

*Charter Township of Delhi  
Ingham County, Michigan*

**FINANCIAL STATEMENTS**

*Year ended December 31, 2019*

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## INDEPENDENT AUDITOR'S REPORT

Township Board  
Charter Township of Delhi, Michigan

We have audited the accompanying financial statements of the governmental activities, the business-type activity, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Charter Township of Delhi, Michigan, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, as listed in the contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

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 activity, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Charter Township of Delhi, Michigan, as of December 31, 2019, 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.

## **Change in Accounting Principle**

As discussed in Note 16 to the basic financial statements, the Township adopted GASB Statement No. 84 *Fiduciary Activities* in 2019, which represents a change in its policy for reporting fiduciary activities. Our opinions are not modified with respect to this matter.

## **Other Matters**

### *Required supplementary information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, the schedule of the changes in the Township's net OPEB liability and related ratios, and the schedule of OPEB contributions, as listed in the contents, be presented to supplement the basic financial statements. Such information, 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 Charter Township of Delhi, Michigan's basic financial statements. The combining nonmajor fund financial statements, component unit financial statements, combining special revenue fund statements, combining custodial fund financial statements, and combining component unit financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements, component unit financial statements, combining special revenue fund statements, combining custodial fund financial statements, combining component unit financial statements, and the General Fund financial statements (supplementary information) are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Township Board  
Charter Township of Delhi, Michigan  
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*Other information - Statistical Section*

The Statistical Section (other information) has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Siegfried Crandall P.C.*

May 8, 2020

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

Our discussion and analysis of the Charter Township of Delhi's (the Township) financial performance provides a narrative overview of the Township's financial activities for the fiscal year ended December 31, 2019. Please read it in conjunction with the Township's financial statements.

### **FINANCIAL HIGHLIGHTS**

- The Township's total net position increased by \$2,682,331 (5 percent) as a result of this year's activities. The net position of the governmental activities increased by \$2,495,964 and the net position of the business-type activity increased by \$186,367.
- Of the \$56,309,900 total net position reported, \$8,040,377 (14 percent) is available to be used at the Board's discretion, without constraints established by debt covenants, enabling legislation, or other legal requirements.
- The General Fund's unassigned fund balance at the end of the fiscal year was \$7,277,411, which represents 88 percent of the actual total General Fund expenditures and transfers out for the current fiscal year.

### **Overview of the financial statements**

The Township's annual report is comprised of four parts: management's discussion and analysis, the basic financial statements, required supplementary information, and optional sections that presents additional information. The basic financial statements include two kinds of statements that present different views of the Township:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Township's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Township government, reporting the Township's operations in more detail than the government-wide financial statements.
  - Governmental funds statements explain how general government services, like public safety, were financed in the short-term, as well as what remains for future spending.
  - Proprietary fund statements offer short-term and long-term financial information about the activities the government operates like a business (Sewer Fund).
  - Fiduciary fund statements provide information about the financial relationships in which the Township acts solely as a custodian for the benefit of others to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The financial statements are followed by sections of required supplementary information and other supplementary information that further explain and support the information in the financial statements.

A comparative analysis of the government-wide financial statements for 2019 and 2018 is also presented.

### **Government-wide financial statements**

The government-wide financial statements report information about the Township as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the Township's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the Township's net position and how it has changed. Net position (the difference between the Township's assets and deferred outflows of resources, and liabilities and deferred inflows of resources) is one way to measure the Township's financial health, or position.

- Over time, increases or decreases in the Township's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the Township, you need to consider additional nonfinancial factors, such as changes in the Township's property tax base and the condition of the Township's capital assets.

The government-wide financial statements are divided into three categories:

- *Governmental activities* - Most of the Township's basic services are included here, such as police protection, fire protection, and general government. Property taxes and state revenue sharing finance most of these activities.
- *Business-type activities* - The Township charges fees to customers to help it cover the costs of certain services it provides. The Township's sewer system is reported here.
- *Component units* - The Township includes other entities in its report - the Downtown Development Authority and Brownfield Redevelopment Authority. Although legally separate, these "component units" are important because the Township is financially accountable for them.

### **Fund financial statements**

The fund financial statements provide more detailed information about the Township's most significant funds - not the Township as a whole. Funds are accounting devices that the Township uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and bond agreements.
- The Township Board establishes other funds to show that it is properly using certain taxes and other restricted revenues (like property taxes for the Fire and Police funds).

The Township has three kinds of funds:

- *Governmental funds.* Most of the Township's basic services are included in governmental funds, which focus on (1) how cash, and other financial assets that can be readily converted to cash, flows in and out, and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information that explains the relationship between them.
- *Proprietary funds.* Services for which the Township charges customers a fee are generally reported in proprietary funds. Proprietary funds statements, like the government-wide statements, provide both long-term and short-term financial information. The Township's enterprise fund is the same as its business-type activity but provides more detail and additional information, such as cash flows.
- *Fiduciary funds.* These funds are used to account for the collection and disbursement of resources, primarily property taxes, for the benefit of parties outside the Township. The Township is responsible for ensuring that the assets reported in the fiduciary funds are used for their intended purposes. The Township's fiduciary balances and activities are reported in the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position. We exclude these activities from the Township's government-wide financial statements because the Township cannot use these assets to finance its operations.

**FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE**

**Net position**

The total net position at the end of the fiscal year was \$56,309,900. Of this total, \$44,939,617 represents a net investment in capital assets and \$3,329,906 is restricted for various purposes. Consequently, unrestricted net position was \$8,040,377 or 14 percent of the total.

*Condensed financial information  
Net position*

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Totals</i>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Current and other assets	\$ 17,358,518	\$ 15,521,867	\$ 11,703,145	\$ 13,496,027	\$ 29,061,663	\$ 29,017,894
Capital assets	<u>21,588,927</u>	<u>20,381,011</u>	<u>47,773,949</u>	<u>47,266,353</u>	<u>69,362,876</u>	<u>67,647,364</u>
Total assets	<u>38,947,445</u>	<u>35,902,878</u>	<u>59,477,094</u>	<u>60,762,380</u>	<u>98,424,539</u>	<u>96,665,258</u>
Deferred outflows of resources	<u>5,146,070</u>	<u>6,372,679</u>	<u>2,029,557</u>	<u>2,514,078</u>	<u>7,175,627</u>	<u>8,886,757</u>
Long-term debt	<u>6,050,943</u>	<u>6,209,869</u>	<u>21,689,407</u>	<u>23,596,284</u>	<u>27,740,350</u>	<u>29,806,153</u>
Current and other liabilities	<u>8,406,349</u>	<u>8,644,362</u>	<u>3,971,109</u>	<u>3,932,615</u>	<u>12,377,458</u>	<u>12,576,977</u>
Total liabilities	<u>14,457,292</u>	<u>14,854,231</u>	<u>25,660,516</u>	<u>27,528,899</u>	<u>40,117,808</u>	<u>42,383,130</u>
Deferred inflows of resources	<u>8,463,672</u>	<u>8,744,739</u>	<u>708,786</u>	<u>796,577</u>	<u>9,172,458</u>	<u>9,541,316</u>
Net position:						
Net investment in capital assets	<u>15,824,947</u>	<u>14,460,337</u>	<u>29,114,670</u>	<u>29,727,353</u>	<u>44,939,617</u>	<u>44,187,690</u>
Restricted	<u>1,184,719</u>	<u>204,972</u>	<u>2,145,187</u>	<u>1,808,589</u>	<u>3,329,906</u>	<u>2,013,561</u>
Unrestricted	<u>4,162,885</u>	<u>4,011,278</u>	<u>3,877,492</u>	<u>3,415,040</u>	<u>8,040,377</u>	<u>7,426,318</u>
Total net position	<u>\$ 21,172,551</u>	<u>\$ 18,676,587</u>	<u>\$ 35,137,349</u>	<u>\$ 34,950,982</u>	<u>\$ 56,309,900</u>	<u>\$ 53,627,569</u>

**Changes in net position**

The Township's total revenues for the current fiscal year were \$23,209,998, which is \$4,883,154 higher than the prior year. In the current year, approximately 42 percent of the Township's revenues come from charges for services, primarily sewer charges, and about 28 percent come from property taxes. State shared revenue represented 10 percent of total revenues in the current year.

The total cost of the Township's programs, covering a wide range of services, totaled \$20,527,667. Approximately 35 percent of the Township's expenses relates to the provision of sewer services. General government and public safety expenses account for 19 and 17 percent of the Township's total expenses, respectively.

Condensed financial information  
Changes in net position

	Governmental activities		Business-type activities		Totals	
	2019	2018	2019	2018	2019	2018
Program revenues:						
Charges for services	\$ 2,664,089	\$ 2,614,664	\$ 7,141,328	\$ 6,829,061	\$ 9,805,417	\$ 9,443,725
Grants and contributions:						
Operating grants	1,099,828	99,969	36,057	37,850	1,135,885	137,819
Capital grants	2,215,073	36,012	-	94,859	2,215,073	130,871
General revenues:						
Property taxes	6,408,325	5,113,918	-	-	6,408,325	5,113,918
Local community stabilization	172,494	-	-	-	172,494	-
State shared revenue	2,377,698	2,297,785	-	-	2,377,698	2,297,785
Unrestricted investment return	156,111	96,858	227,369	113,640	383,480	210,498
Miscellaneous	711,626	992,228	-	-	711,626	992,228
Total revenues	<u>15,805,244</u>	<u>11,251,434</u>	<u>7,404,754</u>	<u>7,075,410</u>	<u>23,209,998</u>	<u>18,326,844</u>
Expenses:						
General government	3,816,653	2,998,745	-	-	3,816,653	2,998,745
Public safety	3,479,908	3,397,236	-	-	3,479,908	3,397,236
Public works	1,291,788	945,177	-	-	1,291,788	945,177
Health and welfare	2,266,980	2,141,638	-	-	2,266,980	2,141,638
Community and economic development	674,303	786,421	-	-	674,303	786,421
Recreation and culture	1,584,285	1,396,472	-	-	1,584,285	1,396,472
Interest	195,363	150,933	-	-	195,363	150,933
Sewer	-	-	7,218,387	7,203,346	7,218,387	7,203,346
Total expenses	<u>13,309,280</u>	<u>11,816,622</u>	<u>7,218,387</u>	<u>7,203,346</u>	<u>20,527,667</u>	<u>19,019,968</u>
Changes in net position	<u>\$ 2,495,964</u>	<u>\$ (565,188)</u>	<u>\$ 186,367</u>	<u>\$ (127,936)</u>	<u>\$ 2,682,331</u>	<u>\$ (693,124)</u>
Net position, end of year	<u>\$ 21,172,551</u>	<u>\$ 18,676,587</u>	<u>\$ 35,137,349</u>	<u>\$ 34,950,982</u>	<u>\$ 56,309,900</u>	<u>\$ 53,627,569</u>

**Governmental activities**

Governmental activities increased the Township's net position by \$2,495,964, in the current year, compared to a \$565,188 decrease in the prior year. Net position increased in the current year as revenues increased by \$4,553,810, while expenses only increased by \$1,492,658.

Revenues increased due to a \$2,179,061 increase in capital grants and contributions, related to the recognition of intergovernmental and private contributions for significant projects in the Township, and property taxes increased by \$1,294,407, due to new millages related to parks and recreation and fire equipment. Total expenses increased, primarily due to a \$817,908 increase in general governmental expenses, primarily related changes in the OPEB liability and related deferred inflows and outflows.

The total cost of governmental activities this year was \$13,309,280. After subtracting the direct charges to those who directly benefited from the programs (\$2,664,089), and operating grants and contributions (\$1,099,828), and capital grants and contributions (\$2,215,073), the "public benefit" portion covered by property taxes, state revenue sharing, and other general revenues was \$7,330,290.

**Business-type activities**

Business-type activities increased the Township's net position by \$186,367 in the current year compared to a \$127,936 decrease in the prior year. Net position increased as charges for services increased by \$312,267 due to increases in rates and customer usage.

**FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS**

**Governmental funds**

At the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$9,566,787, an increase of \$1,759,830 in comparison with the prior year. Of the total fund balances, \$7,277,411 (71 percent) constitutes unassigned fund balance, which is available for spending at the Township's discretion. The remainder of the fund balance is either nonspendable (\$606,600), restricted to indicate that it is not available for new spending (\$1,184,719), committed for specific purposes (\$483,838), or assigned (\$534,903).

The General Fund is the primary operating fund of the Township. At the end of the fiscal year, its fund balance was \$8,818,443. Revenues (\$9,786,322) exceeded expenditures (\$5,173,928) and transfers out (\$3,066,529) to the fire, police and parks funds. Fund balance increased by \$1,545,865 during the current year.

The Fire Fund experienced an increase in fund balance of \$1,563, as the fund's revenues (\$1,273,234) and transfers in (\$1,242,628) from the General Fund exceeded expenditures (\$2,514,299) in the current year. The fund balance at the end of the fiscal year was \$40,172, which is nonspendable at year end.

The Police Fund experienced an increase in fund balance of \$3,000, as the fund's revenues (\$1,201,766) and transfers in (1,583,660) from the General Fund exceeded expenditures (\$2,782,426) in the current year. The fund balance at the end of the fiscal year was \$3,000, which is nonspendable at year end.

**Proprietary funds**

The Sewer Fund experienced an increase in net position of \$186,367 in the current year, primarily because user fees have been set so the fund is covering its costs. Total net position is \$35,137,349 at year end, of which \$6,878,342 is unrestricted.

**General Fund budgetary highlights**

The Township amended its revenue budget to increase total revenues by \$910,830, primarily to increase intergovernmental revenues related to advances for the Holt Mason trail project and for increased state shared revenue distributions. The Township also amended its appropriations during the current year so that budgeted expenditures decreased by \$602,100 to reflect changes that occurred over the course of the year. The most significant amendments decreased public works expenditures by \$390,280 related to the delay of road projects during the year.

Total revenues were \$222,722 more than budgeted, as almost every revenue category was comparable to budgeted amounts. Expenditures were \$409,762 less than the amounts appropriated, as costs were lower than appropriations in almost every function. Net other financing uses were \$148,931 less than budgeted. These variances resulted in a net \$781,415 positive budget variance due to a \$1,545,865 increase in fund balance compared to a budgeted increase of \$764,450.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital assets**

The Township's investment in capital assets for its governmental and business-type activities as of December 31, 2019, amounts to \$69,362,876, net of accumulated depreciation. Governmental capital assets amount to \$21,588,927 and business-type capital assets totaled \$47,773,949. These investments include a broad range of assets, including land, buildings, equipment, streets, and sewer and water facilities. The net increase in the Township's net investment in capital assets for the current fiscal year was \$1,715,512 as additions (\$5,474,337) exceeded depreciation (\$3,758,825).

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Total</i>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Land	\$ 3,333,974	\$ 2,516,047	\$ 1,116,405	\$ 1,046,626	\$ 4,450,379	\$ 3,562,673
Easements	93,973	62,361	15,955	15,955	109,928	78,316
Infrastructure	-	-	28,975,327	27,938,895	28,975,327	27,938,895
Flowage rights	3,168,008	3,318,191	-	-	3,168,008	3,318,191
Buildings and improvements	6,705,270	7,050,587	12,458,340	13,592,064	19,163,610	20,642,651
Land improvements	7,601,655	6,601,394	209,487	246,558	7,811,142	6,847,952
Machinery and equipment	332,617	416,274	1,789,518	565,972	2,122,135	982,246
Furniture and office equipment	12,166	20,121	5,746	9,790	17,912	29,911
Computer equipment and programs	25,480	31,470	5,893	11,092	31,373	42,562
Vehicles	270,431	364,566	432,269	518,283	702,700	882,849
Construction in progress	45,353	-	2,765,009	3,321,118	2,810,362	3,321,118
Totals	<b>\$ 21,588,927</b>	<b>\$ 20,381,011</b>	<b>\$ 47,773,949</b>	<b>\$ 47,266,353</b>	<b>\$ 69,362,876</b>	<b>\$ 67,647,364</b>

Major capital asset events during the current fiscal year included the following:

- Improvements to Esker Landing amounted to \$2,215,072
- Holt to Mason trail construction, which was in progress at year end, began with costs of \$45,353
- Sewer system improvements totaled \$3,113,812, of which \$1,814,804 was in progress at year end
- Land was purchased for sewer system use for \$69,799

More detailed information about the Township's capital assets is presented in Note 5 of the notes to the basic financial statements.

**Debt**

At the end of the fiscal year, the Township had total long-term debt outstanding, in the amount of \$27,740,350, which represents a net decrease of \$2,065,803. Debt was issued, in the amount of \$414,375, to fund drain improvements, and principal payments, in the amount of \$2,480,178, were made in a timely manner.

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Total</i>	
	<i>2019</i>	<i>2018</i>	<i>2019</i>	<i>2018</i>	<i>2019</i>	<i>2018</i>
General obligation	\$ 814,785	\$ 982,217	\$ 9,538,061	\$ 10,418,785	\$ 10,352,846	\$ 11,401,002
Revenue bonds	-	-	10,745,000	11,620,000	10,745,000	11,620,000
Other long-term debt	5,236,158	5,227,652	1,406,346	1,557,499	6,642,504	6,785,151
Totals	\$ 6,050,943	\$ 6,209,869	\$ 21,689,407	\$ 23,596,284	\$ 27,740,350	\$ 29,806,153

Other long-term debt of the governmental activities, totaling \$454,133, represents accrued compensated absences. The Township's governmental and business-type activities also recognized a net OPEB liability, associated with its defined benefit OPEB plan, in the amount of \$10,112,414.

More detailed information about the Township's long-term liabilities is presented in Note 8 of the notes to the basic financial statements.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The following factors were considered in preparing the Township's budget for the 2020 fiscal year:

- The emphasis on reducing costs while providing quality services to our citizens continued to be a major consideration in the 2020 budget development.
- Contain health care costs by continuation of the Township's high deductible health plan while encouraging employee contributions into their HSAs.
- Continue to pursue grant opportunities for capital purchases and infrastructure investments.
- Continue to assess staffing needs whenever a vacancy occurs, while continuing to cross train staff for organizational effectiveness and efficiency.

During the current fiscal year, total fund balance in the General Fund increased by \$1,545,865. The Township has projected expenditures to exceed revenues in 2020 by \$526,590. Our goal is to maintain a fund balance averaging six months of operating expenditures.

COVID-19 has created uncertainties that are likely to negatively impact our operations and financial condition. While it is difficult to estimate the financial impact of COVID-19, we expect certain revenues to decline. Because economic activity has weakened, state shared revenue and code inspection fees are expected to decrease, and interest revenue will be reduced due to lower interest rates.

**CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the resources it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to:

Township managers office  
Charter Township of Delhi  
2074 Aurelius Road  
Holt, MI 48842

Phone: (517) 694-2135

## **BASIC FINANCIAL STATEMENTS**

## STATEMENT OF NET POSITION

December 31, 2019

	Primary government			Component units	
	Governmental activities	Business-type activity	Totals	Downtown Development Authority	Brownfield Redevelopment Authority
<b>ASSETS</b>					
Current assets:					
Cash	\$ 6,044,244	\$ 2,178,054	\$ 8,222,298	\$ 4,752,676	\$ 481,664
Investments	5,404,566	1,630,218	7,034,784	1,204,417	-
Receivables	4,563,995	1,683,676	6,247,671	878,246	7,578
Prepaid expenses	85,916	129,926	215,842	227	-
Total current assets	<u>16,098,721</u>	<u>5,621,874</u>	<u>21,720,595</u>	<u>6,835,566</u>	<u>489,242</u>
Noncurrent assets:					
Restricted cash	739,113	1,796,005	2,535,118	403,556	-
Restricted investments	-	4,285,266	4,285,266	382,292	-
Due from component unit	520,684	-	520,684	-	-
Capital assets not being depreciated	3,473,300	3,897,369	7,370,669	2,397,878	-
Capital assets being depreciated, net	18,115,627	43,876,580	61,992,207	2,719,190	-
Total noncurrent assets	<u>22,848,724</u>	<u>53,855,220</u>	<u>76,703,944</u>	<u>5,902,916</u>	<u>-</u>
Total assets	<u>38,947,445</u>	<u>59,477,094</u>	<u>98,424,539</u>	<u>12,738,482</u>	<u>489,242</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred amount on bond refunding, net	2,497	29,278	31,775	173,108	-
Deferred amounts - net OPEB liability	5,143,573	2,000,279	7,143,852	-	-
Total deferred outflows of resources	<u>5,146,070</u>	<u>2,029,557</u>	<u>7,175,627</u>	<u>173,108</u>	<u>-</u>
<b>LIABILITIES</b>					
Current liabilities:					
Payables	237,800	1,139,633	1,377,433	2,487,904	9,688
Unearned revenue	433,478	-	433,478	-	-
Bonds and notes payable due within one year	578,028	1,952,974	2,531,002	784,840	-
Total current liabilities	<u>1,249,306</u>	<u>3,092,607</u>	<u>4,341,913</u>	<u>3,272,744</u>	<u>9,688</u>
Noncurrent liabilities:					
Due to primary government	-	-	-	520,684	-
Compensated absences	454,133	-	454,133	-	-
Net other postemployment benefits liability	7,280,938	2,831,476	10,112,414	-	-
Bonds and notes payable	5,472,915	19,736,433	25,209,348	11,240,631	-
Total noncurrent liabilities	<u>13,207,986</u>	<u>22,567,909</u>	<u>35,775,895</u>	<u>11,761,315</u>	<u>-</u>
Total liabilities	<u>14,457,292</u>	<u>25,660,516</u>	<u>40,117,808</u>	<u>15,034,059</u>	<u>9,688</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - property taxes	6,641,080	-	6,641,080	1,390,095	289,515
Deferred amounts - net OPEB liability	1,822,592	708,786	2,531,378	-	-
Total deferred inflows of resources	<u>8,463,672</u>	<u>708,786</u>	<u>9,172,458</u>	<u>1,390,095</u>	<u>289,515</u>
<b>NET POSITION</b>					
Net investment in capital assets	15,824,947	29,114,670	44,939,617	(6,331,737)	-
Restricted:					
Public safety (code inspections)	214,934	-	214,934	-	-
Building department	230,672	-	230,672	-	-
Capital projects	739,113	-	739,113	785,848	-
Replacement	-	1,633,383	1,633,383	-	-
Debt service	-	511,804	511,804	-	-
Unrestricted	4,162,885	3,877,492	8,040,377	2,033,325	190,039
Total net position (deficit)	<u>\$ 21,172,551</u>	<u>\$ 35,137,349</u>	<u>\$ 56,309,900</u>	<u>\$ (3,512,564)</u>	<u>\$ 190,039</u>

See notes to financial statements

Charter Township of Delhi  
**STATEMENT OF ACTIVITIES**  
Year ended December 31, 2019

Functions /Programs	Program revenues				Net (expenses) revenues 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 activity	Totals	Downtown Development Authority	Brownfield Redevelopment Authority
<b>Primary government:</b>									
Governmental activities:									
General government	\$ 3,816,653	\$ 967,081	\$ -	\$ -	\$ (2,849,572)		\$ (2,849,572)		
Public safety	3,479,908	494,845	4,007	-	(2,981,056)		(2,981,056)		
Public works	1,291,788	49,938	467,937	-	(773,913)		(773,913)		
Health and welfare	2,266,980	908,300	-	-	(1,358,680)		(1,358,680)		
Community and economic development	674,303	186,537	614,630	-	126,864		126,864		
Recreation and culture	1,584,285	57,388	13,254	2,215,073	701,430		701,430		
Interest on long-term debt	195,363	-	-	-	(195,363)		(195,363)		
Total governmental activities	13,309,280	2,664,089	1,099,828	2,215,073	(7,330,290)		(7,330,290)		
Business-type activity - Sewer	7,218,387	7,141,328	36,057	-		\$ (41,002)	(41,002)		
Total primary government	\$ 20,527,667	\$ 9,805,417	\$ 1,135,885	\$ 2,215,073	\$ (7,330,290)	\$ (41,002)	\$ (7,371,292)		
<b>Component units:</b>									
Downtown Development Authority	\$ 4,033,165	\$ 9,998	\$ 782,000	\$ -			\$ (3,241,167)	\$ -	
Brownfield Redevelopment Authority	340,970	-	55,129	-			-	(285,841)	
Total component units	\$ 4,374,135	\$ 9,998	\$ 837,129	\$ -			(3,241,167)	(285,841)	
General revenues:									
Property taxes:									
Operating					2,962,468	-	2,962,468	1,853,598	252,115
Fire					1,147,772	-	1,147,772	-	-
Police					1,147,771	-	1,147,771	-	-
Parks and recreation					766,881	-	766,881	-	-
Fire equipment					383,433	-	383,433	-	-
Local community stabilization revenue					172,494	-	172,494	-	-
State shared revenue					2,377,698	-	2,377,698	-	-
Unrestricted investment return					156,111	227,369	383,480	53,415	-
Franchise fees					509,280	-	509,280	-	-
Other					202,346	-	202,346	56,854	-
Total general revenues					9,826,254	227,369	10,053,623	1,963,867	252,115
Changes in net position					2,495,964	186,367	2,682,331	(1,277,300)	(33,726)
Net position (deficit) - beginning					18,676,587	34,950,982	53,627,569	(2,235,264)	223,765
Net position (deficit) - ending					\$ 21,172,551	\$ 35,137,349	\$ 56,309,900	\$ (3,512,564)	\$ 190,039

See notes to financial statements

Charter Township of Delhi

**BALANCE SHEET - governmental funds**

December 31, 2019

	General	Special revenue		Nonmajor funds	Total governmental funds
		Fire	Police		
<b>ASSETS</b>					
Cash	\$ 3,436,506	\$ 754,422	\$ 701,354	\$ 1,151,962	\$ 6,044,244
Restricted cash - capital projects	739,113	-	-	-	739,113
Investments	5,189,216	-	-	215,350	5,404,566
Taxes receivable	1,770,786	497,979	497,979	499,295	3,266,039
Accounts receivable	774,046	7,234	2,477	53,000	836,757
Special assessments receivable	227,589	-	-	233,610	461,199
Due from component unit	520,684	-	-	-	520,684
Prepaid expenditures	34,657	40,172	3,000	8,087	85,916
Total assets	<u>\$ 12,692,597</u>	<u>\$ 1,299,807</u>	<u>\$ 1,204,810</u>	<u>\$ 2,161,304</u>	<u>\$ 17,358,518</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 86,289	\$ 7,123	\$ 3,465	\$ 9,702	\$ 106,579
Accrued liabilities	49,046	54,167	-	11,351	114,564
Unearned rental fees	79,170	-	-	-	79,170
Unearned assessment revenue	354,308	-	-	-	354,308
Total liabilities	<u>568,813</u>	<u>61,290</u>	<u>3,465</u>	<u>21,053</u>	<u>654,621</u>
Deferred inflows of resources:					
Unavailable property taxes	3,042,921	1,198,345	1,198,345	1,201,469	6,641,080
Unavailable ambulance fees	34,831	-	-	-	34,831
Unavailable special assessments	227,589	-	-	233,610	461,199
Total deferred inflows of resources	<u>3,305,341</u>	<u>1,198,345</u>	<u>1,198,345</u>	<u>1,435,079</u>	<u>7,137,110</u>
Fund balances:					
Nonspendable:					
Prepays	34,657	40,172	3,000	8,087	85,916
Restricted for:					
Public safety	-	-	-	214,934	214,934
Building department	230,672	-	-	-	230,672
Holt to Mason trail	454,647	-	-	-	454,647
Sycamore trail	284,466	-	-	-	284,466
Committed for:					
Water improvements	-	-	-	322,411	322,411
Debt service	-	-	-	98,857	98,857
Disaster contingency	10,000	-	-	-	10,000
Assigned for:					
Recreation and culture	-	-	-	8,313	8,313
Subsequent year expenditures	526,590	-	-	52,570	579,160
Unassigned	7,277,411	-	-	-	7,277,411
Total fund balances	<u>8,818,443</u>	<u>40,172</u>	<u>3,000</u>	<u>705,172</u>	<u>9,566,787</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 12,692,597</u>	<u>\$ 1,299,807</u>	<u>\$ 1,204,810</u>	<u>\$ 2,161,304</u>	<u>\$ 17,358,518</u>

See notes to financial statements

**BALANCE SHEET - governmental funds (Continued)**

December 31, 2019

Reconciliation of the balance sheet to the statement of net position:

Total fund balance - total governmental funds (page 16)	\$ 9,566,787
Amounts reported for <i>governmental activities</i> in the statement of net position (page 14) are different because:	
Capital assets used in <i>governmental activities</i> are not financial resources and, therefore, are not reported in the funds.	21,588,927
Certain receivables are not available to pay for the current period's expenditures and, therefore, are deferred inflows of resources in the funds.	496,030
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Compensated absences	(454,133)
Bonds and notes payable	(6,050,943)
Deferred outflows of resources - bond refunding	2,497
Net other postemployment benefits liability	(7,280,938)
Deferred outflows of resources - Net other postemployment benefits liability	5,143,573
Deferred inflows of resources - Net other postemployment benefits liability	(1,822,592)
Interest payable, related to bonds and notes payable, is not due and payable in the current period and, therefore, is not reported in the funds.	<u>(16,657)</u>
Net position of <i>governmental activities</i>	<u>\$ 21,172,551</u>

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND

## BALANCES - governmental funds

Year ended December 31, 2019

	General	Special revenue		Nonmajor funds	Total governmental funds
		Fire	Police		
<b>REVENUES</b>					
Property taxes	\$ 3,439,268	\$ 1,147,772	\$ 1,147,771	\$ 1,150,314	\$ 6,885,125
Licenses and permits	977,045	-	-	-	977,045
Federal grants	64,101	-	-	-	64,101
State grants	2,517,508	22,478	22,478	-	2,562,464
Intergovernmental - local	627,884	-	-	-	627,884
Charges for services	1,504,911	32,435	-	107,326	1,644,672
Fines and forfeitures	27,113	-	31,517	-	58,630
Investment return and rentals	141,916	-	-	14,195	156,111
Other	486,576	70,549	-	91,928	649,053
Total revenues	<u>9,786,322</u>	<u>1,273,234</u>	<u>1,201,766</u>	<u>1,363,763</u>	<u>13,625,085</u>
<b>EXPENDITURES</b>					
Current:					
General government	2,290,969	-	-	-	2,290,969
Public safety	-	348,328	2,782,426	46,490	3,177,244
Public works	676,420	-	-	5,457	681,877
Community and economic development	686,346	-	-	-	686,346
Health and welfare	-	2,165,971	-	101,009	2,266,980
Recreation and culture	-	-	-	1,111,688	1,111,688
Other	792,496	-	-	-	792,496
Capital outlay	45,353	-	-	28,500	73,853
Debt service:					
Principal	485,868	-	-	87,433	573,301
Interest	196,476	-	-	14,025	210,501
Total expenditures	<u>5,173,928</u>	<u>2,514,299</u>	<u>2,782,426</u>	<u>1,394,602</u>	<u>11,865,255</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>4,612,394</u>	<u>(1,241,065)</u>	<u>(1,580,660)</u>	<u>(30,839)</u>	<u>1,759,830</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	1,242,628	1,583,660	240,241	3,066,529
Transfers out	(3,066,529)	-	-	-	(3,066,529)
Net other financing sources (uses)	<u>(3,066,529)</u>	<u>1,242,628</u>	<u>1,583,660</u>	<u>240,241</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	1,545,865	1,563	3,000	209,402	1,759,830
<b>FUND BALANCES - BEGINNING</b>	<u>7,272,578</u>	<u>38,609</u>	<u>-</u>	<u>495,770</u>	<u>7,806,957</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 8,818,443</u>	<u>\$ 40,172</u>	<u>\$ 3,000</u>	<u>\$ 705,172</u>	<u>\$ 9,566,787</u>

See notes to financial statements

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**

**BALANCES - governmental funds (Continued)**

Year ended December 31, 2019

Reconciliation of the statement of revenues, expenditures, and changes in fund balances to the statement of activities:

Net change in fund balance - total governmental funds (page 18)	\$ 1,759,830
Amounts reported for <i>governmental activities</i> in the statement of activities (page 15) are different because:	
Capital assets:	
Add - capital asset acquisitions	2,290,747
Deduct - provision for depreciation	(1,082,831)
Long-term debt:	
Add - principal payments	573,301
Deduct - bond proceeds	(414,375)
Changes in other liabilities:	
Net increase in compensated absences	(40,516)
Net decrease in interest payable	15,970
Net decrease in other postemployment benefit liability	424,299
Changes in deferred outflows of resources and deferred inflows of resources:	
Decrease in deferred inflows of resources - unavailable revenue	(29,601)
Decrease in deferred outflows of resources - bond refunding	(832)
Net decrease in deferred outflows of resources - other postemployment benefit liability	(1,225,777)
Net increase in deferred inflows of resources - other postemployment benefit liability	<u>225,749</u>
Change in net position of <i>governmental activities</i>	<u>\$ 2,495,964</u>

	<u>Business-type activities</u>
	<u>Enterprise fund</u>
	<u>Sewer</u>
<b>ASSETS</b>	
Current assets:	
Cash	\$ 2,178,054
Investments	1,630,218
Accounts receivable	1,279,692
Special assessment receivable	403,984
Prepays	129,926
Restricted cash - capital projects	<u>3,820,851</u>
Total current assets	<u>9,442,725</u>
Noncurrent assets:	
Restricted cash:	
Debt service	627,037
Replacement cash	1,168,968
Replacement investments	464,415
Capital assets not being depreciated	3,897,369
Capital assets being depreciated, net	<u>43,876,580</u>
Total noncurrent assets	<u>50,034,369</u>
Total assets	<u>59,477,094</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred amounts - net other postemployment liability	2,000,279
Deferred amount on bond refunding, net	<u>29,278</u>
Total deferred outflows of resources	<u>2,029,557</u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	791,366
Accrued liabilities	168,447
Interest payable	115,233
Customer deposits	64,587
Bonds and notes payable due within one year	<u>1,952,974</u>
Total current liabilities	<u>3,092,607</u>
Noncurrent liabilities:	
Net other postemployment benefits liability	2,831,476
Bonds payable	<u>19,736,433</u>
Total noncurrent liabilities	<u>22,567,909</u>
Total liabilities	<u>25,660,516</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred amounts - net other postemployment liability	<u>708,786</u>
<b>NET POSITION</b>	
Net investment in capital assets	29,114,670
Restricted for:	
Debt service	511,804
Replacement	1,633,383
Unrestricted	<u>3,877,492</u>
Total net position	<u>\$ 35,137,349</u>

See notes to financial statements

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - proprietary fund**

Year ended December 31, 2019

	<i><b>Business-type activities</b></i>
	<i><b>Enterprise fund</b></i>
	<i><b>Sewer</b></i>
<b>OPERATING REVENUES</b>	
Charges for services:	
Utility charges	\$ 6,794,482
Permits and fees	154,805
Other operating revenue	<u>192,041</u>
Total operating revenues	<u>7,141,328</u>
<b>OPERATING EXPENSES</b>	
Cost of sales and services	3,973,654
Depreciation	<u>2,675,994</u>
Total operating expenses	<u>6,649,648</u>
<b>OPERATING INCOME</b>	<u>491,680</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest and rents	227,369
Intergovernmental	36,057
Interest expense	<u>(568,739)</u>
Net nonoperating expenses	<u>(305,313)</u>
<b>CHANGES IN NET POSITION</b>	186,367
<b>NET POSITION - BEGINNING</b>	<u>34,950,982</u>
<b>NET POSITION - ENDING</b>	<u><u>\$ 35,137,349</u></u>

See notes to financial statements

**STATEMENT OF CASH FLOWS - proprietary fund**

Year ended December 31, 2019

	<u>Business-type activities</u>
	<u>Enterprise fund</u>
	<u>Sewer</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 7,093,117
Payments to vendors and suppliers	(2,919,222)
Payments to employees	(1,094,190)
	<hr/>
Net cash provided by (used in) operating activities	3,079,705
	<hr/>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Decrease in due to component unit	(135,437)
	<hr/>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Collection of special assessments	67,277
Intergovernmental contributions	36,057
Acquisition of capital assets	(2,524,732)
Decrease in payables	(165,173)
Principal payments on capital debt	(1,905,197)
Interest payments on capital debt	(572,657)
	<hr/>
Net cash provided by (used in) capital and related financing activities	(5,064,425)
	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Sale of investments	205,551
Interest received	227,369
	<hr/>
Net cash provided by (used in) investing activities	432,920
	<hr/>
<b>NET CHANGE IN CASH</b>	(1,687,237)
	<hr/>
<b>CASH - BEGINNING</b>	
(including \$7,118,941 in restricted accounts)	9,482,147
	<hr/>
<b>CASH - ENDING</b>	
(including \$5,616,856 in restricted accounts)	\$ 7,794,910
	<hr/> <hr/>

**STATEMENT OF CASH FLOWS - proprietary fund (Continued)**

Year ended December 31, 2019

	<u>Business-type activities</u>
	<u>Enterprise fund</u>
	<u>Sewer</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>	
Operating income (loss)	\$ 491,680
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation	2,675,994
(Increase) decrease in:	
Receivables	(56,601)
Prepays	(110,582)
Deferred outflows - net other postemployment liability	476,690
Increase (decrease) in:	
Payables	(147,638)
Accrued liabilities	(5,432)
Customer deposits	8,390
Net other postemployment benefits liability	(165,005)
Deferred inflows - net other postemployment liability	<u>(87,791)</u>
Net cash provided by (used in) operating activities	<u>\$ 3,079,705</u>
<b>Schedule of noncash capital and related financing activities:</b>	
Acquisition of capital assets:	
Increase in capital assets	\$ 3,183,590
Less increase in payables	<u>(658,858)</u>
Cash used to acquire capital assets	<u>\$ 2,524,732</u>

**STATEMENT OF FIDUCIARY NET POSITION - fiduciary funds**

December 31, 2019

	<i>Other</i> <u>Postemployment</u> <u>Benefit Trust</u>	<u>Cemetery</u> <u>Trust</u>	<u>Custodial</u>
<b>ASSETS</b>			
Cash	\$ -	\$ 69,689	\$ 12,808,648
Investments	4,993,964		-
Interest receivable	-	2,244	-
Taxes receivable for other governments	-	-	287,652
	<u>4,993,964</u>	<u>71,933</u>	<u>13,096,300</u>
<b>LIABILITIES</b>			
Accounts payable	-	299	3,695
Due to other governmental units	-	-	13,079,859
	<u>-</u>	<u>299</u>	<u>13,083,554</u>
<b>NET POSITION</b>			
Restricted for:			
Postemployment benefits	4,993,964	-	-
Cemetery private-purpose trust	-	71,634	-
Individuals and other governments	-	-	12,746
	<u>-</u>	<u>-</u>	<u>12,746</u>
Total net position	<u>\$ 4,993,964</u>	<u>\$ 71,634</u>	<u>\$ 12,746</u>

See notes to financial statements

**STATEMENT OF CHANGES IN FIDUCIARY NET POSTION - fiduciary funds**

Year ended December 31, 2019

	<i>Other Postemployment Benefit Trust</i>	<i>Cemetery Trust</i>	<i>Custodial</i>
<b>ADDITIONS</b>			
Property taxes collected for other governments	\$ -	\$ -	\$ 43,996,921
Delinquent personal taxes collected for other governments	-	-	259,308
Collection of fire escrow deposits	-	-	38,256
Investment income	452,887	-	-
Contributions to OPEB trust	<u>816,858</u>	-	-
Total additions	<u>1,269,745</u>	-	<u>44,294,485</u>
<b>DEDUCTIONS</b>			
Property taxes distributed to other governments	-	-	43,996,921
Delinquent personal property taxes distributed to other governments	-	-	259,308
Payment of fire escrows	-	-	25,510
Distributions to trust administrator	1,918	-	-
Distributions individuals	<u>191,496</u>	-	-
Total deductions	<u>193,414</u>	-	<u>44,281,739</u>
<b>NET CHANGE IN FIDUCIARY NET POSITION</b>	1,076,331	-	12,746
<b>NET POSITION - BEGINNING</b>	<u>3,917,633</u>	-	-
<b>NET POSTION - ENDING</b>	<u>\$ 4,993,964</u>	<u>\$ -</u>	<u>\$ 12,746</u>

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the Charter Township of Delhi, Michigan (the Township), conform to accounting principles generally accepted in the United States of America (hereinafter referred to as generally accepted accounting principles) as applicable to governmental units. The following is a summary of the more significant accounting policies.

*Reporting entity:*

As required by generally accepted accounting principles, these financial statements present the Township (the primary government), located in Ingham County, and its component units described below, for which the Township is financially accountable. The discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the primary government. The authorities are fiscally dependent on the Township because the Township Board appoints their governing bodies, approves their budgets, and their debt remains the responsibility of the Township. The Township is also obligated to provide some of its tax revenues to the authorities, through tax increment financing, which represents a financial burden on the Township. Separate financial statements for the component units have not been issued, as management believes that these financial statements, including disclosures, contain complete information so as to constitute a fair presentation of the component units.

*Discretely presented component units:*

*The Downtown Development Authority* - The Downtown Development Authority of the Charter Township of Delhi is organized pursuant to Township Ordinance No. 80 and Act 197 of the Public Acts of 1975 of the State of Michigan, as amended. The primary purpose of the Authority is to provide for the ongoing maintenance, promotion, security, and continued operation of the downtown district. A tax increment financing district was established to finance these activities.

*Brownfield Redevelopment Authority* - The Brownfield Redevelopment Authority of the Charter Township of Delhi is organized pursuant to Section 8 of the State of Michigan's Brownfield Redevelopment Financing Act (Public Act 381 of 1996, as amended by Public Act 145 of 2000 and Public Act 502 of 2012). The primary purpose of the Authority is to clean up environmentally challenged properties in the Township and prepare them for desirable and productive re-uses. Financing for these activities consists primarily of property taxes.

*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 Township. The effect of interfund activity has been removed from these statements. Governmental activities, normally 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*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 funds 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 revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds 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 if they are collected within the current period, or soon enough thereafter, to pay liabilities of the current period. For this purpose, the Township generally considers revenues to be available if they are expected to be 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, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

State grants, licenses and permits, charges for services, 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 assessment receivables 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 Township.

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. It accounts for all financial resources of the Township, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Fire Fund, a special revenue fund, was established to provide for the safety of the citizens of the Township by reducing the impact of community emergencies through education, prevention, and service. Revenues are derived primarily from property taxes.

The Police Fund, a special revenue fund, was established to provide for the safety and welfare of the residents of the Township through a contract with the Ingham County Sheriff's Office. Revenues are derived primarily from property taxes.

The Township reports the following major proprietary fund:

The Sewer Fund accounts for the activities of the Township's sewage disposal and sewage treatment systems that are financed primarily by user charges for those services.

