



**2025-2030
CAPITAL IMPROVEMENT
PLAN**

Adopted September 16, 2024



DATE: August 7, 2024

TO: Honorable John Murphy, Mayor
City Council
Planning Commission

FROM: Shane Horn, City Manager

SUBJECT: FY 2025-2030 Capital Budget Recommendation

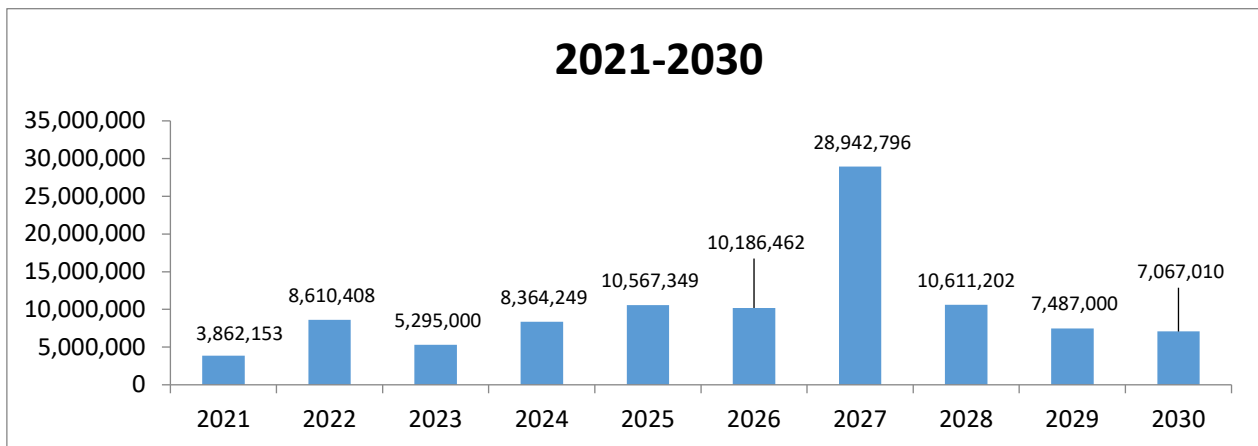
The six-year departmental Capital Improvement Plan (CIP) covering the period of Fiscal Year (FY) 2025-2030, is presented for review and consideration. The CIP is a planning and fiscal management tool used to coordinate the location, timing, and financing of capital improvements over a multi-year period. Capital improvements refer to major, non-recurring physical expenditures such as land, buildings, public infrastructure and equipment.

Planning for capital improvements helps build the foundation for the implementation of strategic planning efforts and priorities of City Council while ensuring for the efficient and effective use of public funds. Capital improvement planning helps guide future growth and development while maintaining a financially sound guide for effective decision-making.

The Capital Improvement Plan provides significant direction to the City on funding priorities. Those projects and programs associated within the first year of the plan will be financed and adopted in the Annual Budget. As this is a planning document, programs and projects in subsequent years may be adjusted, modified or removed based upon future priorities, grant opportunities, and budget constraints.

The 2025-2030 Capital Improvement Plan totals \$74.8 million in expenditures. The FY 2025 budget anticipates \$10.6 million allocation across all funds with \$647,500 from the General Fund.

The following chart compares the capital spending in previous years with the proposed 2025-2030 CIP.



The City has committed significant funding for infrastructure updates and enhancements over the past several years. The 2025 FY continues that investment with the following projects scheduled to be completed:

<i>General Fund</i>	\$647,500
<ul style="list-style-type: none">• City Hall Security, Chamber and Community Room A/V Improvements• Public Safety - East Lake Street Fire Station Tube Heater Replacement• Public Safety – East Lake Street Fire Station Replace HVAC Unit• Public Safety Firing Range Upgrades• Historical Museum Cedar Pillar Board Replacements• Winter Sports Park Pavilion Project Phase 1• Winter Sports Park Master Plan (County/City ARPA Allocation)• Winter Sports Park Site Improvements – Phase 1• Pennsylvania Park – Park Avenue Project• Bates Park Sewer Grinder Pump Replacement• Upper Tennis Courts Resurfacing (partnership with Petoskey Schools)• Park Master Planning – Curtis, River Road Sports Complex, Lockwood Park• Little Traverse Wheelway Resurfacing	
<i>Streets and Drainage</i>	\$2,697,600
<ul style="list-style-type: none">• Howard Street – Sheridan Street to State Street, portion of Washington• Howard Street – East Mitchell to Michigan railroad track removal• Miscellaneous sidewalk construction and replacement• Sidewalk Replacement – Howard and East Mitchell Street• Pennsylvania Park – Park Avenue Project	
<i>Electric</i>	\$1,142,793
<ul style="list-style-type: none">• GIS enhancements• Residential Conversion Project – portions of Howard Street• Residential Conversion Project – portions of Fulton, Grove, and Petoskey• Residential Conversion Project – Morgan/Priebe/Hillcrest Phase I• West Sheridan Street Underground Update• 46kV Metering Structure Replacement• Electric equipment area renovations• Pennsylvania Park – Park Avenue Project• Advanced Metering Infrastructure (AMI)	
<i>Water & Wastewater</i>	\$1,621,800
<ul style="list-style-type: none">• Water main spot repairs• Water – Howard Street - Sheridan Street to State Street• Dead End Mains – Water Quality Issues• Water – Lead and Copper Rule Materials Inventory• Sanitary Sewer Spot Repairs• Sanitary – Howard Street - Sheridan Street to State Street• Advanced Metering Infrastructure (AMI)	

<i>Parking</i>	\$445,156
<ul style="list-style-type: none"> • Saville Lot – parking lot improvements • Pay Station Installation – Petrie and Darling Lots • Trolley Maintenance • Pennsylvania Park – Park Avenue Project 	
<i>Motor Pool</i>	\$695,000
<ul style="list-style-type: none"> • Staff Pool Vehicle Replacement • WWTP Staff Vehicle Replacement • Staff Vehicle Replacement • Public Safety - patrol vehicle replacement • Public Works - One-ton Dump Truck Replacement • Parks and Rec Pickup Truck Replacement • Electric Department Pickup Truck Replacement • Electric Department Bucket Truck Replacement • Public Works – Portable Light Tower Replacement x 2 	
<i>TIFA</i>	\$725,000
<ul style="list-style-type: none"> • Bayfront East Arboretum Enhancements • Pedestrian Bridge – City Hall Campus • Magnus Park Master Plan and Proforma 	

There are other long-term projects associated with the Capital Improvement Plan that are significant in nature and will need further input and prioritization as needs and budget discussions move forward.

The City has done a wonderful job in addressing critical infrastructure needs and has effectively prioritized resources while seeking out grant opportunities. The final design and engineering of the LTW slope failure, Downtown parking (lot renovations or deck), Infrastructure Optimization, and other goals as listed in the Action Plan and 2021 Livable Petoskey Master Plan will remain key initiatives and require continued feedback and collaboration between staff, City Council and community leaders as we look to address these critical community needs.

The preparation of the Capital Improvement Plan is the result of significant time and effort from many City staff covering all departments. Department Heads have collaborated with their supervisors as needs are prioritized to ensure that essential services remain viable and accessible both today and into future planning efforts. My thanks and appreciation for their efforts in recognizing and prioritizing these critical needs to continue to position the City of Petoskey as a great place to live, work, and play.

Respectfully Submitted,



Shane Horn
City Manager

CIP Overview

The Capital Improvement Plan is a six-year schedule of proposed major capital projects, cost estimates and financing methods. The requirement for capital budgeting is found in Act 33 of the Michigan Public Acts of 2008 being the Michigan Planning Enabling Act.

The Capital Improvement Plan (CIP) establishes the City's blueprint for investment in its capital infrastructure. This document is used as a tool to help ensure that the City's long and short-term capital investments are made in the context of careful consideration of the City's needs as well as the resources available to fund all projects.

The financial guidelines used in the preparation of the CIP will provide assurance that the City can meet, in a full and timely manner, both our debt service obligations and all other obligations competing for available resources. It is our objective to complete as many needed capital improvement projects as financially possible while maintaining flexibility and the ability to adapt to changes as they occur.

Capital Improvement Plan vs. Annual Operating Budget

The Capital Improvement Plan and Annual Operating Budget are two critical documents prepared each year. The relationship between these two documents is summarized by the following points:

Capital Improvement Plan

- Represents a long-term financial plan, including funding sources.
- Establishes priorities and serves as a planning document or blueprint for the City's investment in capital infrastructure.
- Provides a breakdown of major project costs and their phasing.
- Does not appropriate money.
- As indicated by the above points, the Annual Operating Budget is the document which authorizes the actual funding for the major and non-major capital projects.

Annual Operating Budget

- Appropriates money to implement the first year of the Six-Year Capital Improvement plan.
- Appropriates money to implement current year's phase of a major, multi-year project.
- Appropriates money for operating expenditures and expenditures of a continuing nature.

Capital Improvement Plan Guidelines & Benefits

There are several key guidelines the Administration utilized in determining the City's fiscal capacity to complete capital projects over the next six years. These are summarized as follows:

- The Capital Improvement Plan will be reviewed and updated annually.
- The City has determined that paying cash for projects where financially possible (pay-as-you-go financing) reduces long term costs and maintains financial flexibility for the future. In utilizing pay-as-you-go financing, revenue projections and estimated fund balances will be reviewed and evaluated to assure that sufficient reserves are maintained.
- It is not economically feasible to issue debt for some projects, nor do all projects have a projected lifespan long enough to warrant the issuance of debt.
- Under current economic conditions, the ability to complete many projects will depend on identifying and obtaining outside sources of funding.
- Our philosophy for projecting property tax revenues is to be conservative. Between 2009 and 2012 property tax revenues decreased 20%. Fortunately, in the last five years the City has experienced increases in taxable value of 2.9% in 2020, 3.6% in 2021, 7.3% in 2022, 6.7% in 2023, and 10.5% in 2024. For 2025, the City is being conservative in our property tax revenue forecasts anticipating an increase of 4.0% in taxable value.

- The availability of adequate financial reserves or balances that can be used to address unforeseen contingencies or take advantage of sudden opportunities is a critical element in evaluating financial strength.
- Since a significant portion of outstanding debt and future capital improvements are related to the water and sewer utility, user fees associated with these utilities are evaluated in parallel with the CIP.
- As a matter of general policy, the City will do the following in order to be able to fund additional projects needed to serve the citizens of Petoskey:
 - Pursue, when feasible, federal, state and local assistance in the form of grants, low-interest loans, cost-sharing, etc.
 - Look increasingly at ways to obtain revenue through user fees as a means to fund capital projects or as a way to free-up other dollars so they may become available to fund capital projects.

There are many benefits of an effective and ongoing Capital Improvement Plan, including:

- Coordination of the community's physical planning with its fiscal planning capabilities;
- Ensuring that public improvements are undertaken in the most desirable order of priority;
- Assisting in stabilization of tax and utility rates and other charges over a period of years;
- Producing savings in total project costs by promoting a "pay as you go" policy of capital financing thereby reducing interest expense and financing costs;
- Providing adequate time for planning and engineering of proposed projects;
- Ensuring the maximum benefit of the monies expended for public improvements; and
- Scheduling municipal construction activities to be better coordinated with those of other public agencies within the community.

As a regional service center, the City of Petoskey streets, utilities (water, sewer, stormwater, electric), public facilities and parkland service much more than the City's 5,800 residents, therefore, the capital needs are many and will certainly surpass available resources. Capital improvement planning and budgeting encourages the early identification of those needs and resources and thus improves the scheduling, financing, and coordination of individual and related projects to reflect the goals and objectives established in the City's Master Plan and other planning documents.

Funding Sources

The City of Petoskey primarily uses the General Fund, Enterprise Funds or Special Revenue Funds for capital project funding. Examples of Enterprise Funds in this CIP are Parking, Water, Sewer and Electric Funds. Special Revenue Funds are supported by resources dedicated to a specific use, but not supported entirely by their own fee structures. An example is the Right-of-Way Improvement Fund, which receives revenues through annual property-tax levies to offset costs of maintenance, operations and public improvements within street rights-of-way. Capital outlays for buildings and grounds, including parkland, come primarily from the General Fund or Tax Increment Finance Fund. Outside sources of funding have also significantly contributed to capital projects and are reflected in the current capital plan as well. Projects that identify outside funding sources have a more uncertain time-frame, but staff has attempted to be realistic with projections based on the need for a match in local funding.

