

KCRC Special Board Meeting Minutes

DECEMBER 29, 2025

Meeting Time: 9:00 a.m.
Present: Karvonen, Bracco
Absent: Olson
Staff Present: Greg Kingstrom, Jesse Patrick
Guests: None

Meeting was called to order at 9:04 a.m. by Commissioner Karvonen.

Commissioner Bracco moved to approve the agenda as presented. Commissioner Karvonen supported the motion. Ayes: 2, Nays: 0. Motion carried.

Commissioner Karvonen motioned to open the Public Hearing at 9:04 a.m. regarding Annual Budget. Supported by Commissioner Bracco. Ayes: 2, Nays: 0. Motion carried. No public comment received. Commissioner Bracco motioned to close the Public Hearing at 9:05 a.m. Supported by Commissioner Karvonen. Ayes: 2, Nays: 0. Motion Passed.

New Business:

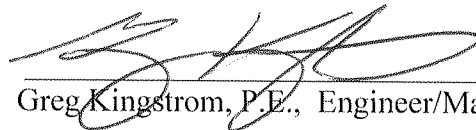
Finance Director presented 2025 Budget Amendment to the Board. Commissioner Karvonen motioned to approve the 2025 Budget Amendment as attached to these minutes. Commissioner Bracco supported the motion. Ayes: 2, Nays: 0. Motion carried.

Finance Director presented the proposed 2026 Budget to the Board. Commissioner Karvonen motioned to approve the 2026 proposed budget as attached to these minutes. Commissioner Bracco supported the motion. Ayes: 2, Nays: 0. Motion carried.

The meeting was adjourned at 9:12 a.m. by motion of Commissioner Bracco and supported by Commissioner Karvonen. Ayes: 2, Nays: 0. Motion carried.



Richard Olson, Chairman



Greg Kingstrom, P.E., Engineer/Manager

KEWEENAW COUNTY ROAD COMMISSION PROGRAM BUDGET

BUDGET YEAR ENDING 12/31/2026

	2024 Actual	2025 Budget	2025 Revised	2026 Budget
REVENUE				
Motor Vehicle Highway Funds	2,772,405	2,681,240	2,610,451	3,247,900
Federal Funds	-	-	-	-
County Raised Funds	1,963,965	1,813,860	2,007,800	1,952,100
Other Revenue	881,915	476,000	218,514	187,500
Total Revenue	5,618,285	4,971,100	4,836,765	5,387,500
Expenditures:				
Primary Roads	1,486,878	1,275,000	1,436,000	1,560,000
Local Roads	538,526	1,055,000	1,020,000	860,000
State Maintenance	985,719	960,000	1,200,000	1,030,000
State Non-Maintenance	305,984	100,000	145,000	140,000
Roadside Parks	42,406	75,000	110,000	75,000
Equipment (Net)	338,811	315,000	245,000	350,000
Administrative (Net)	268,420	306,500	297,500	287,000
Wetland Board	17,494	132,500	-	132,500
Sundry Accounts	32,917	40,000	58,000	50,000
Capital Outlay (Net)	474,866	500,000	50,000	497,000
Total Expenditures	4,492,021	4,759,000	4,561,500	4,981,500
Debt Retirement	-	-	-	-
Beginning Available Operating	2,529,652	3,655,916	3,655,916	3,931,182
Estimated Surplus	1,126,264	212,100	275,265	406,000
Ending Available Operating	3,655,916	3,868,016	3,931,182	4,337,182

Following is the Revised 2025 Budget

Keweenaw County Road Commission Program Budget
BUDGET YEAR ENDING 12/31/2025
Supporting Schedule
Budget Amendment # 1

Revenue:	2025 Budget	2025 Adjustment	2025 Revised
Motor Vehicle Highway Funds			
Engineering	10,000	-	10,000
Primary	2,000,000	(75,000)	1,925,000
Local	300,000	(12,138)	287,862
Snow	260,000	16,345	276,345
Forest	111,240	4	111,244
Other- General Fund	-	-	-
Other-Econ. Dev.	-	-	-
Total	2,681,240	(70,789)	2,610,451
Federal Funds	-	-	-
County Raised Funds	-	-	-
State Maintenance	960,000	240,000	1,200,000
State Non-Maintenance	100,000	45,000	145,000
Wetlands Board	132,500	(132,500)	-
Private Contrib.- Sale of Fed Aid	231,360	640	232,000
County Millage	390,000	24,500	414,500
Commercial Forest	-	16,300	16,300
Total	1,813,860	193,940	2,007,800
Other Revenue	-	-	-
Interest	40,000	65,500	105,500
Sundry Accounts	45,000	5,000	50,000
Gain or Loss on Disposal	20,000	(20,000)	-
Salvage Sales	3,500	(2,450)	1,050
Sale of Land	-	36,200	36,200
Fees	1,200	7,800	9,000
Royalties	5,000	(2,300)	2,700
Visit Keweenaw Grant	-	4,000	4,000
EGLE Grant	25,000	(14,936)	10,064
Total	139,700	78,814	218,514
Total Revenue	4,971,100	201,965	4,836,765
Expenditures:			
Primary Roads			
Preservation/Struct. Improv.	375,000	(5,000)	370,000
Maintenance	900,000	166,000	1,066,000
Totals	1,275,000	161,000	1,436,000
Local Roads			
Preservation/Struct. Improv.	600,000	(55,000)	545,000
Maintenance	455,000	20,000	475,000
Total	1,055,000	(35,000)	1,020,000
State Maintenance	960,000	240,000	1,200,000
State Non-Maintenance	100,000	45,000	145,000
Roadside Parks	75,000	35,000	110,000
Equipment (Net)	-	-	-
Direct	725,000	50,000	775,000
Indirect	250,000	5,000	255,000
Operating	165,000	25,000	190,000
Less Equipment Rental	(825,000)	(150,000)	(975,000)
Total	315,000	(70,000)	245,000
Administrative (Net)	-	-	-
Administrative Expense	465,000	30,000	495,000
Less Handling Charges	(3,500)	1,000	(2,500)
Less Overhead	(155,000)	(40,000)	(195,000)
Less Purchase Discounts	-	-	-
Total	306,500	(9,000)	297,500
Wetland Board	132,500	(132,500)	-
Sundry Accounts	40,000	18,000	58,000
Capital Outlay (Net)			
Capital Outlay	600,000	(350,000)	250,000
Debt Service	300,000	(100,000)	200,000
Less Depreciation	(400,000)	-	(400,000)
Total	500,000	(450,000)	50,000
Total Expenditures	4,759,000	(197,500)	4,561,500
Debt Retirement	-	-	-
Total	4,759,000	(197,500)	4,561,500
Beginning Available Operating	3,655,916		3,655,916
Estimated Surplus(Deficit)	212,100		275,265
Ending Available Operating	3,868,016		3,931,182