Additionally, the Township reports the following fund types:

Special revenue funds - The special revenue funds account for revenue sources that are legally restricted for specific purpose (not including expendable trusts or major capital projects). The Township's nonmajor special revenue funds are the water improvement fund, the parks and recreation fund and the fire and EMS equipment fund.

Debt service fund - The debt service fund accounts for the debt related to the River Pointe special assessment district.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Measurement focus, basis of accounting, and financial statement presentation (continued):*

The Township also reports fiduciary funds, which account for assets held by the Township in a fiduciary capacity for other governments and individuals.

The Other Postemployment Benefit Trust Fund accounts for resources accumulated for health benefit payments to qualified retirees.

The private purpose trust fund accounts for principal received, and the related interest, of the cemetery.

The Township currently reports two custodial funds (Tax Collection and Custodial funds). These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 relate to charges to customers for sales and services. Operating expenses for proprietary 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, deferred outflows of resources, liabilities, deferred inflows of resources, and equity:*

*Cash and investments* - Cash is considered to be cash on hand, demand deposits, time deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments are reported at fair value, with changes in value recognized in the operating statement of each fund. Realized and unrealized gains and losses are included in investment income. Pooled investment income is allocated proportionately to all funds.

*Receivables* - Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "due 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." No allowance for uncollectible accounts has been recorded, as the Township considers all receivables to be fully collectible.

*Prepays* - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in the government-wide and fund financial statements.

*Restricted assets* - Certain bond proceeds, and resources set aside for their repayment, are classified as restricted assets because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

*Capital assets* - Capital assets, which include property, equipment, and infrastructure assets (e.g., sewer system), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, other than infrastructure, are defined by the Township as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value as of the date received. Governments can elect to account for infrastructure assets either retroactively to June 15, 1980, or prospectively. The Township has elected to account for infrastructure assets prospectively, beginning January 1, 2004.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and equity (continued):*

Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings	40 years
Building improvements	20 years
Land improvements	15 years
Machinery and equipment	5 - 10 years
Computer equipment	3 - 10 years
Furniture and office equipment	10 years
Vehicles	5 - 7 years
Sewer systems	40 years

*Deferred outflows of resources* - The statement of net position and the proprietary funds statement of net position include a separate section for deferred outflows of resources. This separate financial statement element reflects a decrease in net position that applies to a future period. The related expense will not be recognized until a future event occurs. The Township has two items that are included in this category: a deferred amount arising from the refunding of bonds in a previous year and deferred amounts relating to the OPEB plan. The deferred refunding amount is being amortized over the remaining life of the refunding bonds as part of interest expense. The deferred amounts relating to the pension plan are discussed in Note 10. No deferred outflows of resources affect the governmental funds financial statements.

*Compensated absences* - It is the Township’s policy to permit employees to accumulate earned but unused sick and vacation pay benefits. A liability for unpaid accumulated vacation and sick leave has been recorded for the portion due to employees upon separation from service with the Township. Vested compensated absences are accrued when earned in the government-wide and proprietary funds financial statements. A liability for these amounts is reported in governmental funds only for employee terminations as of year end.

*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 Plan and additions to/deductions from the Plan’s fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

*Deferred inflows of resources* - The statement of net position and the governmental funds balance sheet include a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in equity that applies to a future period. The related revenues will not be recognized until a future event occurs. The Township has two types of items that are included in this category: unavailable revenues and deferred amounts relating to the OPEB Plan. The unavailable revenues, in the governmental funds, relate to property taxes, ambulance fees, rental fees, and special assessments, which were unavailable at year end, and will be recognized when received in the subsequent year. The unavailable revenues, related to property taxes, are also reported in the statement of net position. Those revenues, which were levied to finance the following period’s budget, will be recognized in the year that they were intended to finance. The deferred amounts relating to the OPEB Plan are discussed in Note 10.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position or equity (continued):*

*Net position* - Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. The Township reports three categories of net position, as follows: (1) *Net investment in capital assets* consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets, and increases by balances of deferred outflows of resources related to those assets; (2) *Restricted net position* is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external organizations, such as federal or state laws or buyers of the Township's debt. Restricted net position is reduced by liabilities related to the restricted assets; (3) *Unrestricted net position* consists of all other net position that does not meet the definition of the above components and is available for general use by the Township.

*Net position flow assumption* - Sometimes, the Township will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary funds financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

*Fund equity* - Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are not in spendable form. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws and regulations of other governments. Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Township Board (the Township's highest level of decision-making authority). A formal resolution of the Township Board is required to establish, modify, or rescind a fund balance commitment. The Township reports assigned fund balance for amounts that are constrained by the Township's intent to be used for specific purposes but are neither restricted nor committed. Unassigned fund balance is the residual classification for the General Fund. When the Township incurs an expenditure for purposes for which various fund balance classifications can be used, it is the Township's policy to use restricted fund balance first, followed by committed fund balance, then assigned fund balance, and, finally, unassigned fund balance.

*Property tax revenue recognition* - Property taxes are levied each December 1 (lien date) on the taxable valuation of property as of the preceding December 31. Property taxes are considered delinquent on March 1 of the following year, at which time interest and penalties are assessed. Although the Township's 2018 ad valorem taxes were levied on December 1, 2018, it is the Township's policy to recognize revenue from that tax levy in the current year, when the proceeds are budgeted and made available for the financing of operations. Property taxes levied for the ensuing year's revenue are included in taxes receivable and deferred inflow of resources.

*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 and liabilities 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. Accordingly, actual results could differ from those estimates.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

*Budgetary information* - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the Township's general and special revenue funds. The budget document presents information by fund, function, department, and line-item. The legal level of budgetary control adopted by the governing body is the activity level. All annual appropriations lapse at the end of the fiscal year. There were no reportable budget variances during the year.

**NOTE 3 - CASH AND INVESTMENTS**

At December 31, 2019, cash and investments are classified in the accompanying financial statements as follows:

	<u>Primary government</u>	<u>Component units</u>	<u>Fiduciary activities</u>	<u>Totals</u>
Cash	\$ 8,222,298	\$ 5,234,340	\$ 12,878,337	\$ 26,334,975
Investments	7,034,784	1,204,417	4,993,964	13,233,165
Restricted cash	2,535,118	403,556	-	2,938,674
Restricted investments	4,285,266	382,292	-	4,667,558
<b>Totals</b>	<b><u>\$ 22,077,466</u></b>	<b><u>\$ 7,224,605</u></b>	<b><u>\$ 17,872,301</u></b>	<b><u>\$ 47,174,372</u></b>

At December 31, 2019, cash and investments consist of the following:

Cash on hand	\$ 2,575
Deposits with financial institutions	29,271,074
Investments	<u>17,900,723</u>
<b>Total</b>	<b><u>\$ 47,174,372</u></b>

*Deposits* - Michigan Compiled Laws, Section 129.91 (Public Act 20 of 1943, as amended) and the Township’s investment policy authorize the Township to make deposits in the accounts of federally-insured banks, credit unions, and savings and loan associations that have an office in Michigan. The Township’s deposits are in accordance with statutory authority.

Custodial credit risk for deposits is the risk that, in the event of the failure of a financial institution, the Township will not be able to recover its deposits. The Township’s investment policy does not specifically address custodial credit risk for deposits. As of December 31, 2019, \$29,512,796 of the Township’s bank balances of \$31,425,131 was exposed to custodial credit risk because it was uninsured and uncollateralized. The Township maintains individual and pooled bank accounts for all of its funds and its component units. Due to the use of pooled deposits, it is not practicable to allocate insured and uninsured portions of certain bank balances between the primary government and the component units.

*Restricted cash* - As a condition of specific debt issues, the Township is required to maintain certain separate cash and investment reserves. At December 31, 2019, all required reserves have been adequately funded.

*Investments* - State statutes and the Township’s investment policy authorize the Township to invest in a) obligations of the U.S. Treasury, agencies, and instrumentalities; b) commercial paper rated within the two highest rate classifications, which mature not more than 270 days after the date of purchase; c) repurchase agreements, collateralized by U.S. governmental securities; d) bankers’ acceptances; and e) mutual funds composed of otherwise legal investments. The Township’s investments are as follows:

NOTE 3 - CASH AND INVESTMENTS (Continued)

<u>Investment</u>	<u>Fair value</u>	<u>Maturity</u>	<u>Rating</u>	<u>Source</u>	<u>%</u>
U.S. government agency securities:					
Federal Home Loan Mortgage Corp	\$ 109,869	2021	AA+	S&P	0.6%
Certificates of deposit:					
Wells Fargo	988,062	2023	N/A	S&P	5.5%
JP Morgan	105,139	2023	N/A	S&P	0.6%
Flagstar	214,415	2020	N/A	S&P	1.2%
Dart	250,000	2020	N/A	S&P	1.4%
OPEB Trust	4,993,964	N/A	N/A	N/A	27.9%
MI CLASS Pool	<u>11,239,274</u>	N/A	AAAm	S&P	62.8%
	<u>\$17,900,723</u>				100.0%

Fair value measurement - The Township categorizes its fair value measurements of investments 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 assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

All of the Township’s investments, other than the MI CLASS Pool, are valued using observable fair values of similar assets (Level 2).

*Investments in entities that calculate net asset value per share* - The Township holds shares in an investment pool where the fair value of the investment is measured on a recurring basis using net asset value per share of the investment pool as a practical expedient. At December 31, 2019, the fair value, unfunded commitments, and redemption rules of those investments is as follows:

<u>MI CLASS</u>	
Fair value at December 31, 2019	\$ 11,239,274
Unfunded commitments	none
Redemption frequency	n/a
Notice period	none

The MI 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 treasury agencies), and approved money market funds. The program is designed to meet the needs of Michigan public sector investors. The pool 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.

The Township’s investments are subject to several types of risk, which are discussed below:

*Custodial credit risk* - Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, the Township will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. State law does not require, and the Township’s investment policy does not contain, requirements that would limit the exposure to custodial credit risk for investments. At year end, all of the U.S. government agency investments were uninsured and unregistered and held by the same broker-dealer (counterparty) that purchased the securities for the Township.

**NOTE 3 - CASH AND INVESTMENTS (Continued)**

*Credit risk* - Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This risk is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Township’s investment policy does not contain requirements that would limit the exposure to credit risk for investments. The credit quality ratings of the Township’s investments are identified above.

*Concentration of credit risk* - Concentration of credit risk is the risk of loss attributed to the magnitude of the Township’s investment in a single issuer. State law and the Township’s investment policy place no limitations on the amount that can be invested in any one issuer. The MI CLASS Pool is the only investment that exceeds 5% of the Township’s total investments.

*Interest rate risk* - Interest rate risk is the risk that the value of an investment will decrease as a result of an increase in market interest rates. Generally, longer investment maturities generate more sensitivity to changes in an investment’s fair value due to changes in market interest rates. The Township’s investment policy has no specific limitations with respect to maturities of investments. The maturities of the Township’s investments are identified above.

*OPEB investments* - The Charter Township of Delhi’s Other Postemployment Benefit Trust Fund (the “trust fund” or the “System”) investments are maintained separately from the Township’s pooled cash and investments and are subject to separate investment policies and state statutes. Accordingly, the required disclosure for the System’s deposits and investments are presented separately.

**NOTE 4 - RECEIVABLES**

Receivables as of December 31, 2019, for the Township’s individual major funds, nonmajor funds in the aggregate, and component units, all of which are due within one year and are considered fully collectible, were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Special assessments</u>	<u>Ambulance</u>	<u>Taxes</u>	<u>Totals</u>
Primary government:					
Governmental:					
General	\$ 657,501	\$ 227,589	\$ 116,545	\$ 1,770,786	\$ 2,772,421
Fire	7,234	-	-	497,979	505,213
Police	2,477	-	-	497,979	500,456
Nonmajor	<u>53,000</u>	<u>233,610</u>	<u>-</u>	<u>499,295</u>	<u>785,905</u>
Total governmental	<u>\$ 720,212</u>	<u>\$ 461,199</u>	<u>\$ 116,545</u>	<u>\$ 3,266,039</u>	<u>\$ 4,563,995</u>
Proprietary:					
Enterprise - Sewer	<u>\$ 1,279,692</u>	<u>\$ 403,984</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,683,676</u>
Downtown Development Authority	<u>\$ 300,327</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 577,919</u>	<u>\$ 878,246</u>
Brownfield Redevelopment	<u>\$ 7,578</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,578</u>

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019, was as follows:

	<i>Beginning balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending balance</i>
Primary government:				
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,484,435	\$ 849,539	\$ -	\$ 3,333,974
Monuments	31,612	-	-	31,612
Easements	62,361	-	-	62,361
Construction in progress	-	45,353	-	45,353
Total capital assets not being depreciated, net	<u>2,578,408</u>	<u>894,892</u>	<u>-</u>	<u>3,473,300</u>
Capital assets being depreciated:				
Buildings and improvements	11,271,688	-	-	11,271,688
Land improvements	9,506,968	1,365,534	-	10,872,502
Machinery and equipment	1,660,187	22,821	(23,051)	1,659,957
Furniture and office equipment	525,269	-	-	525,269
Flowage rights	4,241,358	-	-	4,241,358
Computer equipment and programs	204,723	7,500	-	212,223
Vehicles	2,631,473	-	(76,845)	2,554,628
Subtotal	<u>30,041,666</u>	<u>1,395,855</u>	<u>(99,896)</u>	<u>31,337,625</u>
Less accumulated depreciation for:				
Buildings and improvements	(4,221,101)	(345,317)	-	(4,566,418)
Land improvements	(2,905,574)	(365,273)	-	(3,270,847)
Machinery and equipment	(1,243,913)	(106,478)	23,051	(1,327,340)
Furniture and office equipment	(505,148)	(7,955)	-	(513,103)
Flowage rights	(923,167)	(150,183)	-	(1,073,350)
Computer equipment and programs	(173,253)	(13,490)	-	(186,743)
Vehicles	(2,266,907)	(94,135)	76,845	(2,284,197)
Subtotal	<u>(12,239,063)</u>	<u>(1,082,831)</u>	<u>99,896</u>	<u>(13,221,998)</u>
Total capital assets being depreciated, net	<u>17,802,603</u>	<u>313,024</u>	<u>-</u>	<u>18,115,627</u>
Governmental activities capital assets, net	<u>\$ 20,381,011</u>	<u>\$ 1,207,916</u>	<u>\$ -</u>	<u>\$ 21,588,927</u>

**NOTE 5 - CAPITAL ASSETS (Continued)**

Depreciation expense was charged to the Township's governmental functions as follows:

Governmental activities:	
General government	\$ 338,283
Public safety	115,476
Public works	150,183
Community and economic development	4,365
Recreation and culture	<u>474,524</u>
 Total governmental activities	 <u>\$ 1,082,831</u>

NOTE 5 - CAPITAL ASSETS (Continued)

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Primary government:				
Business-type activity:				
Capital assets not being depreciated:				
Land	\$ 1,046,626	\$ 69,779	\$ -	\$ 1,116,405
Easements	15,955	-	-	15,955
Construction in progress	<u>3,321,118</u>	<u>1,814,803</u>	<u>(2,370,912)</u>	<u>2,765,009</u>
Total capital assets not being depreciated, net	<u>4,383,699</u>	<u>1,884,582</u>	<u>(2,370,912)</u>	<u>3,897,369</u>
Capital assets being depreciated:				
Sewage disposal plant and equipment	32,228,515	-	-	32,228,515
Sewer mains	51,537,316	2,282,957	(2,563)	53,817,710
Outfall lines	1,141,390	-	-	1,141,390
Land Improvements	556,061	-	-	556,061
Furniture and office equipment	115,029	-	-	115,029
Computer equipment	308,306	-	-	308,306
Vehicles	1,110,460	-	-	1,110,460
Machinery and equipment	1,289,904	1,386,963	(7,719)	2,669,148
Buildings	243,950	-	-	243,950
Maintenance facility	<u>1,430,686</u>	<u>-</u>	<u>-</u>	<u>1,430,686</u>
Subtotal	<u>89,961,617</u>	<u>3,669,920</u>	<u>(10,282)</u>	<u>93,621,255</u>
Less accumulated depreciation for:				
Sewage disposal plant and equipment	(19,699,579)	(1,083,960)	-	(20,783,539)
Sewer mains	(24,183,896)	(1,222,687)	2,563	(25,404,020)
Outfall lines	(555,915)	(23,838)	-	(579,753)
Land Improvements	(309,503)	(37,071)	-	(346,574)
Furniture and office equipment	(105,239)	(4,044)	-	(109,283)
Computer equipment	(297,214)	(5,199)	-	(302,413)
Vehicles	(592,177)	(86,014)	-	(678,191)
Machinery and equipment	(723,932)	(163,417)	7,719	(879,630)
Buildings	(3,455)	(13,821)	-	(17,276)
Maintenance facility	<u>(608,053)</u>	<u>(35,943)</u>	<u>-</u>	<u>(643,996)</u>
Subtotal	<u>(47,078,963)</u>	<u>(2,675,994)</u>	<u>10,282</u>	<u>(49,744,675)</u>
Total capital assets being depreciated, net	<u>42,882,654</u>	<u>993,926</u>	<u>-</u>	<u>43,876,580</u>
Business-type activity capital assets, net	<u>\$ 47,266,353</u>	<u>\$ 2,878,508</u>	<u>\$ (2,370,912)</u>	<u>\$ 47,773,949</u>

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 5 - CAPITAL ASSETS (Continued)**

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Component unit:				
Downtown development Authority:				
Capital assets not being depreciated:				
Land	\$ 3,444,779	\$ -	\$ (1,046,901)	\$ 2,397,878
Construction in progress	<u>117,864</u>	<u>-</u>	<u>(117,864)</u>	<u>-</u>
Total capital assets not being depreciated, net	<u>3,562,643</u>	<u>-</u>	<u>(1,164,765)</u>	<u>2,397,878</u>
Capital assets being depreciated:				
Buildings	474,144	16,992	-	491,136
Land improvements	6,110,931	14,201	(16,340)	6,108,792
Infrastructure	1,294,495	-	-	1,294,495
Machinery and equipment	107,009	-	-	107,009
Furniture and equipment	<u>20,479</u>	<u>-</u>	<u>-</u>	<u>20,479</u>
Subtotal	<u>8,007,058</u>	<u>31,193</u>	<u>(16,340)</u>	<u>8,021,911</u>
Less accumulated depreciation for:				
Buildings	(23,577)	(14,594)	-	(38,171)
Land improvements	(3,580,178)	(315,794)	15,284	(3,880,688)
Infrastructure	(1,294,495)	-	-	(1,294,495)
Machinery and equipment	(78,572)	(5,437)	-	(84,009)
Furniture and equipment	<u>(2,747)</u>	<u>(2,611)</u>	<u>-</u>	<u>(5,358)</u>
Subtotal	<u>(4,979,569)</u>	<u>(338,436)</u>	<u>15,284</u>	<u>(5,302,721)</u>
Total capital assets being depreciated, net	<u>3,027,489</u>	<u>(307,243)</u>	<u>(1,056)</u>	<u>2,719,190</u>
Component unit capital assets, net	<u>\$ 6,590,132</u>	<u>\$ (307,243)</u>	<u>\$ (1,165,821)</u>	<u>\$ 5,117,068</u>

**NOTE 6 - INTERFUND TRANSFERS**

For the year ended December 31, 2019, interfund transfers consisted of the following:

<u>Fund</u>	<u>Transfers in</u>	<u>Fund</u>	<u>Transfers out</u>
Fire	\$ 1,242,628		
Police	1,583,660		
Parks	<u>240,241</u>	General	<u>\$ 3,066,529</u>
Total	<u>\$ 3,066,529</u>	Total	<u>\$ 3,066,529</u>

Transfers are used to move unrestricted General Fund revenues to finance various programs that the Township uses to account for in other funds in accordance with budgetary authorizations.

**NOTE 7 - BALANCES WITH COMPONENT UNIT**

The Downtown Development Authority, a component unit of the Township, owes the Township’s General Fund \$520,684, which represents 60% of the DDA tax capture which is distributed to the Township after settlement each year, per the Tax Sharing Agreement of 2015, which runs from 2016-2035.

**NOTE 8 - LONG-TERM LIABILITIES**

At December 31, 2019, long-term liabilities are comprised of the following:

Primary government:

Governmental activities:

Bonds:

\$414,585 2016 Refunding bonds for the purpose of refunding the 2011 LTGO Bonds.

The Township issued bonds totaling \$2,490,000 of which 16.65% (\$414,585) was for water improvements (governmental activities) and 83.35% (\$2,075,415) was for sanitary sewer (business-type activity). The bonds are due in annual installments of \$67,433 to \$73,260 through 2022, interest at 1.65%.

\$ 214,785

\$1,200,000 2013 General obligation bonds to finance Township cost of constructing a portion of a non-motorized pathway/trail, due in annual installments of \$100,000 to \$125,000 through 2024, interest at 2.09%. The DDA has pledged its revenue to the Township for the principal and interest payments.

600,000

Total general obligation bonds

814,785

\$348,000 Special assessment bonds, due in annual installments of \$8,000 to \$25,000 through 2032, at interest of 2.84%.

320,000

The Township is assessed for drains at large by Ingham County. The assessment covers the Township's share of installation and flowage rights for drains. Payments due through 2038 at an imputed interest rate of 4%.

2,713,119

The Township entered into an installment purchase agreement related to the energy improvement project; 64% allocated to governmental activities and 36% to the business-type activity. Payments due through 2031, interest at 3.24%

2,198,400

The Township entered into a capital lease agreement for financing the acquisition of a copier valued at \$9,480. Payments due through 2019 at an interest rate of 11.317%.

