



AGENDA - City Council

DATE: January 13, 2025 7:00 PM City Council Chambers

- I. Call to Order
- II. Roll Call
- III. Pledge of Allegiance
- IV. Zoning Board of Appeals
 - I. Public Hearing: 15450 Windmill Pointe Variance Request
 - II. 15450 Windmill Pointe Variance Request
- V. Approval of Consent Agenda
 - I. Approval of December 9, 2024 Minutes
 - II. Committee & Commissions Report
 - III. Pump Station Maintenance Items
 - IV. Short-Term Disability Insurance Proposal
 - V. City Manager/Public Safety Report
 - VI. Invoices over \$5,000
- VI. Public Comment (Agenda Items)
- VII. Approval of Regular Agenda
- VIII. Presentation
 - I. FY2024 Financial Statement Presentation
- IX. Unfinished Business
- X. New Business
 - I. Board and Commission Appointments
 - II. Council Comment
- XI. Public Comment (Non-Agenda Items)
- XII. Closed Door - Pursuant to MCL 15.268(a)
- XIII. Adjournment

Public Comment: Public Comments are limited to three minutes.

Live Stream: The meeting will be livestreamed to the Official City of Grosse Pointe Park YouTube Channel.



CITY COUNCIL MEETING

DATE: January 13, 2025

SUBJECT: Public Hearing: 15450 Windmill Pointe Variance Request

SUMMARY: The property owner of 15450 Windmill Pointe Drive has applied for a variance request to install an in-ground pool in the property's side yard. Per Section 3.05(a) *Swimming Pools* of the recently adopted comprehensive zoning ordinance, swimming pools are restricted to rear yards only. This regulation was carried forward from the previous zoning ordinance.

A variance request requires a public hearing and certain notification requirements. At the public hearing, the ZBA may hear from interested parties, and at its conclusion, can take action on the request.

Attached for your review are the following materials:

1. Staff report by McKenna
2. Variance Application
3. Copy of the Published Public Notice
4. Affidavit of publication for the public notice
5. Proof of mailing notice.

FINANCIAL IMPACT: N/A

RECOMMENDATION: Hold the required public hearing and take action on the requested variance.

PREPARED BY: Warren Rothe, Assistant City Manager



MCKENNA

Memorandum

TO: Mr. Warren Rothe, Assistant City Manager, Grosse Pointe Park
FROM: Laura Haw, AICP, NCI
SUBJECT: Variance Request: 15450 Windmill Pointe Drive
DATE: January 8, 2025

VARIANCE REQUEST AND BACKGROUND

We have reviewed a variance request for the residential property at 15450 Windmill Pointe Drive. The following are the specifics of the request, with the property outlined in red below (source: application plot plan). The proposed pool is identified in blue, with the limits of the pool fencing shown in a blue dashed line.

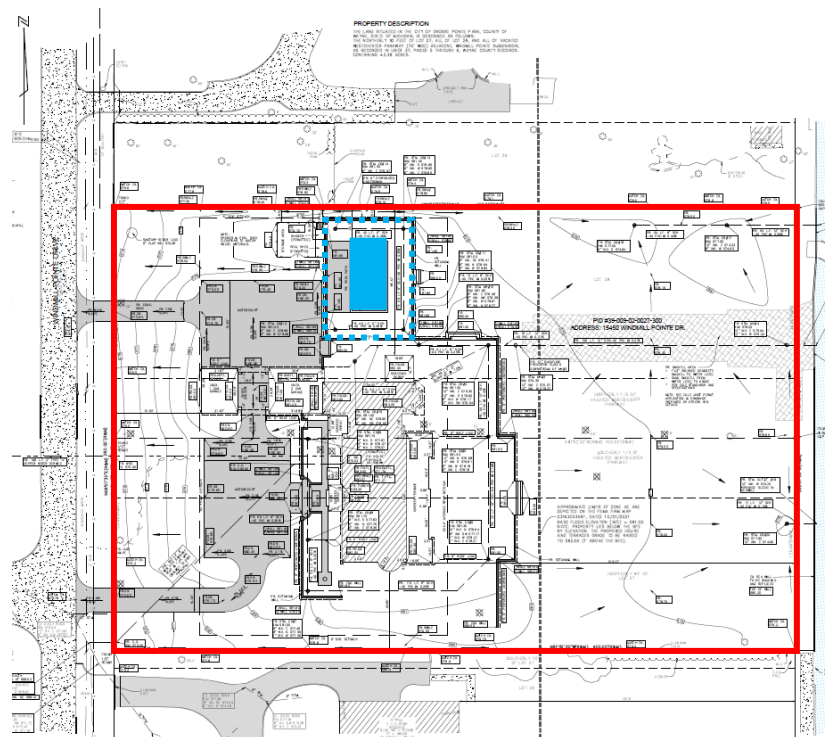
Zoning District:
ER, Estate Residential

Proposed Use:
Single-unit residential, which is currently under construction and has been permitted by the city.

Area Involving a Variance:
The homeowner proposes to install an inground pool (40'x20') to the north of the residence, which is located in the side yard of the property.

The variance request is from *Section 3.05(A): Swimming Pools*, to install a swimming pool within the side yard.

Section 3.05(A) requires swimming pools to be located within the rear yard only.



HEADQUARTERS
235 East Main Street
Suite 105
Northville, Michigan 48167

O 248.596.0920
F 248.596.0930
MCKA.COM

Communities for real life.



VARIANCE REVIEW

The five standards for granting a dimensional variance are found in *Section 14.04: Standards for Review* of the Zoning Ordinance and listed below. For your consideration, our findings immediately follow each of the criteria.

In addition to meeting these criteria, the ZBA must hold a public hearing, which is scheduled for January 13, 2025.

Criteria A:

There are exceptional or extraordinary circumstances or conditions applying to the property that do not apply generally to other properties in the same zoning classification. Exceptional or extraordinary circumstances or conditions include:

- (1) Exceptional narrowness, shallowness or shape of a specific property on the effective date of this Zoning Code, or amendment thereto.*
- (2) Exceptional topographic conditions.*
- (3) Any other physical situation on the land, building or structure deemed by the Zoning Board of Appeals to be extraordinary.*
- (4) By reason of the use or development of the property immediately adjoining the property in question.*

Findings: The subject property consists of two residential lots where two separate homes have been demolished, making this property slightly larger and wider than some of the other parcels in the ER, Estate Residential district.

As detailed on the plot plan, the eastern half of the property is located within an AE Flood Zone, as designated by FEMA (Federal Emergency Management Agency). The AE Flood Zone is a high-risk area that is located near bodies of water (in this instance, Lake St. Clair). While FEMA does permit the construction of an inground pool in this flood zone, there would be additional standards to meet, and it has the potential of creating a future threat.

The strategic placement of the proposed inground pool outside of the existing Flood Zone is considered a best practice, to minimize future impacts and obstructions (ex: limit the potential for breaking or flooding and the pool debris impacting the primary structure, adjacent homes, etc.).

Criteria B:

Such a variance is necessary for the preservation and enjoyment of a substantial property right similar to that possessed by other properties in the same zoning district and in the vicinity (possible increased financial return is not of itself sufficient to warrant a variance).

Findings: An inground pool is a common property right for residential properties, and specifically within the ER, Estate Residential district. Along Windmill Pointe (all southwest of Trombley) at least ten other inground pools exist. The majority of these pools are in the waterfront side of the property (to the rear of the home); however, at least one pool is located within the side yard.

As an inground pool is an established common use of the property in this area and zoning district, it is reasonable that the subject property owner should be able to install and enjoy such a use.



Criteria C:

Authorization of a variance will not be of substantial detriment to adjacent property and will not materially impair the intent and purpose of this Zoning Ordinance or the public health, safety, and general welfare of the community.

Findings: The proposed inground pool does not impair the intent and purpose of the Zoning Ordinance. As designed, the pool complies with all other required standards of *Section 3.05: Swimming Pools* (excluding the rear yard requirement).

In fact, the proposed pool exceeds the other dimensional setbacks standards of *Section 3.05: Swimming Pools*. Specifically, the pool edge, which must be at least 10-feet from any property line, is located 20.38' from the north (side) property line.

In addition, all other standards of *Section 3.05: Swimming Pools* are met.

Lastly, with the proposed increased setbacks, and as the subject property is a wider lot than others, it is not anticipated that the proposed variance will negatively impact the public health, safety, and welfare of the community. If found necessary by the ZBA, a condition to require landscaping to the north of the pool fence could be appropriate. This is one item for the ZBA to consider, especially in relation to any public comments received from adjacent property owners.

Criteria D:

The granting of such a variance will not adversely affect the purposes or objectives of this Article or the Grosse Pointe Park Master Plan.

Findings: The 2022 Grosse Pointe Park Master Plan states the following goals for neighborhoods and for sustainability (page 107):

Neighborhoods: "The City will maintain its existing housing, as well as encourage a more diversified housing stock. New and rehabbed buildings will be consistent with the character and historic nature of Grosse Pointe Park."

Sustainability: "The City will protect its parks and recreational amenities to define the community that is connected by green space and outdoor amenities. Green infrastructure practices will be paramount to ensuring a sustainable future for the City of Grosse Pointe Park."

The proposed location of the pool in the side yard does not negatively impact either of the two Master Plan goals for neighborhoods and sustainability. As the location is proposed outside of the FEMA Flood Zone, the design appears to support future flooding mitigation.

Criteria E:

The need for the variance or conditions which substantiate granting the variance are not self-created.

Findings: While the subject property contains new construction, the location of the FEMA Flood Zone AE is outside of the control of the applicant and practically limits the use of the property, in the interest of ensuring future safety for the property and adjacent homes.



FINDINGS AND RECOMMENDATION

Subject to any additional information presented and discussed by the applicant, ZBA, and/or the public during the public hearing and incorporated into the record prior to any findings being made, we recommend that the City approve the requested variance to *Section 3.05: Swimming Pools*, to allow the proposed inground pool to be constructed in the side yard (as opposed to the rear yard), based on the findings of fact below.

If found necessary by the ZBA, a condition to require landscaping to the north of the pool fence could be appropriate.

Findings of fact this recommendation of approval is based upon:

1. The strategic placement of the proposed inground pool outside of the existing Flood Zone is considered a best practice, to minimize future impacts and obstructions (ex: limit the potential for breaking or flooding and the pool debris impacting the primary structure, adjacent homes, etc.).
2. An inground pool is an established common use of the property in this area and zoning district; it is reasonable that the subject property owner should be able to install and enjoy such a use.
3. The proposed inground pool does not impair the intent and purpose of the Zoning Ordinance. As designed, the pool complies with all other required standards of *Section 3.05: Swimming Pools* (excluding the rear yard requirement) and even exceeds a number of those minimum requirements.
4. With the proposed increased setbacks, and as the subject property is a wider lot than some others, it is not anticipated that the proposed variance will negatively impact the public health, safety, and welfare of the community.
5. The proposed location of the pool in the side yard does not negatively impact either of the two Master Plan goals for neighborhoods and sustainability. As the location is proposed outside of the FEMA Flood Zone, the design appears to support future flooding mitigation.
6. While the subject property contains new construction, the location of the FEMA Flood Zone AE is outside of the control of the applicant and practically limits the use of the property, in the interest of ensuring future safety for the property and adjacent homes.



City of Grosse Pointe Park

Zoning Board of Appeals Application

Applicant's Name: _____

Applicant's Address: _____

Home Phone: _____ Business Phone: _____

State specific variance requested: _____

Specifically, state any hardships that may be incurred through compliance of existing zoning regulations:

Attach drawing if such variance request relates to construction or placement of any structure.

Such drawing must include the following:

1. Depict existing lot and buildings and that of immediate adjoining lots.
2. Denote yard setback distances.
3. Percentage of lot occupancy existing.
4. Percentage of lot occupancy proposed.
5. Area dimensions and height of proposed addition/construction.
6. Use of existing building.
7. Vehicle parking area(s).

Submit non-refundable appropriate fee as follows for variance request regarding:

Non-Refundable Application Fee	\$500.00 + Escrow*
Plan Review	\$500.00 + Escrow*
Building Construction	\$500.00 + Escrow*
Building or property use	\$500.00 + Escrow*
Sign placement	\$500.00 + Escrow*
Miscellaneous	\$500.00 + Escrow*
Fence restrictions	\$500.00 + Escrow*

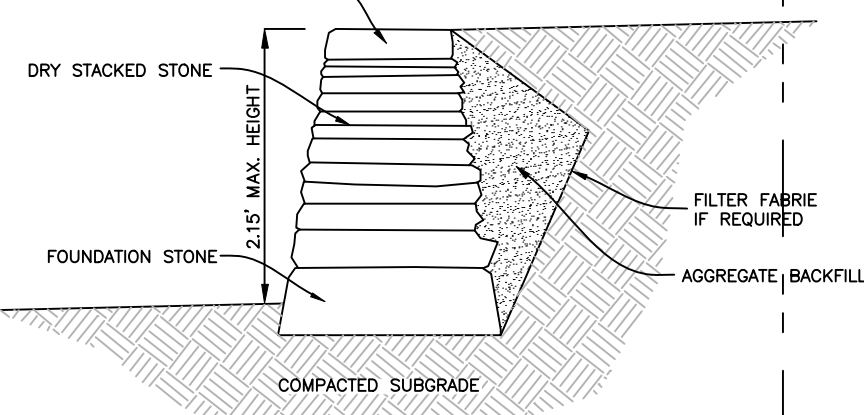
Please note application will not be forwarded or hearing schedule until appropriate fees have been paid along with complete set of drawings.

Failure to comply with zoning regulations or obtain necessary approval as required will result in fines and penalties of up to \$500.00 in accordance with the provisions of the Grosse Pointe Park City code.

Signature _____ Date _____



DRY STACKED STONE RETAINING WALL



DRY STACKED STONE RETAINING WALL DETAIL
NOT TO SCALE

NOTE: ALL INTERIOR GRADES (ARCHITECTURAL) SUCH AS FINISH FLOOR, BASEMENT FLOOR, FOOTING GRADES WALL SECTIONS SHALL BE VERIFIED BY THE BUILDER AND/OR ARCHITECT PRIOR TO CONSTRUCTION. ALL TRADES MUST USE THE ARCHITECTURAL PLANS OF RECORD TO CONSTRUCT ANYTHING OTHER THAN EXTERIOR GRADES AS SHOWN ON THIS PLOT PLAN.

NOTE: SETBACKS AS SHOWN ON THIS PLOT PLAN WERE OBTAINED FROM THE MUNICIPALITY. IT IS THE RESPONSIBILITY OF THE CLIENT TO INSURE THAT THIS INFORMATION IS CORRECT. SINCE DEED RESTRICTIONS ARE NOT SUPPLIED BY THE MUNICIPALITY, THE CLIENT MUST INFORM THIS OFFICE OF ANY SPECIAL RESTRICTIONS WHICH MAY AFFECT THIS PLOT PLAN.

NOTE: FENN AND ASSOCIATES ASSUMES NO RESPONSIBILITY FOR GIVEN HOUSE DIMENSIONS. CLIENT MUST VERIFY ALL DIMENSIONS PRIOR TO CONSTRUCTION.

NOTE: THIS PLOT PLAN WAS PREPARED IN THE OFFICE. FIELD WORK WAS PERFORMED BY OTHERS. APPROVAL OF THIS PLOT PLAN DOES NOT RELIEVE THE OWNER/BUILDER OF COMPLIANCE WITH ALL APPLICABLE CODES AND/OR ORDINANCES.

NOTE: THIS DRAWING IS NOT INTENDED OR REPRESENTED TO BE A LAND OR PROPERTY LINE SURVEY. THIS DRAWING IS NOT TO BE USED FOR THE ESTABLISHMENT OF ANY PROPERTY LINES OR OTHER IMPROVEMENTS.

NOTE: ACTUAL AS-BUILT LEAD LOCATIONS MUST BE OBTAINED FROM THE CITY/TOWNSHIP.

NOTE: PROPOSED HOUSE HAS DROP BRICK LEDGE.

NOTE: SURVEY AND TOPOGRAPHIC MAPPING BY OTHERS PROVIDED BY CLIENT. FENN & ASSOCIATES, INC. IS RELIEVED OF ANY LIABILITY AS TO THE ACCURACY AND/OR COMPLETENESS OF SAID SURVEY.

EX. CATCH BASIN
RM 573.59
10' INV. SW 570.54
12' INV. S 570.26
10' INV. NE 570.46
2' INV. W 570.16

EX. STORM MANHOLE
RM 573.81
12' INV. SE 570.21
12' INV. SE 570.31
10' INV. SW OFFSET

EX. CATCH BASIN
RM 573.52
10' INV. NE 570.20

EX. CATCH BASIN
RM 573.41
12' INV. SW 571.16

EX. STORM MANHOLE
RM 573.81
12' INV. SE 570.21
12' INV. SE 570.31
10' INV. SW OFFSET

EX. CATCH BASIN
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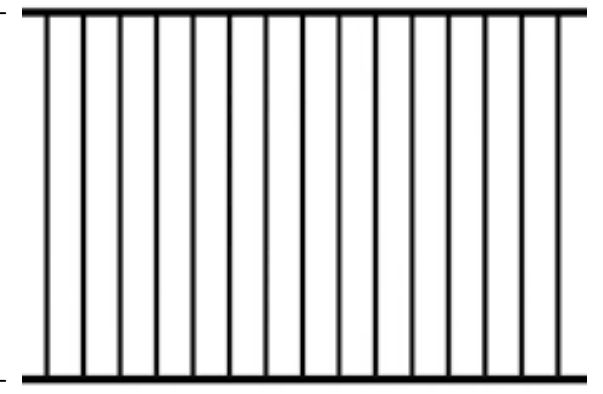
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12' INV. SE 570.31
10' INV. SW OFFSET

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RM 573.52
10' INV. NE 570.20

PROPERTY DESCRIPTION

THE LAND SITUATED IN THE CITY OF GROSSE POINTE PARK, COUNTY OF WAYNE, STATE OF MICHIGAN, IS DESCRIBED AS FOLLOWS:
THE NORTHERLY 90 FEET OF LOT 27, ALL OF LOT 28, AND ALL OF VACATED WESTCHESTER PARKWAY (70' WIDE) ADJACENT TO WINDMILL POINTE SUBDIVISION, AS RECORDED IN LIBER 37, PAGES 5 THROUGH 6, WAYNE COUNTY RECORDS. CONTAINING ±2.38 ACRES.

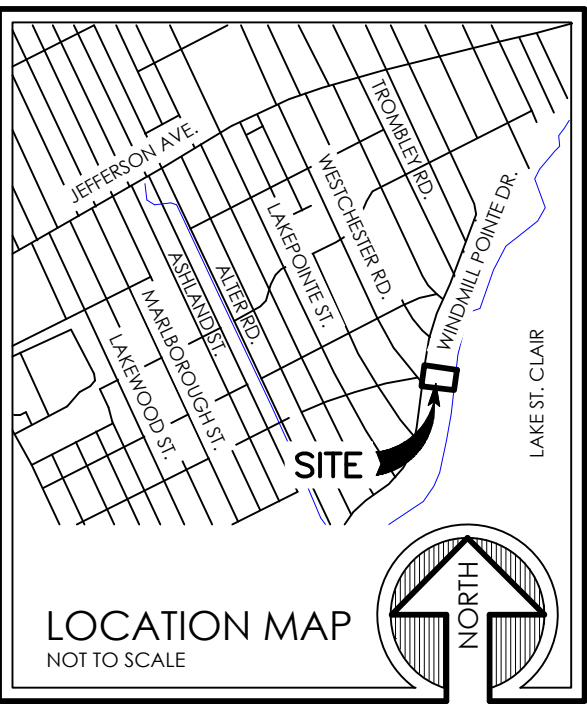
NOTE: POOL FENCE TO BE MEET CODE/MUNICIPAL REQUIREMENTS.



4' HIGH ALUMINUM POOL FENCE
NOT TO SCALE



4' HIGH ALUMINUM POOL FENCE



LOCATION MAP
NOT TO SCALE

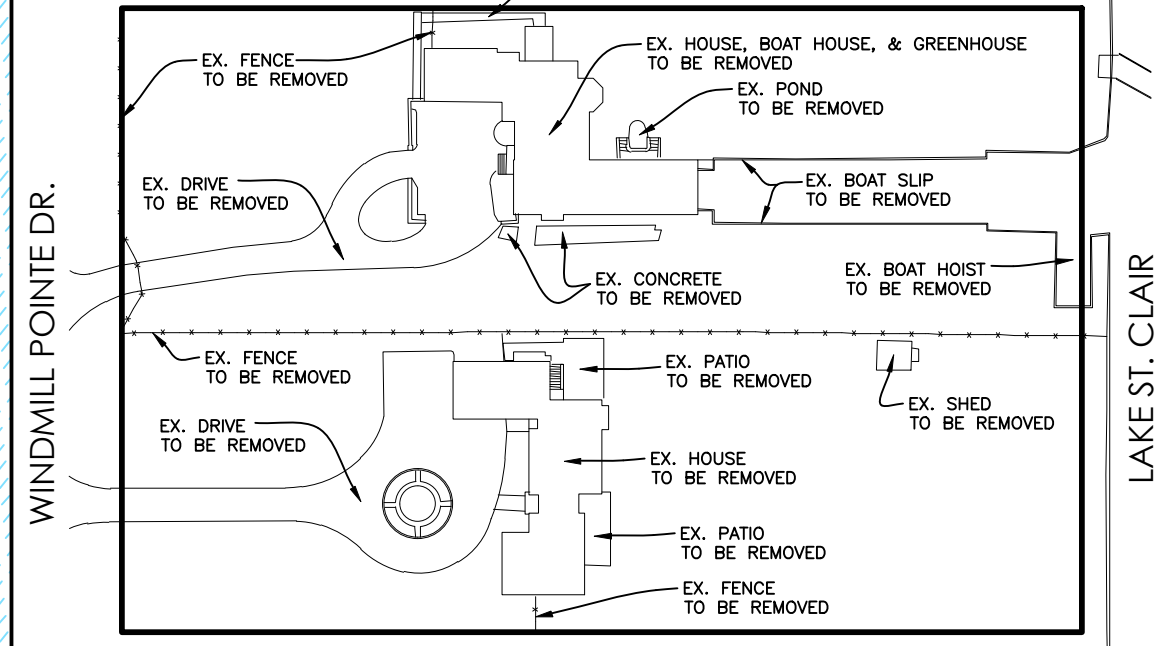
NOTE: AREA OF PROPOSED EARTH CHANGE - 112,675 SQ. FT.

NOTE: PROPOSED HOUSE ELEVATIONS ARE BASED ON A 110" Poured wall with a variable brickledge. VERIFY WITH BUILDER PRIOR TO EXCAVATION.

LEGEND

- △ DOWNSPOUT
 - FOUND MONUMENT (AS NOTED)
 - ⊕ ELECTRIC MANHOLE
 - ⊖ ELECTRIC PANEL
 - ⊕ TRANSFORMER
 - ⊕ UTILITY POLE
 - ⊕ GAS VALVE
 - ⊕ LIGHT POLE WITH STREET LAMP
 - ⊕ TELEPHONE MANHOLE
 - ⊕ CLEANOUT
 - ⊕ ROUND CATCH BASIN
 - ⊕ SQUARE CATCH BASIN
 - ⊕ STORM DRAIN MANHOLE
 - ⊕ FIRE HYDRANT
 - ⊕ WATER GATE MANHOLE
 - ⊕ WATER PUMP
 - ⊕ WATER VALVE
 - ⊕ BOLLARD
 - ⊕ FLAGPOLE
 - ⊕ FLOOD LIGHT
- PR. 000.00 = PROPOSED GRADE
PR. 000.00 = EXISTING GRADE
PR. 000.00 = PLAN PROPOSED GRADE NO LONGER APPLICABLE
X = TREE TO BE REMOVED

NOTE: PROPOSED PLANTINGS ARE NOT DEPICTED ON THIS DRAWING.



DEMOLITION DETAIL
NOT TO SCALE

AREA OF LOT = 104,000 SF
AREA OF HOUSE FOOTPRINT = 7,723 SF
LOT COVERAGE = 7.4%

NOTE: IF THIS DRAWING IS NOT STAMPED & APPROVED BY THE MUNICIPALITY, IT IS NOT TO BE USED FOR CONSTRUCTION.

ARCHITECT: PETER PENNOYER ARCHITECTS
136 MADISON AVE.
11TH FLOOR
NEW YORK, NY 10016
PHONE: 212-779-9765

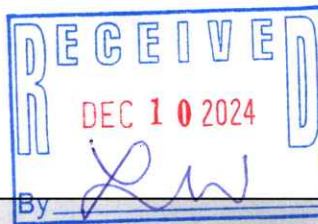
ADDRESS: 15450 WINDMILL POINTE DR.
PARCEL I.D. #39-009-02-0027-300

SITE BENCHMARK: NAVD83 DATUM
1. NORTH FLANGE BOLT ON HYDRANT IN WINDMILL POINTE DR. MEDIAN, ELEV.: 576.90
2. SOUTHEAST BOLT IN LIGHT POLE BASE NORTHWEST CORNER OF SITE, ELEV.: 576.90

REVISIONS			
4/15/24 FOR FILING, NOT FOR CONSTRUCTION			
5/30/24 MUNICIPAL REVIEW			
12/20/24 2DA REVIEW			
DATE: 03/27/24	CHECKED: TWO	FIELD: BY-OTHERS	DRAWN: J.SUTTER, PE
PLOT PLAN OVER 15450 WINDMILL POINTE, PART OF PC 696 & PART OF PC'S 126 & 127, 379 & 570 LYING SOUTH OF JEFFERSON AVE., GROSSE POINTE PARK, WAYNE COUNTY, MICHIGAN			
CLIENT: PETER PENNOYER ARCHITECTS			DRAWING NUMBER: 24-00139.13



Know what's below.

Application for Building PermitBureau of Buildings and Safety Engineering
City of Grosse Pointe Park

Office Use Only

Permit Number: _____

PROJECT LOCATION

15450 Windmill Pte., Grosse Pointe Park, MI 48230

OWNER or LESSEE INFORMATION

NAME 15450 Windmill Pointe Trust		ADDRESS 2000 Brush Street	
CITY Detroit	STATE MI	ZIP CODE 48226	TELEPHONE NUMBER (including area code)

ARCHITECT or ENGINEER

NAME		ADDRESS	
CITY	STATE	ZIP CODE	TELEPHONE NUMBER (including area code)
LICENSE NUMBER		EXPIRATION DATE	

CONTRACTOR INFORMATION

NAME Giant Contracting Services, Inc.		ADDRESS 52759 Lembke Drive	
CITY Shelby Twp.	STATE MI	ZIP CODE 48315	TELEPHONE NUMBER (including area code) (586) 991-1673
LICENSE NUMBER 2102218602		LICENSE EXPIRATION DATE 05/31/2027	

FEDERAL EMPLOYER ID NUMBER OR REASON FOR EXEMPTION

26-0706846

WORKERS COMPENSATION CARRIER OR REASON FOR EXEMPTION

Accident Fund

MESC EMPLOYER NUMBER OR REASON FOR EXEMPTION

No employees

SCOPE OF PROJECT

TOTAL ESTIMATED VALUE OF PROJECT: \$ 250,000.00

USE GROUP		CONSTRUCTION TYPE	
NUMBER OF FLOORS	LENGTH OF BUILDING	WIDTH OF BUILDING	

EXPLAIN PROJECT

Concrete pool installation with equipment and heater only. Paving and Fence by others.

