:

Means of financing:

Charges for services		\$	<u>175,000</u>
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Estimated requirements:

Ordinary recurring expenses		\$	<u>175,000</u>
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COMMUNITY DEVELOPMENT BLOCK GRANT FUND:

Means of financing:

Grants		\$	<u>1,397,059</u>
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Estimated requirements:

Ordinary recurring expenses	\$	254,597	
Capital outlay		<u>1,397,059</u>	\$ <u>1,397,059</u>

HOME PROGRAM FUND:

Means of financing:

Grants		\$	<u>1,514,776</u>
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Estimated requirements:

Ordinary recurring expenses	\$	58,716	
Capital outlay		<u>1,456,060</u>	\$ <u>1,514,716</u>

STREETSCAPE MAINTENANCE FUND:

Means of financing:

Charges for services	\$	32,665	
Transfer from General Fund		<u>17,485</u>	\$ <u>50,150</u>

Estimated requirements:

Ordinary recurring expenses			\$ <u>50,150</u>
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BEAUTIFICATION COMMISSION FUND:

Means of financing:

Transfer from General Fun			\$ <u>3,300</u>
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Estimated requirements:

Ordinary recurring expenses			\$ <u>3,300</u>
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MCMORRAN FUND:

Means of financing:

Charges for services	\$	1,731,000	
Transfer from General fund		<u>774,000</u>	\$ <u>2,505,000</u>

Estimated requirements:

Ordinary recurring expenses	\$	2,483,900	
Capital outlay		<u>21,100</u>	\$ <u>2,505,000</u>

MARINA FUND:

Means of financing:

Estimated assigned fund balance	\$	18,578	
Charges for services		<u>379,500</u>	\$ <u>398,078</u>

Estimated requirements:

Ordinary recurring expenses			\$ <u>398,078</u>
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LAND PURCHASE FUND:

Means of financing:

Transfer from tax increment funds			\$ <u>446,885</u>
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Estimated requirements:

Ordinary recurring expenses	\$	110,000	
Transfer to other funds		<u>336,885</u>	\$ <u>446,885</u>

PARKING FUND:

Means of financing:

Annual permits	\$ 30,000	
Transfer from Land Purchase fund	<u>80,000</u>	<u>\$ 110,000</u>

Estimated requirements:

Ordinary recurring expenses	109,661	
Estimated increase in fund balance	<u>339</u>	<u>\$ 110,000</u>

WATER FUND:

Means of financing:

Sale of water	\$ 9,660,000	
Charges for services	144,040	
Pro rata share of water administration and meter reading budget reimbursed from Wastewater fund	480,677	
Proceeds from issuance of long-term bonds	<u>10,000,000</u>	<u>\$ 20,284,717</u>

Estimated requirements:

Ordinary recurring expenses	\$ 6,438,201	
Debt service	1,009,490	
Capital outlay	12,567,949	
Estimated increase in fund balance	<u>269,077</u>	<u>\$ 20,284,717</u>

WASTEWATER FUND:

Means of financing:

Estimated assigned fund balance	\$ 9,073,536	
Charges for services	16,715,000	
Investment income	355,000	
Proceeds for operating and capital costs-township customers	2,588,000	
Proceeds from issuance of long-term bonds	<u>12,000,000</u>	<u>\$ 40,731,536</u>

Estimated requirements:

Ordinary recurring expenses	\$ 11,306,070	
Debt service	2,787,466	
Capital outlay	<u>26,638,000</u>	<u>\$ 40,731,536</u>

CENTRAL STORES FUND:

Means of financing:

Estimated assigned fund balance	\$ 1,641	
Charges for services	<u>129,300</u>	<u>\$ 130,941</u>

Estimated requirements:

Ordinary recurring expenses	\$ 123,441	
Capital outlay	<u>7,500</u>	<u>\$ 130,941</u>

DATA PROCESSING FUND:

Means of financing:

Charges for services		<u>\$ 922,170</u>
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Estimated requirements:

Ordinary recurring expenses	\$ 862,170	
Capital outlay	<u>60,000</u>	<u>\$ 922,170</u>

MOTOR VEHICLE FUND:

Means of financing:

Charges for services		<u>\$ 3,337,658</u>
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Estimated requirements:

Ordinary recurring expenses	\$ 2,451,408	
Capital outlay	<u>886,250</u>	<u>\$ 3,337,658</u>

INSURANCE AND FRINGE BENEFIT FUND:

Means of financing:

Estimated assigned fund balance	\$ 110,832	
Charges for services	18,516,500	
Investment income	<u>43,000</u>	<u>\$ 18,559,500</u>

Estimated requirements:

Ordinary recurring expenses	\$ 15,320,728	
Supplies and material	11,000	
Contractual services	<u>3,338,604</u>	<u>\$ 18,559,500</u>

PEERLESS SITE TAX INCREMENT FUND:

Means of financing:

Taxes		<u>\$ 94,000</u>
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Estimated requirements:

Ordinary recurring expenses		<u>\$ 94,000</u>
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**DOWNTOWN DEVELOPMENT AUTHORITY
(DDA) OPERATING FUND:**

Means of financing:

Taxes	\$ 131,000	
Federal grants – American Rescue Plan Act	65,000	
Farmer's market	51,000	
Sponsorships	75,000	
Charges for services	<u>192,115</u>	<u>\$ 514,115</u>

Estimated requirements:

Ordinary recurring expenses	\$ 509,450	
Estimated increase in fund balance	<u>4,665</u>	<u>\$ 514,115</u>

WATER STREET DDA TAX INCREMENT FUND:

Means of financing:

Estimated assigned fund balance \$ 1,200,000

Estimated requirements:

Capital outlay \$ 1,292,600

BANK DDA TAX INCREMENT FUND:

Means of financing:

Estimated assigned fund balance \$ 63,100

Estimated requirements:

Ordinary recurring expenses \$ 63,100

EDISON REDEVELOPMENT DDA TAX INCREMENT FUND:

Means of financing:

Taxes \$ 380,000

Estimated requirements:

Transfer to other funds \$ 380,000

MAINSTREET DDA TAX INCREMENT FUND:

Means of financing:

Taxes \$ 122,000

Estimated requirements:

Transfer to other funds \$ 122,000

**INDUSTRIAL PARK EXPANSION LOCAL
DEVELOPMENT FINANCE TAX INCREMENT FUND:**

Means of financing:

Estimated assigned fund balance \$ 1,070,000

Estimated requirements:

Ordinary recurring expenses \$ 85,000

Capital outlay 985,000 \$ 1,070,000

**BROWNFIELD REDEVELOPMENT TAX INCREMENT
FUND - SOUTHSIDE REDEVELOPMENT:**

Means of financing:		
Taxes		\$ <u>316,000</u>
Estimated requirements:		
Ordinary recurring expenses		\$ <u>316,000</u>

**BROWNFIELD REDEVELOPMENT TAX INCREMENT
FUND - HARKER STREET REDEVELOPMENT:**

Means of financing:		
Taxes		\$ <u>46,000</u>
Estimated requirements:		
Ordinary recurring expenses		\$ <u>46,000</u>

**BROWNFIELD REDEVELOPMENT TAX INCREMENT
FUND – WATER STREET MARINA REDEVELOPMENT:**

Means of financing:		
Taxes		\$ <u>112,000</u>
Estimated requirements:		
Ordinary recurring expenses		\$ <u>112,000</u>

**BROWNFIELD REDEVELOPMENT TAX INCREMENT
FUND – WRIGLEY CENTER:**

Means of financing:		
Taxes		\$ <u>54,000</u>
Estimated requirements:		
Estimated increase in fund balance		\$ <u>54,000</u>

**SOUTHSIDE NEIGHBORHOOD INITIATIVE
AUTHORITY:**

Means of financing:			
Estimated assigned fund balance	\$	346,000	
Taxes		348,000	
State grants		<u>250,000</u>	\$ <u>944,000</u>
Estimated requirements:			
Ordinary recurring expenses	\$	209,000	
Capital outlay		<u>735,000</u>	\$ <u>944,000</u>

BE IT FURTHER RESOLVED that for informational purposes only, a Summary of Estimated Requirements by Budget Classes and Schedule of Estimated Expenditures is attached and is intended to substantiate the computation of budget appropriations included above; and

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to make budgetary transfers within and between the activity centers of each fund established through this budget and that all budgetary transfers between funds may be made only by further action of the Council pursuant to the provisions of the Michigan Uniform Accounting and Budgeting Act; and

BE IT FURTHER RESOLVED that the Director of Finance is hereby authorized, if necessary, to transfer up to 25% of the fiscal year 2026-2027 Motor Vehicle Highway Distribution revenue from the Major Street Fund to the Local Street Fund as provided for in Section 13d of Public Act 51 of 1951; and

BE IT FURTHER RESOLVED that in accordance with Chapter 48, Water and Sewer Service Charges, Section 48-154, Water Rates and Charges, Section 48-156, Sewer Rates Generally, which allow for water and sewer rates to be adjusted by resolution of the City Council from time to time, the commodity and monthly readiness to serve charges for water and sewer services, including for the various meter sizes, for City users and users outside the City, will be in accordance with the attached Schedule of Water and Sewer Rates; and

BE IT FURTHER RESOLVED that a schedule of parking fees, rates and charges established by the City Manager during the previous twelve month period and for any prior periods is attached and are hereby confirmed by the City Council, in accordance with Ordinance No. 835; and

BE IT RESOLVED that the Port Huron City Council does hereby approve a billing rate for solid waste and recycling at \$324.00 annually for each residential parcel of real property within the limits of the City of Port Huron; and

BE IT FURTHER RESOLVED the City Council for the City of Port Huron approves the City of Port Huron to bill solid waste and recycling services by adding \$162.00 directly to the summer tax roll for each residential parcel of real property within the limits of the City of Port Huron beginning in July 2026; and

BE IT FURTHER RESOLVED the City Council for the City of Port Huron approves the City of Port Huron to bill solid waste and recycling services by adding \$162.00 directly to the winter tax roll for each residential parcel of real property within the limits of the City of Port Huron beginning in December 2026; and

BE IT FURTHER RESOLVED that there is hereby levied on each dollar of taxable value, against all real and personal taxable property in the City of Port Huron, 16.3569 mills for operating purposes, being 10.6701 mills for general operations, 2.8451 mills for police and fire, 0.9483 mills for parks and recreation and 1.8934 mills for street improvements; and

BE IT FURTHER RESOLVED that in accordance with the recommendation of the Downtown Development Authority, there is hereby levied on each dollar of taxable value, against all real and personal taxable property in the Downtown Development District, 1.9830 mills for operating purposes; and

BE IT FURTHER RESOLVED that said 16.3569 mills for various operating purposes and said 1.9830 mills for operations of the Downtown Development Authority be levied on July 1, 2026; and

BE IT FURTHER RESOLVED that the City Clerk is hereby authorized and directed to certify said tax for levy and collection to the City Treasurer by delivering a certified copy of this resolution; and

BE IT FURTHER RESOLVED that the City Treasurer is hereby authorized and directed to accept payment on taxes due July 1, 2026, with penalty as follows:

1. Taxes shall be collected without additional charge through July 31, or thirty (30) days after the mailing of the tax bill, whichever is later.
2. A penalty of one percent (1%) on the unpaid tax will be added on the first day of August, and on the first day of each month thereafter in the succeeding months; and

BE IT FURTHER RESOLVED that in accordance with MCL 211.44, a property tax administration fee of one percent (1%) on the total tax bill shall be charged per parcel to offset the costs incurred in assessing property values, in collecting the property tax levies, and in the review and appeal processes; and

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to grant non-union employees a salary adjustment of up to 3.0 percent and/or to require additional merit consideration to be effective for the pay period beginning June 13, 2026; and

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to grant non-union employees a salary adjustment of up to 2.5 percent and/or to require additional merit consideration to be effective for the pay period beginning June 12, 2027; and

BE IT FURTHER RESOLVED that the City Manager is hereby authorized and directed to execute necessary employment agreements with key personnel.

