

Economic Vitality Incentive Program/County Incentive Program Certification of Consolidation of Services

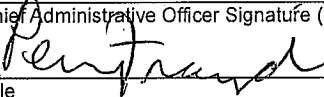
Issued under authority of 2012 Public Act 200. Filing is mandatory to qualify for payments.

Each city/village/township/county applying for Consolidation of Services payments must:

1. Certify to the Michigan Department of Treasury (Treasury) that the local unit listed below has produced and made readily available to the public, a consolidation plan as required by 2012 Public Act 200. The plan shall be made available for public viewing in the clerk's office or posted on a publicly accessible Internet site.
2. Submit to Treasury a consolidation plan.

City/village/township: This certification, along with a consolidation plan, **must be received by February 1, 2013** to receive the February and April payments or on or before March 31, 2013 to receive the April payment. Post mark dates will not be considered. For questions, call (517) 373-2697.

County: This certification, along with a consolidation plan, **must be received by February 1, 2013** (or the first day of a payment month) in order to qualify for that month's payment. Post mark dates will not be considered. For questions, call (517) 373-2697.

PART 1: LOCAL UNIT INFORMATION		
Local Unit Name City of Iron River		Local Unit County Name Iron
Local Unit Code 36501		Contact E-Mail Address citymanager@ironriver.org
Contact Name Perry Franzoi	Contact Title City Manager	Contact Telephone Number (906) 265-4719
Website Address, if plan is available online www.ironriver.org		
PART 2: CERTIFICATION		
<i>In accordance with 2012 Public Act 200, the undersigned hereby certifies to Treasury that the above mentioned local unit has produced a consolidation plan and has made the plan available for public viewing in the city, village, township, or county clerk's office or has posted the plan on a publicly accessible Internet site. The consolidation plan is attached to this signed certification.</i>		
Chief Administrative Officer Signature (as defined in MCL 141.422b) 		Printed Name of Chief Administrative Officer (as defined in MCL 141.422b) Perry Franzoi
Title City Manager		Date January 21, 2013

Completed and signed form (including required attachment) should be e-mailed to: TreasRevenueSharing@michigan.gov

If you are unable to submit via e-mail, mail the completed form and required attachment to:

Michigan Department of Treasury
Office of Revenue and Tax Analysis
PO Box 30722
Lansing MI 48909

TREASURY USE ONLY		
EVIP/CIP Y N	Certification Received	EVIP/CIP Notes
Final Certification	Plan Received	
	1st C/P Submission Y N	

Economic Vitality Incentive Program Consolidation Plan (Previous Filer) as of: January 21, 2013

Local Unit Name: City of Iron River
County: Iron

Plan Available to the Public (check all that apply): In Municipal Offices Internet Website Other _____

Update Status of Previous Year's Service Consolidation Proposals)		City of Iron River		Iron	Barriers Experienced in Implementing Proposal
Previous Year's Service Consolidation Proposals	Timeline to Accomplish Proposal	Jurisdictions Involved	Realized Savings/(Loss)	Implementation Status of Proposal	
1. Shared City Management		City of Caspian and City of Gaastra	\$0.00	Stalled	Rejected by City Council
2. County Wide Assessor/GIS		11 Local Governments in County	\$0.00	Pending	Differing Contract Renewal Dates
3. West Side Water Authority		Iron River, Caspian, Gaastra, Bates Twp, Iron River Twp, and Stambaugh Twp.	\$0.00	Pending	New Elected Officials
4.					
5.					
Additional Information:					
Consolidation #1:					
Consolidation #2:					
Consolidation #3:					
Consolidation #4:					
Consolidation #5:					

Economic Vitality Incentive Program Consolidation Plan (Previous Filer) as of: January 21, 2013

Local Unit Name: City of Iron River
County: Iron

Proposed Service Consolidation(s)		City of Iron River		Iron	
Service Consolidation	Implementation Timeline	Jurisdictions Involved	Estimated Savings/(Loss)	Description of Estimated Savings/(Loss)	Other Consolidation Benefits
1. Water and Sewer System Pumping, Monitoring, Record Keeping	10-2013	City of Iron River and Iron River Twp	\$800.00	Reduce software and phone line fees.	Efficiency of folly using SCADA
2. Equipment Sharing	05-2013	Iron River, Caspian and Gaastra		Reduced rental costs vs. private sector	Increased cooperation
3.					
4.					
5.					
Additional Information:					
Consolidation #1: See Attached					
Consolidation #2:					
Consolidation #3:					
Consolidation #4:					
Consolidation #5:					
Detailed explanation of why increasing the existing level of cooperation, collaboration and consolidation is not feasible:					

EVIP 2013

City of Iron River Consolidation of Services

Previous Years' Service Consolidation Proposals

1. Shared City Management: The Cities of Caspian and Gaastra discussed this approach in 2012, but unfortunately, it met with resounding citizen opposition in both Cities which resulted in no further action taken on this proposal.
2. County Wide Assessor and GIS: This proposal is still being pursued and may come to fruition this year with Assessing contracted service agreements expiring. In the case of Iron River, we believe there is strong possibility in a change with our current contracted Assessor.
3. Westside Water Authority: The template for this is the West Iron County Sewer Authority which can be used as a model for development and implementation of the Water Authority. With the General Election of 2012, many new Township and City elected officials assumed office and the newly elected officials must be familiarized with the proposal for the Authority. Given the turn over, design and implementation remain uncertain at this time.

Proposed Service Consolidations 2013

1. Water and sewer system pumping, monitoring, recordkeeping. This proposed consolidation consists of the City of Iron River and Iron River Township sharing the City's Supervisor Control and data Acquisition system that automates controls for pumps in the water and sewer systems and Record Keeping (SCADA). Iron River Township submitted a Competitive Grant Assistance Program Application in December 2012 in the amount of \$235,000 for upgrades to their water and sewer systems. If approved, the City and Township will implement the joint SCADA system by October 2013. The savings for the City in this proposal will be in the form of reduced software maintenance fees and reduced dedicated phone line fees. Adding the Townships 577 customers to the City's 1,700 customers will reduce those costs by approximately \$800 per year. Other benefits will be having a larger work force trained to use the new technology and improved intergovernmental relations between the City and Township.
2. Equipment Sharing. The City of Iron River recently purchased a new sewer vector truck for cleaning the City sewer collection system. The City of Gaastra has a new sewer rodder for similar type projects. The Cities of Iron River, Caspian and Gaastra are planning to share various pieces of equipment during the year and charge it out based on the operators wages and fringe benefits. This cost is less than the equipment rental rates established MDOT for various pieces of equipment. For example, the City of Iron River's vector truck is charged out at \$65.57 per hour. Not including wages and fringes between the three Cities rate would be \$40.05 per hour.

PF/rra