2 SETS OF PLANS MUST ACCOMPANY THIS APPLICATION. FILL IN PLOT PLAN ON PAGE 2 UNLESS SHOWN ON BLUEPRINT

SECTION 23a OF THE STATE CONSTRUCTION CODE ACT OF 1972 NO. 230 OF PUBLIC ACTS OF 1972, BEING SECTION 125.1523c OF THE MICHIGAN COMPILED LAWS, PROHIBITS A PERSON CONSPIRING TO CIRCUMVENT THE LICENSING REQUIREMENTS OF THIS STATE RELATING TO PERSONS WHO PERFORM WORK ON RESIDENTIAL BUILDINGS OR RESIDENTIAL STRUCTURES. VIOLATORS OF SECTION 233a ARE SUBJECT TO CIVIL FINES.

I UNDERSTAND FOR PROJECTS THAT DISTURB ONE (1) ACRE OF LAND OR MORE, PERMANENT (POST-CONSTRUCTION) STORM WATER MANAGEMENT MEASURES WILL BE REQUIRED. FURTHER, I UNDERSTAND A LONG-TERM MAINTENANCE AGREEMENT WILL BE REQUIRED FOR ALL SUCH PERMANENT STORM WATER MANAGEMENT MEASURES.

I UNDERSTAND THAT ANY EARTH CHANGE/DISTURBANCE OVER ONE (1) ACRE IN SIZE AND 500 FEET OF LAKE ST. CLAIR NEEDS A SOIL EROSION AND SEDIMENTATION CONTROL (S.E.S.C.) PERMIT ISSUED BY WAYNE COUNTY AND PERMIT COVERAGE FROM THE MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY BEFORE ANY EARTHWORK CAN BEGIN.

SIGNATURE OF APPLICANT 	APPLICATION DATE 12/09/2024
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FENCE APPROVAL REQUIRES SIGNATURE OF TWO NEIGHBORS

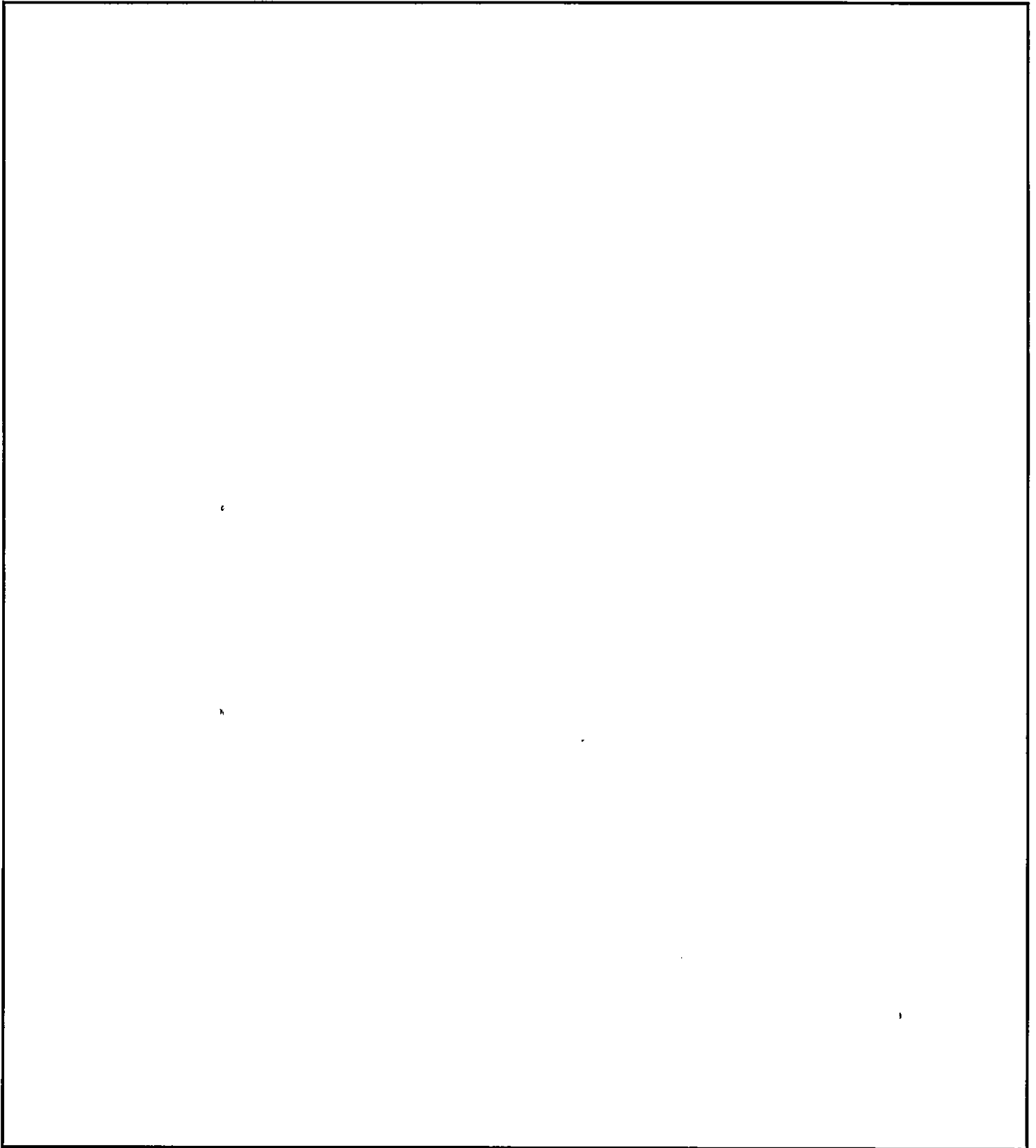
SIGNATURE OF NEIGHBOR FOR FENCE	DATE SIGNED
SIGNATURE OF NEIGHBOR FOR FENCE	DATE SIGNED

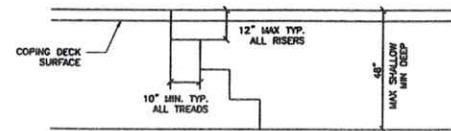
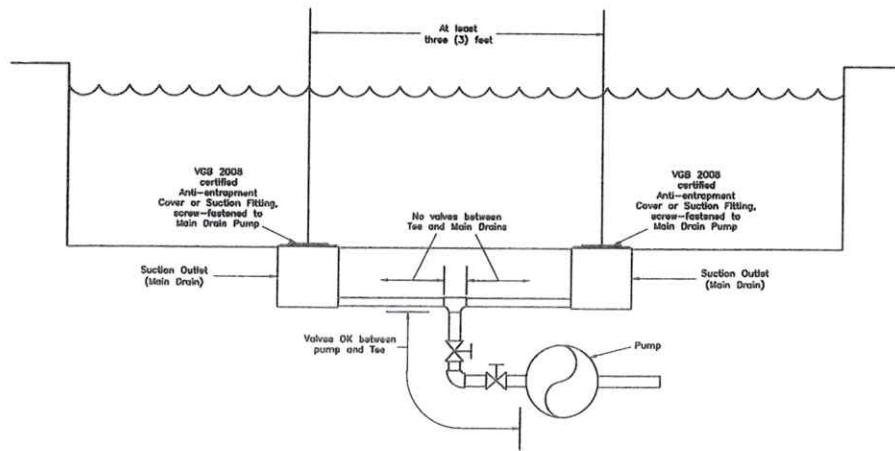
PLOT PLAN

Show buildings on lot and lot in relationship to streets, alleys and lot lines.

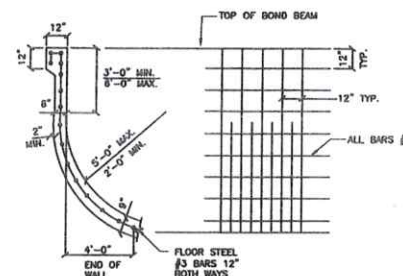
PROJECT LOCATION

15450 Windmill Pte., Grosse Pointe Park, MI 48230

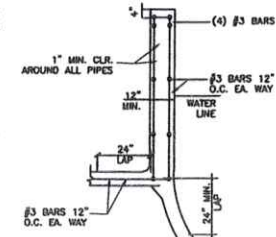




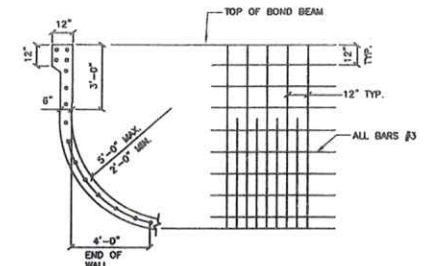
Pool Stairs:



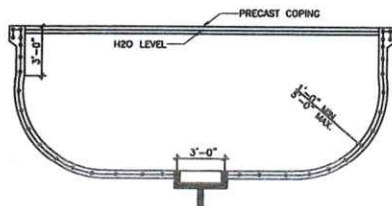
Detail A: Deep End Ramp



Spa Detail



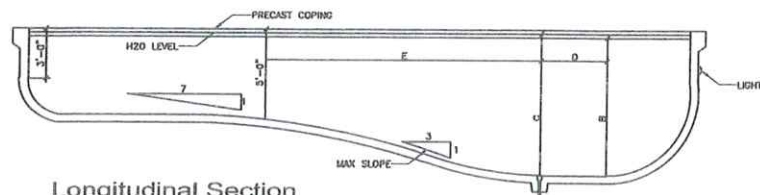
Detail B: Pool Depth 5'-0" to 9'-0"



Transverse Section

STD. DEPTHS/DIM (PRIVATE POOLS)				
A	B	C	D	E
1'-6" (1/2 MTR)	6'-0"	7'-6"	7'-0"	7'-6"
2'-2" (2/3 MTR)	6'-10"	8'-0"	8'-0"	7'-6"
2'-6" (3/4 MTR)	7'-5"	8'-0"	8'-0"	9'-0"
3'-4" (1 MTR)	8'-6"	9'-0"	9'-0"	10'-6"

NOTE: DIM B THROUGH E ARE MIN. DIM.



Longitudinal Section

Construction Notes:

1.) REINFORCING RODS TO MEET ASTM # A15-39 AND ASTM # 305 STANDARDS

2.) GUNITE TO BE GRADE "B" 1/4(1/2) MIX TEST 3000 PSI ON 28 DAY CURE

4.) EXCAVATION SHALL BE THOROUGHLY SATURATED PRIOR TO GUNITE APPLICATION

5.) EXISTING OR FUTURE FOUNDATION FOOTINGS FOR WALLS OR STRUCTURES SHALL BE LOCATED MORE THAN 5'-0" FROM DEEP END AND 3'-0" FROM SHALLOW END OF POOL

6.) PIPING TO AND FROM POOL EQUIPMENT SHALL BE MINIMUM OF SCH. 40 APPROVED PVC PIPE 2" DIA.

7.) MAXIMUM ALLOWABLE DEVIATION OF POOL DIM. IS 3%

8.) ALL POOLS SHALL CONTAIN A MINIMUM OF:

- A. ONE SKIMMER @ DOWNWARD LOCATION
- B. TWO INLETS
- C. ONE MAIN DRAIN

9.) POOL AND FENCE CONSTRUCTION AND/OR INSTALLATION SHALL COMPLY WITH LATEST APPLICABLE MICHIGAN RESIDENTIAL BUILDING CODE (I.E. SECTION AG 101 INCLUSIVE, THROUGH AN INCLUDING 107.1)

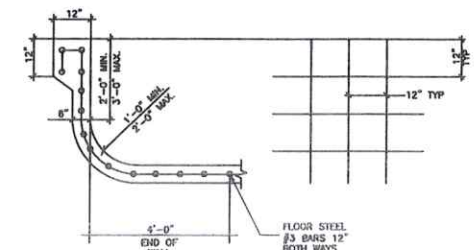
Electrical Notes:

1.) ALL METAL INSTALLATIONS WITHIN 5' OF POOL SHALL BE BONDED (I.E. METAL FENCE POSTS, ELECTRICAL BOXES ETC.)

2.) BONDING CONNECTIONS (4) SHALL BE AT OPPOSITE ENDS OF THE POOL. THE BONDING CONNECTOR SHALL BE INSTALLED IN AN UNBROKEN, UNSPLICED ELECTRICALLY CONTINUOUS LOOP WITH BOTH ENDS OF THE BONDING CONNECTOR ATTACHED TO AN APPROVED UNDER WATER LIGHT FIXTURE JUNCTION BOX

Electrical Grounding:

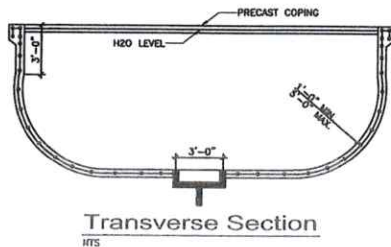
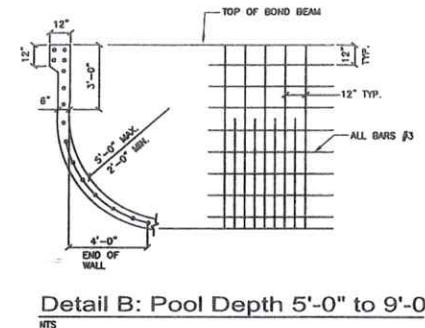
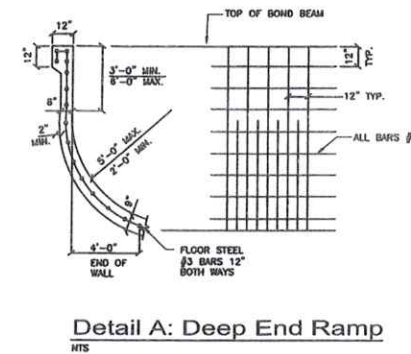
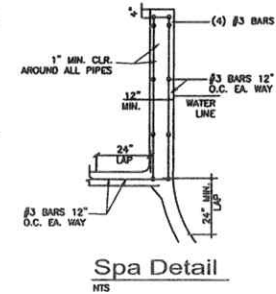
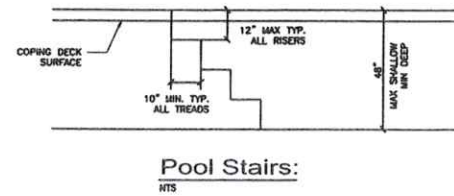
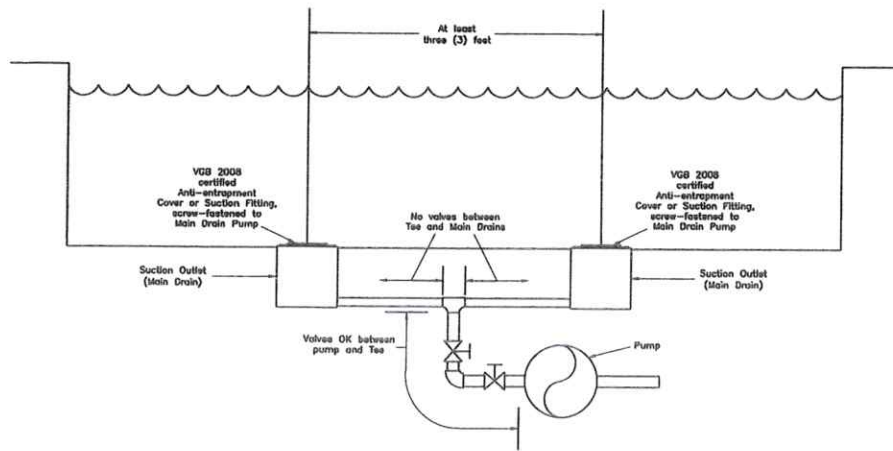
GROUND WIRE SHALL USE #8 SOLID CONDUCTOR CONTINUOUS WITHOUT SPLICES AND CONNECTED UTILIZING APPROVED GROUND WIRE CLAMPS



Detail C: Pool Depth 3'-0" - 5'-0"

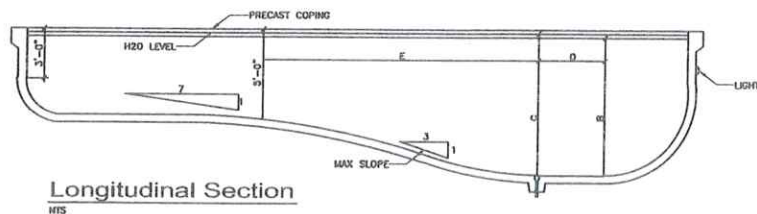
LEGAL DESCRIPTION: 15450 Windmill Pte., Grosse Pointe Park, MI 48230	REVISIONS:	BY:	CLIENT: RYAN MORICI
INDIGO POOL & SPA 	Giant Contracting Services, Inc d/b/a Indigo Pool & Spa 52759 Lambke Drive Shelby Twp., MI 48315 1-888-325-POOL		TEL. NO.: (810) 459-7576 REF. NO.: - DATE: - SCALE: - DRAWN BY: - CHECKED BY: -





STD. DEPTHS/DIM (PRIVATE POOLS)				
A	B	C	D	E
1'-6" (1/2 MTR)	6'-0"	7'-6"	7'-0"	7'-6"
2'-2" (2/3 MTR)	6'-10"	8'-0"	8'-0"	7'-6"
2'-6" (3/4 MTR)	7'-5"	8'-0"	8'-0"	9'-0"
3'-4" (1 MTR)	8'-6"	9'-0"	9'-0"	10'-6"

NOTE: DIM B THROUGH E ARE MIN. DIM.



Construction Notes:

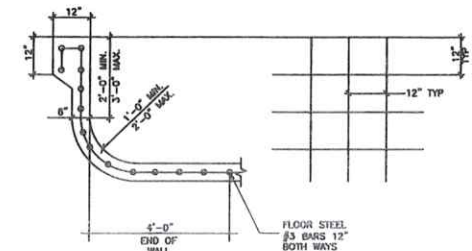
- 1.) REINFORCING RODS TO MEET ASTM # A15-39 AND ASTM # 305 STANDARDS
- 2.) GUNITE TO BE GRADE "B" 1/4(1/2) MIX TEST 3000 PSI ON 28 DAY CURE
- 4.) EXCAVATION SHALL BE THOROUGHLY SATURATED PRIOR TO GUNITE APPLICATION
- 5.) EXISTING OR FUTURE FOUNDATION FOOTINGS FOR WALLS OR STRUCTURES SHALL BE LOCATED MORE THAN 5'-0" FROM DEEP END AND 3'-0" FROM SHALLOW END OF POOL.
- 6.) PIPING TO AND FROM POOL EQUIPMENT SHALL BE MINIMUM OF SCH. 40 APPROVED PVC PIPE 2" DIA.
- 7.) MAXIMUM ALLOWABLE DEVIATION OF POOL DIM. IS 3%
- 8.) ALL POOLS SHALL CONTAIN A MINIMUM OF:
 - A. ONE SKIMMER @ DOWNWARD LOCATION
 - B. TWO INLETS
 - C. ONE MAIN DRAIN
- 9.) POOL AND FENCE CONSTRUCTION AND/OR INSTALLATION SHALL COMPLY WITH LATEST APPLICABLE MICHIGAN RESIDENTIAL BUILDING CODE (I.E. SECTION AG 101 INCLUSIVE, THROUGH AN INCLUDING 107.1)

Electrical Notes:

- 1.) ALL METAL INSTALLATIONS WITHIN 5' OF POOL SHALL BE BONDED (I.E. METAL FENCE POSTS, ELECTRICAL BOXES ETC.)
- 2.) BONDING CONNECTIONS (4) SHALL BE AT OPPOSITE ENDS OF THE POOL. THE BONDING CONNECTOR SHALL BE INSTALLED IN AN UNBROKEN, UNSPLICED ELECTRICALLY CONTINUOUS LOOP WITH BOTH ENDS OF THE BONDING CONNECTOR ATTACHED TO AN APPROVED UNDER WATER LIGHT FIXTURE JUNCTION BOX

Electrical Grounding:

GROUND WIRE SHALL USE #8 SOLID CONDUCTOR CONTINUOUS WITHOUT SPLICES AND CONNECTED UTILIZING APPROVED GROUND WIRE CLAMPS



LEGAL DESCRIPTION: 15450 Windmill Pte., Grosse Pointe Park, MI 48230	REVISIONS:	BY:	CLIENT: RYAN MORICI
INDIGO POOL & SPA 	Giant Contracting Services, Inc d/b/a Indigo Pool & Spa 52759 Lemble Drive Shelby Twp., MI 48315 1-888-325-POOL		TEL. NO.: (810) 459-7576
			REF. NO.: -
			DATE:
			SCALE:
		DRAWN BY:	CHECKED BY:

RECEIVED
DEC 10 2024
By Page 12 of 129

City of **Grosse Pointe Park**, Michigan

**NOTICE OF PUBLIC HEARING
ON VARIANCE REQUEST FOR ASIDE-YARD POOL
AT 15450 WINDMILL POINTE DRIVE**

PLEASE TAKE NOTICE The Zoning Board of Appeals of the City of Grosse Pointe Park will hold a Public Hearing on Monday, January 13, 2025, at 7:00 PM in the Council Chamber of City Hall, Fourth Floor, 15115 E. Jefferson Avenue, Grosse Pointe Park, Michigan 48230 on the following matter:

An application to the Grosse Pointe Park Zoning Board of Appeals requesting a variance to the requirements of the Zoning Ordinance, Section 3.05(a) Swimming Pools by the owners of real property located at 15450 Windmill Pointe Drive, Grosse Pointe Park, Michigan 48230. The following variance is being requested:

Allow for construction of a swimming pool in a side yard.

Information concerning this request may be obtained from the Public Service Department during regular business hours from 8:00 a.m. to 4:30 p.m., Monday through Friday, or by calling (313)-822-4365. Written comments concerning this request will be received by the Public Service Department prior to the public hearing or by the Zoning Board of Appeals at the public hearing. Comments can be submitted via email at clerk@grossepointepark.org.

Bridgette Bowdler,
City Clerk
Page 13 of 129

AFFIDAVIT OF LEGAL PUBLICATION

Grosse Pointe News

16980 Kercheval Pl
Grosse Pointe, Michigan 48230
(313)882-3500

COUNTY OF WAYNE
STATE OF MICHIGAN, SS.

Melanie Mahoney

being duly sworn deposes and says that attached advertisement of

CITY OF GROSSE POINTE PARK

was duly published in accordance with instructions, in the GROSSE POINTE NEWS on
the following date: DECEMBER 19, 2024

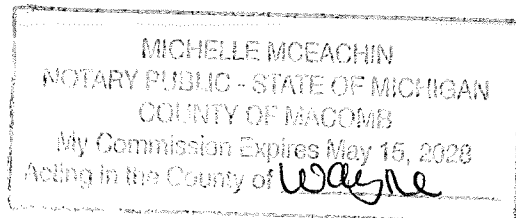
#3 PHN ZONING ORD 244

and knows well the facts stated herein, and that she is the Administrative Assistant
of said newspaper.

Melanie Mahoney

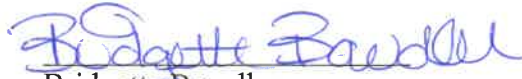
Michelle Moeachin

Notary Public



**PROOF OF MAILING REGARDING NOTICE OF ZONING BOARD OF APPEALS
HEARING**

I, Bridgette Bowdler, Clerk of the City of Grosse Pointe Park, certify that, on this 23rd day of December 2024, I deposited a Notice of Zoning Board of Appeals Hearing for delivery with the United States postal service to the following addresses:



Bridgette Bowdler
Clerk of the City of Grosse Pointe Park
15115 E. Jefferson Ave.
Grosse Pointe Park, MI 48230
(313) 822-6200

See attached document for complete list of addresses.

City of Grosse Pointe Park, Michigan
Notice of Public Hearing
On Variance Request for aside-yard pool at 15450 Windmill Pointe Drive

PLEASE TAKE NOTICE The Zoning Board of Appeals of the City of Grosse Pointe Park will hold a Public Hearing on Monday, January 13, 2025, at 7:00 PM in the Council Chamber of City Hall, Fourth Floor, 15115 E. Jefferson Avenue, Grosse Pointe Park, Michigan 48230 on the following matter:

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Bridgette Bowdler, City Clerk

Barber Residence
15539 Windmill Pointe
Grosse Pointe Park, MI 48230

Asfaw Residence
15440 Windmill Pointe
Grosse Pointe Park, MI 48230

Hessburg Residence
15525 Windmill Pointe
Grosse Pointe Park, MI 48230

Shields Residence
15444 Windmill Pointe
Grosse Pointe Park, MI 48230

Sharpe Residence
15515 Windmill Pointe
Grosse Pointe Park, MI 48230

Henry Residence
615 Westchester
Grosse Pointe Park, MI 48230

Windmill Pointe Trust
15450 Windmill Pointe
Grosse Pointe Park, MI 48230

Shanidze Residence
15463 Windmill Pointe
Grosse Pointe Park, MI 48230

Windmill Pointe Trust
15500 Windmill Pointe
Grosse Pointe Park, MI 48230

Kennedy Residence
15451 Windmill Pointe
Grosse Pointe Park, MI 48230

Manoogian Residence
15520 Windmill Pointe
Grosse Pointe Park, MI 48230

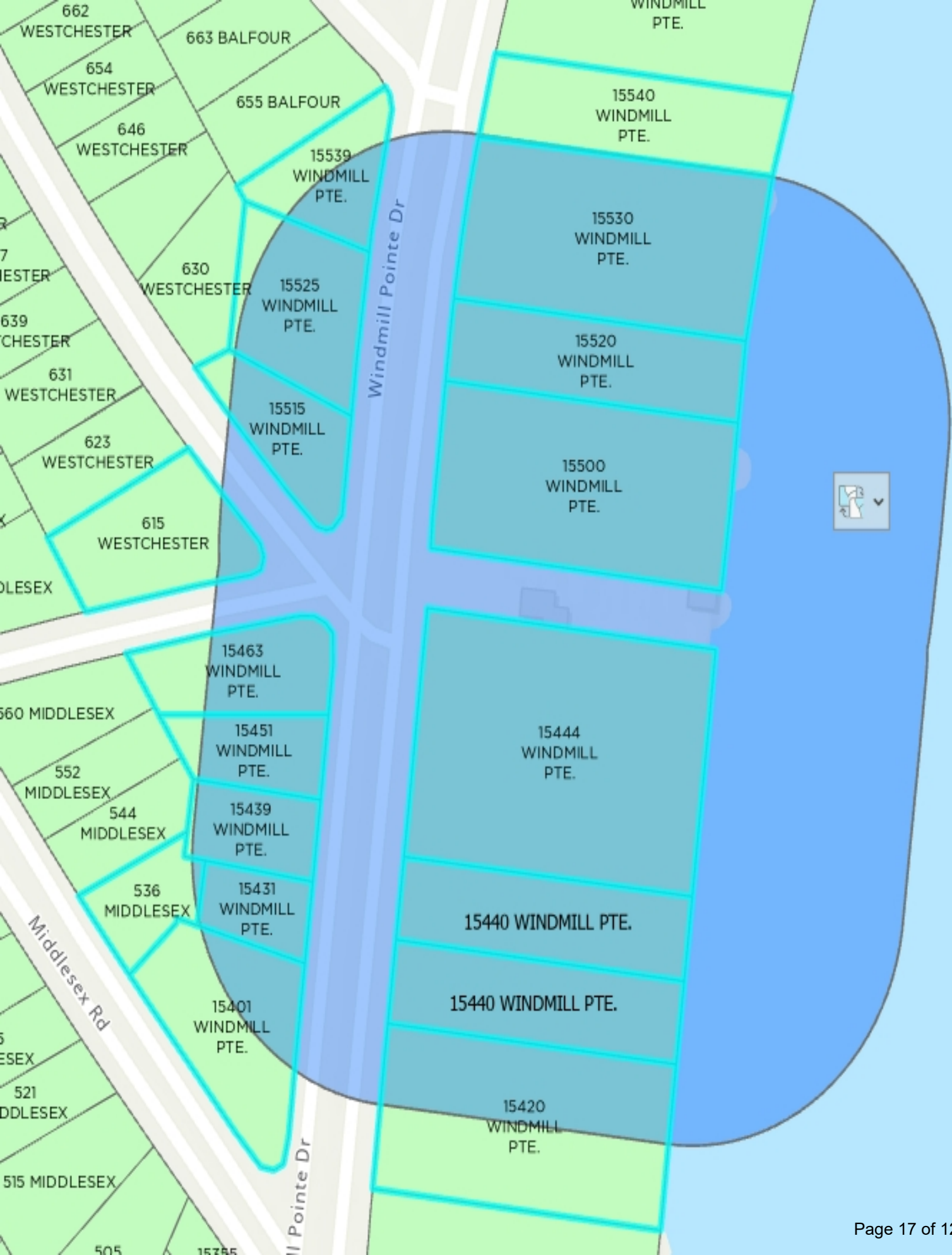
Kado Residence
15439 Windmill Pointe
Grosse Pointe Park, MI 48230

Golden Residence
15530 Windmill Pointe
Grosse Pointe Park, MI 48230

Morreale Residence
15431 Windmill Pointe
Grosse Pointe Park, MI 48230

Cavanagh Residence
15401 Windmill Pointe
Grosse Pointe Park, MI 48230

Pensler Residence
15420 Windmill Pointe
Grosse Pointe Park, MI 48230





CITY OF GROSSE POINTE PARK, MICHIGAN
MEETING OF THE CITY COUNCIL
December 9, 2024, at 7:00 P.M.