Attachments:

- Schedule of Estimated Requirements by Budget Classes
- Schedule of Estimated Expenditures
- Schedule of Water and Sewer Rates
- Schedule of Parking System Rates

SCHEDULE OF ESTIMATED REQUIREMENTS BY BUDGET CLASSES

2026-2027

	Personal Services	Supplies and Materials	Contractual Services	Total Recurring Expenses	Capital Outlay	Total
GENERAL FUND						
General Government:						
City council	\$ 13,020	\$ 4,500	\$ 87,470	\$ 104,990	\$ -	\$ 104,990
City manager	424,927	11,300	65,633	501,860	-	501,860
Elections	90,050	17,100	33,203	140,353	-	140,353
Finance and accounting	670,892	7,100	97,619	775,611	-	775,611
Income tax	398,779	31,900	158,635	589,314	-	589,314
Assessor	216,558	10,950	183,963	411,471	-	411,471
Legal	-	-	160,000	160,000	-	160,000
Clerk	395,188	1,925	35,787	432,900	-	432,900
Human resources	454,557	3,300	53,410	511,267	-	511,267
Purchasing	82,540	-	9,033	91,573	-	91,573
Board of review	1,800	-	1,000	2,800	-	2,800
Treasurer	248,949	13,700	74,980	337,629	-	337,629
Municipal office center	405,423	44,463	499,724	949,610	375,000	1,324,610
	<u>3,402,683</u>	<u>146,238</u>	<u>1,460,457</u>	<u>5,009,378</u>	<u>375,000</u>	<u>5,384,378</u>
Public Safety:						
Police administration	1,841,298	51,250	295,066	2,187,614	-	2,187,614
Detectives	1,726,980	35,950	166,568	1,929,498	-	1,929,498
Patrol	8,785,694	347,370	1,189,723	10,322,787	-	10,322,787
Communications	-	-	73,580	73,580	-	73,580
Fire	6,824,848	361,136	876,153	8,062,137	42,000	8,104,137
	<u>19,178,820</u>	<u>795,706</u>	<u>2,601,090</u>	<u>22,575,616</u>	<u>42,000</u>	<u>22,617,616</u>
Public Works:						
Inspection	335,233	5,000	218,827	559,060	-	559,060
Emergency management	-	900	25,704	26,604	-	26,604
Public works administration	103,971	-	-	103,971	-	103,971
Engineering	505,407	6,700	62,251	574,358	-	574,358
Street lighting	4,866	1,000	891,094	896,960	-	896,960
Blight and code enforcement	388,702	7,200	54,669	450,571	-	450,571
	<u>1,338,179</u>	<u>20,800</u>	<u>1,252,545</u>	<u>2,611,524</u>	<u>-</u>	<u>2,611,524</u>
Senior Citizens:						
Wastewater and water discounts	-	-	5,500	5,500	-	5,500

Continued

SCHEDULE OF ESTIMATED REQUIREMENTS BY BUDGET CLASSES

2026-2027

	Personal Services	Supplies and Materials	Contractual Services	Total Recurring Expenses	Capital Outlay	Total
Recreation, Parks and Culture:						
Parks and forestry	\$ 1,403,802	\$ 120,898	\$ 851,263	\$ 2,375,963	\$ -	\$ 2,375,963
Boat launch ramps	9,707	2,000	4,500	16,207	-	16,207
Recreation	640,910	74,582	241,208	956,700	-	956,700
Rockin the rivers	2,900	5,100	16,476	24,476	-	24,476
20th and Court pool	75,926	36,985	70,097	183,008	-	183,008
Sanborn pool	172,049	40,735	52,699	265,483	-	265,483
Chilly Fest	-	-	-	-	-	-
Parades and Special Events	45,725	1,000	9,000	55,725	-	55,725
Lighthouse park	50,175	8,000	14,784	72,959	-	72,959
Lakeside park	117,670	27,555	171,681	316,906	-	316,906
Palmer park recreation center	340,301	4,035	53,576	397,912	-	397,912
Harvey reinvestment center	64,753	6,500	21,920	93,173	-	93,173
Library	-	-	8,000	8,000	-	8,000
Children's musuem	222,627	12,140	60,072	294,839	-	294,839
Museum	-	200	99,094	99,294	-	99,294
	<u>3,146,545</u>	<u>339,730</u>	<u>1,674,370</u>	<u>5,160,645</u>	<u>-</u>	<u>5,160,645</u>
Other Functions:						
Planning	210,327	4,000	28,285	242,612	-	242,612
Telephone service	-	-	8,742	8,742	-	8,742
Contingencies	-	-	40,000	40,000	-	40,000
Insurance, health and safety	11,217	9,550	102,566	123,333	-	123,333
Taxes written off	-	-	15,000	15,000	-	15,000
Demolitions	-	-	50,000	50,000	-	50,000
	<u>221,544</u>	<u>13,550</u>	<u>244,593</u>	<u>479,687</u>	<u>-</u>	<u>479,687</u>
Subtotal	<u>27,287,771</u>	<u>1,316,024</u>	<u>7,238,555</u>	<u>35,842,350</u>	<u>417,000</u>	<u>36,259,350</u>
Public Improvements:						
Parks and recreation projects	-	-	-	-	580,000	580,000
MOC Capital	-	-	-	-	-	-
Black river canal tainer gate project	-	-	-	-	5,050,000	5,050,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,630,000</u>	<u>5,630,000</u>
Subtotal	<u>27,287,771</u>	<u>1,316,024</u>	<u>7,238,555</u>	<u>35,842,350</u>	<u>6,047,000</u>	<u>41,889,350</u>

Continued

SCHEDULE OF ESTIMATED REQUIREMENTS BY BUDGET CLASSES

2026-2027

	Personal Services	Supplies and Materials	Contractual Services	Total Recurring Expenses	Capital Outlay	Total
Debt Service:						
Principal and interest payments	\$ -	\$ -	\$ 1,091,598	\$ 1,091,598	\$ -	\$ 1,091,598
Transfer to Other Funds:						
Streetscape fund	-	-	17,485	17,485	-	17,485
Beautification commission fund	-	-	3,300	3,300	-	3,300
McMorran fund	-	-	774,000	774,000	-	774,000
	-	-	794,785	794,785	-	794,785
TOTAL GENERAL FUND	27,287,771	1,316,024	9,124,938	37,728,733	6,047,000	43,775,733
SPECIAL REVENUE FUNDS						
Street funds:						
Major streets	1,674,337	331,042	2,148,571	4,153,950	6,241,000	10,394,950
Local streets	791,692	138,953	521,855	1,452,500	2,495,000	3,947,500
Municipal streets	411,124	2,500	5,318,958	5,732,582	-	5,732,582
	2,877,153	472,495	7,989,384	11,339,032	8,736,000	20,075,032
Cemetery fund	372,042	28,700	147,258	548,000	88,500	636,500
Garbage and rubbish collection fund	36,262	4,000	3,190,203	3,230,465	-	3,230,465
Rental certification fund	540,465	10,500	60,945	611,910	-	611,910
OUIL fund	-	1,000	1,000	2,000	3,000	5,000
Drug law enforcement fund	-	5,000	1,000	6,000	14,000	20,000
Law enforcement fund	-	15,000	25,000	40,000	35,000	75,000
Ambulance fund	-	-	425,000	425,000	-	425,000
Opioid Settlement fund	-	-	175,000	175,000	-	175,000
Community development block grant fund	236,722	2,682	15,193	254,597	1,142,462	1,397,059
Home program fund	55,404	-	3,312	58,716	1,456,060	1,514,776
Streetscape maintenance fund	13,200	6,750	30,200	50,150	-	50,150
Beautification commission fund	-	5,650	150	5,800	-	5,800
TOTAL SPECIAL REVENUE FUNDS	4,131,248	551,777	12,063,645	16,746,670	11,475,022	28,221,692

Continued

SCHEDULE OF ESTIMATED REQUIREMENTS BY BUDGET CLASSES

2026-2027

	Personal Services	Supplies and Materials	Contractual Services	Total Recurring Expenses	Capital Outlay	Total
ENTERPRISE FUNDS						
McMorran fund	\$ 1,225,521	\$ 96,649	\$ 1,161,730	\$ 2,483,900	\$ 21,100	\$ 2,505,000
Marina fund	192,126	76,500	129,452	398,078	-	398,078
Land purchase fund	-	-	446,885	446,885	-	446,885
Parking fund	35,700	13,180	60,781	109,661	-	109,661
Water Fund:						
Treatment plant	1,714,624	254,544	1,570,672	3,539,840	8,043,000	11,582,840
Distribution	885,957	184,522	730,037	1,800,516	18,707	1,819,223
Customer accounting	339,004	63,750	199,364	602,118	-	602,118
Meter reading	238,289	93,262	164,176	495,727	49,242	544,969
Debt service and capital projects	-	-	1,009,490	1,009,490	4,457,000	5,466,490
	3,177,874	596,078	3,673,739	7,447,691	12,567,949	20,015,640
Wastewater Fund:						
Treatment plant	3,527,914	1,055,720	3,534,046	8,117,680	20,560,000	28,677,680
Collection, general	1,132,214	207,242	1,701,811	3,041,267	2,956,000	5,997,267
Collection system no. 1	-	-	-	-	-	-
Collection system no. 2	10,985	5,300	38,879	55,164	12,000	67,164
Collection system no. 3	14,362	2,800	74,797	91,959	12,000	103,959
Debt service and capital projects	-	-	2,787,466	2,787,466	3,098,000	5,885,466
	4,685,475	1,271,062	8,136,999	14,093,536	26,638,000	40,731,536
TOTAL ENTERPRISE FUNDS	9,316,696	2,053,469	13,609,586	24,979,751	39,227,049	64,206,800

Continued

SCHEDULE OF ESTIMATED REQUIREMENTS BY BUDGET CLASSES

2026-2027

	Personal Services	Supplies and Materials	Contractual Services	Total Recurring Expenses	Capital Outlay	Total
INTERNAL SERVICE FUNDS						
Central stores fund	\$ 5,782	\$ 9,500	\$ 108,159	\$ 123,441	\$ 7,500	\$ 130,941
Data processing fund	294,295	109,057	458,818	862,170	60,000	922,170
Motor vehicle fund	995,145	473,830	982,433	2,451,408	886,250	3,337,658
Energy performance services fund	-	-	-	-	-	-
Insurance and fringe benefit fund	15,320,728	11,000	3,338,604	18,670,332	-	18,670,332
TOTAL INTERNAL SERVICE FUNDS	16,615,950	603,387	4,888,014	22,107,351	953,750	23,061,101
TAX INCREMENT FUNDS						
Peerless site tax increment fund	-	-	94,000	94,000	-	94,000
Downtown development authority operating fund	151,037	59,630	298,783	509,450	-	509,450
Water street tax increment fund	-	-	1,200,000	1,200,000	-	1,200,000
Bank tax increment fund	-	-	63,100	63,100	-	63,100
Harrington Hotel tax increment fund	-	-	-	-	-	-
Edison redevelopment tax increment fund	-	-	380,000	380,000	-	380,000
Mainstreet tax increment fund	-	-	122,000	122,000	-	122,000
Industrial park expansion tax increment fund	-	-	1,070,000	1,070,000	-	1,070,000
Southside neighborhood initiative authority fund	-	-	209,000	209,000	735,000	944,000
Brownfield redevelopment tax increment funds:						
Southside redevelopment	-	-	316,000	316,000	-	316,000
Harker Street redevelopment	-	-	46,000	46,000	-	46,000
Water Street Marina redevelopment	-	-	112,000	112,000	-	112,000
Wrigley center	-	-	-	-	-	-
TOTAL TAX INCREMENT FUNDS	151,037	59,630	3,910,883	4,121,550	735,000	4,856,550
TOTAL ALL FUNDS	\$ 57,502,702	\$ 4,584,287	\$ 43,597,066	\$ 105,684,055	\$ 58,437,821	\$ 164,121,876

Concluded

SCHEDULE OF ESTIMATED EXPENDITURES

2026-2027

GENERAL FUND	Actual		Budget			
	2023-2024	2024-2025	2025-2026	2026-2027	Increase	Decrease
General Government:						
City council	\$ 125,126	\$ 141,759	\$ 176,815	\$ 104,990	\$ -	\$ 71,825
City manager	416,743	497,278	402,990	501,860	98,870	-
Elections	99,435	87,916	102,080	140,353	38,273	-
Finance and accounting	751,737	715,989	766,466	775,611	9,145	-
Income tax	502,661	561,424	586,786	589,314	2,528	-
Assessor	460,499	426,930	480,040	411,471	-	68,569
Legal	130,329	117,819	160,000	160,000	-	-
Clerk	369,737	386,097	409,432	432,900	23,468	-
Human Resources	452,903	456,922	471,399	511,267	39,868	-
Purchasing	85,690	87,154	90,140	91,573	1,433	-
Board of review	2,123	2,133	2,800	2,800	-	-
Treasurer	279,597	322,563	301,790	337,629	35,839	-
Municipal office center	895,736	1,929,733	1,091,229	1,324,610	233,381	-
	<u>4,572,316</u>	<u>5,733,717</u>	<u>5,041,967</u>	<u>5,384,378</u>	<u>482,805</u>	<u>140,394</u>
Public Safety:						
Police administration	1,939,969	1,923,438	2,107,651	2,187,614	79,963	-
Detectives	1,505,576	1,376,106	1,849,433	1,929,498	80,065	-
Patrol	7,960,769	10,297,296	9,565,324	10,322,787	757,463	-
Communications	41,093	49,178	64,080	73,580	9,500	-
Fire	7,156,953	7,279,663	7,503,093	8,104,137	601,044	-
	<u>18,604,360</u>	<u>20,925,681</u>	<u>21,089,581</u>	<u>22,617,616</u>	<u>1,528,035</u>	<u>-</u>
Public Works:						
Inspection	538,364	525,313	569,016	559,060	-	9,956
Emergency management	796,042	254,661	35,348	26,604	-	8,744
Public works administration	153,557	156,669	166,858	103,971	-	62,887
Engineering	539,988	529,482	481,919	574,358	92,439	-
Street lighting	864,266	855,472	892,405	896,960	4,555	-
Blight and code enforcement	390,562	435,489	410,889	450,571	39,682	-
	<u>3,282,779</u>	<u>2,757,086</u>	<u>2,556,435</u>	<u>2,611,524</u>	<u>136,676</u>	<u>81,587</u>
Senior Citizens:						
Wastewater and water discounts	3,798	4,892	4,500	5,500	1,000	-