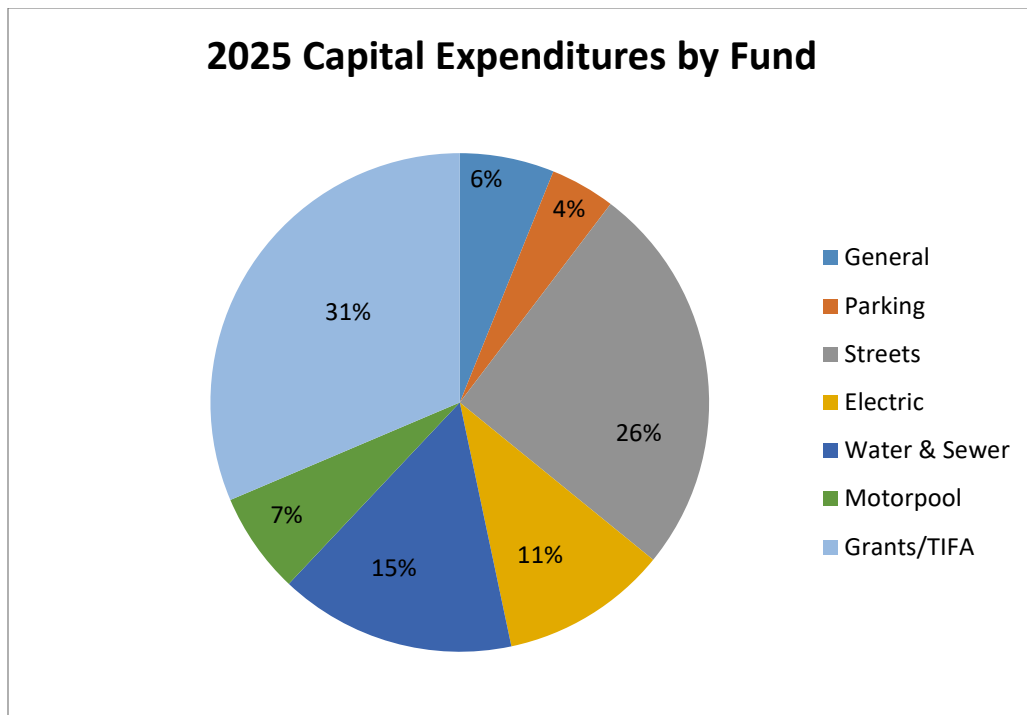
Capital Improvement Plan and Structure

A capital expenditure is defined as an item that has a significant value and a useful life greater than three years. Expenditures for building construction and renovation, land purchases and improvements, and major equipment are generally capital expenditures in contrast to operating costs such as salaries, supplies and services that are budgeted annually in the various department operating budgets.

Significant value is defined for purposes of the Plan as any infrastructure project that costs \$25,000 or more and any equipment, materials or vehicles that cost \$10,000 or more. Minor capital purchases not meeting these thresholds are not included in this document.

Projects that correspond with City priorities and have a potential funding source available, are included in the Plan. The Capital Improvement Plan is then presented to both the Planning Commission and City Council. The CIP is designed to be amended on an annual basis, as projects scheduled in later years are identified on a needs basis, and may not have an available funding source. Projects can be added or subtracted as the needs and resources of the community change.

The 2025-2030 CIP provides information on seven project funding categories including: General; Parking; Streets; Electric; Water and Sewer; Motor Vehicle Pool; and Grants/TIFA.



2025 Scheduled Capital Improvement Projects

Streets and Drainage

In 2025, Howard Street from Sheridan Street to State Street including a portion of Washington Street from Petoskey to Howard will be fully reconstructed with new pavement, curb and gutter with drive approaches, sidewalks and ADA ramps. Water and Sewer mains will be replaced as well as undergrounding of electrical.

We have also budgeted for the removal of the railroad tracks within Howard Street and the sidewalk area south of East Mitchell Street in conjunction with sidewalk upgrades.

Water and Wastewater System

Water and sanitary sewer mains will be replaced as part of the street reconstruction work on Howard Street. We have also budgeted for miscellaneous water and sewer spot repairs and upgrades as needed. We continue to budget for Lead and Copper Rule Materials Inventory work as we work to compile a Complete Distribution Service Materials Inventory (CDSMI). This work will be offset by the use of EGLE grant funding for this effort. We continue to budget \$50,000 to explore engineering solutions to dead-ends and noncirculating water mains that are prone to water quality complaints. Candidates include Karomol Court, Valley View, Ann Street and Wesley Street.

Sidewalks

In our continuing efforts to improve upon walkability within the City of Petoskey, the City has budgeted \$358,800 for sidewalk construction and replacements in conjunction with the Howard Street reconstruction project. Howard and East Mitchell southeast corner, pending the progress on the JC Penny redevelopment project. We continue to budget for miscellaneous City-wide sidewalk spot repairs in 2025.

Electric System

Each year the City makes substantial investments into the municipal electric distribution system enhancing reliability through system upgrades and the undergrounding of overhead electric lines. In 2025, the City will continue its strong investments in the electric distribution system by earmarking \$1.1 million for system-wide upgrades.

Specifically, just over \$600,000 has been earmarked for the installation of three-phase underground lines in the residential areas including portions of West Sheridan, Howard Street, Jefferson, Morgan, Priebe, and Hillcrest.

Not only does undergrounding electric lines improve reliability of our municipal electric service delivery but it also creates more aesthetically pleasing neighborhoods. The City will also be completing a 46kV metering structure replacement at the River Road connection. We are also continuing to study the initial phase of Automated Metering Infrastructure (AMI) for the water and electric system.

Lastly, \$50,000 has been budgeted to complete additional Geographical Information Systems (GIS) mapping transferring existing electric computer models and record drawings to an updated database.

Motor Vehicle Pool

Motor Vehicle Pool purchases planned for 2025 total \$695,000 and include the following:

- Staff Pool Vehicle Replacement
- WWTP Staff Vehicle Replacement
- Staff Vehicle Replacement
- Public Safety - patrol vehicle replacement
- Public Works - One-ton Dump Truck Replacement
- Parks and Rec Pickup Truck Replacement
- Electric Department Pickup Truck Replacement
- Electric Department Bucket Truck Replacement
- Public Works – Portable Light Tower Replacement x 2

Buildings and Grounds

We have allocated \$100,000 for improvements to City buildings and grounds including:

- \$15,000 to replace original radiant tube heaters at the East Lake Street Station
- \$25,000 to replace 1989 HVAC unit at East Lake Street Fire Station
- \$30,000 to upgrade the Public Safety firing range including lead removal, cleaning and potential ballistic block replacement
- \$30,000 to replace deteriorating cedar boards around columns at the Historical Museum

I am proposing to use \$50,000 out of our ARPA allocation to apply for an additional \$50,000 from Emmet County to use for access control and security enhancements at City Hall as well as audio/visual improvements in Council Chambers and the Community Room.

Parks and Special Facilities Improvements

In the City's continuing efforts to improve upon and expand parks and city facilities, the City will undertake a variety of projects in 2025:

Pennsylvania Park Upgrades

As part of the Downtown Greenway Corridor, site amenities from Bay Street to East Mitchell Street will include Park Avenue sidewalk widening landscaping, lighting and storm water management improvements. Grant funds will offset shared costs within General, Parking, Streets and Electric funds. This project will be rebid in the fall of 2024 for spring 2025 construction.

Winter Sports Park

Winter Sports Park Pavilion Project Phase 1 - A capital campaign has been raising funds for the addition of a pavilion over the existing hockey rink for the past two years. The project will entail removing existing concrete and hockey boards and construct pavilion.

Winter Sports Park Master Plan - Master plan and facility assessment of infrastructure needs to support snowmaking equipment, additional site improvements and amenities. Funding will come from Emmet County ARPA and City ARPA allocation.

Winter Sports Park Site Improvements Phase 1 - Installation and improvements based upon master plan including utility upgrades.

Bates Park Sewer Grinder Pump Replacement

There are two existing sewer grinder pumps at Bates Park that need to be replaced.

Upper Tennis Courts

In partnership with Petoskey Schools, the City would fund 50% of the capital cost to resurface and stripe the upper tennis courts.

Little Traverse Wheelway Resurfacing

We have \$150,000 to continue to invest in on-going resurfacing needs for the wheelway.

Park Master Plans

Master Planning for Curtis Park, River Road Sports Complex, and Lockwood Park, utilizing concepts from the Parks and Recreation Master Plan. This public engagement process will assist in refining capital needs and plans for these public spaces.

Parking

The 2025 Capital Improvement Plan includes funds from the Parking Fund to improve the Saville Lot with new paving, storm water infrastructure, central pay station, and associated renovations to improve the flow and functionality of the lot. The Parking Fund also includes resources to add central pay stations at the Petrie Lot and Darling Lot. The Downtown trolley is also slated for painting and exterior repairs.

TIFA

The Little Traverse Wheelway between the turn-around bathrooms at the Bayfront and the area behind Kilwins would replace the existing deteriorating asphalt with concrete. The existing wheelway location would be adjusted slightly inland along the utility corridor. We are seeking a \$250,000 grant to offset this construction cost.

The pedestrian bridge at City Hall needs re-decking, we may seek to move this project into the current fiscal year if we can secure a contractor and the timing works out. This work needs to be completed once pedestrian traffic diminishes.

Magnus Park has been a widely used resource for many years with revenue easily covering the cost of operations. The campground has outdated infrastructure (water, sewer, electrical). The Master Plan could incorporate plans for expanded housing opportunities utilizing additional property on the ridge and off of Charlevoix Avenue.

**City of Petoskey
Capital Improvement Plan
For the Years 2025 through 2030**

Expenditure Summary

	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>
General	647,500	1,100,000	1,605,000	2,575,000	450,000	1,825,000
Parking	445,156	300,000	900,000	350,000	200,000	0
Streets	2,697,600	700,000	2,225,000	701,110	1,687,000	875,000
Electric	1,142,793	1,109,500	1,113,000	1,098,400	1,320,000	1,142,010
Water & Sewer	1,621,800	1,150,000	1,450,000	1,000,000	1,200,000	1,700,000
Motorpool	695,000	487,000	637,000	595,000	630,000	650,000
Grants/Other	2,867,500	5,339,962	21,012,796	4,291,692	20,000,000	875,000
Total	<u>10,117,349</u>	<u>10,186,462</u>	<u>28,942,796</u>	<u>10,611,202</u>	<u>25,487,000</u>	<u>7,067,010</u>
					6-year Total	<u>92,411,819</u>

Revenue Summary

<u>Fund</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>
General	\$ 648,044	\$ 681,985	\$ 704,951	\$ 705,822	\$ 682,405	\$ 658,521
Parking	100,000	100,000	100,000	100,000	100,000	100,000
Streets	2,788,304	1,302,618	2,237,879	1,413,741	1,829,172	1,495,715
Electric	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000
Water & Sewer	1,200,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000
Motorpool	550,000	550,000	550,000	550,000	550,000	550,000
Grants/Other	2,867,500	5,339,962	21,012,796	4,291,692	20,000,000	875,000
Total	<u>\$ 9,253,848</u>	<u>\$ 10,174,565</u>	<u>\$ 26,805,626</u>	<u>\$ 9,261,255</u>	<u>\$ 25,361,577</u>	<u>\$ 5,879,237</u>
					Six Year Total	\$ 86,736,107

Revenue Assumptions

General Fund and Streets based on General and ROW spreadsheet showing available balance.
 Parking Fund based on assumption of \$100,000 in net income annually after meter rate increase.
 Electric Fund based on assumption of \$1,100,000 in net income and depreciation totaling in excess of this amount.
 Water & Sewer is allocated \$1,100,000 in total for both systems based on 2018 rate study.
 Motorpool based on net income plus depreciation exceeding \$550,000 annually and adjusted for available contribution from cash reserves. Adjust succeeding years for purchases that exceed allocated amount.
 Grants/Other is applicable grants covering a specific proposed project in the given year and projects that would require bonding.

City of Petoskey
Capital Improvement Plan
Revenue and Expense Estimates
General Fund

	Actual 2022	Actual 2023	Budget 2024	Estimated					
				2025	2026	2027	2028	2029	2030
Revenues:									
Operating:									
General operating property tax revenue	\$ 3,744,949	\$ 3,948,123	\$ 4,093,900	\$ 4,257,656	\$ 4,419,447	\$ 4,574,128	\$ 4,711,351	\$ 4,829,135	\$ 4,949,864
Solid waste property tax revenue	249,070	264,716	276,800	287,872	298,811	309,270	318,548	326,511	334,674
Public Safety Equipment		-	-	-	-	-	-	-	-
Other sources**	5,600,978	5,679,649	6,023,700	6,083,937	6,144,776	6,206,224	6,268,286	6,330,969	6,394,279
Bond Proceeds/Grants-nonrecurring	116,700	394,743	-	-	-	-	-	-	-
Marina reserve capital outlay purchase		-	-	-	-	-	-	-	-
	<u>9,711,697</u>	<u>10,287,231</u>	<u>10,394,400</u>	<u>10,629,465</u>	<u>10,863,034</u>	<u>11,089,621</u>	<u>11,298,185</u>	<u>11,486,616</u>	<u>11,678,817</u>
Less: bond proceeds/grants/contribution	116,700	394,743	-	-	-	-	-	-	-
Revenues as adjusted	<u>\$ 9,594,997</u>	<u>\$ 9,892,488</u>	<u>\$ 10,394,400</u>	<u>\$ 10,629,465</u>	<u>\$ 10,863,034</u>	<u>\$ 11,089,621</u>	<u>\$ 11,298,185</u>	<u>\$ 11,486,616</u>	<u>\$ 11,678,817</u>
Expenditures:									
Original amount - less debt payments	\$ 8,969,962	\$ 9,526,041	\$ 10,186,600	\$ 9,981,421	\$ 10,181,049	\$ 10,384,670	\$ 10,592,364	\$ 10,804,211	\$ 11,020,295
Debt payments- marina/public safety (actual)	224,000	219,600	190,300	100,000	100,000	100,000	100,000	100,000	100,000
Less:									
Cash reserves funding capital outlay	n/a	n/a	-	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)
Public Safety Equip purchase	(31,197)	(41,721)	(45,900)	-	-	-	-	-	-
Capital Outlay	n/a	n/a	(450,000)	-	-	-	-	-	-
Expenditures as adjusted	<u>9,162,765</u>	<u>9,703,920</u>	<u>9,881,000</u>	<u>9,981,421</u>	<u>10,181,049</u>	<u>10,384,670</u>	<u>10,592,364</u>	<u>10,804,211</u>	<u>11,020,295</u>
Revenues as adjusted	<u>9,594,997</u>	<u>9,892,488</u>	<u>10,394,400</u>	<u>10,629,465</u>	<u>10,863,034</u>	<u>11,089,621</u>	<u>11,298,185</u>	<u>11,486,616</u>	<u>11,678,817</u>
Revenue available for projects & outlays	<u>\$ 432,232</u>	<u>\$ 188,568</u>	<u>\$ 513,400</u>	<u>\$ 648,044</u>	<u>\$ 681,985</u>	<u>\$ 704,951</u>	<u>\$ 705,822</u>	<u>\$ 682,405</u>	<u>\$ 658,521</u>

Tax revenue and other sources is estimated based on 2024 levels as follows; 2025 (+4.0%), 2026 (+3.8%), 2027 (+3.5%), 2028 (+3%), 2029 (+2.5%), 2030 (+2.5%).

