

*Charter Township of Delhi
Ingham County, Michigan*

FINANCIAL STATEMENTS

Year ended December 31, 2022

INDEPENDENT AUDITOR'S REPORT	3 - 5
MANAGEMENT'S DISCUSSION AND ANALYSIS	6 - 12
BASIC FINANCIAL STATEMENTS	
Government-wide financial statements:	
Statement of net position	13
Statement of activities	14
Fund financial statements:	
Balance sheet - governmental funds	15 - 16
Statement of revenues, expenditures, and changes in fund balances - governmental funds	17 - 18
Statement of net position - proprietary fund	19
Statement of revenues, expenses, and changes in net position - proprietary fund	20
Statement of cash flows - proprietary fund	21 - 22
Statement of fiduciary net position - fiduciary funds	23
Statement of changes in fiduciary net position - fiduciary funds	24
Notes to financial statements	25 - 49
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	50 - 51
Fire Fund	52
Police Fund	53
Schedule of changes in the Township's net OPEB liability and related ratios	54
Schedule of Township OPEB contributions	55
SUPPLEMENTARY INFORMATION	
Combining balance sheet - nonmajor governmental funds	56
Combining statement of revenues, expenditures, and changes in fund balances - nonmajor governmental funds	57
Balance sheet - component units	58
Statement of revenues, expenditures, and change in fund balance - component units	59
Budgetary comparison schedule - Downtown Development Authority	60
Budgetary comparison schedule - Brownfield Redevelopment Authority	61
OTHER SUPPLEMENTARY SCHEDULES	
Combining balance sheet - special revenue funds (with comparative totals)	62
Combining statement of revenues, expenditures, and changes in fund balances - special revenue funds (with comparative totals)	63
Statement of revenues, expenditures, and changes in fund balances - budget and actual - special revenue funds	64
Combining statements of fiduciary net position - custodial funds (with comparative totals)	65

Governmental funds balance sheet and statement of net position - Brownfield Redevelopment Authority	66
Governmental funds statement of revenues, expenditures, and changes in fund balances and statement of activities - Brownfield Redevelopment Authority	67
Governmental funds balance sheet and statement of net position - Downtown Development Authority	68
Governmental funds statement of revenues, expenditures, and changes in fund balances and statement of activities - Downtown Development Authority	69
Balance sheets - General Fund	70
Statement of revenues, expenditures, and changes in fund balance - General Fund	71

STATISTICAL INFORMATION (UNAUDITED)**Financial trends**

Net position by component	72
Changes in net position	73
Fund balance - governmental funds	74
Changes in fund balances - governmental funds	75

Revenue capacity

Assessed value and taxable value of property	76
Property tax rates direct and overlapping governments	77
Top ten principal taxpayers	78
Property tax levies and collections	79

Debt capacity

Ratios of outstanding debt by type	80
Ratios of general bonded debt outstanding	81
Computation of direct and overlapping debt	82
Legal debt margin information	83

Demographic and economic information

Demographic and economic statistics	84
Principal employers	85
Full-time equivalent township government employees by function	86

Operating information

Operating indicators by function	87
Capital asset statistics by function	88
Downtown Development Authority general operating historical information	89

INDEPENDENT AUDITOR'S REPORT

Township Board
Charter Township of Delhi, Michigan

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Charter Township of Delhi, Michigan (the Township), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the contents.

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 activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Township, as of December 31, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedules for the pension and other postemployment benefit plans, as listed in the contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Township's basic financial statements. The component unit fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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.

Siegfried Crandall P.C.

April 6, 2023

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, 2022. Please read it in conjunction with the Township's financial statements.

FINANCIAL HIGHLIGHTS

- The Township's total net position increased by \$3,738,199 (5.8 percent) as a result of this year's activities. The net position of the governmental activities increased by \$2,035,887 and the net position of the business-type activity increased by \$1,702,312.
- Of the \$68,648,378 total net position reported, \$18,351,234 (27 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 \$13,046,796, which represents 168 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 government services, like general government and 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 funds 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 2022 and 2021 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 \$68,648,378. Of this total, \$47,332,649 represents a net investment in capital assets and \$2,964,495 is restricted for various purposes. Consequently, unrestricted net position was \$18,351,234 or 27 percent of the total.

Condensed financial information
Net position

	Governmental activities		Business-type activities		Totals	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 28,908,947	\$ 25,759,235	\$ 10,115,194	\$ 10,564,004	\$ 39,024,141	\$ 36,323,239
Capital assets	<u>21,475,762</u>	<u>22,180,795</u>	<u>47,086,120</u>	<u>47,114,740</u>	<u>68,561,882</u>	<u>69,295,535</u>
Total assets	<u>50,384,709</u>	<u>47,940,030</u>	<u>57,201,314</u>	<u>57,678,744</u>	<u>107,586,023</u>	<u>105,618,774</u>
Deferred outflows of resources	<u>2,639,416</u>	<u>3,243,667</u>	<u>937,343</u>	<u>1,130,001</u>	<u>3,576,759</u>	<u>4,373,668</u>
Long-term debt	<u>5,466,067</u>	<u>6,343,812</u>	<u>15,768,951</u>	<u>17,742,040</u>	<u>21,235,018</u>	<u>24,085,852</u>
Current and other liabilities	<u>4,758,565</u>	<u>6,122,403</u>	<u>913,973</u>	<u>1,925,820</u>	<u>5,672,538</u>	<u>8,048,223</u>
Total liabilities	<u>10,224,632</u>	<u>12,466,215</u>	<u>16,682,924</u>	<u>19,667,860</u>	<u>26,907,556</u>	<u>32,134,075</u>
Deferred inflows of resources	<u>13,495,679</u>	<u>11,449,555</u>	<u>2,111,169</u>	<u>1,498,633</u>	<u>15,606,848</u>	<u>12,948,188</u>
Net position:						
Net investment in capital assets	<u>16,009,695</u>	<u>15,837,816</u>	<u>31,322,954</u>	<u>29,386,316</u>	<u>47,332,649</u>	<u>45,224,132</u>
Restricted	<u>2,708,354</u>	<u>3,108,452</u>	<u>256,141</u>	<u>2,573,557</u>	<u>2,964,495</u>	<u>5,682,009</u>
Unrestricted	<u>10,585,765</u>	<u>8,321,659</u>	<u>7,765,469</u>	<u>5,682,379</u>	<u>18,351,234</u>	<u>14,004,038</u>
Total net position	<u>\$ 29,303,814</u>	<u>\$ 27,267,927</u>	<u>\$ 39,344,564</u>	<u>\$ 37,642,252</u>	<u>\$ 68,648,378</u>	<u>\$ 64,910,179</u>

Changes in net position

The Township's total revenues for the current fiscal year were \$23,184,987, which is \$865,351 higher than the prior year. A large portion of the increase is attributable to sewer connection fees and permits for a new development in 2022. In the current year, approximately 48 percent of the Township's revenues come from charges for services, primarily sewer charges, and about 31 percent come from property taxes. State shared revenue represented 14 percent of total revenues in the current year.

The total cost of the Township's programs, covering a wide range of services, totaled \$19,446,788. Approximately 36 percent of the Township's expenses relates to the provision of sewer services. General government and public safety expenses account for 14 and 18 percent of the Township's total expenses, respectively.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

*Condensed financial information
Changes in net position*

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Totals</i>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Program revenues:						
Charges for services	\$ 2,914,106	\$ 2,911,846	\$ 8,113,869	\$ 7,832,313	\$ 11,027,975	\$ 10,744,159
Grants and contributions:						
Operating grants	653,178	836,237	29,241	31,771	682,419	868,008
Capital grants	9,490	-	485,300	110,194	494,790	110,194
General revenues:						
Property taxes	7,130,050	6,825,314	-	-	7,130,050	6,825,314
Local community stabilization	205,949	257,169	-	-	205,949	257,169
State shared revenue	3,155,905	2,949,636	-	-	3,155,905	2,949,636
Unrestricted investment return	(127,100)	10,039	84,639	21,148	(42,461)	31,187
Miscellaneous	530,360	533,969	-	-	530,360	533,969
Total revenues	<u>14,471,938</u>	<u>14,324,210</u>	<u>8,713,049</u>	<u>7,995,426</u>	<u>23,184,987</u>	<u>22,319,636</u>
Expenses:						
General government	2,693,912	2,700,679	-	-	2,693,912	2,700,679
Public safety	3,489,648	3,649,330	-	-	3,489,648	3,649,330
Public works	829,022	734,418	-	-	829,022	734,418
Health and welfare	2,582,163	2,153,433	-	-	2,582,163	2,153,433
Community and economic development	1,095,455	999,281	-	-	1,095,455	999,281
Recreation and culture	1,541,424	1,352,590	-	-	1,541,424	1,352,590
Interest	191,707	211,445	-	-	191,707	211,445
Sewer	-	-	7,023,457	6,763,766	7,023,457	6,763,766
Total expenses	<u>12,423,331</u>	<u>11,801,176</u>	<u>7,023,457</u>	<u>6,763,766</u>	<u>19,446,788</u>	<u>18,564,942</u>
Transfers	<u>(12,720)</u>	<u>-</u>	<u>12,720</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in net position	<u>\$ 2,035,887</u>	<u>\$ 2,523,034</u>	<u>\$ 1,702,312</u>	<u>\$ 1,231,660</u>	<u>\$ 3,738,199</u>	<u>\$ 3,754,694</u>
Net position, end of year	<u>\$ 29,303,814</u>	<u>\$ 27,267,927</u>	<u>\$ 39,344,564</u>	<u>\$ 37,642,252</u>	<u>\$ 68,648,378</u>	<u>\$ 64,910,179</u>

Governmental activities

Governmental activities increased the Township's net position by \$2,035,887, in the current year, compared to a \$2,523,034 increase in the prior year. Net position increased by a lower amount in the current year as revenues increased by \$147,728, while expenses increased by \$622,155.

Revenues increased due to a \$304,736 increase in property taxes, as taxable value increased, and State grants were \$206,269 higher than the previous year, while investment return decreased by \$137,136. Total expenses increased, while all other functions increased, public safety and general governmental decreased.

The total cost of governmental activities this year was \$12,423,331. After subtracting the direct charges to those who directly benefited from the programs (\$2,914,106) and operating/capital grants and contributions (\$662,668), the "public benefit" portion covered by property taxes, state revenue sharing, and other general revenues was \$8,856,047.

Business-type activities

Business-type activities increased the Township's net position by \$1,702,312 in the current year compared to a \$1,231,660 increase in the prior year. Net position increased as charges for services increased by \$281,556 due to increases in rates and customer usage, and expenses increased by \$259,691.

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 \$16,510,110, an increase of \$1,255,796 in comparison with the prior year. Of the total fund balances, \$13,046,796 (79 percent) constitutes unassigned fund balance, which is available for spending at the Township's discretion. The remainder of the fund balance is either nonspendable (\$59,059), restricted to indicate that it is not available for new spending (\$2,684,785), committed for specific purposes (\$485,640) or assigned (\$233,830).

The General Fund is the primary operating fund of the Township. At the end of the fiscal year, its fund balance was \$14,126,346. Revenues (\$9,421,489) exceeded expenditures (\$5,436,231) and transfers out (\$2,325,161) to the fire, police, and parks funds. Fund balance increased by \$1,660,097 during the current year.

The Fire Fund experienced a decrease in fund balance of \$72,807, as the fund's revenues (\$2,343,482) and transfers in (\$517,987) from the General Fund did not exceed expenditures (\$2,934,276) in the current year. The fund balance at the end of the fiscal year was \$23,569, which is nonspendable at year end.

The Police Fund experienced no change in fund balance, as the fund's revenues (\$1,324,751) and transfers in (\$1,695,188) from the General Fund equaled expenditures (\$3,019,939) in the current year. There was no remaining fund balance at the end of the fiscal.

The Capital Project Fund experienced a \$376,441 decrease in fund balance as expenditures of (\$382,764) were incurred in the current year. The fund balance of \$1,408,031 is restricted for capital projects at the end of the fiscal year.

Proprietary funds

The Sewer Fund experienced an increase in net position of \$1,702,312 in the current year, primarily because user fees have been set so the fund is covering its costs. Total net position is \$39,344,564 at year end, of which \$7,765,469 is unrestricted.

General Fund budgetary highlights

The Township amended its revenue budget to increase total revenues by \$954,200. The Township also amended its appropriations during the current year so that budgeted expenditures decreased by \$707,760 to reflect changes that occurred over the course of the year. The most significant amendments decreased public works expenditures by \$517,920 related to the delay of projects during the year.

Total revenues were \$200,689 more than budgeted, as almost every revenue category was comparable to budgeted amounts. Expenditures were \$477,789 less than the amounts appropriated, as costs were lower than appropriations in every function. Net other financing uses were \$269,909 less than budgeted. These variances resulted in a net \$948,387 positive budget variance due to a \$1,660,097 increase in fund balance compared to a budgeted increase of \$711,710.

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, 2022, amounts to \$68,561,882, net of accumulated depreciation. Governmental capital assets amount to \$21,475,762 and business-type capital assets totaled \$47,086,120. These investments include a broad range of assets, including land, buildings, equipment, streets, and sewer and water facilities. The net decrease in the Township's net investment in capital assets for the current fiscal year was \$733,653 as additions (\$3,224,665) were lower than depreciation (\$3,951,037) and loss on disposal of (\$7,281).

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Total</i>	
	2022	2021	2022	2021	2022	2021
Land	\$ 3,333,974	\$ 3,333,974	\$ 1,116,405	\$ 1,116,405	\$ 4,450,379	\$ 4,450,379
Easements	116,639	116,639	15,955	15,955	132,594	132,594
Infrastructure	-	-	28,236,493	27,079,964	28,236,493	27,079,964
Flowage rights	3,766,567	3,978,463	-	-	3,766,567	3,978,463
Buildings and improvements	5,688,199	6,032,437	9,390,991	10,443,301	15,079,190	16,475,738
Land improvements	6,603,076	6,944,597	98,274	135,345	6,701,350	7,079,942
Machinery and equipment	467,184	522,007	6,221,485	3,575,333	6,688,669	4,097,340
Furniture and office equipment	591	2,956	48,906	50,985	49,497	53,941
Computer equipment and programs	-	5,783	13,672	16,448	13,672	22,231
Vehicles	914,896	1,044,467	153,532	384,386	1,068,428	1,428,853
Construction in progress	584,636	199,472	1,790,407	4,296,618	2,375,043	4,496,090
Totals	<u>\$ 21,475,762</u>	<u>\$ 22,180,795</u>	<u>\$ 47,086,120</u>	<u>\$ 47,114,740</u>	<u>\$ 68,561,882</u>	<u>\$ 69,295,535</u>

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

- Hayhoe trail project costs during the year totaled \$382,764.
- Purchase of equipment costing \$54,104.
- Sewer system improvements totaled \$2,778,117, of which \$1,790,407 was in progress at year end.

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 \$21,235,018, which represents a net decrease of \$2,850,834. Principal payments, in the amount of \$2,850,8334, were made in a timely manner.

	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
General obligation	\$ 250,000	\$ 448,260	\$ 6,756,355	\$ 7,707,763	\$ 7,006,355	\$ 8,156,023
Revenue bonds	-	-	8,010,000	8,940,000	8,010,000	8,940,000
Other long-term debt	<u>5,216,067</u>	<u>5,895,552</u>	<u>1,002,596</u>	<u>1,094,277</u>	<u>6,218,663</u>	<u>6,989,829</u>
Totals	<u>\$ 5,466,067</u>	<u>\$ 6,343,812</u>	<u>\$ 15,768,951</u>	<u>\$ 17,742,040</u>	<u>\$ 21,235,018</u>	<u>\$ 24,085,852</u>

Other long-term debt of the governmental activities, totaling \$430,826, represents accrued compensated absences. The Township’s governmental and business-type activities also recognized a net OPEB asset, associated with its defined benefit OPEB plan, in the amount of \$388,539.