Continued

SCHEDULE OF ESTIMATED EXPENDITURES

2026-2027

	Actual		Budget			
	2023-2024	2024-2025	2025-2026	2026-2027	Increase	Decrease
Recreation, Parks and Culture:						
Parks and forestry	\$ 2,473,457	\$ 2,200,888	\$ 2,169,102	\$ 2,375,963	\$ 206,861	\$ -
Boat launch ramps	17,436	15,578	17,472	16,207	-	1,265
Recreation	827,705	856,457	709,029	956,700	247,671	-
Rockin the rivers	37,916	42,240	27,942	24,476	-	3,466
20th and Court pool	193,709	136,199	193,392	183,008	-	10,384
Sanborn pool	277,714	203,207	226,200	265,483	39,283	-
Chillyfest	36,351	30,852	38,050	-	-	38,050
Parades & special events	45,228	34,750	54,100	55,725	1,625	-
Lighthouse park	27,918	33,540	88,823	72,959	-	15,864
Lakeside park	302,937	338,644	359,115	316,906	-	42,209
Palmer park recreation center	457,987	362,649	374,691	397,912	23,221	-
Library	8,000	8,000	8,000	8,000	-	-
Harvey reinvestment center	-	-	-	93,173	93,173	-
Children's museum	264,506	371,728	304,304	294,839	-	9,465
Museum	120,786	111,981	67,663	99,294	31,631	-
	<u>5,091,650</u>	<u>4,746,713</u>	<u>4,637,883</u>	<u>5,160,645</u>	<u>643,465</u>	<u>120,703</u>
Other Functions:						
Planning	340,572	335,182	298,584	242,612	-	55,972
Telephone service	4,533	13,242	9,004	8,742	-	262
Contingencies	-	-	40,000	40,000	-	-
Insurance, health and safety	108,455	112,344	132,994	123,333	-	9,661
Taxes written off	-	-	15,000	15,000	-	-
Demolitions	22	152,460	84,543	50,000	-	34,543
Other community and economic development	95,552	-	-	-	-	-
	<u>549,134</u>	<u>613,228</u>	<u>580,125</u>	<u>479,687</u>	<u>-</u>	<u>100,438</u>
Subtotal	<u>32,104,037</u>	<u>34,781,317</u>	<u>33,910,491</u>	<u>36,259,350</u>	<u>2,791,981</u>	<u>443,122</u>
Public Improvements:						
Parks and recreation projects	657,059	2,334,686	570,000	580,000	10,000	-
Black river canal tainer gate project	-	-	-	5,050,000	5,050,000	-
Fire station #1 & #3 construction	6,895,783	303,898	-	-	-	-
	<u>7,552,842</u>	<u>2,638,584</u>	<u>570,000</u>	<u>5,630,000</u>	<u>5,060,000</u>	<u>-</u>
Subtotal	<u>39,656,879</u>	<u>37,419,901</u>	<u>34,480,491</u>	<u>41,889,350</u>	<u>7,851,981</u>	<u>443,122</u>

Continued

SCHEDULE OF ESTIMATED EXPENDITURES

2026-2027

	Actual		Budget			
	2023-2024	2024-2025	2025-2026	2026-2027	Increase	Decrease
Debt Service:						
Principal and interest payments	\$ 570,513	\$ 569,113	\$ 571,413	\$ 1,091,598	\$ 520,185	\$ -
Transfer to Other Funds:						
Land purchase fund	255,000	-	-	-	-	-
Streetsdape fund	1,600	17,500	-	17,485	17,485	-
Beautification commission fund	3,300	3,300	3,300	3,300	-	-
McMorran fund	800,000	965,000	550,000	774,000	224,000	-
	1,059,900	985,800	553,300	794,785	241,485	-
TOTAL GENERAL FUND	41,287,292	38,974,814	35,605,204	43,775,733	8,613,651	443,122
SPECIAL REVENUE FUNDS						
Street funds:						
Major streets	6,554,156	4,533,516	8,736,335	10,394,950	1,658,615	-
Local streets	3,028,568	2,066,478	2,526,637	3,947,500	1,420,863	-
Municipal streets	499,168	447,823	3,737,696	5,732,582	1,994,886	-
	10,081,892	7,047,817	15,000,668	20,075,032	5,074,364	-
Cemetery fund	766,599	647,008	700,713	636,500	-	64,213
Garbage and rubbish collection fund	2,924,309	3,019,838	3,144,193	3,230,465	86,272	-
Rental certification fund	548,178	583,380	669,388	611,910	-	57,478
OUIL fund	3,490	-	5,000	5,000	-	-
Drug law enforcement fund	17,000	519	20,000	20,000	-	-
Law enforcement fund	6,262	15,647	47,000	75,000	28,000	-
Enhanced 911 fund	-	-	-	-	-	-
Ambulance fund	338,531	181,717	400,000	425,000	25,000	-
Opioid Settlement fund	101,801	156,000	175,000	175,000	-	-
Community development block grant fund	1,151,369	884,629	1,366,403	1,397,059	30,656	-
Home program fund	302,825	98,745	1,428,339	1,514,776	86,437	-
Streetscape maintenance fund	36,869	38,111	34,750	50,150	15,400	-
Beautification commission fund	4,772	4,649	5,800	5,800	-	-
TOTAL SPECIAL REVENUE FUNDS	16,283,897	12,678,060	22,997,254	28,221,692	5,346,129	121,691

Continued

SCHEDULE OF ESTIMATED EXPENDITURES

2026-2027

ENTERPRISE FUNDS	Actual		Budget			
	2023-2024	2024-2025	2025-2026	2026-2027	Increase	Decrease
McMorran fund	\$ 2,241,738	\$ 2,748,068	\$ 2,671,703	\$ 2,505,000	\$ -	\$ 166,703
Marina fund	357,323	450,455	366,941	398,078	31,137	-
Land purchase fund	274,494	115,760	197,120	446,885	249,765	-
Parking fund	82,956	107,454	118,699	109,661	-	9,038
Water Fund:						
Treatment plant	2,745,398	2,975,893	8,664,192	11,582,840	2,918,648	-
Distribution	1,525,779	1,396,698	1,631,261	1,819,223	187,962	-
Customer accounting	520,405	564,277	574,619	602,118	27,499	-
Meter reading	351,488	393,449	482,529	544,969	62,440	-
Debt service	2,153,865	2,026,467	1,642,362	1,009,490	-	632,872
Capital outlay	2,352,502	1,681,155	3,877,000	4,457,000	580,000	-
	9,649,437	9,037,939	16,871,963	20,015,640	3,776,549	632,872
Wastewater Fund:						
Treatment plant	6,618,912	6,595,132	28,901,405	28,677,680	-	223,725
Collection, general	2,021,405	2,090,602	4,702,381	5,997,267	1,294,886	-
Collection system no. 1	21	21	-	-	-	-
Collection system no. 2	36,897	33,058	80,347	67,164	-	13,183
Collection system no. 3	35,187	34,041	103,884	103,959	75	-
Debt service	3,966,253	3,702,764	3,001,305	2,787,466	-	213,839
Capital outlay	4,735,032	4,099,706	1,940,000	3,098,000	1,158,000	-
	17,413,707	16,555,324	38,729,322	40,731,536	2,452,961	450,747
TOTAL ENTERPRISE FUNDS	30,019,655	29,015,000	58,955,748	64,206,800	6,510,412	1,259,360

Continued

SCHEDULE OF ESTIMATED EXPENDITURES

2026-2027

	Actual		Budget			
	2023-2024	2024-2025	2025-2026	2026-2027	Increase	Decrease
INTERNAL SERVICE FUNDS						
Central stores fund	\$ 103,438	\$ 117,636	\$ 131,300	\$ 130,941	\$ -	\$ 359
Data processing fund	1,069,028	1,374,707	1,295,655	922,170	-	373,485
Motor vehicle fund	2,857,323	2,219,387	3,209,767	3,337,658	127,891	-
Energy performance services fund	399,256	411,400	399,286	-	-	399,286
Insurance and fringe benefit fund	15,197,088	15,953,506	17,501,525	18,670,332	1,168,807	-
TOTAL INTERNAL SERVICE FUNDS	19,626,133	20,076,636	22,537,533	23,061,101	1,296,698	773,130
TAX INCREMENT FUNDS						
Peerless site tax increment fund	87,807	80,753	90,000	94,000	4,000	-
Downtown development authority operating fund	436,963	471,664	506,705	509,450	2,745	-
Water street tax increment fund	369,932	82,084	1,292,600	1,200,000	-	92,600
Bank tax increment fund	62,770	62,620	19,605	63,100	43,495	-
Harrington Hotel tax increment fund	10,180	10,270	10,500	-	-	10,500
Edison redevelopment tax increment fund	355,570	361,040	390,000	380,000	-	10,000
Mainstreet tax increment fund	160,627	185,500	186,000	122,000	-	64,000
Industrial park expansion tax increment fund	128,174	136,123	1,191,600	1,070,000	-	121,600
Southside neighborhood initiative authority fund	-	4,921	264,000	944,000	680,000	-
Brownfield redevelopment tax increment fund:					-	-
Southside redevelopment	325,411	304,048	301,000	316,000	15,000	-
Harker Street redevelopment	27,350	26,500	40,000	46,000	6,000	-
Water Street Marina redevelopment	117,062	118,902	110,000	112,000	2,000	-
Wrigley center	-	52,990	138,000	-	-	138,000
Ben's 314 redevelopment	-	-	-	-	-	-
TOTAL TAX INCREMENT FUNDS	2,081,846	1,897,415	4,540,010	4,856,550	753,240	436,700
TOTAL ALL FUNDS	\$ 109,298,823	\$ 102,641,925	\$ 144,635,749	\$ 164,121,876	\$ 22,520,130	\$ 3,034,003

Concluded

CITY OF PORT HURON
Inter-Departmental Communication

TO: City Manager

FROM: Director of Finance

SUBJECT: Parking System Rates for 2026

DATE: May 26, 2026

Below are the rate and meter changes for 2026:

PERMIT PARKING

There are no changes.

STREET METERS AND LOT METERS

The City no longer charges for street and lot meters. All street and lot meters have been removed.

Lee V. Ward, C.P.A.

City of Port Huron - Schedule of Water and Sewer Rates
Effective July 1, 2026

WATER RATES:

(a) Monthly Rates. The monthly rates for use of water shall be as follows:

(1) Readiness-to-serve charge, based on size of water meter:

Water Readiness to Serve		
<u>Size of Meter (Inches)</u>	<u>City Users</u>	<u>Users Outside City</u>
5/8	\$ 13.87	\$ 20.80
3/4	20.80	31.21
1	34.67	52.01
1-1/2	69.34	104.02
2	110.95	166.43
3	242.71	364.06
4	416.07	624.10
6	866.81	1,300.21
8	1,248.20	1,872.30
10	2,010.99	3,016.49
12	2,981.81	4,472.72
16	4,160.67	6,241.01
20	6,241.01	9,361.51
24	9,361.51	14,042.26

(2) Commodity charge based on amount of water used:

	<u>City Users</u>	<u>Users Outside City</u>
Per 1,000 cubic feet	\$ 21.33	\$ 31.99

SEWER RATES:

(a) Monthly Rates. The monthly rates for sewage services shall be as follows:

(1) Readiness-to-serve charge, based on size of water meter:

Wastewater Readiness to Serve		
<u>Size of Meter (Inches)</u>	<u>City Users</u>	<u>Users Outside City</u>
5/8	\$ 54.99	\$ 82.49
3/4	82.49	123.74
1	137.49	206.24
1-1/2	274.99	412.47
2	439.98	659.96
3	962.44	1,443.66
4	1,649.90	2,474.84
6	3,437.29	5,155.93
8	4,949.69	7,424.53
10	7,974.50	11,961.76
12	11,824.26	17,736.39
16	16,498.97	24,748.45
20	24,748.45	37,122.68
24	37,122.68	55,684.02

(2) Commodity charge based on amount of water used:

	<u>City Users</u>	<u>Users Outside City</u>
Per 1,000 cubic feet	\$ 53.60	\$ 80.41

City of Port Huron - Schedule of Water and Sewer Rates
Effective July 1, 2026
Page 2

The effects of the recommended combined water and sewage rate changes upon a 5/8 inch residential customer at various consumption levels, per month are as follows:

		<u>Consumption</u> <u>(Cubic Feet)</u>		<u>Adjusted</u> <u>Rates</u>	<u>Present</u> <u>Rates</u>	<u>Increase</u>	<u>Percent</u> <u>Change</u>
		167		\$ 81.37	\$ 80.58	\$ 0.79	0.98%
		333		93.81	92.86	0.95	1.02%
		500		106.33	105.21	1.12	1.06%
Average Residential	* * * *	567	* *	111.35	* * 110.17	* * 1.18	* * 1.07%
		667		118.84	117.56	1.28	1.09%
		833		131.28	129.84	1.44	1.11%
		1,000		143.79	142.19	1.60	1.13%
		1,167		156.30	154.54	1.76	1.14%
		1,333		168.74	166.82	1.92	1.15%
		1,500		181.26	179.17	2.09	1.17%

RES #26-069

Authorizing the City of Port Huron membership in the West Michigan Health Insurance Pool (WMHIP) for a minimum three-year period.

