



April 22, 2020

Dear Leelanau County Residents:

The support of the County taxpayers as well as the skill and dedication of our employees has enabled the Road Commission to continue providing excellent service residents have come to expect. Without the voted 0.5 mills which is due to renew August 2020, the operations of the Road Commission would be severely impacted. The Road Commission Board is grateful for the continued support and confidence expressed by the County taxpayers.

This millage is a big part of our operating budget and is used primarily for winter maintenance (snowplowing) including night and weekend service. Funds not used for winter maintenance are used in our summer sealcoat program.

The Board takes its fiduciary responsibilities seriously. A significant part of the Road Commission's revenues are derived from the Michigan Transportation Fund, which is comprised of State vehicle gas and diesel fuel taxes as well as vehicle registration fees. While a new highway funding program was implemented this past year, we continue to face rising asphalt, diesel fuel, and labor costs. Even with the new funding, it will be many years before we can overcome the years of inadequate funding at the State level. We continue to use seasonal and on-call employees during the winter months to compensate so that we can continue providing the same level of snowplowing service our residents have come to expect.

Some of the major road projects in 2019 included CR-677 (south of M-72 2.15 miles); CR-629 shoulders (from Knollwood to Cathead Bay 2.20 miles); CR-620 (from CR-651 to CR-645 2.00 miles), local roads such as Cheney and Port Oneida Roads in Glen Arbor Township; Horn Road in Leland and Suttons Bay Townships; Otto, Erdt, Kohler and Richter roads, plus Cummins Street in Bingham Township; and Pineview Road in Suttons Bay Township. In addition, 39.03 miles of roads were sealcoated this past summer. While these projects were substantial, there just are not sufficient funds or manpower available to address all of the roads needing attention. The Board does attempt to spend its limited resources wisely and equitably in the best interests of our residents.

This spring, an independent audit was conducted of our 2019 financial records resulting in a clean opinion. Complete financial results can be found on our web site at www.LeelanauCountyRoads.org. Also, visit us on Facebook too! Please feel free to contact the Road Commission if you have any questions about our operations.

CommissionersJim Calhoun
John Popa
Robert Joyce
Greg Mikowski
Tom Eckerle**Staff**Manager – Justin Kelenske
Superintendent – Dave Priest
Finance Manager – Joe Nedow
Engineer Tech – Keith Moore
Fleet Manager – Dustin Albrecht**General Contact Info**Phone (231) 271-3993
Fax (231) 271-5612
e-mail lcrc@leelanauroads.org
<http://leelanaucountyroads.org>



April 22, 2020

To: All Leelanau County Township Clerks/Supervisors:

Cc: Leelanau County Board of Commissioners:

As part of the State of Michigan Act-51 reporting, financial reports summarizing road related services provided by the Leelanau County Road Commission for the year ended December 31, 2019 are attached. These reports are:

Actual Revenues and Expenditures Summary (audited) for the year 2019

This is an overall financial picture of our 2019 activities. Additional detail is shown on accompanying schedules listed below.

Primary Road Maintenance - 2019 and **Local Road Maintenance - 2019**

Summarizes **routine maintenance** activities such as dust control, crack sealing, seal coating, surface and shoulder maintenance, tree work, drainage, grass mowing, guardrails, spring street sweeping, pavement marking, snow removal, and traffic signs which are shown by individual township for local roads and by road number for primary roads. Each activity shown consists of labor and associated fringe benefits costs (payroll taxes, health, dental life and other insurance premiums, and pension), equipment related costs, purchased and locally produced materials, subcontractors and allocated overhead.

Primary Road-Paving Projects - 2019 and **Local Road-Paving Projects - 2019**

These schedules summarize **paving projects** for local roads (categorized by township) and by primary road. Contributions from townships and from other sources, when provided, are also shown. For any township(s) wishing to improve some of their local roads, please contact our staff to help you define your needs and contribution requirements.

State Trunkline Activities - 2019

This schedule summarizes our maintenance activities for maintaining the five State Trunkline routes (M-22, M-72, M109, M-201 and M-204) as contracted by the State of Michigan Department of Transportation (MDOT).