-

The Township entered into a capital lease agreement for financing the acquisition of telephones valued at \$16,126. Payments due through 2020 at an interest rate of 2.48%.

4,639

Total long-term obligations

6,050,943

Compensated absences

454,133

Total governmental activities long-term debt

\$ 6,505,076

**NOTE 8 - LONG-TERM LIABILITIES (Continued)**

Primary government:

Business-type activities:

Bonds:

\$1,585,000 2014 Refunding bonds (Sanitary Sewer general obligation bonds) for the purpose of refunding 2003 Sanitary sewer general obligation bonds, due in annual installments of \$150,000 to \$180,000 through 2024, interest at 2.35%. \$ 850,000

\$2,075,415 2016 Refunding bonds for the purpose of refunding the 2011 LTGO Bonds. The Township issued bonds totaling \$2,490,000 of which 16.65% (\$414,585) was for water improvements (governmental activities) and 83.35% (\$2,075,415) was for sanitary sewer (business-type activity). The bonds are due in annual installments of \$337,568 to \$366,740 through 2022, interest at 1.65%. 1,075,215

\$501,002 2016 Refunding bonds for the purpose of refunding the 2008 DDA GO Bonds. The Township issued bonds totaling \$5,000,000 of which 10.02% (\$501,002) was for sanitary sewer (business-type activity) and 89.98% (\$4,498,998) was for downtown development (DDA component unit). The bonds are due in annual installments of \$78,156 to \$89,178 through 2024, interest at 1.6%. 422,846

\$7,500,000 2018 Sanitary sewer GO bonds, for the purpose of acquiring, constructing and installing improvements to the sanitary sewer system, as well as rehabilitation, repair and replacement of the Township's publicly-owned treatment works, due in annual installments of \$155,000 to \$525,000 through 2037, interest at 3% -3.5%. 7,190,000

Subtotal 9,538,061

Bond premium 30,237

Total bonds 9,568,298

\$9,850,000 2007 Sanitary sewer revenue bonds - payable in annual installments ranging from \$485,000 to \$570,000, plus interest at 1.625%; final payment due 2028. 4,825,000

\$8,400,000 2010 Sanitary sewer revenue bonds - payable in annual installments ranging from \$370,000 to \$525,000, plus interest at 2.5%; final payment due 2032. 5,920,000

Total State revolving loan fund revenue bonds 10,745,000

The Township entered into an installment purchase agreement related to the energy improvement project, 64% allocated to governmental activities and 36% to the sanitary sewer (business-type). Payments due through 2031, interest at 3.24%. 1,236,600

The Township entered into a capital lease agreement for financing the acquisition of a vector valued at \$202,986. Payments due through 2021 at an interest rate of 2.84%. 137,210

The Township entered into a capital lease agreement for financing the acquisition of telephones valued at \$8,058. Payments due through 2020 at an interest rate of 2.48%. 2,299

Total business-type activities long-term debt \$ 21,689,407

**NOTE 8 - LONG-TERM LIABILITIES (Continued)**

Component unit:

Downtown Development Authority:

Bonds:

\$4,498,998 2016 Refunding bonds for the purpose of refunding the 2008 DDA GO Bonds.

The Township issued bonds totaling \$5,000,000 of which 10.02% (\$501,002) was for sanitary sewer (business-type activity) and 89.98% (\$4,498,998) was for downtown development (DDA component unit). The bonds are due in annual installments of \$78,156 to \$89,178 through 2024, interest at 1.6%.

\$ 3,797,154

\$1,500,000 2016 DDA general obligation bonds - payable in annual installments ranging from \$65,000 to \$105,000, plus interest at 1.22% to 3.85%; final payment due 2035.

1,305,000

\$6,750,000 2017 DDA Downtown Development bonds, due in annual installments of \$595,000 to \$615,000 through 2035. interest at 3% to 3.5%. The bonds were issued at a premium for total proceeds of \$6,944,981.

6,750,000

Subtotal

11,852,154

Bond premium

173,317

Total component unit long-term debt

\$ 12,025,471

**NOTE 8 - LONG-TERM LIABILITIES (Continued)**

Long-term liability activity for the year ended December 31, 2019, was as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Amounts due within one year</u>
Primary government:					
Governmental activities:					
Direct borrowing:					
Capital lease - copier	\$ 206	\$ -	\$ (206)	\$ -	\$ -
Capital lease - telephone	10,043	-	(5,404)	4,639	4,639
Installment purchase agreement	2,342,400	-	(144,000)	2,198,400	147,200
Drain assessment payable	2,535,003	414,375	(236,259)	2,713,119	236,259
Special assessment debt	340,000	-	(20,000)	320,000	20,000
2013 Trail bonds	700,000	-	(100,000)	600,000	100,000
2016 Refunded bonds	<u>282,217</u>	<u>-</u>	<u>(67,432)</u>	<u>214,785</u>	<u>69,930</u>
Total direct borrowing	6,209,869	414,375	(573,301)	6,050,943	578,028
Compensated absences	<u>413,617</u>	<u>387,643</u>	<u>(347,127)</u>	<u>454,133</u>	<u>-</u>
Total governmental activities	<u>\$ 6,623,486</u>	<u>\$ 802,018</u>	<u>\$ (920,428)</u>	<u>\$ 6,505,076</u>	<u>\$ 578,028</u>
Business-type activity:					
Direct borrowing:					
Capital lease - telephone	\$ 4,996	\$ -	\$ (2,697)	\$ 2,299	\$ 2,299
Installment purchase agreement - energy	1,317,600	-	(81,000)	1,236,600	82,800
Installment purchase agreement - vactor	202,987	-	(65,777)	137,210	67,645
2007 SRF	5,320,000	-	(495,000)	4,825,000	505,000
2010 SRF	6,300,000	-	(380,000)	5,920,000	390,000
2014 Refunded bonds	1,005,000	-	(155,000)	850,000	160,000
2016 Refunded bonds	<u>1,412,782</u>	<u>-</u>	<u>(337,567)</u>	<u>1,075,215</u>	<u>350,070</u>
Total direct borrowing	<u>15,563,365</u>	<u>-</u>	<u>(1,517,041)</u>	<u>14,046,324</u>	<u>1,557,814</u>
Other borrowing:					
2008 DDA bonds	501,002	-	(78,156)	422,846	80,160
2018 GO bonds	<u>7,500,000</u>	<u>-</u>	<u>(310,000)</u>	<u>7,190,000</u>	<u>315,000</u>
Total other borrowings	<u>8,001,002</u>	<u>-</u>	<u>(388,156)</u>	<u>7,612,846</u>	<u>395,160</u>
Bond premium	<u>31,917</u>	<u>-</u>	<u>(1,680)</u>	<u>30,237</u>	<u>-</u>
Total business-type activity	<u>\$23,596,284</u>	<u>\$ -</u>	<u>\$ (1,906,877)</u>	<u>\$21,689,407</u>	<u>\$ 1,952,974</u>

All debt is secured by the full faith and credit of the Township.

**NOTE 8 - LONG-TERM LIABILITIES (Continued)**

Long-term liability activity for the year ended December 31, 2019, was as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Amounts due within one year</u>
Component unit:					
Downtown Development Authority:					
Other Borrowing:					
2016 Refunded bonds	\$ 4,498,998	\$ -	\$ (701,844)	\$ 3,797,154	\$ 719,840
2016 DDA GO bonds	1,370,000	-	(65,000)	1,305,000	65,000
2017 DDA Development bonds	<u>6,750,000</u>	<u>-</u>	<u>-</u>	<u>6,750,000</u>	<u>-</u>
Total bonds	12,618,998	-	(766,844)	11,852,154	784,840
Bond premium	<u>184,149</u>	<u>-</u>	<u>(10,832)</u>	<u>173,317</u>	<u>-</u>
Total component unit	<u>\$12,803,147</u>	<u>\$ -</u>	<u>\$ (777,676)</u>	<u>\$12,025,471</u>	<u>\$ 784,840</u>

At December 31, 2019, debt service requirements, with the exception of compensated absences, are as follows:

<u>Year ended December 31:</u>	<u>Governmental activities</u>		<u>Business-type activities</u>	
	<u>Direct borrowing</u>		<u>Direct borrowing</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ 578,029	\$ 201,166	\$ 1,557,814	\$ 301,356
2021	611,454	182,986	1,589,370	269,051
2022	619,519	164,048	1,556,740	236,013
2023	540,507	144,875	1,213,600	204,167
2024	533,368	127,289	1,242,200	177,807
2025 - 2029	2,100,014	405,830	5,100,000	525,955
2030 - 2034	1,001,165	85,168	1,786,600	70,447
2035 - 2039	<u>66,887</u>	<u>4,374</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 6,050,943</u>	<u>\$ 1,315,736</u>	<u>\$ 14,046,324</u>	<u>\$ 1,784,796</u>

  

<u>Year ended December 31:</u>	<u>Business-type activities</u>		<u>Component unit</u>	
	<u>Other borrowing</u>		<u>Other borrowing</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ 395,160	\$ 228,766	\$ 784,840	\$ 314,004
2021	401,663	217,958	803,337	301,460
2022	414,669	206,976	830,331	288,340
2023	422,175	195,722	852,825	274,789
2024	434,179	184,202	870,821	260,633
2025 - 2029	1,855,000	753,000	3,420,000	1,029,277
2030 - 2034	2,175,000	452,731	3,570,000	489,070
2035 - 2039	<u>1,515,000</u>	<u>92,763</u>	<u>720,000</u>	<u>25,567</u>
Totals	<u>\$ 7,612,846</u>	<u>\$ 2,332,118</u>	<u>\$ 11,852,154</u>	<u>\$ 2,983,140</u>

**NOTE 9 - DEFINED CONTRIBUTION PENSION PLAN**

The Township provides pension benefits for all of its full-time employees through a defined contribution plan called the Defined Contribution Pension Plan for Governmental Employees. The plan is administered by an outside party. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

Employees are eligible to participate upon completion of three months of service. The Township contributes an amount equal to 10% of the employee's base annual compensation, plus the Township can match up to 2.50% of the employee's contribution. For the year ended December 31, 2019, the Township made required contributions of \$467,490 which includes \$3,820 of 457 contributions.

The Township's contribution for each employee (and interest attributable to these contributions) is fully vested after two years of service. Township contributions and attributable interest forfeited by employees who leave employment prior to full vesting are used to reduce the Township's current period contribution requirements.

The Township is not a trustee of the defined contribution pension plan, nor is the Township responsible for investment management of the pension plan assets. Accordingly, plan assets, and changes therein, are not reported in these financial statements.

**NOTE 10 - DEFERRED COMPENSATION PLAN**

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code, Section 457. The assets of the plan were held in trust (custodial accounts), as described in IRC Section 457(g) for the exclusive benefit of the participants (employees) and their beneficiaries. The custodian thereof, for the exclusive benefit of the participants, holds the custodial accounts for the beneficiaries of this Section 457 plan and the assets may not be diverted to any other use. The administrators are agents of the employer for purposes of providing direction to the custodian of the custodial account from time to time for the investment of the funds held in the account, transfer of assets to or from the account, and all other matters. In accordance with the provisions of GASB Statement No. 32, plan balances and activities are not reflected in the Township's financial statements.

**NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS**

*Plan description:*

The Plan provides other postemployment benefits (OPEB) for all of its full-time employees through a single-employer defined benefit plan. The purpose of the Plan is to provide health and life insurance benefits to all employees who were hired prior to January 1, 2010 and retire from the Township with a minimum ten years of service, and life insurance benefits to all employees who were hired after January 1, 2010, and retire from the Township with a minimum ten years of service, based on the schedule of shared participation rates. The Plan is maintained as a trust fund in the Charter Township of Delhi's fiduciary fund financial statements. The Township Board has the authority to establish and amend benefit provisions.

*Benefits provided:*

The Plan is to provide health care and life insurance benefits to retirees. As noted in the plan description, employees hired before January 1, 2010, that have ten years or more of service are eligible for both health care and life insurance. Employees hired after January 1, 2010, who have ten years or more of service are eligible for life insurance benefits only. Benefits are provided through a third-party insurer and the cost of benefits is determined by the schedule of shared participation rates, where the Plan covers the Township portion, and the member is liable for the remainder.

**NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS (Continued)**

*Employees covered by benefit terms:*

At the December 31, 2019, measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	17
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>61</u>
 Total	 <u><u>78</u></u>

*Contributions:*

The contribution requirements of plan members and the Township are established and may be amended by the Township Board. Retirees receiving benefits contribute to the cost of the premiums based on the number of years of service. The Township’s share of costs related to health insurance benefits ranges from 75% to 100% of the monthly premiums, based on years of service. The Township will provide 100% of life insurance. The Township is also required to contribute at a rate that is based on an actuarial valuation that is prepared in accordance within certain parameters, in addition to a pay-as-you-go basis for retiree health care cost. The current rate is 7.2% of annual covered payroll. The Township contributed \$816,858 for their portion of the shared costs of retiree premiums.

*Net OPEB liability:*

The Township’s net OPEB liability reported at December 31, 2019, was determined by an actuarial valuation of the total OPEB liability and the OPEB plan net position as of September 30, 2019, rolled forward to the measurement date of December 31, 2019.

*Actuarial assumptions:*

The total OPEB liability was determined by an actuarial valuation as of September 30, 2019, rolled forward to December 31, 2019, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation		Included in the investment rate of return
Salary increases	3.50%	Average, including inflation
Investment rate of return	3.81%	net of OPEB plan investment expenses, including inflation
Healthcare cost trend rates		Pre 65 - 8.5% graded 0.25% to 4.5% per annum Medicare eligible - 7.0% graded 0.25% to 4.5% per annum

The mortality rate for the fire personnel was the Public Safety 2010 Employee and Healthy Retiree, headcount weighted. The rate for all other employees was the Public General 2010 Employee and Healthy Retiree, headcount weighted.

**NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS (Continued)**

*Investment policy:*

The Plan’s policy in regard to the allocation of invested assets is established and may be amended by the Plan’s board by a majority vote of its members. It is the policy of the Plan’s board to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The Plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board’s adopted asset allocation policy as of December 31, 2019:

<i>Asset class</i>	<i>Target allocation</i>	<i>Long-term expected real rate of return</i>
Fixed income	11.00%	2.99%
Large Cap	28.00%	10.03%
Mid Cap	1.60%	10.50%
Small Cap	0.60%	11.27%
International stock	6.80%	5.21%
Cash	52.00%	0.16%

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each 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. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of December 31, 2019 are summarized in the table above.

*Rate of return:*

For the year ended December 31, 2019, the annual money-weighted rate of return on investments, net of investment expense was (2.8%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Discount rate:*

The discount rate used to measure the total OPEB liability was 3.81%. The projections of cash flows used to determine the discount rate assumed that the Township will continue to make recommended contributions until fully funded. Based on this assumption, the retirement plan’s fiduciary net position was projected to be sufficient to make all projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that benefit payments were not projected to be covered by the projected assets (the “depletion date”), the projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated.

*Annual OPEB cost:*

For the year ended December 31, 2019, the Township has estimated the cost of providing retiree health care benefits through an actuarial valuation as of September 30, 2019, rolled forward to the measurement date of December 31, 2019. The valuation computes an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 24 years. Based on that valuation, the Township contributed \$816,858 for the year ended December 31, 2019, which represents 27.92% of the annual required contribution. The value of the Plan’s assets at the end of December 31, 2019, was \$4,993,964.

**NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS (Continued)**

Changes in net OPEB liability:

	<i>Increase (decrease)</i>		
	<i>Total OPEB liability</i>	<i>Plan fiduciary net position</i>	<i>Net OPEB liability</i>
	<i>(a)</i>	<i>(b)</i>	<i>(a) - (b)</i>
Balances at December 31, 2018	\$ 14,619,351	\$ 3,917,633	\$ 10,701,718
Changes for the year:			
Service cost	293,178	-	293,178
Interest	564,519	-	564,519
Difference between expected and actual experience	(90,252)	-	(90,252)
Change in actuarial assumptions	(88,922)	-	(88,922)
Contributions to OPEB trust	-	625,362	(625,362)
Contributions paid from General Fund	-	191,496	(191,496)
Net investment income	-	452,887	(452,887)
Benefit payments, including refunds	(191,496)	(191,496)	-
Administrative expenses	-	(1,918)	1,918
Net changes	487,027	1,076,331	(589,304)
Balances at December 31, 2019	\$ 15,106,378	\$ 4,993,964	\$ 10,112,414

*Sensitivity of the Net OPEB Liability to changes in the discount rate:*

The following schedule presents the net OPEB liability of the Township, as well as what the Township's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.81%) or 1-percentage-point higher (4.81%):

<u>Discount rate</u>	<u>1% Decrease</u>	<u>Current Rate</u>	<u>1% Increase</u>
Township's net OPEB liability	\$ 12,901,426	\$ 10,112,414	\$ 7,910,478

*Sensitivity of the Net OPEB liability to changes in the healthcare trend rates:*

The following schedule presents the net OPEB liability of the Township, as well as what the Township's net OPEB liability would be if it were calculated using a healthcare cost trend rates that is 1-percentage-point lower (7.5%) or 1-percentage-point higher (9.5%):

<u>Health care trend rate</u>	<u>1% Decrease</u>	<u>Current Rate</u>	<u>1% Increase</u>
Township's net OPEB liability	\$ 7,615,169	\$ 10,112,414	\$ 13,330,363

**NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS (Continued)**

*OPEB expense, deferred outflows of resources, and deferred inflows of resources related to OPEB:*

For the year ended December 31, 2019, the Township recognized OPEB expense of \$1,616,481. At December 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Source</u>	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Experience (gains)/losses	\$ -	\$ 2,456,954
Change in assumptions	7,137,671	74,424
Investment earnings (gains)/losses	<u>6,181</u>	<u>-</u>
	<u>\$ 7,143,852</u>	<u>\$ 2,531,378</u>

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

<u>Year ended</u>	<u>Amount recognized</u>
2020	\$ 918,020
2021	918,020
2022	918,022
2023	838,167
2024	896,512
Thereafter	<u>123,733</u>
	<u>\$ 4,612,474</u>

At December 31, 2019, the Township did not have an outstanding amount of contributions to the Plan required for the year ended December 31, 2019.

**NOTE 12 - RISK MANAGEMENT**

The Township is exposed to various risks of loss related to general liability, property and casualty, workers' compensation, and employee medical claims. The risks of loss arising from general liability up to \$5,000,000, property losses, workers' compensation, and employee medical costs are managed through purchased commercial insurance. For all risks of loss, there have been no significant reductions in insurance coverage from coverage provided in prior years. Also, in the past three years, settlements did not exceed insurance coverage.

**NOTE 13 - PROPERTY TAX REVENUE**

The 2018 taxable valuation of the Township approximated \$763,891,000, on which ad valorem taxes levied consisted of 4.2981 mills for operating purposes, 1.4961 mills for Fire/EMS protection, 1.4961 mills for police services, 0.5000 mills for Fire/EMS Equipment, and 1.0000 mills for parks, raising approximately \$3,283,000 for operating purposes, \$1,143,000 for Fire/EMS protection, \$1,143,000 for police services, \$382,000 for Fire/EMS equipment and \$764,000 for parks. These amounts are recognized in the respective fund financial statements as property tax revenues.

The 2019 taxable valuation of the Township approximated \$800,017,000, on which ad valorem taxes levied consisted of 4.2981 mills for operating purposes, 1.4961 mills for Fire/EMS protection, 1.4961 mills for police services, 0.5000 mills for Fire/EMS Equipment, and 1.0000 mills for parks, raising approximately \$3,439,000 for operating purposes, \$1,197,000 for Fire/EMS protection, \$1,197,000 for police services, \$400,000 for Fire/EMS equipment and \$800,000 for parks. These amounts are recognized in the respective fund financial statements as deferred inflows of resources, based upon the period for which the proceeds are budgeted and will be made available for the financing of operations.

**NOTE 14 - TAX ABATEMENTS**

The Township enters into property tax abatement agreements with local businesses for the purpose of attracting or retaining businesses within the Township. Each agreement was negotiated under a state law, which allows local units to abate property taxes for a variety of economic development purposes. The abatements may be granted to local businesses located within the Township or promising to relocate within the Township. Depending on the statute referenced for a particular abatement, the Township may grant abatements of up to 50% of annual property taxes through a direct reduction of the entity's property tax bill, not to exceed twelve years. Depending on the terms of the agreement and state law, abated taxes may be subject to recapture upon default of the entity. The Township has not made any commitments as part of the agreements other than to reduce taxes. The Township is not subject to any tax abatement agreements entered into by other governmental entities.

For the fiscal year ended December 31, 2019, the Township abated property taxes totaling \$14,437 under Public Act 198 of 1974, related to industrial facilities, which represents a 50% abatement of the millage rate on certain real and personal properties.

For the fiscal year ended December 31, 2019, the Downtown Development Authority abated property taxes totaling \$43,832 under Public Act 198 of 1974, related to industrial facilities, which represents a 50% abatement of the millage rate on certain real and personal properties.

**Payment In Lieu of Taxes – PILOT**

Under the provisions of the State Housing Development Authority Act 346 of 1966, as amended, the Township has agreements with 4 tax exempt properties in which they pay a service fee in return for supplying public services. The act applies to multiple unit housing for citizens of low income and the elderly. A taxable value was estimated for each property, and the service fee paid was subtracted from a calculated tax based on those estimates. The total tax abatements for the Township are \$116,202.