* Budget expenditure amounts for 2025 are 3.0% and 2026 thru 2030 are based on adjusted expenditures increased at 2.0% annually above the previous year's amount.

Annual repayment to Electric Fund \$100,000 complete in 2031.

Included \$100,000 per year available from General Fund Balance for years 2025 through 2030.

City of Petoskey
 Capital Improvement Plan
 Revenue and Expense Estimates
Street Funds

2024 Budget	Major Street	Local Street	General Street	Total
Revenues:				
Operating	\$ 775,100	\$ 265,400	\$ 10,500	\$ 1,051,000
Contributions & grants	235,900	900,000	1,450,000	\$ 2,585,900
	<u>1,011,000</u>	<u>1,165,400</u>	<u>1,460,500</u>	<u>3,636,900</u>
Less: Contributions/grants	235,900	900,000	1,450,000	2,585,900
Revenues net of R.O.W. contributions	<u>\$ 775,100</u>	<u>\$ 265,400</u>	<u>\$ 10,500</u>	<u>\$ 1,051,000</u>
Expenditures:				
Total	\$ 1,055,500	\$ 1,259,300	\$ 1,528,100	\$ 3,842,900
Less:				
Construction*	456,600	889,200	506,100	1,851,900
Expenditures net of construction	598,900	370,100	1,022,000	1,991,000
Revenues net of R.O.W. contributions	<u>775,100</u>	<u>265,400</u>	<u>10,500</u>	<u>1,051,000</u> ****
Operating revenue funded by R.O.W.	<u>\$ (176,200)</u>	<u>\$ 104,700</u>	<u>\$ 1,011,500</u>	<u>\$ 940,000</u>

	Actual 2022	Actual 2023	Budget 2024	Estimated					
				2025	2026	2027	2028	2029	2030
Right of Way Fund:									
Property tax revenue ***	\$ 1,889,477	\$ 2,037,710	\$ 2,112,600	\$ 2,197,104	\$ 2,280,594	\$ 2,360,415	\$ 2,431,227	\$ 2,492,008	\$ 2,554,308
Contribution towards operating expenses**	870,100	1,184,700	940,000	958,800	977,976	997,536	1,017,486	1,037,836	1,058,593
Revenue available - ROW Fund	<u>1,019,377</u>	<u>853,010</u>	<u>1,172,600</u>	<u>1,238,304</u>	<u>1,302,618</u>	<u>1,362,879</u>	<u>1,413,741</u>	<u>1,454,172</u>	<u>1,495,715</u>
Street Funds:									
Cash Reserves available - Capital Outlay	-	-	-	1,550,000		875,000		375,000	
Revenue available-Capital Outlay	<u>\$ 1,019,377</u>	<u>\$ 853,010</u>	<u>\$ 1,172,600</u>	<u>\$ 2,788,304</u>	<u>\$ 1,302,618</u>	<u>\$ 2,237,879</u>	<u>\$ 1,413,741</u>	<u>\$ 1,829,172</u>	<u>\$ 1,495,715</u>

* Construction includes street, sidewalk, forestry and engineering costs.

** Total operating revenue contribution increased 2% each year from 2024 amount.

*** Tax revenue and other sources is estimated based on 2024 levels as follows; 2025 (+4.0%), 2026 (+3.8%), 2027 (+3.5%), 2028 (+3.0%), 2029 (+2.5%), 2030 (+2.5%).

**** Contributions to the General Street Fund include an annual contribution from the Electric Fund in the amount of \$250,000.

City of Petoskey
Capital Improvement Plan
Revenue and Expense Estimates
Tax Increment Finance Authority

	Actual 2022	Actual 2023	Budget 2024	Estimated					
				2025	2026	2027	2028	2029	2030
Revenues:				*					
Captured tax revenue	\$ 543,784	\$ 533,564	\$ 564,000	\$ 586,560	\$ 608,849	\$ 630,159	\$ 649,064	\$ 665,290	\$ 681,923
Interest income	80,019	19,482	7,000	7,000	6,000	5,000	5,000	5,000	5,000
	<u>623,803</u>	<u>553,046</u>	<u>571,000</u>	<u>593,560</u>	<u>614,849</u>	<u>635,159</u>	<u>654,064</u>	<u>670,290</u>	<u>686,923</u>
Less:	-	-	-	-	-	-	-	-	-
Total revenue	\$ 623,803	\$ 553,046	\$ 571,000	\$ 593,560	\$ 614,849	\$ 635,159	\$ 654,064	\$ 670,290	\$ 686,923
Expenditures:									
Contracted services	\$ 355,172	\$ 91,330	\$ 445,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
Lease payment to Debt Service Fund	265,000	254,000	236,000	222,000	215,000	207,000	244,000	230,000	
	<u>620,172</u>	<u>345,330</u>	<u>681,000</u>	<u>232,000</u>	<u>225,000</u>	<u>217,000</u>	<u>254,000</u>	<u>240,000</u>	<u>10,000</u>
Total expenditures	620,172	345,330	681,000	232,000	225,000	217,000	254,000	240,000	10,000
Total revenues	623,803	553,046	571,000	593,560	614,849	635,159	654,064	670,290	686,923
Rev. available- Capital Improvement	\$ 3,631	\$ 207,716	\$ (110,000)	\$ 361,560	\$ 389,849	\$ 418,159	\$ 400,064	\$ 430,290	\$ 676,923

Tax revenue and other sources is estimated based on 2024 levels as follows; 2025 (+4.0%), 2026 (+3.8%), 2027 (+3.5%), 2028 (+3.0%), 2029 (+2.5%), 2030 (+2.5%).

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2025**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
Howard Street from Sheridan Street to State Street including a portion of Washington Street	This project is a full reconstruct including sidewalks and ADA ramps. Washington Street will be reconstructed from Petoskey Street to Howard Street.	Right-of-Way			2,103,600					2,103,600
Howard Street - East Mitchell Street to Michigan Street	The purpose of this project is to remove railroad tracks within Howard Street and sidewalk area south of East Mitchell Street in conjunction with sidewalk upgrades.	Right-of-Way			45,600					45,600
<u>WATER AND WASTEWATER SYSTEM</u>										
Water - Howard Street and Miscellaneous Water Main Spot Repairs and Upgrades	Water main work will take place in conjunction with street reconstruction.	Operating Revenue					839,000			839,000
Sanitary - Howard Street and Miscellaneous Sewer Main Spot Repairs and Upgrades	Sewer main work will take place in conjunction with street reconstruction.	Operating Revenue					682,800			682,800
Advanced Metering Infrastructure (AMI) System	Continuation of water AMI System.	Operating Revenue							TBD	TBD
Dead-End Water Mains - Water Quality Issues	The City's water distribution system consists of nearly 80 miles of various sized pipe lines that are typically interconnected creating a looped or circulating system. Staff efforts would focus on engineering solutions for segments of dead-end or noncirculating mains that are prone to water quality complaints. Candidates include Karamol Court, Valley View, Ann Street and Wesley Street.	Operating Revenue					50,000			50,000
Water - Lead and Copper Rule Materials Inventory	The State of Michigan (EGLE) requires all water supplies to develop a Complete Distribution Service Materials Inventory (CDSMI). Grant Funding through EGLE will be utilized to continue water surface line investigations.	Operating Revenue					50,000		300,000	350,000
<u>SIDEWALKS</u>										
Miscellaneous Sidewalk Construction and Replacement	Sidewalk additions and replacements will take place in conjunction with Howard Street reconstruction and other priorities established in the Non-Motorized Facilities Plan.	Right-of-Way			358,800					358,800
Sidewalk Replacement - Howard and East Mitchell Street	Sidewalk replacement and upgrades to Howard and East Mitchell southeast corner (former JC Penney area).	Right-of-Way			69,600					69,600

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2025**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>ELECTRIC SYSTEM</u>										
Advanced Metering Infrastructure System Phase 1	Provides for time-of-use energy sales, automatic meter reading, remote disconnects/reconnects, and outage detection.	Operating Revenue							TBD	TBD
Electric System GIS (Secondary & Services)	Addition of secondary (600V) and service lines into GIS system including field mapping. Expands data and mapping to include secondary and service lines plus conduit, handholes, and pedestals.	Operating Revenue				50,000				50,000
Residential Conversion Project - Portions of Howard Street	Conversion of the existing overhead distribution circuit to underground within residential corridors. Removes very old overhead system, converts to more reliable underground and completes conversion in this area to 7.2/12.5kV.	Operating Revenue				150,000				150,000
Residential Conversion Project - Portions of Fulton, Grove and Petoskey Streets	Conversion of the existing overhead distribution circuit to underground within residential corridors. Removes very old overhead system, converts to more reliable underground and completes conversion in this area to 7.2/12.5kV.	Operating Revenue				224,293				224,293
West Sheridan Street Underground Upgrade	Replace direct buried cable and rusted equipment with new cable in conduit and equipment in more protected areas. Add switchgear with fused taps to improve sectionalizing and circuit reliability.	Operating Revenue				162,000				162,000
46kV Metering Structure Replacement	Replacement of the 50+ year old 46kV metering structure at the River Road connection to the 46kV transmission system. Replaces aged wood pole structure at this critical system connection point.	Operating Revenue				250,000				250,000
Residential Conversion Project - Morgan/Priebe/Hillcrest - Phase 1	Conversion of the existing overhead distribution circuit to underground within residential corridors. Removes very old overhead system, converts to more reliable underground and prepares for conversion to 7.2/12.5kV.	Operating Revenue				231,500				231,500

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2025**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>MOTOR POOL</u>										
Patrol Vehicle - Replacement	Replace vehicle #447 (2019) with 2025 model. Convert and/or replace equipment from old unit, painting and lettering required.	Operating Revenue						65,000		65,000
Staff Pool Vehicle - Replacement	Replace staff pool vehicle #21 (2015).	Operating Revenue						50,000		50,000
Staff Vehicle - Replacement	Replace WWTP staff vehicle #25 (2012).	Operating Revenue						50,000		50,000
Staff Vehicle - Replacement	Replace staff vehicle #26 (2015).	Operating Revenue						50,000		50,000
One-ton Dump Truck - Streets Division - Replacement	Replace Unit #62 (2008).	Operating Revenue						70,000		70,000
Pick-up Truck 3/4 Ton 2WD - Replacement	Replace Parks and Rec Unit #61 (2012).	Operating Revenue						50,000		50,000
Pick-up Truck 1/2 Ton 4x4 - Replacement	Replace Electric Division Unit #85 (2015).	Operating Revenue						50,000		50,000
Portable Light Tower - Replacement	Replace Public Works Units #102.	Operating Revenue						25,000		25,000
Portable Light Tower - Replacement	Replace Public Works Units #104.	Operating Revenue						25,000		25,000
Bucket Truck - Electric - Replacement	Replace Unit #83 (2001).	Operating Revenue						260,000		260,000
<u>DOWNTOWN AREA</u>										
Parking Lot Improvements - Saville Lot	Installation of pay stations (\$30,000), lot redesign and paving, storm water infrastructure and landscaping. (\$290,156)	Parking		320,156						320,156
Pay Station Installation - Petrie and Darling Lots	Removal of meters and installation of pay stations at the Petrie Lot (1) and Darling Lot (2).	Parking		45,000						45,000
Trolley Maintenance	Painting and exterior repairs of 26 year old vehicle.	Parking		30,000						30,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2025**