CALL TO ORDER

The meeting was called to order at 7:00 p.m. by Mayor Hodges and opened with the Pledge of Allegiance to the Flag. The meeting convened at the Council Chambers of the Municipal Building, 15115 E. Jefferson, Grosse Pointe Park, Wayne County, Michigan 48230.

ROLL CALL

PRESENT MEMBERS: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, McMillan, and Mayor Hodges.

EXCUSED: None

ALSO PRESENT: City Attorney- Morgan McAtamney, City Manager- Nick Sizeland, Assistant City Manager – Warren Rothe, City Clerk – Bridgette Bowdler, Public Safety Detective – Jeremy Pittman.

24-112

Motion by Mayor Pro-Tem Caulfield, seconded by Council Member Wiener, to approve a resolution supporting a decision on Trombly Elementary School status.

AYES: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, McMillan and Mayor Hodges

NAYS: None

Motion Carries Unanimously

**CITY OF GROSSE POINTE PARK
WAYNE COUNTY, MICHIGAN**

**RESOLUTION SUPPORTING A DECISION ON TROMBLY ELEMENTARY SCHOOL
STATUS**

WHEREAS, schools in local governments act as a central hub for families, fostering a sense of connection and shared purpose, attracting new residents, boosting local economies, providing a safe space for children to learn and grow, and contributing to overall neighborhood cohesion and well-being by facilitating interactions between families and creating a sense of shared responsibility for the community's future; and;

WHEREAS, Trombly Elementary School a Grosse Pointe Public School Institution was closed in June of 2020 as a fully operational school and the Early Childhood Center in June of 2022 in Grosse Pointe Park with no clear solution to the future of building; and;

WHEREAS, the Grosse Pointe Park City Council on November 14, 1983 voted on a resolution opposing redistricting and possible closure of Trombly Elementary school ; and;

WHEREAS, the Grosse Pointe Park City Council on December 9, 2019 voted on a resolution expressing serious concerns to the closure of Trombly Elementary School as this facility is critical to the economic health and vitality of the surrounding neighborhood and approved an analysis conducted by residents and professionals disputing the redistricting plan; and;

WHEREAS, the Grosse Pointe Park City Council on December 11, 2023 voted on the following resolution “This Grosse Pointe Park City Council recommends as a priority, to work in partnership with the Grosse Pointe Public School System to effectuate the long- term sustainability of Trombly as a vibrant community asset, preferably as a public elementary school, and to deploy accountability measures, such as those recommended here, to increase the probability of Success. And that the Grosse Pointe Public School System Board of Education makes every effort to accomplish this goal”; and;

WHEREAS, the City of Grosse Pointe Park has participated in multiple one on one meetings with superintendents, appointed council liaisons to the Board of Education, residents and Grosse Pointe Park trustees to discuss Trombly, presented at public comment to school board meetings,

hosted a city sponsored town hall event on Trombly, meetings with our philanthropic community and business stakeholders to identify Trombly solutions and adopted its City Master Plan identifying Trombly as a **High Priority** to “Coordinate with the Grosse Pointe Public School System to collaborate on the future use of Trombly Elementary School to ensure that it remains a community asset”; and;

WHEREAS, In order to serve in complete partnership with GPPSS and to demonstrate its commitment to a vital neighborhood that is attractive to families, The City of Grosse Pointe Park could consider prioritization of capital improvement projects around Trombly including water/sewer improvements, sidewalk improvements, roads, provide more

young family programming as the successful Camp Windymill etc. to showcase our commitment to the vitality of the Trombly property and to the surrounding neighborhood in its effort to showcase an attractive use is fulfilled”; and;

WHEREAS, according to the Southeast Council of Michigan Governments utilizing US Census Bureau data from 2010-2022, there is an increase in children under 5 years old of 782 for all Grosse Pointes articulating a population shift of young children here in our communities; and;

WHEREAS, pursuant to the Michigan Building Code, the City of Grosse Pointe Park has the authority to ensure that buildings including Trombly do not fall into disrepair; and;

THEREFORE, be it resolved, the Grosse Pointe Public School system is meeting on December 9th, 2024, to discuss Trombly Elementary School and encourages residents to make their voices be heard on a decision regarding opening Trombly back as an Elementary School or Community Asset; and;

NOW, THEREFORE, BE IT RESOLVED, that I, Mayor Hodges, and the Grosse Pointe Park City Council, hereby insist the Grosse Pointe Park Public School System make a decision that ensures this vital asset contributes rather than detracts from the community.

RESOLUTION DECLARED ADOPTED

Michele Hodges, Mayor
City of Grosse Pointe Park, Michigan

It was moved by Mayor Pro-Tem Caulfield and supported by Councilmember Wiener to adopt the Resolution.

Members Voting Yes: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, McMillan, and Mayor Hodges.

Members Voting No: None

The Resolution was declared adopted by the Mayor and has been recorded in the Resolution Book.

Bridgette Bowdler, City Clerk
City of Grosse Pointe Park, Michigan

Mayor Hodges was Excused for the remainder of the Council Meeting

APPROVAL OF CONSENT AGENDA

24-113

Motion by Councilmember Wiener, seconded by Council Member Wiener, to approve the consent agenda moving the Council Meeting Dates Resolution to the regular agenda.

- I. Approval of November 12, 2024, Minutes
- II. Approval of November 20, 2024, Joint Meeting Minutes
- III. Committee & Commissions Report
- IV. Wayne County Annual Maintenance Permit Renewal
- V. Approve TMF Grant Engineering Proposal
- VI. Council Meeting Dates
- VII. City Managers/Public Safety Report
- VIII. Invoices over \$5,000

AYES: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carried Unanimously

PUBLIC COMMENT:

6 public comments were made.

24-114

Motion by Councilmember McMillan, seconded by Councilmember Dreaver to approve the Regular Agenda with Council Meeting Dates included.

AYES: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carried Unanimously

UNFINISHED BUSINESS:

24-115

Motion by Councilmember Wiener, seconded by Councilmember Kolar, to approve Ordinance #244: Zoning Ordinance.

AYES: Councilmembers Kolar, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: Councilmember Gallagher

Motion Carries

24-116

Motion by Councilmember Wiener, seconded by Councilmember Kolar, to approve Ordinance #245: Short Term Rentals.

AYES: Councilmembers Kolar, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: Councilmember Gallagher

Motion Carries

24-117

Motion by Councilmember McMillan, seconded by Councilmember Dreaver to approve to adopt short term rental Ordinance Fees and Fines.

AYES: Councilmembers Kolar, Mayor Pro-Tem Caulfield, Wiener, Dreaver, McMillan and Mayor Hodges

NAYS: Councilmember Gallagher

Motion Carries

STATE OF MICHIGAN
COUNTY OF WAYNE
CITY OF GROSSE POINTE PARK

**RESOLUTION ESTABLISHING FINES AND FEES FOR SHORT-TERM RENTAL
LICENSING ORDINANCE**

At a regular meeting of the City Council for the City of Grosse Pointe Park, Wayne County, Michigan, held in the Municipal Building of said City, on the 9th day of December 2024 at 7:00 p.m., the following resolution was adopted.

Present Members: Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

Absent Members: Mayor Hodges (Excused)

Motion by Councilmember McMillan seconded by Councilmember Dreaver to adopt the following resolution:

WHEREAS, the City of Grosse Pointe Park has adopted a short-Term Rental Licensing Ordinance (No. 245); and,

WHEREAS, the Short-Term Rental Licensing Ordinance provides that the City Council will, by resolution, establish fees and fines regarding the City's short-term rental ("STR") regulations; and

WHEREAS, the City has determined the appropriate fees and fines for the Short-Term Rental Licensing Ordinance and wishes to establish those fines and fees herein.

NOW, THEREFORE, BE IT RESOLVED,

1. The City Council hereby approves the establishment of a Schedule of Fines for violations of the Short-Term Rental Licensing Ordinance (No. 240229-B) and other

applicable provisions of the City Code pertaining to short-term rentals.

2. *Schedule of Fines for Violations of the STR Licensing Ordinance.* The following schedules of fees and fines is hereby adopted by the City Council for the City of Grosse Pointe Park:

Item/Violation	Fee/Fine
Short-Term Rental Licensing Fees	
Non-Refundable Application Fee	\$25.00
Licensing Fee	\$50.00
Inspection Fee – includes C of O	\$100.00
Amended Nuisance Response Plan	\$20.00
Violation of §22-103(a): Unlicensed STR	1 st Violation - \$300.00 2 nd Violation - \$400.00 3 rd Violation - \$500.00
Violation of §22-106(j): Exceeding Maximum STR Occupancy	1 st Violation - \$200.00 2 nd Violation - \$350.00 3 rd Violation - \$500.00
Violation of §22-108: Failure to Remedy Violation	1 st Violation - \$150.00 2 nd Violation - \$250.00 3 rd Violation - \$500.00
All other Violations of Article 5	1 st Violation - \$100.00 2 nd Violation – \$300.00 3 rd Violation - \$500.00

3. This schedules of fees and fines may be updated or amended from time to time by resolution of the City Council.
4. All resolutions and parts of resolutions in conflict herewith are, to the extent of such conflict, repealed.

RESOLUTION DECLARED ADOPTED

At a regular meeting of the City Council for the City of Grosse Pointe Park held on December 9th 2024, at 7:00 p.m., the following roll call vote was taken:

YEAS: Councilmembers Kolar, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: Councilmember Gallagher

CERTIFICATION

STATE OF MICHIGAN)
) ss.
COUNTY OF WAYNE)

I, the undersigned, the duly qualified City Clerk of the City of Grosse Pointe Park, Wayne County, Michigan, do hereby certify that the foregoing is a true and complete copy of

proceedings taken by the City Council of the City of Grosse Pointe Park, at a regular meeting held on the 9th day of December 2024

IN WITNESS WHEREOF, I have hereunto set my official signature, this 9th day of December 2024.

Bridgette Bowdler, City Clerk
City of Grosse Pointe Park

NEW BUSINESS:

24-118

Motion by Councilmember McMillan, seconded by Councilmember Wiener, to approve the Donation acceptance from Grosse Pointe Public Safety Foundation.

AYES: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carries Unanimously

24-119

Motion by Councilmember McMillan, seconded by Councilmember Gallagher, to approve the Service agreement with the Grosse Pointe Animal Adoption Society.

AYES: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carries Unanimously

24-120

Motion by Councilmember Wiener, seconded by Councilmember Dreaver, to approve the Resolution to Amend Section 125 Plan to include a Dependent Care Flexible Spending Account and authorize the City Manager, following final legal review, to execute such related documents to implement the same.

AYES: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carries Unanimously

**STATE OF MICHIGAN
COUNTY OF WAYNE
CITY OF GROSSE POINTE PARK**

**RESOLUTION
to Amend Section 125 Plan
to Include a Dependent Care Flexible Spending Account**

At a regular meeting of the City Council for the City of Grosse Pointe Park (the "Council"), held at City Hall located at 15115 E. Jefferson Ave, Grosse Pointe Park, MI 48230 at 7:00 p.m. on December 9, 2024, the following resolution was adopted.

Present Members: Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

Absent Members: Mayor Hodges

Motion by Councilmember Kolar seconded by Councilmember Gallagher to adopt the following resolution:

WHEREAS the City of Grosse Pointe Park Council adopted a Cafeteria 125 plan document on or around February 8, 2010; and

WHEREAS the City's established Section 125 Plan provides modules for a Premium Only Plan (POP) (Section 6) and a Health Savings Account (HSA) Plan (Section 7); and

WHEREAS the City of Grosse Pointe Park seeks to expand its Cafeteria 125 plan to make available a pre-taxable contribution Dependent Care Flexible Spending Account (DCFSA) module (proposed Section 8); and

WHEREAS inclusion of a DCFSA will provide certain tax benefits to the City and its participating employees, as established and governed by Section 129 of the Internal Revenue

Code (26 US Code Section 129(a)(2)(A)); and

WHEREAS the DCFSA annual benefit year shall be January 1st through December 31st of each calendar year to coincide with other City-sponsored benefit plan years, effective January 2025, with an annual enrollment period prior to the start of each Plan year; and

WHEREAS employee participation shall require formal enrollment where DCFSA contributions shall be made via employee-authorized bi-weekly non-taxable payroll contribution; and

WHEREAS the City of Grosse Pointe Park is the Plan Provider and intends to amend its previously adopted Cafeteria 125 Plan to include the addition of a DCFSA module, as well as standard compliance amendments to the adopted Plan; and

WHEREAS the Council for the City of Grosse Pointe Park acknowledges that all full-time and certain regular permanent part-time employees will be allowed to participate in the DCFSA plan option; and

WHEREAS the City of Grosse Pointe Park shall contract with a third-party administrator to receive, review, and adjudicate DCFSA claims.

NOW THEREFORE, BE IT RESOLVED that the Council for the City of Grosse Pointe Park City hereby adopts Resolution **24-120** to amend its adopted Section 125 Plan document to include a Dependent Care Flexible Spending Account module for its fulltime and certain permanent part-time employees; and

NOW THEREFORE, BE IT FURTHER RESOLVED, that the City of Grosse Pointe Park shall finalize its written Section 125 Plan DCFSA module so that the Plan Provider, Plan Administrator, Plan Participant eligibility, Plan enrollment process, events authorizing participants to change Plan elections, and timelines for claim submissions are articulated in compliance with Internal Revenue Service (IRS) guidelines (*Exhibit A*); and

BE IT FURTHER RESOLVED that the City of Grosse Pointe Park shall amend its adopted Section 125 Plan so that all provisions are updated to align with the DCFSA module, or as otherwise necessary to ensure compliance with IRS guidelines; and

BE IT FINALLY RESOLVED that the City Manager, following legal review, shall execute the amended Section 125 Plan and related documents to authorize the third-party administration of the same.

RESOLUTION DECLARED ADOPTED

At a regular meeting of the City Council for the City of Grosse Pointe Park held on December 9, 2024, at 7:00 p.m., the following roll call vote was taken:

YEAS: Councilmember Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carried Unanimously

CERTIFICATION

STATE OF MICHIGAN)
) ss.
COUNTY OF WAYNE)

I, the undersigned, the duly qualified City Clerk of the City of Grosse Pointe Park, Wayne County, Michigan, do hereby certify that the foregoing is a true and complete copy of proceedings taken by the City Council of the City of Grosse Pointe Park, at a regular meeting held on the 9th day of December 2024.

IN WITNESS WHEREOF, I have hereunto set my official signature, this 9th day of December 2024.

Bridgette Bowdler, City Clerk
City of Grosse Pointe Park

24-121

Motion by Councilmember McMillan, seconded by Councilmember Dreaver, to approve the following reappointments to the Recreation Commission:

3-Year Terms Ending in 2027

Reappointments

James Ceuninck

Larry Haggart

Mike Hindelang – Chair

AYES: Council members Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carried Unanimously

24-122

Motion by Councilmember Wiener, seconded by Councilmember McMillan, to approve the 2025 Meeting Schedule with an adjustment to the February 3rd meeting.

AYES: Council members Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carried Unanimously

STATE OF MICHIGAN
COUNTY OF WAYNE
CITY OF GROSSE POINTE PARK

**RESOLUTION ADOPTING THE 2025 MEETING SCHEDULE FOR THE GROSSE
POINTE PARK CITY COUNCIL**

At a regular meeting of the City Council for the City of Grosse Pointe Park, Wayne County, Michigan, held in the Municipal Building of said City, on the 9th day of December 2024 at 7:00 p.m., the following resolution was adopted.

Present Members: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan

Absent Members: Mayor Hodges

Motion by Councilmember Wiener, seconded by Councilmember McMillan, to adopt the following resolution:

WHEREAS, the City Council of Grosse Pointe Park is establishing its meetings for the 2025 calendar year; and,

WHEREAS, Section 6.1 of Chapter Six of the City Charter requires that the City Council shall by resolution provide for the time and place of its regular meetings and shall hold at least one regular meeting each month; and,

WHEREAS, the City Council will meet at 7:00 p.m. on the fourth floor of Grosse Pointe Park City Hall located at 15115 E. Jefferson Ave, Grosse Pointe Park, MI 48230; and,

WHEREAS, the meetings will take place the second Monday of every month unless otherwise scheduled by the City; and,

WHEREAS, the following meeting dates are proposed:

- January 13
- February 3
- March 10
- April 14
- May 12
- June 9
- July 14
- August 11
- September 8
- October 13
- November 10
- December 8

NOW, THEREFORE, BE IT RESOLVED, that the City Council hereby adopts the proposed meeting dates for the Grosse Pointe Park City Council for the 2025 calendar year.

RESOLUTION DECLARED ADOPTED

At a regular meeting of the City Council for the City of Grosse Pointe Park held on December 9th 2024, at 7:00 p.m., the following roll call vote was taken:

YEAS: Councilmembers Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan

NAYS: None

CERTIFICATION

STATE OF MICHIGAN)
) ss.
COUNTY OF WAYNE)

I, the undersigned, the duly qualified City Clerk of the City of Grosse Pointe Park, Wayne County, Michigan, do hereby certify that the foregoing is a true and complete copy of proceedings taken by the City Council of the City of Grosse Pointe Park, at a regular meeting held on the 9th day of December 2024

IN WITNESS WHEREOF, I have hereunto set my official signature, this 9th day of December 2024.

Bridgette Bowdler, City Clerk
City of Grosse Pointe Park

COUNCIL COMMENT:

- Councilmember Kolar commented on the following: Let the leaves blow, let it snow, let us know!
- Mayor Pro-Tem Caulfield commented on the following: Parks and Recreation Commission will be meeting on December 12 at 7pm. I appreciate every input from the public tonight, we're here to talk and work through these matters. Yearly review for City Manager.
- Councilmember Wiener commented on the following: Infrastructure meeting is going to be one of the first weeks of January. EERV dedication plaque will be in the beginning of spring. Thank you to those on our commissions.
- Councilmember Dreaver commented on the following: Beautification Commission awards ceremony. Congratulations to everybody that received an award. Adopt a garden program.
- Councilmember McMillan commented on the following: Public Safety Committee meeting will be in January. Reminder to stop at stop signs. Thank you to Zack for raising \$2,700 for Parks and Recreation.

PUBLIC COMMENT (NON-AGENDA ITEMS)

11 Public Comments were made.

ADJOURNMENT

Motion by Mayor Pro-Tem Caulfield, seconded by Councilmember Gallagher, to approve to adjourn the meeting.

AYES: Council members Kolar, Gallagher, Mayor Pro-Tem Caulfield, Wiener, Dreaver, and McMillan.

NAYS: None

Motion Carried Unanimously

With no further business, the meeting adjourned at 9:51 p.m.

Bridgette Bowdler - City Clerk

Danielle Caudill- Deputy City Clerk

Grosse Pointe Park Infrastructure General Updates and Status Report January '25:

Here are some bullet points of current projects, work and planning is not limited to this.

State of Grosse Pointe Park Infrastructure Statement

In previous years infrastructure would put out a 2-page overview/year in review coupled with expectations for the coming year in January, however, following the course of 2024, this statement is now being done to coincide with the fiscal year so anticipate the statement in July '25.

Curbside Leaf Pickup and Yard Waste Pickup Have Ended

Pickups for 2024 have ended, the season will start backup late spring of '25.

Water Main and Lead Service Line Projects for 25/26

The Administration, Engineering and Public Works are in the process of finalizing estimates and planning for the major water projects for the upcoming fiscal year, expecting to see them presented to council in the coming months.

Road and Alleyway Projects for 25/26

The Administration, Engineering and Public Works are in the process of finalizing estimates and planning for the major projects' road for the upcoming fiscal year, expecting to see them presented to council in the coming months.

Sewer Scoping and Cleaning

Sewer Scoping and Cleaning continues at pace.

GLWA Meeting & Army Corps of Engineering Meeting

GLWA and the US army corps of engineers have held meetings to review and discuss flood mitigation and long-term water strategies for the broader region.

Additionally, the City Administration met with representatives of GLWA to discuss the EERV from Standard Operating Procedures to discussing regional assets that need review including the Detroit River Interceptor that services GPP.

These continued meetings are a welcome development that shows more concerted focus on regional infrastructure as well as efforts to encourage joint efforts across local, utility, state and federal stakeholders. It is also important to note that the proactive work of Grosse Pointe Park continues to be recognized and seen as a fore-runner on many efforts.

Utility Updates:

DTE Energy's residential electric customers are seeing a decrease in their bills beginning last month. DTE is reducing the Power Supply Cost Recovery mechanism (PSCR), which represents the actual cost of the fuel and other sources the company uses to produce electricity, by approximately \$300 million through 2025. The reduction will reduce the average bill for residential customers by about \$5.00 (\$5.10) per month and took effect on Nov. 1, 2024. This reduction will automatically be posted to customer bills beginning with their November 2024 bill. These savings will help offset the cost of future investments to improve reliability — reducing outages by 30% and cutting restoration times in half by the end of 2029.

Infrastructure Meeting:

The next quarterly scheduled infrastructure meeting will be held at city hall on Tuesday January 7th at 4pm.



CITY COUNCIL MEETING

DATE: January 13, 2025

SUBJECT: Pump Station Maintenance Items

SUMMARY: The Department of Public Works is requesting Council approval of two maintenance items:

1. Wet Wells Clean Out - As part of the City's regular maintenance programs, the wet wells at the Jefferson and Three Mile pumping stations are cleaned. A quote was obtained from Blue Water Environmental Inc, a vendor who has previously completed wet well cleaning for the City. Pricing is on a time and materials basis.
2. Jefferson Pump Station Floor Drains - The existing floor drain piping in the Jefferson pump station has deteriorated and needs to be replaced. Quotes were solicited and the lowest cost quote was provided by CSM Mechanical Inc.

FINANCIAL IMPACT: Both maintenance items were budgeted for in the Fiscal Year 2025 budget and funds remain available to complete the work.

RECOMMENDATION: Motion to approve the quotes for the pump station wet well cleaning and floor drain installation as presented.

PREPARED BY: Tom Jenny, Director of Public Works



BLUE WATER ENVIRONMENTAL INC.

Specializing in Industrial Cleaning

November 25, 2024

Mike Krause
City of Grosse Pointe Park
15115 E. Jefferson
Grosse Pointe Park, MI 48230

Dear Mr. Krause

RE: Pump Chamber

Blue Water Environmental, Inc. will furnish all the necessary equipment, material, labor, and supervision to complete the following scope of work.

SCOPE OF WORK

- ◆ BWE will follow all confined space entry procedures prior to entering confined space.
- ◆ BWE will provide one 5400 CFM vacuum truck to vacuum all material and rinse aides from chamber.
- ◆ BWE will provide one 10k water blaster to water blast flap in chamber and cut up any material on the floor.
- ◆ Provide Crane and Man Basket to lower men into wet well.
- ◆ Clean up all debris generated by our cleaning process.
- ◆ Conduct a thorough walk through with a customer representative to ensure work has been completed to customer satisfaction.

OWNER PROVISION

- ◆ Supply passes equipment and personnel to be on site.
- ◆ Make area available to stage equipment.
- ◆ Have grit chambers pumped down prior to BWE arriving onsite.
- ◆ Make area available to off load vacuum truck.
- ◆ Supply water hook up of 25GPM.

29041 Wick Rd., Romulus, MI 48111 Phone (800) 279-5820 Fax (734) 947-5821

- ◆ Make available a customer representative to ensure all work is completed to customer satisfaction.

COST

The cost to complete the above Scope of Work will be billed at T&M rates estimated cost below:

Wet well Chambers

Cleaning Crew Per Day Price (8 hours a day onsite)(estimate 6 days)	\$7,044.00
Total	\$42,264.00

Crane and Man Basket Per Day Price (8 hours a day on site)(estimate 6 days)	\$2,535.00
Permits	\$937.50
Total	\$16,147.00

Grand Total	\$58,411.00
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Pump House well

Cleaning Crew Per day price (8 hours onsite)(1-2 days)	\$7,044.00
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Thank you for allowing Blue Water Environmental, Inc. for the opportunity to submit this proposal.

If you have any questions please feel free to contact me at (800) 279-5820.
Sincerely,

Eric McCuaig
Operations Manager
Blue Water Environmental, Inc.



Dec 10, 2024

City of Grosse Pointe Park
15115 E Jefferson Ave
Grosse Pointe Park, MI 48230

ATTENTION: Mike Krause

Quotation No.: CSM 2446

SUBJECT: FD piping

CSM Mechanical, LLC is pleased to provide a proposal for City of Grosse Pointe Park in Grosse Pointe Park, MI.

OUR PROPOSAL INCLUDES:

Demoing all existing FD (10) piping and hangers at Jefferson Pump Station. Installing new hangers and Sch. 80 PVC with flexible couplings (to help with expansion and contraction of pipe). This quote covers new piping to 10 total FD's.

Please allow 3-5 days from PO to get material and schedule the work.

OUR PROPOSAL TO PROVIDE THE ABOVE SERVICES IS:

\$15,820.00

QUALIFICATIONS:

- State and/or Federal taxes have been included in this proposal
- Electrical power and/or interlock wiring has been excluded from this proposal
- Mechanical insulation of any sort has been excluded from this proposal
- Mechanical permits, licensing fees and/or inspections have been excluded from this proposal

This proposal is based on LUMP SUM billing practices with payment terms of Net (30) days per occurrence and straight time working hours, Monday through Friday, 7:00 am until 3:30 pm.

This quotation is valid for thirty (30) days. The proposed work will begin upon receipt of signed proposal.

If you have any further questions regarding the above proposal, please do not hesitate to contact our office at your earliest convenience.

Respectfully,
Joe Rubey
CSM Mechanical, LLC

"Relentlessly Helping Our Customers Achieve Success by Being an Integral, Caring and Innovative Mechanical Solutions Provider."

1235 Holden Ave, Milford Charter Twp, MI 48381 * (248) 302-2078



CITY COUNCIL MEETING

DATE: January 13, 2025

SUBJECT: Short-Term Disability Insurance Proposal

SUMMARY: City Administration is seeking the City Council's approval to implement a short-term disability plan for full-time non-union employees. This proposal aligns with recent changes to our non-union employee benefits structure and reflects our commitment to supporting staff during temporary periods of incapacity. Previously, non-union full-time employees operated under an unlimited sick-time accrual policy. The Council recently adopted a paid time off (PTO) policy with limitations on accrued hours, which we are transitioning all full-time non-union staff to this month. While this change streamlines benefit administration, it also limits employee's ability to rely on accrued sick time during extended illnesses or injuries.