**NOTE 15 - CONSTRUCTION CODE ACT**

A summary of construction code enforcement transactions for the year ended December 31, 2019, is as follows:

Cumulative excess revenues, beginning of year	<u>\$ 204,972</u>
Revenues	\$ 387,047
Expenses	<u>361,347</u>
Excess of revenues over expenses	<u>\$ 25,700</u>
Cumulative excess revenues, end of year	<u>\$ 230,672</u>

**NOTE 16 - CHANGE IN ACCOUNTING PRINCIPLE**

Effective January 1, 2019, the Township adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*. As a result, a statement of fiduciary net position and a statement of changes in fiduciary net position have been presented. The statement of fiduciary net position reports all assets, liabilities, and net position of fiduciary funds, as in the past. However, liabilities are now only recognized when an event occurs that compels the government to disburse fiduciary resources. The statement of changes in fiduciary net position reports the additions and deductions from fiduciary net position, which is a new requirement for custodial funds, which replace agency funds.

**NOTE 17 - PENDING ACCOUNTING PRONOUNCEMENT**

Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, was issued by the GASB in June 2017 and will be effective for periods beginning after December 15, 2019. The objective of this Statement is to increase the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use the underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

**NOTE 18 - COMMITMENTS**

At December 31, 2019, the Township had the following contractual construction commitment:

	<u>Project Authorization</u>	<u>Expended through December 31, 2019</u>	<u>Committed</u>
Sewer improvement projects	<u>\$ 3,939,800</u>	<u>\$ 1,441,845</u>	<u>\$ 2,497,955</u>

**NOTE 19 - SUBSEQUENT EVENT**

As a result of COVID-19, which occurred subsequent to the end of the fiscal year, economic uncertainties have arisen which are likely to negatively impact the Township. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the financial impact on the Township. Therefore, the Township expects this matter to negatively impact its operations and financial condition. However, the related financial impact and duration cannot be reasonably estimated at this time.

**REQUIRED SUPPLEMENTARY INFORMATION**

**BUDGETARY COMPARISON SCHEDULE - General Fund**

Year ended December 31, 2019

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
<b>REVENUES</b>				
Property taxes	\$ 3,381,300	\$ 3,441,820	\$ 3,439,268	\$ (2,552)
Licenses and permits	853,000	943,030	977,045	34,015
Federal grants	63,550	64,100	64,101	1
State grants	2,243,980	2,429,180	2,517,508	88,328
Intergovernmental - local	129,630	627,730	627,884	154
Charges for services	1,495,040	1,457,600	1,504,911	47,311
Fines and forfeitures	20,000	26,660	27,113	453
Investment return	40,000	127,000	141,916	14,916
Other	426,270	446,480	486,576	40,096
Total revenues	<u>8,652,770</u>	<u>9,563,600</u>	<u>9,786,322</u>	<u>222,722</u>
<b>EXPENDITURES</b>				
Current:				
General government:				
Legislative - Board of trustees	109,420	111,240	104,204	7,036
Manager	386,660	340,080	322,774	17,306
Accounting	153,790	152,600	144,082	8,518
Clerk	349,240	320,060	308,191	11,869
Information technology	286,370	249,900	249,042	858
Treasurer	269,670	267,460	259,863	7,597
Assessing	390,000	300,450	260,833	39,617
Elections	9,740	20,580	13,799	6,781
Building and grounds	637,430	630,580	628,181	2,399
Total general government	<u>2,592,320</u>	<u>2,392,950</u>	<u>2,290,969</u>	<u>101,981</u>
Public works	<u>1,318,350</u>	<u>928,070</u>	<u>676,420</u>	<u>251,650</u>
Community and economic development	<u>738,110</u>	<u>719,260</u>	<u>686,346</u>	<u>32,914</u>
Other	<u>851,860</u>	<u>862,190</u>	<u>792,496</u>	<u>69,694</u>

**BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)**

Year ended December 31, 2019

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
<b>EXPENDITURES (Continued)</b>				
Capital outlay	\$ 40,000	\$ -	\$ 45,353	\$ (45,353)
Debt service:				
Principal	443,610	484,710	485,868	(1,158)
Interest	201,540	196,510	196,476	34
Total expenditures	<u>6,185,790</u>	<u>5,583,690</u>	<u>5,173,928</u>	<u>409,762</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>2,466,980</u>	<u>3,979,910</u>	<u>4,612,394</u>	<u>632,484</u>
<b>OTHER FINANCING USES</b>				
Transfers out:				
Fire Fund	(1,347,110)	(1,349,700)	(1,242,628)	107,072
Police Fund	(1,569,810)	(1,580,960)	(1,583,660)	(2,700)
Parks Fund	(183,190)	(284,800)	(240,241)	44,559
Total transfers out	<u>(3,100,110)</u>	<u>(3,215,460)</u>	<u>(3,066,529)</u>	<u>148,931</u>
<b>NET CHANGES IN FUND BALANCES</b>	(633,130)	764,450	1,545,865	781,415
<b>FUND BALANCES - BEGINNING</b>	<u>7,272,578</u>	<u>7,272,578</u>	<u>7,272,578</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 6,639,448</u>	<u>\$ 8,037,028</u>	<u>\$ 8,818,443</u>	<u>\$ 781,415</u>

Charter Township of Delhi

**BUDGETARY COMPARISON SCHEDULE - Fire Fund**

Year ended December 31, 2019

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
<b>REVENUES</b>				
Property taxes	\$ 1,147,740	\$ 1,148,910	\$ 1,147,772	\$ (1,138)
State grants	22,750	22,400	22,478	78
Charges for services	-	26,600	32,435	5,835
Other	20,000	37,450	70,549	33,099
Total revenues	<u>1,190,490</u>	<u>1,235,360</u>	<u>1,273,234</u>	<u>37,874</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	405,386	358,246	348,328	9,918
Health and welfare	<u>2,132,214</u>	<u>2,226,814</u>	<u>2,165,971</u>	<u>60,843</u>
Total expenditures	<u>2,537,600</u>	<u>2,585,060</u>	<u>2,514,299</u>	<u>70,761</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	(1,347,110)	(1,349,700)	(1,241,065)	108,635
<b>OTHER FINANCING SOURCES</b>				
Transfers in - General Fund	<u>1,347,110</u>	<u>1,349,700</u>	<u>1,242,628</u>	<u>(107,072)</u>
<b>NET CHANGES IN FUND BALANCES</b>	-	-	1,563	1,563
<b>FUND BALANCES - BEGINNING</b>	<u>38,609</u>	<u>38,609</u>	<u>38,609</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 38,609</u>	<u>\$ 38,609</u>	<u>\$ 40,172</u>	<u>\$ 1,563</u>

**BUDGETARY COMPARISON SCHEDULE - Police Fund**

Year ended December 31, 2019

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
<b>REVENUES</b>				
Property taxes	\$ 1,147,740	\$ 1,147,660	\$ 1,147,771	\$ 111
State grants	22,750	22,480	22,478	(2)
Fines and forfeitures	38,000	31,200	31,517	317
Total revenues	<u>1,208,490</u>	<u>1,201,340</u>	<u>1,201,766</u>	<u>426</u>
<b>EXPENDITURES</b>				
Current - public safety	<u>2,778,300</u>	<u>2,782,300</u>	<u>2,782,426</u>	<u>(126)</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	(1,569,810)	(1,580,960)	(1,580,660)	300
<b>OTHER FINANCING SOURCES</b>				
Transfers in - General Fund	<u>1,569,810</u>	<u>1,580,960</u>	<u>1,583,660</u>	<u>2,700</u>
<b>NET CHANGES IN FUND BALANCES</b>	-	-	3,000	3,000
<b>FUND BALANCES - BEGINNING</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 3,000</u>

**SCHEDULE OF CHANGES IN THE TOWNSHIP'S NET OPEB LIABILITY AND RELATED RATIOS**

Year ended December 31, 2019

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB liability:			
Service cost	\$ 293,178	\$ 282,418	\$ 131,237
Interest	564,519	530,482	488,071
Difference between expected and actual experience	(90,252)	(3,308,420)	(64,833)
Changes in assumptions	(88,922)	9,916,123	-
Benefit payments, including refunds	<u>(191,496)</u>	<u>(194,329)</u>	<u>(136,458)</u>
Net change in total OPEB liability	487,027	7,226,274	418,017
Total OPEB liability, beginning of year	<u>14,619,351</u>	<u>7,393,077</u>	<u>6,975,060</u>
Total OPEB liability, end of year	<u>\$ 15,106,378</u>	<u>\$ 14,619,351</u>	<u>\$ 7,393,077</u>
Plan fiduciary net position:			
Contributions - employer	\$ 625,362	\$ -	\$ 476,141
Contributions/benefit payments made from General Fund	191,496	194,329	-
Net investment income (loss)	452,887	(116,841)	295,695
Benefit payments, including refunds	(191,496)	(194,329)	(136,458)
Administrative expenses	<u>(1,918)</u>	<u>(650)</u>	<u>-</u>
Net change in plan fiduciary net position	1,076,331	(117,491)	635,378
Plan fiduciary net position, beginning of year	<u>3,917,633</u>	<u>4,035,124</u>	<u>3,399,746</u>
Plan fiduciary net position, end of year	<u>\$ 4,993,964</u>	<u>\$ 3,917,633</u>	<u>\$ 4,035,124</u>
Township's net OPEB liability, end of year	<u>\$ 10,112,414</u>	<u>\$ 10,701,718</u>	<u>\$ 3,357,953</u>
Plan fiduciary net position as a percent of total OPEB liability	33.06%	26.80%	54.58%
Covered payroll	\$ 2,925,533	\$ 2,685,506	\$ 2,784,198
Township's net OPEB liability as a percentage of covered payroll	345.66%	398.50%	120.61%

Note: This schedule is being built prospectively after the implementation of GASB 75 in 2017.

Ultimately, ten years of data will be presented.

**SCHEDULE OF TOWNSHIP OPEB CONTRIBUTIONS**

Year ended December 31, 2019

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contributions	\$ 1,611,323	\$ 749,993	\$ 476,141
Contributions in relation to the actuarially determined contributions	<u>816,858</u>	<u>194,329</u>	<u>476,141</u>
Contribution deficiency	<u>\$ (794,465)</u>	<u>\$ (555,664)</u>	<u>\$ -</u>
Covered payroll	<u>\$ 2,925,533</u>	<u>\$ 2,685,506</u>	<u>\$ 2,784,198</u>
Contributions as a percentage of covered payroll	27.92%	7.24%	17.10%

Actuarial valuation information relative to the determination of contributions:

Valuation date                      Actuarially determined contribution rates are calculated as of December 31 each year, which is two years prior to the beginning of the fiscal year in which the contributions are required.

Methods and assumptions used to determine contribution rates:

Actuarial costs method	Entry-age normal cost
Amortization method	Level percentage of pay, open
Remaining amortization period	30 years
Asset valuation method	5-year smoothed market
Inflation	Included in the investment rate of return
Healthcare cost trend rates	Pre 65 - 8.5% graded 0.25% to 4.50% per annum Medicare eligible - 7.0% graded 0.25% to 4.50% per annum
Salary increases	3.50%
Investment rate of return	3.81%, net of investment and administrative expenses, including inflation
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition

**SUPPLEMENTARY INFORMATION**

**COMBINING BALANCE SHEET - nonmajor governmental funds**

December 31, 2019

	<i>Special revenue</i>				<i>Totals</i>
	<i>Water Improvement</i>	<i>Parks and Recreation</i>	<i>Fire Equipment</i>	<i>Debt Service</i>	
<b>ASSETS</b>					
Cash	\$ 153,621	\$ 439,517	\$ 453,957	\$ 104,867	\$ 1,151,962
Investments	215,350	-	-	-	215,350
Taxes receivable	-	332,855	166,440	-	499,295
Accounts receivable	-	53,000	-	-	53,000
Special assessments receivable	17,572	-	-	216,038	233,610
Prepaid expenditures	-	8,087	-	-	8,087
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 386,543</u>	<u>\$ 833,459</u>	<u>\$ 620,397</u>	<u>\$ 320,905</u>	<u>\$ 2,161,304</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ 4,729	\$ 4,973	\$ -	\$ 9,702
Accrued liabilities	-	11,351	-	-	11,351
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>-</u>	<u>16,080</u>	<u>4,973</u>	<u>-</u>	<u>21,053</u>
Deferred inflows of resources:					
Unavailable property taxes	-	800,979	400,490	-	1,201,469
Unavailable special assessments	17,572	-	-	216,038	233,610
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total deferred inflows of resources	<u>17,572</u>	<u>800,979</u>	<u>400,490</u>	<u>216,038</u>	<u>1,435,079</u>
Fund balances:					
Nonspendable - prepaids	-	8,087	-	-	8,087
Restricted for public safety	-	-	214,934	-	214,934
Assigned for recreation and culture					
Recreation and culture	-	8,313	-	-	8,313
Subsequent year expenditures	46,560	-	-	6,010	52,570
Committed for:					
Water improvements	322,411	-	-	-	322,411
Debt service	-	-	-	98,857	98,857
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances	<u>368,971</u>	<u>16,400</u>	<u>214,934</u>	<u>104,867</u>	<u>705,172</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 386,543</u>	<u>\$ 833,459</u>	<u>\$ 620,397</u>	<u>\$ 320,905</u>	<u>\$ 2,161,304</u>

Charter Township of Delhi

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - nonmajor governmental funds**

Year ended December 31, 2019

	<i>Special revenue</i>				<i>Totals</i>
	<i>Water Improvement</i>	<i>Parks and Recreation</i>	<i>Fire Equipment</i>	<i>Debt Service</i>	
<b>REVENUES</b>					
Property taxes	\$ -	\$ 766,881	\$ 383,433	\$ -	\$ 1,150,314
Charges for services	49,938	57,388	-	-	107,326
Interest and rentals	4,911	-	-	9,284	14,195
Other:					
Special assessments	2,189	-	-	18,661	20,850
Miscellaneous	-	71,078	-	-	71,078
Total revenues	<u>57,038</u>	<u>895,347</u>	<u>383,433</u>	<u>27,945</u>	<u>1,363,763</u>
<b>EXPENDITURES</b>					
Current:					
Public safety	-	-	46,490	-	46,490
Public works	2,551	-	-	2,906	5,457
Recreation and culture	-	1,111,688	-	-	1,111,688
Health and welfare	-	-	101,009	-	101,009
Debt service:					
Principal	67,433	-	-	20,000	87,433
Interest and fees	4,653	-	-	9,372	14,025
Capital outlay	-	7,500	21,000	-	28,500
Total expenditures	<u>74,637</u>	<u>1,119,188</u>	<u>168,499</u>	<u>32,278</u>	<u>1,394,602</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(17,599)	(223,841)	214,934	(4,333)	(30,839)
<b>OTHER FINANCING SOURCES</b>					
Transfers in - General Fund	-	240,241	-	-	240,241
<b>NET CHANGES IN FUND BALANCES</b>	(17,599)	16,400	214,934	(4,333)	209,402
<b>FUND BALANCES - BEGINNING</b>	<u>386,570</u>	<u>-</u>	<u>-</u>	<u>109,200</u>	<u>495,770</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 368,971</u>	<u>\$ 16,400</u>	<u>\$ 214,934</u>	<u>\$ 104,867</u>	<u>\$ 705,172</u>

**BALANCE SHEET - component units**

December 31, 2019

	<i>Downtown Development Authority</i>	<i>Brownfield Redevelopment Authority</i>
<b>ASSETS</b>		
Cash	\$ 4,752,676	\$ 481,664
Investments	1,204,417	-
Taxes receivable	577,919	-
Other receivables	300,327	7,578
Prepays	227	-
Restricted assets:		
Cash	403,556	-
Investments	<u>382,292</u>	<u>-</u>
Total assets	<u>\$ 7,621,414</u>	<u>\$ 489,242</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>		
Liabilities:		
Payables	\$ 43,316	\$ 9,688
Accrued liabilities	3,975	-
Due to other governments	2,388,279	-
Due to primary government	<u>520,684</u>	<u>-</u>
Total liabilities	<u>2,956,254</u>	<u>9,688</u>
Deferred inflows of resources:		
Unavailable property taxes	<u>1,390,095</u>	<u>289,515</u>
Fund balances:		
Nonspendable - prepaids	227	-
Restricted for capital projects	785,848	-
Assigned for subsequent year expenditures	455,970	40,330
Unassigned	<u>2,033,020</u>	<u>149,709</u>
Total fund balances	<u>3,275,065</u>	<u>190,039</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 7,621,414</u>	<u>\$ 489,242</u>
Reconciliation of the balance sheet to the statement of net position:		
Total fund balances	\$ 3,275,065	\$ 190,039
Amounts reported for <i>component unit activities</i> in the statement of net position (page 14) are different because:		
Capital assets used in <i>governmental funds</i> are not financial resources and, therefore, are not reported in the funds.	5,117,068	-
Deferred outflows of resources, related to a bond refunding, are not available to pay current period expenditures, and are not reported in the funds.	173,108	-
Bonds payable are not due and payable in the current period and, therefore, are not reported in the funds.	(12,025,471)	-
Interest payable, related to noncurrent liabilities, is not due and payable in the current period and, therefore, is not reported in the funds.	<u>(52,334)</u>	<u>-</u>
Net position (deficit) of <i>component units</i>	<u>\$ (3,512,564)</u>	<u>\$ 190,039</u>

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - component units**

Year ended December 31, 2019

	<u>Downtown Development Authority</u>	<u>Brownfield Redevelopment Authority</u>
<b>REVENUES</b>		
Tax increment financing	\$ 1,853,598	\$ 252,115
State grants	302,000	55,129
Intergovernmental - local	480,000	-
Interest income	63,413	-
Other	56,854	-
	<u>2,755,865</u>	<u>307,244</u>
<b>EXPENDITURES</b>		
Current:		
Community and economic development	932,228	340,970
Debt service:		
Principal	766,844	-
Interest	327,261	-
Capital outlay	<u>1,278,863</u>	<u>-</u>
	<u>3,305,196</u>	<u>340,970</u>
<b>NET CHANGES IN FUND BALANCES</b>	(549,331)	(33,726)
<b>FUND BALANCES - BEGINNING</b>	<u>3,824,396</u>	<u>223,765</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 3,275,065</u>	<u>\$ 190,039</u>
Net changes in fund balances	\$ (549,331)	\$ (33,726)
Amounts reported for the <i>component unit</i> in the statement of activities (page 15) are different because:		
Capital assets:		
Capital asset acquisitions	31,193	-
Provision for depreciation	(338,436)	-
Basis of asset dispositions	(1,165,821)	-
Long-term debt - principal payments	766,844	-
Changes in other assets and liabilities:		
Decrease in deferred outflows of resources	(34,624)	-
Decrease in deferred inflows of resources	10,832	-
Decrease in interest payable	<u>2,043</u>	<u>-</u>
Change in net position of the <i>component unit</i>	<u>\$ (1,277,300)</u>	<u>\$ (33,726)</u>

**BUDGETARY COMPARISON SCHEDULE - Downtown Development Authority**

Year ended December 31, 2019

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
<b>REVENUES</b>				
Tax increment financing	\$ 1,497,800	\$ 1,855,700	\$ 1,853,598	\$ (2,102)
State grant	304,000	304,000	302,000	(2,000)
Intergovernmental - local	400,000	480,000	480,000	-
Interest and rentals	21,000	63,000	63,413	413
Other	16,500	1,253,620	56,854	(1,196,766)
Total revenues	<u>2,239,300</u>	<u>3,956,320</u>	<u>2,755,865</u>	<u>(1,200,455)</u>
<b>EXPENDITURES</b>				
Community and economic development	521,970	1,033,660	932,228	101,432
Debt service:				
Principal	766,850	766,850	766,844	6
Interest	327,290	327,290	327,261	29
Capital outlay	1,016,660	1,277,000	1,278,863	(1,863)
Total expenditures	<u>2,632,770</u>	<u>3,404,800</u>	<u>3,305,196</u>	<u>99,604</u>
<b>NET CHANGES IN FUND BALANCES</b>	(393,470)	551,520	(549,331)	(1,100,851)
<b>FUND BALANCES - BEGINNING</b>	<u>3,824,396</u>	<u>3,824,396</u>	<u>3,824,396</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 3,430,926</u>	<u>\$ 4,375,916</u>	<u>\$ 3,275,065</u>	<u>\$ (1,100,851)</u>

**BUDGETARY COMPARISON SCHEDULE - Brownfield Redevelopment Authority**

Year ended December 31, 2019

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
<b>REVENUES</b>				
Tax increment financing	\$ 235,300	\$ 252,120	\$ 252,115	\$ (5)
State grant	-	155,000	55,129	(99,871)
Total revenues	<u>235,300</u>	<u>407,120</u>	<u>307,244</u>	<u>(99,876)</u>
<b>EXPENDITURES</b>				
Community and economic development	<u>268,350</u>	<u>502,860</u>	<u>340,970</u>	<u>161,890</u>
<b>NET CHANGES IN FUND BALANCES</b>	(33,050)	(95,740)	(33,726)	62,014
<b>FUND BALANCES - BEGINNING</b>	<u>223,765</u>	<u>223,765</u>	<u>223,765</u>	-
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 190,715</u></u>	<u><u>\$ 128,025</u></u>	<u><u>\$ 190,039</u></u>	<u><u>\$ 62,014</u></u>