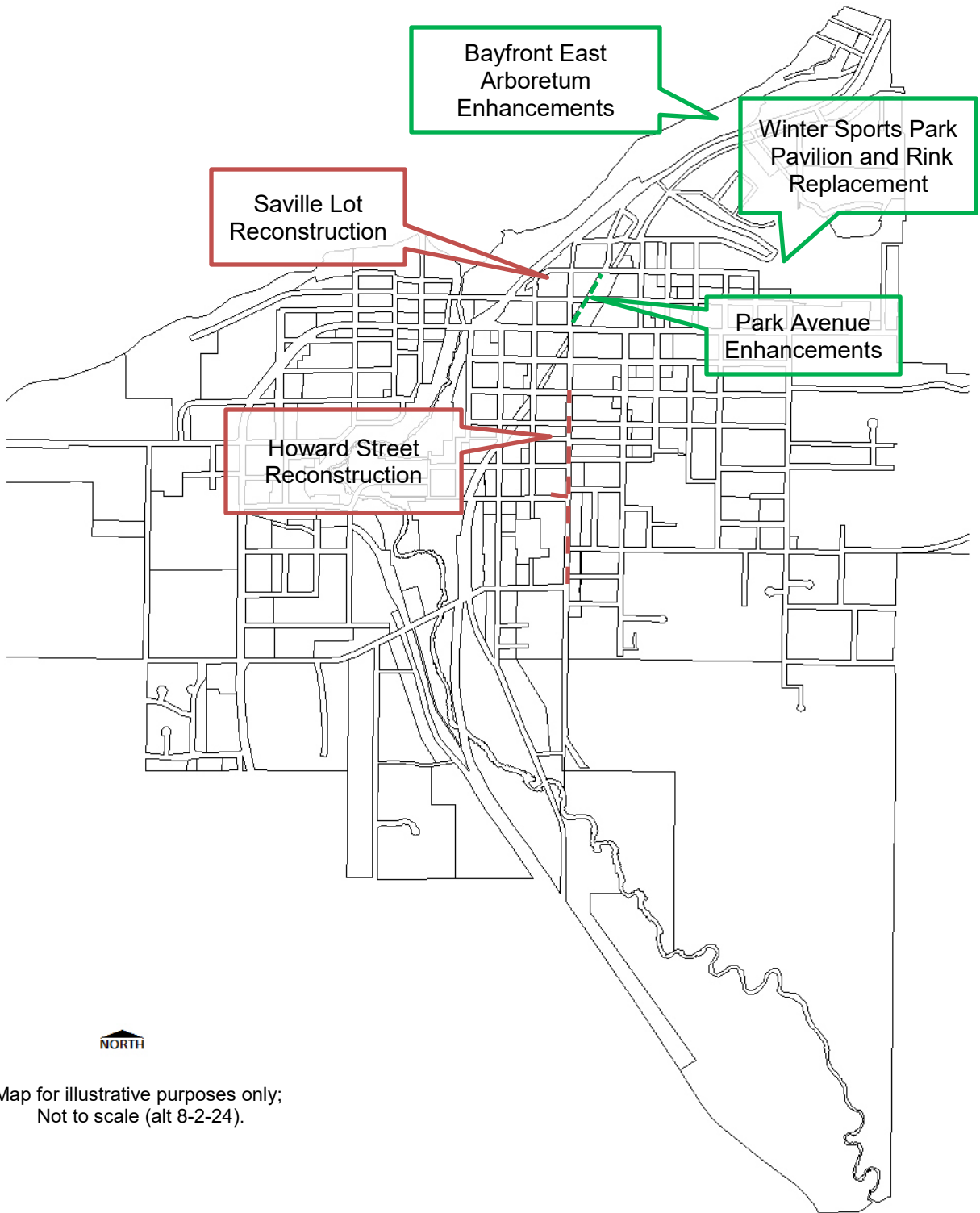
PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>BUILDINGS AND GROUNDS</u>										
City Hall Security Upgrades	Install an access control system in City Hall. This would modernize an antiquated key system with a card reader with fob to manage access with software. Council Chambers and Community Room would be updated with new audio/visual components.	City ARPA County ARPA							50,000 50,000	100,000
Public Safety - East Lake Street Station	Replace original radiant tube heaters. Current heaters are obsolete and parts unavailable.	Operating Revenue	15,000							15,000
Public Safety - East Lake Street Station	Replace original 1989 HVAC unit.	Operating Revenue	25,000							25,000
Firing Range Upgrades	Includes lead removal, cleaning and potential ballistic block replacement.	Operating Revenue	30,000							30,000
Historical Museum	The pillars on the museum are deteriorating. Cedar boards need to be replaced.	Operating Revenue	30,000							30,000
<u>PARKS AND SPECIAL FACILITIES</u>										
Winter Sports Park Pavilion Project Phase 1	Remove existing concrete and hockey boards and construct pavilion.	Operating Revenue							1,200,000	1,200,000
Winter Sports Park Master Plan	Master plan and facility assessment of infrastructure needs to support snowmaking equipment, additional site improvements and amenities.	City ARPA County ARPA							50,000 50,000	100,000
Winter Sports Park Site Improvements - Phase 1	Installation and improvements based upon master plan including utility upgrades.	Operating Revenue	TBD						TBD	TBD
Pennsylvania Park - Park Avenue	As part of the Downtown Greenway Corridor site from East Mitchell to Bay Street. Park Avenue widening, landscaping, site amenities and storm water management improvements will be constructed. The project was bid in 2024 and will be rebid after value engineering evaluation.	Operating Revenue	350,000	50,000	120,000	75,000			150,000	745,000
Bayfront East/Arboretum Enhancements	The LTW will be redirected inland along the utility corridor and constructed with concrete. The path spur will be crushed stone. The field area will be converted to pollinator meadow.	TIFA							650,000 250,000	900,000
Pedestrian Bridge - City Hall Campus	Re-decking the existing bridge. Include with other projects for a more comprehensive construction bid.	TIFA							25,000	25,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2025**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Bates Park	Grinder pumps need to be replaced. (2)	Operating Revenue	10,000							10,000
Upper Tennis Courts	The upper tennis courts at the High School will need resurfacing and striping.	Operating Revenue	12,500						12,500 Schools	25,000
Curtis Park, River Road Sports Complex, Lockwood Park Master Plan	Development of master plans for the parks.	Operating Revenue							30,000	30,000
Downtown Greenway Corridor Design/Engineering	Design and engineering of the corridor between Emmet Street and Washington Street following rail corridor property purchase in 2020.	Operating Revenue	25,000							25,000
Magnus Park Campground Master Plan and Proforma	Magnus has outdated infrastructure and opportunities for expansion. Campground could be designed with seasonal housing in mind.	TIFA							50,000	50,000
Little Traverse Wheelway	Resurfacing.	Operating Revenue	150,000							150,000
Grand Totals			\$647,500	\$445,156	\$2,697,600	\$1,142,793	\$1,621,800	\$695,000	\$2,867,500	\$10,117,349

City of Petoskey 2025-2030 Capital Improvement Plan

2025 Projects



Map for illustrative purposes only;
Not to scale (alt 8-2-24).

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2026**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
Miscellaneous Pavement Preservation, Paving and Repair - Various Streets	The purpose of this project is to replace or rehabilitate existing pavement and curb lines. Streets to be considered fall under the category of fair to poor based on PASER ratings. Possible candidates include College View Drive, Tall Pines Court, Buckley Avenue, Ann and Wesley Streets.	Right-of-Way			600,000					600,000
Miscellaneous Pavement Preservation, Paving and Repair - Kalamazoo Avenue	The purpose of this project is to repair or rehabilitate existing pavement and curb lines. The Little Traverse Bay Band of Odawa Indians (LTBB) will be providing grant monies through the Federal Bureau of Indian Affairs (BIA) to rehabilitate Kalamazoo Avenue from Jennings Avenue to Atkins Extension.	Right-of-Way							164,545	164,545
<u>WATER AND WASTEWATER SYSTEM</u>										
Water - Miscellaneous Water Main Spot Repairs and Upgrades	Water main work will take place in conjunction with street resurfacing projects along with lead and copper service investigations and replacement.	Operating Revenue					100,000			100,000
Sanitary - Miscellaneous Sewer Main Spot Repairs and Upgrades	Sewer main work will take place in conjunction with street resurfacing.	Operating Revenue					150,000			150,000
Lime Kiln Well and Control Building Improvements	The Lime Kiln Well was developed 37 years ago. Improvements would include conversion from a t-vertical turbine pump system to a submersible pump system, updated chlorine feed systems and renovations to control and monitoring systems.	Operating Revenue					600,000			600,000
Dead-End Water Main - Water Quality Issues	This project will loop a much needed water main from the dead-end of Petoskey Street to Wesley Street and possibly to Ann Street.	Operating Revenue					250,000			250,000
Water - Lead and Copper Rule Materials Inventory	The State of Michigan (EGLE) requires all water supplies to develop a Complete Distribution Service Materials Inventory (CDSMI). Grant funding through EGLE will be utilized to continue water surface line investigations.	Operating Revenue					50,000		300,000	350,000
Advanced Metering Infrastructure (AMI) System	Continuation of water AMI system.	Operating Revenue							TBD	TBD
<u>SIDEWALKS</u>										
Miscellaneous Sidewalk Construction and Replacement	Sidewalk additions and replacement will occur in conjunction with street projects and in priority locations established in the Non-Motorized Facilities Plan.	Right-of-Way			100,000					100,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2026**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>ELECTRIC SYSTEM</u>										
Advanced Metering Infrastructure System Phase 2	Installation of second phase of electric system AMI (Advanced Metering Infrastructure) system including approximately 30% of the meters. Provides for time-of-use energy sales, automatic meter reading, remote disconnects/reconnects, and outage detection.	Operating Revenue							TBD	TBD
Petoskey Sub 46kV, PET6 & PET8 Underground	Conversion of the 46kV transmission line and circuits PET6 and PET8 to underground from Petoskey Substation to the south side of the salt shed. Improves reliability of the transmission service into the substation, prepares for voltage conversion of circuit PET8, and creates required space for expansion of the DPW building.	Operating Revenue				668,000				668,000
Residential Conversion Project - Morgan, Priebe, Hillcrest Phase 2	Conversion of the existing overhead distribution circuit to underground within residential corridors. Removes very old overhead system, converts to more reliable underground and prepares for conversion to 7.2kV.	Operating Revenue				231,500				231,500
Distribution Pole Testing	Testing of wood transmission and distribution poles to determine if poles should be replaced based on proposed schedule for conversion to underground.	Operating Revenue				30,000				30,000
Mitchell Road Substation Transformer Bushing Replacement	Replacement of the substation transformer bushings. Removes aged bushings from highly critical pieces of substation equipment.	Operating Revenue				65,000				65,000
Mitchell Road Substation & River Road RTU Fiber Connection	Installation of fiber optic cable from DPW to Mitchell Road Substation and from DPW to the River Road 46kV Metering Structure (RTU).	Operating Revenue				115,000				115,000
<u>MOTOR POOL</u>										
Staff Vehicle - Parks and Rec - Replacement	Replace Unit #28 (2017).	Operating Revenue						40,000		40,000
Staff Vehicle - Public Safety - Replacement	Replace Public Safety Unit #450 (2018).	Operating Revenue						50,000		50,000
Pick-up Truck 1/2 Ton 4x4 - Replacement	Replace Parks and Recreation Unit #74 (2014).	Operating Revenue						45,000		45,000
Pick-up Truck 1/2 Ton 4x4 - Replacement	Replace Parks and Recreation Unit #75 (2014).	Operating Revenue						45,000		45,000
Pick-up Truck - CBD Water Truck - Replacement	To replace Unit #52 (2008).	Operating Revenue						50,000		50,000
1 Ton Dump Truck - Streets - Replacement	Replace Streets Unit #66 (2011).	Operating Revenue						60,000		60,000
Bobcat Toolcat with Attachments, Snow Blower, Forks, Rotating Broom, and Box-Replacement	Replace Utility Vehicle Unit #126 (2017).	Operating Revenue						90,000		90,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2026**