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 2023 fiscal year:

- The emphasis on reducing costs while providing quality services to our citizens continued to be a major consideration in the 2023 budget development.
- Remain conservative in terms of expenditures given the influence of COVID-19 on economic conditions.
- 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 \$1,660,097. The Township has projected expenditures to exceed revenues in 2023 by \$233,830. Township policy is to maintain an unrestricted fund balance on the General Fund of no less than 17 percent of General Fund operating expenditures.

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

Charter Township of Delhi
STATEMENT OF NET POSITION
December 31, 2022

	Primary government			Component units	
	Governmental activities	Business-type activity	Totals	Downtown Development Authority	Brownfield Redevelopment Authority
ASSETS					
Current assets:					
Cash	\$ 6,006,502	\$ 3,619,701	\$ 9,626,203	\$ 5,936,657	\$ 499,501
Investments	15,508,238	4,564,584	20,072,822	3,733,434	-
Receivables	4,711,461	1,469,191	6,180,652	264,924	248,245
Prepaid expenses	59,059	20,262	79,321	16,209	-
Total current assets	26,285,260	9,673,738	35,958,998	9,951,224	747,746
Noncurrent assets:					
Restricted cash	1,704,866	318,616	2,023,482	42,815	-
Restricted investments	-	21,482	21,482	137,572	-
Due from component unit	631,640	-	631,640	-	-
Net other postemployment benefits asset	287,181	101,358	388,539	-	-
Capital assets not being depreciated	4,035,249	2,922,767	6,958,016	1,510,388	-
Capital assets being depreciated, net	17,440,513	44,163,353	61,603,866	1,956,880	-
Total noncurrent assets	24,099,449	47,527,576	71,627,025	3,647,655	-
Total assets	50,384,709	57,201,314	107,586,023	13,598,879	747,746
DEFERRED OUTFLOWS OF RESOURCES					
Deferred amount on bond refunding, net	-	5,785	5,785	69,243	-
Deferred amounts - net OPEB liability	2,639,416	931,558	3,570,974	-	-
Total deferred outflows of resources	2,639,416	937,343	3,576,759	69,243	-
LIABILITIES					
Current liabilities:					
Payables	1,224,435	913,973	2,138,408	3,050,513	18,522
Unearned revenue	3,103,304	-	3,103,304	500	-
Bonds and notes payable due within one year	802,160	1,635,775	2,437,935	852,825	-
Total current liabilities	5,129,899	2,549,748	7,679,647	3,903,838	18,522
Noncurrent liabilities:					
Due to primary government	-	-	-	631,640	-
Compensated absences	430,826	-	430,826	-	-
Bonds and notes payable	4,663,907	14,133,176	18,797,083	8,721,642	-
Total noncurrent liabilities	5,094,733	14,133,176	19,227,909	9,353,282	-
Total liabilities	10,224,632	16,682,924	26,907,556	13,257,120	18,522
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	7,514,034	-	7,514,034	1,638,845	323,860
Deferred amounts - net OPEB liability	5,981,645	2,111,169	8,092,814	-	-
Total deferred inflows of resources	13,495,679	2,111,169	15,606,848	1,638,845	323,860
NET POSITION					
Net investment in capital assets	16,009,695	31,322,954	47,332,649	(6,037,956)	-
Restricted:					
Public safety	390,478	-	390,478	-	-
Building department	538,557	-	538,557	-	-
Capital projects	1,673,413	21,482	1,694,895	180,387	-
Debt service	105,906	234,659	340,565	-	-
Unrestricted	10,585,765	7,765,469	18,351,234	4,629,726	405,364
Total net position (deficit)	\$ 29,303,814	\$ 39,344,564	\$ 68,648,378	\$ (1,227,843)	\$ 405,364

See notes to financial statements

Charter Township of Delhi
STATEMENT OF ACTIVITIES
Year ended December 31, 2022

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
Primary government:									
Governmental activities:									
General government	\$ 2,693,912	\$ 934,071	\$ 92,553	\$ -	\$ (1,667,288)	\$ (1,667,288)			
Public safety	3,489,648	575,491	-	9,490	(2,904,667)	(2,904,667)			
Public works	829,022	120,824	406,058	-	(302,140)	(302,140)			
Health and welfare	2,582,163	978,236	-	-	(1,603,927)	(1,603,927)			
Community and economic development	1,115,147	238,711	132,838	-	(743,598)	(743,598)			
Recreation and culture	1,521,732	66,773	21,729	-	(1,433,230)	(1,433,230)			
Interest on long-term debt	191,707	-	-	-	(191,707)	(191,707)			
Total governmental activities	<u>12,423,331</u>	<u>2,914,106</u>	<u>653,178</u>	<u>9,490</u>	<u>(8,846,557)</u>	<u>(8,846,557)</u>			
Business-type activity - Sewer	<u>7,023,457</u>	<u>8,113,869</u>	<u>29,241</u>	<u>485,300</u>	<u>\$ 1,604,953</u>	<u>1,604,953</u>			
Total primary government	<u>\$ 19,446,788</u>	<u>\$ 11,027,975</u>	<u>\$ 682,419</u>	<u>\$ 494,790</u>	<u>\$ (8,846,557)</u>	<u>\$ 1,604,953</u>	<u>\$ (7,241,604)</u>		
Component units:									
Downtown Development Authority	\$ 1,362,369	\$ 23,522	\$ 3,500	\$ -			\$ (1,335,347)	\$ -	
Brownfield Redevelopment Authority	<u>600,689</u>	<u>-</u>	<u>200,017</u>	<u>-</u>			<u>-</u>	<u>(400,672)</u>	
Total component units	<u>\$ 1,963,058</u>	<u>\$ 23,522</u>	<u>\$ 203,517</u>	<u>\$ -</u>			<u>(1,335,347)</u>	<u>(400,672)</u>	
General revenues:									
Property taxes:									
Operating					3,269,793	-	3,269,793	2,241,113	416,941
Fire					1,285,706	-	1,285,706	-	-
Police					1,285,706	-	1,285,706	-	-
Parks and recreation					859,276	-	859,276	-	-
Fire equipment					429,569	-	429,569	-	-
Local community stabilization revenue					205,949	-	205,949	-	-
State shared revenue					3,155,905	-	3,155,905	-	-
Unrestricted investment return					(127,100)	84,639	(42,461)	38,500	-
Franchise fees					347,720	-	347,720	-	-
Other					105,495	-	105,495	-	-
Gain (loss) on asset disposal					77,145	-	77,145	-	-
Transfers					(12,720)	12,720	-	-	-
Total general revenues					<u>10,882,444</u>	<u>97,359</u>	<u>10,979,803</u>	<u>2,279,613</u>	<u>416,941</u>
Changes in net position					2,035,887	1,702,312	3,738,199	944,266	16,269
Net position (deficit) - beginning					<u>27,267,927</u>	<u>37,642,252</u>	<u>64,910,179</u>	<u>(2,172,109)</u>	<u>389,095</u>
Net position (deficit) - ending					<u>\$ 29,303,814</u>	<u>\$ 39,344,564</u>	<u>\$ 68,648,378</u>	<u>\$ (1,227,843)</u>	<u>\$ 405,364</u>

See notes to financial statements

BALANCE SHEET - governmental funds

December 31, 2022

	General	Special revenue		Capital Project	Nonmajor	Total
		Fire	Police	Capital	funds	governmental funds
ASSETS						
Cash	\$ 2,776,602	\$ 831,843	\$ 1,034,427	\$ -	\$ 1,363,630	\$ 6,006,502
Restricted cash - capital projects	265,382	-	-	1,439,484	-	1,704,866
Investments	15,083,125	-	-	-	425,113	15,508,238
Taxes receivable	1,910,021	574,257	574,257	-	578,955	3,637,490
Accounts receivable	687,161	94,687	1,809	-	-	783,657
Special assessments receivable	141,361	-	-	-	148,953	290,314
Due from component unit	631,640	-	-	-	-	631,640
Prepaid expenditures	31,781	23,569	-	-	3,709	59,059
Total assets	<u>\$ 21,527,073</u>	<u>\$ 1,524,356</u>	<u>\$ 1,610,493</u>	<u>\$ 1,439,484</u>	<u>\$ 2,520,360</u>	<u>\$ 28,621,766</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 650,973	\$ 28,117	\$ 251,254	\$ 31,453	\$ 27,410	\$ 989,207
Accrued liabilities	79,823	113,425	-	-	21,543	214,791
Unearned grant revenue	2,783,070	-	-	-	-	2,783,070
Unearned assessment revenue	320,234	-	-	-	-	320,234
Total liabilities	<u>3,834,100</u>	<u>141,542</u>	<u>251,254</u>	<u>31,453</u>	<u>48,953</u>	<u>4,307,302</u>
Deferred inflows of resources:						
Unavailable property taxes	3,425,266	1,359,239	1,359,239	-	1,370,290	7,514,034
Unavailable ambulance fees	-	6	-	-	-	6
Unavailable special assessments	141,361	-	-	-	148,953	290,314
Total deferred inflows of resources	<u>3,566,627</u>	<u>1,359,245</u>	<u>1,359,239</u>	<u>-</u>	<u>1,519,243</u>	<u>7,804,354</u>
Fund balances:						
Nonspendable:						
Prepays	31,781	23,569	-	-	3,709	59,059
Restricted for:						
Public safety	-	-	-	-	366,909	366,909
Building department	538,557	-	-	-	-	538,557
Debt service	-	-	-	-	105,906	105,906
Hayhoe trail	-	-	-	1,408,031	-	1,408,031
Sycamore trail	265,382	-	-	-	-	265,382
Committed for:						
Water improvements	-	-	-	-	475,640	475,640
Disaster contingency	10,000	-	-	-	-	10,000
Assigned for:						
Subsequent year expenditures	233,830	-	-	-	-	233,830
Unassigned	13,046,796	-	-	-	-	13,046,796
Total fund balances	<u>14,126,346</u>	<u>23,569</u>	<u>-</u>	<u>1,408,031</u>	<u>952,164</u>	<u>16,510,110</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 21,527,073</u>	<u>\$ 1,524,356</u>	<u>\$ 1,610,493</u>	<u>\$ 1,439,484</u>	<u>\$ 2,520,360</u>	<u>\$ 28,621,766</u>

See notes to financial statements

BALANCE SHEET - governmental funds (Continued)

December 31, 2022

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

Total fund balance - total governmental funds (page 15) \$ 16,510,110

Amounts reported for *governmental activities* in the statement of net position (page 13) are different because:

Capital assets used in *governmental activities* are not financial resources and, therefore, are not reported in the funds. 21,475,762

Certain receivables are not available to pay for the current period's expenditures and, therefore, are deferred inflows of resources in the funds. 290,320

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Compensated absences	(430,826)
Bonds and notes payable	(5,466,067)
Deferred outflows of resources - bond refunding	-
Net other postemployment benefits (liability) asset	287,181
Deferred outflows of resources - Net other postemployment benefits liability	2,639,416
Deferred inflows of resources - Net other postemployment benefits liability	(5,981,645)

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. (20,437)

Net position of *governmental activities* \$ 29,303,814

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND

BALANCES - governmental funds

Year ended December 31, 2022

	General	Special revenue		Capital Project	Nonmajor	Total governmental
		Fire	Police	Capital	funds	funds
REVENUES						
Property taxes	\$ 3,801,429	\$ 1,285,706	\$ 1,285,706	\$ -	\$ 1,288,845	\$ 7,661,686
Licenses and permits	935,715	-	-	-	-	935,715
Federal grants	84,712	-	-	-	9,490	94,202
State grants	3,513,163	16,405	16,405	-	37,128	3,583,101
Intergovernmental - local	148,244	-	-	6,323	-	154,567
Charges for services	630,257	1,017,188	-	-	121,197	1,768,642
Fines and forfeitures	19,213	-	22,640	-	-	41,853
Investment return (loss) and rentals	(134,312)	-	-	-	7,212	(127,100)
Other	423,068	24,183	-	-	88,600	535,851
Total revenues	9,421,489	2,343,482	1,324,751	6,323	1,552,472	14,648,517
EXPENDITURES						
Current:						
General government	3,122,463	-	-	-	-	3,122,463
Public safety	-	352,113	3,019,939	-	182,040	3,554,092
Public works	674,257	-	-	-	4,582	678,839
Community and economic development	877,367	-	-	-	-	877,367
Health and welfare	-	2,582,163	-	-	-	2,582,163
Recreation and culture	-	-	-	-	1,122,378	1,122,378
Capital outlay	23,620	-	-	382,764	40,164	446,548
Debt service:						
Principal	565,864	-	-	-	311,881	877,745
Interest	172,660	-	-	-	22,891	195,551
Total expenditures	5,436,231	2,934,276	3,019,939	382,764	1,683,936	13,457,146
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,985,258	(590,794)	(1,695,188)	(376,441)	(131,464)	1,191,371
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of assets	-	-	-	-	77,145	77,145
Transfers in	-	517,987	1,695,188	-	99,266	2,312,441
Transfers out	(2,325,161)	-	-	-	-	(2,325,161)
Net other financing sources (uses)	(2,325,161)	517,987	1,695,188	-	176,411	64,425
NET CHANGES IN FUND BALANCES	1,660,097	(72,807)	-	(376,441)	44,947	1,255,796
FUND BALANCES - BEGINNING	12,466,249	96,376	-	1,784,472	907,217	15,254,314
FUND BALANCES - ENDING	\$ 14,126,346	\$ 23,569	\$ -	\$ 1,408,031	\$ 952,164	\$ 16,510,110

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND

BALANCES - governmental funds (Continued)

Year ended December 31, 2022

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 17)	\$ 1,255,796
Amounts reported for <i>governmental activities</i> in the statement of activities (page 14) are different because:	
Capital assets:	
Add - capital asset acquisitions	446,548
Deduct - provision for depreciation	(1,151,581)
Long-term debt:	
Add - principal payments	877,745
Changes in other liabilities:	
Net decrease in compensated absences	58,073
Net increase in interest payable	4,677
Net decrease in other postemployment benefit liability	3,031,076
Changes in deferred outflows of resources and deferred inflows of resources:	
Net decrease in deferred inflows of resources - unavailable revenue	(253,724)
Decrease in deferred outflows of resources - bond refunding	(833)
Net decrease in deferred outflows of resources - other postemployment benefit liability	(603,418)
Net decrease in deferred inflows of resources - other postemployment benefit liability	<u>(1,628,472)</u>
Change in net position of <i>governmental activities</i>	<u>\$ 2,035,887</u>

STATEMENT OF NET POSITION - Proprietary Fund

December 31, 2022

	<u>Business-type activities</u>
	<u>Enterprise fund</u>
	<u>Sewer</u>
ASSETS	
Current assets:	
Cash	\$ 3,619,701
Investments	4,564,584
Accounts receivable	1,461,187
Special assessment receivable	8,004
Prepays	<u>20,262</u>
Total current assets	<u>9,673,738</u>
Noncurrent assets:	
Restricted cash:	
Debt service	318,616
Restricted investments - capital projects	21,482
Net other postemployment benefit asset	101,358
Capital assets not being depreciated	2,922,767
Capital assets being depreciated, net	<u>44,163,353</u>
Total noncurrent assets	<u>47,527,576</u>
Total assets	<u>57,201,314</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amounts - net other postemployment liability	931,558
Deferred amount on bond refunding, net	<u>5,785</u>
Total deferred outflows of resources	<u>937,343</u>
LIABILITIES	
Current liabilities:	
Accounts payable	613,927
Accrued liabilities	207,223
Interest payable	83,957
Customer deposits	8,866
Bonds and notes payable due within one year	<u>1,635,775</u>
Total current liabilities	<u>2,549,748</u>
Noncurrent liabilities:	
Bonds payable	<u>14,133,176</u>
Total liabilities	<u>16,682,924</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred amounts - net other postemployment liability	<u>2,111,169</u>
NET POSITION	
Net investment in capital assets	31,322,954
Restricted for:	
Debt service	234,659
Capital projects	21,482
Unrestricted	<u>7,765,469</u>
Total net position	<u>\$ 39,344,564</u>