**OTHER SUPPLEMENTAL SCHEDULES**

**COMBINING BALANCE SHEET - special revenue funds (with comparative totals)**

Year ended December 31, 2019

	<i>Water improvement</i>	<i>Parks and recreation</i>	<i>Fire equipment</i>	<i>Totals</i>	
				<u>2019</u>	<u>2018</u>
<b>ASSETS</b>					
Cash	\$ 153,621	\$ 439,517	\$ 453,957	\$ 1,047,095	\$ 824,305
Investments	215,350	-	-	215,350	210,439
Taxes receivable	-	332,855	166,440	499,295	500,710
Accounts receivable	-	53,000	-	53,000	
Special assessments receivable	17,572	-	-	17,572	11,604
Prepays	-	8,087	-	8,087	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 386,543</u>	<u>\$ 833,459</u>	<u>\$ 620,397</u>	<u>\$ 1,840,399</u>	<u>\$ 1,547,058</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
Liabilities:					
Payables	\$ -	\$ 4,729	\$ 4,973	\$ 9,702	\$ 572
Accrued liabilities	-	11,351	-	11,351	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>-</u>	<u>16,080</u>	<u>4,973</u>	<u>21,053</u>	<u>572</u>
Deferred inflows of resources:					
Unavailable property taxes	-	800,979	400,490	1,201,469	1,148,313
Unavailable special assessments	17,572	-	-	17,572	11,603
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total deferred inflows of resources	<u>17,572</u>	<u>800,979</u>	<u>400,490</u>	<u>1,219,041</u>	<u>1,159,916</u>
Fund balances:					
Nonspendable - prepaids	-	8,087	-	8,087	-
Restricted for public safety	-	-	214,934	214,934	-
Assigned for recreation and culture					
Recreation and culture	-	8,313	-	8,313	-
Subsequent year expenditures	46,560	-	-	46,560	-
Committed for water improvements	322,411	-	-	322,411	386,570
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances	<u>368,971</u>	<u>16,400</u>	<u>214,934</u>	<u>600,305</u>	<u>386,570</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 386,543</u>	<u>\$ 833,459</u>	<u>\$ 620,397</u>	<u>\$ 1,840,399</u>	<u>\$ 1,547,058</u>

Charter Township of Delhi

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - special revenue funds (with comparative totals)**

Year ended December 31, 2019

	<i>Water</i>	<i>Parks and</i>	<i>Fire</i>	<i>Totals</i>	
	<i>Improvement</i>	<i>Recreation</i>	<i>Equipment</i>	<i>2019</i>	<i>2018</i>
<b>REVENUES</b>					
Property taxes	\$ -	\$ 766,881	\$ 383,433	\$ 1,150,314	\$ -
Charges for services	49,938	57,388	-	107,326	40,581
Interest and rentals	4,911	-	-	4,911	4,251
Other:					
Special assessments	2,189	-	-	2,189	-
Miscellaneous	-	71,078	-	71,078	1,778
<b>Total revenues</b>	<u>57,038</u>	<u>895,347</u>	<u>383,433</u>	<u>1,335,818</u>	<u>46,610</u>
<b>EXPENDITURES</b>					
Current:					
Public safety	-	-	46,490	46,490	-
Public works	2,551	-	-	2,551	2,587
Recreation and culture	-	1,111,688	-	1,111,688	-
Health and welfare	-	-	101,009	101,009	-
Debt service:					
Principal	67,433	-	-	67,433	67,433
Interest and fees	4,653	-	-	4,653	5,769
Capital outlay	-	7,500	21,000	28,500	-
<b>Total expenditures</b>	<u>74,637</u>	<u>1,119,188</u>	<u>168,499</u>	<u>1,362,324</u>	<u>75,789</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(17,599)	(223,841)	214,934	(26,506)	(29,179)
<b>OTHER FINANCING SOURCES</b>					
Transfers in - General Fund	-	240,241	-	240,241	-
<b>NET CHANGES IN FUND BALANCES</b>	(17,599)	16,400	214,934	213,735	(29,179)
<b>FUND BALANCES - BEGINNING</b>	<u>386,570</u>	<u>-</u>	<u>-</u>	<u>386,570</u>	<u>415,749</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 368,971</u>	<u>\$ 16,400</u>	<u>\$ 214,934</u>	<u>\$ 600,305</u>	<u>\$ 386,570</u>

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - special revenue funds**

Year ended December 31, 2019

	<u>Water Improvement</u>			<u>Parks and Recreation</u>			<u>Fire equipment, Training, and Apparatus</u>		
	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
<b>REVENUES</b>									
Property taxes	\$ -	\$ -	\$ -	\$ 767,170	\$ 766,881	\$ (289)	\$ 383,530	\$ 383,433	\$ (97)
Charges for services	48,000	49,938	1,938	57,150	57,388	238	-	-	-
Interest and rentals	5,000	4,911	(89)	-	-	-	-	-	-
Other:									
Special assessments	2,180	2,189	9	-	-	-	-	-	-
Miscellaneous	-	-	-	64,340	71,078	6,738	-	-	-
<b>Total revenues</b>	<u>55,180</u>	<u>57,038</u>	<u>1,858</u>	<u>888,660</u>	<u>895,347</u>	<u>6,687</u>	<u>383,530</u>	<u>383,433</u>	<u>(97)</u>
<b>EXPENDITURES</b>									
Current:									
Public safety	-	-	-	-	-	-	56,600	46,490	10,110
Public works	2,750	2,551	199	-	-	-	-	-	-
Recreation and culture	-	-	-	1,134,960	1,111,688	23,272	-	-	-
Health and welfare	-	-	-	-	-	-	103,400	101,009	2,391
Debt service:									
Principal	67,440	67,433	7	-	-	-	-	-	-
Interest and fees	4,760	4,653	107	-	-	-	-	-	-
Capital outlay	-	-	-	38,500	7,500	31,000	21,000	21,000	-
<b>Total expenditures</b>	<u>74,950</u>	<u>74,637</u>	<u>313</u>	<u>1,173,460</u>	<u>1,119,188</u>	<u>54,272</u>	<u>181,000</u>	<u>168,499</u>	<u>12,501</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(19,770)	(17,599)	2,171	(284,800)	(223,841)	60,959	202,530	214,934	12,404
<b>OTHER FINANCING SOURCES</b>									
Transfers in - General Fund	-	-	-	284,800	240,241	(44,559)	-	-	-
<b>NET CHANGES IN FUND BALANCES</b>	(19,770)	(17,599)	2,171	-	16,400	16,400	202,530	214,934	12,404
<b>FUND BALANCES - BEGINNING</b>	<u>386,570</u>	<u>386,570</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 366,800</u>	<u>\$ 368,971</u>	<u>\$ 2,171</u>	<u>\$ -</u>	<u>\$ 16,400</u>	<u>\$ 16,400</u>	<u>\$ 202,530</u>	<u>\$ 214,934</u>	<u>\$ 12,404</u>

**COMBINING STATEMENT OF FIDUCIARY NET POSITION - custodial funds (with comparative totals)**

Year ended December 31, 2019

	<i>Tax Collection</i>	<i>General Custodial</i>	<i>Totals</i>	
			<i>2019</i>	<i>2018</i>
<b>ASSETS</b>				
Cash	\$ 12,804,707	\$ 3,941	\$ 12,808,648	\$ 12,769,032
Taxes receivable	-	287,652	287,652	519,400
Total assets	<u>12,804,707</u>	<u>291,593</u>	<u>13,096,300</u>	<u>13,288,432</u>
<b>LIABILITIES</b>				
Due to others	-	3,695	3,695	299,016
Due to other governmental units	<u>12,804,707</u>	<u>275,152</u>	<u>13,079,859</u>	<u>12,989,416</u>
Total liabilities	<u>12,804,707</u>	<u>278,847</u>	<u>13,083,554</u>	<u>13,288,432</u>
<b>NET POSITION</b>				
Restricted for individuals and other governments	<u>\$ -</u>	<u>\$ 12,746</u>	<u>\$ 12,746</u>	<u>\$ -</u>

**GOVERNMENTAL FUNDS BALANCE SHEET AND STATEMENT OF NET POSITION - Brownfield Redevelopment Authority**

Year ended December 31, 2019

	<i>Governmental funds balance sheet</i>				<i>Statement of net position</i>
	<i>Brownfield Redevelopment Operating</i>	<i>Local Brownfield Revolving</i>	<i>Total</i>	<i>Adjustments</i>	
<b>ASSETS</b>					
Cash	\$ 320,170	\$ 161,494	\$ 481,664	\$ -	\$ 481,664
Receivables	-	7,578	7,578	-	7,578
Total assets	<u>\$ 320,170</u>	<u>\$ 169,072</u>	<u>\$ 489,242</u>	<u>\$ -</u>	<u>\$ 489,242</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities - payables	\$ 535	\$ 9,153	\$ 9,688	\$ -	\$ 9,688
Deferred inflows of resources:					
Unavailable revenue	289,515	-	289,515	-	289,515
Fund balances:					
Assigned for subsequent year expenditures	-	40,330	40,330	(40,330)	-
Unassigned	30,120	119,589	149,709	(149,709)	-
Total fund balances	<u>30,120</u>	<u>159,919</u>	<u>190,039</u>	<u>(190,039)</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 320,170</u>	<u>\$ 169,072</u>	<u>\$ 489,242</u>		
Net position:					
Unrestricted				<u>\$ 190,039</u>	<u>\$ 190,039</u>

**GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
AND STATEMENT OF ACTIVITIES - Brownfield Redevelopment Authority**

Year ended December 31, 2019

	<i>Governmental funds statement of revenues, expenditures, and changes in fund balances</i>				
	<i>Brownfield Redevelopment Operating</i>	<i>Local Brownfield Revolving</i>	<i>Total</i>	<i>Adjustments</i>	<i>Statement of activities</i>
<b>REVENUES</b>					
Property taxes	\$ 247,878	\$ 4,237	\$ 252,115	\$ -	\$ 252,115
State grants	-	55,129	55,129	-	55,129
Total revenues	247,878	59,366	307,244	-	307,244
<b>EXPENDITURES</b>					
Current - Community and economic development	228,905	112,065	340,970	-	340,970
<b>NET CHANGES IN FUND BALANCES/NET POSITION</b>	18,973	(52,699)	(33,726)	-	307,244
<b>FUND BALANCES/NET POSITION - BEGINNING</b>	11,147	212,618	223,765	-	223,765
<b>FUND BALANCES/NET POSITION - ENDING</b>	<u>\$ 30,120</u>	<u>\$ 159,919</u>	<u>\$ 190,039</u>	<u>\$ -</u>	<u>\$ 531,009</u>

**GOVERNMENTAL FUNDS BALANCE SHEET AND STATEMENT OF NET POSITION - Downtown Development Authority**

Year ended December 31, 2019

	Governmental funds balance sheet						Statement of net position
	Downtown	2016	2016	2017	Total	Adjustments	
	Development Operating	Development Bond	Refunding Bond	Development Bond			
<b>ASSETS</b>							
Cash	\$ 4,752,676	\$ -	\$ -	\$ -	\$ 4,752,676	\$ -	\$ 4,752,676
Investments	1,204,417	-	-	-	1,204,417	-	1,204,417
Taxes receivable	577,919	-	-	-	577,919	-	577,919
Other receivables	300,327	-	-	-	300,327	-	300,327
Prepays	227	-	-	-	227	-	227
Restricted assets:							
Cash	403,556	-	-	-	403,556	-	403,556
Investments	382,292	-	-	-	382,292	-	382,292
Deferred outflows of resources - bond refunding	-	-	-	-	-	173,108	173,108
Capital assets not being depreciated	-	-	-	-	-	2,397,878	2,397,878
Capital assets being depreciated, net	-	-	-	-	-	2,719,190	2,719,190
<b>Total assets</b>	<b>\$ 7,621,414</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,621,414</b>	<b>\$ 5,290,176</b>	<b>\$ 12,911,590</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Payables	\$ 43,316	\$ -	\$ -	\$ -	\$ 43,316	\$ -	\$ 43,316
Accrued liabilities	3,975	-	-	-	3,975	-	3,975
Interest payable	-	-	-	-	-	52,334	52,334
Due to other governmental units	2,388,279	-	-	-	2,388,279	-	2,388,279
Due to primary government	520,684	-	-	-	520,684	-	520,684
Long term debt:							
Due within one year	-	-	-	-	-	784,840	784,840
Due in more than one year	-	-	-	-	-	11,240,631	11,240,631
<b>Total liabilities</b>	<b>2,956,254</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,956,254</b>	<b>12,077,805</b>	<b>15,034,059</b>
Deferred inflows of resources:							
Unavailable property taxes	1,390,095	-	-	-	1,390,095	-	1,390,095
Fund balances:							
Nonspendable - prepaids	227	-	-	-	227	(227)	-
Restricted for capital projects	785,848	-	-	-	785,848	(785,848)	-
Assigned for subsequent year expenditures	455,970	-	-	-	455,970	(455,970)	-
Unassigned	2,033,020	-	-	-	2,033,020	(2,033,020)	-
<b>Total fund balances</b>	<b>3,275,065</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,275,065</b>	<b>(3,275,065)</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 7,621,414</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,621,414</b>		
Net position:							
Net investment in capital assets						(6,331,737)	(6,331,737)
Restricted for capital projects						785,848	785,848
Unrestricted						2,033,325	2,033,325
<b>Total net position (deficit)</b>						<b>\$ (3,512,564)</b>	<b>\$ (3,512,564)</b>

**GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**

**AND STATEMENT OF ACTIVITIES - Downtown Development Authority**

Year ended December 31, 2019

	<i>Governmental funds statement of revenues, expenditures, and changes in fund balances</i>						
	<i>Downtown Development Operating</i>	<i>2016 Development Bond</i>	<i>2016 Refunding Bond</i>	<i>2017 Development Bond</i>	<i>Total</i>	<i>Adjustments</i>	<i>Statement of activities</i>
<b>REVENUES</b>							
Property taxes	\$ 1,853,598	\$ -	\$ -	\$ -	\$ 1,853,598	\$ -	\$ 1,853,598
State grants	302,000	-	-	-	302,000	-	302,000
Intergovernmental - local	480,000	-	-	-	480,000	-	480,000
Interest and rentals	63,413	-	-	-	63,413	-	63,413
Other	56,854	-	-	-	56,854	-	56,854
<b>Total revenues</b>	<b>2,755,865</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,755,865</b>	<b>-</b>	<b>2,755,865</b>
<b>EXPENDITURES</b>							
Current - Community and economic development	932,228	-	-	-	932,228	1,588,454	2,520,682
Debt service:							
Principal	-	65,000	701,844	-	766,844	(766,844)	-
Interest and fees	-	42,233	71,984	213,044	327,261	(12,875)	314,386
Capital outlay	1,278,863	-	-	-	1,278,863	(1,278,863)	-
Loss on disposal of property	-	-	-	-	-	1,181,105	1,181,105
<b>Total expenditures/expenses</b>	<b>2,211,091</b>	<b>107,233</b>	<b>773,828</b>	<b>213,044</b>	<b>3,305,196</b>	<b>710,977</b>	<b>4,016,173</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>544,774</b>	<b>(107,233)</b>	<b>(773,828)</b>	<b>(213,044)</b>	<b>(549,331)</b>	<b>(710,977)</b>	<b>(1,260,308)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	107,233	773,828	213,044	1,094,105	-	1,094,105
Transfers out	(1,094,105)	-	-	-	(1,094,105)	-	(1,094,105)
<b>Net other financing sources (uses)</b>	<b>(1,094,105)</b>	<b>107,233</b>	<b>773,828</b>	<b>213,044</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES/NET POSITION</b>	<b>(549,331)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(549,331)</b>	<b>(710,977)</b>	<b>(1,260,308)</b>
<b>FUND BALANCES/NET POSITION (DEFICIT) - BEGINNING</b>	<b>3,824,396</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,824,396</b>	<b>(6,059,660)</b>	<b>(2,235,264)</b>
<b>FUND BALANCES/NET POSITION (DEFICIT) - ENDING</b>	<b>\$ 3,275,065</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,275,065</b>	<b>\$ (6,770,637)</b>	<b>\$ (3,495,572)</b>

**BALANCE SHEETS - General Fund**

December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Cash	\$ 3,436,506	\$ 3,009,446
Investments	5,189,216	4,726,984
Restricted cash - capital projects	739,113	285,866
Taxes receivable	1,770,786	1,568,114
Accounts receivable	774,046	807,264
Special assessments receivable	227,589	260,391
Due from component unit	520,684	484,481
Prepaid expenditures	<u>34,657</u>	<u>25,797</u>
Total assets	<u>\$ 12,692,597</u>	<u>\$ 11,168,343</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>		
Liabilities:		
Accounts payable	\$ 86,289	\$ 310,588
Accrued liabilities	49,046	48,748
Unearned rental fees	79,170	-
Unearned assessment revenue	<u>354,308</u>	<u>-</u>
Total liabilities	<u>568,813</u>	<u>359,336</u>
Deferred inflows of resources:		
Unavailable property taxes	3,042,921	3,257,429
Unavailable ambulance fees	34,831	18,609
Unavailable special assessments	<u>227,589</u>	<u>260,391</u>
Total deferred inflows of resources	<u>3,305,341</u>	<u>3,536,429</u>
Fund balances:		
Nonspendable:		
Prepays	34,657	25,797
Restricted for:		
Building department	230,672	204,972
Holt to Mason trail	454,647	-
Sycamore trail	284,466	285,866
Committed for:		
Disaster contingency	10,000	10,000
Assigned for subsequent year expenditures	526,590	633,130
Unassigned	<u>7,277,411</u>	<u>6,112,813</u>
Total fund balances	<u>8,818,443</u>	<u>7,272,578</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 12,692,597</u>	<u>\$ 11,168,343</u>

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - General Fund**

Year ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<b>REVENUES</b>		
Property taxes	\$ 3,439,268	\$ 3,364,838
Licenses and permits	977,045	1,018,245
Federal grants	64,101	-
State grants	2,517,508	2,689,186
Intergovernmental - local	627,884	-
Charges for services	1,504,911	1,540,271
Fines and forfeitures	27,113	36,180
Investment return and rentals	141,916	92,607
Other	486,576	642,289
	<u>9,786,322</u>	<u>9,383,616</u>
<b>Total revenues</b>		
	<u>9,786,322</u>	<u>9,383,616</u>
<b>EXPENDITURES</b>		
Current:		
General government:		
Legislative - Board of trustees	104,204	103,751
Manager	322,774	389,923
Accounting	144,082	142,183
Clerk	308,191	315,237
Information technology	249,042	239,451
Treasurer	259,863	249,884
Assessing	260,833	264,623
Elections	13,799	83,101
Building and grounds	628,181	546,561
	<u>2,290,969</u>	<u>2,334,714</u>
Total general government		
	<u>2,290,969</u>	<u>2,334,714</u>
Public works	676,420	626,817
Community and economic development	686,346	771,515
Recreation and culture	-	909,431
Other	792,496	574,306
Capital outlay	45,353	155,372
Debt service:		
Principal	485,868	668,293
Interest	196,476	-
	<u>5,173,928</u>	<u>6,040,448</u>
<b>Total expenditures</b>		
	<u>5,173,928</u>	<u>6,040,448</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>4,612,394</u>	<u>3,343,168</u>
<b>OTHER FINANCING USES</b>		
Transfers out:		
Fire fund	(1,242,628)	(3,168,923)
Police fund	(1,583,660)	-
Parks fund	(240,241)	-
	<u>(3,066,529)</u>	<u>(3,168,923)</u>
<b>Total transfers out</b>		
	<u>(3,066,529)</u>	<u>(3,168,923)</u>
<b>NET CHANGES IN FUND BALANCES</b>	1,545,865	174,245
<b>FUND BALANCES - BEGINNING</b>	<u>7,272,578</u>	<u>7,098,333</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 8,818,443</u>	<u>\$ 7,272,578</u>

**STATISTICAL INFORMATION (UNAUDITED)**

Delhi Charter Township  
Net Position By Component  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year Ended									
	2010	2011	2012*	2013	2014	2015	2016	2017	2018	2019
<b>Governmental activities</b>										
Net Investment in capital assets	\$ 9,359,465	\$ 9,506,445	\$ 9,338,276	\$ 9,240,592	\$ 11,382,486	\$ 12,271,559	\$ 12,530,200	\$ 13,244,523	\$ 14,460,337	\$ 15,824,947
Restricted	5,624	321,446	360,521	221,139	109,406	207,097	47,636	187,658	204,972	1,184,719
Unrestricted	2,590,604	4,046,689	5,495,044	6,435,260	6,814,859	7,224,616	7,427,059	7,146,806	4,011,278	4,162,885
<b>Total governmental activities net position</b>	<b>\$ 11,955,693</b>	<b>\$ 13,874,580</b>	<b>\$ 15,193,841</b>	<b>\$ 15,896,991</b>	<b>\$ 18,306,751</b>	<b>\$ 19,703,272</b>	<b>\$ 20,004,895</b>	<b>\$ 20,578,987</b>	<b>\$ 18,676,587</b>	<b>\$ 21,172,551</b>
<b>Business-type activities</b>										
Net Investment in capital assets	\$ 32,029,945	\$ 31,909,548	\$ 30,925,575	\$ 29,992,625	\$ 29,341,287	\$ 28,906,395	\$ 28,382,079	\$ 29,862,201	\$ 29,727,353	\$ 29,114,670
Restricted	2,001,776	2,131,149	1,986,773	1,607,237	1,818,393	2,003,653	2,210,735	1,670,346	1,808,589	2,145,187
Unrestricted	2,459,230	1,526,359	1,567,896	2,204,402	2,888,223	3,145,100	4,435,562	4,486,598	3,415,040	3,877,492
<b>Total business-type activities net position</b>	<b>\$ 36,490,951</b>	<b>\$ 35,567,056</b>	<b>\$ 34,480,244</b>	<b>\$ 33,804,264</b>	<b>\$ 34,047,903</b>	<b>\$ 34,055,148</b>	<b>\$ 35,028,376</b>	<b>\$ 36,019,145</b>	<b>\$ 34,950,982</b>	<b>\$ 35,137,349</b>
<b>Primary government</b>										
Net Investment in capital assets	\$ 41,389,410	\$ 41,415,993	\$ 40,263,851	\$ 39,233,217	\$ 40,723,773	\$ 41,177,954	\$ 40,912,279	\$ 43,106,724	\$ 44,187,690	\$ 44,939,617
Restricted	2,007,400	2,452,595	2,347,294	1,828,376	1,927,799	2,210,750	2,258,371	1,858,004	2,013,561	3,329,906
Unrestricted	5,049,834	5,573,048	7,062,940	8,639,662	9,703,082	10,369,716	11,862,621	11,633,404	7,426,318	8,040,377
<b>Total primary government net position</b>	<b>\$ 48,446,644</b>	<b>\$ 49,441,636</b>	<b>\$ 49,674,085</b>	<b>\$ 49,701,255</b>	<b>\$ 52,354,654</b>	<b>\$ 53,758,420</b>	<b>\$ 55,033,271</b>	<b>\$ 56,598,132</b>	<b>\$ 53,627,569</b>	<b>\$ 56,309,900</b>

\* The Governmental beginning net position was decreased by \$7,422 and the Business-type beginning net position was reduced by \$37,145 due to implementation of GASB 65, which removed bond issuance costs from the amortization schedules.