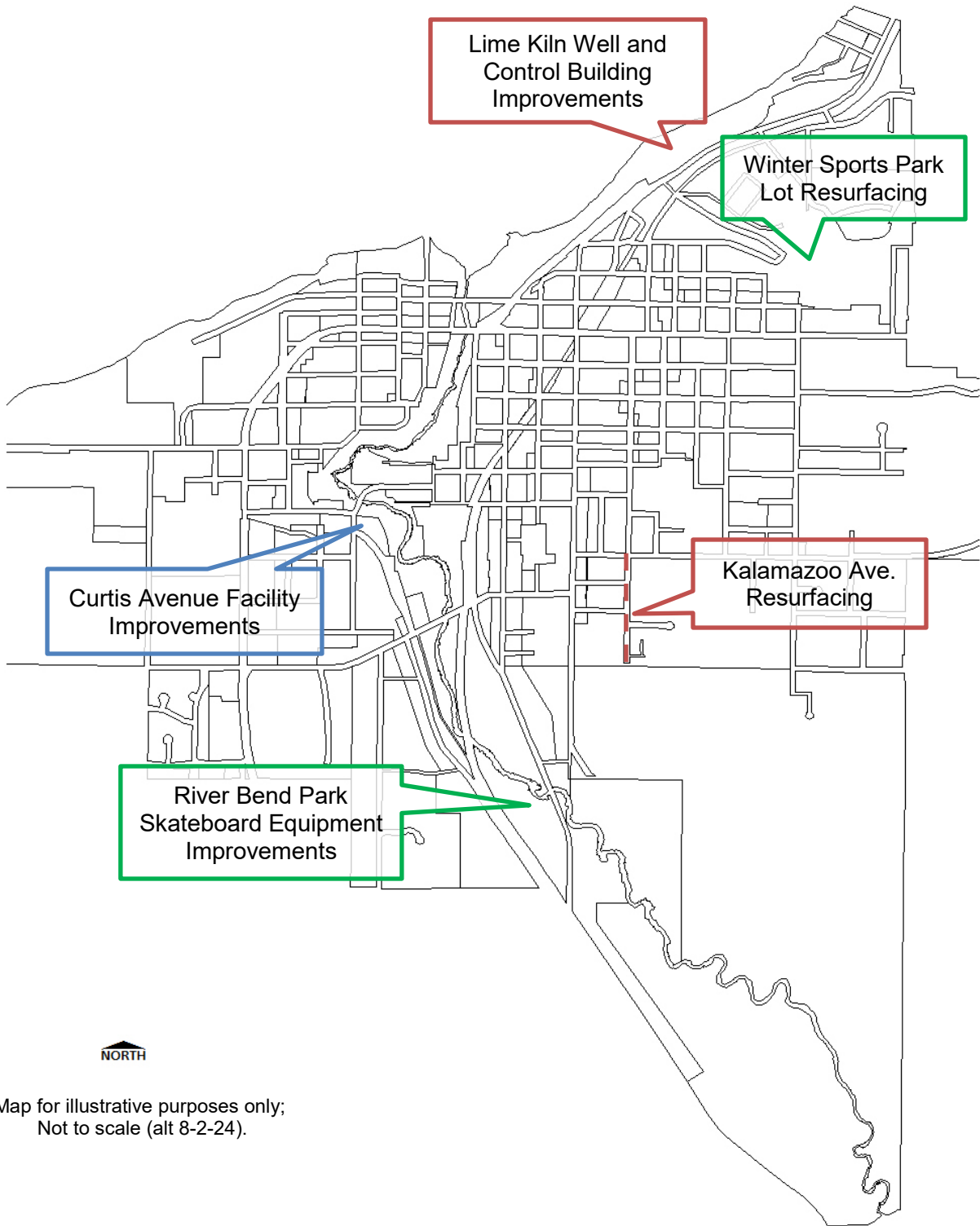
PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Toro Workman Utility Cart - Parks and Rec - Replacement	Replace Utility Cart #116 - Marina (2013).	Operating Revenue						21,000		21,000
Out-front Mower - Parks and Rec - Replacement	Replace Parks and Recreation Unit #115 (2015).	Operating Revenue						35,000		35,000
Toro Workman Utility Cart - Parks and Rec - Replacement	Replace Unit #174 (2008).	Operating Revenue						20,000		20,000
Toro Workman Rescue Cart - Public Safety - Replacement	Replace Rescue Utility Cart Unit #541 (2008).	Operating Revenue						31,000		31,000
<u>DOWNTOWN AREA</u>										
Parking Lot Paving	Paving, infrastructure and landscaping of the Park Garden Lot.	Parking		300,000						300,000
<u>BUILDINGS AND GROUNDS</u>										
Curtis Avenue Department of Parks and Recreation Facility Improvements	Improvements to include cold storage facility for DPW and Parks and Recreation and service drive improvements to connect facility to DPW facility.	Operating Revenue							4,575,417	4,575,417
Public Safety - East Lake Street Station	New windows throughout the building.	Operating Revenue	80,000							80,000
Public Safety - East Lake Street Station	The existing kitchen is original. New cupboards, counters and appliances need to be replaced.	Operating Revenue	30,000							30,000
Public Safety - East Lake Street Station	The floor has never been treated and is over 30 years old. Epoxy coating on the apparatus bay flooring.	Operating Revenue	50,000							50,000
City Hall - Public Safety Training and Report Rooms	The current public safety records room needs to be updated with cubicles, new desks and furniture. Everything is original and obsolete. The training room needs technology upgrades that include a large smart TV and Wi-Fi upgrades.	Operating Revenue	40,000							40,000
US-31 Tunnel	The pedestrian tunnel has lost several pieces of concrete due to moisture and the general environment. Repairs to the concrete will need to occur.	Operating Revenue	25,000							25,000
<u>PARKS AND SPECIAL FACILITIES</u>										
Riverbend Skateboard Equipment	The equipment has exceeded its useful life. The company is out of business and replacement parts are unavailable.	Operating Revenue	150,000						150,000	300,000
Winter Sports Park Pavilion Project Phase 2	Installation of new concrete surface and safety barrier.	Operating Revenue	TBD						TBD	TBD
Winter Sports Park Site Improvements - Phase 2	Installation and improvements based upon master plan including utility upgrades.	Operating Revenue	TBD						TBD	TBD
Winter Sports Park	Parking Lot resurfacing and striping.	Operating Revenue	300,000							300,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2026**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Bayfront Park Resource Center	The facility was constructed in 1984 and will be in need of front door replacement, windows and concession stand renovations.	Operating Revenue	75,000							75,000
Marina Pier B Upgrades	The electric system in Pier B needs to be updated to match the rest of the docks. Currently there are only three breakers for 54 slips and power outages are increasingly common. In addition, new deck boards should be installed as part of the project.	Operating Revenue	200,000						150,000	350,000
Little Traverse Wheelway	Resurfacing.	Operating Revenue	150,000							150,000
Grand Totals			\$1,100,000	\$300,000	700,000	\$1,109,500	\$1,150,000	\$487,000	\$5,339,962	\$10,186,462

City of Petoskey 2025-2030 Capital Improvement Plan

2026 Projects



Map for illustrative purposes only;
Not to scale (alt 8-2-24).

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2027**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
Full reconstruction of streets identified through PASER ratings and utility conditions	These streets are not candidates for pavement preservation. Possible candidates include Bay, Summit, Clinton and Ottawa.	Right-of-Way			1,700,000					1,700,000
Miscellaneous Pavement Preservation, Paving and Repair - Standish Avenue	The purpose of this project is to repair or rehabilitate existing pavement and curb lines. The Little Traverse Bay Band of Odawa Indians (LTBB) will be providing grant monies through the Federal Bureau of Indian Affairs (BIA) to rehabilitate Standish Avenue from Buckley Avenue to City limits along with the addition of new sidewalk (east side).	Right-of-Way							748,768	748,768
Miscellaneous Pavement Preservation, Paving and Repair - Atkins Extension	The purpose of this project is to repair or rehabilitate existing pavement and curb lines. The Little Traverse Bay Band of Odawa Indians (LTBB) will be providing grant monies through the Federal Bureau of Indian Affairs (BIA) to rehabilitate Atkins Extension from Howard Street to City limits.	Right-of-Way							352,565	352,565
<u>WATER AND WASTEWATER SYSTEM</u>										
Water - Reconstruction and Miscellaneous Water Main Spot Repairs and Upgrades	Water main work in conjunction with identified street reconstruction.	Right-of-Way					800,000			800,000
Sanitary - Reconstruction and Miscellaneous Sanitary Main Spot Repairs and Upgrades	Sewer main work in conjunction with identified street reconstruction.	Right-of-Way					600,000			600,000
<u>SIDEWALKS</u>										
Miscellaneous Sidewalk Construction and Replacement	Sidewalk additions and replacement will occur in conjunction with street projects and in priority locations established in the Non-Motorized Facilities Plan.	Right-of-Way			325,000					325,000
New Sidewalk Installation - Standish Avenue	Sidewalk installations in conjunction with Standish Avenue reconstruct funded by Little Traverse Bay Band of Odawa Indians (LTBB).	Right-of-Way							200,000	200,000
<u>ELECTRIC SYSTEM</u>										
Advanced Metering Infrastructure System Phase 3	Installation of third phase of electric system AMI (Advanced Metering Infrastructure) system including approximately 30% of the meters. Provides for time-of-use energy sales, automatic meter reading, remote disconnects/reconnects, and outage detection.	Operating Revenue							TBD	TBD

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2027**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Residential Conversion Project - Hoffman, Lindell and Elizabeth Streets	Conversion of the existing overhead distribution circuit to underground within residential corridors. Removes very old overhead system, converts to more reliable underground and completes conversion in this area to 7.2/12.5kV.	Operating Revenue				658,000				658,000
PET6 Circuit Conversion Project - Sheridan Street	Conversion of the existing overhead PET6 distribution circuit to underground along Sheridan Street from Clarion Avenue to Howard Street, plus portions of Buckley Avenue. Removes very old overhead system, converts to more reliable underground, and completes conversion of this section of mainline circuit in this area to 7.2/12.5 kV.	Operating Revenue				246,000				246,000
Country Club Road Conversion Project	Conversion of the existing overhead MIT2 distribution circuit to underground along Country Club Road from Division Road to the end of the line in the Country Club. Removes very old overhead system, converts to more reliable underground, and reduces outages that have occurred on this overhead line.	Operating Revenue				159,000				159,000
Substation Maintenance	Testing of critical substation equipment including circuit switchers, transformers, and voltage regulators at both Mitchell Road Substation and Petoskey Substation.	Operating Revenue				50,000				50,000
<u>MOTOR POOL</u>										
Pickup Truck with Plow - Parks and Rec - Replacement	Replace Parks and Recreation Unit #60 (2012).	Operating Revenue						50,000		50,000
Pickup Truck with Plow - Parks and Rec - Replacement	Replace Parks and Recreation Unit #46 (2018).	Operating Revenue						50,000		50,000
Pickup Truck with Plow - Replacement	Replace Water/Wastewater Unit #73 (2018).	Operating Revenue						50,000		50,000
Street Sweeper - Replacement	Replace Street Department Unit #90 (2012).	Operating Revenue						250,000		250,000
Tractor with Bucket and Implements - Parks and Rec - Replacement	Replace Parks and Recreation Unit #142 (2010).	Operating Revenue						80,000		80,000
Tractor/Snow Blower Units	Trade-in Sidewalk Snow Blower Units #5 and #6 (2021).	Operating Revenue						70,000		70,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2027**