See notes to financial statements

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - Proprietary Fund

Year ended December 31, 2022

	<i>Business-type activities</i>
	<u>Enterprise fund</u>
	<u>Sewer</u>
OPERATING REVENUES	
Charges for services:	
Utility charges	\$ 7,717,042
Permits and fees	257,957
Other operating revenue	<u>138,870</u>
Total operating revenues	<u>8,113,869</u>
OPERATING EXPENSES	
Cost of sales and services	3,792,578
Depreciation	<u>2,799,456</u>
Total operating expenses	<u>6,592,034</u>
OPERATING INCOME	<u>1,521,835</u>
NONOPERATING REVENUES (EXPENSES)	
Interest and rents	84,639
Federal grants	29,241
Interest expense	<u>(431,423)</u>
Net nonoperating expenses	<u>(317,543)</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	1,204,292
CAPITAL CONTRIBUTIONS	<u>485,300</u>
TRANSFERS IN	<u>12,720</u>
CHANGES IN NET POSITION	1,702,312
NET POSITION - BEGINNING	<u>37,642,252</u>
NET POSITION - ENDING	<u>\$ 39,344,564</u>

See notes to financial statements

STATEMENT OF CASH FLOWS - Proprietary Fund

Year ended December 31, 2022

	<u>Business-type activities</u>
	<u>Enterprise fund</u>
	<u>Sewer</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 7,934,598
Payments to vendors and suppliers	(2,896,321)
Payments to employees	<u>(1,098,292)</u>
Net cash provided by (used in) operating activities	<u>3,939,985</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers in	12,720
Federal grants	<u>29,241</u>
Net cash provided by (used in) noncapital financing activities	<u>41,961</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital contributions	485,300
Collection of special assessments	374,746
Acquisition of capital assets	(2,770,836)
Principal payments on capital debt	(1,971,409)
Interest payments on capital debt	<u>(435,658)</u>
Net cash provided by (used in) capital and related financing activities	<u>(4,317,857)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of investments	(2,663,572)
Interest received	<u>84,639</u>
Net cash provided by (used in) investing activities	<u>(2,578,933)</u>
NET CHANGE IN CASH	(2,914,844)
CASH - BEGINNING (including \$2,667,900 in restricted accounts)	<u>6,853,161</u>
CASH - ENDING (including \$340,098 in restricted accounts)	<u>\$ 3,938,317</u>

See notes to financial statements

STATEMENT OF CASH FLOWS - Proprietary Fund (Continued)

Year ended December 31, 2022

	<u>Business-type activities</u>
	<u>Enterprise fund</u>
	<u>Sewer</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	
Operating income (loss)	\$ 1,521,835
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation	2,799,456
(Increase) decrease in:	
Receivables	(96,304)
Prepays	20,454
Deferred outflows - net other postemployment liability	184,827
Increase (decrease) in:	
Payables	6,408
Accrued liabilities	19,717
Customer deposits	(82,967)
Net other postemployment benefits liability	(1,045,977)
Deferred inflows - net other postemployment liability	<u>612,536</u>
Net cash provided by (used in) operating activities	<u>\$ 3,939,985</u>
 Schedule of noncash capital and related financing activities:	
Acquisition of capital assets:	
Increase in capital assets	\$ (2,778,117)
Transfer of assets	<u>7,281</u>
Cash used to acquire capital assets	<u>\$ (2,770,836)</u>

STATEMENT OF FIDUCIARY NET POSITION - *fiduciary funds*

December 31, 2022

	<i>Other Postemployment Benefit Trust</i>	<i>Cemetery Trust</i>	<i>Custodial</i>
ASSETS			
Cash	\$ -	\$ 70,432	\$ 12,893,648
Investments	6,556,150	-	-
Taxes receivable for other governments	-	-	19,152,716
	<u>6,556,150</u>	<u>70,432</u>	<u>32,046,364</u>
Total assets			
LIABILITIES			
Due to others	-	-	4,580
Due to other governmental units	-	-	32,041,784
	<u>-</u>	<u>-</u>	<u>32,046,364</u>
Total liabilities			
NET POSITION			
Restricted for:			
Postemployment benefits	6,556,150	-	-
Cemetery private-purpose trust	-	70,432	-
Individuals and other governments	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total net position	<u>\$ 6,556,150</u>	<u>\$ 70,432</u>	<u>\$ -</u>

See notes to financial statements

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

Year ended December 31, 2022

	<i>Other Postemployment Benefit Trust</i>	<i>Cemetery Trust</i>	<i>Custodial</i>
ADDITIONS			
Property taxes collected for other governments	\$ -	\$ -	\$ 45,005,193
Delinquent personal taxes collected for other governments	-	-	235,025
Collection of trailer fees	-	-	33,718
Investment income (loss)	(1,089,288)	(1,114)	-
Contributions to OPEB trust	537,404	-	-
	<u>(551,884)</u>	<u>(1,114)</u>	<u>45,273,936</u>
Total additions			
DEDUCTIONS			
Property taxes distributed to other governments	-	-	45,005,193
Delinquent personal property taxes distributed to other governments	-	-	235,025
Payment of trailer fees	-	-	33,718
Distributions to trust administrator	166,608	-	-
	<u>166,608</u>	<u>-</u>	<u>45,273,936</u>
Total deductions			
NET CHANGE IN FIDUCIARY NET POSITION	(718,492)	(1,114)	-
NET POSITION - BEGINNING	<u>7,274,642</u>	<u>71,546</u>	<u>-</u>
NET POSTION - ENDING	<u>\$ 6,556,150</u>	<u>\$ 70,432</u>	<u>\$ -</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 Capital Project Fund, a capital project fund, was established to account for the Hayhoe trail project. Revenues are derived primarily from intergovernmental contribution.

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 purposes (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 fund 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, the governmental funds balance sheet, and the proprietary fund statement of net position 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 11.

Unearned revenue - Unearned revenue represents resources related to a federal grant, operating assessments, and rental revenue, which have not yet been earned.

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 2021 ad valorem taxes were levied on December 1, 2021, 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 department level. All annual appropriations lapse at the end of the fiscal year. There were no reportable budget violations at year end.

NOTE 3 - CASH AND INVESTMENTS

At December 31, 2022, 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	\$ 9,626,203	\$ 6,436,158	\$ 12,964,080	\$ 29,026,441
Investments	20,072,822	3,733,434	6,556,150	30,362,406
Restricted cash	2,023,482	42,815	-	2,066,297
Restricted investments	<u>21,482</u>	<u>137,572</u>	<u>-</u>	<u>159,054</u>
Totals	<u>\$ 31,743,989</u>	<u>\$ 10,349,979</u>	<u>\$ 19,520,230</u>	<u>\$ 61,614,198</u>

At December 31, 2022, cash and investments consist of the following:

Cash on hand	\$ 2,575
Deposits with financial institutions	31,090,163
Investments	<u>30,521,460</u>
Total	<u>\$ 61,614,198</u>

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, 2022, \$50,761,596 of the Township’s bank balances of \$52,011,285 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, 2022, 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	\$ 251,129	2023	Aaa	Moody	0.8%
Federal Farm Credit Bank	2,490,999	2023	Aaa	Moody	8.2%
Federal Home Loan Bank	4,684,590	2023	Aaa	Moody	15.3%
Federal National Mortgage Association	861,116	2023	Aaa	Moody	2.8%
Federal Agricultural Mortgage Corp	282,551	2025	Aaa	Moody	0.9%
Municipal Bonds:					
Michigan Finance Authority	132,168	2023	A2	Moody	0.4%
Fulton Mich School	195,700	2023	Baa3	Moody	0.6%
Money market	2,670,860	2020	N/A	S&P	8.8%
US Treasury bonds	8,097,185	N/A	N/A	N/A	26.5%
OPEB Trust	6,556,150	N/A	N/A	N/A	21.5%
MI CLASS Pool	<u>4,299,012</u>	N/A	AAAm	S&P	14.1%
	<u>\$30,521,460</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, 2022, the fair value, unfunded commitments, and redemption rules of those investments is as follows:

<u>MI CLASS</u>	
Fair value at December 31, 2022	\$ 4,299,012
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:

NOTE 3 - CASH AND INVESTMENTS (Continued)

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.

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, 2022, 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>Land contract</u>	<u>Special assessments</u>	<u>Ambulance</u>	<u>Taxes</u>	<u>Totals</u>
Primary government:						
Governmental:						
General	\$ 687,161	\$ -	\$ 141,361	\$ -	\$ 1,910,021	\$ 2,738,543
Fire	13,159	-	-	81,528	574,257	668,944
Police	1,809	-	-	-	574,257	576,066
Nonmajor	-	-	148,953	-	578,955	727,908
Total governmental	<u>\$ 702,129</u>	<u>\$ -</u>	<u>\$ 290,314</u>	<u>\$ 81,528</u>	<u>\$ 3,637,490</u>	<u>\$ 4,711,461</u>
Proprietary:						
Enterprise - Sewer	<u>\$ 1,461,187</u>	<u>\$ -</u>	<u>\$ 8,004</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,469,191</u>
Downtown Development Authority	<u>\$ 13,494</u>	<u>\$ 77,407</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 174,023</u>	<u>\$ 264,924</u>
Brownfield Redevelopment	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 248,245</u>	<u>\$ 248,245</u>

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2022, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Primary government:				
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,333,974	\$ -	\$ -	\$ 3,333,974
Monuments	54,278	-	-	54,278
Easements	62,361	-	-	62,361
Construction in progress	<u>199,472</u>	<u>385,164</u>	<u>-</u>	<u>584,636</u>
Total capital assets not being depreciated, net	<u>3,650,085</u>	<u>385,164</u>	<u>-</u>	<u>4,035,249</u>
Capital assets being depreciated:				
Buildings and improvements	11,284,396	-	-	11,284,396
Land improvements	10,918,728	-	-	10,918,728
Machinery and equipment	1,893,921	54,104	(59,922)	1,888,103
Furniture and office equipment	525,269	-	-	525,269
Flowage rights	5,475,603	-	-	5,475,603
Computer equipment and programs	212,223	-	(2,719)	209,504
Vehicles	<u>3,421,484</u>	<u>7,280</u>	<u>(311,824)</u>	<u>3,116,940</u>
Subtotal	<u>33,731,624</u>	<u>61,384</u>	<u>(374,465)</u>	<u>33,418,543</u>
Less accumulated depreciation for:				
Buildings and improvements	(5,251,959)	(344,238)	-	(5,596,197)
Land improvements	(3,974,131)	(341,521)	-	(4,315,652)
Machinery and equipment	(1,371,914)	(108,927)	59,922	(1,420,919)
Furniture and office equipment	(522,313)	(2,365)	-	(524,678)
Flowage rights	(1,497,140)	(211,896)	-	(1,709,036)
Computer equipment and programs	(206,440)	(5,783)	2,719	(209,504)
Vehicles	<u>(2,377,017)</u>	<u>(136,851)</u>	<u>311,824</u>	<u>(2,202,044)</u>
Subtotal	<u>(15,200,914)</u>	<u>(1,151,581)</u>	<u>374,465</u>	<u>(15,978,030)</u>
Total capital assets being depreciated, net	<u>18,530,710</u>	<u>(1,090,197)</u>	<u>-</u>	<u>17,440,513</u>
Governmental activities capital assets, net	<u>\$ 22,180,795</u>	<u>\$ (705,033)</u>	<u>\$ -</u>	<u>\$ 21,475,762</u>

NOTE 5 - CAPITAL ASSETS (Continued)

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

Governmental activities:	
General government	\$ 158,645
Public safety	161,424
Public works	150,183
Community and economic development	232,224
Recreation and culture	<u>449,105</u>
 Total governmental activities	 <u>\$ 1,151,581</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 5 - CAPITAL ASSETS (Continued)

	<i>Beginning balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending balance</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Primary government:				
Business-type activity:				
Capital assets not being depreciated:				
Land	\$ 1,116,405	\$ -	\$ -	\$ 1,116,405
Easements	15,955	-	-	15,955
Construction in progress	<u>1,355,084</u>	<u>435,323</u>	<u>-</u>	<u>1,790,407</u>
Total capital assets not being depreciated, net	<u>2,487,444</u>	<u>435,323</u>	<u>-</u>	<u>2,922,767</u>
Capital assets being depreciated:				
Sewage disposal plant and equipment	32,228,515	-	-	32,228,515
Sewer mains	54,407,162	553,814	-	54,960,976
Outfall lines	1,511,412	1,473,120	-	2,984,532
Land Improvements	556,061	-	-	556,061
Furniture and office equipment	166,509	-	-	166,509
Computer equipment	325,396	-	-	325,396
Vehicles	446,343	70,797	(30,575)	486,565
Machinery and equipment	8,215,728	245,063	-	8,460,791
Buildings	455,123	-	-	455,123
Maintenance facility	<u>1,430,686</u>	<u>-</u>	<u>-</u>	<u>1,430,686</u>
Subtotal	<u>99,742,935</u>	<u>2,342,794</u>	<u>(30,575)</u>	<u>102,055,154</u>
Less accumulated depreciation for:				
Sewage disposal plant and equipment	(22,910,805)	(995,294)	-	(23,906,099)
Sewer mains	(27,841,287)	(1,207,849)	-	(29,049,136)
Outfall lines	(627,302)	(32,577)	-	(659,879)
Land Improvements	(420,716)	(37,071)	-	(457,787)
Furniture and office equipment	(115,524)	(2,079)	-	(117,603)
Computer equipment	(308,948)	(2,776)	-	(311,724)
Vehicles	(313,860)	(42,467)	23,294	(333,033)
Machinery and equipment	(1,816,979)	(422,327)	-	(2,239,306)
Buildings	(45,468)	(21,639)	-	(67,107)
Maintenance facility	<u>(714,750)</u>	<u>(35,377)</u>	<u>-</u>	<u>(750,127)</u>
Subtotal	<u>(55,115,639)</u>	<u>(2,799,456)</u>	<u>23,294</u>	<u>(57,891,801)</u>
Total capital assets being depreciated, net	<u>44,627,296</u>	<u>(456,662)</u>	<u>(7,281)</u>	<u>44,163,353</u>
Business-type activity capital assets, net	<u>\$ 47,114,740</u>	<u>\$ (21,339)</u>	<u>\$ (7,281)</u>	<u>\$ 47,086,120</u>

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	\$ 1,510,388	\$ -	\$ -	\$ 1,510,388
Construction in progress	<u>55,037</u>	<u>-</u>	<u>(55,037)</u>	<u>-</u>
Total capital assets not being depreciated, net	<u>1,565,425</u>	<u>-</u>	<u>(55,037)</u>	<u>1,510,388</u>
Capital assets being depreciated:				
Buildings	448,732	193,968	-	642,700
Land improvements	6,060,024	-	-	6,060,024
Infrastructure	1,345,621	-	-	1,345,621
Machinery and equipment	107,009	-	-	107,009
Furniture and equipment	<u>20,479</u>	<u>-</u>	<u>-</u>	<u>20,479</u>
Subtotal	<u>7,981,865</u>	<u>193,968</u>	<u>-</u>	<u>8,175,833</u>
Less accumulated depreciation for:				
Buildings	(47,889)	(16,730)	-	(64,619)
Land improvements	(4,428,932)	(317,008)	-	(4,745,940)
Infrastructure	(1,294,921)	(1,278)	-	(1,296,199)
Machinery and equipment	(94,884)	(5,248)	-	(100,132)
Furniture and equipment	<u>(10,579)</u>	<u>(1,484)</u>	<u>-</u>	<u>(12,063)</u>
Subtotal	<u>(5,877,205)</u>	<u>(341,748)</u>	<u>-</u>	<u>(6,218,953)</u>
Total capital assets being depreciated, net	<u>2,104,660</u>	<u>(147,780)</u>	<u>-</u>	<u>1,956,880</u>
Component unit capital assets, net	<u>\$ 3,670,085</u>	<u>\$ (147,780)</u>	<u>\$ (55,037)</u>	<u>\$ 3,467,268</u>