WHEREAS, The Western Michigan Health Insurance Pool (“WMHIP”) is a Public Employer Pooled Plan (“PEPP”) that provides pooled self-funded health insurance coverage, as authorized by the Public Employees Health Benefit Act, Act 106 of 2007; and

WHEREAS, WMHIP has received from the Michigan Department of Insurance and Financial Services (“DIFS”) a certificate of registration authorizing establishment of the PEPP; and

WHEREAS, the Port Huron City Council has had opportunity to consider the obligations of the City of Port Huron to WMHIP and PEPP plans, and services available to the City of Port Huron by WMHIP, and has carefully reviewed the WMHIP Amended Trust Agreement and Bylaws; and

WHEREAS, the Port Huron City Council desires to authorize membership of the City of Port Huron in the WMHIP for a minimum period of three years;

NOW, THEREFORE, BE IT RESOLVED that the Port Huron City Council does hereby resolves:

1. The Port Huron City Council approves the WMHIP Amended Trust Agreement and bylaws, and accepts WMHIP provision of City of Port Huron self-funded, pooled health insurance coverage under the PEPP plan.
2. The Superintendent, Manager, or CFO of the City of Port Huron or, with their approval, the person appointed by the Port Huron City Council as WMHIP Trustee or Alternate Trustee, is hereby authorized to execute all documents necessary for the City of Port Huron to become a Member in the WMHIP PEPP plan.
3. The Port Huron City Council hereby confirms its appointment of James Freed, City Manager, as Trustee and Renee Reifert, Human Resources Director as the Alternate Trustee, to serve as Trustee when the initial Trustee is not available or in attendance to carry out the Trustee's duties. As required by law, neither the Trustee nor the Alternate Trustee is an owner, officer, or employee of any third-party administrator or any other third party providing services to WMHIP. The Trustee and Alternate Trustee shall serve until replaced by action of the Port Huron City Council. Once appointments are made known to the WMHIP, the persons appointed shall remain in office until the WMHIP receives evidence of appointment of other persons. Evidence of proper appointment of the Trustee and Alternate Trustee shall be a certified copy of the resolution passed by the Port Huron City Council, indicating the names of the designated Trustee and/or Alternate Trustee. Failure of the City of Port Huron to designate a Trustee, or the failure of that Trustee/Alternate Trustee to participate on the Board of Trustees, shall not affect the responsibilities or duties of the City of Port Huron under the Amended Trust Agreement.
4. The City of Port Huron shall continue participation in the WMHIP for a minimum of three full years under its PEPP plan.
5. All resolutions and parts of resolutions insofar as they conflict with the provisions of this Resolution be and the same are hereby rescinded.

[Trust Agreement; WMHIP.pdf](#)
[Bylaws; WMHIP.pdf](#)

WEST MICHIGAN HEALTH INSURANCE POOL
AMENDED TRUST AGREEMENT

This Amended Agreement and Declaration of Trust ("Trust Agreement") is made by and among each of the individual trustees identified in attached Schedule A (each a "Trustee" and collectively the "Trustees"), and those school districts presently to be Members of the West Michigan Health Insurance Pool, also listed in Schedule A, by whom the Trustees were respectively appointed, for the purpose of forming and operating the West Michigan Health Insurance Pool.

PREMISES

A. Act 35, Michigan Public Acts, 1951, as amended, §§ 5-12b; MCL, §§ 124.5-124.12b ("Act 35"), authorizes Michigan school districts and other defined municipal corporations to establish a group self-insurance pool, for the provision of hospital, medical, surgical and dental benefits for Member employees and their dependents, and acting as a purchasing group, for the purchase of fully-insured basic life and long-term disability coverage for Member employees (but never as pooled or insured products of the Pool itself).

B. Act 35 authorizes the establishment of the pool as a separate legal entity for purposes of effectuating such insurance.

C. Act 35 further provides that any school districts' group self-insurance pool may provide hospital, medical, surgical or dental benefits under a multiple employer welfare arrangement ("MEWA") pursuant to Chapter 70 of the Michigan Insurance Code, MCL §§ 500.7001 – 500.7090, or under a Public Employer Pooled Plan ("PEPP") pursuant to the Public Employees Health Benefit Act, MCL §§ 124.71 – 124.85.

D. Pursuant to such power and authority, to provide hospital, medical, surgical and dental benefits for Member employees and their dependents, and, acting as a purchasing group, to purchase fully-insured basic life and long-term disability coverage for Member employees (but never, as pooled or insured products of the Pool itself), the Trustees and the Members have determined to make this Trust Agreement which will establish the West Michigan Health Insurance Pool (the "Pool") as a trust entity a for the purpose of receiving, protecting and disbursing the moneys of the Pool.

NOW, THEREFORE, the Trustees and Members do hereby covenant and agree as follows:

ARTICLE I
CREATION AND NAME OF THE TRUST

There is hereby established and created a trust which shall be known as the "West Michigan Health Insurance Pool" (hereafter referenced herein as the "Trust") and its Trustees may hold property, enter into contracts, and in all matters as hereinafter set forth transact business on behalf of the Trust only in the name "West Michigan Health Insurance Pool," except that the Trust may add appropriate prefixes or suffixes to its name for purposes of distinguishing filings with the Michigan Commissioner of the Office of Financial and Insurance Regulation, or accounts or funding sources, by insurance plan or program. The Trust and the Trust funds shall be used only for the purposes as hereinafter set forth.

ARTICLE II

PURPOSE

This Trust Agreement is made and executed for the purpose of forming as a separate trust entity for the provision of hospital, medial, surgical and dental benefits, and life and disability for Member employees and their dependents, and for the purchase, as a purchasing group, of fully-insured basic life and long-term disability coverage for Member employees (but never as pooled or insured products of the Pool itself), or defraying the reasonable expenses of administering the Trust, and for pooling, holding and administering Members' contributed funds solely for this purpose.

Trust Assets shall never inure to the benefit of any Member, and in the event of termination of the Trust, Trust assets shall be distributed in accordance with Section 17.2 of the Bylaws (hereafter identified), including its provision that Members receiving such assets upon termination assure dedication of such assets for hospital, medical, surgical or dental benefits for its employees and their beneficiaries.

ARTICLE III

POWERS OF THE TRUST

The Trust shall have power:

- a) To have succession by its name for a term which shall be in perpetuity, except for earlier termination in accordance with the Bylaws, and except in the event the rule against perpetuity is applicable. If such rule is applicable, then this Trust shall terminate at the expiration of 21 years after the death of the last survivor of the Trustees who are listed in Exhibit A and who have signed this Declaration of Trust.
- b) To sue and be sued, complain and defend, in any court of law or equity or to be a party to any proceedings before any board or commission or other public body of the State of Michigan or any other state or

government. Suits at law may be maintained by the Trust against any Member for any cause relating to the business of the Trust.

c) To have a seal which may be altered at pleasure, and to use the seal by causing it or a facsimile of the seal to be impressed or affixed or reproduced, or otherwise.

d) To appoint such officers and agents (including Executive Committee) as the business of the Trust shall require and to allow them suitable compensation.

e) To make, alter, amend, and repeal bylaws for the regulation and government of Trust affairs.

f) To conduct its business in the State of Michigan, other states, the District of Columbia, the territories and colonies of the United States and in foreign countries and the territories and colonies thereof, and have one or more officers out of the State of Michigan, and to acquire, purchase, hold, mortgage, pledge, assign, transfer and convey real and personal property out of the State of Michigan subject to applicable Michigan and federal law.

ARTICLE IV **THE MEMBERS**

The names and business addresses of the present Members of the Trust are set forth in Schedule A. The rights and obligations of Members are as provided in the Bylaws. New Members may be admitted to the Trust and Members may resign or shall be expelled in accordance with the Bylaws.

ARTICLE V
BOARD OF TRUSTEES

The powers of the Trust shall be exercised by the Board of Trustees consisting of one trustee appointed by each Member, with equal vote in person, or by alternate or proxy. The current Board of Trustees is set forth in Schedule A.

Other provisions concerning the powers and duties of the Trustees, their manner of governance, their qualifications for office, and the method of their appointment, replacement or removal, and all related matters, shall be as set forth in the Bylaws.

ARTICLE VI
BYLAWS

As part of the process of concluding its existing MEWA plan and establishing a PEPP plan, the Board of Trustees shall adopt the PEPP Bylaws set forth in Schedule B-PEPP, and by this reference such PEPP Bylaws are incorporated into this Trust Agreement as an integral part hereof. The PEPP Bylaws shall provide for the governance, finance and administration of the Western Michigan Health Insurance Pool (PEPP) with respect to the PEPP plan, but the Board of Trustees may continue to use the Bylaws previously adopted with respect to its MEWA plan (the "MEWA Bylaws" as set forth in Schedule B-MEWA, and incorporated herein as an integral part hereof), particularly for all claims for benefits still pending for payment following conclusion of the MEWA, and for all other matters and transaction related to the MEWA. Subject to prior filing with, and approval by, the Michigan Commissioner of the Office of Financial and Insurance Regulation, the Board of Trustees may from time to time subsequently amend the PEPP Bylaws and/or the MEWA Bylaws in accordance with their terms, which amended PEPP Bylaws and/or MEWA Bylaws shall be contractually binding upon the respective Members.

ARTICLE VII
RULES AND REGULATIONS

The Board of Trustees may prescribe such rules and regulations as may, in their judgment and discretion, be proper and necessary for the sound and efficient administration of the Trust, provided however, that the rules and regulations shall not be inconsistent with the terms of this Trust Agreement, the Bylaws, or applicable Michigan or federal law.

ARTICLE VIII
SITUS AND RESIDENT AGENT

The situs of the Trust is in the State of Michigan, and all questions concerning the validity, construction and administration of the Trust shall be determined in accordance with Michigan law. Gallagher Benefits Services of Michigan, Inc. (Consulting/Management Firm to the Trust), attention: Douglas Derks, 161 Ottawa NW, Suite 112, Grand Rapids, Michigan 49503, shall be the resident agent of the Trust for purposes of service of process.

ARTICLE IX
OPERATIVE EFFECT

This Trust Agreement, and any amendment thereto by all continuing Members of the Trust, and any amendment to the Bylaws, shall be filed with and approved by the Michigan Commissioner of the Office of Financial and Insurance Regulation before becoming operative.

IN WITNESS WHEREOF, this Trust Agreement has been executed on its Schedule A by the Trustees and the identified Members of the Trust acting through their respectively appointed Trustees.

SCHEDULE A

Member Districts

Trustees and Signatures

Allendale Public Schools
6561 Lake Michigan St.
Allendale, MI 49401

DAVID VANDER WALK
[Print]

Date: 11/11/08


[Signature]

Caledonia Community Schools
203 Main Street
Caledonia, MI 49316

RONALD L. ARCHER
[Print]

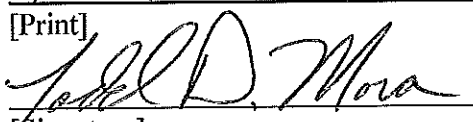
Date: 11-11-08


[Signature]

Comstock Public Schools
3010 Gull Road
Kalamazoo, MI 49048

Todd D. Mora
[Print]

Date: 11/11/08


[Signature]

Comstock Park Public Schools
101 School Street NE
Comstock Park, MI 49321

Ethan Ebenstein
[Print]

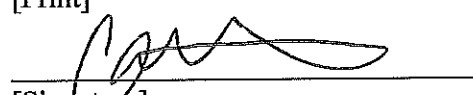
Date: 11/11/08


[Signature]

Coopersville Area Schools
198 East Street
Coopersville, MI 49404

CATHERINE L. KUOSKA
[Print]

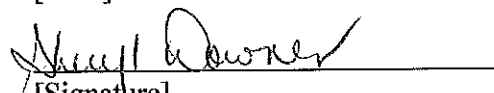
Date: 11/17/08


[Signature]

Delton Kellogg Public Schools
327 North Grove Street
Delton, MI 49046

Sheryl Downer
[Print]

Date: 11/17/08


[Signature]

East Grand Rapids Public Schools
2915 Hall Street
East Grand Rapids, MI 49056

KEVIN PHILLIPS

[Print]

Kevin Phillips

[Signature]

Date: 11/11/08

Fennville Area Schools
5 Memorial Drive
Fennville, MI 49408

Dirk Weeldreyer

[Print]

Dirk Weeldreyer

[Signature]

Date: 11/11/08

Gobles Public Schools
409 N. State Street
Gobles, MI 49055

Amy J Christman

[Print]

Amy J Christman

[Signature]

Date: 11/17/08

Godfrey Lee Public Schools
963 Joosten Street SW
Wyoming, MI 49509

Roxanne Claxton

[Print]

Roxanne Claxton

[Signature]

Date: 11-11-08

Grand Haven Area Public Schools
1415 South Beech Street
Grand Haven, MI 49417

Dottie Bishop

[Print]

Dottie Bishop

[Signature]

Date: 12/08

Grand Rapids Community College
143 Bostwick Ave. NE
Grand Rapids, MI 49503

ROBERT PARTRIDGE

[Print]

Robert Partridge

[Signature]

Date: 11/11/08

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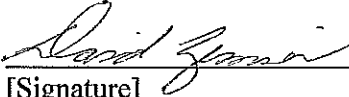
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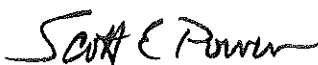
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11/11/08

**WESTERN MICHIGAN
HEALTH INSURANCE POOL
BYLAWS**

As adopted on November 11, 2008

In connection with the Pool providing a

Public Employer Pooled Plan

[the “Western Michigan Health Insurance Pool (PEPP)]

and amended through November 13, 2018

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**THE BYLAWS OF THE
BOARD OF TRUSTEES OF THE
WESTERN MICHIGAN HEALTH INSURANCE POOL**

THESE BYLAWS ("Bylaws") are an integral part of the Trust Agreement by and among the Members and Trustees (all hereafter defined) of the Western Michigan Health Insurance Pool (the "Pool"), and set forth the provisions and procedures for the governance, finance, and administration of the Pool as follows:

PREAMBLES

A. Michigan Public Act 35 of 1951, as amended, §§ 5-12b; MCL, §§ 124.5-124.12b ("Act 35"), authorizes Michigan school districts and other defined municipal corporations by intergovernmental contract to establish a group self-insurance pool for the purpose of providing certain insurance coverages to its participating members and their employees.