Proposal:

Implementing a short-term disability plan will address this gap by:

- Providing financial stability to employees unable to work due to a qualifying medical condition.
- Enhancing the City's overall benefits package, aiding in employee retention and recruitment.
- Aligning our policies with industry standards for municipal employers.

Key Features of the Proposed Plan:

- Coverage: 60% of earnings with a maximum weekly benefit of \$1,500 for up to 26 weeks.
- Eligibility: Non-union employees after the first day of an accident or the eight day of an illness/sickness.
- Coverage is provided by our existing long-term disability and life insurance provider.

FINANCIAL IMPACT: The policy is expected to cost \$6,583 annually, with this expense likely to be partially, if not fully, offset by the anticipated reduction in reliance on PTO (formerly sick-time) payouts. Under the previous unlimited sick-time accrual policy, the City paid employees' full wages directly when they were out due to illness or injury, creating significant payroll costs and long-term liabilities. With the new PTO policy and STD plan, employees use their PTO for short absences, but the insurance carrier covers a portion of wages (typically 60-70%) after a brief elimination period for longer absences.

This reduces the City's direct payroll expenses and eliminates the financial burden of maintaining large accrued sick-time balances. The annual cost of the STD premiums (\$6,583) is lower and more predictable than the variable expenses of paying wages during extended leaves.

RECOMMENDATION: Motion to adopt the short-term disability insurance proposal for non-union full-time employees.

PREPARED BY: Nick Sizeland, City Manager

City of Grosse Pointe Park

Short Term Disability



	Short Term Disability
Eligibility	All eligible full-time, non-union employees
Benefit Percentage	60% of earnings
Maximim Weekly Benefit	\$1,500
Elimination Period	1st Day Accident / 8th Day Sickness
Benefit Duration	26 Weeks
Pre-Existing Condition Limitation	None
	Option 1 - Standard
Covered Employees	17
Rate (per \$10 weekly benefit)	\$0.380
Estimated Volume	\$14,436
Estimated Monthly Premium	\$549
Estimated Annual Premium	\$6,583
Rate Guarantee	3 Years



GROSSE POINTE PARK DEPARTMENT OF PUBLIC SAFETY

POLICE/DETECTIVE BUREAU
TEL (313) 822-7400
FAX (313) 822-4543

ADMINISTRATION
TEL (313) 822-4416
FAX (313) 822-4577

James A. Bostock
Director of Public Safety

publicsafety@grossepointepark.org

Public Safety Update – January 2025

Crime

Marge's Bar was broken into after hours on December 16th. By the end of the week, the suspect was in custody. Detectives pieced together slivers of evidence and video footage from surrounding buildings and with additional technological assistance from our neighboring police agencies, the suspect was positively identified. Once an arrest warrant was issued, and with the assistance of the Special Response Team (SRT), the suspect was placed in custody. The suspect is no stranger to the criminal justice system, having at least 15 prior convictions for similar offenses dating back to the 1980's. Great work by all involved in apprehending this career criminal.

We are seeing a small spike in larcenies over the past month. Most of these are from package thefts and from unlocked vehicles. Public Safety reminds everyone to monitor their packages. If you are having a delivery that you don't want to miss and you can't grab it from your porch right away, ask a friend or neighbor to help out. Keep your vehicles locked and valuables out of sight if left in the car.

Grosse Pointe Park Public Safety Foundation

The Grosse Pointe Park Public Safety Foundation ended 2024 by generously donating funds for public safety equipment. With their help, the department was able to purchase two (2) active assailant trauma kits, and ten (10) LifeVac choking aids. The trauma kits will be placed in scout cars and each kit has supplies to treat multiple injuries in the event of a multiple casualty scene. The LifeVac choking aid is a tool to remove a lodged object that is causing someone to choke. The reviews are outstanding, and they are easy to use.

The link below will take you to the website. Anyone can purchase one for personal use.

<https://lifevac.net/>

James A. Bostock
Director of Public Safety

City Managers Report and Updates December 2024

Grant Submitted SLCGP

The City submitted a grant for \$150,000 to the State of Michigan for consideration of moving to a .gov domain and funds for managed it services.

TIFA Business Meeting to Discuss Streetscape

The TIFA met on Tuesday December 17th at the Charlevoix inviting business owners on Charlevoix to learn about the streetscape concept, timeline, and goals and share their business needs, preferences, and feedback. Additional engagement opportunities will follow in the first quarter of 2025.

Redesign Charlevoix Meeting

The TIFA invites the community to be at City Hall on January 8th at 6:30pm to kickoff the Charlevoix streetscape project. This is everyone's opportunity to learn more about the vision for Charlevoix while also sharing ideas towards the project.

DTE News

DTE Energy's residential electric customers are seeing a decrease in their bills beginning last month. DTE is reducing the Power Supply Cost Recovery mechanism (PSCR), which represents the actual cost of the fuel and other sources the company uses to produce electricity, by approximately \$300 million through 2025. The reduction will reduce the average bill for residential customers by about \$5.00 (\$5.10) per month and took effect on Nov. 1, 2024. This reduction will automatically be posted to customer bills beginning with their November 2024 bill. These savings will help offset the cost of future investments to improve reliability — reducing outages by 30% and cutting restoration times in half by the end of 2029.

GLWA US Army Core of Engineers Public Engagement Meeting

I attended the GLWA engagement session held at the War Memorial to provide Grosse Pointe Park input and discuss regional collaboration on flooding in southeast Michigan. The City will be sharing data with the US Army Core and GLWA to help assist in their process of building out their plan that in turn they can submit to the Federal Government for appropriation requests.

Ice Rink

The Ice Rink opened on December 13th, registration for ice skating lessons is also open on Recpro. The Rink is open from Sunday-Saturday 10am-8pm

Meeting with Corewell Health

The City met with Corewell Health to discuss the towing that is happening in their private lot of visitors after hours and see if the City and Corewell could come to a solution on a shared services/parking agreement.

Meeting with OHM Water Mains and Street

The City met with its Engineers OHM Advisors to discuss potential Water Main projects including South Beaconsfield from Essex to Jefferson, two Mack Avenue loops from Berkshire to Buckingham and Three Mile to Audubon and a Patterson Park replacement. Costs are being analyzed and will be brought to council in a future meeting.

Meeting with OHM Streets

The City met with its Engineers OHM Advisors to discuss potential Street projects including Charlevoix from Beaconsfield to Bedford, Essex from Berkshire to Bedford, Two City Parking lots on Kercheval, street preventative maintenance and the Northern Half of the Windmill Pointe Parking lot. Costs are being analyzed and will be brought to council in a future meeting.

Communication Statistics from City Channels

- 13 Facebook posts
- 14 Constant contact emails
- 11 Request tracker requests submitted, 15 closed...some were submitted at the end of November. The system cannot report in more specific detail.

Vendor Code	Vendor Name	Description	Amount
Invoice			
004027	AIS CONSTRUCTION EQUIPMENT		
H65341	TINK CLAN BUCKET FOR LEAF PICKUP		23,550.00
TOTAL FOR: AIS CONSTRUCTION EQUIPMENT			23,550.00
005526	CLINTON VALLEY PRODUCTS LLC		
F11111	SECURITY GLASS INSTALL FOR TREASURY, COURT & ELECTI		26,500.00
TOTAL FOR: CLINTON VALLEY PRODUCTS LLC			26,500.00
005527	CONTRACT WELDING & FABRICATING INC		
178039	3 8-YARD DUMPSTERS - PARKING LOT E		5,385.00
TOTAL FOR: CONTRACT WELDING & FABRICATING INC			5,385.00
004018	DELUDE CONSTRUCTION INC		
4831	BORING @ PATTERSON PARK 16006 ESSEX DR, THREE MILE		8,850.00
TOTAL FOR: DELUDE CONSTRUCTION INC			8,850.00
005327	DTE ENERGY		
910007310170	CITY HALL ADMIN BLD & PUBLIC SAFETY NOV 2024		5,012.36
910040517450	CITY STREET LIGHT & ALLEYWAYS NOV 2024		29,900.81
TOTAL FOR: DTE ENERGY			34,913.17
000096	EJ USA INC		
20035980	SYSTEM WATER LINE REPAIR		10,155.66
TOTAL FOR: EJ USA INC			10,155.66
001511	EQUITABLE		
VOUCHER 518	PAY 12/20/2024 457B EE & ER CONTRIBUTIONS		14,617.31
VOUCHER517	PAY 12062024 457B EE & ER CONTRIBUTIONS		16,019.16
TOTAL FOR: EQUITABLE			30,636.47
000347	GREAT LAKES WATER AUTHORITY		
CIN-0001779	WATER USAGE - OCTOBER 2024 - MONTHLY FIXED & VARIAB		124,276.74
CIN-0001881	SEWAGE DISPOSAL NOV 2024 - MONTHLY FIXED & VARIABLE		165,900.00
TOTAL FOR: GREAT LAKES WATER AUTHORITY			290,176.74
004925	GREEN MEADOWS LANDSCAPE INC		
357261	MOWING FOR PARKS - PATTERSON		19,200.00
TOTAL FOR: GREEN MEADOWS LANDSCAPE INC			19,200.00
004059	HUMANA INSURANCE CO		
725638042	MA RX RETIREE PLAN - DECEMBER 2024		7,955.96
TOTAL FOR: HUMANA INSURANCE CO			7,955.96
005534	LUIGI FERDINANDI & SON CEMENT CO		
7508-24-0020	SIDEWALK DISTRICT 1 CONTRACT RETAINAGE		109,196.82
TOTAL FOR: LUIGI FERDINANDI & SON CEMENT CO			109,196.82
004628	MCKENNA		
21-030-46	ZONING ORDINANCE REWRITE OCTOBER INSPECTION SERVICE		7,255.00
TOTAL FOR: MCKENNA			7,255.00
005372	PRIORITY WASTE LLC		
542729	CURBSIDE RUBBISH - OCTOBER 2024		41,646.93
542730	RECYCLING -OCTOBER 2024		28,770.12
INV740326	RECYCLING DEC 2024, CURBSIDE RUBBISH DEC 2024		70,417.05
TOTAL FOR: PRIORITY WASTE LLC			140,834.10

Vendor Code	Vendor Name		Amount
	Invoice	Description	
003373	SPENCER OIL COMPANY		
	G10970	FUEL USAGE FOR NOV 1ST -DEC 12TH	9,788.35
TOTAL FOR: SPENCER OIL COMPANY			9,788.35
000212	STATE OF MICHIGAN		
	761111281909	MARINA LEASE 2025	25,479.00
TOTAL FOR: STATE OF MICHIGAN			25,479.00
005002	THE KELLY FIRM PLC		
	4993	GENERAL LEGAL & PROSECUTIONS - OCTOBER 2024	9,814.33
	5146	GENERAL LEGAL & PROSECUTIONS - LITIGATION SERVICES	9,682.33
TOTAL FOR: THE KELLY FIRM PLC			19,496.66
TOTAL - ALL VENDORS			769,372.93



CITY COUNCIL MEETING

DATE: January 13, 2025

SUBJECT: FY2024 Financial Statement Presentation

SUMMARY: The City of Grosse Pointe Park's 2023 – 2024 fiscal year ended on 6/30/2024

- The city's full-accrual governmental wide activities report reflects an overall deficit net position of \$30,560,167 due to the net unfunded liabilities of pension and other post employment benefit obligations in the total amount of \$35,824,375 (page 3-1).
- The General Fund's revenues and public safety expenditures reflected an overall increase primarily due to the award of a State of Michigan Protecting Michigan Pension Grant Program reported as operating grants in the amount of \$2,979,526 after the City Council passed a council resolution authorizing the City Manager to make an application for the pension grant. Upon the awarding of the pension grant by the State, funding was sent directly to the city's pension plan provider MERS (page 3-2).
- While the city council was kept aware of the pension grant award, the city received a FY2024 budget finding (page 3-20) due to grant funds received by MERS having a requirement that the funds be recognized within a city pension plan division; moreover, to be appropriated within its expenditure budget by resolution.
- The grant funds were applied to the closed Police FOP Division 02 on June 30th of 2024; to the city's pension division with the lowest funding ratio (at 44% on 12/31/2023) after the last City Council meeting was held in June of 2024.
- The General Fund's FY2023 unassigned fund balance of \$2,063,410 saw an overall surplus of \$266,888 at the end of FY2024 with its unassigned fund balance reflecting \$2,330,298, resulting in an overall growth primarily due to investment income in the amount of \$245,660 (page 3-3).
- The City's major governmental General Fund finished the fiscal year with an overall net increase of \$111,609 in its fund balance at \$2,516,336 over FY2023's fund balance of \$2,404,727 (page 3-5).
- The city's major business fund is the Water & Sewer fund reported using the full accrual reflects an overall deficit net position of \$1,243,829 due to the net of unfunded liabilities for pension and other post-employment benefit obligations in the total amount of \$3,185,805 (page 3-7).
- Despite the three (3) percent increase in FY2024 water rates over the city's prior fiscal year, the city's user fee revenue saw a decrease in the number of units charged to residents by approximately 31,200 units. Thus, the FY2024 water & sewer revenues fell short of the required \$6.1 million needed for its operating

expenditures. Operating revenues in FY2023 of \$5.6 million decreased to \$5.4 million in FY2024.

- The operating expenses for the fund's activities cost increased from \$6,038,042 in FY2023 to \$6,117,899 in FY2024, reflecting an operating loss at \$652,094 negatively affecting the fund's net position at fiscal year-end.
- The city's component units are made up of the Tax Increment Finance Authority (TIFA) and the Downtown Development Authority. These combined activities reflected an overall increase in unrestricted net position of \$1,026,220 with most of the increase reflected in the TIFA fund of \$486,727. (page 3-12).
- The TIFA fund's captured revenues include the funding for a General Obligation Bond issued in 2020 for the construction of the city's Department of Public Works building located on Mack Avenue (page 3-27).
- The debt service obligation has a remaining balance of \$ 3,325,000 to be paid in full in FY2036.
- At the end of FY2024 the city's governmental bond debt decreased \$681,577 primarily made up of two major bond obligations. The FY2024 ending debt service reflects a total outstanding obligation of just under \$4.3 million. The general government debt is made up of a 2007 General Obligation (GO) bond and a 2019 Capital Improvement bond (page 3-27).
- The voters of Grosse Pointe Park approved a \$7 million-dollar GO Bond in 2007 levied on the city's summer tax bill with a remaining balance of \$1,900,000. The 2007 GO Bond has three more years of debt service to be paid in full in FY2027.
- The 2019 Capital Improvement bond paid for by the city's General Fund's has a remaining debt service obligation of \$2,240,000 and is currently set to be paid in full in FY2040.
- The city has two retiree defined benefit (DB) plans; pension and retiree healthcare. The retiree healthcare plan was closed to new hires in March of 2014. The pension plans were closed to new hires within the four union groups during the FY2024 collective bargaining negotiations.
- The city's total net pension liability across all funds is \$25,039,194 with 184 members in the plan at the end of FY2024 with 105 retirees are receiving benefits (page 3-29 & 30).
- The city's total other post-employment healthcare benefit's net pension liability is \$13,970,986 with 80 members in the plan at the end of FY2024 with 56 retirees currently receiving those benefits (page 3-32).

FINANCIAL IMPACT: Fiscal Year 2023-2024 Financial Report for the City of Grosse Pointe Park

RECOMMENDATION: Receipt and file

PREPARED BY: Ginger Moriarty, Finance Director/Treasurer

December 11, 2024

City Council and Management
City of Grosse Pointe Park
Grosse Pointe Park, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Grosse Pointe Park (the City) as of and for the year ended June 30, 2024. We are required to communicate certain matters to you in accordance with generally accepted auditing standards that are related to internal control and the audit.

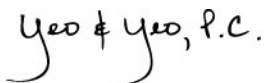
Our communication includes the following:

- I. Auditors' Communication of Significant Matters with Those Charged with Governance
- II. Communication of Internal Control Matters Identified During the Audit
- III. Matters for Management's Consideration

Matters for management's consideration are not required to be communicated but we believe are valuable for management.

We discussed these matters with management during the audit. We would also be pleased to meet with you to discuss these matters at your convenience.

This information is intended solely for the information and use of the City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.



Auburn Hills, Michigan

Appendix I

Auditors' Communication of Significant Matters with Those Charged with Governance

Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated July 25, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in the footnotes of the financial statements. The City has adopted the following Governmental Accounting Standards Board Statements effective July 1, 2023:

- Statement No. 100, *Accounting Changes and Error Corrections*, improves the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. More understandable, reliable, relevant, consistent and comparable information will be provided to financial statement users for making decisions or assessing accountability. Additionally, the display and note disclosure requirements will result in more consistent, decision useful, understandable and comprehensive information for users about accounting changes and error corrections.

We noted no transactions entered into by the City during the year for which there is lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

- The useful lives of its capital assets. Useful lives are estimated based on the expected length of time during which the asset is able to deliver a given level of service.
- Net pension liability, and related deferred outflows of resources and deferred inflows of resources. The estimate is based on an actuarial report.
- Net other postemployment benefits (OPEB) liability, and related deferred outflows of resources and deferred inflows of resources. The estimate is based on an actuarial report.

We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Auditors are required to use professional judgement to identify areas of the audit that have a significant risk of material misstatement and perform special audit consideration in those areas. Additionally, the audit standards require us to focus additional consideration on areas that could potentially be affected by management override of controls and revenue recognition. Within our audit, we focused additional consideration in the following areas:

- Management override of controls
- Improper revenue recognition
- Increased risk of errors in the current year due to material misstatements in prior year

Accounting Standards and Regulatory Updates

The Governmental Accounting Standards Board has released additional Statements. Details regarding these Statements are described in the footnotes of the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial and communicate them to the appropriate level of management. Management has corrected all such misstatements except as discussed below.

In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Management has determined that the effects of the uncorrected misstatements summarized below are immaterial both individually and in the aggregate, to the financial statements taken as a whole. The uncorrected misstatements or the matters underlying them could potentially cause future period financial statements to be materially misstated, even though, in our judgment, such uncorrected misstatements are immaterial to the financial statements under audit.

- For the purposes of GASB 87, the impact of certain lease agreements entered into were not reported on the financial statements for the year ended June 30, 2024. This resulted in the assets and liabilities of both the Business-type Activities and the Water and Sewer Fund being understated by \$39,048.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated as of the date of the audit report.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Emphasis of Matters in Independent Auditors' Report

Our report will include the following emphasis of matter paragraph:

Emphasis of Matter

As described in Note 14 to the financial statements, the City recorded prior period adjustments. Our opinions are not modified with respect to that matter.

Report on Required Supplementary Information

We applied certain limited procedures to management's discussion and analysis and the remaining required supplementary information (RSI) as described in the table of contents of the financial statements that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Report on Other Supplementary Information

We were engaged to report on other supplementary information as described in the table of contents of the financial statements, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Appendix II

Communication of Internal Control Matters Identified During the Audit

In planning and performing our audit of the financial statements of the City as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. In addition, because of inherent limitations in internal control, including the possibility of management override of controls, misstatements due to error or fraud may occur and not be detected by such controls. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiency in internal control to be a material weakness.

Budget Overages

The Uniform Budgeting and Accounting Act ("the Act") of the State of Michigan requires the legislative body of the local unit to amend the general appropriations act as soon as it becomes apparent that a deviation from the original general appropriations act is necessary and the amount of the deviation can be determined. The City received \$2.9 million under the Protecting Michigan Pension Grant Program. The public safety division of the pension ultimately benefited from this grant and the General Fund recorded the expenditures in the public safety function. The General Fund budget was not amended to include the activity related to this grant. Therefore, public safety expenditures were over budget by a material amount. Additionally, this caused total expenditures of the General Fund to be over budget by a material amount.

We recommend management strengthen internal controls to ensure that all possible budget overages are identified prior to year end and that the budget amendments are formally approved by Council to prevent any overages.

Appendix III

Matters for Management's Consideration

In planning and performing our audit of the financial statements of the City as of and for the year ended June 30, 2024, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

However, during our audit we became aware of the following matter for management's consideration that is an opportunity for improving compliance. This letter does not affect our report dated December 11, 2024, on the financial statements of the City.

Accounting Records

Accounting records are not maintained in accordance with the Uniform Accounting Procedures Manual, Chart of Accounts, or other requirements of the Department of Treasury. The Michigan Department of Treasury issued guidance and implementation deadlines during 2020. The City was required to fully implement the Uniform Chart of Accounts no later than June 30, 2023. We recommend that the City reach out to their general ledger software provider and schedule the conversion process in order to adhere to the state requirement.

City of Grosse Pointe Park

Financial Statements

June 30, 2024



YEO & YEO

BUSINESS SUCCESS
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Independent Auditors' Report

City Council and Management
City of Grosse Pointe Park
Grosse Pointe Park, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Grosse Pointe Park, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Grosse Pointe Park as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Grosse Pointe Park and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Grosse Pointe Park's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Emphasis of Matter

As described in Note 14 to the financial statements, the City recorded prior period adjustments. Our opinions are not modified with respect to this matter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Grosse Pointe Park's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Grosse Pointe Park's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules, and the pension and OPEB schedules, as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Grosse Pointe Park's basic financial statements. The other supplementary information, as identified in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information, as identified in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Yeo & Yeo, P.C.

Auburn Hills, Michigan
December 11, 2024

City of Grosse Pointe Park

Management's Discussion and Analysis

As management of the City of Grosse Pointe Park (the "City"), we offer readers this narrative overview and analysis of the financial activities for the year ended June 30, 2024.

Business Highlights

- In November 2022, voters approved a water & sewer infrastructure millage of 2.5 mills for a period of 10 years generating just over \$1.8 million in revenue in FY2024 with the purposes of maintaining, repairing, and enhancing the city's aged water and sewer system.
- Major projects included the engineering and construction cost of \$2.6 million in fiscal year 2024 on the Extreme Emergency Release Valve (EERV) project started in fiscal year 2023 with the project coming to operational completion in fiscal year 2025. The city has televised 26.1 miles and has worked to clean 1.3 miles of the city's 41 miles of sanitary sewer mains, committing just over \$225 thousand dollars to these efforts in fiscal year 2024.
- The construction that began on the city's Mack Avenue and St Clare water main projects in fiscal year 2023 were both completed in fiscal year 2024. Between fiscal 2023 and fiscal year 2024, the total infrastructure project cost for both water mains was just over \$760 thousand with approximately \$120 thousand of those dollars spent in fiscal year 2024.
- A \$1.6 million dollar water main and lead line replacement project on Beaconsfield between Vernor and Mack and on Maumee Avenues between Bishop and Harvard, began in fiscal year 2024 with an initial infrastructure investment of \$100 thousand dollars for preliminary work in fiscal year 2024. The project is to be completed in fiscal year 2025.
- Major Road improvements included the repaving of 1,900 linear feet of Kercheval Avenue between Balfour and Bedford with a total project cost of \$831 thousand, with \$774 thousand of the construction cost taking place in fiscal year 2024.
- Preliminary resurfacing street project work began on local road Middlesex Rd and major road Charlevoix St in fiscal year 2024 of \$47 thousand to be completed in fiscal year 2025.
- Municipal street fund projects in 2024 included the city hall parking lot and alleyway rehabilitations of just over \$521 thousand.
- Marina investments were underway in fiscal year 2024 of just over \$104 thousand dollars to repair the docks and seawall in fiscal year 2024.

Financial Highlights

- At the end of the 2023 fiscal year, the city's total assets of \$83.1 million exceeded its total liabilities of \$46.8 million by approximately \$36.3 million. When viewed separately, the governmental activities total assets of \$66.0 million in assets exceeded the \$42.5 million in liabilities by \$23.5 million, and the business-type activities had assets of \$23.1 million exceeded liabilities of \$4.3 million by \$18.8 million.
- The total primary government revenues of \$21.6 million were up by approximately \$3.9 million reflecting an increase of 3.3 million in grant funding primarily due to the recognition of the State of Michigan pension grant of \$2.9 million, and increase in proper tax collections of \$768 thousand, and investment income of \$314 thousand in fiscal year 2024.
- The total primary government expenditures in FY2024 of \$15.8 million increased \$3.0 million over FY2023. This was primarily due to the city's recognition of a State of Michigan pension grant of \$2.9 million dedicated to the city's public safety pension division.

City of Grosse Pointe Park Management's Discussion and Analysis

- Business-type revenues in FY2024 of \$9.2 million were up by approximately \$773 thousand reflecting an operating grants (local contributions) increase of \$448 thousand over FY2023 primarily made up of the Cotton Family donation of \$900 thousand and the Grosse Pointe Park Foundation donation \$130 thousand for the construction of the EERV, the collection of user fees of \$209 thousand, an increase in W&S infrastructure tax collection revenue of \$115 thousand,
- Business-type expenditures in FY2024 of \$6.8 million were up \$685 thousand over fiscal year 2023 includes costs of \$351 of active and legacy costs associated with pension and retiree healthcare with \$340 thousand representing new business-type activities in 2024 due to a reclassification of the Recycling Collection activity in 2024.
- 2023 restatement of \$340 thousand dollars reclassifying the city's recycling services user fee activity was the result of a function reclassified during fiscal year 2024. The revenues and expenditures for this activity were reclassified from the governmental activities.
- In FY2024 the General Fund's fund balance of \$2.5 million reflects the restricted balance of \$137 thousand of PEG fees and \$49 thousand for pre-paid, that make up the remaining fund balance leaving the unassigned fund balance at roughly \$2.3 million increasing over fiscal year 2023's unassigned fund balance of \$2.1 million, reflecting 13.7 percent of the funds FY2024 expenditures.
- The City's financial rating with Standard & Poor's rating service remains at AA-.

Using This Annual Report

This annual report consists of a series of financial statements. The statement of net position and the statement of activities provide information about the activities of the City as a whole and present a longer- term view of the City's finances. This longer-term view uses the accrual basis of accounting so that it can measure the cost of providing services during the current year and whether the taxpayers have funded the full cost of providing government services.

The fund financial statements present a short-term view; they tell the reader how the taxpayers' resources were spent during the year, as well as how much is available for future spending. Fund financial statements also report the City's operations in more detail than the government-wide financial statements by providing information about the City's most significant funds. The fiduciary fund statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows by approximately \$45.6 million at the close of the most recent fiscal year.

The analysis below presents separate tables for the governmental activities and the business-type activities. The governmental activities include most of the City's basic services, such as public safety and dispatch services, the municipal court, the city's private parks and recreational facilities, for building code enforcement, for rubbish pickup and disposal, to maintain our municipal roads, provide for community development, and the city's general administration.

Most of the governmental funding sources are provided from the city's operating and extra voted property taxes, state-shared revenues, charges for service, and interlocal governmental agreements.

City of Grosse Pointe Park

Management's Discussion and Analysis

The business-type activities consist of the Water and Sewer Fund, Water and Sewer Infrastructure Fund, Marina Fund and Recycling Collection Fund.

- The City's Water & Sewer fund provides water and the treatment of our sewer services to residents from the Great Lakes Water Authority (GLWA).
- The Water & Sewer Infrastructure fund is the result of a millage in which the tax collections provide funding for the city's water and sewer main reconstruction of 35.3 miles of water mains and 41 miles of sanitary sewer mains.
- The Recycling fund was created to account for the business-type revenues and expenditures related to the general operation of collecting the city's recycling activity.
- The Marina fund was created to account for the operational revenue and business expenditure for the daily operation and long-term public infrastructure needs, essential to support its purpose.