NOTE 6 - INTERFUND TRANSFERS

For the year ended December 31, 2022, interfund transfers consisted of the following:

<u>Fund</u>	<u>Transfers in</u>	<u>Fund</u>	<u>Transfers out</u>
Fire	\$ 517,987		
Police	1,695,188		
Sewer	12,720		
Nonmajor fund	<u>99,266</u>	General	<u>\$ 2,325,161</u>
Total	<u>\$ 2,325,161</u>	Total	<u>\$ 2,325,161</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 \$631,640, 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, 2022, long-term liabilities are comprised of the following:

Primary government:

Governmental activities:

Bonds:

\$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 \$125,000 through 2024, interest at 2.09%. The DDA has pledged its revenue to the Township for the principal and interest payments. \$ 250,000

\$348,000 Special assessment bonds, due in annual installments of \$25,000 through 2032, at interest of 2.84%. 250,000

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%. 2,718,021

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% 1,737,600

The Township entered into an installment purchase agreement related to the acquisition of a Pumper/Tanker. Payments due through 2025 at an interest rate of 2.50%. 434,787

The Township entered into an installment purchase agreement related to the acquisition of fire equipment. Payments due through 2023 at an interest rate of 0.00%. 75,659

Total long-term obligations 5,466,067

Compensated absences 430,826

Total governmental activities long-term debt \$ 5,896,893

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 \$175,000 to \$180,000 through 2024, interest at 2.35%. \$ 355,000

\$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 \$87,175 to \$89,178 through 2024, interest at 1.6%. 176,353

\$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 \$335,000 to \$525,000 through 2037, interest at 3% -3.5%. 6,225,000

Subtotal 6,756,353

Bond premium 25,198

Total bonds 6,781,551

\$9,850,000 2007 Sanitary sewer revenue bonds - payable in annual installments ranging from \$525,000 to \$570,000, plus interest at 1.625%; final payment due 2028. 3,290,000

\$8,400,000 2010 Sanitary sewer revenue bonds - payable in annual installments ranging from \$420,000 to \$525,000, plus interest at 2.5%; final payment due 2032. 4,720,000

Total State revolving loan fund revenue bonds 8,010,000

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%. 977,400

Total business-type activities long-term debt \$ 15,768,951

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 \$782,825 to \$800,822 through 2024, interest at 1.6%.

\$ 1,583,646

\$1,500,000 2016 DDA general obligation bonds - payable in annual installments ranging from \$70,000 to \$105,000, plus interest at 2.33% to 3.85%; final payment due 2035.

1,100,000

\$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

9,433,646

Bond premium

140,821

Total component unit long-term debt

\$ 9,574,467

NOTE 8 - LONG-TERM LIABILITIES (Continued)

Long-term liability activity for the year ended December 31, 2022, 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:					
Installment purchase agreement	\$ 2,621,667	\$ -	\$ (373,621)	\$ 2,248,046	\$ 383,448
Drain assessment payable	2,998,885	-	(280,864)	2,718,021	268,712
Special assessment debt	275,000	-	(25,000)	250,000	25,000
2013 Trail bonds	375,000	-	(125,000)	250,000	125,000
2016 Refunded bonds	<u>73,260</u>	<u>-</u>	<u>(73,260)</u>	<u>-</u>	<u>-</u>
Total direct borrowing	6,343,812	-	(877,745)	5,466,067	802,160
Compensated absences	<u>488,899</u>	<u>490,502</u>	<u>(548,575)</u>	<u>430,826</u>	<u>-</u>
Total governmental activities	<u>\$ 6,832,711</u>	<u>\$ 490,502</u>	<u>\$ (1,426,320)</u>	<u>\$ 5,896,893</u>	<u>\$ 802,160</u>
Business-type activity:					
Direct borrowing:					
Installment purchase agreement - energy	\$ 1,067,400	\$ -	\$ (90,000)	\$ 977,400	\$ 93,600
2007 SRF	3,810,000	-	(520,000)	3,290,000	525,000
2010 SRF	5,130,000	-	(410,000)	4,720,000	420,000
2014 Refunded bonds	525,000	-	(170,000)	355,000	175,000
2016 Refunded bonds	<u>366,740</u>	<u>-</u>	<u>(366,740)</u>	<u>-</u>	<u>-</u>
Total direct borrowing	<u>10,899,140</u>	<u>-</u>	<u>(1,556,740)</u>	<u>9,342,400</u>	<u>1,213,600</u>
Other borrowing:					
2008 DDA bonds	261,023	-	(84,668)	176,355	87,175
2018 GO bonds	<u>6,555,000</u>	<u>-</u>	<u>(330,000)</u>	<u>6,225,000</u>	<u>335,000</u>
Total other borrowings	<u>6,816,023</u>	<u>-</u>	<u>(414,668)</u>	<u>6,401,355</u>	<u>422,175</u>
Bond premium	<u>26,877</u>	<u>-</u>	<u>(1,681)</u>	<u>25,196</u>	<u>-</u>
Total business-type activity	<u>\$17,742,040</u>	<u>\$ -</u>	<u>\$ (1,973,089)</u>	<u>\$15,768,951</u>	<u>\$ 1,635,775</u>
	<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	\$ 2,343,977	\$ -	\$ (760,331)	\$ 1,583,646	\$ 782,825
2016 DDA GO bonds	1,170,000	-	(70,000)	1,100,000	70,000
2017 DDA Development bonds	<u>6,750,000</u>	<u>-</u>	<u>-</u>	<u>6,750,000</u>	<u>-</u>
Total bonds	10,263,977	-	(830,331)	9,433,646	852,825
Bond premium	<u>151,653</u>	<u>-</u>	<u>(10,832)</u>	<u>140,821</u>	<u>-</u>
Total component unit	<u>\$10,415,630</u>	<u>\$ -</u>	<u>\$ (841,163)</u>	<u>\$ 9,574,467</u>	<u>\$ 852,825</u>

NOTE 8 - LONG-TERM LIABILITIES (Continued)

All debt is secured by the full faith and credit of the Township.
 Compensated absences of governmental funds are generally liquidated with general fund resources.

Long-term liability activity for the year ended December 31, 2022, was as follows:
 At December 31, 2022, debt service requirements, with the exception of compensated absences, are as follows:

Year ended December 31:	<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>
2023	\$ 802,160	\$ 172,673	\$ 1,213,600	\$ 204,167
2024	722,873	151,298	1,242,200	177,807
2025	600,482	130,388	1,089,000	152,911
2026	461,583	112,146	1,114,400	129,597
2027	567,983	97,280	1,133,000	105,696
2028-2032	1,927,143	262,363	3,550,200	208,198
2033-2037	439,239	49,918	-	-
2038	44,605	1,673	-	-
Totals	<u>\$ 5,566,068</u>	<u>\$ 977,739</u>	<u>\$ 9,342,400</u>	<u>\$ 978,376</u>

Year ended December 31:	<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>
2023	\$ 422,175	\$ 195,722	\$ 852,825	\$ 274,789
2024	434,180	184,202	870,821	260,633
2025	350,000	172,350	670,000	246,189
2026	360,000	161,775	675,000	226,367
2027	370,000	150,900	680,000	206,394
2028-2032	2,035,000	579,675	3,530,000	713,543
2033-2037	2,430,000	233,794	2,155,000	151,421
Totals	<u>\$ 6,401,355</u>	<u>\$ 1,678,418</u>	<u>\$ 9,433,646</u>	<u>\$ 2,079,335</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, 2022, the Township made required contributions of \$500,226 which includes \$3,993 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, 2022, measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	28
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>64</u>
 Total	 <u><u>92</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 \$537,404 for their portion of the shared costs of retiree premiums.

Net OPEB liability:

The Township’s net OPEB liability reported at December 31, 2022, was determined by an actuarial valuation of the total OPEB liability and the OPEB plan net position as of December 31, 2022.

Actuarial assumptions:

The total OPEB liability was determined by an actuarial valuation as of December 31, 2022, 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	6.45%	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 2014 Employee and Healthy Retiree, headcount weighted. The rate for all other employees was the Public General 2014 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, 2022:

<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected real rate of return</u>
Fixed income	21.57%	1.87%
Large Cap	48.30%	7.30%
Mid Cap	5.55%	9.80%
Small Cap	1.47%	9.10%
International stock	15.87%	8.12%
Cash	0.18%	1.80%
Multi asset	7.07%	7.80%

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, 2022 are summarized in the table above.

Discount rate:

The discount rate used to measure the total OPEB liability was 6.45%. 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. The discount rate is used to determine the Total OPEB Liability. As of December 31, 2021 the discount rate used to value OPEB liabilities was 5.81%.

Annual OPEB cost:

For the year ended December 31, 2022, the Township has estimated the cost of providing retiree health care benefits through an actuarial valuation as of September 30, 2021, rolled forward to the measurement date of December 31, 2022. 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 \$370,796 for the year ended December 31, 2022. The value of the Plan’s assets at the end of December 31, 2022, was \$6,556,150.

NOTE 11 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Changes in net OPEB liability (asset):

	<i>Increase (decrease)</i>		
	<i>Total OPEB liability</i>	<i>Plan fiduciary net position</i>	<i>Net OPEB liability (asset)</i>
	<i>(a)</i>	<i>(b)</i>	<i>(a) - (b)</i>
Balances at December 31, 2021	\$ 10,963,156	\$ 7,274,642	\$ 3,688,514
Changes for the year:			
Service cost	76,692	-	76,692
Interest	636,575	-	636,575
Change in plan terms	(56,614)	-	(56,614)
Difference between expected and actual experience	(4,767,918)	-	(4,767,918)
Change in actuarial assumptions	(517,672)	-	(517,672)
Contributions to OPEB trust	-	370,796	(370,796)
Contributions paid from General Fund	-	166,608	(166,608)
Net investment income	-	(1,089,288)	1,089,288
Benefit payments, including refunds	(166,608)	(166,608)	-
Administrative expenses	-	-	-
Net changes	<u>(4,795,545)</u>	<u>(718,492)</u>	<u>(4,077,053)</u>
Balances at December 31, 2022	<u>\$ 6,167,611</u>	<u>\$ 6,556,150</u>	<u>\$ (388,539)</u>

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 (5.45%) or 1-percentage-point higher (7.45%):

<u>Discount rate</u>	<u>1% Decrease</u>	<u>Current Rate</u>	<u>1% Increase</u>
Township's net OPEB liability	<u>\$ 395,408</u>	<u>\$ (388,539)</u>	<u>\$ (1,035,420)</u>

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	<u>\$ (1,052,940)</u>	<u>\$ (388,539)</u>	<u>\$ 413,342</u>

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, 2022, the Township recognized OPEB expense of negative \$510,395. At December 31, 2022, 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	\$ -	\$ 5,962,820
Change in assumptions	2,969,993	2,129,994
Investment earnings (gains)/losses	<u>600,981</u>	<u>-</u>
	<u>\$ 3,570,974</u>	<u>\$ 8,092,814</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>
2023	(818,860)
2024	(760,517)
2025	(919,523)
2026	(601,086)
2027	(772,747)
Thereafter	<u>(649,107)</u>
	<u>\$ (4,521,840)</u>

At December 31, 2022, the Township did not have an outstanding amount of contributions to the Plan required for the year ended December 31, 2022.

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 2021 taxable valuation of the Township approximated \$863,780,000, on which ad valorem taxes levied consisted of 4.2641 mills for operating purposes, 1.4842 mills for Fire/EMS protection, 1.4842 mills for police services, 0.4960 mills for Fire/EMS Equipment, and 0.9921 mills for parks, raising approximately \$3,680,000 for operating purposes, \$1,282,000 for Fire/EMS protection, \$1,282,000 for police services, \$428,000 for Fire/EMS equipment and \$857,000 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.

The 2022 taxable valuation of the Township approximated \$919,915,000, on which ad valorem taxes levied consisted of 4.2410 mills for operating purposes, 1.4761 mills for Fire/EMS protection, 1.4761 mills for police services, 0.4960 mills for Fire/EMS Equipment, and 0.9921 mills for parks, raising approximately \$3,901,000 for operating purposes, \$1,358,000 for Fire/EMS protection, \$1,358,000 for police services, \$456,000 for Fire/EMS equipment and \$913,000 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, 2022, the Township abated property taxes totaling \$3,246 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, 2022, the Downtown Development Authority abated property taxes totaling \$18,047 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 \$111,572.

NOTE 15 - CONSTRUCTION CODE ACT

A summary of construction code enforcement transactions, in accordance with Michigan PA 245 of 1999, for the year ended December 31, 2022, is as follows:

Cumulative excess revenues, beginning of year	<u>\$ 650,153</u>
Revenues	\$ 482,330
Expenses	<u>593,926</u>
Excess (Deficiency) of revenues over expenses	<u>\$ (111,596)</u>
Cumulative excess revenues, end of year	<u>\$ 538,557</u>

NOTE 16 - RELATED PARTY TRANSACTION

The Township contracts with a local business to repair roads facilities within the Township. The business is owned and operated by a daughter of a board member of the Township. During year ended December 31, 2022, \$121,067 was paid to the business for the services described above.

NOTE 17 - PENDING ACCOUNTING PRONOUNCEMENT

In May 2020, the GASB issued Statement No. 96, *Subscription-based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The Township is currently evaluating the impact this standard will have on the financial statements when adopted during the 2023 fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE - General Fund

Year ended December 31, 2022

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Property taxes	\$ 3,743,450	\$ 3,797,870	\$ 3,801,429	\$ 3,559
Licenses and permits	695,600	908,700	935,715	27,015
Federal grants	136,480	84,710	84,712	2
State grants	2,543,300	3,359,820	3,513,163	153,343
Intergovernmental - local	145,930	147,730	148,244	514
Charges for services	534,470	605,430	630,257	24,827
Fines and forfeitures	20,000	18,500	19,213	713
Investment return (loss)	7,000	(126,000)	(134,312)	(8,312)
Other	440,370	424,040	423,068	(972)
Total revenues	<u>8,266,600</u>	<u>9,220,800</u>	<u>9,421,489</u>	<u>200,689</u>
EXPENDITURES				
General government:				
Legislative - Board of trustees	273,460	205,910	201,335	4,575
Manager	644,970	620,440	610,953	9,487
Accounting	185,880	178,580	171,432	7,148
Clerk	418,610	408,950	402,312	6,638
Information technology	313,970	313,550	293,876	19,674
Treasurer	396,110	327,680	312,302	15,378
Assessing	408,790	390,890	351,386	39,504
Elections	190,470	175,510	132,592	42,918
Building and grounds	692,760	692,470	646,275	46,195
Total general government	<u>3,525,020</u>	<u>3,313,980</u>	<u>3,122,463</u>	<u>191,517</u>
Public works	<u>1,406,530</u>	<u>888,610</u>	<u>674,257</u>	<u>214,353</u>
Community and economic development	<u>884,700</u>	<u>903,440</u>	<u>877,367</u>	<u>26,073</u>
Parks and recreation	<u>500</u>	<u>-</u>	<u>-</u>	<u>-</u>

BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)

Year ended December 31, 2022

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
EXPENDITURES (Continued)				
Capital outlay	\$ 20,700	\$ 23,660	\$ 23,620	\$ 40
Debt service:				
Principal	585,000	585,000	565,864	19,136
Interest	199,330	199,330	172,660	26,670
Total expenditures	<u>6,621,780</u>	<u>5,914,020</u>	<u>5,436,231</u>	<u>477,789</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,644,820</u>	<u>3,306,780</u>	<u>3,985,258</u>	<u>678,478</u>
OTHER FINANCING USES				
Transfers out:				
Fire Fund	(733,550)	(703,370)	(517,987)	185,383
Police Fund	(1,696,840)	(1,694,860)	(1,695,188)	(328)
Sewer fund	-	(12,730)	(12,720)	10
Parks Fund	(473,960)	(184,110)	(99,266)	84,844
Total transfers out	<u>(2,904,350)</u>	<u>(2,595,070)</u>	<u>(2,325,161)</u>	<u>269,909</u>
NET CHANGES IN FUND BALANCES	(1,259,530)	711,710	1,660,097	948,387
FUND BALANCES - BEGINNING	<u>12,466,249</u>	<u>12,466,249</u>	<u>12,466,249</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 11,206,719</u>	<u>\$ 13,177,959</u>	<u>\$ 14,126,346</u>	<u>\$ 948,387</u>