B. Act 35 has authorized Michigan school districts and other defined municipal corporations to form a group self-insurance pool to provide hospital, medical, surgical or dental benefits as a multiple employer welfare arrangement ("MEWA") under Chapter 70 of the Michigan Insurance Code of 1956; MCL, §§ 500.7001 - 500.7090, and now additionally authorizes a group self-insurance pool formed by such school districts and municipal corporations to provide for hospital, medical, surgical, or dental benefits through a public employer pooled plan ("PEPP") as permitted under Act 106 of 2007 (the "Public Employees Health Benefit Act"), MCL §§124. 71 to MCL 124.85.

C. The Trustees have concluded the MEWA, and established a PEPP, which is now the Pool's only health insurance plan. All MEWA liabilities have been settled.

D. As empowered by Article III, section (e) of the Trust Agreement, and directed by Article VI of the Trust Agreement, the Trustees determine to adopt these Bylaws which provide for the governance, finance and administration of the Western Michigan Health Insurance Pool (PEPP) (hereafter the "PEPP").

NOW THEREFORE, the Trustees adopt the following Bylaws, as the same may be amended from time to time in accordance with their terms.

ARTICLE I **DEFINITIONS FOR THE PEPP**

1.1 **Definitions**. As used in the Bylaws, the following terms, whether or not capitalized and unless the context or term clearly implies otherwise, shall apply to all matters and transactions related to the PEPP, including all funds and accounts, excess insurance, and letter of credit, which are hereby established separately from the pre-existing funds and accounts, excess insurance and letter of credit for the MEWA, and shall have the meanings set forth:

"Administrative Charges" – Payments required by Members to cover the costs of administration of the Pool which shall be included in the monthly funding rates paid by each Member.

“Benefit Fund” – The single fund of moneys hereby established by the Members to collectively self-insure or otherwise insure, administer and pay Benefits granted by the individual Members under the PEPP to their respective Participants, and to purchase excess claim or other conventional insurance.

“Benefits” – Non-salary payments made to Participants under the PEPP to cover medical, surgical, hospitalization, dental, and vision costs, incurred by Participants for themselves and for their dependents. “Benefits” may also include fully-insured life and long term disability insurance benefits for Participants provided through third party insurance carriers (but never as a pooled, or insured product of the Pool itself). In order for life insurance and long term disability insurance benefits to be paid to or for Members’ participants, such insurance must be in force and effect of the time such Benefit claims arise, and payment of such insurance benefits shall be limited to the amount received by the Pool from the insurance carriers providing such insurance.

“Board of Trustees” – The governing body of the Pool.

“Consulting/Management Firm” – A qualified company retained by the Pool to advise, underwrite and manage all of the plans approved by the Board of Trustees.

“Contributions, including Supplemental Contributions” – Payments required by Members, and determined for each Member in accordance with these Bylaws, to cover (1) the costs of anticipated Benefit payments under the PEPP (including administration) for Participants and their dependents, (2) the cost of excess insurance and other insurance

required by the Board of Trustees, (3) sufficient sums to create and maintain a Reserve Fund and (4) the Pool's obligation to reimburse the issuer of any Letter of Credit for all amounts drawn under it.

"Director" – The Michigan Director of the Department of Insurance and Financial Services.

"Fiscal Year" – The twelve-month period commencing July 1 or as amended.

"Governing Body" --- The governing body of a Member of the Pool.

"Letter of Credit" – Any letter of credit that the Pool obtains to secure any or all of its obligations for the PEPP under the Public Employees Health Benefit Act, §(9)(1)(a).

"Members" – A public entity purchasing medical benefits cooperatively through the Pool, admitted in accordance with the bylaws, including those identified in the Trust Agreement. Additionally, a member may also purchase dental or other ancillary benefits as offered through the Pool.

"Participants" – All persons working for a Member under the direction and control of that Member who meet that Member's eligibility requirements for coverage under its PEPP benefits program and, subject to such collective bargaining agreement, including persons who are covered by a collective bargaining agreement. Persons who are identified as "independent contractors", in contract or in fact, shall not be participants. "Participants" shall also include all former participants entitled to coverage pursuant to COBRA or any

other applicable law. For purposes of PEPP benefit coverage, “participants” shall also include all dependents of a Member’s participants, provided that such dependents have been specifically identified by the Member to the Pool as eligible for coverage.

“Plan” – The Public Employer Pooled Plan approved by the Board of Trustees under which Benefit programs are maintained for Participants of the Members.

“Plan Year” – January 1 through December 31 of any given year.

“Pool” – The Western Michigan Health Insurance Pool, which is a separate legal trust, established by the Trust Agreement and pursuant to the constitution and the laws of the State of Michigan.

“Reserve Fund” – A fund of money in a separate, identifiable account, which shall not be commingled with other Pool moneys, for the purpose of holding Pool money which is in excess of its Members’ current obligations under the PEPP and is anticipated to be an amount sufficient to pay the Benefit claims of the Members under the PEPP filed subsequent to conclusion of the PEPP, but attributable to the period of its existence, in compliance with Michigan Law.

“Specific Stop Loss Insurance” – Conventional insurance which reimburses the Benefit Fund for Benefits under the PEPP paid to Participants of Members which are in excess of a specific deductible amount per plan year. Specific stop loss insurance expressly includes any

specific stop loss "coverage" as may be offered under Act 350, Michigan Public Acts of 1980, in particular but not limited to, Section 211 thereof.

"Third Party Administrator" – A company organized as a non-profit health care corporation under Act 350, Michigan Public Acts of 1980, and/or otherwise qualified under the Public Employers Health Benefit Act, to provide claims administration, billing functions, and other functions as determined by the Board of Trustees, and retained by the Pool for such purposes.

"Trust Agreement" - Agreement among the Trustees and Members, dated on or about July 12, 2005, as amended and approved by the Director.

"Unreserved Net Assets" – (Formerly "Free Surplus Fund") The fund of moneys which have been paid by the Members to the Pool under the PEPP, plus all interest income earned, and which are in excess of Members current obligations to the Benefit Fund and the Reserve Fund.

ARTICLE II

GENERAL STRUCTURE OF THE POOL

2.1 **Trust Entity.** The Pool is a separate legal and administrative trust entity pursuant to Act 35, §§5(2)(a), 5(4), and 5.(5).

2.2 **Coverages.** The Pool shall offer to its Members a pooled self-insurance program for the payment of medical, surgical, hospitalization, dental and vision Benefits to

the Members' respective Participants, but the Pool alternatively may obtain some or all such coverages through third party insurance carriers in accordance with the Bylaws as may be amended. The Pool acting as a purchasing group shall also purchase from third party insurance carriers fully-insured life and long term disability insurance for the Members' respective Participants, but such insurance shall never be a pooled or insured product of the Pool. The Pool shall also process and pay Benefit claims and shall create the Benefit Fund to pay such Benefits, in excess of the deductibles, and in amounts up to certain levels over which claims shall be paid by specific stop loss insurance policies.

2.3 **Operational Premise.** The Members have determined not to purchase insurance coverage to pay claims for Benefits below certain limits, except for special coverages such as life insurance and long term disability insurance, but rather to rely upon their pooled funds and contribution obligations to pay benefits which occur and, when authorized by the Board of Trustees, to purchase insurance to protect against catastrophic and certain other benefit claims.

2.4 **Source and Investment of Funds.** All funds contained within the Pool are directly derived from its Members and from investment income. Pool funds shall only be invested in investments which would be permitted for the Members under Michigan Law, including the Insurance Code of 1956, MCL §§500.910, 500.912 and 500.914. The Members intend to pay Benefit claims by contributions of the Members into the Benefit Fund, in varying amounts per Member based upon Benefits offered, claims made and other factors. The Members intend to pay for the costs of administering the Pool by Administration Charges included in the monthly funding rates paid by each Member.

2.5 **Cash Reserves in Reserve Fund**. In accordance with the Public Employees Health Benefit Act §9(1)(a), the Reserve Fund shall contain cash reserves in an amount equal to a minimum of 2.5% of the immediately preceding year's claims plus its most recent designated reserve for incurred, but not reported claims, as indicated in the Pool's financial statement filed with the Commissioner, Up to 50% of this reserve requirement may be satisfied by an irrevocable and unconditional letter of credit.

ARTICLE III **AUTHORITY AND DUTIES**

3.1 **Authority and Duties**. The Pool shall have the authority and duty to accomplish the purposes of the Pool as set forth in, and as limited by, the Trust Agreement, within the financial budget limits of the Pool, and in accordance with the procedures set forth in the Bylaws, as follows:

- (a) Employ agents, employees, and independent contractors.
- (b) Obtain by loan, purchase or lease the facilities, machinery, equipment, or personal property necessary for the carrying out of the purpose of the Pool.
- (c) Carry out educational and other programs relating to health, accident and other claims reductions.
- (d) Cause the creation of at least a Benefit Fund and a Reserve Fund and the implementation of the powers for the administration of the Pool.
- (e) Direct the collection and receipt of Contributions, including Administration Charges from Members, to be used for the provision of Benefits and the administration of the Pool.

- (f) Purchase specific stop loss and other types of conventional insurance as approved by the Board of Trustees and as available to support the Benefits to be paid by the Pool.
- (g) Prepare and approve an annual rate renewal calculation (budget) for the Pool.
- (h) Prepare a quarterly report of the financial affairs of the Pool.
- (i) Prepare and submit to each Member monthly reports of Benefit claims filed and paid pursuant to that Member's plan.
- (j) Obtain and furnish to each Member annually an audited report of the financial affairs of the Pool, made by a certified public accountant at the end of each fiscal year in accordance with generally accepted accounting principles and any applicable law.
- (k) Carry out, within the budgetary limits established by the Members, such other activities as are necessarily implied or required to carry out the purposes of the Pool under the Trust Agreement and the Bylaws.
- (l) Comply with reporting requirements of the Director.

ARTICLE IV **DURATION, COMMENCEMENT AND CYCLES**

4.1 **Formation and Continuation of Pool.** The formation of the Pool became effective, following receipt of an initial certificate of authority by the Director, execution of the Trust Agreement, and adoption of the Bylaws, at 12:01 a.m. on September 1, 2005, (the "Formation Date"). The continuation of the Pool, shifting from provision of hospital, medical, surgical or dental benefits under a MEWA, to provision of hospital, medical, surgical or dental benefits under a public employer pooled plan as permitted under the Public

Employees Health Benefit Act took effect following receipt of an initial certificate of registration by the Director, at 12:01 a.m. on January 1, 2009 (the "Effective Date"). After the formation of the Pool, the Members may, in the manner provided in Article XVII, terminate the Pool. The Pool will continue in operation until the Members act to terminate it.

4.2 **Pool Cycles**. The Pool shall conduct its business, for the purpose of determining when Members may withdraw, in initial three-year cycles. The Members thereafter may continue operation of the Pool for additional membership cycles, each of which shall be for one year. If the Board of Trustees votes to continue the term of the Pool into a new one-year cycle, then any Member which does not give sufficient notice in accordance with Section 15.1, of its withdrawal from the Pool prior to the end of its initial Membership cycle, or the then current Pool one-year cycle, whichever is applicable, shall remain a Member for at least the new one-year cycle.