In November of 2020, the State of Michigan, Department of Treasury communicated its final release of the updated Michigan Uniform Chart of Accounts. Under Public Act 71 the Michigan State Treasurer is tasked with establishing and maintaining a uniform system of accounting and reporting requirements in compliance with the Governmental Accounting Standards Board (GASB). The City of Grosse Pointe Park has not yet implemented the State of Michigan's new Uniform Chart of Accounts.

The City's Net Position

	Governmental Activities			
	2023	2024	Change	Percent Change
Assets				
Current and other assets				
Cash and investments	\$ 4,314,793	\$ 4,741,441	\$ 426,648	9.9%
Receivables	1,932,825	1,810,923	(121,902)	-6.3%
Other assets	208,819	236,629	27,810	13.3%
Capital assets	57,809,536	59,251,925	1,442,389	2.5%
Total assets	64,265,973	66,040,918	1,774,945	2.8%
Deferred Outflows of Resources	5,062,077	3,540,691	(1,521,386)	-30.1%
Liabilities				
Current liabilities	1,192,706	1,273,473	80,767	6.8%
Noncurrent liabilities				
Due within one year	1,209,651	1,297,146	87,495	7.2%
Due in more than one year	44,500,233	39,939,163	(4,561,070)	-10.2%
Total liabilities	46,902,590	42,509,782	(4,392,808)	-9.4%
Deferred Inflows of Resources	1,649,193	494,534	(1,154,659)	-70.0%
Net Position				
Net investment in capital assets	52,987,871	54,978,245	1,990,374	3.8%
Restricted	2,038,698	2,159,215	120,517	5.9%
Unrestricted (deficit)	(34,250,302)	(30,560,167)	3,690,135	-10.8%
Total net position	\$ 20,776,267	\$ 26,577,293	\$ 5,801,026	27.9%

City of Grosse Pointe Park

Management's Discussion and Analysis

The governmental activities assets and deferred outflows of \$69.6 million exceeded its liabilities and deferred inflows of \$43.0 million by \$26.6 million. Total assets increased by 2.8% primarily due to the change in capital assets while liabilities decreased 9.4% primarily due to pension and OPEB liabilities.

	Business-type Activities			
	<u>2023</u>	<u>2024</u>	<u>Change</u>	<u>Percent Change</u>
Assets				
Current and other assets				
Cash and investments	\$ 2,371,621	\$ 2,559,112	\$ 187,491	7.9%
Receivables	1,999,214	2,062,525	63,311	3.2%
Other assets	26,138	(10,000)	(36,138)	-138.3%
Capital assets	<u>15,853,228</u>	<u>18,491,746</u>	<u>2,638,518</u>	16.6%
Total assets	<u>20,250,201</u>	<u>23,103,383</u>	<u>2,853,182</u>	14.1%
Deferred Outflows of Resources	<u>415,326</u>	<u>292,849</u>	<u>(122,477)</u>	-29.5%
Liabilities				
Current liabilities	656,191	895,314	239,123	36.4%
Noncurrent liabilities				
Due within one year	33,544	44,591	11,047	32.9%
Due in more than one year	<u>3,191,753</u>	<u>3,357,604</u>	<u>165,851</u>	5.2%
Total liabilities	<u>3,881,488</u>	<u>4,297,509</u>	<u>416,021</u>	10.7%
Deferred Inflows of Resources	<u>43,935</u>	<u>50,086</u>	<u>6,151</u>	14.0%
Net Position				
Net investment in capital assets	15,853,228	18,267,285	2,414,057	15.2%
Unrestricted (deficit)	<u>886,876</u>	<u>781,352</u>	<u>(105,524)</u>	-11.9%
Total net position	<u>\$ 16,740,104</u>	<u>\$ 19,048,637</u>	<u>\$ 2,308,533</u>	13.8%

The net position of the City's business-type activities totals \$19.0 million. This is an increase of approximately \$2.3 million over the 2023's balance of \$16.7 million.

The increase in cash and investments is primarily attributable to Public Act 20 investments of business-type funds generating an increase in interest income of \$112 thousand dollars.

The change in total liabilities resulted in an increase in accrued and other liabilities consisting of accounts payables, payroll liabilities, unearned revenue, and compensated absences.

City of Grosse Pointe Park

Management's Discussion and Analysis

The City's Changes in Net Position

The city recorded prior period adjustments to restate balances for the year ending June 30, 2022. However, the effect of the restatements was not applied to the amounts in the statement of activities. The amounts presented below for 2023 are as originally reported.

Due to this, evaluating changes between fiscal years is more complicated.

	Governmental Activities			
	<u>2023</u>	<u>2024</u>	<u>Change</u>	<u>Percent Change</u>
Revenue				
Program revenue				
Charges for services	\$ 3,005,226	\$ 2,337,714	\$ (667,512)	-22.2%
Operating grants	434,992	3,690,305	3,255,313	748.4%
Capital grants	-	104,800	104,800	100.0%
General revenue				
Taxes	11,450,676	12,218,546	767,870	6.7%
Intergovernmental	2,717,426	2,770,236	52,810	1.9%
Investment earnings	16,420	330,007	313,587	1909.8%
Other revenue	45,279	115,770	70,491	155.7%
Total revenue	<u>17,670,019</u>	<u>21,567,378</u>	<u>3,897,359</u>	22.1%
Expenses				
General government	(649,606)	1,136,393	1,785,999	-274.9%
Public safety	7,910,466	8,734,607	824,141	10.4%
Public works	3,562,206	3,757,237	195,031	5.5%
Community and economic development	20,000	(80,244)	(100,244)	-501.2%
Recreation and culture	1,765,988	2,069,811	303,823	17.2%
Debt services	175,473	148,548	(26,925)	-15.3%
Total expenses	<u>12,784,527</u>	<u>15,766,352</u>	<u>2,981,825</u>	23.3%
Change in Net Position	<u>\$ 4,885,492</u>	<u>\$ 5,801,026</u>	<u>\$ 915,534</u>	18.7%

The City's total governmental activities 2024 revenue was \$21.6 million, which reflects an increase from 2023 of approximately \$3.9 million while expenditures increased \$3.0 million in 2024.

FY2024 revenue and expenditure increased \$2.9 million as the result of a State of Michigan Protecting MI Pension Grant Program award to the City of Grosse Pointe Park. The additional 1.0 million in FY2024 revenue increases were the due to property tax collection increase of \$768 thousand over 2023 and Public Act 20 investment income of \$314 thousand.

Governmental activities include the overall increase and decrease of the income statement activities for all funds from 101 General Fund to 499 Capital Improvement funds.

City of Grosse Pointe Park

Management's Discussion and Analysis

	Business-type Activities			
	2023	2024	Change	Percent Change
Revenue				
Program revenue				
Charges for services	\$ 5,984,252	\$ 6,193,534	\$ 209,282	3.5%
Operating grants	581,550	1,030,000	448,450	77.1%
General revenue				
Property taxes	1,757,078	1,872,474	115,396	6.6%
Investment earnings	54,836	111,537	56,701	103.4%
Miscellaneous	-	(56,604)	(56,604)	100.0%
Total revenue	<u>8,377,716</u>	<u>9,150,941</u>	<u>773,225</u>	9.2%
Expenses				
Water and sewer	6,039,772	6,390,935	351,163	5.8%
Marina	117,182	111,890	(5,292)	-4.5%
Recycling collection	-	339,583	339,583	100.0%
Total expenses	<u>6,156,954</u>	<u>6,842,408</u>	<u>685,454</u>	11.1%
Change in Net Position	<u>\$ 2,220,762</u>	<u>\$ 2,308,533</u>	<u>\$ 87,771</u>	4.0%

In 2024, business-type activities revenue totaled \$9.1 million, an increase over 2023 of approximately \$773 thousand. This was primarily due to two donations for the EERV construction project, an increase of \$115 thousand in property tax collections for the Water & Sewer Infrastructure fund, and Public Act 20 interest income.

Expenses for business-type activities totaled \$6.8 million, an increase of approximately \$685 thousand over FY2023 is primarily reflective of the reclassification from governmental to business-type for the Recycling Fund activity of \$340 thousand, water truck purchases of \$240 thousand, and an increase in water main breaks of \$152 thousand, during fiscal year 2024.

General Fund

The 2024 budgetary comparison schedule found in the city's Required Supplementary Information reflects the City's actual revenues and other financing sources of \$17.2 million over the FY2024 final expenditures and other financing uses of \$17.0 million with a positive change in fund balance of \$112 thousand. Revenues and expenditures exceeded budgeted amounts due to the receipt of \$2.9 million under the Protecting Michigan Pension Grant Program.

Capital Assets and Debt Administration

As of year-end, the City had \$122.8 million invested in a variety of capital assets, including buildings, fire and police equipment, local and major roads, and water and sewer lines. This figure represents an increase from 2023 of \$5.8 million. A summary of capital assets is presented in Note 5 to the financial statements.

At the end of the current fiscal year, the City of Grosse Pointe Park had a total outstanding debt of approximately \$4.3 million. A summary of long-term debt is presented in Note 7 to the financial statements.

City of Grosse Pointe Park

Management's Discussion and Analysis

Economic Factors and Next Year's Budgets and Rates

The State of Michigan relies on various taxes and fees to provide governmental activities to its citizens. Local governments rely primarily on property taxes and state-shared revenue to provide governmental activities to their citizens.

For business-type activities which include recycling collection, water and sewer (charges) and the marina (boat well fees) and certain governmental activities (including permitting and development), the user pays a related fee or charge associated with the service.

In 2024, State Shared Revenue provided by the State of Michigan was \$2.8 million in fiscal year 2024 over \$2.7 million or \$42 thousand more than the FY2023 revenues received by the city. The city's collection of Public Act 51 local and major road funds from the State of Michigan in FY2024 of \$1.4 million, remained stable.

The City Council remains diligent in its quest to continuously improve the quality of service and quality of life within the community while efficiently managing current expenses and addressing long-term legacy costs.

Requests for Further Information

This financial report is intended to provide a general overview of the City's finances and demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional information, please contact the office of the City Clerk at 15115 E. Jefferson Avenue, Grosse Pointe Park, MI 48230. This report, City budgets, and other financial information are available on the City's website at www.grossepointepark.org.

City of Grosse Pointe Park
Statement of Net Position
June 30, 2024

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and cash equivalents	\$ 4,741,441	\$ 2,559,112	\$ 7,300,553	\$ 1,080,845
Receivables				
Accounts	290,827	6,346	297,173	-
Taxes	17,379	-	17,379	-
Utility bills	-	1,940,207	1,940,207	-
Due from other units of government	1,502,717	115,972	1,618,689	-
Due from employees	12,786	-	12,786	-
Internal balances	10,000	(10,000)	-	-
Prepaid items	213,843	-	213,843	-
Capital assets not being depreciated	12,696,838	2,996,678	15,693,516	2,679,894
Capital assets, net of accumulated depreciation	46,555,087	15,495,068	62,050,155	6,607,779
Total assets	66,040,918	23,103,383	89,144,301	10,368,518
Deferred Outflows of Resources				
Pension related	3,434,401	282,080	3,716,481	-
OPEB related	106,290	10,769	117,059	-
Total deferred outflows of resources	3,540,691	292,849	3,833,540	-
Liabilities				
Checks written against future deposits	164,577	-	164,577	-
Accounts payable	570,481	853,384	1,423,865	38,499
Contracts payable - retainage	-	10,000	10,000	-
Due to other units of government	23,007	-	23,007	-
Payroll and other liabilities	337,032	31,930	368,962	-
Interest payable	33,831	-	33,831	16,126
Customer deposits	89,550	-	89,550	-
Unearned revenue	54,995	-	54,995	-
Noncurrent liabilities				
Debt due within one year	1,297,146	44,591	1,341,737	240,000
Debt due in more than one year	4,114,788	171,799	4,286,587	3,085,000
Net pension liability	23,138,720	1,900,474	25,039,194	-
Net OPEB liability	12,685,655	1,285,331	13,970,986	-
Total liabilities	42,509,782	4,297,509	46,807,291	3,379,625
Deferred Inflows of Resources				
Pension related	1,066	87	1,153	-
OPEB related	493,468	49,999	543,467	-
Total deferred inflows of resources	494,534	50,086	544,620	-
Net Position				
Net investment in capital assets	54,978,245	18,267,285	73,245,530	5,962,673
Restricted for				
PEG fees	137,211	-	137,211	-
Street maintenance	915,331	-	915,331	-
Rubbish collection	525,787	-	525,787	-
Building inspections	329,266	-	329,266	-
Indigent defense	26,369	-	26,369	-
Drug law enforcement	23,189	-	23,189	-
Community development	16,283	-	16,283	-
Opioid remediation	158,475	-	158,475	-
Debt service	27,304	-	27,304	-
Unrestricted (deficit)	(30,560,167)	781,352	(29,778,815)	1,026,220
Total net position	\$ 26,577,293	\$ 19,048,637	\$ 45,625,930	\$ 6,988,893

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Statement of Activities
For the Year Ended June 30, 2024

	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
					Governmental Activities	Business-type Activities	Total	
Functions/Programs								
Primary government								
Governmental activities								
General government	\$ 1,136,393	\$ 666,167	\$ 710,779	\$ -	\$ 240,553	\$ -	\$ 240,553	\$ -
Public safety	8,734,607	558,081	2,979,526	-	(5,197,000)	-	(5,197,000)	-
Public works	3,757,237	402,306	-	-	(3,354,931)	-	(3,354,931)	-
Community and economic development	(80,244)	-	-	104,800	185,044	-	185,044	-
Recreation and culture	2,069,811	711,160	-	-	(1,358,651)	-	(1,358,651)	-
Interest and fiscal charges on long-term debt	148,548	-	-	-	(148,548)	-	(148,548)	-
Total governmental activities	15,766,352	2,337,714	3,690,305	104,800	(9,633,533)	-	(9,633,533)	-
Business-type activities								
Water & Sewer	6,390,935	5,465,805	1,030,000	-	-	104,870	104,870	-
Marina	111,890	377,568	-	-	-	265,678	265,678	-
Recycling Collection	339,583	350,161	-	-	-	10,578	10,578	-
Total business-type activities	6,842,408	6,193,534	1,030,000	-	-	381,126	381,126	-
Total primary government	\$ 22,608,760	\$ 8,531,248	\$ 4,720,305	\$ 104,800	(9,633,533)	381,126	(9,252,407)	-
Component units								
Tax Increment Finance Authority	\$ 842,450	\$ -	\$ 79,124	\$ -	-	-	-	(763,326)
Downtown Development Authority	74,332	-	-	-	-	-	-	(74,332)
Total component units	\$ 916,782	\$ -	\$ 79,124	\$ -				(837,658)
General revenues								
Property taxes					12,218,546	1,872,474	14,091,020	1,331,588
Unrestricted state-shared revenue					2,770,236	-	2,770,236	-
Unrestricted investment earnings					330,007	111,537	441,544	45,009
Miscellaneous					59,166	-	59,166	785
Transfers					56,604	(56,604)	-	-
Total general revenues					15,434,559	1,927,407	17,361,966	1,377,382
Change in net position					5,801,026	2,308,533	8,109,559	539,724
Net position - beginning of year, as previously stated					20,846,143	16,670,228	37,516,371	6,449,169
Prior period adjustment					(69,876)	69,876	-	-
Net position - beginning of year, as restated					20,776,267	16,740,104	37,516,371	6,449,169
Net position - end of year					\$ 26,577,293	\$ 19,048,637	\$ 45,625,930	\$ 6,988,893

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Governmental Funds
Balance Sheet
June 30, 2024

	General	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash and cash equivalents	\$ 2,940,185	\$ 1,801,256	\$ 4,741,441
Receivables			
Accounts	35,532	255,295	290,827
Taxes	7,418	9,961	17,379
Due from other units of government	1,266,695	236,022	1,502,717
Due from employees	12,786	-	12,786
Due from other funds	-	10,000	10,000
Prepaid items	48,827	265	49,092
	<u>48,827</u>	<u>265</u>	<u>49,092</u>
Total assets	<u>\$ 4,311,443</u>	<u>\$ 2,312,799</u>	<u>\$ 6,624,242</u>
Liabilities			
Accounts payable	\$ 455,350	\$ 115,131	\$ 570,481
Due to other units of government	23,007	-	23,007
Payroll and other liabilities	311,253	25,779	337,032
Customer deposits	15,256	74,294	89,550
Unearned revenue	13,500	41,495	54,995
	<u>13,500</u>	<u>41,495</u>	<u>54,995</u>
Total liabilities	<u>818,366</u>	<u>256,699</u>	<u>1,075,065</u>
Deferred Inflows of Resources			
Unavailable revenue - receivables	976,741	119,562	1,096,303
	<u>976,741</u>	<u>119,562</u>	<u>1,096,303</u>
Fund Balances			
Non-spendable			
Prepaid items	48,827	265	49,092
Restricted for			
PEG fees	137,211	-	137,211
Street maintenance	-	915,331	915,331
Rubbish collection	-	525,787	525,787
Building inspections	-	329,266	329,266
Indigent defense	-	26,369	26,369
Drug law enforcement	-	23,189	23,189
Community development	-	16,283	16,283
Opioid remediation	-	38,913	38,913
Debt service	-	61,135	61,135
Unassigned	2,330,298	-	2,330,298
	<u>2,330,298</u>	<u>-</u>	<u>2,330,298</u>
Total fund balances	<u>2,516,336</u>	<u>1,936,538</u>	<u>4,452,874</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,311,443</u>	<u>\$ 2,312,799</u>	<u>\$ 6,624,242</u>

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Governmental Funds
Reconciliation of Fund Balances of Governmental Funds
to Net Position of Governmental Activities
June 30, 2024

Total fund balances for governmental funds	\$ 4,452,874
Total net position for governmental activities in the statement of net position is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Capital assets not being depreciated	12,696,838
Capital assets, net of accumulated depreciation	46,555,087
Certain receivables are not available to pay for current period expenditures and, therefore are deferred in the funds.	1,096,303
Deferred outflows (inflows) of resources.	
Deferred outflows of resources resulting from net pension liability	3,434,401
Deferred outflows of resources resulting from net OPEB liability	106,290
Deferred inflows of resources resulting from net pension liability	(1,066)
Deferred inflows of resources resulting from net OPEB liability	(493,468)
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.	
Accrued interest	(33,831)
Compensated absences	(879,276)
Claims and judgments	(258,978)
Bonds, notes, premiums and discounts	(4,273,680)
Net pension liability	(23,138,720)
Net OPEB liability	<u>(12,685,655)</u>
Net position of governmental activities	<u>\$ 26,577,293</u>

City of Grosse Pointe Park
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2024

		Special Revenue Fund		
	General	Formerly Major Fund Major Street	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 9,790,430		\$ 2,428,116	\$ 12,218,546
Licenses and permits	220,381		370,778	591,159
Federal grants	93,994		455,692	549,686
State grants	4,407,386		1,376,603	5,783,989
Local contributions	104,800		-	104,800
Charges for services	937,403		25,045	962,448
Fines and forfeitures	263,592		-	263,592
Rental income	391,723		-	391,723
Investment income	245,660		84,358	330,018
Other revenue	201,715		28,080	229,795
	<u>16,657,084</u>		<u>4,768,672</u>	<u>21,425,756</u>
Total revenues				
	<u>16,657,084</u>		<u>4,768,672</u>	<u>21,425,756</u>
Expenditures				
Current				
General government	2,154,628		18,685	2,173,313
Judicial	393,413		-	393,413
Public safety	11,128,949		365,804	11,494,753
Public works	1,021,027		2,730,351	3,751,378
Community and economic development	-		20,000	20,000
Recreation and culture	2,104,193		-	2,104,193
Capital outlay	-		718,550	718,550
Debt service				
Principal retirement	169,063		500,000	669,063
Interest and fiscal charges	59,391		95,779	155,170
	<u>17,030,664</u>		<u>4,449,169</u>	<u>21,479,833</u>
Total expenditures				
	<u>17,030,664</u>		<u>4,449,169</u>	<u>21,479,833</u>
Excess (deficiency) of revenues over expenditures	<u>(373,580)</u>		<u>319,503</u>	<u>(54,077)</u>
Other financing sources (uses)				
Transfers in	325,441		216,065	541,506
Transfers out	(10,265)		(474,637)	(484,902)
Issuance of debt	133,592		-	133,592
Sale of capital assets	36,421		-	36,421
	<u>485,189</u>		<u>(258,572)</u>	<u>226,617</u>
Total other financing sources (uses)				
	<u>485,189</u>		<u>(258,572)</u>	<u>226,617</u>
Net change in fund balances	<u>111,609</u>		<u>60,931</u>	<u>172,540</u>
Fund balances - beginning of year, as previously presented	2,404,727	495,812	1,449,671	4,350,210
Prior period adjustment	-	-	(69,876)	(69,876)
Change within financial reporting entity (major to nonmajor fund)	<u>-</u>	<u>(495,812)</u>	<u>495,812</u>	<u>-</u>
Fund balances - beginning of year (restated)	<u>2,404,727</u>		<u>1,875,607</u>	<u>4,280,334</u>
Fund balances - end of year	<u>\$ 2,516,336</u>		<u>\$ 1,936,538</u>	<u>\$ 4,452,874</u>

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2024

Net change in fund balances - total governmental funds	\$ 172,540
Total change in net position reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense.	
Depreciation and amortization expense	(1,361,459)
Capital outlay	2,856,219
Sale of capital assets (net book value)	(52,371)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.	
	72,453
Expenses are recorded when incurred in the statement of activities.	
Accrued interest	6,622
Compensated absences	337,487
Claims and judgments	(38,805)
The statement of net position reports the net pension liability and deferred outflows of resources and deferred inflows related to the net pension liability and pension expense. However, the amount recorded on the governmental funds equals actual pension contributions.	
Net change in the net pension liability	3,401,525
Net change in the deferred outflow of resources related to the net pension liability	(1,321,358)
Net change in the deferred inflow of resources related to the net pension liability	1,070
The statement of net position reports the net OPEB liability and deferred outflows of resources and deferred inflows related to the net OPEB liability and pension expense. However, the amount recorded on the governmental funds equals actual OPEB contributions.	
Net change in the net OPEB liability	225,383
Net change in the deferred outflow of resources related to the net OPEB liability	(200,028)
Net change in the deferred inflow of resources related to the net OPEB liability	1,153,589
Long-term liabilities and related transactions applicable to governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities.	
Debt issued	(133,592)
Repayments of long-term debt	681,577
Internal service funds are also included as governmental activities	<u>174</u>
Change in net position of governmental activities	<u>\$ 5,801,026</u>

City of Grosse Pointe Park
Proprietary Funds
Statement of Net Position
June 30, 2024

	Water & Sewer	Water & Sewer Infrastructure	Nonmajor Enterprise Funds	Total	Internal Service Fund
Assets					
Current assets					
Cash and cash equivalents	\$ 535,750	\$ 1,161,629	\$ 861,733	\$ 2,559,112	\$ -
Receivables					
Accounts	-	-	6,346	6,346	-
Utility bills	1,940,207	-	-	1,940,207	-
Due from other units of government	115,972	-	-	115,972	-
Prepaid items	-	-	-	-	164,751
Total current assets	2,591,929	1,161,629	868,079	4,621,637	164,751
Noncurrent assets					
Capital assets not being depreciated	358,115	2,624,178	14,385	2,996,678	-
Capital assets, net of accumulated depreciation	14,496,966	772,445	225,657	15,495,068	-
Total noncurrent assets	14,855,081	3,396,623	240,042	18,491,746	-
Total assets	17,447,010	4,558,252	1,108,121	23,113,383	164,751
Deferred Outflows of Resources					
Pension related	282,080	-	-	282,080	-
OPEB related	10,769	-	-	10,769	-
Total deferred outflows of resources	292,849	-	-	292,849	-
Liabilities					
Current liabilities					
Checks written against future deposits	-	-	-	-	164,577
Accounts payable	638,595	214,461	328	853,384	-
Contracts payable - retainage	-	10,000	-	10,000	-
Due to other funds	10,000	-	-	10,000	-
Payroll and other liabilities	27,791	-	4,139	31,930	-
Compensated absences	44,591	-	-	44,591	-
Total current liabilities	720,977	224,461	4,467	949,905	164,577
Noncurrent liabilities					
Compensated absences	171,739	-	60	171,799	-
Net pension liability	1,900,474	-	-	1,900,474	-
Net OPEB liability	1,285,331	-	-	1,285,331	-
Total noncurrent liabilities	3,357,544	-	60	3,357,604	-
Total liabilities	4,078,521	224,461	4,527	4,307,509	164,577
Deferred Inflows of Resources					
Pension related	87	-	-	87	-
OPEB related	49,999	-	-	49,999	-
Total deferred inflows of resources	50,086	-	-	50,086	-
Net Position					
Net investment in capital assets	14,855,081	3,172,162	240,042	18,267,285	-
Unrestricted (deficit)	(1,243,829)	1,161,629	863,552	781,352	174
Total net position	\$ 13,611,252	\$ 4,333,791	\$ 1,103,594	\$ 19,048,637	\$ 174

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended June 30, 2024

	Water & Sewer	Water & Sewer Infrastructure	Nonmajor Enterprise Funds	Total	Internal Service Fund
Operating revenue					
Customer fees	\$ 5,457,351	\$ -	\$ 727,699	\$ 6,185,050	\$ -
Billings to other funds	-	-	-	-	2,355,513
Other revenue	8,454	-	30	8,484	-
Total operating revenue	5,465,805	-	727,729	6,193,534	2,355,513
Operating expenses					
Personnel services	1,451,874	-	40,676	1,492,550	2,349,595
Supplies	197,767	-	11,659	209,426	-
Contractual services	3,500,240	258,194	331,095	4,089,529	5,795
Utilities	67,482	-	18,400	85,882	-
Repairs and maintenance	244,270	-	4,767	249,037	-
Other expenses	56,326	(2,330)	22,599	76,595	-
Depreciation	599,940	17,172	22,277	639,389	-
Total operating expenses	6,117,899	273,036	451,473	6,842,408	2,355,390
Operating income (loss)	(652,094)	(273,036)	276,256	(648,874)	123
Nonoperating revenue (expenses)					
Property taxes	-	1,871,652	822	1,872,474	-
Local contributions	-	1,030,000	-	1,030,000	-
Investment income	60,597	14,238	36,702	111,537	51
Total nonoperating revenues (expenses)	60,597	2,915,890	37,524	3,014,011	51
Income before transfers	(591,497)	2,642,854	313,780	2,365,137	174
Transfers in	27,600	-	-	27,600	-
Transfers out	(45,457)	-	(38,747)	(84,204)	-
Change in net position	(609,354)	2,642,854	275,033	2,308,533	174
Net position - beginning of year, as previously stated	15,911,543	-	758,685	16,670,228	-
Prior period adjustment	(1,690,937)	1,690,937	69,876	69,876	-
Net position - beginning of year as restated	14,220,606	1,690,937	828,561	16,740,104	-
Net position - end of year	\$ 13,611,252	\$ 4,333,791	\$ 1,103,594	\$ 19,048,637	\$ 174