BUDGETARY COMPARISON SCHEDULE - Fire Fund

Year ended December 31, 2022

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Property taxes	\$ 1,276,200	\$ 1,285,530	\$ 1,285,706	\$ 176
State grants	20,000	16,400	16,405	5
Charges for services	870,000	953,190	1,017,188	63,998
Other	20,000	27,420	24,183	(3,237)
Total revenues	<u>2,186,200</u>	<u>2,282,540</u>	<u>2,343,482</u>	<u>60,942</u>
EXPENDITURES				
Public safety	350,370	358,309	352,113	6,196
Health and welfare	2,569,380	2,627,601	2,582,163	45,438
Total expenditures	<u>2,919,750</u>	<u>2,985,910</u>	<u>2,934,276</u>	<u>51,634</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(733,550)	(703,370)	(590,794)	112,576
OTHER FINANCING SOURCES				
Transfers in - General Fund	<u>733,550</u>	<u>703,370</u>	<u>517,987</u>	<u>(185,383)</u>
NET CHANGES IN FUND BALANCES	-	-	(72,807)	(72,807)
FUND BALANCES - BEGINNING	<u>96,376</u>	<u>96,376</u>	<u>96,376</u>	-
FUND BALANCES - ENDING	<u>\$ 96,376</u>	<u>\$ 96,376</u>	<u>\$ 23,569</u>	<u>\$ (72,807)</u>

BUDGETARY COMPARISON SCHEDULE - Police Fund

Year ended December 31, 2022

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Property taxes	\$ 1,276,200	\$ 1,285,530	\$ 1,285,706	\$ 176
State grants	20,000	16,400	16,405	5
Fines and forfeitures	25,000	23,300	22,640	(660)
Total revenues	<u>1,321,200</u>	<u>1,325,230</u>	<u>1,324,751</u>	<u>(479)</u>
EXPENDITURES				
Public safety	<u>3,018,040</u>	<u>3,020,090</u>	<u>3,019,939</u>	<u>151</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES				
	(1,696,840)	(1,694,860)	(1,695,188)	(328)
OTHER FINANCING SOURCES				
Transfers in - General Fund	<u>1,696,840</u>	<u>1,694,860</u>	<u>1,695,188</u>	<u>328</u>
NET CHANGES IN FUND BALANCES				
	-	-	-	-
FUND BALANCES - BEGINNING				
	-	-	-	-
FUND BALANCES - ENDING				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Year ended December 31, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB liability:						
Service cost	\$ 76,692	\$ 92,994	\$ 281,053	\$ 293,178	\$ 282,418	\$ 131,237
Interest	636,575	627,920	582,220	564,519	530,482	488,071
Change in plan terms	(56,615)	-	-	-	-	-
Difference between expected and actual experience	(4,767,917)	(134,029)	(1,774,118)	(90,252)	(3,308,420)	(64,833)
Changes in assumptions	(517,672)	(738,262)	(2,656,144)	(88,922)	9,916,123	-
Benefit payments, including refunds	<u>(166,608)</u>	<u>(212,709)</u>	<u>(212,147)</u>	<u>(191,496)</u>	<u>(194,329)</u>	<u>(136,458)</u>
Net change in total OPEB liability	(4,795,545)	(364,086)	(3,779,136)	487,027	7,226,274	418,017
Total OPEB liability, beginning of year	<u>10,963,156</u>	<u>11,327,242</u>	<u>15,106,378</u>	<u>14,619,351</u>	<u>7,393,077</u>	<u>6,975,060</u>
Total OPEB liability, end of year	<u>\$ 6,167,611</u>	<u>\$ 10,963,156</u>	<u>\$ 11,327,242</u>	<u>\$ 15,106,378</u>	<u>\$ 14,619,351</u>	<u>\$ 7,393,077</u>
Plan fiduciary net position:						
Contributions - employer	\$ 370,796	\$ 353,139	\$ 336,323	\$ 625,362	\$ -	\$ 476,141
Contributions/benefit payments made from General Fund	166,608	212,709	212,147	191,496	194,329	-
Net investment income (loss)	(1,089,288)	976,448	617,370	452,887	(116,841)	295,695
Benefit payments, including refunds	(166,608)	(212,709)	(212,147)	(191,496)	(194,329)	(136,458)
Administrative expenses	-	-	(2,602)	(1,918)	(650)	-
Net change in plan fiduciary net position	(718,492)	1,329,587	951,091	1,076,331	(117,491)	635,378
Plan fiduciary net position, beginning of year	<u>7,274,642</u>	<u>5,945,055</u>	<u>4,993,964</u>	<u>3,917,633</u>	<u>4,035,124</u>	<u>3,399,746</u>
Plan fiduciary net position, end of year	<u>\$ 6,556,150</u>	<u>\$ 7,274,642</u>	<u>\$ 5,945,055</u>	<u>\$ 4,993,964</u>	<u>\$ 3,917,633</u>	<u>\$ 4,035,124</u>
Township's net OPEB (asset) liability, end of year	<u>\$ (388,539)</u>	<u>\$ 3,688,514</u>	<u>\$ 5,382,187</u>	<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	106.30%	66.36%	52.48%	33.06%	26.80%	54.58%
Covered payroll	\$ 2,228,740	\$ 3,013,523	\$ 2,710,418	\$ 2,925,533	\$ 2,685,506	\$ 2,784,198
Township's net OPEB liability as a percentage of covered payroll	-17.43%	122.40%	198.57%	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 AND INVESTMENT RETURNS

Year ended December 31, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contributions	\$ 544,291	\$ 874,032	\$ 1,640,060	\$ 1,611,323	\$ 749,993	\$ 476,141
Contributions in relation to the actuarially determined contributions	<u>537,404</u>	<u>565,848</u>	<u>548,470</u>	<u>816,858</u>	<u>194,329</u>	<u>476,141</u>
Contribution deficiency	<u>\$ (6,887)</u>	<u>\$ (308,184)</u>	<u>\$ (1,091,590)</u>	<u>\$ (794,465)</u>	<u>\$ (555,664)</u>	<u>\$ -</u>
Covered payroll	<u>\$ 2,228,740</u>	<u>\$ 3,013,523</u>	<u>\$ 2,710,418</u>	<u>\$ 2,925,533</u>	<u>\$ 2,685,506</u>	<u>\$ 2,784,198</u>
Contributions as a percentage of covered payroll	24.11%	18.78%	20.24%	27.92%	7.24%	17.10%
Annual money-weighted rate of return, net of investment expense	<u>(0.16)</u>	<u>0.15</u>	<u>0.11</u>	<u>0.10</u>	<u>(0.03)</u>	<u>0.08</u>

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	11 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 - 6.5% graded 0.25% to 4.50% per annum
Salary increases	3.00%
Investment rate of return	5.55%, 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, 2022

	<i>Special revenue</i>				<i>Totals</i>
	<i>Water Improvement</i>	<i>Parks and Recreation</i>	<i>Fire Equipment</i>	<i>Debt Service</i>	
ASSETS					
Cash	\$ 50,527	\$ 566,627	\$ 640,570	\$ 105,906	\$ 1,363,630
Investments	425,113	-	-	-	425,113
Taxes receivable	-	385,973	192,982	-	578,955
Special assessments receivable	7,535	-	-	141,418	148,953
Prepaid expenditures	-	3,709	-	-	3,709
Total assets	<u>\$ 483,175</u>	<u>\$ 956,309</u>	<u>\$ 833,552</u>	<u>\$ 247,324</u>	<u>\$ 2,520,360</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 17,500	\$ 9,910	\$ -	\$ 27,410
Accrued liabilities	-	21,543	-	-	21,543
Total liabilities	-	<u>39,043</u>	<u>9,910</u>	-	<u>48,953</u>
Deferred inflows of resources:					
Unavailable property taxes	-	913,557	456,733	-	1,370,290
Unavailable special assessments	7,535	-	-	141,418	148,953
Total deferred inflows of resources	<u>7,535</u>	<u>913,557</u>	<u>456,733</u>	<u>141,418</u>	<u>1,519,243</u>
Fund balances:					
Nonspendable - prepaids	-	3,709	-	-	3,709
Restricted for:					
Public safety	-	-	366,909	-	366,909
Debt service	-	-	-	105,906	105,906
Committed for:					
Water improvements	475,640	-	-	-	475,640
Total fund balances	<u>475,640</u>	<u>3,709</u>	<u>366,909</u>	<u>105,906</u>	<u>952,164</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 483,175</u>	<u>\$ 956,309</u>	<u>\$ 833,552</u>	<u>\$ 247,324</u>	<u>\$ 2,520,360</u>

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

Year ended December 31, 2022

	<i>Special revenue</i>				<i>Totals</i>
	<i>Water Improvement</i>	<i>Parks and Recreation</i>	<i>Fire Equipment</i>	<i>Debt Service</i>	
REVENUES					
Property taxes	\$ -	\$ 859,276	\$ 429,569	\$ -	\$ 1,288,845
Federal grants	-	-	9,490	-	9,490
State grants	-	31,645	5,483	-	37,128
Charges for services	54,424	66,773	-	-	121,197
Interest and rentals	7,212	-	-	-	7,212
Other:					
Special assessments	1,374	-	-	19,087	20,461
Miscellaneous	-	68,139	-	-	68,139
Total revenues	<u>63,010</u>	<u>1,025,833</u>	<u>444,542</u>	<u>19,087</u>	<u>1,552,472</u>
EXPENDITURES					
Current:					
Public safety	-	-	182,040	-	182,040
Public works	4,582	-	-	-	4,582
Recreation and culture	-	1,122,378	-	-	1,122,378
Debt service:					
Principal	73,260	-	213,621	25,000	311,881
Interest and fees	1,209	-	14,227	7,455	22,891
Capital outlay	-	21,012	19,152	-	40,164
Total expenditures	<u>79,051</u>	<u>1,143,390</u>	<u>429,040</u>	<u>32,455</u>	<u>1,683,936</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,041)	(117,557)	15,502	(13,368)	(131,464)
OTHER FINANCING SOURCES					
Proceeds from sale of assets	-	11,045	66,100	-	77,145
Transfers in - General Fund	-	99,266	-	-	99,266
Net other financing sources	<u>-</u>	<u>110,311</u>	<u>66,100</u>	<u>-</u>	<u>176,411</u>
NET CHANGES IN FUND BALANCES	(16,041)	(7,246)	81,602	(13,368)	44,947
FUND BALANCES - BEGINNING	<u>491,681</u>	<u>10,955</u>	<u>285,307</u>	<u>119,274</u>	<u>907,217</u>
FUND BALANCES - ENDING	<u>\$ 475,640</u>	<u>\$ 3,709</u>	<u>\$ 366,909</u>	<u>\$ 105,906</u>	<u>\$ 952,164</u>

BALANCE SHEET - component units

December 31, 2022

	<u>Downtown Development Authority</u>	<u>Brownfield Redevelopment Authority</u>
ASSETS		
Cash	\$ 5,936,657	\$ 499,501
Investments	3,733,434	-
Taxes receivable	174,023	-
Other receivables	13,494	248,245
Land contract	77,407	-
Prepays	16,209	-
Restricted assets:		
Cash	42,815	-
Investments	<u>137,572</u>	<u>-</u>
 Total assets	 <u>\$ 10,131,611</u>	 <u>\$ 747,746</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities:		
Payables	\$ 17,548	\$ 18,522
Accrued liabilities	5,430	-
Unearned revenue	500	-
Due to other governments	2,981,737	-
Due to primary government	<u>631,640</u>	<u>-</u>
 Total liabilities	 <u>3,636,855</u>	 <u>18,522</u>
Deferred inflows of resources:		
Unavailable land contract	77,407	-
Unavailable property taxes	<u>1,638,845</u>	<u>323,860</u>
 Total deferred inflows of resources	 <u>1,716,252</u>	 <u>323,860</u>
Fund balances:		
Nonspendable - prepays	16,209	-
Restricted for capital projects	180,387	-
Assigned for subsequent year expenditures	-	-
Unassigned	<u>4,581,908</u>	<u>405,364</u>
 Total fund balances	 <u>4,778,504</u>	 <u>405,364</u>
 Total liabilities, deferred inflows of resources, and fund balances	 <u>\$ 10,131,611</u>	 <u>\$ 747,746</u>
Reconciliation of the balance sheet to the statement of net position:		
Total fund balances	\$ 4,778,504	\$ 405,364
Amounts reported for <i>component unit activities</i> in the statement of net position (page 13) are different because:		
Capital assets used in <i>governmental funds</i> are not financial resources and, therefore, are not reported in the funds.	3,467,268	-
Deferred outflows of resources, related to a bond refunding, are not available to pay current period expenditures, and are not reported in the funds.	69,243	-
Certain receivables are not available to pay for the current period's expenditures and, therefore, are deferred inflows of resources in the funds.	77,407	-
Bonds payable are not due and payable in the current period and, therefore, are not reported in the funds.	(9,574,467)	-
Interest payable, related to noncurrent liabilities, is not due and payable in the current period and, therefore, is not reported in the funds.	<u>(45,798)</u>	<u>-</u>
Net position (deficit) of <i>component units</i>	<u>\$ (1,227,843)</u>	<u>\$ 405,364</u>

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

Year ended December 31, 2022

	<u>Downtown Development Authority</u>	<u>Brownfield Redevelopment Authority</u>
REVENUES		
Tax increment financing	\$ 2,241,113	\$ 416,941
Federal grants	3,500	-
State grants	-	200,017
Charges for services	6,805	-
Interest income	51,297	-
Other	8,324	-
	<u>2,311,039</u>	<u>616,958</u>
EXPENDITURES		
Current:		
Community and economic development	527,385	600,689
Recreation and culture	2,000	-
Debt service:		
Principal	830,331	-
Interest	289,340	-
Capital outlay	319,295	-
	<u>1,968,351</u>	<u>600,689</u>
Total revenues	<u>2,311,039</u>	<u>616,958</u>
Total expenditures	<u>1,968,351</u>	<u>600,689</u>
NET CHANGES IN FUND BALANCES	342,688	16,269
FUND BALANCES - BEGINNING	<u>4,435,816</u>	<u>389,095</u>
FUND BALANCES - ENDING	<u>\$ 4,778,504</u>	<u>\$ 405,364</u>
Net changes in fund balances	\$ 342,688	\$ 16,269
Amounts reported for the <i>component unit</i> in the statement of activities (page 14) are different because:		
Capital assets:		
Capital asset acquisitions	138,931	-
Provision for depreciation	(341,748)	-
Long-term debt - principal payments	830,331	-
Changes in other assets and liabilities:		
Decrease in deferred outflows of resources - bond refunding	(34,623)	-
Increase in deferred inflows of resources - land contract	(4,404)	-
Decrease in deferred inflows of resources - bond premium	10,832	-
Decrease in interest payable	2,259	-
	<u>944,266</u>	<u>16,269</u>
Change in net position of the <i>component unit</i>	<u>\$ 944,266</u>	<u>\$ 16,269</u>