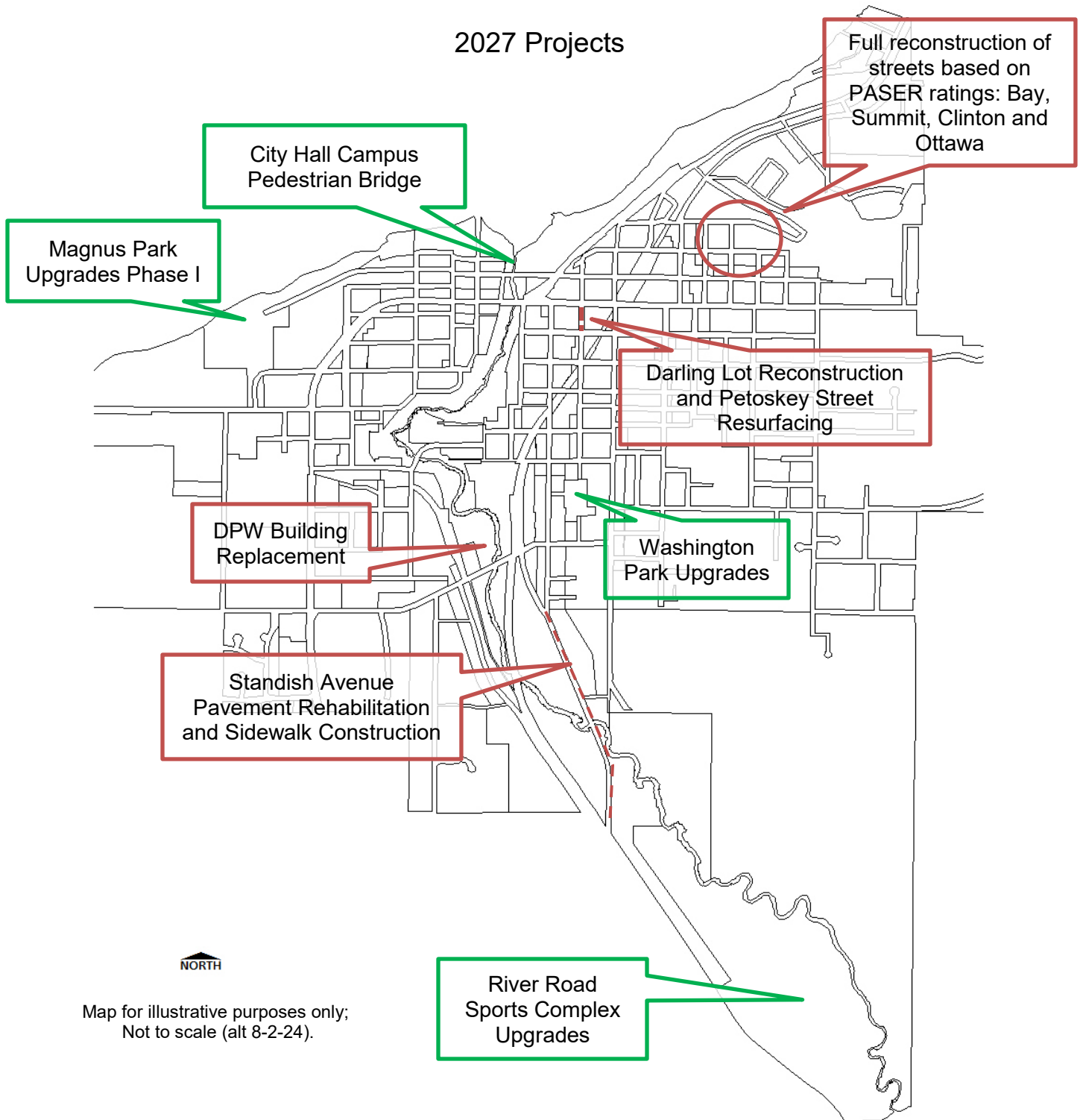
PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Zamboni Ice Groomer - Replacement	Replace Winter Sports Park Ice Rink Unit #173 (1988).	Operating Revenue						60,000		60,000
Toro Workman Rescuer Cart - Public Safety - Replacement	Replace rescue utility cart Unit #441 (2006).	Operating Revenue						27,000		27,000
<u>DOWNTOWN AREA</u>										
Reconstruction of the Darling Lot	Lot redesign, paving, infrastructure and landscaping including street resurfacing Petoskey Street between Michigan and East Mitchell.	Parking		900,000	150,000					1,050,000
Replacement of Trolley	Replacement of 29 year old trolley with over 200,000 miles.	Parking		TBD						TBD
<u>BUILDINGS AND GROUNDS</u>										
Replacement of DPW Building	Existing building is 60+ years old, does not meet operational needs and is inefficient. New building to incorporate green infrastructure and rooftop solar panels.	Revenue Bond							16,661,463	16,661,463
Public Safety - Bay Harbor Station	Epoxy coating on the apparatus bay flooring.	Operating Revenue	45,000							45,000
City Hall Furniture	All furniture is original and over 30 years old.	Operating Revenue	30,000							30,000
<u>PARKS AND SPECIAL FACILITIES</u>										
Replace Promenade Playground	Playground will be 30 years old.	TIFA							300,000	300,000
Washington Park Upgrades	The park was master planned in 2024. No capital improvements have been made in 30 years. Improvements include a variety of play grounds, trails, parking/access, pavilion and amenities.	Operating Revenue	750,000		50,000		50,000		400,000	1,250,000
Ed White Field	The facility was constructed in 1989 and will be in need of floor upgrades in scorers room, siding, bleachers and lighting upgrades.	TIFA	155,000							155,000
Pedestrian Bridge - City Hall Campus	Bridge will need replacement as supporting structure has rusted through. City repaired but not a long term fix.	TIFA							350,000	350,000
Lower Tennis Court Reconstruction	Lower courts will be in need of replacement in partnership with the Public Schools of Petoskey.	Operating Revenue	150,000							150,000
River Road Sports Complex	Construction of restrooms, well, septic and irrigation expansion.	Operating Revenue	300,000							300,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2027**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Pickle Ball Court Repainting	Resurface and striping of courts at Riverbend Park constructed in 2020.	Operating Revenue	25,000							25,000
Magnus Park Phase One	Magnus Park has a 60 year-old infrastructure and needs to be updated. The utilities often cannot keep up with the more modern RV's. The park has become a destination for seasonal and transient campers for several years and is in need of renovation. Based on final design, the park should be completed in two phases so an entire season will not be lost. Final design has not been determined however concepts that include development on the bluff, full hook up sites, rustic sites and cabins have all been developed.	TIFA							2,000,000	2,000,000
Little Traverse Wheelway Resurfacing	Resurfacing.	Operating Revenue	150,000							150,000
Grand Totals			\$1,605,000	\$900,000	\$2,225,000	\$1,113,000	\$1,450,000	\$637,000	\$21,012,796	\$28,942,796

City of Petoskey 2025-2030 Capital Improvement Plan

2027 Projects



Map for illustrative purposes only;
Not to scale (alt 8-2-24).

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2028**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
CBD - East Mitchell Street and Petoskey Street Intersection	To replace the concrete intersection that was removed previously and not replaced.	Right-of-Way							250,000	250,000
Miscellaneous Pavement Preservation, Paving and Repair - Streets TBD	The purpose of this project is to replace or rehabilitate existing pavement and curb lines. Small Urban Grant funding will be utilized.	Right-of-Way			75,000				385,000	460,000
Miscellaneous Pavement Preservation, Paving and Repair - Hill Street	The purpose of this project is to repair or rehabilitate existing pavement and curb lines. The Little Traverse Bay Band of Odawa Indians (LTBB) will be providing grant monies through the Federal Bureau of Indian Affairs (BIA) to rehabilitate Hill Street from Kalamazoo Avenue to High School along with the addition of new sidewalk (north side).	Right-of-Way			376,110				113,212	489,322
<u>WATER AND WASTEWATER SYSTEM</u>										
Water - Miscellaneous Water Main Spot Repairs and Upgrades	Water main work will take place in conjunction with street resurfacing projects along with lead and copper service investigations and replacement.	Operating Revenue					500,000			500,000
Sanitary - Miscellaneous Sewer Main Spot Repairs and Upgrades	Sewer main work will take place in conjunction with street resurfacing.	Operating Revenue					500,000			500,000
<u>SIDEWALKS</u>										
Miscellaneous Sidewalk Construction and Replacement	Sidewalk additions and replacement will occur in conjunction with street projects and in priority locations established in the Non-Motorized Facilities Plan.	Right-of-Way			250,000					250,000
<u>ELECTRIC SYSTEM</u>										
Advanced Metering Infrastructure System Phase 4	Installation of fourth phase of electric system AMI (Advanced Metering Infrastructure) system including approximately 30% of the meters. Provides for time-of-use energy sales, automatic meter reading, remote disconnects/reconnects, and outage detection.	Operating Revenue							TBD	TBD

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2028**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Mitchell Road Conversion Project (Hill Street to Methodist Church)	Conversion of the existing overhead distribution circuit to underground along this wooded corridor. Removes overhead system in wooded area and converts to more reliable underground.	Operating Revenue				122,400				122,400
Atkins-Northmen Drive Underground Tie	Install new underground tie along McDougal Extension from Atkins Road to Northmen Drive. Provides backup circuit to school campus. Conduit installed in conjunction with 2015 road construction.	Operating Revenue				189,000				189,000
River Valley Underground - PET1	Conversion of the overhead PET1 distribution circuit from Petoskey Substation through the Bear River Valley to Lone Street equipment area. Improves reliability to critical loads including the Hospital and City Hall, plus CBD area. Utilizes conduit system installed as part of the Bear River Corridor project.	Operating Revenue				351,000				351,000
PET6 Circuit Conversion Project (Sheridan Street) - Phase 2	Conversion of the existing overhead PET6 distribution circuit to underground along Sheridan Street from Emmet Street to Howard Street. Removes very old overhead system, converts to more reliable underground, and completes conversion of this section of mainline circuit in this area to 7.2/12.5kV.	Operating Revenue				246,000				246,000
Substation Recloser Replacement	Replacement of remaining four circuit reclosers in Petoskey Substation which were installed in 2005.	Operating Revenue				115,000				115,000
Petoskey Substation 15kV Switch Replacement	Replacement of 40+ year old 15kV disconnect switches in Petoskey Substation. Ensures operability of these critical substation components.	Operating Revenue				75,000				75,000
<u>MOTOR POOL</u>										
Tractor/Snow Blower Units	Trade-in Sidewalk Snow Blower Units #7 and #8 (2021).	Operating Revenue						70,000		70,000
Pickup Truck - Parks and Rec - Replacement	Replace Parks and Recreation Unit #76 (2017) pickup.	Operating Revenue						45,000		45,000
Pickup Truck - Public Works - Replacement	Replace Public Works Unit #78 (2019) pickup.	Operating Revenue						45,000		45,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2028**

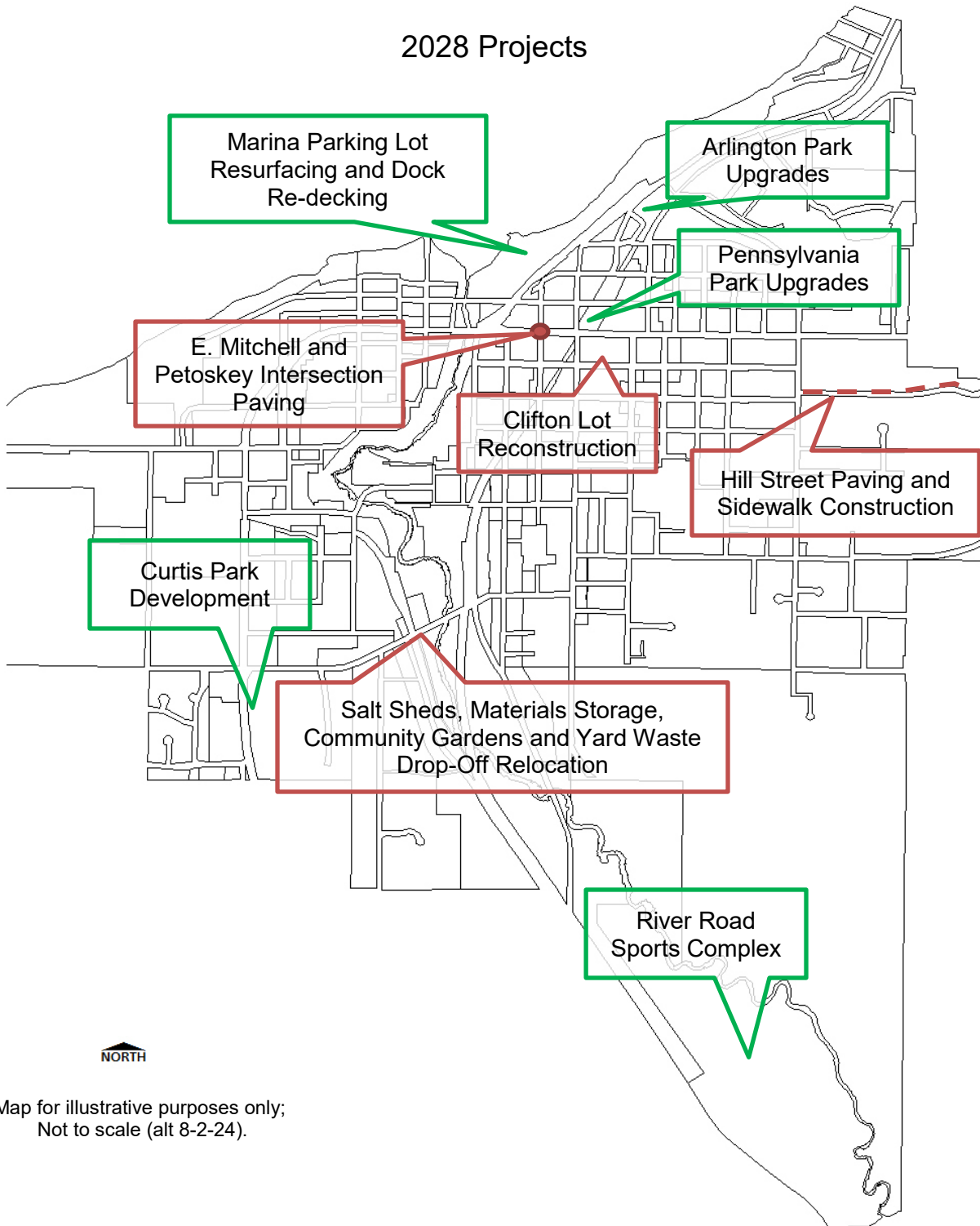
PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Heavy Duty Plow Truck/Underbody - Streets - Replacement	Replace Unit #98 (2012).	Operating Revenue						285,000		285,000
Patrol Vehicle - Replacement	To replace patrol vehicle #442 (2021) with 2028 unit. Painting and lettering required.	Operating Revenue						75,000		75,000
Patrol Vehicle - Replacement	To replace patrol vehicle #443 (2021) with 2028 unit. Painting and lettering required.	Operating Revenue						75,000		75,000
<u>DOWNTOWN AREA</u>										
Parking Lot Paving	Paving, infrastructure, landscaping and pay stations for the Clifton Lot.	Parking		350,000						350,000
<u>BUILDINGS AND GROUNDS</u>										
East Lake Street Fire Station Renovations	The building was remodeled into the Fire Station in 1989 and will require numerous upgrades including training room, cabinet remodel, interior apparatus area painting, furnaces (2), carpet replacement, and interior lighting upgrades.	Operating Revenue	100,000							100,000
Salt Sheds and Materials Storage Area	Existing salt sheds are 30+ years old and must be upgraded. Sheds and material storage bins would potentially be relocated to the north side of Sheridan Street as part of the DPW campus upgrades.	Operating Revenue							2,328,711	2,328,711
Community Gardens Park and Yard Waste Drop Off Area	Community gardens would be relocated to the south side of Sheridan Street in proximity of current yard waste drop off and salt shed area. Site to be upgraded to enhance improved yard waste drop off and public recycling.	Operating Revenue							614,769	614,769
<u>PARKS AND SPECIAL FACILITIES</u>										
Arlington Park Upgrades	Create a "Veterans Park" on the west side of park by Lewis Street and children's garden on east side of park.	Operating Revenue	800,000						500,000	1,300,000
Pennsylvania Park Upgrades	Improvements may include repurposing the Christmas tree area, relocating the memorials to Arlington Park and creating an entertainment area.	Operating Revenue	800,000						100,000 DMB	900,000
Marina Parking Lot Resurfacing	The parking lot will be 38 years of age and will be in need of resurfacing. The lot has been used to house marina spoils prior to disposal which accelerated the decline of the top coat. In 2010, the lot was patched to accommodate the marina expansion utilities. Grand and restricted marina funds will be used to finance the lot resurfacing.	Operating Revenue	150,000							150,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2028**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Marina	New decking for Piers A, C and D.	Operating Revenue	500,000							500,000
River Road Sports Complex	The complex will require softball field regrading and fence replacement.	Operating Revenue	75,000							75,000
Little Traverse Wheelway	Resurfacing.	Operating Revenue	150,000							150,000
Grand Totals			\$2,575,000	\$350,000	\$701,110	\$1,098,400	\$1,000,000	\$595,000	\$4,291,692	\$10,611,202

City of Petoskey 2025-2030 Capital Improvement Plan

2028 Projects



Map for illustrative purposes only;
Not to scale (alt 8-2-24).