Also included is a **Report to Citizens** which explaining our funding sources, some of our largest accomplishments achieved this past year, and the challenges we face maintaining and improving our county road system with a limited budget in difficult economic times.

Should you have any questions regarding these reports, please do not hesitate to contact me.

Joel Nedow-Finance Manager/Secretary to the Board

Attachments

Commissioners

Jim Calhoun
John Popa
Robert Joyce
Greg Mikowski
Tom Eckerle

Staff

Manager – Justin Kelenske
Superintendent – Dave Priest
Finance Manager – Joe Nedow
Engineer Tech – Keith Moore
Fleet Manager – Dustin Albrecht

General Contact Info

Phone (231) 271-3993
Fax (231) 271-5612
e-mail lcrc@leelanauroads.org
<http://leelanaucountyroads.org>

LEELANAU COUNTY ROAD COMMISSION
For the Year Ended 12-31-19
Actual Revenues and Expenditures for the Year

REVENUES

	YE 2019
<u>Transportation Funds</u>	
Engineering	10,000.00
Primary Roads	3,044,673.03
Local Roads	1,527,544.45
Primary Roads-Urban	85,909.95
Local Roads-Urban	40,435.16
Snow Removal funds	278,418.18
Forest Road funds	39,730.63
State Trunkline Maintenance	698,634.06
State Misc: special projects	83,669.57
State trunkline audit	58,013.00
Sale of Federal Aid	562,500.00
Township Contributions	274,374.00
Millage proceeds	1,306,607.30
Salvage Sales	2,431.43
Other Contributions	9,722.34
Permits & Fees	58,115.00
G/L on Disposal of equipment	38,592.00
Interest income/Bank fees	37,625.96
Allowance for depreciation	820,119.27
Gain on aggregates sold	18,713.61
Total Revenues:	8,995,828.94

EXPENDITURES

	YE 2019	
<u>Primary Road</u>		
Paving Projects	787,663.22	(See schedule)
Routine maintenance	1,843,912.77	(See schedule)
<u>Local Road</u>		
Paving projects	974,417.88	(See schedule)
Routine maintenance	2,805,923.21	(See schedule)
State Trunkline Maintenance	698,634.06	(See schedule)
State Misc: MDOT project	83,669.57	
Capital Outlay	1,124,527.60	
Equipment Expense - Net	(57,063.67)	(Calculation below)
Fringes & Insurance	See note below	
Net Administrative Expense	277,835.97	
Total Expenditures:	8,539,520.61	
Net increase: fund balance:	456,308.33	

Equipment Expense-Net	
Truck/Equipment expenses	1,211,653.44
Shop supplies & overhead	480,133.26
Equipment fuel	275,505.26
subtotal	1,967,291.96
Less: Rental revenue	(2,024,355.63)
Equipment Expense-Net	(57,063.67)

Fringe benefits are allocated to primary and local road expenditures; equipment expense, shop supplies and inventory accounts at year end.

Leelanau County Road Commission
Primary Road Maintenance - 2019

Year ended 12/31/19

Co. Road Number	Surface	Shoulder	Crack Seal	Tree Removal	Drainage	Mowing	Seal-Coat
614	6,491.63	244.59		938.31	832.30	1,360.46	29,911.21
616	14,979.96	2,877.67		15,608.57	12,914.13	3,147.04	
618	6,032.89	481.37			4,403.25	324.03	55,825.90
620	6,520.49	7,642.87			1,501.75	958.72	
622		495.04		1,734.22			
626	604.31	564.52		3,595.25	188.44	1,650.46	
629	6,324.09	861.42		3,845.26	400.60	482.91	
631	4,988.69	114.39		1,603.91	97.66	828.70	
633	12,048.55	9,435.28	20,687.13	8,237.87	8,929.23	6,863.04	286,873.33
637	5,972.76	975.11		2,417.43	458.92	1,873.83	
640	643.39	201.42		868.15	6,687.39	475.93	
641	11,709.31	1,140.28		5,302.84	5,564.23	4,446.49	222,386.49
643	8,227.31				243.86	2,204.10	
645	8,794.69	112.48		662.45	94.99	3,278.69	
651	8,110.64	1,151.89		3,090.41	554.30	1,424.03	
667	8,484.13	1,447.79		13,051.43	8,172.61	2,393.02	
669	11,476.09	577.29		23,913.52	348.27	2,637.18	
675	13,006.28	545.51		5,998.81	6,385.64	1,843.47	
677	6,093.95	590.27		7,237.41		933.69	
685							
689						102.59	
Totals	\$ 140,509.16	\$ 29,459.19	\$ 20,687.13	\$ 98,105.84	\$ 57,777.57	\$ 37,228.38	\$ 594,996.93