Delhi Charter Township  
Changes in Net Position  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	Fiscal Year Ended									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Expenses</b>										
<b>Governmental activities:</b>										
General governmental	\$ 2,286,907	\$ 2,087,161	\$ 2,219,150	\$ 2,146,777	\$ 2,640,347	\$ 2,522,117	\$ 2,634,759	\$ 2,572,299	\$ 2,998,745	\$ 3,816,653
Public Safety	4,309,039	4,430,295	4,667,246	4,733,732	4,861,571	5,093,843	5,150,293	5,185,177	3,397,236	3,479,908
Health & Welfare	-	-	-	-	-	-	-	-	2,141,638	2,266,980
Public Works	633,727	702,533	816,169	1,028,423	1,434,952	1,338,862	1,014,184	2,187,743	945,177	1,291,788
Community development	652,920	613,856	557,885	604,597	575,816	598,818	768,857	768,412	786,421	674,303
Recreation & culture	952,510	935,756	944,672	916,303	985,792	545,141	1,189,328	674,903	1,396,472	1,584,285
Interest on long-term debt	60,120	44,561	27,004	44,517	66,406	44,405	65,643	116,785	150,933	195,363
Total governmental activities	<u>8,895,223</u>	<u>8,814,162</u>	<u>9,232,126</u>	<u>9,474,349</u>	<u>10,564,884</u>	<u>10,143,186</u>	<u>10,823,064</u>	<u>11,505,319</u>	<u>11,816,622</u>	<u>13,309,280</u>
<b>Business-type activities:</b>										
Sewer	6,209,025	6,161,026	6,346,950	5,987,572	6,167,726	6,694,003	6,571,074	6,635,371	7,203,346	7,218,387
Total primary government expenses	<u>\$ 15,104,248</u>	<u>\$ 14,975,188</u>	<u>\$ 15,579,076</u>	<u>\$ 15,461,921</u>	<u>\$ 16,732,610</u>	<u>\$ 16,837,189</u>	<u>\$ 17,394,138</u>	<u>\$ 18,140,690</u>	<u>\$ 19,019,968</u>	<u>\$ 20,527,667</u>
<b>Program revenues</b>										
<b>Governmental activities:</b>										
Charges for services:										
General government	\$ 907,325	\$ 946,334	\$ 929,505	\$ 83,918	\$ 85,102	\$ 126,180	\$ 425,246	\$ 153,844	\$ 751,422	\$ 967,081
Public safety	739,988	800,662	867,842	808,024	876,863	915,315	773,277	879,340	147,241	494,845
Health & Welfare	-	-	-	-	-	-	-	-	713,518	908,300
Public works	345,410	346,808	333,912	327,757	666,419	382,656	565,710	433,268	304,817	49,938
Community development	351,602	380,862	322,069	380,729	420,521	613,318	907,186	769,210	632,455	186,537
Recreation and culture	109,304	103,555	128,332	85,616	65,277	68,178	55,920	67,854	65,211	57,388
Operating grants and contributions	168,765	422,216	478,110	510,414	656,031	571,146	234,361	390,484	99,969	1,099,828
Capital grants and contributions	271,422	109,207	217,544	51,017	2,003,455	704,259	65,087	695,449	36,012	2,215,073
Total governmental activities program revenues	<u>2,893,816</u>	<u>3,109,644</u>	<u>3,277,314</u>	<u>2,247,475</u>	<u>4,773,668</u>	<u>3,381,052</u>	<u>3,026,787</u>	<u>3,389,449</u>	<u>2,750,645</u>	<u>5,978,990</u>
<b>Business-type activities:</b>										
Charges for services:										
Sewer	5,042,106	5,116,198	5,282,019	5,303,826	5,898,351	6,080,205	6,899,241	6,824,276	6,829,061	7,141,328
Operating grants and contributions	30,109	10,069	-	-	420,011	606,298	369,978	490,282	37,850	36,057
Capital grants and contributions	46,604	31,475	-	-	64,800	-	185,508	281,650	94,859	-
Total business-type activities program revenues	<u>5,118,819</u>	<u>5,157,742</u>	<u>5,282,019</u>	<u>5,303,826</u>	<u>6,383,162</u>	<u>6,686,503</u>	<u>7,454,727</u>	<u>7,596,208</u>	<u>6,961,770</u>	<u>7,177,385</u>
Total primary government program revenues	<u>\$ 8,012,635</u>	<u>\$ 8,267,386</u>	<u>\$ 8,559,333</u>	<u>\$ 7,551,301</u>	<u>\$ 11,156,830</u>	<u>\$ 10,067,555</u>	<u>\$ 10,481,514</u>	<u>\$ 10,985,657</u>	<u>\$ 9,712,415</u>	<u>\$ 13,156,375</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	(6,001,407)	(5,704,518)	(5,954,812)	(7,226,874)	(5,791,216)	(6,762,134)	(7,796,277)	(8,115,870)	(9,065,977)	(7,330,290)
Business-type activities	(1,090,206)	(1,003,284)	(1,064,931)	(683,746)	215,436	(7,500)	883,653	960,837	(241,576)	(41,002)
Total primary government net expense	<u>\$ (7,091,613)</u>	<u>\$ (6,707,802)</u>	<u>\$ (7,019,743)</u>	<u>\$ (7,910,620)</u>	<u>\$ (5,575,780)</u>	<u>\$ (6,769,634)</u>	<u>\$ (6,912,624)</u>	<u>\$ (7,155,033)</u>	<u>\$ (9,307,553)</u>	<u>\$ (7,371,292)</u>
<b>General Revenues and Other Changes in Net Position</b>										
<b>Governmental activities:</b>										
Property taxes	\$ 3,642,755	\$ 5,393,489	\$ 5,131,573	\$ 5,311,408	\$ 5,350,366	\$ 5,414,764	\$ 5,326,844	\$ 5,380,580	\$ 5,113,918	\$ 6,408,325
State shared revenues	1,474,950	1,888,513	1,913,989	1,978,618	2,026,020	2,031,646	2,055,703	2,224,407	2,297,785	2,550,192
Grants & contributions not restricted to specific programs	558,432	324,964	226,239	192,934	365,077	316,893	211,446	479,944	451,399	509,280
Unrestricted investment earnings	36,518	16,439	9,694	3,650	5,721	7,102	16,097	53,537	96,858	156,111
Gain (loss) on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Intra-entity transfer	49,224	-	-	-	(18,599)	(6,267)	(76,972)	(2,539)	-	-
Other	-	-	-	443,210	472,391	494,517	564,782	554,033	540,829	202,346
Total governmental activities	<u>5,761,879</u>	<u>7,623,405</u>	<u>7,281,495</u>	<u>7,929,820</u>	<u>8,200,976</u>	<u>8,258,655</u>	<u>8,097,900</u>	<u>8,689,962</u>	<u>8,500,789</u>	<u>9,826,254</u>
<b>Business-type activities:</b>										
Investment earnings	-	24,339	15,264	7,766	9,604	8,478	12,603	27,393	113,640	227,369
Other	-	-	-	-	-	-	-	-	-	-
Intra-entity transfer	(49,224)	-	-	-	18,599	6,267	76,972	2,539	-	-
Grants and contributions not restricted to specific programs	36,702	55,050	-	-	-	-	-	-	-	-
Total business-type activities	<u>(12,522)</u>	<u>79,389</u>	<u>15,264</u>	<u>7,766</u>	<u>28,203</u>	<u>14,745</u>	<u>89,575</u>	<u>29,932</u>	<u>113,640</u>	<u>227,369</u>
Total primary government	<u>\$ 5,749,357</u>	<u>\$ 7,702,794</u>	<u>\$ 7,296,759</u>	<u>\$ 7,937,586</u>	<u>\$ 8,229,179</u>	<u>\$ 8,273,400</u>	<u>\$ 8,187,475</u>	<u>\$ 8,719,894</u>	<u>\$ 8,614,429</u>	<u>\$ 10,053,623</u>
<b>Change in Net Position</b>										
Governmental activities	\$ (239,528)	\$ 1,918,887	\$ 1,326,683	\$ 702,946	\$ 2,409,760	\$ 1,496,521	\$ 301,623	\$ 574,092	\$ (565,188)	\$ 2,495,964
Business-type activities	(1,102,728)	(923,895)	(1,049,667)	(675,980)	243,639	7,245	973,228	990,769	(127,936)	186,367
Total primary government	<u>\$ (1,342,256)</u>	<u>\$ 994,992</u>	<u>\$ 277,016</u>	<u>\$ 26,966</u>	<u>\$ 2,653,399</u>	<u>\$ 1,503,766</u>	<u>\$ 1,274,851</u>	<u>\$ 1,564,861</u>	<u>\$ (693,124)</u>	<u>\$ 2,682,331</u>

DELHI CHARTER TOWNSHIP  
FUND BALANCE, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	2011*	2012	2013	2014	2015	2016	2017	2018	2019
<b>General Fund</b>									
Nonspendable	\$ 52,906	\$ 106,973	\$ 48,109	\$ 29,712	\$ 64,550	\$ 39,226	\$ 73,015	\$ 25,797	\$ 34,657
Restricted	40,045	30,349	22,826	20,575	15,532	2,004,334	473,524	490,838	969,785
Committed	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Assigned for subsequent years expenditures	-	-	697,910	993,250	1,348,620	3,649,070	1,814,050	633,130	526,590
Unassigned	<u>3,874,217</u>	<u>5,236,188</u>	<u>5,504,378</u>	<u>5,110,454</u>	<u>5,338,828</u>	<u>3,070,429</u>	<u>4,478,858</u>	<u>6,112,813</u>	<u>7,277,411</u>
<b>Total general fund</b>	<u>\$ 3,977,168</u>	<u>\$ 5,383,510</u>	<u>\$ 6,283,223</u>	<u>\$ 6,163,991</u>	<u>\$ 6,777,530</u>	<u>\$ 8,773,059</u>	<u>\$ 6,849,447</u>	<u>\$ 7,272,578</u>	<u>\$ 8,818,443</u>
<b>All other Governmental Funds</b>									
Nonspendable in construction fund	\$ -	\$ -	\$ 588,517	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted in construction fund	-	-	290,969	-	179,029	-	57,864	-	-
Nonspendable in special revenue funds	39,266	33,247	29,105	19,807	54,975	35,211	56,504	38,609	51,259
Restricted in special revenue funds	281,401	330,172	198,313	88,831	191,565	-	-	-	223,247
Committed in special revenue funds	417,637	367,710	306,982	277,224	266,839	334,256	393,109	364,890	322,411
Committed for debt service fund	-	-	-	-	-	-	59,908	109,200	98,857
Assigned for subsequent years expenditures	-	-	61,329	231,580	139,620	49,180	22,640	21,680	52,570
Unassigned in special revenue funds	<u>(39,266)</u>	<u>(31,747)</u>	<u>-</u>						
<b>Total all other governmental funds</b>	<u>\$ 699,038</u>	<u>\$ 699,382</u>	<u>\$ 1,475,215</u>	<u>\$ 617,442</u>	<u>\$ 832,028</u>	<u>\$ 418,647</u>	<u>\$ 590,025</u>	<u>\$ 534,379</u>	<u>\$ 748,344</u>

\* New Fund Balance categories

DELHI CHARTER TOWNSHIP  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	12/31/2010	12/31/2011	12/31/2012	12/31/2013*	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019
<b>Revenues</b>										
Taxes	\$ 3,642,755	\$ 5,393,489	\$ 5,131,573	\$ 5,311,408	\$ 5,350,366	\$ 5,414,764	\$ 5,326,844	\$ 5,578,637	\$ 5,597,193	\$ 6,885,125
Grants and Revenue Sharing	-	-	-	2,098,959	2,381,840	2,334,526	2,160,985	2,636,112	2,602,876	2,626,565
Special assessments	353,122	357,591	368,660	-	-	-	-	-	384,345	437,388
Intergovernmental-Local	-	-	-	95,031	159,610	143,493	140,471	133,313	157,958	627,884
Intergovernmental	1,939,042	2,275,689	2,372,618	-	-	-	-	-	-	-
Licenses and permits	206,255	226,356	181,376	252,148	304,387	505,784	782,673	659,866	506,940	467,764
Charges for services	1,852,940	1,936,354	1,942,533	1,405,769	1,488,674	1,616,868	1,523,687	1,674,104	1,580,852	1,644,672
Franchise Fees	-	-	-	443,210	472,391	494,517	515,564	512,700	511,305	509,281
Fines and Forfeitures	-	-	-	78,387	79,227	79,247	67,025	57,779	65,704	58,630
Interest and Rentals	39,751	16,751	9,694	20,802	23,388	25,299	337,422	53,537	96,858	156,111
Other	715,166	739,263	733,966	628,821	760,332	771,291	496,164	717,166	273,101	206,370
Total revenues	8,749,031	10,945,493	10,740,420	10,334,535	11,020,215	11,385,789	11,350,835	12,023,214	11,777,132	13,619,790
<b>Expenditures</b>										
General government	2,104,089	1,959,161	2,022,682	1,963,113	2,187,982	2,225,673	2,374,929	2,116,375	2,334,714	2,290,969
Public safety	3,951,764	4,165,152	4,438,719	4,534,015	4,639,103	4,943,200	4,798,002	5,039,452	3,194,269	3,177,244
Health & Welfare	-	-	-	-	-	-	-	-	2,141,638	2,266,980
Public works	536,245	496,722	686,620	864,688	1,253,563	669,875	800,004	1,227,575	653,567	681,877
Community development	588,014	608,433	553,021	605,837	574,711	604,369	796,021	781,810	771,515	686,346
Recreation and culture	725,571	712,694	746,417	702,820	761,143	707,045	837,782	783,752	909,431	1,111,688
Other	348,663	321,261	386,527	389,846	559,533	486,476	563,166	520,027	574,306	792,496
Debt service										
Principal	705,239	241,897	183,765	219,262	364,215	365,341	392,760	596,752	528,258	573,301
Interest and issuance costs	57,262	66,755	26,598	44,165	62,278	44,515	162,858	202,951	236,662	210,501
Capital outlay	167,278	321,559	289,385	537,743	1,477,912	647,425	1,662,339	2,874,880	314,173	73,853
Total expenditures	9,184,125	8,893,634	9,333,734	9,861,489	11,880,440	10,693,919	12,387,861	14,143,574	11,658,533	11,865,255
Excess of revenues over (under) expenditures	(435,094)	2,051,859	1,406,686	473,046	(860,225)	691,870	(1,037,026)	(2,120,360)	118,599	1,754,535
<b>Other Financing Sources (Uses)</b>										
Proceeds from long-term debt	-	-	-	1,200,000	-	-	2,613,930	348,000	-	-
Capital Lease	-	-	-	-	9,480	-	-	16,126	-	-
Issuance of refunding debt	-	721,779	-	-	-	-	414,585	-	-	-
Payment to refunded bond escrow agent	-	(687,645)	-	-	-	-	(409,341)	-	-	-
Proceeds from sale of capital assets	-	100,089	-	2,500	-	9,995	-	4,000	180,000	5,295
Transfers in	84,243	1,388,301	1,625,456	1,834,690	1,897,611	2,074,134	2,683,015	2,970,123	3,229,791	3,066,529
Transfers out	(35,019)	(1,388,301)	(1,625,456)	(1,834,690)	(1,897,611)	(2,074,134)	(2,683,015)	(2,970,123)	(3,229,791)	(3,066,529)
Total other financing sources (uses)	49,224	134,223	-	1,202,500	9,480	9,995	2,619,174	368,126	180,000	5,295
Net change in fund balances	\$ (385,870)	\$ 2,186,082	\$ 1,406,686	\$ 1,675,546	\$ (850,745)	\$ 701,865	\$ 1,582,148	\$ (1,752,234)	\$ 298,599	\$ 1,759,830
Debt service as a percentage of noncapital expenditures	8.5%	10.8%	2.3%	2.8%	4.1%	4.1%	8.7%	7.1%	6.7%	6.6%

\* Change in revenue classifications

DELHI CHARTER TOWNSHIP  
ASSESSED VALUE AND  
TAXABLE VALUE OF PROPERTY  
LAST TEN FISCAL YEARS

Fiscal Year Ended December 31	Agricultural Property	Commercial Property	Industrial Property	Residential Property	Personal Property	Total Taxable Value	Total Direct Tax Rate	Assessed Value	Taxable Value as a Percentage of Assessed Value
2010	\$ 2,504,049	\$ 123,516,681	\$ 13,641,928	\$ 549,152,400	\$ 48,597,700	\$ 737,412,758	\$ 7.8094	\$ 771,940,775	96%
2011	2,525,723	118,189,772	22,133,866	531,477,428	39,901,800	714,228,589	7.8094	739,999,851	97%
2012	2,573,066	118,370,473	24,493,165	497,480,929	49,847,700	692,765,333	7.8094	713,338,371	97%
2013	2,607,530	117,915,661	16,435,749	500,274,316	48,047,853	685,281,109	7.8094	710,930,773	96%
2014	2,672,068	121,823,664	14,897,412	505,737,261	50,095,615	695,226,020	7.8094	727,820,340	96%
2015	2,714,652	125,404,328	11,941,007	519,585,279	52,571,300	712,216,566	7.3094	760,094,300	94%
2016	2,722,763	127,575,883	13,116,318	528,771,656	46,701,500	718,888,120	7.2903	790,026,650	91%
2017	2,979,763	129,554,977	14,762,839	544,710,494	41,803,400	733,811,473	7.2903	821,397,875	89%
2018	2,967,285	137,701,092	14,573,574	566,858,128	42,736,200	764,836,279	8.7903	845,331,600	90%
2019	3,015,574	148,399,140	15,952,411	591,919,327	42,231,500	801,517,952	8.7903	904,547,100	89%

Personal Property by Category-Taxable Value

	Commercial	Industrial	Utility
2010	\$ 22,660,900	\$ 14,787,900	\$ 11,148,900
2011	20,533,200	11,240,900	8,127,700
2012	21,060,600	17,414,800	11,372,300
2013	21,446,800	15,224,553	11,376,500
2014	20,255,800	16,374,015	13,465,800
2015	22,260,400	16,523,600	13,787,300
2016	24,367,000	8,189,000	14,145,500
2017	23,607,500	4,135,500	14,060,400
2018	23,624,900	2,834,600	16,276,700
2019	22,908,900	2,236,400	17,086,200

Source: Township Assessing Department

DELHI CHARTER TOWNSHIP  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(PER \$1,000 OF ASSESSED VALUATION)

Fiscal Year Ended December 31	Delhi Charter Township						Overlapping Rates						Total Direct & Overlapping Rates	
	Operating Millage	Fire/EMS Millage	Police Millage	Fire Equip & Training Millage	Parks, Trails, Rec Millage	Total Township Millage	Ingham County Millage	Ingham Intermediate School Millage	Lansing Community College Millage	State Education Tax	Holt School District Operating Millage	Holt School District Debt Millage		Holt School District Total School Millage
2010	4.3094	1.5000	1.5000	0.5000	0.0000	7.8094	14.0739	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	47.6786
2011	4.3094	1.5000	1.5000	0.5000	0.0000	7.8094	14.1133	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	47.7180
2012	4.3094	1.5000	1.5000	0.5000	0.0000	7.8094	14.7533	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	48.3580
2013	4.3094	1.5000	1.5000	0.5000	0.0000	7.8094	14.7633	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	48.3680
2014	4.3094	1.5000	1.5000	0.5000	0.0000	7.8094	15.2633	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	48.8680
2015	4.3094	1.5000	1.5000	0.0000	0.0000	7.3094	15.0933	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	48.1980
2016	4.3094	1.5000	1.5000	0.0000	0.0000	7.3094	15.0933	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	48.1980
2017	4.2981	1.4961	1.4961	0.0000	0.0000	7.2903	15.3402	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	48.4258
2018	4.2981	1.4961	1.4961	0.5000	1.0000	8.7903	16.6060	5.9987	3.8072	6.0000	0.0000	10.0000	10.0000	51.2022
2019	4.2981	1.4961	1.4961	0.5000	1.0000	8.7903	16.6060	5.9987	3.8072	6.0000	0.0000	10.0000	10.0000	51.2022

Non-homestead Holt school operating millage

2010	17.3171
2011	17.3171
2012	17.3171
2013	17.3171
2014	17.3171
2015	18.0000
2016	18.0000
2017	18.0000
2018	18.0000
2019	18.0000

Source: Township Assessing Department

DELHI CHARTER TOWNSHIP  
TOP TEN PRINCIPAL  
TAXPAYERS  
CURRENT YEAR AND TEN YEARS AGO

Taxpayer	2019			2010		
	State Equalized Value	Rank	Percentage of Total Twp Taxable Value	State Equalized Value	Rank	Percentage of Total Twp Taxable Value
Consumers Energy	15,449,500	1	1.9%	\$ 10,975,200	2	1.4%
Willoughby Estates II, LLC	11,829,800	2	1.5%			
Dart Container Corp of MI	8,914,000	3	1.1%	7,460,700	3	0.9%
Woodland Lakes Investment Group	8,699,500	4	1.1%	6,522,500	4	
RSDC of Michigan, LLC	5,843,700	5	0.7%	28,769,800	1	3.5%
Comcast	5,208,700	6	0.6%			
Bondarenko Ltd LLC	4,910,700	7	0.6%	4,616,000	6	0.6%
Theroux Development Co.	4,492,800	8	0.6%	4,961,100	8	0.6%
Aspen Lakes Estates I LLC	4,238,700	9	0.5%	3,151,600	10	
Aspen Ridge Apartments LLC	3,280,300	10	0.4%			
MPT Lansing LLC				3,599,100	7	0.4%
Parker Hannifin Corp				5,861,500	5	0.7%
Orchid Orthopedic Solutions				3,223,400	9	0.4%

Source: Township Tax Data Base

DELHI CHARTER TOWNSHIP  
PROPERTY TAX LEVIES AND COLLECTONS  
LAST TEN FISCAL YEARS

Fiscal Year Ended December 31	Total Tax Levy for Fiscal Year	Collected with the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 4,336,310	\$ 4,325,485	99.8%	\$ 6,358	\$ 4,331,842	99.9%
2011	5,872,671	5,852,639	99.7%	14,193	5,866,832	99.9%
2012	5,663,616	5,643,714	99.6%	15,085	5,658,799	99.9%
2013	5,614,077	5,594,097	99.6%	16,599	5,610,696	99.9%
2014	5,343,452	5,109,083	95.6%	12,346	5,121,429	95.8%
2015	5,430,658	5,244,671	96.6%	14,780	5,259,451	96.8%
2016	5,229,524	5,066,873	96.9%	9,553	5,076,426	97.1%
2017	5,247,805	5,089,664	97.0%	7,844	5,097,508	97.1%
2018	5,359,223	5,203,092	97.1%	8,673	5,211,765	97.2%
2019	6,732,257	6,564,936	97.5%	14,779	6,579,715	97.7%

Note: 12/31 Tax levy is for following fiscal year.  
Ingham County reimburses the Township for all delinquent real property tax.