BUDGETARY COMPARISON SCHEDULE - Downtown Development Authority

Year ended December 31, 2022

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Tax increment financing	\$ 2,131,800	\$ 2,242,140	\$ 2,241,113	\$ (1,027)
Federal grants	-	3,500	3,500	-
State grants	2,000	-	-	-
Charges for services	-	6,600	6,805	205
Interest and rentals	10,000	24,500	51,297	26,797
Other	4,910	8,240	8,324	84
Total revenues	<u>2,148,710</u>	<u>2,284,980</u>	<u>2,311,039</u>	<u>26,059</u>
EXPENDITURES				
Community and economic development	573,910	545,170	527,385	17,785
Recreation and culture	-	2,000	2,000	-
Debt service:				
Principal	830,340	830,340	830,331	9
Interest	289,360	289,360	289,340	20
Capital outlay	225,000	320,400	319,295	1,105
Total expenditures	<u>1,918,610</u>	<u>1,987,270</u>	<u>1,968,351</u>	<u>18,919</u>
NET CHANGES IN FUND BALANCES	230,100	297,710	342,688	7,140
FUND BALANCES - BEGINNING	<u>4,435,816</u>	<u>4,435,816</u>	<u>4,435,816</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 4,665,916</u>	<u>\$ 4,733,526</u>	<u>\$ 4,778,504</u>	<u>\$ 7,140</u>

BUDGETARY COMPARISON SCHEDULE - Brownfield Redevelopment Authority

Year ended December 31, 2022

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Tax increment financing	\$ 412,480	\$ 416,930	\$ 416,941	\$ 11
State grant	-	213,800	200,017	(13,783)
Total revenues	<u>412,480</u>	<u>630,730</u>	<u>616,958</u>	<u>(13,772)</u>
EXPENDITURES				
Community and economic development	<u>406,770</u>	<u>616,480</u>	<u>600,689</u>	<u>15,791</u>
NET CHANGES IN FUND BALANCES	5,710	14,250	16,269	2,019
FUND BALANCES - BEGINNING	<u>389,095</u>	<u>389,095</u>	<u>389,095</u>	-
FUND BALANCES - ENDING	<u>\$ 394,805</u>	<u>\$ 403,345</u>	<u>\$ 405,364</u>	<u>\$ 2,019</u>

OTHER SUPPLEMENTAL SCHEDULES

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

December 31, 2022

	<i>Water</i>	<i>Parks and</i>	<i>Fire</i>	<i>Totals</i>	
	<i>improvement</i>	<i>recreation</i>	<i>equipment</i>	<i>2022</i>	<i>2021</i>
ASSETS					
Cash	\$ 50,527	\$ 566,627	\$ 640,570	\$ 1,257,724	\$ 1,116,095
Investments	425,113	-	-	425,113	417,901
Taxes receivable	-	385,973	192,982	578,955	611,116
Accounts receivable	-	-	-	-	52,405
Special assessments receivable	7,535	-	-	7,535	8,485
Prepays	-	3,709	-	3,709	10,955
	<u>-</u>	<u>3,709</u>	<u>-</u>	<u>3,709</u>	<u>10,955</u>
Total assets	<u>\$ 483,175</u>	<u>\$ 956,309</u>	<u>\$ 833,552</u>	<u>\$ 2,273,036</u>	<u>\$ 2,216,957</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Payables	\$ -	\$ 17,500	\$ 9,910	\$ 27,410	\$ 54,526
Accrued liabilities	-	21,543	-	21,543	79,292
	<u>-</u>	<u>21,543</u>	<u>-</u>	<u>21,543</u>	<u>79,292</u>
Total liabilities	<u>-</u>	<u>39,043</u>	<u>9,910</u>	<u>48,953</u>	<u>133,818</u>
Deferred inflows of resources:					
Unavailable property taxes	-	913,557	456,733	1,370,290	1,286,711
Unavailable special assessments	7,535	-	-	7,535	8,485
	<u>7,535</u>	<u>-</u>	<u>-</u>	<u>7,535</u>	<u>8,485</u>
Total deferred inflows of resources	<u>7,535</u>	<u>913,557</u>	<u>456,733</u>	<u>1,377,825</u>	<u>1,295,196</u>
Fund balances:					
Nonspendable - prepaids	-	3,709	-	3,709	10,955
Restricted for public safety	-	-	366,909	366,909	285,307
Committed for water improvements	475,640	-	-	475,640	491,681
	<u>475,640</u>	<u>-</u>	<u>-</u>	<u>475,640</u>	<u>491,681</u>
Total fund balances	<u>475,640</u>	<u>3,709</u>	<u>366,909</u>	<u>846,258</u>	<u>787,943</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 483,175</u>	<u>\$ 956,309</u>	<u>\$ 833,552</u>	<u>\$ 2,273,036</u>	<u>\$ 2,216,957</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, 2022

	<i>Water</i>	<i>Parks and</i>	<i>Fire</i>	<i>Totals</i>	
	<i>Improvement</i>	<i>Recreation</i>	<i>Equipment</i>	<i>2022</i>	<i>2021</i>
REVENUES					
Property taxes	\$ -	\$ 859,276	\$ 429,569	\$ 1,288,845	\$ 1,233,554
Federal grants	-	-	9,490	9,490	-
State grants	-	31,645	5,483	37,128	52,121
Charges for services	54,424	66,773	-	121,197	103,174
Interest and rentals	7,212	-	-	7,212	159
Other:					
Special assessments	1,374	-	-	1,374	8,426
Miscellaneous	-	68,139	-	68,139	59,555
Total revenues	<u>63,010</u>	<u>1,025,833</u>	<u>444,542</u>	<u>1,533,385</u>	<u>1,456,989</u>
EXPENDITURES					
Current:					
Public safety	-	-	182,040	182,040	143,770
Public works	4,582	-	-	4,582	-
Recreation and culture	-	1,122,378	-	1,122,378	975,440
Health and welfare	-	-	-	-	-
Debt service:					
Principal	73,260	-	213,621	286,881	71,595
Interest and fees	1,209	-	14,227	15,436	2,390
Capital outlay	-	21,012	19,152	40,164	1,101,648
Total expenditures	<u>79,051</u>	<u>1,143,390</u>	<u>429,040</u>	<u>1,651,481</u>	<u>2,294,843</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,041)	(117,557)	15,502	(118,096)	(837,854)
OTHER FINANCING SOURCES					
Proceeds from sale of assets	-	11,045	66,100	77,145	20,900
Proceeds from loan proceeds	-	-	-	-	724,067
Transfers in - General Fund	-	99,266	-	99,266	9,710
Net other financing sources	<u>-</u>	<u>110,311</u>	<u>66,100</u>	<u>176,411</u>	<u>754,677</u>
NET CHANGES IN FUND BALANCES	(16,041)	(7,246)	81,602	58,315	(83,177)
FUND BALANCES - BEGINNING	<u>491,681</u>	<u>10,955</u>	<u>285,307</u>	<u>787,943</u>	<u>871,120</u>
FUND BALANCES - ENDING	<u>\$ 475,640</u>	<u>\$ 3,709</u>	<u>\$ 366,909</u>	<u>\$ 846,258</u>	<u>\$ 787,943</u>

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

Year ended December 31, 2022

	<i>Water Improvement</i>			<i>Parks and Recreation</i>			<i>Fire equipment</i>		
	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES									
Property taxes	\$ -	\$ -	\$ -	\$ 859,170	\$ 859,276	\$ 106	\$ 429,510	\$ 429,569	\$ 59
Federal grants	-	-	-	-	-	-	9,490	9,490	-
State grants	-	-	-	31,640	31,645	5	5,480	5,483	3
Charges for services	53,620	54,424	804	66,050	66,773	723	-	-	-
Interest and rentals	6,670	7,212	542	-	-	-	-	-	-
Other:									
Special assessments	1,360	1,374	14	-	-	-	-	-	-
Miscellaneous	-	-	-	68,130	68,139	9	-	-	-
Total revenues	61,650	63,010	1,360	1,024,990	1,025,833	843	444,480	444,542	62
EXPENDITURES									
Current:									
Public safety	-	-	-	-	-	-	206,750	182,040	24,710
Public works	4,840	4,582	258	-	-	-	-	-	-
Recreation and culture	-	-	-	1,185,140	1,122,378	62,762	-	-	-
Debt service:									
Principal	73,260	73,260	-	-	-	-	213,620	213,621	(1)
Interest and fees	1,210	1,209	1	-	-	-	14,230	14,227	3
Capital outlay	-	-	-	35,000	21,012	13,988	20,000	19,152	848
Total expenditures	79,310	79,051	259	1,220,140	1,143,390	76,750	454,600	429,040	25,560
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(17,660)	(16,041)	1,619	(195,150)	(117,557)	77,593	(10,120)	15,502	25,622
OTHER FINANCING SOURCES									
Proceeds from sale of assets	-	-	-	11,040	11,045	-	66,100	66,100	-
Transfers in - General Fund	-	-	-	184,110	99,266	(84,844)	-	-	-
Net other financing sources	-	-	-	195,150	110,311	(84,844)	66,100	66,100	-
NET CHANGES IN FUND BALANCES	(17,660)	(16,041)	1,619	-	(7,246)	(7,251)	55,980	81,602	25,622
FUND BALANCES - BEGINNING	491,681	491,681	-	10,955	10,955	-	285,307	285,307	-
FUND BALANCES - ENDING	\$ 474,021	\$ 475,640	\$ 1,619	\$ 10,955	\$ 3,709	\$ (7,251)	\$ 341,287	\$ 366,909	\$ 25,622

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

December 31, 2022

	<u>Tax Collection</u>	<u>General Custodial</u>	<u>Totals</u>	
			<u>2022</u>	<u>2021</u>
ASSETS				
Cash	\$ 12,888,270	\$ 5,378	\$ 12,893,648	\$ 11,033,234
Taxes receivable for other governments	<u>18,905,274</u>	<u>247,442</u>	<u>19,152,716</u>	<u>291,282</u>
Total assets	<u>31,793,544</u>	<u>252,820</u>	<u>32,046,364</u>	<u>11,324,516</u>
LIABILITIES				
Due to others	-	4,580	4,580	4,667
Due to other governmental units	<u>31,793,544</u>	<u>248,240</u>	<u>32,041,784</u>	<u>11,319,849</u>
Total liabilities	<u>31,793,544</u>	<u>252,820</u>	<u>32,046,364</u>	<u>11,324,516</u>
NET POSITION				
Restricted for individuals and other governments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

December 31, 2022

	<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>	
ASSETS					
Cash	\$ 192,865	\$ 306,636	\$ 499,501	\$ -	\$ 499,501
Receivables	227,620	20,625	248,245	-	248,245
Total assets	<u>\$ 420,485</u>	<u>\$ 327,261</u>	<u>\$ 747,746</u>	<u>\$ -</u>	<u>\$ 747,746</u>
LIABILITIES AND FUND BALANCES					
Liabilities - payables	\$ 1,288	\$ 17,234	\$ 18,522	\$ -	\$ 18,522
Deferred inflows of resources - unavailable revenue	323,860	-	323,860	-	323,860
Fund balances:					
Unassigned	95,337	310,027	405,364	(405,364)	-
Total fund balances	<u>95,337</u>	<u>310,027</u>	<u>405,364</u>	<u>(405,364)</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 420,485</u>	<u>\$ 327,261</u>	<u>\$ 747,746</u>		
NET POSITION - UNRESTRICTED				<u>\$ 405,364</u>	<u>\$ 405,364</u>

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

Year ended December 31, 2022

	<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>
REVENUES					
Property taxes	\$ 416,941	\$ -	\$ 416,941	\$ -	\$ 416,941
State grants	-	200,017	200,017	-	200,017
Total revenues	416,941	200,017	616,958	-	616,958
EXPENDITURES					
Community and economic development	395,812	204,877	600,689	-	600,689
NET CHANGES IN FUND BALANCES/NET POSITION	21,129	(4,860)	16,269	-	16,269
FUND BALANCES/NET POSITION - BEGINNING	74,208	314,887	389,095	-	389,095
FUND BALANCES/NET POSITION - ENDING	\$ 95,337	\$ 310,027	\$ 405,364	\$ -	\$ 405,364

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

December 31, 2022

	Governmental funds balance sheet				
	Downtown Development Operating	Downtown Development Debt services	Total	Adjustments	Statement of net position
ASSETS					
Cash	\$ 5,936,657	\$ -	\$ 5,936,657	\$ -	\$ 5,936,657
Investments	3,733,434	-	3,733,434	-	3,733,434
Taxes receivable	174,023	-	174,023	-	174,023
Accounts receivables	13,494	-	13,494	-	13,494
Land contract receivable	77,407	-	77,407	-	77,407
Prepays	16,209	-	16,209	-	16,209
Restricted assets:					
Cash	42,815	-	42,815	-	42,815
Investments	137,572	-	137,572	-	137,572
Deferred outflows of resources - bond refunding	-	-	-	69,243	69,243
Capital assets not being depreciated	-	-	-	1,510,388	1,510,388
Capital assets being depreciated, net	-	-	-	1,956,880	1,956,880
Total assets	<u>\$ 10,131,611</u>	<u>\$ -</u>	<u>\$ 10,131,611</u>	<u>\$ 3,536,511</u>	<u>\$ 13,668,122</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Payables	\$ 17,548	\$ -	\$ 17,548	\$ -	\$ 17,548
Accrued liabilities	5,430	-	5,430	-	5,430
Interest payable	-	-	-	45,798	45,798
Due to other governmental units	2,981,737	-	2,981,737	-	2,981,737
Due to primary government	631,640	-	631,640	-	631,640
Unearned revenue	500	-	500	-	500
Long term debt:					
Due within one year	-	-	-	852,825	852,825
Due in more than one year	-	-	-	8,721,642	8,721,642
Total liabilities	<u>3,636,855</u>	<u>-</u>	<u>3,636,855</u>	<u>9,620,265</u>	<u>13,257,120</u>
Deferred inflows of resources:					
Unavailable land contract	77,407	-	77,407	(77,407)	-
Unavailable property taxes	1,638,845	-	1,638,845	-	1,638,845
Total deferred inflows of resources	<u>1,716,252</u>	<u>-</u>	<u>1,716,252</u>	<u>(77,407)</u>	<u>1,638,845</u>
Fund balances:					
Nonspendable - prepaids	16,209	-	16,209	(16,209)	-
Restricted for capital projects	180,387	-	180,387	(180,387)	-
Unassigned	4,581,908	-	4,581,908	(4,581,908)	-
Total fund balances	<u>4,778,504</u>	<u>-</u>	<u>4,778,504</u>	<u>(4,778,504)</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,131,611</u>	<u>\$ -</u>	<u>\$ 10,131,611</u>		
Net position:					
Net investment in capital assets				(6,037,956)	(6,037,956)
Restricted for capital projects				180,387	180,387
Unrestricted				4,629,726	4,629,726
Total net position (deficit)				<u>\$ (1,227,843)</u>	<u>\$ (1,227,843)</u>

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

Year ended December 31, 2022

	<i>Governmental funds statement of revenues, expenditures and changes in fund balances</i>				
	<i>Downtown Development Operating</i>	<i>Downtown Development Debt services</i>	<i>Total</i>	<i>Adjustments</i>	<i>Statement of activities</i>
REVENUES					
Property taxes	\$ 2,241,113	\$ -	\$ 2,241,113	\$ -	\$ 2,241,113
Federal grants	3,500	-	3,500	-	3,500
Charges for services	6,805	-	6,805	16,717	23,522
Interest and rentals	51,297	-	51,297	(12,797)	38,500
Other	8,324	-	8,324	(8,324)	-
Total revenues	<u>2,311,039</u>	<u>-</u>	<u>2,311,039</u>	<u>(4,404)</u>	<u>2,306,635</u>
EXPENDITURES					
Community and economic development	527,385	-	527,385	556,735	1,084,120
Recreation and culture	2,000	-	2,000	-	2,000
Debt service:					
Principal	-	830,331	830,331	(830,331)	-
Interest and fees	-	289,340	289,340	(13,091)	276,249
Capital outlay	319,295	-	319,295	(319,295)	-
Total expenditures/expenses	<u>848,680</u>	<u>1,119,671</u>	<u>1,968,351</u>	<u>(605,982)</u>	<u>1,362,369</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,462,359</u>	<u>(1,119,671)</u>	<u>342,688</u>	<u>601,578</u>	<u>944,266</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	1,119,671	1,119,671	(1,119,671)	-
Transfers out	(1,119,671)	-	(1,119,671)	1,119,671	-
Net other financing sources (uses)	<u>(1,119,671)</u>	<u>1,119,671</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGES IN FUND BALANCES/NET POSITION	342,688	-	342,688	601,578	944,266
FUND BALANCES/NET POSITION (DEFICIT) - BEGINNING	<u>4,435,816</u>	<u>-</u>	<u>4,435,816</u>	<u>(6,607,925)</u>	<u>(2,172,109)</u>
FUND BALANCES/NET POSITION (DEFICIT) - ENDING	<u>\$ 4,778,504</u>	<u>\$ -</u>	<u>\$ 4,778,504</u>	<u>\$ (6,006,347)</u>	<u>\$ (1,227,843)</u>