Co. Road Number	Street Sweeping	Pavement Marking	Snow Removal	Road side Cleanup	Traffic Signs	Guardrail	Totals	Miles of Primary Road
(Continued)								
614	1,119.87	7,279.00	35,466.30	46.21	1,498.36		\$ 85,188.24	6.30
616	4,058.21	17,599.21	53,896.39	154.40	4,340.95		\$ 129,576.53	18.68
618	130.48	1,996.30	17,867.51		1,125.44		\$ 88,187.17	2.63
620	538.16	1,212.04	23,041.99		389.42		\$ 41,805.44	3.25
622		300.75	1,051.18		555.26		\$ 4,136.45	0.40
626	772.88	2,746.72	31,558.11		471.57		\$ 42,152.26	6.48
629	2,180.07	6,033.29	19,038.27		1,117.67		\$ 40,283.58	5.86
631	95.17	1,832.55	18,176.69		183.52		\$ 27,921.28	2.44
633	3,427.12	14,457.54	73,905.09	132.01	2,758.75		\$ 447,754.94	21.23
637	187.70	5,320.89	23,483.58		1,537.54		\$ 42,227.76	6.79
640	741.26	947.78	15,858.59		597.60		\$ 27,021.51	3.97
641	1,498.47	16,547.53	79,809.04	202.10	3,906.14		\$ 352,512.92	21.58
643	1,414.32	9,628.47	31,472.15	58.64			\$ 53,248.85	11.53
645	926.10	8,455.46	32,767.21		803.05		\$ 55,895.12	10.92
651	1,922.36	9,687.48	49,447.88	111.22	1,996.99	1,347.63	\$ 78,844.83	12.26
667	3,040.74	7,821.93	43,752.39	124.03	1,353.07	1,429.48	\$ 91,070.62	9.93
669	362.53	5,150.36	55,135.44	54.18	575.18		\$ 100,230.04	10.60
675	1,868.12	8,115.52	35,100.55	80.96	3,441.46	2,301.33	\$ 78,687.65	8.20
677	193.21	3,685.27	30,418.95	43.82	343.33		\$ 49,539.90	5.73
685		373.66	2,839.66		13.29		\$ 3,226.61	0.62
689		1,315.02	2,983.46				\$ 4,401.07	1.23
Totals	\$ 24,476.77	\$ 130,506.77	\$ 677,070.43	\$ 1,007.57	\$ 27,008.59	\$ 5,078.44	\$ 1,843,912.77	170.63

Leelanau County Road Commission
Township Local Road Maintenance - 2019

Year ended 12/31/19

Township	Dust Control/brine	Seal Coat	Surface Maintenance	Shoulder Maintenance	Tree Work	Drainage	Mowing	Roadside Cleanup/ Guard rail
Bingham	619.52	178,197.58	17,086.93	24,404.90	1,565.47	2,931.60	2,873.61	172.24
Centerville	1,801.46		31,008.99	3,189.96	6,440.81	18,481.80	4,390.86	54.35
Cleveland	7,127.91		39,451.25	3,872.28	26,430.86	13,051.38	4,954.97	
Elmwood	1,404.66	57,783.83	22,157.39	2,102.63	3,217.53	1,785.68	2,441.11	100.12
Empire	1,804.74		11,858.51	2,693.53	20,267.85	1,068.44	3,508.40	53.65
Glen Arbor	1,861.36		33,188.61	1,167.64	29,894.19	15,285.57	2,916.85	144.74
Kasson	905.42		27,828.36	9,670.34	50,335.62	6,607.69	3,696.53	1,398.59
Leelanau	8,438.62		60,409.28	17,646.40	78,909.14	4,381.55	7,152.88	49.83
Leland	353.18	100,715.17	23,829.60	24,704.38	8,102.65	6,938.35	4,358.23	
Solon	2,009.82		22,928.38	4,060.13	6,635.73	5,969.33	1,208.18	96.87
Suttons Bay	378.82	224,961.13	23,998.07	15,999.95	22,509.41	53,573.34	5,864.20	
Maple City (Village)			824.65	311.02	88.74	2,337.51		
Leland (Village)			2,758.03	256.43	7,454.64			
Lake Leelanau (Village)			1,683.50		8,857.10			
Cedar (Village)			473.36		77.33			
Totals	\$ 26,705.51	\$ 561,657.71	\$ 319,484.91	\$ 110,079.59	\$ 270,787.07	\$ 132,412.24	\$ 43,365.82	\$ 2,070.39