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2024

	Water & Sewer	Water & Sewer Infrastructure	Nonmajor Enterprise Funds	Total	Internal Service Fund
Cash flows from operating activities					
Receipts from customers	\$ 5,408,840	\$ -	\$ 721,383	\$ 6,130,223	\$ -
Receipts from interfund users	-	-	-	-	2,355,513
Receipts from other funds	10,000	-	-	10,000	-
Payments to suppliers	(3,714,591)	(31,403)	(392,393)	(4,138,387)	(5,969)
Payments to employees	(1,359,235)	-	(40,616)	(1,399,851)	(2,349,595)
Net cash provided by operating activities	345,014	(31,403)	288,374	601,985	(51)
Cash flows from noncapital financing activities					
Transfer from other funds	27,600	-	-	27,600	-
Transfers to other funds	(45,457)	-	(38,747)	(84,204)	-
Property taxes	-	1,871,652	822	1,872,474	-
Local contributions	-	1,030,000	-	1,030,000	-
Net cash provided (used) by noncapital financing activities	(17,857)	2,901,652	(37,925)	2,845,870	-
Cash flows from capital and related financing activities					
Purchases/construction of capital assets	(413,925)	(2,833,204)	(124,772)	(3,371,901)	-
Cash flows from investing activities					
Interest received	60,597	14,238	36,702	111,537	51
Net change in cash and cash equivalents	(26,171)	51,283	162,379	187,491	-
Cash and cash equivalents - beginning of year (restated)	561,921	1,110,346	699,354	2,371,621	-
Cash and cash equivalents - end of year	\$ 535,750	\$ 1,161,629	\$ 861,733	\$ 2,559,112	\$ -
Reconciliation of operating income (loss) to net cash provided by operating activities					
Operating income (loss)	\$ (652,094)	\$ (273,036)	\$ 276,256	\$ (648,874)	\$ 123
Adjustments to reconcile operating income (loss) to net cash from operating activities					
Depreciation and amortization expense	599,940	17,172	22,277	639,389	-
Changes in assets and liabilities					
Receivables (net)	59,007	-	(6,346)	52,661	-
Due from other units of government	(115,972)	-	-	(115,972)	-
Prepaid items	26,138	-	-	26,138	-
Net pension asset	-	-	-	-	(164,751)
Pension related deferred outflows of resources	97,969	-	-	97,969	-
OPEB related deferred outflows of resources	24,508	-	-	24,508	-
Checks written against future deposits	-	-	-	-	164,577
Accounts payable	102,825	214,461	(6,538)	310,748	-
Accrued and other liabilities	9,704	10,000	2,665	22,369	-
Due to other funds	10,000	-	-	10,000	-
Compensated absences	92,639	-	60	92,699	-
Net pension liability	(220,452)	-	-	(220,452)	-
Net OPEB liability	304,651	-	-	304,651	-
Pension related deferred inflows of resources	(83)	-	-	(83)	-
OPEB related deferred inflows of resources	6,234	-	-	6,234	-
Net cash provided by operating activities	\$ 345,014	\$ (31,403)	\$ 288,374	\$ 601,985	\$ (51)

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2024

	Other Employee Benefit Trust Funds	Custodial Fund Current Tax Collection
Assets		
Investments	\$ 286,766	\$ -
Net Position		
Restricted for:		
Postemployment benefits other than pension	\$ 286,766	\$ -

City of Grosse Pointe Park
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2024

	Other Employee Benefit Trust Funds	Custodial Fund Current Tax Collection
Additions		
Contributions		
Employer	\$ 955,084	\$ -
Members	9,805	-
Total contributions	<u>964,889</u>	<u>-</u>
Investment earnings		
Net increase in fair value of investments	26,749	-
Less investment costs		
Investment activity costs	<u>571</u>	<u>-</u>
Net investment earnings	<u>26,178</u>	<u>-</u>
Property tax collections for other governments	<u>-</u>	<u>15,444,352</u>
Total additions	<u>991,067</u>	<u>15,444,352</u>
Deductions		
Benefits paid to participants or beneficiaries	964,889	-
Payments of property tax to other governments	<u>-</u>	<u>15,444,352</u>
Total deductions	<u>964,889</u>	<u>15,444,352</u>
Change in net position	26,178	-
Net position - beginning of year	<u>260,588</u>	<u>-</u>
Net position - end of year	<u>\$ 286,766</u>	<u>\$ -</u>

City of Grosse Pointe Park
Component Units
Combining Statement of Net Position
June 30, 2024

	Tax Increment Finance Authority	Downtown Development Authority	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 803,337	\$ 277,508	\$ 1,080,845
Noncurrent assets			
Capital assets not being depreciated	2,099,249	580,645	2,679,894
Capital assets, net of accumulated depreciation	<u>6,556,437</u>	<u>51,342</u>	<u>6,607,779</u>
Total noncurrent assets	<u>8,655,686</u>	<u>631,987</u>	<u>9,287,673</u>
Total assets	<u>9,459,023</u>	<u>909,495</u>	<u>10,368,518</u>
Liabilities			
Current liabilities			
Accounts payable	28,536	9,963	38,499
Interest payable	16,126	-	16,126
Current portion of long-term liabilities	<u>240,000</u>	<u>-</u>	<u>240,000</u>
Total current liabilities	284,662	9,963	294,625
Noncurrent liabilities			
Long-term liabilities	<u>3,085,000</u>	<u>-</u>	<u>3,085,000</u>
Total liabilities	<u>3,369,662</u>	<u>9,963</u>	<u>3,379,625</u>
Net Position			
Net investment in capital assets	5,330,686	631,987	5,962,673
Unrestricted	<u>758,675</u>	<u>267,545</u>	<u>1,026,220</u>
Total net position	<u>\$ 6,089,361</u>	<u>\$ 899,532</u>	<u>\$ 6,988,893</u>

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Component Units
Combining Statement of Activities
For the Year Ended June 30, 2024

	Tax Increment Finance Authority	Downtown Development Authority	Total
Expenses			
Community and economic development	\$ 842,450	\$ 74,332	\$ 916,782
Program revenues			
Operating grants and contributions	<u>79,124</u>	<u>-</u>	<u>79,124</u>
Net program expense	<u>(763,326)</u>	<u>(74,332)</u>	<u>(837,658)</u>
General revenues			
Property taxes	1,214,248	117,340	1,331,588
Unrestricted investment earnings	35,020	9,989	45,009
Miscellaneous	<u>785</u>	<u>-</u>	<u>785</u>
Total general revenues	<u>1,250,053</u>	<u>127,329</u>	<u>1,377,382</u>
Change in net position	486,727	52,997	539,724
Net position - beginning of year	<u>5,602,634</u>	<u>846,535</u>	<u>6,449,169</u>
Net position - end of year	<u><u>\$ 6,089,361</u></u>	<u><u>\$ 899,532</u></u>	<u><u>\$ 6,988,893</u></u>

See Accompanying Notes to the Financial Statements

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Note 1 - Summary of Significant Accounting Policies

Basis of Presentation

The accounting policies of the City of Grosse Pointe Park (the City) conform to accounting principles generally accepted in the United state of America (GAAP), as applicable to governmental units. The following is a summary of the significant accounting policies used by the City.

Reporting Entity

The City of Grosse Pointe Park (the City) is governed by an elected seven-member Board. The accompanying financial statements present the City and its component units, entities for which the government is considered to be financially accountable. The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government (see discussion below for description).

Discretely Presented Component Units

Downtown Development Authority

The Downtown Development authority (DDA) was created to correct and prevent deterioration in the downtown district, encourage historical preservation, and promote economic growth within the downtown district. The DDA collects property taxes in accordance with state law and budgets expenditures within the DDA district boundaries. The DDA's governing body is appointed by the City Council. The DDA does not issue any other form of financial statements except as contained in the City's annual financial statements.

Tax Increment Finance Authority

The Tax Increment Finance Authority (TIFA) was created to encourage economic activity within the TIFA district boundaries. The TIFA collects captured property taxes in accordance with state law and budgets expenditures within the TIFA district boundaries. The TIFA's governing body is appointed by the City Council. The TIFA does not issue any other form of financial statements except as contained in the City's annual financial statements.

Joint Venture

The City is a member of the Grosse Pointes-Clinton Refuse Disposal Authority (the "Authority") joint venture, which provides refuse disposal services to participating municipalities in the counties of Wayne and Macomb, Michigan. Other members include the cities of Grosse Pointe Farms, Grosse Pointe, Grosse Pointe Woods, Harper Woods, and the village of Grosse Pointe Shores. The City Council appoints one member to the Authority's governing board, which then approves its annual budget. The Authority currently contracts with a commercial refuse disposal company and bills members for their proportionate share of costs. The City has no equity interest in the Authority. Complete financial statements for the Authority can be obtained from the Village of Grosse Pointe Shores upon request.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The City reports the following major proprietary funds:

The Water & Sewer Fund accounts for the operating activities of the water distribution and sewage collection systems.

The Water & Sewer Infrastructure Fund accounts for infrastructure related activities to provide water and sewer services to the City.

Additionally, the City reports the following:

The Nonmajor Special Revenue Funds account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative requirements.

The Debt Service Funds account for the accumulation of resources for, and payment of governmental activities principal, interest and related costs.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

The Capital Projects Fund accounts for the accumulation of resources for, and payment of significant capital expenditures and improvement projects.

The Marina Fund accounts for the charges for services and related costs for activities at the Windmill Pointe Park Marina facilities.

The Recycling Collection Fund accounts for environmentally friendly waste removal services.

The Internal Service Fund accounts for health benefits charged to other departments of the government on a cost reimbursement basis.

The Other Postemployment Employee Benefit Trust Funds account for the accumulation of resources to be used for retirement payments to eligible employees and certain healthcare costs.

Custodial Funds account for property tax and other deposits collected on behalf of other units and individuals.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the sewer and water funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, Liabilities, and Net Position or Fund Balance

Deposits and investments – Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value based on quoted market price. Certificate of deposits are stated at cost which approximates fair value.

Receivables and payables – In general, outstanding balances between funds are reported as “due to/from other funds.” Activity between funds that is representative of a lending/borrowing arrangement outstanding at the end of the fiscal year is referred to as “advances to/from other funds.” Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.”

All trade and property tax receivables are shown as net of allowance for uncollectible amounts. The City considers all accounts receivable to be fully collectible; accordingly, no allowance for uncollectible amounts is recorded. Property taxes are levied on each December 1st on the taxable valuation of property as of the preceding December 31st. Taxes are considered delinquent on March 1st of the following year, at which time penalties and interest are assessed.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

The taxable valuation of the City totaled approximately \$750 million, on which ad valorem taxes consisted of the following mills, and resulted in the following revenue, exclusive of any Michigan Tax Tribunal or Board of Review adjustments:

Purpose	Mills Levied	Ad Valorem Taxes Levied Raised (in millions)
General operating	10.5917	\$ 7.35
Rubbish	1.5679	1.11
Public relations	0.0710	0.05
Roads	0.9571	0.72
Debt	0.7910	0.60
Public safety	2.5696	1.92
Water & sewer	2.5000	1.87

Inventories and prepaid items – Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future fiscal years. For such payments in governmental funds the City follows the consumption method, and they therefore are capitalized as prepaid items in both government-wide and fund financial statements.

Capital assets – Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed.

The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the City values these capital assets at the acquisition value of the item at the date of its donation.

Property, plant and equipment are depreciated using the straight-line method over the following useful lives:

Land improvements	5 to 50 years
Roads and sidewalks	18 to 25 years
Buildings and improvements	7 to 50 years
Machinery and equipment	3 to 50 years
Vehicles	7 to 30 years
Water system infrastructure	5 to 50 years
Sewer system infrastructure	15 to 60 years

Deferred outflows of resources – A deferred outflow of resources is a consumption of net assets by the City that is applicable to a future reporting period. The City reports deferred outflows of resources as a result of pension earnings. This amount is the result of a difference between what the plan expected to earn from plan investments and what is actually earned. This amount will be amortized over the next four years and included in pension and OPEB expense. Changes in assumptions and experience differences relating to the net pension and OPEB liability are deferred and amortized over the expected remaining services lives of the employees and retirees in the plan. The City also reported deferred outflows of resources for pension contributions made after the measurement date. This amount will reduce net pension liability in the following year.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Compensated absences – It is the City’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-term obligations – In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position the Municipal Employees Retirement System (MERS) of Michigan and additions to/deductions from MERS’ fiduciary net position have been determined on the same basis as they are reported to MERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits (OPEB) – For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City of Grosse Pointe Park Retiree Health Care Plan (the Health Care Plan) and additions to/deductions from the Health Care Plan’s fiduciary net position have been determined on the same basis as they are reported by the Health Care Plan. For this purpose, the Health Care Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Deferred inflows of resources – A deferred inflow of resources is an acquisition of net assets by the City that is applicable to a future reporting period. For governmental funds this includes unavailable revenue in connection with receivables for revenues that are not considered available to liquidate liabilities of the current period. The City reports deferred inflows of resources as a result of pension and OPEB earnings. This amount is the result of a difference between what the plan expected to earn from the plan investments and what the plan actually earned. This amount will be amortized over the next four years and included in pension and OPEB expense. Changes in assumptions and experience differences relating to the net pension liability and net OPEB liability are deferred and amortized over the expected remaining services lives of the employees and retirees in the plan.

Fund Balances – In the fund financial statements, governmental funds report fund balances in the following categories:

Non-spendable – assets that are not available in a spendable form.

Restricted – amounts that are legally imposed or otherwise required by external parties to be used for a specific purpose.

Committed – amounts constrained on use imposed by the government’s highest level of decision-making, its City Council. A fund balance commitment may be established, modified, or rescinded by a resolution of the City Council.

Assigned – amounts intended to be used for specific purposes, as determined by the City Council. Residual amounts in governmental funds other than the general fund are automatically assigned by their nature.

Unassigned – all other resources; the remaining fund balances after non-spendable, restrictions, commitments and assignments.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City's policy is to consider restricted funds spent first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts could be used, the City's policy is to consider the funds to be spent in the following order: (1) committed, (2) assigned, (3) unassigned.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Adoption of New Accounting Standards

Statement No. 100, *Accounting Changes and Error Corrections*, improves the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. More understandable, reliable, relevant, consistent and comparable information will be provided to financial statement users for making decisions or assessing accountability. Additionally, the display and note disclosure requirements will result in more consistent, decision useful, understandable and comprehensive information for users about accounting changes and error corrections.

Upcoming Accounting and Reporting Changes

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement is effective for the year ending June 30, 2025.

Statement No. 102, *Certain Risk Disclosures*, requires organizations to provide users of the financial statements with essential information about risks related to the organization's vulnerabilities due to certain concentrations or constraints. This statement is effective for the year ending June 30, 2025.

Statement No. 103, *Financial Reporting Model Improvements*, improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing an organization's accountability while also addressing certain application issues. This statement includes changes to management's discussion and analysis, unusual or infrequent items, presentation of the proprietary fund statements of revenues, expenses, and changes in fund net position, major component unit information, and budgetary comparison information. This statement is effective for the year ending June 30, 2026.

The City is evaluating the impact that the above GASB statements will have on its financial reporting.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Note 2 - Stewardship, Compliance, and Accountability

Material Budget Overage

The City reported a material budget overage in the General Fund for Public Safety expenditures as follows:

	<u>Appropriations</u>	<u>Actual</u>	<u>Budget Variance</u>
General Fund			
Public safety	\$ 8,353,600	\$ 11,128,949	\$ 2,775,349

The City received \$2.9 million under the Protecting Michigan Pension Grant Program. The public safety division of the pension ultimately benefited from this grant and the General Fund recorded the expenditures in the public safety function. The General Fund budget was not amended to include the activity related to this grant.

Construction Code Fees

The City oversees building construction, in accordance with the State's Construction Code Act, including inspection of building construction and renovation to ensure compliance with the building codes. The City charges fees for these services. The law requires that collection of these fees be used only for construction code costs, including an allocation of estimated overhead costs.

A summary of the current year activity and the cumulative surplus or shortfall generated since July 1, 2009 is as follows:

Current year permit revenue	\$ 397,086
Related expenses:	
Direct costs	\$ (401,651)
Estimated indirect costs	<u>(60,216)</u>
	<u>(461,867)</u>
Current year shortfall	(64,781)
Cumulative surplus - beginning of year	<u>394,312</u>
Cumulative surplus - end of year	<u><u>\$ 329,531</u></u>

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Note 3 - Deposits and Investments

At year end the City's deposits and investments were reported in the financial statements in the following categories:

	Cash and Cash Equivalents	Investments	Total
Governmental activities	\$ 4,741,441	\$ -	\$ 4,741,441
Business-type activities	<u>2,559,112</u>	<u>-</u>	<u>2,559,112</u>
Total	7,300,553	-	7,300,553
Fiduciary funds	-	286,766	286,766
Component units	<u>1,080,845</u>	<u>-</u>	<u>1,080,845</u>
Total	<u>\$ 8,381,398</u>	<u>\$ 286,766</u>	<u>\$ 8,668,164</u>

The breakdown between deposits and investments is as follows:

	Primary Government	Fiduciary Funds	Component Units	Total
Bank deposits (checking and savings accounts, money markets and certificates of deposit)	\$ 4,721,984	\$ -	\$ 569,950	\$ 5,291,934
Investments in securities, mutual funds and similar vehicles	2,576,963	286,766	510,895	3,374,624
Petty cash and cash on hand	<u>1,606</u>	<u>-</u>	<u>-</u>	<u>1,606</u>
	<u>\$ 7,300,553</u>	<u>\$ 286,766</u>	<u>\$ 1,080,845</u>	<u>\$ 8,668,164</u>

Interest rate risk – In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the purchase of commercial paper which can only be purchased with a 270-day maturity. The City's investment policy does not restrict other investment maturities.

Credit risk – State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy doesn't not further limit its investment choices. As of year end, the City did not hold any investments in commercial paper.

Concentration of credit risk – The City has no policy that would limit the amount that may be issued in any one issuer. The entire balance of the City's investments is held in the MERS Total Market Portfolio.

Custodial credit risk - deposits – In the case of deposits, this is the risk that in the event of bank failure, the City's deposits may not be returned to it. The City does not have a policy for custodial credit risk. As of year end, \$5,063,166 was exposed to custodial credit risk because it was uninsured and uncollateralized.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Note 4 - Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

The City has the following recurring fair value measurements as of year end:

Investments carried at net asset value

Michigan CLASS government investment pool	\$ 3,087,858
MERS retiree health funding vehicle	
Total market portfolio	<u>286,766</u>
Total investments	<u>\$ 3,374,624</u>

Investments in Entities that Calculate Net Asset Value per Share

The City holds shares or interests in investment companies whereby the fair value of the investments is measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

At year end, the net asset value of the City's investment in Michigan CLASS was \$3,087,858. The investment pool had no unfunded commitments, specific redemption frequency or redemption notice period required. The Michigan CLASS investment pool invests in U.S. treasury obligations, federal agency obligations of the U.S. government, high-grade commercial paper (rated 'A-1' or better) collateralized bank deposits, repurchase agreements (collateralized at 102% by Treasuries and agencies), and approved money-market funds. The program seeks to provide safety, liquidity, convenience, and competitive rates of return, and is designed to meet the needs of Michigan public sector investors. It purchases securities that are legally permissible under state statutes and are available for investment by Michigan counties, cities, townships, school districts, authorities and other public agencies. It has a rating of AAA from Standard and Poor's with a weighted average maturity of 30 days.

At year end, the net asset value of the City's investment in the MERS Retiree Health Funding Vehicle Total Market Portfolio Fund ("the Fund") was \$286,766. The Fund is a fully diversified portfolio combining traditional stocks and bonds with alternative asset classes, including real estate, private equity and commodities and is carried at net asset value. The objective is to provide current income and capital appreciation while minimizing the volatility of the capital markets. MERS manages the asset allocation and monitors the underlying investment managers. There is no redemption period and no unfunded commitments.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Note 5 - Capital Assets

Capital assets activity of the primary government for the current year is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Capital assets not being depreciated				
Land	\$ 12,169,477	\$ 31,211	\$ -	\$ 12,200,688
Construction-in-progress	<u>86,279</u>	<u>496,150</u>	<u>86,279</u>	<u>496,150</u>
Total capital assets not being depreciated	<u>12,255,756</u>	<u>527,361</u>	<u>86,279</u>	<u>12,696,838</u>
Capital assets being depreciated				
Land improvements	4,161,024	847,753	-	5,008,777
Roads and sidewalks	49,428,065	900,044	-	50,328,109
Buildings and improvements	14,343,196	208,367	-	14,551,563
Machinery and equipment	<u>5,266,071</u>	<u>458,973</u>	<u>304,336</u>	<u>5,420,708</u>
Total capital assets being depreciated	<u>73,198,356</u>	<u>2,415,137</u>	<u>304,336</u>	<u>75,309,157</u>
Less accumulated depreciation for				
Land improvements	2,896,838	137,081	-	3,033,919
Roads and sidewalks	15,320,586	737,268	-	16,057,854
Buildings and improvements	5,706,411	235,539	-	5,941,950
Machinery and equipment	<u>3,720,741</u>	<u>251,571</u>	<u>251,965</u>	<u>3,720,347</u>
Total accumulated depreciation	<u>27,644,576</u>	<u>1,361,459</u>	<u>251,965</u>	<u>28,754,070</u>
Net capital assets being depreciated	<u>45,553,780</u>	<u>1,053,678</u>	<u>52,371</u>	<u>46,555,087</u>
Governmental activities net capital assets	<u>\$ 57,809,536</u>	<u>\$ 1,581,039</u>	<u>\$ 138,650</u>	<u>\$ 59,251,925</u>

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets not being depreciated				
Land	\$ 285,000	\$ -	\$ -	\$ 285,000
Construction-in-progress	624,272	2,622,432	535,026	2,711,678
Total capital assets not being depreciated	<u>909,272</u>	<u>2,622,432</u>	<u>535,026</u>	<u>2,996,678</u>
Capital assets being depreciated				
Water system infrastructure	749,710	777,305	-	1,527,015
Sewer system infrastructure	26,105,327	-	-	26,105,327
Land improvements	739,287	110,387	-	849,674
Building and improvements	1,184,960	115,412	-	1,300,372
Vehicles	528,004	170,150	-	698,154
Machinery and equipment	1,247,150	17,247	-	1,264,397
Total capital assets being depreciated	<u>30,554,438</u>	<u>1,190,501</u>	<u>-</u>	<u>31,744,939</u>
Less accumulated depreciation for				
Water system infrastructure	269,629	29,821	-	299,450
Sewer system infrastructure	13,598,067	449,313	-	14,047,380
Land improvements	467,235	20,228	-	487,463
Building and improvements	390,610	39,790	-	430,400
Vehicles	307,612	34,139	-	341,751
Machinery and equipment	577,329	66,098	-	643,427
Total accumulated depreciation	<u>15,610,482</u>	<u>639,389</u>	<u>-</u>	<u>16,249,871</u>
Net capital assets being depreciated	<u>14,943,956</u>	<u>551,112</u>	<u>-</u>	<u>15,495,068</u>
Business-type capital assets, net	<u>\$ 15,853,228</u>	<u>\$ 3,173,544</u>	<u>\$ 535,026</u>	<u>\$ 18,491,746</u>

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities

General government	\$ 887,807
Public safety	196,689
Public works	32,583
Recreation and culture	244,380
Total governmental activities	<u>1,361,459</u>

Business-type activities

Water & Sewer	617,112
Marina	22,277
Total business-type activities	<u>639,389</u>
Total primary government	<u>\$ 2,000,848</u>

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Capital assets activity of the component units for the current year is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Component Units				
Capital assets not being depreciated				
Land	\$ 2,405,001	\$ 102,284	\$ 59,989	\$ 2,447,296
Construction-in-progress	100,000	132,598	-	232,598
Total capital assets not being depreciated	<u>2,505,001</u>	<u>234,882</u>	<u>59,989</u>	<u>2,679,894</u>
Capital assets being depreciated				
Land improvements	2,347,008	21,580	-	2,368,588
Roads and sidewalks	480,139	-	-	480,139
Buildings and improvements	4,219,772	24,933	-	4,244,705
Machinery and equipment	188,122	35,059	-	223,181
Total capital assets being depreciated	<u>7,235,041</u>	<u>81,572</u>	<u>-</u>	<u>7,316,613</u>
Less accumulated depreciation for				
Land improvements	204,657	205,736	-	410,393
Roads and sidewalks	31,868	25,606	-	57,474
Buildings and improvements	84,395	84,905	-	169,300
Machinery and equipment	54,022	17,645	-	71,667
Total accumulated depreciation	<u>374,942</u>	<u>333,892</u>	<u>-</u>	<u>708,834</u>
Net capital assets being depreciated	<u>6,860,099</u>	<u>(252,320)</u>	<u>-</u>	<u>6,607,779</u>
Component units capital assets, net	<u>\$ 9,365,100</u>	<u>\$ (17,438)</u>	<u>\$ 59,989</u>	<u>\$ 9,287,673</u>

Construction Commitments

The City committed approximately \$4.1 million to infrastructure improvements for local and major roads and water and sewer infrastructure projects of which \$3.3 million was completed and \$800 thousand was remaining at fiscal year end.

City of Grosse Pointe Park
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Note 6 - Interfund Receivables, Payables and Transfers

The composition of interfund balances is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Nonmajor Governmental Fund	Water and Sewer Fund	<u>\$ 10,000</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

The details for interfund transfers are as follows:

<u>Funds Transferred From</u>	<u>Funds Transferred To</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds (1)	\$ 10,265
Nonmajor Governmental Funds	Nonmajor Governmental Funds (2)	205,800
Nonmajor Governmental Funds	General Fund (3)	241,237
Nonmajor Governmental Funds	Water and Sewer Fund (4)	27,600
Water and Sewer Fund	General Fund (5)	45,457
Nonmajor Enterprise Fund	General Fund (5)	<u>38,747</u>
		<u>\$ 569,106</u>

(1) Transfer related to support of legal services

(2) Transfer to support local and major street operations as allowed under Act 51

(3) Transfer related to governmental indirect costs of the operating function

(4) Transfer related to capital improvements

(5) Transfer related to governmental indirect costs of the building function

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Note 7 - Long-Term Debt

The City issues bonds to provide for the acquisition and construction of major capital projects. General obligation bonds are direct obligations and pledge the full faith and credit of the City. Installment purchase agreements are also general obligations of the City. Other long-term obligations include compensated absences. Compensated absences are typically liquidated with funds from the general fund and the water and sewer fund.