Source: Township Tax and Delinquent Personal Property Tax programs

DELHI CHARTER TOWNSHIP  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				Business-type Activities						Total Primary Government	Percentage of Personal Income	Per Capita*
	General Obligation Debt	Special Assessment Bonds	General Assessment Payable	Installment Purchase Agreement	General Obligation Bonds	Special Assessment Bonds	Revenue Bonds	Installment Purchase Agreement	Notes Payable				
2010	\$ 734,266	\$ 30,193	\$ 2,109,291	\$ 300,168	\$ 6,669,563	\$ 104,807	\$ 10,084,919	\$ -	\$ 1,480,000	\$ 21,513,207	3.00%	834	
2011	711,789	-	1,987,532	266,834	6,316,448	-	11,179,870	-	765,000	21,227,473	3.08%	829	
2012	653,514	-	1,961,961	233,500	5,871,128	-	16,033,333	-	-	24,753,436	3.36%	959	
2013	1,794,407	-	1,835,140	200,166	5,413,630	-	15,507,997	-	-	24,751,340	3.20%	953	
2014	1,641,752	-	2,504,894	166,833	4,970,295	-	14,955,000	-	-	24,238,774	3.21%	934	
2015	1,478,490	-	2,336,148	133,500	4,470,287	-	14,145,000	-	-	22,563,425	2.91%	867	
2016	1,314,586	-	2,668,771	2,714,096	4,010,174	-	13,320,000	1,470,335	-	25,497,962	3.20%	973	
2017	1,149,651	348,000	2,473,637	2,479,999	3,472,485	-	12,475,000	1,661,947	-	24,060,719	3.01%	912	
2018	982,217	340,000	2,535,003	2,342,400	10,418,785	-	11,620,000	1,520,586	-	29,758,991	3.57%	1,111	
2019	814,784	320,000	2,713,119	2,203,039	9,538,061	-	10,745,000	1,376,109	-	27,710,112	3.32%	1,035	

\* Based on population estimates.

See Schedule 13 for Demographic and Economic Statistics for personal income and populaton data.

DELHI CHARTER TOWNSHIP  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS

Fiscal Year	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES			Total Primary Government	Total Bonded Debt as a Percentage of Taxable Value <sup>1</sup>	Total Governmental Activities G.O. Debt Per Capita <sup>2</sup>	Per Capita Income
	General Obligation Debt	Special Assessment Bonds	General Obligation Bonds	Revenue Bonds	Special Assessment Bonds				
2010	\$ 734,266	\$ 30,193	\$ 6,669,564	\$ 10,084,919	\$ 104,807	\$ 17,623,749	2.39%	\$ 28.38	27,768
2011	711,789	-	6,316,448	11,179,870	-	18,208,107	2.55%	27.79	26,912
2012	653,514	-	5,871,128	16,033,333	-	22,557,975	3.26%	25.31	28,540
2013	1,794,407	-	5,413,630	15,507,997	-	22,716,034	3.31%	69.12	29,837
2014	1,641,752	-	4,970,295	14,955,000	-	21,567,047	3.10%	63.23	29,064
2015	1,478,490	-	4,470,287	14,145,000	-	20,093,777	2.82%	56.80	29,745
2016	1,314,586	-	4,010,174	13,320,000	-	18,644,760	2.59%	50.18	30,397
2017	1,149,651	348,000	3,472,485	12,475,000	-	17,445,136	2.38%	43.56	30,301
2018	982,217	340,000	11,944,368	11,620,000	-	24,886,585	3.25%	36.68	31,155
2019	814,784	320,000	10,914,170	10,745,000	-	22,793,954	2.83%	30.43	31,555

GOVERNMENTAL ACTIVITIES  
GENERAL BONDED DEBT

Fiscal Year	General Obligation Bonds	Special Assessment Bonds	Total	General Bonded Debt as a Percentage of Taxable Value <sup>1</sup>	General Bonded Debt Per Capita <sup>2</sup>
2010	\$ 734,266	\$ 30,193	\$ 764,459	0.10%	\$ 29.54
2011	711,789	-	711,789	0.10%	27.79
2012	653,514	-	653,514	0.09%	25.31
2013	1,794,407	-	1,794,407	0.26%	69.12
2014	1,641,752	-	1,641,752	0.24%	63.23
2015	1,478,490	-	1,478,490	0.21%	56.80
2016	1,314,586	-	1,314,586	0.18%	50.18
2017	1,149,651	348,000	1,497,651	0.20%	56.74
2018	982,217	340,000	1,322,217	0.17%	49.38
2019	814,784	340,000	1,154,784	0.14%	43.13

Note: Details regarding the township's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> See Schedule 5, the Schedule of Assessed Value and Taxable Value of Property for property value data.

<sup>2</sup> See Schedule 13, the Schedule of Demographic and Economic Statistics for population data.

DELHI CHARTER TOWNSHIP  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
DECEMBER 31, 2019

Jurisdiction	Net General Bonded Debt Outstanding	Percent Applicable to Delhi	Amount Applicable to Delhi
Holt School District	\$ 43,497,595	85.82%	\$ 37,329,636
Mason School District	38,325,000	10.19%	3,905,318
Lansing School District	110,660,000	0.04%	44,264
Eaton Rapids School District	40,418,062	2.06%	832,612
Ingham County	38,692,905	9.93%	3,842,205
Ingham Intermediate School District	1,169,000	8.27%	96,676
Eaton Intermediate School District	3,300,000	0.37%	12,210
Lansing Community College	102,475,000	6.69%	<u>6,855,578</u>
Subtotal, overlapping debt			52,918,499
Delhi Charter Township Governmental General Obligation debt	22,525,000	100.00%	<u>22,525,000</u>
Total direct and overlapping debt			<u>\$ 75,443,499</u>

Source: Municipal Advisory Council of Michigan (MAC)

The MAC obtains the taxable values of properties within the various taxing jurisdictions from the State of Michigan. The percentage applicable to Delhi Township is calculated by dividing the taxable value of Delhi Township taxpayers in that jurisdiction by the total taxable value of the jurisdiction.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the township. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Delhi Charter Township. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

DELHI CHARTER TOWNSHIP  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	\$ 77,184,731	\$ 75,707,465	\$ 71,302,823	\$ 71,936,018	\$ 73,423,610	\$ 76,789,658	\$ 79,002,665	\$ 82,139,788	\$ 84,436,453	\$ 90,739,180
Total net debt applicable to limit	22,629,459	20,614,366	18,250,046	17,697,318	16,668,880	14,635,973	19,502,808	24,820,991	30,433,236	28,110,518
Legal debt margin	54,555,272	55,093,099	53,052,777	54,238,700	56,754,730	62,153,685	59,499,857	57,318,797	54,003,217	62,628,662
Total net debt applicable to the limit as a percentage of debt limit	29.32%	27.23%	25.60%	24.60%	22.70%	19.06%	24.69%	30.22%	36.04%	30.98%

**Legal Debt Margin Calculation for Fiscal Year 2019**

2019 State Equalized Valuation (SEV)	\$ 907,391,800
	x 10%
Legal Debt Limit (10% of SEV)	<u>90,739,180</u>
Direct General Obligation Debt	\$ 39,175,518
Less:	
Special Assessment Bonds	(320,000)
Revenue Bonds	<u>(10,745,000)</u>
Net Direct Debt	<u>28,110,518</u>
Debt Limit Margin	<u>\$ 62,628,662</u>

DELHI CHARTER TOWNSHIP  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS

Fiscal Year	Population (estimated) <sup>1</sup>	Estimated Total Personal Income for Township Residents (amounts expressed in thousands)	Per Capita Personal Income <sup>1</sup>	Median Age <sup>1</sup>	School Enrollment <sup>2</sup>	Unemployment Rate <sup>3</sup>
2010	25,877	\$ 718,553	\$ 27,768	37.2	5,862	6.8%
2011	25,610	689,216	26,912	37.7	5,892	5.8%
2012	25,817	736,817	28,540	38.2	5,781	5.6%
2013	25,959	774,539	29,837	38.9	5,743	4.7%
2014	25,964	754,618	29,064	39.5	5,687	3.5%
2015	26,028	774,203	29,745	38.9	5,625	2.8%
2016	26,199	796,371	30,397	40.3	5,546	2.8%
2017	26,394	799,765	30,301	40.1	5,522	3.1%
2018	26,777	834,237	31,155	39.7	5,531	2.5%
2019	Information for 2019 was not available					

Data Sources:

<sup>1</sup> U.S. Census Bureau and estimated by current trends

<sup>2</sup> Holt Public Schools

<sup>3</sup> State of Michigan: Department of Energy, Labor, and Economic Growth

DELHI CHARTER TOWNSHIP  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO

Employer	2019			2010		
	Approx No. Employed	Rank	% of Total Employment	Approx No. Employed	Rank	% of Total Employment
Holt Public Schools	570	1	3%	850	1	5.0%
Granger Construction	290	2	2%	172	3	1.0%
Orchid Stealth	285	3	2%	117	8	0.7%
RSDC of Michigan, LLC	267	4	2%	171	4	1.0%
Keller Williams Real Estate	189	5	1%			
Two Men & A Truck	183	6	1%			
Kroger	155	7	1%	130	5	0.8%
Magna Powertrain (MPT)	150	8	1%	125	6	0.7%
NexCare-Holt Senior Care	143	9	1%			
Block Imaging	112	10	1%			
Dakkota Integrated Interiors				261	2	1.5%
Holt Senior Care				120	7	0.7%
Lansing Christian School				100	9	0.6%
Delhi Charter Township				80	10	0.5%

Source: Phone calls

Total Township employment from American Factfinder 5 year survey estimates

DELHI CHARTER TOWNSHIP  
FULL-TIME EQUIVALENT TOWNSHIP GOVERNMENT EMPLOYEES BY FUNCTION  
LAST TEN FISCAL YEARS

Function	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General government	17.82	18.17	16.17	16.25	16.30	16.00	19.50	21.30	20.40	18.20
Public Safety										
Police										
Officers *	18.00	19.00	19.00	19.00	19.00	19.00	19.70	19.70	19.70	19.70
Civilians *	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Fire										
Firefighters and officers	17.96	17.96	19.00	20.30	22.00	21.50	22.90	26.70	26.10	26.10
Civilians	1.80	1.80	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Public Works	22.55	23.80	25.10	25.10	25.10	24.10	22.80	22.60	23.60	21.90
Community Development	6.80	6.00	6.00	6.00	6.00	6.50	6.50	5.00	6.00	5.00
Recreation and Culture	5.80	9.43	9.32	10.50	11.80	11.90	11.90	11.00	11.40	11.50
Total	92.23	97.66	97.09	99.65	102.70	101.50	105.80	108.80	109.70	104.90

Source: Townships Budget Documents

\* These positions are employees of Ingham County. The Township contracts with Ingham County for police protection.

DELHI CHARTER TOWNSHIP  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS

Function	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Fire</b>										
Number of Calls	2,324	2,410	2,577	2,672	3,040	3,342	3,293	3,599	3,465	3,522
Inspections	1,129	826	800	613	273	13	302	315	325	15
Burning/Recreational Permits	317	271	220	286	402	289	350	375	171	74
<b>Police</b>										
Number of Traffic Accidents	507	288	455	411	549	566	512	460	507	not available
Number of Written Complaints	4,125	4,044	2,535	2,605	2,511	2,887	2,435	2,715	2,144	not available
Number of Miles Driven	115,671	113,913	117,023	126,542	127,890	130,344	134,929	134,892	176,033	not available
Vehicle Stops	5,869	5,867	5,512	5,432	5,911	5,479	4,707	3,757	2,873	not available
<b>Accounting</b>										
Number of W-2's processed	303	225	273	180	273	245	328	263	284	162
Number of payroll checks processed	1,459	1,189	1,442	1,179	1,100	995	1,101	760	746	478
Number of payroll direct deposits	2,063	2,085	2,038	2,250	2,571	2,190	2,280	2,266	2,439	2,453
Number of purchase orders processed	458	432	444	435	457	441	431	377	399	272
Number of accounts payable checks processed	2,156	2,283	2,376	2,165	2,149	2,069	1,959	1,928	2,023	1,980
Number of accounts payable ACHs sent	224	513	482	476	527	606	707	679	675	676
<b>Assessing</b>										
Number of Field Inspections	679	1,188	464	499	663	275	2,222	1,281	272	612
<b>Clerk's Office</b>										
Number of FOIA requests	37	26	85	44	30	32	52	61	60	75
Number of web site visitors	162,009	161,755	188,699	181,666	213,665	205,542	229,065	203,002	210,798	not available
Number of Facebook likes	655	761	972	1,229	1,398	1,847	5,261	6,497	7,409	7,957
Number of Twitter followers	601	782	1,080	1,258	1,386	1,597	1,697	1,775	1,806	1,817
Number of notarized items	200+	300	300	350	350	400	400	400	400	275
Passports issued	-	-	-	-	-	-	-	689	703	752
<b>Elections</b>										
Number of Registered Voters	17,425	17,891	18,572	18,602	18,401	18,930	19,540	19,352	20,124	20,171
Number of Permanent Absentee Voters	2,584	2,490	2,819	2,648	2,951	2,965	3,804	3,786	4,163	4,687
<b>Treasurer's Office</b>										
Monthly Average No. of Sewer Bills mailed	7,225	7,087	7,043	6,922	6,758	6,697	6,664	6,716	6,740	not available
Monthly Average No. of Sewer Bills Emailed	-	116	208	342	548	655	761	785	858	not available
Number of Tax Bills-Two billings/year	20,494	20,412	20,743	21,181	20,715	20,697	20,741	20,957	20,840	not available
<b>Recreation and Culture</b>										
Number of Athletic Teams	248	253	233	231	196	199	171	161	163	not available
<b>Wastewater</b>										
Average daily sewage treatment (millions of gallons per day)	2.15	2.35	2.10	2.32	2.20	2.13	2.51	2.63	2.63	not available
<b>Community Development</b>										
Permits Issued	1,229	1,207	1,180	1,166	1,427	1,992	2,325	2,059	1,812	2,015
Code Enforcement Complaints	583	579	422	499	523	732	561	369	480	590

Source: Various Township Departments

DELHI CHARTER TOWNSHIP  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST TEN FISCAL YEARS

Function	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Public Safety</b>										
Fire Stations	2	2	2	2	2	2	2	2	2	2
<b>Recreation and Culture</b>										
Parks Acreage	120	120	120	120	124	124	125	125	125	140
Parks	9	9	9	9	11	11	11	11	11	12
Senior Center	1	1	1	1	1	1	1	1	1	1
Buildings	2	2	2	2	2	2	2	2	2	2
Tennis Courts	8	8	8	8	8	8	8	8	8	8
<b>Sewer</b>										
Sanitary Sewers (miles)	124.54	124.54	125.62	125.64	125.81	125.81	126.05	126.54	126.81	not available
Maximum daily treatment capacity (millions of gallons)	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	not available
<b>General Government</b>										
Cemeteries	3	3	3	3	3	3	3	3	3	3
Community Service Center	1	1	1	1	1	1	1	1	1	1

DELHI CHARTER TOWNSHIP  
DOWNTOWN DEVELOPMENT AUTHORITY GENERAL OPERATING HISTORICAL INFORMATION  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Taxable Value-Ad Valorem	\$ 214,579,630	\$ 221,574,763	\$ 206,199,563	\$ 209,406,132	\$ 209,156,252	\$ 211,844,001	\$ 209,933,722	\$ 214,220,450	\$ 234,528,048	\$ 249,966,786
Base Value	48,650,975	48,650,975	48,650,975	48,650,975	48,650,975	48,663,625	48,663,625	48,663,625	48,651,575	48,651,575
Captured Value	165,928,655	172,923,788	157,548,588	160,755,157	160,505,277	163,180,376	161,270,097	165,556,825	185,876,473	201,315,211
*Revenue shared with Township	169,826	316,446	304,938	275,632	276,671	284,264	415,891	423,570	432,486	484,355
*Revenue shared with other entities	705,432	1,079,582	1,270,429	1,188,895	782,377	1,259,201	1,166,677	1,818,175	1,856,399	2,222,363
Revenues										
Tax Revenue	3,440,887	2,433,722	2,226,781	2,207,667	2,247,120	2,357,679	1,533,141	1,511,335	1,623,298	1,853,598
Other	45,128	232,818	47,358	51,922	45,108	52,207	401,312	75,781	171,001	857,267
Total Revenue	3,486,015	2,666,540	2,274,139	2,259,589	2,292,228	2,409,886	1,934,453	1,587,116	1,794,299	2,710,865
Expenditures										
Community & Economic Development	4,297,057	1,216,214	985,280	586,009	558,820	466,104	468,124	1,233,015	5,739,031	932,228
Debt Service	107,236	89,325	133,943	136,505	162,032	163,488	251,080	203,170	89,325	-
Capital Outlay	14,150	-	11,298	20,397	150,826	69,649	427,063	145,435	602,991	1,278,863
Total Expenditures	4,418,443	1,305,539	1,130,521	742,911	871,678	699,241	1,146,267	1,581,620	6,431,347	2,211,091
Other Financing Sources (uses)										
Sale of Capital Assets	-	-	-	77,454	-	-	-	-	-	45,000
Land Contract	-	-	-	-	75,000	-	-	-	-	-
Bond Proceeds	2,540,000	-	-	-	-	-	5,998,998	6,944,981	-	-
Bond Escrow Payments	-	-	-	-	-	-	(4,483,537)	-	-	-
Transfers Out to Debt Service Funds	(1,034,238)	(1,254,338)	(1,266,236)	(1,283,286)	(1,292,238)	(1,296,639)	(778,687)	(858,686)	(1,010,677)	(1,094,105)
Total other financing sources (uses)	1,505,762	(1,254,338)	(1,266,236)	(1,205,832)	(1,217,238)	(1,296,639)	736,774	6,086,295	(1,010,677)	(1,049,105)
Change in net position	573,334	106,663	(122,618)	310,846	203,312	414,006	1,524,960	6,091,791	(5,647,725)	(549,331)
Fund Balance										
Beginning of the year	369,827	943,161	1,049,824	927,206	1,238,052	1,441,364	1,855,370	3,380,330	9,472,121	3,824,396
End of the year	\$ 943,161	\$ 1,049,824	\$ 927,206	\$ 1,238,052	\$ 1,441,364	\$ 1,855,370	\$ 3,380,330	\$ 9,472,121	\$ 3,824,396	\$ 3,275,065

\*DDA Revenue Sharing Agreement: DDA returns a percentage of captured revenue as follows - 2005 - 2010 = 20%; 2011 - 2015 = 40%; 2016 - 2020 = 60%; 2021 - 2024 = 75%