Keweenaw County Road Commission Program Budget
Budget Year Ending 12/31/2026
Supporting Schedule

Revenue:	2024 Actual	2025 Budget	2025 Revised	2026 Budget
Motor Vehicle Highway Funds				
Engineering	10,000	10,000	10,000	10,000
Primary	1,942,780	2,000,000	1,925,000	1,700,000
Local	294,842	300,000	287,862	300,000
Snow	270,539	260,000	276,345	275,000
Forest	127,214	111,240	111,244	155,000
Neighborhood Road Fund	-	-	-	807,900
Other-Econ. Devel.	127,030	-	-	-
Total	2,772,405	2,681,240	2,610,451	3,247,900
Federal Funds	-	-	-	-
County Raised Funds				
State Maintenance	985,720	960,000	1,200,000	1,030,000
State Non-Maintenance	305,984	100,000	145,000	140,000
State Wetlands Board	17,494	132,500	-	132,500
Private Contrib.- Sale of Fed Aid	256,272	231,360	232,000	237,600
County Milleage	385,621	390,000	414,500	400,000
Commercial Forest	12,874	-	16,300	12,000
Total	1,963,965	1,813,860	2,007,800	1,952,100
Other Revenue				
Interest	100,582	60,000	105,500	100,000
Sundry Accounts	32,917	40,000	50,000	50,000
Gain or Loss on Disposal	215,587	5,000	-	20,000
Salvage Sales	620	2,000	1,050	2,000
Sale of Land	80,252	40,000	36,200	-
Fees	600	10,000	9,000	12,000
Royalties	2,903	4,000	2,700	3,500
Visit Keweenaw Grant	-	-	4,000	-
EGLE Grant	57,868	25,000	10,064	-
Insurance Proceeds	2,216	-	-	-
Installment Purchases	388,371	290,000	-	-
Total	881,915	476,000	218,514	187,500
Total Revenue	5,618,285	4,971,100	4,836,765	5,387,500
Expenditures:				
Primary Roads				
Preservation/Struct. Improv.	604,377	375,000	370,000	710,000
Maintenance	882,501	900,000	1,066,000	850,000
Totals	1,486,878	1,275,000	1,436,000	1,560,000
Local Roads				
Preservation/Struct. Improv.	154,858	600,000	545,000	450,000
Maintenance	383,668	455,000	475,000	410,000
Total	538,526	1,055,000	1,020,000	860,000
State Maintenance	985,719	960,000	1,200,000	1,030,000
State Non-Maintenance	305,984	100,000	145,000	140,000
Roadside Parks	42,406	75,000	110,000	75,000
Equipment (Net)				
Direct	768,263	725,000	775,000	780,000
Indirect	243,148	250,000	255,000	365,000
Operating	150,640	165,000	190,000	190,000
Less Equipment Rental	(823,240)	(825,000)	(975,000)	(985,000)
Total	338,811	315,000	245,000	350,000
Administrative (Net)				
Administrative Expense	480,011	465,000	495,000	490,000
Less Handling Charges	(1,742)	(3,500)	(2,500)	(3,000)
Less Overhead	(209,849)	(155,000)	(195,000)	(200,000)
Less Purchase Discounts	-	-	-	-
Total	268,420	306,500	297,500	287,000
Welland Board	17,494	132,500	-	132,500
Sundry Accounts	32,917	40,000	58,000	50,000
Capital Outlay (Net)				
Capital Outlay	654,182	600,000	250,000	727,000
Debt Service	318,749	300,000	200,000	250,000
Less Depreciation/Retirement	(498,065)	(400,000)	(400,000)	(480,000)
Total	474,866	500,000	50,000	497,000
Total Expenditures	4,492,021	4,759,000	4,561,500	4,981,500
Debt Retirement				
Total	4,492,021	4,759,000	4,561,500	4,981,500
Beginning Available Operating	2,529,652	3,655,916	3,655,916	3,931,182
Estimated Surplus (Deficit)	1,126,264	212,100	275,265	406,000
Ending Available Operating	3,655,916	3,868,016	3,931,182	4,337,182