Long-term obligation activity is summarized as follows:

	Amount of Issue	Maturity Date	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities									
Bonds and notes payable									
General obligation bonds									
General Obligation Unlimited Tax Bond Series 2007	\$ 7,000,000	10/1/2026	4.300% - 4.350%	\$600,000 - \$700,000	\$ 2,400,000	\$ -	\$ 500,000	\$ 1,900,000	\$ 600,000
Capital Improvement Bond Series 2019	\$ 2,635,000	10/1/2039	2.000% - 3.000%	\$110,000 - \$175,000	2,345,000	-	105,000	2,240,000	110,000
Total general obligation bonds					4,745,000	-	605,000	4,140,000	710,000
Installment purchase agreements									
Note Payable - Fitness Gym Equipment	\$ 69,599	6/10/2025	0.00%	\$32,074	50,735	-	18,661	32,074	32,074
Note Payable - 2024 Motorola Solutions	\$ 133,592	1/25/2024	0.00%	\$25,402	-	133,592	31,986	101,606	25,402
Note Payable - Ford Motor	\$ 77,220	6/10/2024	5.99%	\$25,930	25,930	-	25,930	-	-
Total installment purchase agreements					76,665	133,592	76,577	133,680	57,476
Total bonds and notes payable					4,821,665	133,592	681,577	4,273,680	767,476
Claims and judgments					220,173	38,805	-	258,978	258,978
Compensated absences					1,216,763	96,039	433,526	879,276	270,692
Total governmental activities					\$ 6,258,601	\$ 268,436	\$ 1,115,103	\$ 5,411,934	\$ 1,297,146
Business-type activities									
Compensated absences					\$ 123,691	\$ 174,141	\$ 81,442	\$ 216,390	\$ 44,591
Component units									
General obligation bonds									
Tax Increment Finance Authority Bond Series 2020	\$ 4,000,000	10/1/2035	1.940%	\$240,000 - \$315,000	\$ 3,560,000	\$ -	\$ 235,000	\$ 3,325,000	\$ 240,000

Annual debt service requirements to maturity for the above obligations are as follows:

Year Ending June 30,	Governmental Activities				Component Units	
	Notes from Direct Borrowings and Direct					
	Bonds		Placements		Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 710,000	\$ 121,519	\$ 57,476	\$ 1,537	\$ 240,000	\$ 62,177
2026	715,000	92,194	25,402	-	245,000	57,473
2027	815,000	60,469	25,402	-	255,000	52,623
2028	120,000	41,719	25,400	-	260,000	47,627
2029	125,000	38,044	-	-	265,000	42,535
2030-2034	680,000	147,553	-	-	1,435,000	131,484
2035-2039	800,000	68,491	-	-	625,000	12,172
2040-2044	175,000	2,078	-	-	-	-
	<u>\$ 4,140,000</u>	<u>\$ 572,067</u>	<u>\$ 133,680</u>	<u>\$ 1,537</u>	<u>\$ 3,325,000</u>	<u>\$ 406,091</u>

City of Grosse Pointe Park
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Note 8 - Net Investment in Capital Assets

The composition of net investment in capital assets as of year end, was as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Component Unit</u>
Capital assets			
Capital assets not being depreciated	\$ 12,696,838	\$ 2,996,678	\$ 2,679,894
Capital assets, net of accumulated depreciation	<u>46,555,087</u>	<u>15,495,068</u>	<u>6,607,779</u>
Total capital assets	<u>59,251,925</u>	<u>18,491,746</u>	<u>9,287,673</u>
Related debt			
General obligation bonds	(4,140,000)	-	(3,325,000)
Installment purchase agreements	(133,680)	-	-
Contracts payable - retainage	<u>-</u>	<u>(224,461)</u>	<u>-</u>
Total related debt	<u>(4,273,680)</u>	<u>(224,461)</u>	<u>(3,325,000)</u>
Net investment in capital assets	<u>\$ 54,978,245</u>	<u>\$ 18,267,285</u>	<u>\$ 5,962,673</u>

Note 9 - Risk Management

The City is exposed to various risks of loss related to property loss, torts, errors and omissions and employee injuries (workers' compensation), as well as medical benefits provided to employees. The City has purchased commercial insurance for claims related to property loss, torts, and errors and omissions. For workers' compensation claims, the City participates in the Michigan Municipal League Risk Pool. For medical benefits, the City previously purchased commercial insurance. As described below, the City is partially self-insured for medical claims. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The Michigan Municipal League risk pool program for workers' compensation claims operates as a common risk-sharing management program for local units of governments in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts.

The City is self-funding medical benefits up to a retention amount, at which time the City's reinsurance coverage begins. The self-funding program is done in conjunction with the cities of Grosse Pointe, Grosse Pointe Farms, Grosse Pointe Woods, and the City of Grosse Pointe Shores. The village of Grosse Pointe Woods serves as the administrative agent for the program; however, each municipality is responsible for its individual claims.

The City made no deposits to the claims administrator for payment of future claims. The City estimated the liability for medical benefits claims that have been incurred through the end of the fiscal year, including both those claims that have been reported as well as those that have not yet been reported. The City's liability is based on individual claims and management's evaluation of experience with respect to the probable number and nature of claims. The entire liability is current and is recorded in the General Fund and government-wide statement of net position.

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The change in the estimated liability for the fiscal years ended June 30 is as follows:

	2024	2023
Estimated liability - beginning of year	\$ 220,173	\$ 145,672
Estimated claims incurred	2,394,195	1,650,137
Claim payments	(2,355,390)	(1,575,636)
Estimated liability - end of year	<u>\$ 258,978</u>	<u>\$ 220,173</u>

Note 10 - Employee Retirement and Benefit Systems

Defined Benefit Pension Plan

Plan description – The City participates in the Michigan Municipal Employees’ Retirement System (MERS), an agent multiple-employer, statewide public employee defined benefit pension plan that covers all employees of the government. The plan was established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. The system provides retirement, disability and death benefits to plan members and their beneficiaries. MERS issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to MERS at 1134 Municipal Way, Lansing, Michigan 48917 or on the web at <http://www.mersofmich.com>.

Benefits provided – Benefits provided include plans with multipliers ranging from 2.0% to 2.5%. The vesting period is 10 years. Normal retirement age is 60 with early retirement at 55 with 15 years of service (reduced) or 50 with 25 years of service (unreduced). Final average compensation is calculated based on 3 to 5 years. Member contributions range from 3.0% to 5.5%.

Employees covered by benefit terms – At the December 31, 2023 valuation date, the following employees were covered by benefit terms:

Inactive employees or beneficiaries currently receiving benefits	105
Inactive employees entitled to, but not yet receiving benefits	20
Active employees	<u>59</u>
	<u>184</u>

Contributions – The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer may establish contribution rates to be paid by its covered employees. Employer contributions range from 7.88% to 7.98% based on annual payroll for open divisions.

Net pension liability – The employer’s net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an annual actuarial valuation as of that date.

Actuarial assumptions – The total pension liability in the December 31, 2023 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement include: 1) Inflation 2.50%; 2) Salary increases 3.00% in the long-term; 3) Investment rate of return of 6.93 %, net of investment expense, including inflation.

Although no specific price inflation assumptions are needed for the valuation, the 3.00% long-term wage inflation assumption would be consistent with a price inflation of 2.5%.

City of Grosse Pointe Park
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Mortality rates used were based on the Pub-2010 Mortality Tables. For disabled retirees, the regular mortality table is used with a 10-year set forward in ages to reflect the higher expected mortality rates of disabled members.

The actuarial assumptions used in valuation were based on the results of the most recent actuarial experience study.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates or arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Target Allocation Gross Rate Of Return	Long-Term Expected Gross Rate of Return	Inflation Assumption	Long-term Expected Real Rate of Return
Global equity	60.00%	7.00%	4.20%	2.50%	2.70%
Global fixed income	20.00%	4.50%	0.90%	2.50%	0.40%
Private investments	20.00%	9.50%	1.90%	2.50%	1.40%
	<u>100.00%</u>		<u>7.00%</u>		<u>4.50%</u>

Discount rate – The discount rate used to measure the total pension liability is 7.18%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plans fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of December 31, 2022	\$ 55,863,785	\$ 27,202,614	\$ 28,661,171
Changes for the year			
Service cost	588,272	-	588,272
Interest on total pension liability	3,927,963	-	3,927,963
Experience differences	79,849	-	79,849
Change in assumptions	408,957	-	408,957
Employer contributions	-	5,245,464	(5,245,464)
Employee contributions	-	241,758	(241,758)
Net investment income	-	3,204,920	(3,204,920)
Benefit payments and refunds	(3,958,248)	(3,958,248)	-
Administrative expense	-	(65,124)	65,124
Net changes	<u>1,046,793</u>	<u>4,668,770</u>	<u>(3,621,977)</u>
Balances as of December 31, 2023	<u>\$ 56,910,578</u>	<u>\$ 31,871,384</u>	<u>\$ 25,039,194</u>

The total employer contributions of \$5,245,464 includes \$2,917,309 from the Protecting MI Pension Grant Program.

City of Grosse Pointe Park
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Sensitivity of the net pension liability to changes in the discount rate – The following presents the net pension liability of the employer, calculated using the discount rate of 7.18%, as well as what the employer's net pension liability would be using a discount rate that is 1% point lower (6.18%) or 1% higher (8.18%) than the current rate.

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total pension liability	\$ 63,349,527	\$ 56,910,578	\$ 51,513,730
Fiduciary net position	<u>31,871,384</u>	<u>31,871,384</u>	<u>31,871,384</u>
Net pension liability	<u>\$ 31,478,143</u>	<u>\$ 25,039,194</u>	<u>\$ 19,642,346</u>

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions – For the year ended June 30, 2024 the employer recognized pension expense of \$(1,883,162). The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Total to Amortize</u>
Differences in experience	\$ 229,540	\$ -	\$ 229,540
Differences in assumptions	756,397	(1,153)	755,244
Net difference between projected and actual earning on plan investments	1,516,375	-	1,516,375
Contributions subsequent to the measurement date*	<u>1,214,169</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 3,716,481</u>	<u>\$ (1,153)</u>	<u>\$ 2,501,159</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in subsequent years.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30,</u>	
2025	\$ 1,074,059
2026	744,920
2027	918,114
2028	<u>(235,934)</u>
	<u>\$ 2,501,159</u>

City of Grosse Pointe Park
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Note 11 - Other Postemployment Benefits

Plan description – The City administers the City of Grosse Pointe Park Retiree Health Care Plan – a single employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for eligible employees and dependents of the City.

Benefits provided – The Plan provides healthcare for retirees and their dependents. If hired after March 1, 2014, no post-employment health care is provided to non-spouse dependents. The healthcare costs are paid by the City on a “pay-as-you-go” basis.

Employees covered by benefit terms – At December 31, 2022, the plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	56
Active employees	<u>24</u>
	<u>80</u>

The Plan is closed to new members.

Contributions – The City has the authority to establish and amend the contribution requirements of the City and plan members. The City establishes rates based on an actuarially determined rate. For the year ended June 30, 2024, the City contributed based on the actuarially determined contribution. Plan members are not required to contribute to the plan.

Investment policy – The investment policy of the City is determined based on the goals and objectives of the Plan and the risk tolerance of the City. The City’s objective in selecting the expected long-term rate of return on assets is to estimate the single rate of return that reflects the historical returns, future expectations for each asset class, and the asset mix of the plan assets.

Concentrations – The City adopted the MERS Retiree Health Funding Vehicle (RHFV) in 2021. The RHFV is designed as an IRC section 115 and PA 149 compliant Trust. The purpose of the trust is to provide a qualified account to make retiree health contributions for unfunded OPEB liabilities.

Rate of return – For the year ended June 30, 2024, the annual money-weighted rate of return on investments, net of investment expense, was 11.21%. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

Net OPEB liability – The net OPEB liability was measured as of June 30, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. The components of the net OPEB liability as of June 30, 2024 were as follows:

Total OPEB liability	\$ 14,257,752
Plan fiduciary net position	<u>286,766</u>
Net OPEB liability	<u>\$ 13,970,986</u>

Plan fiduciary net position as a percentage of the total OPEB liability is 2.01%.

Actuarial assumptions – The total OPEB liability was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement.

City of Grosse Pointe Park
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Inflation	2.50%
Salary increases	3.00% to 9.70%, including 3.00% wage inflation
Investment rate of return	7.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Non-Medicare (Pre-65): Initial trend of 7.50%, gradually decreasing to 3.50% in year 12. Medicare (Post-65): Initial trend of 6.25%, gradually decreasing to 3.50% in year 12.

Mortality rates were based on the sex distinct Pub-2010 tables, as published by the Society of Actuaries, and include a margin for future mortality improvements projected using a fully generational improvement scale.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study for the period January 1, 2014 – December 31, 2018.

Discount rate – The discount rate used to measure the total OPEB liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

The City is 100% invested in MERS Retiree Health Funding Vehicle's MERS Total Market Portfolio. The fund is a fully diversified portfolio combining traditional stocks and bonds with alternative asset classes, including real estate, private equity and commodities. The objective is to provide current income and appreciation while minimizing the volatility of the capital markets.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Global equity	47.7%	2.70%
Global bonds	26.4%	0.40%
Private investments	25.9%	1.40%
Expected real rate of return		4.50%
Inflation rate		2.50%
Total investment rate of return		7.00%

City of Grosse Pointe Park
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	Increase (Decrease)		
	Total OPEB	Plan Fiduciary	Net OPEB
	Liability (a)	Net Position (b)	Liability (a) - (b)
Balances as of June 30, 2023	<u>\$ 14,152,306</u>	<u>\$ 260,588</u>	<u>\$ 13,891,718</u>
Changes for the year			
Service cost	107,936	-	107,936
Interest on total OPEB liability	960,668	-	960,668
Experience differences	19,463	-	19,463
Change in assumptions	(17,732)	-	(17,732)
Employer contributions	-	955,084	(955,084)
Employee contributions	-	9,805	(9,805)
Net investment income	-	26,178	(26,178)
Benefit payments and refunds	<u>(964,889)</u>	<u>(964,889)</u>	<u>-</u>
Net changes	<u>105,446</u>	<u>26,178</u>	<u>79,268</u>
Balances as of June 30, 2024	<u>\$ 14,257,752</u>	<u>\$ 286,766</u>	<u>\$ 13,970,986</u>

Sensitivity of the net OPEB liability to changes in the discount rate – The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current discount rate.

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB liability	<u>\$ 15,449,373</u>	<u>\$ 13,970,986</u>	<u>\$ 12,721,644</u>

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates – The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Net OPEB liability	<u>\$ 12,499,538</u>	<u>\$ 13,970,986</u>	<u>\$ 15,720,539</u>

City of Grosse Pointe Park
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OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB – For the year ended June 30, 2024 the employer recognized OPEB expense of \$111,533. The employer reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total to Amortize
Differences in experience	\$ -	\$ (541,429)	\$ (541,429)
Differences in assumptions	117,059	-	117,059
Net difference between projected and actual earning on plan investments	-	(2,038)	(2,038)
	<u>-</u>	<u>(2,038)</u>	<u>(2,038)</u>
Total	<u>\$ 117,059</u>	<u>\$ (543,467)</u>	<u>\$ (426,408)</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the OPEB liability in subsequent years.

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ended June 30,</u>	
2025	\$ (421,283)
2026	(1,342)
2027	(2,194)
2028	(1,589)
	<u>\$ (426,408)</u>

Note 12 - Defined Contribution Plan

Beginning with the year ending June 30, 2024, the City closed the MERS Defined Benefit (DB) pension plan to all new hires by providing a 401a defined contribution (DC) plan to its general employees requiring a 3% contribution with an employer contribution of 15%.

The City's public safety employees are required to contribute 5% and receive an employer contribution of 15%. In addition, public safety employees may elect to make an additional 5% contribution to the city's deferred compensation plan to receive an additional employer contribution of 5% to the City's 401a DC plan.

All City employees participating in the 401a defined contribution (DC) plan receive one-third vesting per year of service, each year of service, until the employee is vested at 100% in the employer's contribution.

Both employee and employer contributions are portable, thus in the event an employee terminates employment with the City, the Plan benefits travel with the employee. Upon retirement, an eligible employee receives the tax-deferred contributions plus interest earnings on the contributions. The employer contributions for the Plan year ended June 30, 2024, were \$15,931. At June 30, 2024, there were 3 employees participating in the plan.

City of Grosse Pointe Park
Notes to the Financial Statements
June 30, 2024

Note 13 - Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

There are potential legal actions pending against the City. Due to the inconclusive nature of many of the actions, it is not possible for counsel to determine the probable outcome or a reasonable estimate of the potential liability, if any. These actions, for which a reasonable estimate can be determined of the potential liability, if any, are considered by City management and legal counsel to be immaterial.

Note 14 - Prior Period Adjustment and Changes Within the Financial Reporting Entity

Prior Period Adjustment

The Water & Sewer Construction Fund and Recycling Collection Funds were created during the year ended June 30, 2024. Previous activity was included in the Water & Sewer Fund and Rubbish Collection Fund, respectively. The new funds were established to improve financial reporting by presenting certain activities within separate funds. This will allow both management and other users of the financial statements to better understand the financial performance within these activities.

Changes Within the Financial Reporting Entity

The Major Street Fund ("the Fund") was previously reported as a major fund within the governmental funds, however the Fund no longer meets the quantitative threshold for presentation as a major fund. As a result, the following presentation change was necessary to be made in the financial statements:

	Major Streets	Nonmajor Governmental Funds	Water & Sewer	Infrastructure	Nonmajor Proprietary Funds
Fund balance at June 30, 2023, as previously reported	\$ 495,812	\$ 1,449,671	\$ 15,911,543	\$ -	\$ 758,685
Adjustments					
Creation of a new fund to separate water & sewer construction	-	-	(1,690,937)	1,690,937	-
Creation of a new fund to separate recycling collection	-	(69,876)	-	-	69,876
Change from major to nonmajor fund	(495,812)	495,812	-	-	-
Adjusted fund balance at June 30, 2023	<u>\$ -</u>	<u>\$ 1,875,607</u>	<u>\$ 14,220,606</u>	<u>\$ 1,690,937</u>	<u>\$ 828,561</u>

City of Grosse Pointe Park
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2024

	Budgeted Amounts			Actual Over (Under) Final Budget
	Original	Final	Actual	
Revenues				
Taxes				
Property taxes	\$ 9,303,600	\$ 9,318,600	\$ 9,348,302	\$ 29,702
Penalties and interest	13,000	51,300	28,098	(23,202)
Administration fee	400,000	414,600	414,030	(570)
Licenses and permits	250,000	250,000	220,381	(29,619)
Federal grants	-	-	93,994	93,994
State-shared revenue	1,413,900	1,413,900	1,403,032	(10,868)
State grants	9,700	13,700	3,004,354	2,990,654
Local contributions	-	104,800	104,800	-
Charges for services	831,700	786,700	937,403	150,703
Fines and forfeitures	220,300	220,300	263,592	43,292
Rental income	312,000	312,000	391,723	79,723
Investment income	-	230,000	245,660	15,660
Other revenue	9,100	184,986	201,715	16,729
Total revenues	12,763,300	13,300,886	16,657,084	3,356,198
Expenditures				
Current				
General government	1,548,500	2,277,400	2,154,628	(122,772)
Judicial	403,000	409,100	393,413	(15,687)
Public safety	7,733,900	8,353,600	11,128,949	2,775,349
Public works	668,900	1,059,700	1,021,027	(38,673)
Recreation and culture	2,109,500	2,258,400	2,104,193	(154,207)
Debt service				
Principal retirement	105,000	193,800	169,063	(24,737)
Interest and fiscal charges	55,400	59,100	59,391	291
Total expenditures	12,624,200	14,611,100	17,030,664	2,419,564
Excess (deficiency) of revenues over expenditures	139,100	(1,310,214)	(373,580)	936,634
Other financing sources (uses)				
Transfers in	-	605,300	325,441	(279,859)
Transfers out	(293,600)	(10,300)	(10,265)	35
Issuance of debt	-	-	133,592	133,592
Sale of capital assets	296,000	327,200	36,421	(290,779)
Total other financing sources (uses)	2,400	922,200	485,189	(437,011)
Net change in fund balance	141,500	(388,014)	111,609	499,623
Fund balance - beginning of year	2,404,727	2,404,727	2,404,727	-
Fund balance - end of year	\$ 2,546,227	\$ 2,016,713	\$ 2,516,336	\$ 499,623

City of Grosse Pointe Park
Required Supplementary Information
Municipal Employees Retirement System of Michigan
Schedule of Changes in Net Pension Liability and Related Ratios
For the Year Ended June 30, 2024

Fiscal year ended June 30,	2024	2023	2022	2021	2020
Total Pension Liability					
Service cost	\$ 588,272	\$ 548,970	\$ 574,967	\$ 518,321	\$ 460,210
Interest	3,927,963	3,865,950	2,811,560	3,943,179	3,831,245
Changes of benefit terms	-	-	-	-	-
Experience differences	79,849	258,675	360,334	417,053	166,313
Changes in assumptions	408,957	(3,459)	1,935,042	1,344,330	1,548,893
Benefit payments and refunds	(3,958,248)	(3,710,618)	(3,594,756)	(3,460,122)	(3,252,815)
Other	-	-	-	-	-
Net change in total pension liability	1,046,793	959,518	2,087,147	2,762,761	2,753,846
Total pension liability - beginning	55,863,785	54,904,267	52,817,120	50,054,359	47,300,513
Total pension liability - ending (a)	<u>\$ 56,910,578</u>	<u>\$ 55,863,785</u>	<u>\$ 54,904,267</u>	<u>\$ 52,817,120</u>	<u>\$ 50,054,359</u>
Plan Fiduciary Net Position					
Employer contributions	\$ 5,245,464	\$ 2,251,245	\$ 2,337,001	\$ 2,392,384	\$ 1,881,524
Employee contributions	241,758	271,764	268,117	250,450	250,750
Net investment income (loss)	3,204,920	(3,499,223)	4,209,389	3,266,047	3,282,826
Benefit payments and refunds	(3,958,248)	(3,710,618)	(3,594,756)	(3,460,122)	(3,252,815)
Administrative expense	(65,124)	(57,546)	(45,722)	(52,197)	(55,770)
Net change in plan fiduciary net position	4,668,770	(4,744,378)	3,174,029	2,396,562	2,106,515
Plan fiduciary net position - beginning	27,202,614	31,946,992	28,772,963	26,376,401	24,269,886
Plan fiduciary net position - ending (b)	<u>\$ 31,871,384</u>	<u>\$ 27,202,614</u>	<u>\$ 31,946,992</u>	<u>\$ 28,772,963</u>	<u>\$ 26,376,401</u>
Net pension liability (a-b)	<u>\$ 25,039,194</u>	<u>\$ 28,661,171</u>	<u>\$ 22,957,275</u>	<u>\$ 24,044,157</u>	<u>\$ 23,677,958</u>
Plan fiduciary net position as a percentage of total pension liability	56.00%	48.69%	58.19%	54.48%	52.70%
Covered payroll	\$ 5,027,457	\$ 4,660,133	\$ 5,148,223	\$ 4,901,635	\$ 4,719,411
Net pension liability as a percentage of covered employee payroll	498.05%	615.03%	445.93%	490.53%	501.71%

City of Grosse Pointe Park
Required Supplementary Information
Municipal Employees Retirement System of Michigan
Schedule of Changes in Net Pension Liability and Related Ratios
For the Year Ended June 30, 2024

Fiscal year ended June 30,	2019	2018	2017	2016	2015
Total Pension Liability					
Service cost	\$ 492,669	\$ 540,353	\$ 542,894	\$ 535,569	\$ 567,736
Interest	3,638,348	3,740,897	3,626,384	3,188,738	3,191,216
Changes of benefit terms	(19,149)	(302,393)	-	-	-
Experience differences	150,668	(248,181)	(169,614)	(496,426)	-
Changes in assumptions	-	-	-	2,115,513	-
Benefit payments and refunds	(2,992,128)	(2,804,171)	(2,642,787)	(2,595,050)	(2,535,049)
Other	-	9,766	-	99,648	-
Net change in total pension liability	1,270,408	936,271	1,356,877	2,847,992	1,223,903
Total pension liability - beginning	46,030,105	45,093,834	43,736,957	40,888,965	39,665,062
Total pension liability - ending (a)	<u>\$ 47,300,513</u>	<u>\$ 46,030,105</u>	<u>\$ 45,093,834</u>	<u>\$ 43,736,957</u>	<u>\$ 40,888,965</u>
Plan Fiduciary Net Position					
Employer contributions	\$ 1,914,805	\$ 1,582,773	\$ 1,452,821	\$ 1,324,490	\$ 1,094,750
Employee contributions	250,331	247,154	248,209	243,136	255,055
Net investment income (loss)	(1,001,032)	3,119,794	2,511,003	(348,714)	1,474,175
Benefit payments and refunds	(2,992,128)	(2,804,171)	(2,642,787)	(2,595,050)	(2,535,049)
Administrative expense	(49,987)	(49,476)	(49,617)	(51,582)	(53,913)
Net change in plan fiduciary net position	(1,878,011)	2,096,074	1,519,629	(1,427,720)	235,018
Plan fiduciary net position - beginning	26,147,897	24,051,823	22,532,194	23,959,914	23,724,896
Plan fiduciary net position - ending (b)	<u>\$ 24,269,886</u>	<u>\$ 26,147,897</u>	<u>\$ 24,051,823</u>	<u>\$ 22,532,194</u>	<u>\$ 23,959,914</u>
Net pension liability (a-b)	<u>\$ 23,030,627</u>	<u>\$ 19,882,208</u>	<u>\$ 21,042,011</u>	<u>\$ 21,204,763</u>	<u>\$ 16,929,051</u>
Plan fiduciary net position as a percentage of total pension liability	51.31%	56.81%	53.34%	51.52%	58.60%
Covered payroll	\$ 4,891,136	\$ 4,801,140	\$ 4,810,060	\$ 4,745,956	\$ 5,008,631
Net pension liability as a percentage of covered employee payroll	470.86%	414.11%	437.46%	446.80%	338.00%

City of Grosse Pointe Park
Required Supplementary Information
Municipal Employees Retirement System of Michigan
Schedule of Employer Contributions
For the Year Ended June 30, 2024

Fiscal Year Ended	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
6/30/2015	\$ 1,094,750	\$ 1,094,750	\$ -	\$ 5,008,631	21.86%
6/30/2016	1,324,490	1,324,490	-	4,745,956	27.91%
6/30/2017	1,378,416	1,526,671	(148,255)	4,810,060	31.74%
6/30/2018	1,446,796	1,699,100	(252,304)	4,801,140	35.39%
6/30/2019	1,543,039	1,943,000	(399,961)	4,891,136	39.72%
6/30/2020	1,646,724	2,277,000	(630,276)	4,719,411	48.25%
6/30/2021	1,851,072	2,333,746	(482,674)	4,901,635	47.61%
6/30/2022	2,093,220	2,206,178	(112,958)	5,148,223	42.85%
6/30/2023	2,264,587	2,264,587	-	4,823,263	46.95%
6/30/2024	3,138,828	2,328,155	810,673	5,027,457	46.31%

City of Grosse Pointe Park
Required Supplementary Information
Other Postemployment Benefits
Schedule of Changes in Net OPEB Liability and Related Ratios
For the Year Ended June 30, 2024

Fiscal year ended June 30,	2024	2023
Total OPEB Liability		
Service cost	\$ 107,936	\$ 101,959
Interest	960,668	1,074,354
Changes of benefit terms	19,463	-
Experience differences	(17,732)	(2,523,134)
Changes in assumptions	-	556,553
Benefit payments and refunds	(964,889)	(708,734)
Net change in total OPEB liability	105,446	(1,499,002)
Total OPEB liability - beginning	14,152,306	15,651,308
Total OPEB liability - ending (a)	<u>\$ 14,257,752</u>	<u>\$ 14,152,306</u>
Plan Fiduciary Net Position		
Employer contributions	\$ 955,084	\$ 740,957
Employee contributions	9,805	27,777
Net investment income (loss)	26,178	17,914
Benefit payments and refunds	(964,889)	(708,734)
Net change in plan fiduciary net position	26,178	77,914
Plan fiduciary net position - beginning	260,588	182,674
Plan fiduciary net position - ending (b)	<u>\$ 286,766</u>	<u>\$ 260,588</u>
Net OPEB liability (a-b)	<u>\$ 13,970,986</u>	<u>\$ 13,891,718</u>
Plan fiduciary net position as a percentage of total OPEB liability	2.01%	1.84%
Covered payroll	\$ 2,313,651	\$ 2,716,251
Net OPEB liability as a percentage of covered employee payroll	603.85%	511.43%

Note: GASB Statement No. 74 was implemented for the fiscal year ended June 30, 2017 and GASB Statement No. 75 was implemented for the fiscal year ended June 30, 2018 and does not require retroactive implementation.

Data will be added as information is available until 10 years of such data is available.