(Continued)	Street Sweeping	Pavement Marking	Crack filling	Snow Removal	Traffic sign Control	Grand Totals	Miles of Local Roads
Bingham	7,762.40	10,499.24		88,910.50	5,769.76	340,793.75	28.99
Centerville	3,274.01	7,254.41		82,008.29	3,900.12	161,805.06	30.9
Cleveland	8,623.21	10,511.13		100,768.13	3,584.24	218,375.36	45.21
Elmwood	12,842.98	8,814.44		82,935.33	6,960.16	202,545.86	33.79
Empire	4,145.62	2,840.39		53,396.12	1,983.85	103,621.10	28.96
Glen Arbor	6,339.55	2,989.44		67,510.75	1,894.23	163,192.93	44.92
Kasson	4,871.65	15,506.89		97,174.93	2,753.08	220,749.10	42.13
Leelanau	10,281.56	12,736.27		160,903.41	8,992.03	369,900.97	67.86
Leland	3,545.87	5,684.98	10,265.11	70,238.95	3,620.64	262,357.11	25.1
Solon	5,490.69	2,877.56		84,221.99	4,061.36	139,560.04	21.14
Suttons Bay	8,561.80	12,825.36		122,820.23	8,696.29	500,188.60	42.4
Maple City (Village)	2,618.23			11,551.37	312.27	18,043.79	2.07
Leland (Village)	7,409.65			30,640.47	2,066.01	50,585.23	9.22
Lake Leelanau (Village)	3,836.19			18,541.28	372.86	33,290.93	1.98
Cedar (Village)	3,141.62			17,221.07		20,913.38	0.79
Totals	\$ 92,745.03	\$ 92,540.11	\$ 10,265.11	\$ 1,088,842.82	\$ 54,966.90	\$ 2,805,923.21	425.46

* Includes employee health, life and dental insurances, retirement, holiday, vacation, sick pay and payroll taxes.

** Includes general road expenses used to support road maintenance.

**Leelanau County Road Commission
Primary Road-Paving Projects for 2019**

12-31-19

Local/BIA

PROJECT **Labor & Fringes** **Equipment** **Gravel/ Sand** **Supplies** **OH** **Supplies/ Overhead** **Outside Contractors** **Total Cost** **Work Performed** **Miles Improved** **Local or Federal Sources**

Projects completed during 2019:

620 - from CR-651 to CR-645	7,573.04	7,619.08	0.00	0.00	2,155.80	2,155.80	107,260.37	124,608.29	Resurface	2.00		
629 - Shoulders Knollwood to Cathhead Bay	31,799.54	35,842.95	29,109.02	0.00	3,728.41	3,728.41	115,027.51	215,507.43	Resurface	2.20	105,215.00	
677 - M-72 south to county line	27,908.39	28,687.65	7,575.01	0.00	7,337.97	7,337.97	352,636.00	424,145.02	Resurface	2.15	562,500.00	
<u>Projects carried over from 2018:</u>												
669 - FLAP grant/culvert replacement	925.10	0.00	0.00	22,072.50	404.88	22,477.38	0.00	23,402.48	Culvert	0.10	Grant-2020	
TOTALS	68,206.07	72,149.68	36,684.03	22,072.50	13,627.06	35,699.56	574,923.88	787,663.22		6.45	667,715.00	

Summary:

Safety	
Reconstruct	
Resurface	\$ 764,260.74
Pave Gravel	
Other	\$ 23,402.48
Intersection	
	<u>\$ 787,663.22</u>
	<u>6.45</u>