Charter Township of Delhi

BALANCE SHEETS - General Fund

December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash	\$ 2,776,602	\$ 9,035,949
Investments	15,083,125	5,386,733
Restricted cash - capital projects	265,382	284,466
Taxes receivable	1,910,021	2,020,504
Accounts receivable	687,161	909,461
Special assessments receivable	141,361	168,968
Due from component unit	631,640	581,517
Prepaid expenditures	<u>31,781</u>	<u>64,620</u>
Total assets	<u>\$ 21,527,073</u>	<u>\$ 18,452,218</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 650,973	\$ 539,796
Accrued liabilities	79,823	72,632
Unearned rental fees	-	85,787
Unearned grants	2,783,070	1,334,348
Unearned assessment revenue	<u>320,234</u>	<u>345,392</u>
Total liabilities	<u>3,834,100</u>	<u>2,377,955</u>
Deferred inflows of resources:		
Unavailable property taxes	3,425,266	3,242,993
Unavailable state grants	-	196,053
Unavailable special assessments	<u>141,361</u>	<u>168,968</u>
Total deferred inflows of resources	<u>3,566,627</u>	<u>3,608,014</u>
Fund balances:		
Nonspendable:		
Prepays	31,781	64,620
Restricted for:		
Building department	538,557	538,557
Sycamore trail	265,382	284,466
Committed for - disaster contingency	10,000	10,000
Assigned for subsequent year expenditures	233,830	1,259,530
Unassigned	<u>13,046,796</u>	<u>10,309,076</u>
Total fund balances	<u>14,126,346</u>	<u>12,466,249</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 21,527,073</u>	<u>\$ 18,452,218</u>

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

Year ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
REVENUES		
Property taxes	\$ 3,801,429	\$ 3,657,879
Licenses and permits	935,715	1,107,332
Federal grants	84,712	67,959
State grants	3,513,163	2,937,921
Intergovernmental - local	148,244	149,863
Charges for services	630,257	607,550
Fines and forfeitures	19,213	16,583
Investment return (loss) and rentals	(134,312)	9,880
Other	<u>423,068</u>	<u>501,798</u>
Total revenues	<u>9,421,489</u>	<u>9,056,765</u>
EXPENDITURES		
Current:		
General government:		
Legislative - Board of trustees	201,335	133,821
Manager	610,953	510,325
Accounting	171,432	158,906
Clerk	402,312	356,777
Information technology	293,876	277,289
Treasurer	312,302	313,307
Assessing	351,386	317,815
Elections	132,592	56,803
Building and grounds	<u>646,275</u>	<u>649,782</u>
Total general government	<u>3,122,463</u>	<u>2,774,825</u>
Public works	674,257	584,235
Community and economic development	877,367	748,865
Capital outlay	23,620	22,547
Debt service:		
Principal	565,864	559,464
Interest	<u>172,660</u>	<u>189,979</u>
Total expenditures	<u>5,436,231</u>	<u>4,879,915</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>3,985,258</u>	<u>4,176,850</u>
OTHER FINANCING USES		
Transfers out:		
Fire fund	(517,987)	(398,248)
Police fund	(1,695,188)	(1,662,388)
Sewer fund	(12,720)	-
Parks fund	<u>(99,266)</u>	<u>(9,710)</u>
Total transfers out	<u>(2,325,161)</u>	<u>(2,070,346)</u>
NET CHANGES IN FUND BALANCES	1,660,097	2,106,504
FUND BALANCES - BEGINNING	<u>12,466,249</u>	<u>10,359,745</u>
FUND BALANCES - ENDING	<u>\$ 14,126,346</u>	<u>\$ 12,466,249</u>

STATISTICAL INFORMATION (UNAUDITED)

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

	Fiscal Year Ended									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net Investment in capital assets	\$ 9,240,592	\$ 11,382,486	\$ 12,271,559	\$ 12,530,200	\$ 13,244,523	\$ 14,460,337	\$ 15,824,947	\$ 16,203,985	\$ 15,837,816	\$ 16,009,695
Restricted	221,139	109,406	207,097	47,636	187,658	204,972	1,184,719	2,901,462	3,060,897	2,708,354
Unrestricted	6,435,260	6,814,859	7,224,616	7,427,059	7,146,806	4,011,278	4,162,885	5,639,446	8,369,214	10,585,765
Total governmental activities net position	<u>\$ 15,896,991</u>	<u>\$ 18,306,751</u>	<u>\$ 19,703,272</u>	<u>\$ 20,004,895</u>	<u>\$ 20,578,987</u>	<u>\$ 18,676,587</u>	<u>\$ 21,172,551</u>	<u>\$ 24,744,893</u>	<u>\$ 27,267,927</u>	<u>\$ 29,303,814</u>
Business-type activities										
Net Investment in capital assets	\$ 29,992,625	\$ 29,341,287	\$ 28,906,395	\$ 28,382,079	\$ 29,862,201	\$ 29,727,353	\$ 29,114,670	\$ 29,427,078	\$ 29,557,405	\$ 31,322,954
Restricted	1,607,237	1,818,393	2,003,653	2,210,735	1,670,346	1,808,589	2,145,187	2,374,809	2,573,557	256,141
Unrestricted	2,204,402	2,888,223	3,145,100	4,435,562	4,486,598	3,415,040	3,877,492	4,608,705	5,511,290	7,765,469
Total business-type activities net position	<u>\$ 33,804,264</u>	<u>\$ 34,047,903</u>	<u>\$ 34,055,148</u>	<u>\$ 35,028,376</u>	<u>\$ 36,019,145</u>	<u>\$ 34,950,982</u>	<u>\$ 35,137,349</u>	<u>\$ 36,410,592</u>	<u>\$ 37,642,252</u>	<u>\$ 39,344,564</u>
Primary government										
Net Investment in capital assets	\$ 39,233,217	\$ 40,723,773	\$ 41,177,954	\$ 40,912,279	\$ 43,106,724	\$ 44,187,690	\$ 44,939,617	\$ 45,631,063	\$ 45,395,221	\$ 47,332,649
Restricted	1,828,376	1,927,799	2,210,750	2,258,371	1,858,004	2,013,561	3,329,906	5,276,271	5,634,454	2,964,495
Unrestricted	8,639,662	9,703,082	10,369,716	11,862,621	11,633,404	7,426,318	8,040,377	10,248,151	13,880,504	18,351,234
Total primary government net position	<u>\$ 49,701,255</u>	<u>\$ 52,354,654</u>	<u>\$ 53,758,420</u>	<u>\$ 55,033,271</u>	<u>\$ 56,598,132</u>	<u>\$ 53,627,569</u>	<u>\$ 56,309,900</u>	<u>\$ 61,155,485</u>	<u>\$ 64,910,179</u>	<u>\$ 68,648,378</u>

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

	Fiscal Year Ended									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental activities:										
General governmental	\$ 2,146,777	\$ 2,640,347	\$ 2,522,117	\$ 2,634,759	\$ 2,572,299	\$ 2,998,745	\$ 3,816,653	\$ 3,519,555	\$ 2,700,679	\$ 2,693,912
Public Safety	4,733,732	4,861,571	5,093,843	5,150,293	5,185,177	3,397,236	3,479,908	3,424,667	3,649,330	3,489,648
Health & Welfare	-	-	-	-	-	2,141,638	2,266,980	2,306,093	734,418	2,582,163
Public Works	1,028,423	1,434,952	1,338,862	1,014,184	2,187,743	945,177	1,291,788	345,369	2,153,433	829,022
Community development	604,597	575,816	598,818	768,857	768,412	786,421	674,303	720,989	999,281	1,095,455
Recreation & culture	916,303	985,792	545,141	1,189,328	674,903	1,396,472	1,584,285	1,197,665	1,357,256	1,541,424
Interest on long-term debt	44,517	66,406	44,405	65,643	116,785	150,933	195,363	217,140	211,445	191,707
Total governmental activities	9,474,349	10,564,884	10,143,186	10,823,064	11,505,319	11,816,622	13,309,280	11,731,478	11,805,842	12,423,331
Business-type activities:										
Sewer	5,987,572	6,167,726	6,694,003	6,571,074	6,635,371	7,203,346	7,218,387	6,708,445	6,763,766	7,023,457
Total primary government expenses	\$ 15,461,921	\$ 16,732,610	\$ 16,837,189	\$ 17,394,138	\$ 18,140,690	\$ 19,019,968	\$ 20,527,667	\$ 18,439,923	\$ 18,569,608	\$ 19,446,788
Program revenues										
Charges for services:										
General government	\$ 83,918	\$ 85,102	\$ 126,180	\$ 425,246	\$ 153,844	\$ 751,422	\$ 967,081	\$ 978,901	\$ 1,029,389	\$ 934,071
Public safety	808,024	876,863	915,315	773,277	879,340	147,241	494,845	945,277	698,379	575,491
Health and Welfare	-	-	-	-	-	713,518	908,300	799,894	58,680	978,236
Public works	327,757	666,419	382,656	565,710	433,268	304,817	49,938	200,557	884,567	120,824
Community development	380,729	420,521	613,318	907,186	769,210	632,455	186,537	182,625	119,782	238,711
Recreation and culture	85,616	65,277	68,178	55,920	67,854	65,211	57,388	9,731	121,049	66,773
Operating grants and contributions	510,414	656,031	571,146	234,361	390,484	99,969	1,099,828	897,226	836,237	653,178
Capital grants and contributions	51,017	2,003,455	704,259	65,087	695,449	36,012	2,215,073	1,471,445	-	9,490
Total governmental activities program revenues	2,247,475	4,773,668	3,381,052	3,026,787	3,389,449	2,750,645	5,978,990	5,485,656	3,748,083	3,576,774
business-type activities:										
Charges for services:										
Sewer	5,303,826	5,898,351	6,080,205	6,899,241	6,824,276	6,829,061	7,141,328	7,636,741	7,832,313	8,113,869
Community development	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	64,800	-	185,508	281,650	94,859	-	230,195	110,194	485,300
Total business-type activities program revenues	5,303,826	6,383,162	6,686,503	7,454,727	7,596,208	6,961,770	7,177,385	7,900,740	7,974,278	8,628,410
Total primary government program revenues	\$ 7,551,301	\$ 11,156,830	\$ 10,067,555	\$ 10,481,514	\$ 10,985,657	\$ 9,712,415	\$ 13,156,375	\$ 13,386,396	\$ 11,722,361	\$ 12,205,184
Net (Expense)/Revenue										
Governmental activities	(7,226,874)	(5,791,216)	(6,762,134)	(7,796,277)	(8,115,870)	(9,065,977)	(7,330,290)	(6,245,822)	(8,057,759)	(8,846,557)
Business-type activities	(683,746)	215,436	(7,500)	883,653	960,837	(241,576)	(41,002)	1,192,295	1,210,512	1,604,953
Total primary government net expense	\$ (7,910,620)	\$ (5,575,780)	\$ (6,769,634)	\$ (6,912,624)	\$ (7,155,033)	\$ (9,307,553)	\$ (7,371,292)	\$ (5,053,527)	\$ (6,847,247)	\$ (7,241,604)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 5,311,408	\$ 5,350,366	\$ 5,414,764	\$ 5,326,844	\$ 5,380,580	\$ 5,113,918	\$ 6,408,325	\$ 6,657,000	\$ 6,825,314	\$ 7,130,050
State shared revenues	1,978,618	2,026,020	2,031,646	2,055,703	2,224,407	2,297,785	2,550,192	2,574,642	3,206,805	3,155,905
Grants & contributions not restricted to specific	192,934	365,077	316,893	211,446	479,944	451,399	509,280	500,218	-	205,949
Unrestricted investment earnings	3,650	5,721	7,102	16,097	53,537	96,858	156,111	76,282	10,039	(127,100)
Gain (loss) on sale of capital assets	-	-	-	-	-	-	-	-	-	77,145
Other	443,210	472,391	494,517	564,782	554,033	540,829	202,346	31,620	538,635	453,215
Total governmental activities	7,929,820	8,200,976	8,258,655	8,097,900	8,689,962	8,500,789	9,826,254	9,818,164	10,580,793	10,882,444
Business-type activities:										
Investment earnings	7,766	9,604	8,478	12,603	27,393	113,640	227,369	82,813	21,148	84,639
Other	-	-	-	-	-	-	-	-	-	12,720
Intra-entity transfer programs	-	18,599	6,267	76,972	2,539	-	-	21,598	-	-
Total primary government	\$ 7,937,586	\$ 8,229,179	\$ 8,273,400	\$ 8,187,475	\$ 8,719,894	\$ 8,614,429	\$ 10,053,623	\$ 9,922,575	\$ 10,601,941	\$ 10,979,803
Change in Net Position										
Governmental activities	\$ 702,946	\$ 2,409,760	\$ 1,496,521	\$ 301,623	\$ 574,092	\$ (565,188)	\$ 2,495,964	\$ 3,572,342	\$ 2,523,034	\$ 2,035,887
Business-type activities	(675,980)	243,639	7,245	973,228	990,769	(127,936)	186,367	1,296,706	1,231,660	1,702,312
Total primary government	\$ 26,966	\$ 2,653,399	\$ 1,503,766	\$ 1,274,851	\$ 1,564,861	\$ (693,124)	\$ 2,682,331	\$ 4,869,048	\$ 3,754,694	\$ 3,738,199

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ 48,109	\$ 29,712	\$ 64,550	\$ 39,226	\$ 73,015	\$ 25,797	\$ 34,657	\$ 46,690	\$ 64,620	\$ 31,781
Restricted	22,826	20,575	15,532	2,004,334	473,524	490,838	969,785	843,650	934,619	803,939
Committed	10,000	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	638,450	1,259,530	233,830
Unassigned	5,504,378	5,110,454	5,338,828	3,070,429	4,478,858	6,112,813	7,277,411	8,820,955	10,393,533	13,046,796
Total general fund	<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>	<u>\$ 10,359,745</u>	<u>\$ 12,662,302</u>	<u>\$ 14,126,346</u>
All other Governmental Funds										
Nonspendable in construction fund	\$ 588,517	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted in construction fund	290,969	-	179,029	-	57,864	-	-	1,793,134	1,784,472	1,408,031
Nonspendable in special revenue funds	29,105	19,807	54,975	35,211	56,504	38,609	51,259	92,750	50,832	27,278
Restricted in special revenue funds	198,313	88,831	191,565	-	-	-	223,247	324,567	341,806	366,909
Committed in special revenue funds	306,982	277,224	266,839	334,256	393,109	364,890	322,411	452,111	491,681	475,640
Restricted for debt service fund	-	-	-	-	59,908	109,200	98,857	113,703	119,274	105,906
Assigned for subsequent years expenditures	61,329	231,580	139,620	49,180	22,640	21,680	52,570	63,740	-	-
Unassigned in special revenue funds	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<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>	<u>\$ 2,840,005</u>	<u>\$ 2,788,065</u>	<u>\$ 2,383,764</u>
* New Fund Balance categories										
TOTAL EXPENDITURES & TRANSFERS OUT	6,612,792	8,114,878	7,658,689	9,765,674	11,365,337	9,209,374	8,240,457	8,169,140	6,950,261	7,761,391
Unassigned FB as a % of Expenditures & Transfers Out	83%	63%	70%	31%	39%	66%	88%	108%	150%	168%