4.3 **Change in Cycle**. The Board of Trustees may in any one-year cycle during the duration of the Pool extend or reduce the length of the cycle by no more than six months in order to achieve a date for the commencement of a fiscal year more in keeping with the needs of the Members.

ARTICLE V **MEMBERSHIP**

5.1 **Initial Members** **[INTENTIONALLY LEFT BLANK]**

5.2 **New Members**. A new member may join the Pool upon at least two-thirds (2/3) vote of the Board of Trustees, or upon the majority vote of the Executive

Committee, provided, however, following January 1, 2009, the Pool shall accept for membership any entity allowed to become a member under PA 106 and that applies to become a Member, agrees to make the required payments, agrees to remain in the Pool for a minimum of three years, and satisfies other reasonable provisions of the plan. New Member contributions will be set in accordance with the underwriting standards established by the Consulting/Management Firm and approved by the Board of Trustees.

5.3 **New Membership Cycles.** New Members may be admitted at any time during a fiscal year and during a one-year cycle. Any new Member shall remain a Member for a minimum of three years. If such new Member does not give sufficient notice, as provided in Section 15.1, of its withdrawal from the Pool at the end of its initial Membership cycle, such Member shall thereafter continue its Membership in the Pool until the end of the Pool's then current one-year cycle. Thereafter, Membership shall continue for each successive one-year cycle until the Member gives sufficient notice of withdrawal prior to the end of a one-year cycle in accordance with Section 15.1.

5.4 **Membership Scope of Participation.** Except as otherwise specifically provided, all Members of the Pool shall be obligated to continue as Members for the Pool's initial three-year cycle and then current one-year cycle. In addition, a Member shall only be required to provide continuing participation for those persons within such classes of employees as are actually employed or working for the Member.

ARTICLE VI **GOVERNANCE**

6.1 **Board of Trustees.** There shall be established a Board of Trustees for the Pool. The Board of Trustees shall consist of one Trustee designated by each Member of

the Pool. Each such Trustee shall be appointed by the Governing Body of the Member. The Governing Body shall also appoint an Alternate Trustee to serve as Trustee when the initial person is not available or in attendance to carry out the Trustee's duties. Not less than 50% of the Trustees, or the amount required by law, shall be persons who are covered under the pooled plan. No Trustee or Alternate Trustee shall be an owner, officer, or employee of the Third Party Administrator(s) or any other third party providing services to the Pool. Each Trustee and Alternate Trustee shall serve until replaced by action of the Governing Body or the discontinuance of employment by the Trustee or Alternate Trustee. Once appointments are made known to the Pool, the persons appointed shall remain in office until the Pool receives evidence of appointment of other persons. Evidence of proper appointment of the Trustee and Alternate Trustee shall be a certified copy of the resolution passed by such Governing Body, indicating the names of the designated Trustee and/or Alternate Trustee. Failure of a Member to designate a Trustee, or the failure of that Trustee/Alternate Trustee to participate on the Board of Trustees, shall not affect the responsibilities or duties of a Member under the Trust Agreement.

6.2 **Powers of Board of Trustees.** The Board of Trustees shall determine the general policy of the Pool, which shall be followed by the officers, agents, employees, and independent contractors employed or retained by the Pool. Among its responsibilities, the Board of Trustees shall:

- (a) appoint Pool Executive Committee.
- (b)
- (c)
- (d)
- (e) approve amendments to the Bylaws,

- (f) approve acceptance of new Members and expulsion of Members, except that the approval of new Members and expulsion of Members may also be a power of the Executive Committee,
- (g) approve and amend the annual renewal calculation (budget),
- (h) establish, and if necessary, to the full extent of the law enforce payment of the annual and supplementary contributions, including administrative charges, and other payments by Members, and for each Member, to the Benefit Fund and the various other Pool funds, and the monthly rates of such payments,
- (i) establish such rules and regulations regarding the return of funds to current members as deemed appropriate,

6.3 **Executive Committee.** There shall be an Executive Committee. The Executive Committee shall consist of the Chairperson, Vice-Chairperson, Treasurer, Secretary, the Immediate Past Chairperson, and the chairpersons of the standing committees. The minutes of the meetings of the Executive Committee shall be available to all Trustees upon request. The Executive Committee shall have such authority, powers and duties as are granted elsewhere in these Bylaws, or as granted and except as limited by the Board of Trustees, and also except (i) amendment to the Bylaws; and (ii) approval and amendments to the annual renewal calculation (budget), Actions by the Executive Committee shall be by a majority vote of the members of the Executive Committee. Among its responsibilities, the Executive Committee shall:

- (a) Appoint agents, employees, or independent contractors as appropriate.
- (b) Negotiate for the Pool the terms of retention and compensation of the Consulting/Management Firm,

- (c) Set compensation for the Third Party Administrator(s) and all other persons, firms, and corporations employed or retained by the Pool,
- (d) procure fidelity bonds for employees or other persons, as required by the Bylaws or applicable law,
- (e) set authority levels, powers and duties for committees, including the authority to settle disputes and expend the funds of the Pool,
- (f) resolve disputes over the Benefit coverages of the Pool,
- (g) approve educational and other programs and procedures relating to claim reduction,
- (h) approve additional cycles for the existence of the Pool.

6.4 **Actions of the Board of Trustees; Quorum.** Each Trustee shall be entitled to one vote. All actions taken by the Board of Trustees shall be by a majority vote of a quorum consisting of a majority of the voting members, either in person or by proxy in writing in accordance with Michigan Law, of the Board of Trustees, except as where otherwise expressly provided in the Bylaws, and except for any amendment to the Bylaws, which shall require a two-thirds (2/3) vote of the total number of Trustees on the Board of Trustees.

6.5 **Meetings.** Meetings of the Board of Trustees and Executive Committee shall be as follows:

- (a) Regular meeting of the Board of Trustees shall be held as often as necessary to carry out the purposes of the Pool, but no less than two times during each fiscal year. The dates and locations of regular meetings of the Board of Trustees shall be established no later than the annual meeting. Any item of business may be considered at a regular meeting.

- (b) An annual meeting of the Board of Trustees shall be held between the beginning of the Pool fiscal year and September 30.
- (c) Regular meetings of the Executive Committee shall be held at least once per calendar quarter on a day or date and at a time agreed upon by the Executive Committee, but subject to these Bylaws. Any item of business may be considered at a regular meeting.
- (d) Special meetings of the Board of Trustees and Executive Committee may be called by the Chairperson or any three Trustees. The time and location of special meetings of the Board of Trustees and the Executive Committee shall be determined by the Chairperson, or in that person's absence, the Vice-Chairperson. Business conducted at special meetings shall be limited to those items specified in the agenda.
- (e) The Chairperson, or in that person's absence, the Vice-Chairperson, shall give at least fifteen days' written notice of the annual meeting, at least seven days written notice of regular meetings, and at least eighteen hours written notice of special meetings to the Trustees and an agenda specifying the subject of any special meeting shall accompany such notice.
- (f) Rules of Order -- To the extent not contrary to the Bylaws, and except as modified by the Board of Trustees as special rules, Roberts Rules of Order, latest edition, shall govern all meetings of the Board of Trustees and the Executive Committee.
- (g) Minutes of all regular and special meetings of the Board of Trustees and the Executive Committee shall be available to all Trustees.

6.6 **Other Committees.** The Board of Trustees or Executive Committee shall have the power to establish both standing and ad hoc committees. . The Chairperson may establish committee chairs and their membership.

ARTICLE VII **OFFICERS**

7.1 **Creation.** The Board of Trustees shall elect, from among the Trustees, a Chairperson, Vice-Chairperson, Secretary, and Treasurer. Positions shall be elected for a two-year term and officers may be re-elected no more than twice to their respective positions. The Board of Trustees may from time-to-time establish other officers as it deems necessary for the transaction of the business of the Pool, and may elect members of the Board of Trustees to serve in such offices.

7.2 **Chairperson.** The Chairperson shall preside at all meetings of the Board and the Executive Committee at which the Chairperson is present. The Chairperson shall vote on all matters that come before the Board or committee on which the Chairperson serves. The Chairperson shall be a non-voting ex-officio member of all committees of the Pool on which the Chairperson does not directly serve. The Chairperson shall have such other powers as are set forth in the Bylaws and such other powers as are granted from time-to-time by the Board of Trustees.

7.3 **Vice-Chairperson.** The Vice-Chairperson shall carry out all duties of the Chairperson during the absence or inability of the Chairperson, shall succeed to the office of Chairperson in the event of a vacancy in that office for the remainder of such term of office, and shall perform such duties and shall carry out such other functions as are assigned by the Chairperson or the Board of Trustees.

7.4 **Treasurer.** The Treasurer shall (i) maintain the financial books and records of the Pool; (ii) have charge and custody of and be responsible for all funds and securities of the Pool; (iii) receive and give all receipts for moneys due and payable to the Pool from any source whatsoever; and (iv) deposit all such moneys in the name of the Pool in such banks, savings and loan associations or other depositories as the Board of Trustees shall specifically or generally select from time to time. Provided, however, that all investments of the Pool funds shall be made only in those financial investments which may be purchased by the Members in accordance with Michigan law. The Treasurer shall perform all duties incident to the office of Treasurer and such other duties as from time to time may be assigned to the Treasurer by the Board of Trustees.

7.5 **Secretary.** The Secretary shall record and sign the minutes of meetings, orders, resolutions and other proceedings of the Board of Trustees and the Executive Committee. The Secretary shall file and maintain, at the registered address of the Pool, the original signed counterparts of the Trust Agreement and the Bylaws, and any amendments thereto, the resolutions of Member Governing Bodies approving the Trust Agreement and the Bylaws, or designating their Trustees on the Pool Board of Trustees, and a roster of current Members and Trustees, together with copies of all other reports, books, papers and other documents of the Pool, and shall deliver them to a successor in office. Records may be maintained electronically.

7.6 **Removal and Vacancies.** Any officer may be removed by the Board of Trustees whenever, in its judgment, the business interests of the Pool will be served thereby. If a vacancy should occur in the office of Vice-Chairperson, Treasurer, Secretary

or other office established by the Board of Trustees, the Chairperson shall select a person to fill that vacancy by a temporary appointment until the Board of Trustees selects a person to fill the vacancy until the end of the predecessor's term.

ARTICLE VIII
TRUSTEE AND OFFICER DUTIES AND STANDARDS OF CONDUCT

8.1 **Standard of Care.** The Trustees and officers of the Pool shall give the attention and exercise the vigilance, diligence, care, and skill that prudent persons use in like or similar circumstances. Trustees shall be responsible for all operations of the Pool, and shall take all necessary precautions to safeguard the assets of the Pool. To the extent permitted by law, no Trustee shall be held liable for any delinquency under this section after six (6) years from the date of the delinquency, or after two (2) years from the time when the delinquency is discovered by a person complaining of the delinquency, whichever occurs sooner. The funds of the Pool shall be used to defend, and hold harmless, any Trustee or officer for actions taken by the Board or performed by the Trustee or officer within the scope of that Trustee or officer's authority for the Pool. The Pool may purchase insurance, including but not limited to errors and omissions coverage, providing liability coverage for such Trustees or officers.

8.2 **No Unlawful or Improper Interest.** A Trustee or officer of the Pool shall not knowingly and intentionally, directly or indirectly, receive any money or valuable thing for negotiating, procuring, recommending, or aiding in any purchase by or sale to the Pool or any property or any loan from the Pool, or be peculiarly interested, either as principal, co-principal, agent, or beneficiary in any such purchase, sale or loan.

8.3 **Compensation Restrictions.** The Pool shall not pay any salary, compensation, or emolument to any officer or Trustee of the Pool. Any salary, compensation, or payment of other expenses for a Trustee, shall be paid by the Member represented by that Trustee. Provided, however, that the Chairperson, and such other officers as may be previously authorized, may submit to the Executive Committee for their approval reimbursement of expenses incurred in the pursuit of their position as officers of the Pool. The reimbursement for such expenses shall include amounts advanced on behalf of the Pool either by that officer or by the Member represented as Trustee by that officer.

ARTICLE IX **ADMINISTRATION**

9.1 **Selection of Consultants, Administrators and Staff.** The Board of Trustees or Executive Committee shall select a Consulting/Management Firm to manage the Pool and underwrite the plans, as well as other services as the Board of Trustees may determine. The Board of Trustees may also assign functions of officers of the Pool to the Consulting/Management Firm. The Consulting/Management Firm shall assist the Board of Trustees in its selection of Third Party Administrators qualified pursuant to Michigan law. The Pool may also employ staff to carry out administrative functions who shall be selected by the Board of Trustees. The Board of Trustees shall determine which administrative support functions will be carried out by the Consulting/Management Firm and the Third Party Administrator(s), respectively, and which may be assigned to staff personnel. Pool contracts with the Consulting/Management Firm and the Third Party Administrator(s), respectively, and for staffing shall be reviewed by the Board of Trustees at least annually as part of the budgetary review process. Pool contracts with the Consulting/Management Firm and the Third Party Administrator(s) shall provide that such contracts may be terminated by

the Board of Trustees whenever in their judgment the business interests of the Pool will be served thereby.

