

**RESOLUTION**  
**Asset Management System**

**WHEREAS**, the State Transportation Commission established a bi-partisan Act 51 Study Committee charged with analyzing and making recommendations on the future needs of transportation in the State of Michigan for the 21<sup>st</sup> century; and

**WHEREAS**, one of the recommendations of the Act 51 study committee was to create an Asset Management Council charged with evaluating and making recommendations on all roads receiving public transportation funds; and

**WHEREAS**, based upon the recommendations, the Michigan Legislature enacted Public Act 499 of 2002 which created the State Asset Management Council under the Michigan Department of Transportation and charged it with establishing an asset management process that evaluated the existing condition of roads, accounted for expenditures, and made recommendations on maintaining the roads through a strategic system versus the traditional tactical system used for many years; and

**WHEREAS**, the Legislature subsequently amended Act 51 by Public Act 9 of 2004 to allow local units to transfer more than 25% of their annual major street funding for the local street system provided it has adopted an Asset Management Process; and

**WHEREAS**, Public Act 9 also spells out that a local unit shall meet specific requirements in order to transfer such funds, those requirements including:

- a. A list of the major streets in that city or village;
- b. A statement that the City or Village is adequately maintaining its major streets;
- c. The dollar amount of the transfer;
- d. The local streets to be funded with the transfer; and
- e. A statement that the city or village is following an asset management process for its major and local street systems; and

**WHEREAS**, the City/Village of \_\_\_\_\_ wishes to meet the guidelines outlined in Public Act 9 of 2004;

**NOW, THEREFORE, BE IT RESOLVED** that the Common Council for the City/Village of \_\_\_\_\_ hereby determines that:

- a. The major streets for the City/Village of \_\_\_\_\_ are: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

- b. The City/Village of \_\_\_\_\_ is adequately funding its major street system, incorporating funding from the Small Urban program of the Transportation Efficiency Act (TEA), Transportation Enhancement Program, Downtown Development Authority, Act 51 money, and General Fund contributions;

c. That the City/Village proposes to transfer \$ .00 ( \_\_\_ %) from the Major Street budget to the Local Street budget as approved by the City Council on \_\_\_\_\_, 2004;

d. That the funds be used to  Routine Maintenance;  Preventative Maintenance;  Structure Improvement of \_\_\_\_\_

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e. That the City/Village of \_\_\_\_\_ has adopted an Asset Management Plan on \_\_\_\_\_, 2004 which incorporates the fundamental elements of Asset Management:

1. Conduct periodic system condition inventories
2. Identify needs by forecasting system conditions based upon reliable rates of deterioration.
3. Establish strategic goals and objectives, and performance measures.
4. Evaluate investment scenarios based upon forecasted conditions and achievement of goals and objectives.
5. Develop and implement a multi-year investment program.
6. Routinely monitor the performance of system improvements.

f. That a copy of this resolution, along with supporting documentation shall be ordered sent to the Asset Management Division of the Michigan Department of Transportation.

Ayes:

Nays:

Absent:

Motion carried

I hereby attest that that this is a true and complete copy of a resolution approved by the Common Council for the City/Village of \_\_\_\_\_ at a Regular/Special Meeting on \_\_\_\_\_, 2004 at \_\_\_\_\_p.m. The meeting was posted in accordance with the Michigan Open Meetings Act.

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City Clerk