**Leelanau County Road Commission
Local Road-Paving Projects for 2019**

12-31-19

<u>Project By Township</u>	<u>Labor and Fringes</u>	<u>Equipment</u>	<u>Road Gravel & Overhead</u>	<u>Outside Contractors</u>	<u>Total Cost</u>	<u>Work Performed</u>	<u>Miles Improved</u>
----------------------------	--------------------------	------------------	-----------------------------------	----------------------------	-------------------	-----------------------	-----------------------

Bingham Township

Cummins Street	11,951.76	12,772.60	9,198.12	32,840.79	66,763.27	Reconstruct	0.24
Otto Road	5,682.00	6,227.81	10,039.06	108,391.90	130,340.77	Resurface	2.18
Erdt Road	1,088.95	1,108.53	2,098.33	39,962.67	44,258.48	Resurface	0.80
Kohler Road	2,710.97	3,403.04	4,632.71	55,838.25	66,584.97	Resurface	1.12
Richter Road	2,152.55	2,333.62	2,271.64	26,824.26	33,582.07	Resurface	0.54

Glen Arbor Township

Cheney Road	45,487.99	45,347.34	25,590.32	118,085.06	234,510.71	Pave Gravel	1.10
Port Oneida Road *	27,360.68	37,493.06	15,240.38	101,438.63	181,532.75	Pave Gravel	1.90

* to be completed 2020

Leland Township

Horn Road	5,739.68	6,965.37	5,104.03	87,515.36	105,324.44	Resurface	2.41
-----------	----------	----------	----------	-----------	-------------------	-----------	------

Suttons Bay Township

Pineview Road	1,286.36	1,438.68	2,418.93	42,699.83	47,843.80	Resurface	0.86
Horn Road	3,994.37	4,992.71	7,565.89	47,123.65	63,676.62	Resurface	1.30

Totals:	107,455.31	122,082.76	84,159.41	660,720.40	974,417.88		12.45
----------------	------------	------------	-----------	------------	-------------------	--	-------

Summary:

Resurface	\$ 491,611.15	
Pave gravel	\$ 416,043.46	
Safety		
Reconstruct	\$ 66,763.27	0.24
Intersection		
Other	\$ 974,417.88	12.45

**Leelanau County Road Commission
State Trunk-line Activity-2019**

For the year ended December 31, 2019

State Trunkline	Surface	Shoulder	Tree removal	Drainage	Roadside	Mowing	Guard rails	Sweeping	Winter	Winter patrol	Totals	
											Other	Traffic signs
M-22	11,368.12	1,108.40	34,339.93	3,648.22	1,022.99	6,162.39	1,713.07	719.60	177,028.02	8,021.86		
M-72	3,737.65	429.76	5,293.15	28.25	298.33	1,622.16		724.87	69,060.95	3,023.14		
M-109	1,369.40	177.11	6,408.65	1,590.47	61.64	485.31	295.20	352.08	19,741.48	731.55		
M-201	718.60			116.30		165.70			9,469.24	441.28		
M-204	578.57	38.40	950.83	31.15		1,154.58			20,744.04	928.61		
Totals	\$ 17,772.34	\$ 1,753.67	\$ 46,992.56	\$ 5,414.39	\$ 1,382.96	\$ 9,590.14	\$ 2,008.27	\$ 1,796.55	\$ 296,043.73	\$ 13,146.44		
M-22	38,354.93	205.82	8,118.52		7,136.00	576.35	45,330.05	9,344.00	86,520.90	\$ 440,719.17		
M-72	6,236.88					318.89	13,850.03	4,058.27	27,985.61	\$ 136,667.94		
M-109	1,855.69						5,333.07	2,350.28	12,795.26	\$ 53,547.19		
M-201	479.18						1,602.59	1,535.15	4,354.52	\$ 18,882.56		
M-204	5,300.58	27.87				99.43	4,603.33	3,370.39	10,989.42	\$ 48,817.20		
Totals	\$ 52,227.26	\$ 233.69	\$ 8,118.52	\$ -	\$ 7,136.00	\$ 994.67	\$ 70,719.07	\$ 20,658.09	\$ 142,645.71	\$ 698,634.06		