9.2 **Consulting/Management Firm Duties**. Among the Consulting/Management Firm's duties may be the following:

- (a) Sign, with such other person as authorized by the Board of Trustees, any instruments which the Board of Trustees has authorized to be executed; and, in general perform all duties as may be prescribed by the Board of Trustees.
- (b) Prepare a proposed annual renewal calculation (budget) and proposed allocation and schedule of Member administration charges and Member contributions and supplemental contributions to the Benefit Fund.
- (c) As requested by the Board of Trustees, make recommendations regarding policy decisions, the creation of other Pool officers, and the employment of staff and independent contractors.
- (d) Act as a non-voting member on such standing or ad hoc committees as the Chairperson shall direct.

9.3 **Consulting/Management Firm Reports**. Periodically, but not less than quarterly, the Consulting/Management Firm shall prepare and distribute to the Board of Trustees a report on the status of the Pool. Such report shall include, but not necessarily be limited to, such items as the status of major claims; status of major projects or progress on specific objectives of the Board of Trustees; status of new Member activities; Members' compliance with claim reduction programs as set by the Board; recommendations for improvements in Pool operations; status of insurance renewal activities; and status of legislation which may influence Pool operations.

9.4 **Consulting/Management Firm and Third Party Administrator Bonds.**

The Consulting/Management Firm and the Third Party Administrator(s) shall each deliver to the Pool a fidelity bond in an amount approved by the Michigan Director of the Department of Insurance and Financial Services to protect against the misappropriation or misuse of any money handled by the Consulting/Management Firm or the Third Party Administrator(s).

9.5 **Other Bonding and Fidelity Insurance.** The Pool shall purchase a blanket fidelity bond in an amount to be determined by the Board of Trustees to assure the fidelity of all officers and employees of the Pool who have authority to receive or authorize by their signature or order the payment, transfer or investment of Pool funds. Additional fidelity and similar coverages, as determined by the Board of Trustees, may be procured by the Pool.

9.6 **Administrative Charges to Members.** The cost of administering the Pool shall be charged to each Member in direct proportion of the number of Participants covered by such Member whose Benefits are to be administered by the Pool to the total numbers of such Participants served by the Pool. Member payments for administrative charges shall be paid into the Benefit Fund as part of contributions, and Pool payments to cover its administrative expenses shall be paid from the Benefit Fund.

9.7 **Legal Counsel.** The Pool may employ legal counsel to represent the Pool in actions brought for or against the Pool and to render other legal services for the welfare of the Pool. The Board of Trustees or the Executive Committee may consult with counsel concerning any questions or matters which may arise with reference to the duties and powers of either body or on any other matter with reference to the Bylaws or the Pool.

The opinion of such counsel shall be given full and complete authorization and protection in respect to any action taken or by the Board of Trustees or the Executive Committee under the Bylaws in good faith in accordance with the opinion of such attorney, and the Board of Trustees and the Executive Committee shall not be liable therefor.

9.8 **Registered Address.** The registered address of the Pool shall be:

Western Michigan Health Insurance Pool (PEPP)
c/o Gallagher Benefit Services of Michigan, Inc.

300 Ottawa NW, Suite 301
Grand Rapids, Michigan 49503-2308

As provided in Section 7.5, the Secretary shall be responsible for maintaining all Pool documents, records and papers at the registered address of the Pool

ARTICLE X **THE BENEFIT FUND AND POOL FINANCES**

10.1 **Fiscal Year.** The fiscal year of the Pool shall commence on July 1 and end on June 30 of each year, or such other fiscal year as the Board of Trustees may establish.

10.2 **Single Benefit Fund.** The Benefit Fund will be administered for each fiscal year as a single fund without regard to the amount of Benefit payments made to the Participants of a particular Member.

10.3 **Plan Year Contributions.** At the close of each plan year an accounting will take place to determine whether the Participants listed by each Member have received total Benefit payments in excess of the actuarially predetermined claim cost for such Member.

This information will be made available to the Board of Trustees. Member contributions into the Benefit Fund will be determined in the following manner:

- (a) At least 90 days prior to the start of each plan year, the Consulting/Management Firm shall determine, on the basis of actuarial data, the amount of total contributions from Members necessary to fund anticipated benefit payments, the cost of excess and other insurance required by the Board of Trustees in accordance with the Bylaws, plus sufficient sums to maintain the Reserve Fund.
- (b) The Consulting/Management Firm shall recommend how this total amount for Benefits and insurance should be divided among the Members. In the usual course the Consulting/Management Firm shall recommend Member contributions for the next plan year utilizing the rate protection formula included in the annual renewal calculation (budget). However, at the request of the Board of Trustees and in accordance with reasonable standards directed by the Board of Trustees, the Consulting/Management Firm may, in the alternative, recommend a different division among Members of the total contributions necessary for the subsequent plan year.
- (c) Any alternate to the rate protection formula will be included in the annual renewal calculation (budget) and voted upon by the board. (d) The Board of Trustees, at least forty-five days prior to the start of each plan year, will approve Member contributions for the next plan year. A failure of the Board of Trustees to so approve Member contributions shall not invalidate such action taken at a later date, provided that no Member shall have less than fifteen days' prior notice of contributions due the Pool as a result of such delayed action.

10.4 **Supplementary Contributions.**

- (a) If during or for any fiscal year, the funds on hand in the Benefit Fund are not sufficient to pay benefits, or other costs of the Pool which are not covered by administrative charges to Members, then:
- (1) The Board of Trustees shall first utilize the Unreserved Net Assets (formerly "Free Surplus Fund") and if such fund is not sufficient, the Board of Trustees shall require supplementary contributions.
 - (2) The supplementary contributions to be paid by Members shall be computed utilizing the same method for that fiscal year under which contributions by Members were required to be paid into the Benefit Fund. To the extent that supplementary contributions are to be utilized to pay benefits, they shall be distributed in the order in which claims are received and approved for payment by the Third Party Administrator(s).
 - (3) If, after all amounts in the Unreserved Net Assets (formerly "Free Surplus Fund") are exhausted, and supplementary contributions have been called for and not fully received, the Pool may loan sums from the Reserve Fund, but only up to the amount expected to be received from the call for supplementary contributions. When the supplementary contributions are received, the Reserve Fund shall be promptly credited with the amount necessary to repay the loan.
- (b) For purposes of this Section 10.4, "costs of the Pool" may include the Pool's obligation to reimburse the issuer of any Letter of Credit for all amounts drawn under it.

10.5 **Required Contributions**. During any plan year, a Member shall only be required to make contributions into the Benefit Fund for those Participants within those covered classes established at the beginning of each month of such fiscal year who are from time to time employed by the Member.

ARTICLE XI **PLAN OF BENEFITS**

11.1 **Plan of Benefits**. A Member may, if more than one Plan is offered by the Pool, change its Plan, or adopt an additional Plan. The Pool shall be notified of such new or additional Plan not less than thirty days prior to its effective date, and any such change shall subject the Member to a redetermination on an actuarial basis of its contributions to the Pool. The Consulting/Management Firm shall determine the amount of contributions increase or decrease resulting from such change.

ARTICLE XII **EXCESS INSURANCE**

12.1 **Excess Insurance**. The Board of Trustees shall cause to be purchased excess insurance (or "excess loss coverage" under Act 350, Michigan Public Acts of 1980) from a company and in an amount approved by the Director . For each fiscal year, the amounts and types of excess insurance (or "excess loss coverage" under Act 350, Michigan Public Acts of 1980) shall be, subject to any prior review requirements of the Director, established by the Board of Trustees at the time the amounts of Member contributions into the Benefit Fund for such year are established and approved by the Board of Trustees.

12.2 **Additional Insurance.** The Board of Trustees, acting as a purchasing group, may cause to be purchased fully-insured life insurance and long term disability insurance for Member's Participants from companies qualified to provide such insurance in Michigan, but never as a pooled or insured product of the Pool itself. The Board of Trustees may purchase other insurance as it deems necessary to carry out the purposes of the Pool. The Pool, through the distribution of the minutes of the Board of Trustees or through other means, shall inform all Members of the scope and amount of insurance in force from time to time. Membership in the Pool shall not preclude any Member from purchasing any insurance coverage above those amounts purchased by the Pool or providing insurance or self-insurance for benefits not included in the Plan or Plans of Benefits approved by the Board of Trustees. The Pool shall, through the Consulting/Management Firm, advise Members of the types of additional or different benefits or insurance coverage available to the Members.

ARTICLE XIII **OBLIGATIONS OF MEMBERS**

13.1 **Obligations of Members.** In addition to obligations of Members stated elsewhere in the Bylaws and the Trust Agreement, the obligations of Members shall be as follows:

- (a) To pay promptly all contributions, including administrative charges and supplemental contributions and any other payments due to the Pool at such times and in such amounts as shall be established by the Board of Trustees in accordance with the Bylaws. Any delinquent payments shall be paid with an interest charge, the rate for which shall be determined by the Board of Trustees.

- (b) To designate a Trustee to serve on the Board of Trustees and an Alternate Trustee.
- (c) To allow the Pool reasonable access to all facilities of the Member and all records including, but not limited to, financial records which relate to the purpose or powers of the Pool.
- (d) To allow legal counsel employed by the Pool to represent the Member in investigation, settlement discussions, and all levels of litigation arising out of any claim made against the Member within the scope of loss protection furnished by the Pool.
- (e) To furnish full cooperation with the Pool's legal counsel and any agent, employee, officer, or independent contractor of the Pool relating to the purpose and powers of the Pool.
- (f) To report to the Pool as promptly as possible all claims made to it within its Plan of Benefits as administered by the Pool.
- (g) To provide through the Pool all benefits which the Pool requires its Members to so provide, and to furnish the Consulting/Management Firm with a copy of changes to its Plan of Benefits, which are permitted by the Bylaws, at least thirty days prior to the effective date of such change.
- (h) To promptly notify all of its Plan participants of any withdrawal or expulsion of such Member from the Pool.
- (i) In the event that the Pool is required to expend funds for administrative, legal or other costs arising from the failure of the Member to make annual contributions, including administrative charges and supplemental contributions, and all other payments owed the Pool, including costs for the legal enforcement of payment thereof, such amounts expended by the Pool

for such costs, including attorneys' fees, litigation costs and other fees or charges, shall be added to the Member payments due the Pool and shall be payable by the Member.

ARTICLE XIV **DISPUTES OVER COVERAGE**

14.1 **Dispute of Pool Decision**. Except to the extent that an appeal to, or review by, the Executive Committee has already occurred under the Plan itself or applicable law, any Participant in any Plan who has been denied a benefit, or feels aggrieved by any action taken by or on behalf of the Pool, and who has exhausted the appeals procedure under the terms of such Plan, shall be entitled to request a review by the Executive Committee of any denial or action taken by or on behalf of the Pool. All such requests shall be made, in writing, within thirty (30) days from the date a written denial has been issued by the entity administering claims on behalf of the Pool. The request for such appeal shall be made to the Board Chair and shall state the reason(s) supporting the allegation that the claim was interpreted incorrectly or resulted in an improper denial of payment. Any supporting documentation or comments must be provided. No dispute shall be considered by the Executive Committee unless the Participant complies with this requirement.

The Executive Committee shall review the action taken, and based on the provisions of such Plan, may uphold, reject or modify the action taken and shall render its final decision with respect thereto within thirty (30) days of the receipt of such request and such decision shall thereupon be promptly communicated, in writing, to the Participant. Subject to the applicable law, the decision of the Executive Committee shall be final.

ARTICLE XV
WITHDRAWAL OF MEMBERS

15.1 **Withdrawal of Members.** Any Member of the Pool which has completed the initial three-year cycle or a subsequent one-year cycle may withdraw from Membership by giving written notice of such intention to withdraw to the Chairperson and to the Consulting/Management Firm at least thirty days prior to January 1. Any Member which withdraws from the Pool shall not be considered for re-admission to membership for at least three years after it has withdrawn.

15.2 **Benefit Claims of Withdrawing Member.** If a Member properly withdraws from the Pool in the manner authorized by the Bylaws, and is not in financial arrears, the Pool shall pay properly presented benefit claims of the withdrawing Member, which were incurred prior to the withdrawal date, and not previously paid, excluding amounts paid or to be paid by specific stop loss insurance

15.3 **Obligations of Withdrawing Members, Including Expelled Members.** Under no circumstances shall a withdrawing Member or expelled Member be entitled to a refund of any payment made to the Pool for any reason. All withdrawing or expelled Members shall remain fully obligated for their portion of all expenses of and claims against the Pool incurred during the period of their Membership. Amounts owed by a withdrawing Member or expelled Member shall be immediately due and payable and shall, if delinquent more than fifteen days, be payable with interest as provided in Section 13.1 (a).

ARTICLE XVI
EXPULSION OF MEMBERS

16.1 **Basis of Expulsion**. By the vote of two-thirds (2/3) of the total number of Trustees on the Board of Trustees if a hearing is requested, or by the vote of at least two-thirds (2/3) of the Executive Committee if no hearing is requested, any Member may be expelled for failure to fulfill any obligation of that Member under the Bylaws and the Trust Agreement.