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2029**

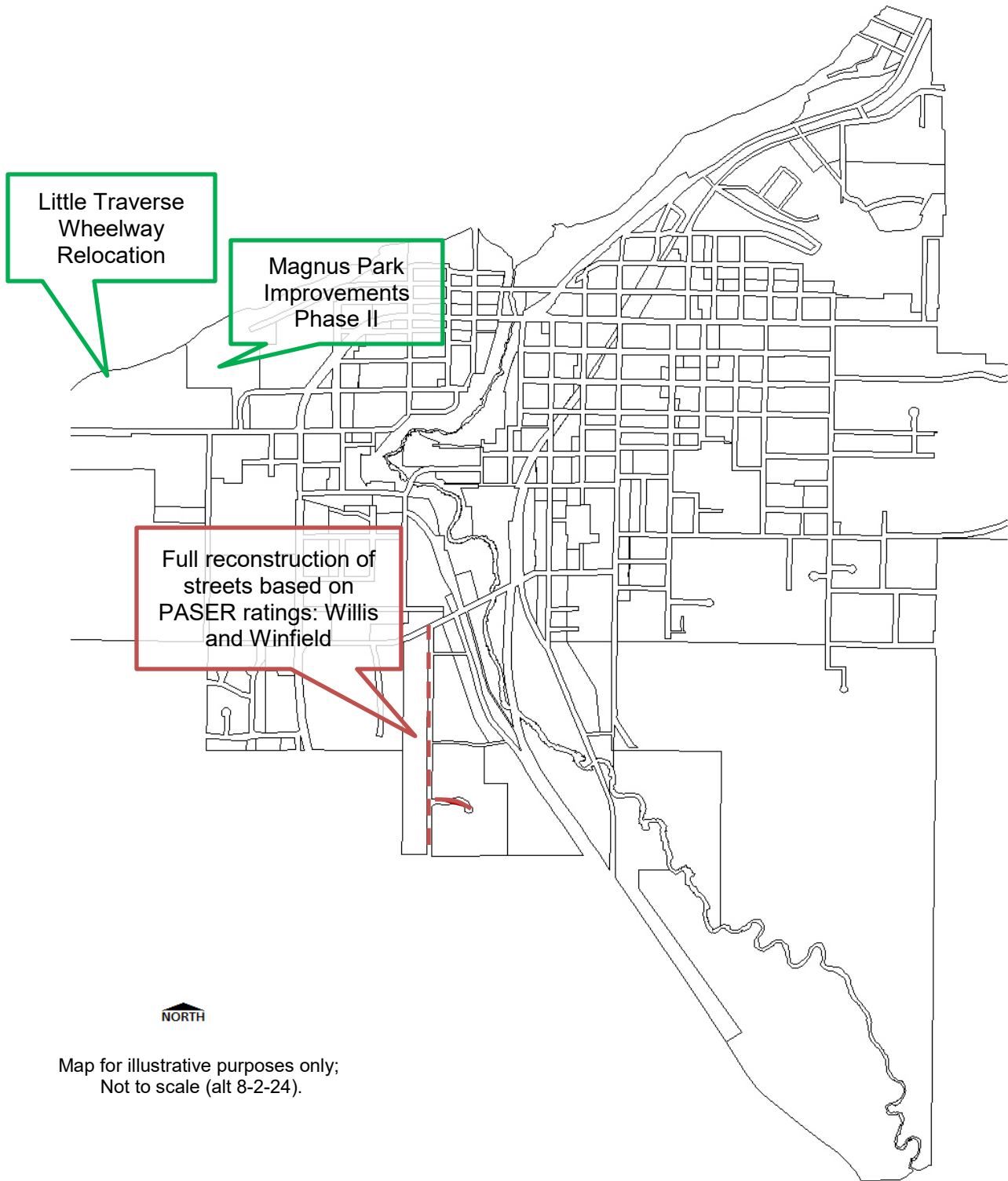
PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
Full Reconstruction of Streets Identified through PASER Ratings and Utility Conditions	These streets are not candidates for pavement preservation. Possible candidates include Willis and Winfield Avenue.	Right-of-Way			1,412,000					1,412,000
<u>WATER AND WASTEWATER SYSTEM</u>										
Water - Reconstruction and Miscellaneous Water Main Spot Repairs and Upgrades	Water main work in conjunction with identified street reconstruction.	Operating Revenue					600,000			600,000
Sanitary - Reconstruction and Miscellaneous Sanitary Main Spot Repairs and Upgrades	Sewer main work in conjunction with identified street reconstruction.	Operating Revenue					600,000			600,000
<u>SIDEWALKS</u>										
Miscellaneous Sidewalk Construction	Sidewalk additions and replacement will occur in conjunction with street projects and in priority locations established in the Non-Motorized Facilities Plan.	Right-of-Way			275,000					275,000
<u>ELECTRIC SYSTEM</u>										
River Valley Underground - PET5 (McLaren/ Burns)	Conversion of the overhead express 7.2/12.5kV McLaren/Burns feeder to underground from Petoskey Substation through the Bear River Valley to lone Street. Adds reliability to this express feeder serving one of the highest critical loads on the system.	Operating Revenue				351,000				351,000
River Road Sport Complex Service	Installation of new three-phase underground primary distribution circuit along River Road from Standish Avenue to the River Road Sports Complex providing electrical service to the recreation facility.	Operating Revenue				276,000				276,000
CBD Alley Conversion to Underground	Conversion of the remaining CBD alleys to underground.	Operating Revenue				125,000				125,000
Sheridan Road Underground	Conversion of the existing 7.2/12.5kV overhead aerial spacer cable distribution circuit to underground along Sheridan Road from Cemetery Road to Eppler Road. Converts this section of aged distribution line to a more reliable underground system.	Operating Revenue				293,000				293,000
Buckley Avenue Underground	Conversion of the existing 7.2/12.5kV overhead aerial spacer cable distribution circuit to underground along Buckley Avenue from Standish Avenue to Washington Street. Converts this section of aged distribution line to a more reliable underground system.	Operating Revenue				275,000				275,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source
2029**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>MOTOR POOL</u>										
Patrol Vehicle - Replacement	To replace patrol vehicle #445 (2023) with 2029 unit. Painting and lettering required.	Operating Revenue						75,000		75,000
Patrol Vehicle - Replacement	To replace patrol vehicle #446 (2023) with 2029 unit.	Operating Revenue						75,000		75,000
Public Safety Marine Apparatus - Replacement	Replace Unit #526 (2007).	Operating Revenue						40,000		40,000
Bobcat Toolcat with Attachments, Snow Blower, Forks, Rotating Broom and Box Replacement	Replace unit #123 (2020).	Operating Revenue						100,000		100,000
Pickup Truck with Plow - Streets - Replacement	Replace Streets Division Unit #70 (2015).	Operating Revenue						60,000		60,000
Heavy Duty Hydraulic Sewer Cleaner	Replace Unit #99 (2005).	Operating Revenue						280,000		280,000
<u>DOWNTOWN AREA</u>										
Parking Lot Improvements	Paving and landscaping improvements to a parking lot.	Parking		200,000						200,000
<u>BUILDINGS AND GROUNDS</u>										
City Hall Upgrades	Carpeting will need replacing along with new bathroom counters, sinks, tile flooring and partitions.	Operating Revenue	125,000							125,000
Key Fob Security System	Replace City buildings from key locks to fob/card system. City Hall security project was completed in 2025.	Operating Revenue	100,000							100,000
<u>PARKS AND SPECIAL FACILITIES</u>										
Little Traverse Wheelway - Slope Restoration Project	Slope restoration project on Little Traverse Wheelway including shoreline stabilization and trail reconstruction.	Operating Revenue							18,000,000	18,000,000
Marina Restroom/Shower	Improvements to the Marina restrooms and showers include interior renovations to counter tops, partitions and painting.	Operating Revenue	25,000							25,000
Lake Street Dam Improvements	Implementation of the chosen alternative from engineering study.	Operating Revenue							TBD	TBD
Magnus Park Phase Two	Continue construction of phase two based on the master plan.	TIFA							2,000,000	2,000,000
Bates Interior Improvements	The concession stand, scorers booth and restrooms will need to be upgraded to ADA standards.	Operating Revenue	50,000							50,000
Little Traverse Wheelway	Resurfacing.	Operating Revenue	150,000							150,000
Grand Totals			\$450,000	\$200,000	\$1,687,000	\$1,320,000	\$1,200,000	\$630,000	\$20,000,000	\$25,487,000

City of Petoskey 2025-2030 Capital Improvement Plan

2029 Projects



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**City of Petoskey
Capital Improvement Plan
Project Funding Source
2030**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
Miscellaneous Pavement Preservation, Paving and Repair	The purpose of this project is to replace or rehabilitate existing pavement and curb lines. Small Urban Grant funding will be utilized.	Right-of-Way			75,000				375,000	450,000
Miscellaneous Pavement Preservation, Paving and Repair	This project is to replace or rehabilitate existing pavement and curb lines. Streets to be considered fall under the category of fair to poor based on PASER ratings.	Right-of-Way			500,000					500,000
<u>WATER AND WASTEWATER SYSTEM</u>										
Water - Miscellaneous Water Main Spot Repairs and Upgrades	Water main work will take place in conjunction with street resurfacing projects along with lead and copper service investigations and replacement.	Operating Revenue					750,000			750,000
Sanitary - Miscellaneous Sewer Main Spot Repairs and Upgrades	Sewer main work will take place in conjunction with street resurfacing.	Operating Revenue					750,000			750,000
Dead-End Water Mains - Water Quality Issues	The City's water distribution system consists of nearly 80 miles of various sized pipe lines that are typically interconnected creating a looped or circulating system. Staff efforts would focus on engineering solutions for segments of dead-end or noncirculating mains that are prone to water quality complaints. Candidates include Karamol Court, Valley View, Ann Street and Wesley Street.	Operating Revenue					50,000			50,000
Water - Lead and Copper Rule Service Replacement	The State of Michigan (EGLE) requires all public water supplies to replace a percentage water service lines based on the completed Distribution System Materials Inventory.	Operating Revenue					150,000			150,000
<u>SIDEWALKS</u>										
Miscellaneous Sidewalk Construction and Replacement	Sidewalk additions and replacement will occur in conjunction with street projects and in priority locations established in the Non-Motorized Facilities Plan.	Right-of-Way			300,000					300,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source**