City of Grosse Pointe Park
Required Supplementary Information
Other Postemployment Benefits
Schedule of Changes in Net OPEB Liability and Related Ratios
For the Year Ended June 30, 2024

Fiscal year ended June 30,	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	\$ 121,872	\$ 140,117	\$ 486,727	\$ 325,334	\$ 396,186
Interest	1,060,113	1,294,456	946,218	942,916	917,288
Changes of benefit terms	-	-	-	-	-
Experience differences	(301,192)	(3,163,081)	(215,302)	(3,068,356)	(157,033)
Changes in assumptions	-	(997,706)	(12,165,464)	6,512,566	(229,413)
Benefit payments and refunds	(626,036)	(598,821)	(635,685)	(584,231)	(637,176)
Net change in total OPEB liability	254,757	(3,325,035)	(11,583,506)	4,128,229	289,852
Total OPEB liability - beginning	15,396,551	18,721,586	30,305,092	26,176,863	25,887,011
Total OPEB liability - ending (a)	<u>\$ 15,651,308</u>	<u>\$ 15,396,551</u>	<u>\$ 18,721,586</u>	<u>\$ 30,305,092</u>	<u>\$ 26,176,863</u>
Plan Fiduciary Net Position					
Employer contributions	\$ 657,593	\$ 629,838	\$ 655,585	\$ 545,269	\$ 598,538
Employee contributions	28,443	28,983	30,100	38,962	38,638
Net investment income (loss)	(11,406)	20,956	3,124	-	-
Benefit payments and refunds	(626,036)	(598,821)	(635,685)	(584,231)	(637,176)
Net change in plan fiduciary net position	48,594	80,956	53,124	-	-
Plan fiduciary net position - beginning	134,080	53,124	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ 182,674</u>	<u>\$ 134,080</u>	<u>\$ 53,124</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB liability (a-b)	<u>\$ 15,468,634</u>	<u>\$ 15,262,471</u>	<u>\$ 18,668,462</u>	<u>\$ 30,305,092</u>	<u>\$ 26,176,863</u>
Plan fiduciary net position as a percentage of total OPEB liability	1.17%	0.87%	0.28%	- %	- %
Covered payroll	\$ 3,021,979	\$ 2,973,885	\$ 3,193,731	\$ 3,991,753	\$ 3,731,451
Net OPEB liability as a percentage of covered employee payroll	511.87%	513.22%	584.53%	759.19%	701.52%

Note: GASB Statement No. 74 was implemented for the fiscal year ended June 30, 2017 and GASB Statement No. 75 was implemented for the fiscal year ended June 30, 2018 and does not require retroactive implementation.

Data will be added as information is available until 10 years of such data is available.

City of Grosse Pointe Park
Required Supplementary Information
Other Postemployment Benefits
Schedule of Employer Contributions
For the Year Ended June 30, 2024

Fiscal Year Ending June 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2018	\$ 2,052,693	\$ 598,538	\$ 1,454,155	\$ 3,731,451	16.04%
2019	2,064,055	545,269	1,518,786	3,991,753	13.66%
2020	2,054,055	655,585	1,398,470	3,193,731	20.53%
2021	2,351,831	629,838	1,721,993	2,973,885	21.18%
2022	2,335,083	657,593	1,677,490	3,021,979	21.76%
2023	1,645,875	740,957	904,918	2,716,251	27.28%
2024	1,638,881	955,084	683,797	2,313,651	41.28%

City of Grosse Pointe Park
Required Supplementary Information
Other Postemployment Benefits
Schedule of Investment Returns

Fiscal Year Ended June 30,	Annual Return % *
2018	Not applicable
2019	Not applicable
2020	6.82%
2021	20.34%
2022	-6.39%
2023	8.28%
2024	11.21%

* Annual money-weighted rate of return, net of investment expenses

GASB Statement No. 74 was implemented for the fiscal year ended June 30, 2018 and does not require retroactive implementation.

Data will be added as information is available until 10 years of such data is available.

City of Grosse Pointe Park
Notes to the Required Supplementary Information
June 30, 2024

Budgetary Information

The City is subject to the budgetary control requirements of the Uniform Budgeting Act (P.A. 2 of 1968, as amended). Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund and all Special Revenue Funds. All annual appropriations lapse at fiscal year end.

Prior to May 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. Public hearings are held to obtain taxpayer comments and the budget is legally enacted through passage of an ordinance prior to June 1.

The budget document presents information by fund, activity, department, and line items. The legal level of budgetary control adopted by the City Council is the activity level. The City Manager is authorized to transfer budgeted amounts between line items within an activity; however, any revisions that alter the total expenditures of an activity must be approved by the City Council.

Amounts encumbered for purchase orders, contracts, etc. are not tracked during the year. Budget appropriations are considered to be spent when goods are received or services rendered.

Expenditures in Excess of Appropriations

	<u>Appropriations</u>	<u>Actual</u>	<u>Budget Variance</u>
General Fund			
Public safety	\$ 8,353,600	\$ 11,128,949	\$ 2,775,349

Pension Information

Notes to the Schedule of Changes in Net Pension Liability and Related Ratios – Municipal Employees Retirement System of Michigan

The June 30, 2024, changes in assumptions are due to the following:

- Investment rate of return was lowered from 7.00% to 6.93%
- Discount rate lowered from 7.25 to 7.18

Notes to the Schedule of Employer Contributions – Municipal Employees Retirement System of Michigan

- Valuation date: December 31, 2023
- Actuarially determined contribution rates are calculated as of December 31 that is 6 months prior to the beginning of the fiscal year for which the contributions are presented.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry age normal
- Amortization method: Level dollar, open
- Remaining amortization period: 15 years
- Asset valuation method: Level percent of payroll
- Inflation: 2.5 percent

City of Grosse Pointe Park
Notes to the Required Supplementary Information
June 30, 2024

- Salary increase: 3.0 percent
- Investment rate of return: 6.93 percent net of pension plan investment expense, including inflation
- Mortality rates: Pub-2010 Healthy Annuitant Mortality Tables – 50% male and 50% female blend

OPEB Information

Notes to the Schedule of Changes in Net OPEB and Related Ratios – Other Postemployment Benefits

The June 30, 2024, changes in assumptions are due to the following:

- No changes from the previous year

Notes to the Schedule of Employer Contributions – Other Postemployment Benefits

- Valuation date: December 31, 2022
- Actuarially determined contribution rates are calculated as of June 30 that is 12 months prior to the beginning of the fiscal year for which the contributions are presented.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry age normal
- Amortization method: Level dollar
- Remaining amortization period: 19 years, closed
- Asset valuation method: Market value of assets
- Healthcare inflation rate: Non-Medicare (Pre-65): Initial trend of 7.50%, gradually decreasing to 3.50% in year 12. Medicare (Post-65): Initial trend of 6.25%, gradually decreasing to 3.50% in year 12.
- Inflation: 2.5 percent
- Salary increase: 3.00% to 9.70%, including 3.00% wage inflation
- Investment rate of return: 7 percent net of OPEB plan investment expense, including inflation
- Mortality rates: Pub-2010 Healthy Annuitant Mortality Tables

City of Grosse Pointe Park
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds				
	Major Street	Local Street	Rubbish Collection	Building Inspection	Indigent Defense
Assets					
Cash and cash equivalents	\$ 273,547	\$ 501,802	\$ 385,371	\$ 433,969	\$ 28,522
Receivables					
Accounts	-	-	132,049	3,400	-
Taxes	-	-	-	-	-
Due from other units of government	159,308	58,572	18,142	-	-
Due from other funds	-	-	-	10,000	-
Prepaid items	-	-	-	265	-
Total assets	\$ 432,855	\$ 560,374	\$ 535,562	\$ 447,634	\$ 28,522
Liabilities					
Accounts payable	\$ 33,508	\$ 26,313	\$ 9,664	\$ 36,218	\$ 2,153
Payroll and other liabilities	14,532	3,545	111	7,591	-
Customer deposits	-	-	-	74,294	-
Unearned revenue	-	-	-	-	-
Total liabilities	48,040	29,858	9,775	118,103	2,153
Deferred inflows of resources					
Unavailable revenue - receivables	-	-	-	-	-
Fund Balances					
Non-spendable					
Prepaid items	-	-	-	265	-
Restricted for					
Street maintenance	384,815	530,516	-	-	-
Rubbish collection	-	-	525,787	-	-
Building inspections	-	-	-	329,266	-
Indigent defense	-	-	-	-	26,369
Drug law enforcement	-	-	-	-	-
Community development	-	-	-	-	-
Opioid remediation	-	-	-	-	-
Debt service	-	-	-	-	-
Total fund balances	384,815	530,516	525,787	329,531	26,369
Total liabilities, deferred inflows of resources, and fund balances	\$ 432,855	\$ 560,374	\$ 535,562	\$ 447,634	\$ 28,522

City of Grosse Pointe Park
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds			Debt Service Funds	
	Drug Law Enforcement	Community Development Block Grant	Opioid Settlement	2007 General Obligation Debt Millage	Municipal Roads
Assets					
Cash and cash equivalents	\$ 22,905	\$ 57,778	\$ 38,913	\$ 3,259	\$ 55,190
Receivables					
Accounts	284	-	119,562	-	-
Taxes	-	-	-	9,961	-
Due from other units of government	-	-	-	-	-
Due from other funds	-	-	-	-	-
Prepaid items	-	-	-	-	-
Total assets	<u>\$ 23,189</u>	<u>\$ 57,778</u>	<u>\$ 158,475</u>	<u>\$ 13,220</u>	<u>\$ 55,190</u>
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 7,275
Payroll and other liabilities	-	-	-	-	-
Customer deposits	-	-	-	-	-
Unearned revenue	-	41,495	-	-	-
Total liabilities	<u>-</u>	<u>41,495</u>	<u>-</u>	<u>-</u>	<u>7,275</u>
Deferred inflows of resources					
Unavailable revenue - receivables	-	-	119,562	-	-
Fund Balances					
Non-spendable					
Prepaid items	-	-	-	-	-
Restricted for					
Street maintenance	-	-	-	-	-
Rubbish collection	-	-	-	-	-
Building inspections	-	-	-	-	-
Indigent defense	-	-	-	-	-
Drug law enforcement	23,189	-	-	-	-
Community development	-	16,283	-	-	-
Opioid remediation	-	-	38,913	-	-
Debt service	-	-	-	13,220	47,915
Total fund balances	<u>23,189</u>	<u>16,283</u>	<u>38,913</u>	<u>13,220</u>	<u>47,915</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 23,189</u>	<u>\$ 57,778</u>	<u>\$ 158,475</u>	<u>\$ 13,220</u>	<u>\$ 55,190</u>

City of Grosse Pointe Park
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Capital Projects</u>	<u>Funds</u>
Assets		
Cash and cash equivalents	\$ -	\$ 1,801,256
Receivables		
Accounts	-	255,295
Taxes	-	9,961
Due from other units of government	-	236,022
Due from other funds	-	10,000
Prepaid items	-	265
	<u>-</u>	<u>265</u>
Total assets	<u>\$ -</u>	<u>\$ 2,312,799</u>
Liabilities		
Accounts payable	\$ -	\$ 115,131
Payroll and other liabilities	-	25,779
Customer deposits	-	74,294
Unearned revenue	-	41,495
	<u>-</u>	<u>41,495</u>
Total liabilities	<u>-</u>	<u>256,699</u>
Deferred inflows of resources		
Unavailable revenue - receivables	<u>-</u>	<u>119,562</u>
Fund Balances		
Non-spendable		
Prepaid items	-	265
Restricted for		
Street maintenance	-	915,331
Rubbish collection	-	525,787
Building inspections	-	329,266
Indigent defense	-	26,369
Drug law enforcement	-	23,189
Community development	-	16,283
Opioid remediation	-	38,913
Debt service	-	61,135
	<u>-</u>	<u>61,135</u>
Total fund balances	<u>-</u>	<u>1,936,538</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ -</u>	<u>\$ 2,312,799</u>

City of Grosse Pointe Park
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds				
	Formerly Major Fund		Rubbish Collection	Building Inspection	Indigent Defense
	Major Street	Local Street			
Revenues					
Taxes	\$ -	\$ -	\$ 1,108,750	\$ 352	\$ -
Licenses and permits	-	-	-	370,778	-
Federal grants	415,692	-	-	-	-
State grants	993,646	365,318	-	-	17,639
Charges for services	-	-	24,539	506	-
Investment income	15,153	15,870	29,142	19,937	-
Other revenue	-	-	13	5,513	-
Total revenues	<u>1,424,491</u>	<u>381,188</u>	<u>1,162,444</u>	<u>397,086</u>	<u>17,639</u>
Expenditures					
Current					
General government	-	-	-	-	18,685
Public safety	-	-	-	365,804	-
Public works	1,385,654	460,337	881,930	-	-
Community and economic development	-	-	-	-	-
Capital outlay	-	-	162,726	29,661	-
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>1,385,654</u>	<u>460,337</u>	<u>1,044,656</u>	<u>395,465</u>	<u>18,685</u>
Excess (deficiency) of revenues over expenditures	<u>38,837</u>	<u>(79,149)</u>	<u>117,788</u>	<u>1,621</u>	<u>(1,046)</u>
Other financing sources (uses)					
Transfers in	21,300	184,500	-	-	10,265
Transfers out	<u>(171,134)</u>	<u>(30,675)</u>	<u>(4,186)</u>	<u>(66,402)</u>	<u>-</u>
Total other financing sources (uses)	<u>(149,834)</u>	<u>153,825</u>	<u>(4,186)</u>	<u>(66,402)</u>	<u>10,265</u>
Net change in fund balances	<u>(110,997)</u>	<u>74,676</u>	<u>113,602</u>	<u>(64,781)</u>	<u>9,219</u>
Fund balances (deficit) - beginning, as previously presented	-	455,840	482,061	394,312	17,150
Change within financial reporting entity (major to nonmajor fund)	495,812	-	-	-	-
Prior period adjustment	-	-	(69,876)	-	-
Fund balances - beginning, as adjusted	<u>495,812</u>	<u>455,840</u>	<u>412,185</u>	<u>394,312</u>	<u>17,150</u>
Fund balances - end of year	<u>\$ 384,815</u>	<u>\$ 530,516</u>	<u>\$ 525,787</u>	<u>\$ 329,531</u>	<u>\$ 26,369</u>

City of Grosse Pointe Park
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds			Debt Service Funds	
	Drug Law Enforcement	Community Development Block Grant	Opioid Settlement	2007 General Obligation Debt Millage	Municipal Roads
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ 602,579	\$ 716,435
Licenses and permits	-	-	-	-	-
Federal grants	-	40,000	-	-	-
State grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	217	-	454	3,585
Other revenue	-	-	22,554	-	-
Total revenues	-	40,217	22,554	603,033	720,020
Expenditures					
Current					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	2,430
Community and economic development	-	20,000	-	-	-
Capital outlay	-	-	-	-	526,163
Debt service					
Principal retirement	-	-	-	500,000	-
Interest and fiscal charges	-	-	-	95,779	-
Total expenditures	-	20,000	-	595,779	528,593
Excess (deficiency) of revenues over expenditures	-	20,217	22,554	7,254	191,427
Other financing sources (uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(145,700)
Total other financing sources (uses)	-	-	-	-	(145,700)
Net change in fund balances	-	20,217	22,554	7,254	45,727
Fund balances (deficit) - beginning, as previously presented	23,189	(3,934)	16,359	5,966	2,188
Change within financial reporting entity (major to nonmajor fund)	-	-	-	-	-
Prior period adjustment	-	-	-	-	-
Fund balances - beginning, as adjusted	23,189	(3,934)	16,359	5,966	2,188
Fund balances - end of year	\$ 23,189	\$ 16,283	\$ 38,913	\$ 13,220	\$ 47,915

City of Grosse Pointe Park
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Capital Projects</u>	<u>Funds</u>
Revenues		
Taxes	\$ -	\$ 2,428,116
Licenses and permits	-	370,778
Federal grants	-	455,692
State grants	-	1,376,603
Charges for services	-	25,045
Investment income	-	84,358
Other revenue	-	28,080
	<u>-</u>	<u>4,768,672</u>
Total revenues	<u>-</u>	<u>4,768,672</u>
Expenditures		
Current		
General government	-	18,685
Public safety	-	365,804
Public works	-	2,730,351
Community and economic development	-	20,000
Capital outlay	-	718,550
Debt service		
Principal retirement	-	500,000
Interest and fiscal charges	-	95,779
	<u>-</u>	<u>4,449,169</u>
Total expenditures	<u>-</u>	<u>4,449,169</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>319,503</u>
Other financing sources (uses)		
Transfers in	-	216,065
Transfers out	(56,540)	(474,637)
	<u>(56,540)</u>	<u>(258,572)</u>
Total other financing sources (uses)	<u>(56,540)</u>	<u>(258,572)</u>
Net change in fund balances	<u>(56,540)</u>	<u>60,931</u>
Fund balances (deficit) - beginning, as previously presented	56,540	1,449,671
Change within financial reporting entity (major to nonmajor fund)	-	495,812
Prior period adjustment	-	(69,876)
Fund balances - beginning, as adjusted	<u>56,540</u>	<u>1,875,607</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ 1,936,538</u>

City of Grosse Pointe Park
Other Supplementary Information
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2024

	Marina Fund	Recycling Collection Fund	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 780,050	\$ 81,683	\$ 861,733
Receivables			
Accounts	<u>-</u>	<u>6,346</u>	<u>6,346</u>
Total current assets	<u>780,050</u>	<u>88,029</u>	<u>868,079</u>
Noncurrent assets			
Capital assets not being depreciated	14,385	-	14,385
Capital assets, net of accumulated depreciation	<u>225,657</u>	<u>-</u>	<u>225,657</u>
Total noncurrent assets	<u>240,042</u>	<u>-</u>	<u>240,042</u>
Total assets	<u>1,020,092</u>	<u>88,029</u>	<u>1,108,121</u>
Liabilities			
Current liabilities			
Accounts payable	328	-	328
Payroll and other liabilities	<u>4,139</u>	<u>-</u>	<u>4,139</u>
Total current liabilities	4,467	-	4,467
Noncurrent liabilities			
Compensated absences	<u>60</u>	<u>-</u>	<u>60</u>
Total liabilities	<u>4,527</u>	<u>-</u>	<u>4,527</u>
Net Position			
Net investment in capital assets	240,042	-	240,042
Unrestricted	<u>775,523</u>	<u>88,029</u>	<u>863,552</u>
Total net position	<u>\$ 1,015,565</u>	<u>\$ 88,029</u>	<u>\$ 1,103,594</u>

City of Grosse Pointe Park
Other Supplementary Information
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2024

	Marina Fund	Recycling Collection Fund	Total
Operating revenue			
Customer fees	\$ 377,568	\$ 350,131	\$ 727,699
Other revenue	<u>-</u>	<u>30</u>	<u>30</u>
Total operating revenue	<u>377,568</u>	<u>350,161</u>	<u>727,729</u>
Operating expenses			
Personnel services	40,676	-	40,676
Supplies	2,852	8,807	11,659
Contractual services	380	330,715	331,095
Utilities	18,400	-	18,400
Repairs and maintenance	4,767	-	4,767
Other expenses	22,538	61	22,599
Depreciation	<u>22,277</u>	<u>-</u>	<u>22,277</u>
Total operating expenses	<u>111,890</u>	<u>339,583</u>	<u>451,473</u>
Operating income (loss)	<u>265,678</u>	<u>10,578</u>	<u>276,256</u>
Nonoperating revenue (expenses)			
Property taxes	-	822	822
Investment income	<u>29,949</u>	<u>6,753</u>	<u>36,702</u>
Total nonoperating revenues (expenses)	<u>29,949</u>	<u>7,575</u>	<u>37,524</u>
Income (loss) before transfers out	295,627	18,153	313,780
Transfers out	<u>(38,747)</u>	<u>-</u>	<u>(38,747)</u>
Change in net position	<u>256,880</u>	<u>18,153</u>	<u>275,033</u>
Net position - beginning of year	758,685	-	758,685
Prior period adjustment	<u>-</u>	<u>69,876</u>	<u>69,876</u>
Net position - beginning of year (restated)	<u>758,685</u>	<u>69,876</u>	<u>828,561</u>
Net position - end of year	<u>\$ 1,015,565</u>	<u>\$ 88,029</u>	<u>\$ 1,103,594</u>

City of Grosse Pointe Park
Other Supplementary Information
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2024

	Marina Fund	Recycling Collection Fund	Total
Cash flows from operating activities			
Receipts from customers	\$ 377,568	\$ 343,815	\$ 721,383
Payments to suppliers	(52,810)	(339,583)	(392,393)
Payments to employees	(40,616)	-	(40,616)
	<u>284,142</u>	<u>4,232</u>	<u>288,374</u>
Net cash provided (used) by operating activities			
Cash flows from noncapital financing activities			
Transfers to other funds	(38,747)	-	(38,747)
Property taxes	-	822	822
	<u>(38,747)</u>	<u>822</u>	<u>(37,925)</u>
Net cash provided (used) by noncapital financing activities			
Cash flows from capital and related financing activities			
Purchases/construction of capital assets	(124,772)	-	(124,772)
Cash flows from investing activities			
Interest received	29,949	6,753	36,702
	<u>29,949</u>	<u>6,753</u>	<u>36,702</u>
Net increase (decrease) in cash and cash equivalents	150,572	11,807	162,379
Cash and cash equivalents - beginning of year (restated)	629,478	69,876	699,354
Cash and cash equivalents - end of year	<u>\$ 780,050</u>	<u>\$ 81,683</u>	<u>\$ 861,733</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ 265,678	\$ 10,578	\$ 276,256
Adjustments to reconcile operating income to net cash from operating activities			
Depreciation and amortization expense	22,277	-	22,277
Changes in assets and liabilities			
Receivables (net)	-	(6,346)	(6,346)
Accounts payable	(6,538)	-	(6,538)
Accrued and other liabilities	2,665	-	2,665
Compensated absences	60	-	60
	<u>284,142</u>	<u>4,232</u>	<u>288,374</u>
Net cash provided (used) by operating activities	<u>\$ 284,142</u>	<u>\$ 4,232</u>	<u>\$ 288,374</u>



CITY COUNCIL MEETING

DATE: January 13, 2025

SUBJECT: Board and Commission Appointments

SUMMARY: Mayor Hodges is recommending the appointment of Denzel Faulken to the Planning Commission to fill the seat of former member Kristin Taylor who submitted her resignation effective January 1st. Denzel will complete the term ending September 30th 2025.

Additionally, Mayor Hodges is recommending Andrew Harr and Marissa Cavaliere be reappointed to the Board of Review, along with Jody Bruce who will serve as an alternate. The terms will be for 3-years.

FINANCIAL IMPACT: Not Applicable

RECOMMENDATION: Motion to approve the Mayor's appointments.

PREPARED BY: Nick Sizeland, City Manager



City of Grosse Pointe Park

Board and Commission Application

First Name: Denzel Last Name: Faulken
Address: 1440 Lake Pointe Street Apt. 1 City/State/Zip: Grosse Pointe Park 48230
Home Phone: _____ Cell Phone: [REDACTED]
Email: [REDACTED]

AREAS OF INTEREST

Please check the Boards/Commission you are interested in serving on:

- | | |
|---|--|
| ☐ Downtown Development Authority | ☐ Tax Increment Finance Authority |
| ☐ Beautification Commission | ☐ Parks and Recreation Commission |
| ☒ Planning Commission | ☐ Board of Review |
| ☐ Ethics Review Board | |
| ☐ Other: _____ | |
| ☐ Other: _____ | |

If you are applying due to a current vacancy, how did you hear about the vacancy?

- ☐ City Website ☐ Social Media ☐ Other: Referral from Mayor Hodges

Have you attended meeting(s) of the board and/or commission you are applying to sit on?

- ☒ YES ☐ NO

Why do you want to serve on this board and/or commission?

(Please attach an additional page if more space is needed)

Please see Attached Document



City of Grosse Pointe Park

Board and Commission Application

Please provide a brief summary of the areas of expertise you would bring to the board and/or commission:
Please see Attached Document

ADDITIONAL INFORMATION

Please briefly summarize the following information:

Education History

Bachelor of Science in Marketing Management

Wayne State University, Detroit MI

Graduated: August 2019

Occupation (if retired list former occupation)

Senior Property Acquisition Agent for the Michigan Department of Transportation

Current and/or Former Volunteer Experience (including previous civic involvement)

Pistons 50/50 Foundation

Harper Woods Neighborhood United Basketball Clinic and Youth Mentorship



City of Grosse Pointe Park

Board and Commission Application

CITY CHARTER REQUIREMENTS

Registered to vote in the City of Grosse Pointe Park?

☒ Yes

☐ No

How long of you been a resident of Grosse Pointe Park (enter month and year when moved to City)

Are you related and/or married to any current elected officials or City staff?

☐ Yes

☒ No

If you answered yes, name the person and/or people you are related to and the relationship(s):

The following questions are applicable if you are applying to serve on the Downtown Development Authority or Tax Increment Finance Authority Boards:

Do you own property within the TIFA and/or DDA?

☐ Yes

☐ No

If yes, please provide the property address(es):

Do you own a business or work at a business within the TIFA and/or DDA?

If yes, please provide the property address(es):

Are you a resident within the TIFA and/or DDA?

☐ Yes

☐ No



City of Grosse Pointe Park

Board and Commission Application

APPLICATION CERTIFICATION

PLEASE NOTE: Applications are kept on file for a period of 2 years. If you are not appointed within that period, you must reapply. Resumes and cover letters can be attached to this application but are not required for consideration.

Signed and completed applications can be returned via email to clerk@grossepointepark.org or by US mail to: City of Grosse Pointe Park

ATT: City Clerk
15115 East Jefferson Ave.
Grosse Pointe Park, MI 48230

By submitting this application, I certify the foregoing statements and answers are true and complete. I agree in advance that any misrepresentation or falsification of any of the above information shall be cause for rejection of this application or depending upon when the falsification is discovered.

I consent for City of Grosse Pointe Park to verify the information provided.

Denzel Faulken

12-08-2024

Signature of Applicant

Date

City of Grosse Pointe Park Board and Commission Application Responses

Why do you want to serve on this board and/or commission?

I want to serve on this board because I am deeply committed to the growth and development of the City of Grosse Pointe Park (GPP). Having lived in this community for the past five years, I have witnessed its economic and structural transformation, and I'm passionate about contributing to its continued success. I want to be an active part of shaping a future where the city grows in a sustainable way—benefiting both its residents and businesses. My interest in real estate has provided me with valuable insights into the community's potential, along with my own personal experiences living in the community. I am eager to bring my professional expertise, personal passion, and dedication to the board, to help shape a thriving future for Grosse Pointe Park.

Please provide a brief summary of the areas of expertise you would bring to the board and/or commission:

I bring a diverse set of skills and expertise, primarily through my role with the Michigan Department of Transportation (MDOT), where I assist in purchasing right-of-way for public use. This includes negotiating easements, consents, and acquiring both residential and commercial properties for new developments across the state. In this capacity, I work closely with attorneys, landlords, property owners, business owners, tenants, and state officials to navigate the complexities of property acquisition and development. Additionally, I host public hearings for current MDOT projects, facilitating communication between the department and the public to ensure transparency and address community concerns. I hold a real estate broker license and a limited appraiser's license, which allows me to interpret market trends, assess property values, and understand real estate regulations. I am proficient in reading plans and navigating both city and state laws related to land use and development. As both a resident and landlord in Grosse Pointe Park, I have a unique perspective on the needs of the community. As a resident, I am invested in the long-term well-being and growth of the city, while as a landlord, I take pride in providing quality, well-maintained housing that contributes to the stability and vibrancy of the neighborhood. I believe being a responsible landlord helps foster a sense of community and ensures the city remains a desirable place to live for both residents and businesses. Additionally, I tutor aspiring real estate agents and provide lectures, which further strengthens my ability to communicate complex topics clearly and effectively.