16.2 **Process of Expulsion**. A Member may be expelled from the Pool for failure to comply with these Bylaws or for nonpayment. The Executive Committee must first provide written notice of the alleged failure, along with a reasonable opportunity of not less than thirty days to cure the alleged failure. The notice shall specify that the Member shall be expelled unless the failure is cured and the date upon which expulsion shall occur if no hearing is requested.

The Member may request a hearing before the Board of Trustees. Such request must be made in writing and received by the Board of Trustees before expiration of the time to cure.

The date for a requested hearing will be set by the Chairperson, who shall set a Board of Trustees meeting for such purpose. The date for a hearing shall not be less than seven days after the expiration of the time to cure has passed.

A decision by the Board of Trustees under this Section shall be final unless a court determines that the Board of Trustees has committed a gross abuse of discretion.

The Board of Trustees may effectuate the expulsion of a Member under this Section at any time not less than sixty days after the vote expelling the Member has been made. If the expulsion is for a failure to make payments due to the Pool, the effective date of the expulsion may be at any time after the vote expelling the Member. If the date of expulsion is less than sixty days before the beginning of the next fiscal year, the date of expulsion

may be at the end of the fiscal year. If the expulsion vote or subsequent action of the Board of Trustees does not state the time at which the expulsion shall take place, such expulsion shall take place sixty days after the vote expelling the Member, or at the beginning of the next fiscal year, whichever date is sooner.

16.3 **Cessation of Benefits.** The Pool shall have no obligation with respect to claims incurred under the Plan of an expelled Member after the effective date of such expulsion. The obligation of the Pool to administer claims incurred under the Plan of an expelled Member prior to the effective date of expulsion shall continue for such claims as may have been or may be properly filed under the Plan, provided that if payment of such claim results in the expelled Member having a debit balance in the Benefit Fund, the expelled Member shall promptly reimburse the Benefit Fund the amount of such debit balance. Within one hundred twenty days after the filing of the last claim of an expelled Member which the Pool is obligated to pay, a final accounting of funds shall occur and any amount determined to be owed by the expelled Member shall be immediately paid into the Benefit Fund by the expelled Member, and shall it be delinquent more than fifteen days, be payable with interest as provided in Section 13.1(a).

16.4 **Fulfillment of Incurred Obligations.** After expulsion, the former Member shall continue to be fully obligated for all obligations which were created during the term of its Membership as if it were still a Member of the Pool. The expelled Member shall, after expulsion, no longer be entitled to participate or vote on the Board of Trustees.

ARTICLE XVII

TERMINATION OF POOL

17.1 **Events of Termination.** If the withdrawal of Members prior to the start of any one-year cycle shall reduce the number of covered Participants of the remaining Members, and any new Members legally committed to Membership for the next one-year cycle, to less than 400 persons, the Pool shall, except for winding up its affairs, cease its operations at the end of the then-concluding fiscal year. If, during any fiscal year, the number of covered Participants and officers should be reduced to below 300 persons, any Member may call a special meeting to discuss the feasibility of terminating the Pool prior to the close of that fiscal year.

17.2 **Winding Up.** In the event the Board of Trustees approves termination of the Pool, the Board of Trustees shall continue to meet on such a schedule as shall be necessary to carry out the winding up of the affairs of the Pool. After all valid claims of the Pool have been paid and all administrative expenses have been paid, any remaining funds in any account shall be distributed to those Members of the Pool which continued to be Members upon termination, which had been Members for at least five years, and which have submitted to the Pool assurances satisfactory to the Pool that such distributed funds shall be dedicated to hospital, medical, surgical or dental benefits for its Participants and their beneficiaries. Payments shall be made to those Members in proportion to their contributions to the Pool.

ARTICLE XVIII **BYLAWS CONSTITUTE CONTRACT AMONG MEMBERS**

18.1 **Contractual Obligations.** The Bylaws, together with the Trust Agreement, of which the Bylaws are an integral part, shall constitute an intergovernmental contract among the Members of the Pool in accordance with Act 35. The obligations and responsibilities of

the Members set forth herein, including the obligation to take no action inconsistent with the Bylaws or the Trust Agreement of which the Bylaws are in integral part, as either may be amended, shall be a continuing obligation and responsibility of each Member. Each Member and its Governing Body acknowledges that its contractual obligations as set forth in the Bylaws may be modified by amendments to the Bylaws by the Board of Trustees. The terms of the Bylaws and the Trust Agreement of which the Bylaws are an integral part, may be enforced in a court of law by the Pool. The consideration for the duties herewith imposed upon the Members to take certain actions and to refrain from certain other actions shall be based upon the mutual promises and agreements of the Members set forth herein.

18.2 **Evidence of Contract and Amendment.** The Bylaws, either original or as amended, may be executed in duplicate originals or counterparts by sufficient Trustees for their amendment, or additionally, the Bylaws as amended may be evidenced by such amendments to the Bylaws approved by the Board of Trustees as certified by the Secretary, with the date of Director approval.

18.3 **Limited Liability of Other Members.** Except to the extent of the limited financial payments or contributions, including administrative charges and supplemental contributions, to the Pool itself, as expressly agreed to in the Bylaws, no Member agrees or contracts to be held responsible for any claims in tort or contract made against the Pool itself (a separate legal entity) or any other Member. The Members intend in the creation of the Pool to establish an organization for intergovernmental self-insurance only within the scope herein set out and have not herein created as between Member and Member any relationship of surety, indemnification, or responsibility for the debts or claims against any Member.

ARTICLE XIX
MISCELLANEOUS

19.1 **Notice.** All notices, bills, or other communications required or permitted by the Bylaws shall be in writing and shall be deemed to have been given on the day of service if served personally, or on the business day after delivery to the United States Post Office for regular mail service, and addressed, if to a Member, to the head of the Member's public body, and/or the Trustee designated by, that Member at the address listed with the signature, or such other address of which the Member provides notice, and if to the Pool, then to:

Western Michigan Health Insurance Pool (PEPP)
c/o Gallagher Benefit Services of Michigan, Inc.
300 Ottawa NW, Suite 301
Grand Rapids, Michigan 49503-2308

19.2 **Validity.** If any provision of the Trust Agreement, including the Bylaws, shall be determined to be unconstitutional or invalid under state statutes, the remainder of the Trust Agreement, including the Bylaws, shall not be affected thereby.

19.3 **Operative Effect.** The Bylaws and any amendment thereto shall be filed with and approved by the Director before becoming operative.

IN WITNESS WHEREOF, the approval and adoption of these Bylaws by the Board of Trustees with respect to its PEPP is evidenced by the attached certificate of the Secretary of the Pool indicating such approval, and the date thereof, by not less than two-thirds (2/3) of the total number of Trustees on the Board of Trustees, and the date of their approval by the Michigan Director of the Department of Insurance and Financial Services.

RES #26-070

Approving the 2026 Request for Local Millage Distribution from the St. Clair County Parks and Recreation Commission.

WHEREAS, the St. Clair County Parks and Recreation Commission distributes twenty-five (25%) percent of the County Parks and Recreation millage funds to local units of government; and

WHEREAS, the Parks and Recreation Commission requests that a Request for Local Millage Distribution form be submitted to the Commission each year after having been formally approved by the local unit governing body; and

WHEREAS, the St. Clair County Parks and Recreation Commission form, the 2026 Request for Local Millage Distribution, has been completed;

NOW, THEREFORE, BE IT RESOLVED that the Port Huron City Council does hereby approve the attached 2026 Request for Local Millage Distribution and authorizes the appropriate City officials to submit the request.

[2026; Parks & Recreation Millage Distribution.pdf](#)

2026 PARKS AND RECREATION MILLAGE DISTRIBUTION

COMMUNITY	2020 POPULATION	TOTAL LEVY	75%	25%
St Clair County	160,383	4,024,243.94	3,018,182.96	1,006,060.99
Cities and Villages	\$1,006,060 divided by 160,383 (2020 population) = \$6.2729 per capita			\$6.2729
Algonac	4,196			26,321
Capac	1,983			12,440
Emmett	258			1,619
Marine City	4,079			25,588
Marysville	9,997			62,710
Memphis	315			1,976
Port Huron	28,983			181,807
Richmond	3			19
St. Clair	5,464			34,275
Yale	1,903			11,938
Townships				
Berlin	3,115			19,540
Brockway	1,897			11,900
Burtchville	4,077			25,575
Casco	3,990			25,029
China	3,509			22,012
Clay	8,446			52,981
Clyde	5,523			34,646
Columbus	4,112			25,795
Cottrellville	3,406			21,366
East China	3,704			23,235
Emmett	2,257			14,158
Fort Gratiot	11,242			70,520
Grant	1,829			11,474
Greenwood	1,490			9,347
Ira	4,967			31,158
Kenockee	2,405			15,087
Kimball	9,609			60,276
Lynn	1,117			7,007
Mussey	2,251			14,121
Port Huron	10,792			67,697
Riley	3,199			20,067
St. Clair	7,085			44,444
Wales	3,180			19,948
Grand Total	160,383			1,006,076

**ST. CLAIR COUNTY
PARKS AND RECREATION COMMISSION
2026 REQUEST FOR LOCAL MILLAGE DISTRIBUTION**

Community: City of Port Huron **Contact Person:** Lee Ward, CPA, Director of Finance

REVENUE	
1) County Millage Funds Received (in last fiscal year)	\$ 166,830
2) Interest Income	\$ 0
3) Grants, Donations, Fees, etc.	\$ 2,253,057
4) Local Funds Contributed	\$ 4,635,692
5) Total Revenue	\$
EXPENSES	
6) Total Parks and Recreation Expenses	\$ 7,055,579
7) Net Total (Revenue – Expenses)	\$ 0
FUND BALANCE	
8) At the beginning of the year	\$ 0
9) At the end of the year	\$ 0

Please provide a brief description of how you intend to use this year's local share of the recreation millage. This should include a description of the physical improvements, program expenses, and the estimated costs. This information will be used to advise citizens on how the County Parks and Recreation millage funds are being spent by local units of government.

Lakeside and Sanborn Park Improvements.

Date

Authorized Signature / Title

Date of approval of local governing board

Must provide a copy of the recreation portion of the audit for last fiscal year (such as a detailed schedule of general fund expenditures, budget to actual) sufficient to show municipality revenues and expenditures for parks and recreation facilities and programs AND a copy of the minutes (a draft is acceptable) when the form was approved by local governing board.

For Office Use Only

\$ _____

Instructions for Completing 2026 Request for Local Millage Distribution Form

- Line 1 List the exact amount of County Parks Millage funds received last year.
- Line 2 List any interest earned from unspent County Millage funds.
- Line 3 List any other revenues generated for parks and recreation including grant funds, donations and fees.
- Line 4 List the amount of funds spent from the community's general fund. (This is your "maintenance of effort" figure.)
- Line 5 Add Lines 1 through 4 and record the total amount on Line 5.
- Line 6 List the total amount of expenditures for local parks and recreation services.
- Line 7 Subtract Line 6 from Line 5.
- Line 8 List the designated fund balance for unspent parks and recreation millage funds for the beginning of your last fiscal year.
- Line 9 Add Line 7 to Line 8 and record on Line 9.

Note: In order to streamline the Local Millage Distribution program this year, we will allow local units to scan and email their completed forms to ddelor@stclaircounty.org. Please sign the form in blue ink so that it is as visible as possible.

RES #26-071

Approving the scheduling of a public hearing for June 8, 2026 to receive comments on HOME ARP Allocation Plan substantial amendment.

WHEREAS, the United States Department of Housing and Urban Development (HUD) allocated HOME-American Rescue Plan (HOME-ARP) funding to the City of Port Huron and requires the City to prepare and maintain a HOME-ARP Allocation Plan identifying the activities to be undertaken with HOME-ARP funding, including any substantial amendments thereto; and

WHEREAS, the City of Port Huron is proposing a substantial amendment to its HOME-ARP Allocation Plan to reallocate funds previously designated for non-congregate shelter development and supportive services to tenant-based rental assistance (TBRA); and

WHEREAS, in accordance with HUD regulations and the City's Citizen Participation Plan, the City is required to provide residents an opportunity to comment on proposed substantial amendments through a public hearing;

NOW, THEREFORE, BE IT RESOLVED that the Port Huron City Council does hereby schedule a public hearing on June 8, 2026, to receive public comment on the proposed substantial amendment to the City's HOME-ARP Allocation Plan.

RES #26-072

Recognizing Port Huron Town Hall Series as a nonprofit organization in the City of Port Huron.

WHEREAS, Port Huron Town Hall Series, has asked that they be recognized as a nonprofit organization operating in the community for the purpose of obtaining charitable gaming licenses from the Michigan Charitable Gaming Division; and

WHEREAS, the Michigan Gaming Control Board requires a resolution from the local government recognizing the organization as a nonprofit operating in the community;

NOW, THEREFORE, BE IT RESOLVED that the Port Huron City Council does hereby recognize Port Huron Town Hall Series, as a nonprofit organization in the City of Port Huron.