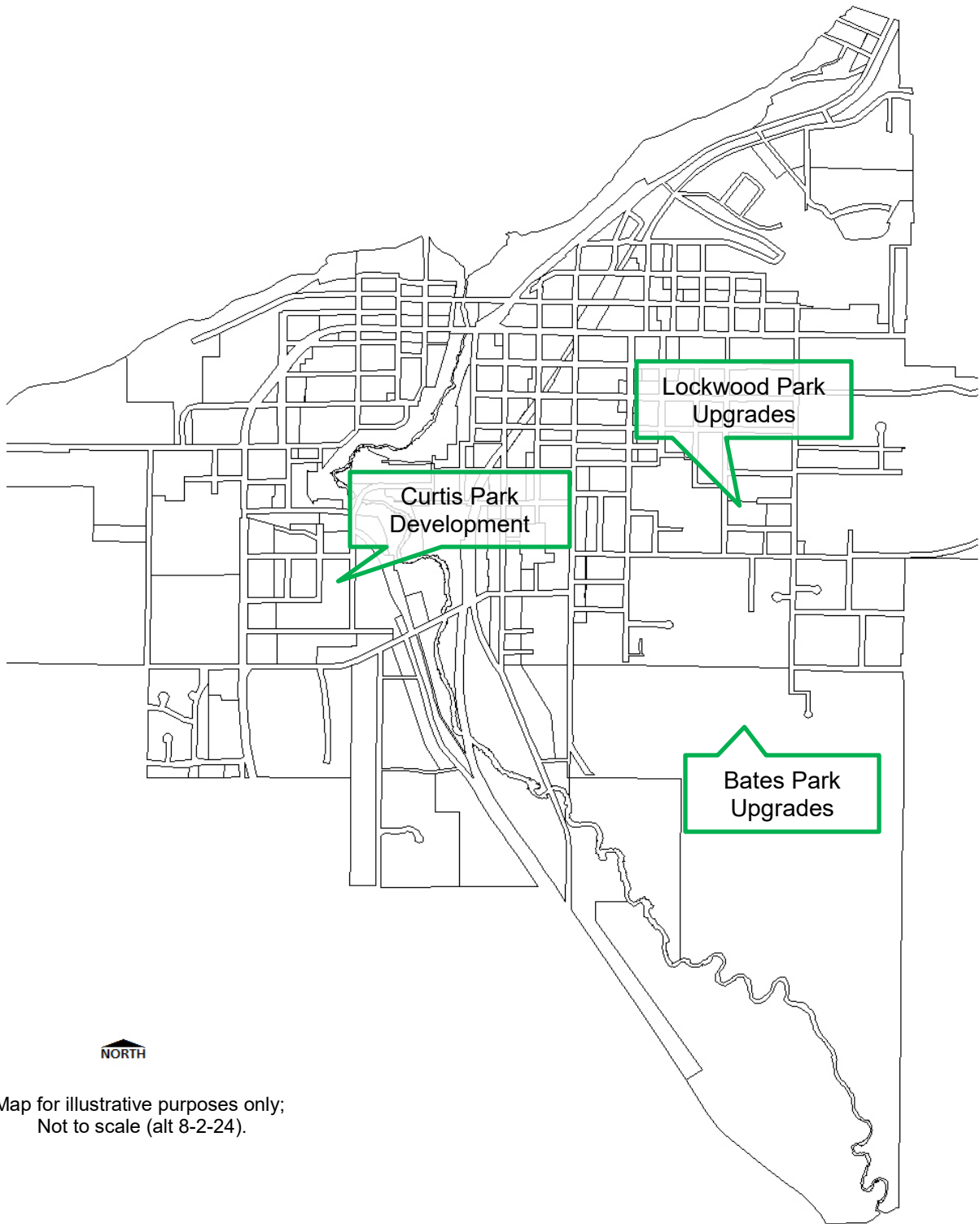
PROJECT CATEGORY		2030	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>ELECTRIC SYSTEM</u>		Funding Source								
Padmount Distribution Equipment Replacement	Replacement of padmount cabinets, switchgear, and transformers due to age, rust, and metal fatigue. Specific equipment to be replaced will be based on annual inspection of padmount electrical equipment.	Operating Revenue				125,000				125,000
Vantage View Underground Replacement	Replacement of the 30+ year old underground cable and equipment in Vantage View subdivision. Existing equipment is inaccessible along rear lot lines. New equipment will be placed along roadways.	Operating Revenue				493,010				493,010
Cemetery Road Underground	Conversion of the existing 7.2/12.5kV overhead open-wire distribution circuit to underground along a portion of Cemetery Road starting at the City limits. Converts this section of mainline circuit serving large load customers to a more reliable system.	Operating Revenue				304,000				304,000
Mitchell Road Substation Capacitor Bank	Install (1) two-step 2400 kVAR pad mounted capacitor bank at Mitchell Road Substation to compensate for increased VAR flow on the 12.5 kV distribution circuits. Includes a new 1200A switchgear breaker for direct connection to the bus.	Operating Revenue				220,000				220,000
<u>MOTOR POOL</u>										
Patrol Vehicle - Replacement	Replace vehicle #444 (2024) with 2030 model. Convert and/or replace equipment from old unit, painting and lettering required.	Operating Revenue						80,000		80,000
Public Safety Vehicle - Replacement	Replace vehicle #448 (2020) with 2030 model.	Operating Revenue						60,000		60,000
Pick-Up Truck 3/4 Ton 4x4 - Replacement	Replace Water Division Unit #32 (2020).	Operating Revenue						80,000		80,000
Pick-Up Truck 3/4 Ton 4x4 - Replacement	Replace Water Division Unit #38 (2021).	Operating Revenue						60,000		60,000
Utility Truck 1 Ton 4x4 - Replacement	Replace Electric Division #89 (2016).	Operating Revenue						110,000		110,000
Asphalt Recycler Trailer - Replacement	Replace Public Works Unit #108 (2015).	Operating Revenue						60,000		60,000

**City of Petoskey
Capital Improvement Plan
Project Funding Source**

PROJECT CATEGORY		2030	Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
Fork Lift - Replacement	Replace Public Works Unit #114 (1991).	Operating Revenue							50,000		50,000
Bobcat Toolcat with Attachments, Snow Blower, Forks, Broom, and Box - Replacement	Replace Utility Vehicle Unit #123 (2020).	Operating Revenue							100,000		100,000
Fork Lift - Replacement	Replace Public Works Unit #128 (2006).	Operating Revenue							50,000		50,000
<u>DOWNTOWN AREA</u>											
Technology Updates	Updates to improve efficiencies of pay stations and parking meters.	Parking			TBD						TBD
<u>BUILDINGS AND GROUNDS</u>											
Public Safety - Bay Harbor Station	New overhead garage doors.	Operating Revenue	75,000								75,000
<u>PARKS AND SPECIAL FACILITIES</u>											
Curtis Park Development	Recommendations for improvements will be determined through master plan and public comments. Development could include nature trails, forestry improvements, shelters and park amenities. The park currently is not ADA accessible.	Operating Revenue	500,000							500,000	1,000,000
Bates Park	Field upgrade, dugout replacement, accessibility and landscaping improvements.	Operating Revenue	500,000								500,000
Lockwood Park Upgrades	Upgrade the court to a multi-use Pickleball/Basketball court, add accessibility pathway and other accessibility upgrades.	Operating Revenue	750,000								750,000
Grand Totals			\$1,825,000	\$0	\$875,000	\$1,142,010	\$1,700,000	\$650,000	\$875,000	\$7,067,010	

City of Petoskey 2025-2030 Capital Improvement Plan

2030 Projects



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Not to scale (alt 8-2-24).

**City of Petoskey
Capital Improvement Plan
Projects Lacking Funding**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>STREETS AND DRAINAGE</u>										
Miscellaneous Pavement Preservation, Paving and Repair	The purpose of this project is to replace or rehabilitate existing pavement and curb lines. Streets to be considered fall under the category of fair to poor based on PASER ratings.	Right-of-Way			TBD					TBD
Storm Sewer System Upgrades	Projects identified in the 2018 Stormwater Asset Management Plan.	Right-of-Way			TBD					TBD
Full reconstruction of streets identified through PASER ratings and utility conditions	Streets that are not candidates for pavement preservation and will require significant funding for reconstruction. Possible candidates include Buckley, Ingalls and Jackson.	Right-of-Way			TBD					TBD
Downtown Streetscape	Downtown streetscape is over 30 years old necessitating major upgrades.	Operating Revenue							TBD	TBD
<u>WATER AND WASTEWATER SYSTEM</u>										
Lead Service Line Replacements	New lead and copper rules dictate that any portion of a water service line that may have been in contact with lead is considered a lead service line and would need to be removed and replaced within the dwelling it serves. Rule requirements include a system wide inventory by year 2025 to determine the number of service replacements. Once determined, replacements must occur at a rate of 5% per year over a 20 year period. Service line replacements are estimated at \$7,000 per service.	Operating Revenue					TBD			TBD
Development of Wells 8 & 9	Two water wells were originally partially developed by a private developer as part of a capacity agreement near the intersection of Anderson and Intertown Road in the early 2000s. Since other wells were being developed as part of other agreements these two were never equipped. As consumption increases or as the other older wells produce less over time, these two will likely be needed in the future.	Operating Revenue					3,800,000			3,800,000
Submersible Pump Changeouts for Lift Stations	The wastewater lift stations originally installed as part of the Bay Harbor Development are nearly 30 years in age, periodic replacement will be phased in over multiple years.	Operating Revenue					250,000			250,000
Watermain Replacement - Upper District Sheridan to US-131 Tower	This is an ongoing replacement of vintage 1960s transmission water main that has been incrementally replaced through various street and infrastructure projects.	Operating Revenue					1,410,000			1,410,000

**City of Petoskey
Capital Improvement Plan
Projects Lacking Funding**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
<u>SIDEWALKS</u>										
Sidewalk Construction and Maintenance	The City has prioritized construction of sidewalks and now has nearly 50 miles to maintain.	Right-of-Way			TBD					TBD
<u>ELECTRIC SYSTEM</u>										
Resort Pike Tie - PET2 to PET4	Installation of #336.4 Hendrix south from Sterzik Road to the CE 138kV line, then 500kCM 15kV CU underground extending north to the existing #336.4 ACSR dead-end pole.	Operating Revenue				215,000				215,000
Mitchell Road Overhead Reconductor	Reconductor overhead three-phase line on Mitchell Road from Division Road to Hill Street. Complete in conjunction with 500kCM underground cable to Kalamazoo Avenue and East Lake Street, plus overhead reconductor on Lake Street to Division Street for new/redundant 7.2/12.5kV source into CBD.	Operating Revenue				65,000				65,000
East Mitchell Street Underground Cable	Installation of 500kCM 15kV underground cable from riser pole near Lincoln Place to Kalamazoo Avenue and Lake Street.	Operating Revenue				210,000				210,000
Utility System Generators	Providing fixed generation at key utility facilities. (e.g. well houses, lift stations).	Operating Revenue				375,000				375,000
Mitchell Road Substation Driveway Paving	Grading, drainage improvements and paving of the Petoskey Substation driveway.	Operating Revenue				55,000				55,000
<u>MOTOR POOL</u>										
100' Aerial Platform Fire Truck - Public Safety	Replace Public Safety vehicle #516 (2019) in 2036.	Operating Revenue						2,000,000		2,000,000
Rescue Pumper Fire Truck - Public Safety	Replace Public Safety vehicle #501 (2020) in 2040.	Operating Revenue						1,500,000		1,500,000
Rescue Pumper Fire Truck - Public Safety	Replace Public Safety vehicle #502 (2020) in 2040.	Operating Revenue						1,500,000		1,500,000
<u>DOWNTOWN AREA</u>										
Parking Lot and Structure Improvements	On-going maintenance of lots, meters, pay stations and possible structure will be needed.	Operating Revenue			TBD					TBD
<u>BUILDING AND GROUNDS</u>										
Public Safety - Bay Harbor Station	Built in 2011, building maintenance will require replacement windows, boiler upgrade, HVAC replacement and carpeting.	Operating Revenue	82,000							82,000

**City of Petoskey
Capital Improvement Plan
Projects Lacking Funding**

PROJECT CATEGORY		Funding Source	General	Parking	Streets	Electric	Water & Sewer	Motorpool	Grants/Other	Total
History Museum	Museum was built in 1971 and soffit will need replacement.	Operating Revenue	10,000						TBD	10,000
Carnegie Building	Façade improvements, HVAC, flooring and multimedia updates.	Operating Revenue	1,000,000						TBD	1,000,000
<u>PARKS AND SPECIAL FACILITIES</u>										
Bayfront Park Shoreline Stabilization Improvements	Due to on-going high water levels and resulting damage, improvements to stabilize shoreline.	Operating Revenue	7,000,000						TBD	7,000,000
Little Traverse Wheelway	LTW restoration (\$48 per linear foot x 5,280 (1 mile) x 8 miles).	Operating Revenue	2,027,520							2,027,520
Downtown Greenway Corridor - Washington Street to River Bend Park	Extension of the Downtown Greenway Corridor to connect to River Bend Park.	Operating Revenue							TBD	TBD
Bear River Valley	Extending whitewater improvements to south of Bridge Street, boardwalk replacements and improvements and trail repairs.	TIFA							455,000	455,000
Marina	Recent receding water levels may force the need to have the marina dredged.	Operating Revenue	250,000						TBD	250,000
School Recreation Complex Maintenance	Projects to include Turcott drainage improvements, Middle School ballfield irrigation, concession upgrades, and tennis court repaving.	Operating Revenue	250,000						250,000	500,000
Dog Park	Dog park was identified as a top community project based on public feedback per the current Parks and Recreation Master Plan.	Operating Revenue	100,000						200,000	300,000
Miscellaneous	Miscellaneous replacements including park benches and picnic tables as identified.	Operating Revenue	75,000							75,000
Bear River Valley Stair Tower and Pedestrian Bridges Maintenance	Painting of stair tower and pedestrian bridges.	Operating Revenue	30,000							30,000
Bayfront West Livable Shoreline Installation	Convert revetment and shoreline to a natural livable design to help with high water erosion issues.	TIFA							TBD	TBD
Paddle Sport Improvements at Bayfront Park	Improvements to include storage and installation of a barrier free launch.	TIFA							125,000	125,000
East Park Trail Connector	Trail connector improvements from East Park to Bay Harbor.	Operating Revenue							TBD	TBD
Grand Totals			\$10,824,520	TBD	TBD	\$920,000	\$5,460,000	\$5,000,000	\$ 1,030,000	\$23,234,520