Source: Audited Financial Statements

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

	12/31/2013*	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
Revenues										
Taxes	\$ 5,311,408	\$ 5,350,366	\$ 5,414,764	\$ 5,326,844	\$ 5,578,637	\$ 5,597,193	\$ 6,885,125	\$ 7,169,721	\$ 7,352,889	\$ 7,661,686
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	2,977,628	3,254,134	3,677,303
Special assessments	-	-	-	-	-	384,345	437,388	427,382	445,443	409,166
Intergovernmental-Local	95,031	159,610	143,493	140,471	133,313	157,958	627,884	1,397,095	149,863	154,567
Licenses and permits	252,148	304,387	505,784	782,673	659,866	506,940	467,764	954,565	610,579	587,996
Charges for services	1,405,769	1,488,674	1,616,868	1,523,687	1,674,104	1,580,852	1,644,672	1,658,219	1,602,428	1,768,642
Franchise Fees	443,210	472,391	494,517	515,564	512,700	511,305	509,281	500,218	496,753	347,719
Fines and Forfeitures	78,387	79,227	79,247	67,025	57,779	65,704	58,630	38,626	39,936	41,853
Interest and Rentals	20,802	23,388	25,299	337,422	53,537	96,858	156,111	76,282	10,039	(127,100)
Other	628,821	760,332	771,291	496,164	717,166	273,101	206,370	269,286	190,960	126,685
Total revenues	10,334,535	11,020,215	11,385,789	11,350,835	12,023,214	11,777,132	13,619,790	15,469,022	14,153,024	14,648,517
Expenditures										
General government	1,963,113	2,187,982	2,225,673	2,374,929	2,116,375	2,334,714	2,290,969	2,443,186	2,774,825	3,122,463
Public safety	4,534,015	4,639,103	4,943,200	4,798,002	5,039,452	3,194,269	3,177,244	3,248,447	3,617,179	3,554,092
Health & Welfare	-	-	-	-	-	2,141,638	2,266,980	2,306,093	2,153,433	2,582,163
Public works	864,688	1,253,563	669,875	800,004	1,227,575	653,567	681,877	581,936	584,235	678,839
Community development	605,837	574,711	604,369	796,021	781,810	771,515	686,346	705,779	748,865	877,367
Recreation and culture	702,820	761,143	707,045	837,782	783,752	909,431	1,111,688	767,060	975,440	1,122,378
Other	389,846	559,533	486,476	563,166	520,027	574,306	792,496	495,694	-	-
Debt service										
Principal	219,262	364,215	365,341	392,760	596,752	528,258	573,301	622,634	656,059	877,745
Interest and issuance costs	44,165	62,278	44,515	162,858	202,951	236,662	210,501	217,930	200,534	195,551
Capital outlay	537,743	1,477,912	647,425	1,662,339	2,874,880	314,173	73,853	439,242	1,132,857	446,548
Total expenditures	9,861,489	11,880,440	10,693,919	12,387,861	14,143,574	11,658,533	11,865,255	11,828,001	12,843,427	13,457,146
Excess of revenues over (under) expenditures	473,046	(860,225)	691,870	(1,037,026)	(2,120,360)	118,599	1,754,535	3,641,021	1,309,597	1,191,371
Other Financing Sources (Uses)										
Proceeds from long-term debt	1,200,000	-	-	2,613,930	348,000	-	-	-	724,067	-
Capital Lease	-	9,480	-	-	16,126	-	-	-	-	-
Issuance of refunding debt	-	-	-	414,585	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(409,341)	-	-	-	-	-	-
Proceeds from sale of capital assets	2,500	-	9,995	-	4,000	180,000	5,295	13,540	20,900	77,145
Transfers in	1,834,690	1,897,611	2,074,134	2,683,015	2,970,123	3,229,791	3,066,529	3,092,112	2,070,346	2,312,441
Transfers out	(1,834,690)	(1,897,611)	(2,074,134)	(2,683,015)	(2,970,123)	(3,229,791)	(3,066,529)	(3,113,710)	(2,070,346)	(2,325,161)
Total other financing sources (uses)	1,202,500	9,480	9,995	2,619,174	368,126	180,000	5,295	(8,058)	744,967	64,425
Net change in fund balances	\$ 1,675,546	\$ (850,745)	\$ 701,865	\$ 1,582,148	\$ (1,752,234)	\$ 298,599	\$ 1,759,830	\$ 3,632,963	\$ 2,054,564	\$ 1,255,796
Debt service as a percentage of noncapital expenditures	2.8%	4.1%	4.1%	8.7%	7.1%	6.7%	6.6%	7.4%	7.3%	8.2%

* 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
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%
2020	3,244,201	151,806,373	16,316,906	611,390,576	40,270,800	823,028,856	8.7734	954,420,275	86%
2021	3,332,502	166,337,432	17,292,742	632,366,639	44,825,980	864,155,295	8.7206	1,016,166,532	85%
2022	3,597,404	177,252,485	17,757,463	668,190,285	54,792,400	921,590,037	8.6813	1,083,653,015	85%

Personal Property by Category-Taxable Value

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
2020	22,112,500	1,129,500	17,028,800
2021	25,014,800	1,756,380	18,054,800
2022	34,717,300	1,231,000	18,844,100

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	Debt Service Millage		Total School Millage
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
2020	4.2899	1.4932	1.4932	0.4990	0.9981	8.7734	16.8804	6.2384	3.7770	6.0000	0.0000	10.0000	10.0000	51.6692
2021	4.2641	1.4842	1.4842	0.4960	0.9921	8.7206	17.2185	6.2297	3.7692	6.0000	0.0000	8.2300	8.2300	50.1680
2022	4.2410	1.4761	1.4761	0.4960	0.9921	8.6813	16.5600	6.2290	3.7692	6.0000	0.0000	8.2300	8.2300	49.4695

Non-homestead Holt school operating millage

2013	17.3171
2014	17.3171
2015	18.0000
2016	18.0000
2017	18.0000
2018	18.0000
2019	18.0000
2020	18.0000
2021	18.0000
2022	18.0000

Source: Township Assessing Department

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

Taxpayer	2022			2013		
	State Equalized Value	Rank	Percentage of Total Twp Taxable Value	State Equalized Value	Rank	Percentage of Total Twp Taxable Value
Spring Valley Industries, LLC	22,889,100	1	2.9%	11,160,200	2	1.4%
Consumers Energy	17,457,750	2	2.2%			
Willoughby Estates II, LLC	12,626,698	3	1.6%			
Dart Container Corp of MI	8,380,599	4	1.0%	8,463,300	3	1.0%
Woodland Lakes Investment Group	7,627,656	5	1.0%	6,489,100	4	
RSDC of Michigan, LLC	7,041,700	6	0.9%	11,434,300	1	1.4%
Redwood Holt Cedar Street	6,481,651	8	0.8%			
Aspen Consolidated, LLC	6,327,270	7	0.8%			
DTN Properties	4,399,286	9	0.5%			
Theroux Development Co.	4,333,225	10	0.5%	4,146,600	7	0.5%
Comcast				3,395,500	8	0.4%
Bondarenko Ltd LLC				4,417,200	6	0.5%
Aspen Lakes Estates I LLC				3,019,900	10	0.4%
Parker Hannifin Corp				5,033,800	5	0.6%
Stealth Medical Technologies				3,341,200	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
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%
2020	7,043,817	6,854,582	97.3%	5,311	6,859,893	97.4%
2021	7,205,209	7,023,211	97.5%	4,240	7,027,451	97.5%
2022	7,539,327	7,329,103	97.2%	7,884	7,336,988	97.3%

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			
2013	1,794,407	-	1,835,140	200,166	5,413,630	-	15,507,997	-	-	24,751,340	3.20%	933
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
2020	644,855	300,000	3,279,749	2,051,200	8,632,831	-	9,850,000	1,223,365	-	25,982,000	2.78%	925
2021	448,260	275,000	2,998,886	2,621,668	7,707,763	-	8,940,000	1,067,400	-	24,058,977	2.61%	868
2022	250,000	250,000	2,718,021	2,248,046	6,756,354	-	8,010,000	977,400	-	21,209,821	2.12%	762

* Based on population estimates.

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

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

Fiscal Year	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES			Total Bonded Debt as a Percentage of Taxable Value ¹	Total Governmental Activities G.O. Debt Per Capita ²	Per Capita Income
	General Obligation Debt	Special Assessment Bonds	General Obligation Bonds	Revenue Bonds	Special Assessment Bonds			
2013	1,794,407	-	5,413,630	15,507,997	-	3.31%	69.12	29,837
2014	1,641,752	-	4,970,295	14,955,000	-	3.10%	63.23	29,064
2015	1,478,490	-	4,470,287	14,145,000	-	2.82%	56.80	29,745
2016	1,314,586	-	4,010,174	13,320,000	-	2.59%	50.18	30,397
2017	1,149,651	348,000	3,472,485	12,475,000	-	2.38%	43.56	30,301
2018	982,217	340,000	10,418,785	11,620,000	-	3.05%	36.68	31,155
2019	814,784	320,000	9,538,061	10,745,000	-	2.66%	30.43	31,555
2020	644,855	300,000	8,632,831	9,850,000	-	2.36%	22.96	33,230
2021	448,260	275,000	7,707,763	8,940,000	-	2.01%	16.18	33,230
2022	250,000	250,000	6,756,354	8,010,000	-	1.66%	8.99	35,971

GOVERNMENTAL ACTIVITIES
GENERAL BONDED DEBT

Fiscal Year	General Obligation Bonds	Special Assessment Bonds	Total	General Bonded Debt as a Percentage of Taxable Value ¹	General Bonded Debt Per Capita ²
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	320,000	1,134,784	0.14%	42.38
2020	644,855	300,000	944,855	0.11%	33.65
2021	448,260	275,000	723,260	0.08%	26.10
2022	250,000	250,000	500,000	0.05%	18.04

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

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

² See Schedule 13, the Schedule of Demographic and Economic Statistics for population data.

DELHI CHARTER TOWNSHIP
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2022

Jurisdiction	Net General Bonded Debt Outstanding	Percent Applicable to Delhi	Amount Applicable to Delhi
Holt School District	\$ 53,908,286	84.97%	\$ 45,805,871
Mason School District	48,110,000	10.17%	4,892,787
Lansing School District	154,045,000	0.04%	61,618
Eaton Rapids School District	38,232,797	2.27%	867,884
Ingham County	97,783,271	9.67%	9,455,642
Ingham Intermediate School District	13,323,000	8.10%	1,079,163
Eaton Intermediate School District	2,910,000	0.40%	11,640
Lansing Community College	89,380,000	6.56%	<u>5,863,328</u>
Subtotal, overlapping debt			68,037,933
Delhi Charter Township Governmental General Obligation debt	250,000	100.00%	<u>250,000</u>
Total direct and overlapping debt			<u>\$ 68,287,933</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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$ 71,936,018	\$ 73,423,610	\$ 76,789,658	\$ 79,002,665	\$ 82,139,788	\$ 84,436,453	\$ 90,739,180	\$ 95,795,328	\$ 101,887,403	\$ 108,466,779
Total net debt applicable to limit	17,697,318	16,668,880	14,635,973	19,502,808	24,820,991	30,433,236	28,497,268	26,096,426	25,107,953	22,383,467
Legal debt margin	54,238,700	56,754,730	62,153,685	59,499,857	57,318,797	54,003,217	62,241,912	69,698,902	76,779,450	86,083,312
Total net debt applicable to the limit as a percentage of debt limit	24.60%	22.70%	19.06%	24.69%	30.22%	36.04%	31.41%	27.24%	24.64%	20.64%

Legal Debt Margin Calculation for Fiscal Year 2022

2022 State Equalized Valuation (SEV)	\$ 1,084,667,790
	x 10%
Legal Debt Limit (10% of SEV)	<u>108,466,779</u>
Direct General Obligation Debt	\$ 30,643,467
Less:	
Special Assessment Bonds	(250,000)
Revenue Bonds	<u>(8,010,000)</u>
Net Direct Debt	<u>22,383,467</u>
Debt Limit Margin	<u>\$ 86,083,312</u>

DELHI CHARTER TOWNSHIP
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (estimated) ¹	Estimated Total Personal Income for Township Residents (amounts expressed in thousands)	Per Capita Personal Income ¹	Median Age ¹	School Enrollment ²	Unemployment Rate ³
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	27,528	914,755	33,230	39.0	5,346	5.5%
2020	28,082	933,165	33,230	39.0	5,346	5.7%
2021	27,710	920,803	33,230	39.0	5,192	6.0%
2022	27,817	1,000,605	35,971	38.5	5,038	3.4%

Data Sources:

¹ U.S. Census Bureau and estimated by current trends

² Holt Public Schools

³ State of Michigan: Department of Energy, Labor, and Economic Growth

DELHI CHARTER TOWNSHIP
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

Employer	2022			2013		
	Approx. No. Employed	Rank	% of Total Employment	Approx. No. Employed	Rank	% of Total Employment
Holt Public Schools	577	1	3.8%	800	1	4.7%
Pratt & Whitney	328	2				
Granger Construction	325	3	2.1%	167	5	1.0%
Orchid Orthopedic	235	4	1.5%	223	4	1.3%
RSDC of Michigan, LLC	208	5	1.4%	237	3	1.4%
Two Men & A Truck	202	6	1.3%	88	10	0.5%
Keller Williams Real Estate	179	7	1.2%			
Block Imaging	157	8	1.0%			
NexCare-Holt Senior Care	122	9	0.8%	120	9	0.7%
Delhi Charter Township	112	10	0.7%			
Kroger				145	6	0.9%
Magna Powertrain (MPT)				150	7	0.9%
Dakkota Integrated Interiors				300	2	1.8%
William Reichenbach Construction				140	8	0.8%

Source: Phone calls

Total Township employment from Census data estimates

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

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government	16.25	16.30	16.00	19.50	21.30	20.40	18.60	18.20	18.20	19.20
Public Safety										
Police										
Officers *	19.00	19.00	19.00	19.70	19.70	19.70	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	20.30	22.00	21.50	22.90	26.70	26.10	26.10	26.10	26.10	27.90
Civilians	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Public Works	25.10	25.10	24.10	22.80	22.60	23.60	21.60	18.60	19.60	20.00
Community Development	6.00	6.00	6.50	6.50	5.00	6.00	6.00	6.00	6.00	7.00
Recreation and Culture	10.50	11.80	11.90	11.90	11.00	11.40	11.50	11.50	10.00	10.00
Total	99.65	102.70	101.50	105.80	108.80	109.70	106.00	102.60	102.10	106.30

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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Fire										
Number of Calls	2,672	3,040	3,342	3,293	3,599	3,465	3,522	3,512	3,910	4,013
Inspections	613	273	13	302	315	325	15	316	110	141
Burning/Recreational Permits	286	402	289	350	375	171	74	120	410	359
Police										
Number of Traffic Accidents	411	549	566	512	460	507	495	353	420	422
Number of Written Complaints	2,605	2,511	2,887	2,435	2,715	2,144	208	2,007	2,058	1,869
Number of Miles Driven	126,542	127,890	130,344	134,929	134,892	176,033	165,885	134,496	164,637	157,743
Vehicle Stops	5,432	5,911	5,479	4,707	3,757	2,873	2,862	2,165	2,595	2,779
Manager's Office										
Number of web site visitors	181,666	213,665	205,542	229,065	203,002	210,798	87,812	103,382	124,603	162,153
Number of Facebook likes	1,229	1,398	1,847	5,261	6,497	7,409	7,957	8,128	8,800	9,000
Number of Twitter followers	1,258	1,386	1,597	1,697	1,775	1,806	1,817	1,792	1,757	1,719
Accounting										
Number of W-2's processed	180	273	245	328	263	284	162	344	217	274
Number of payroll checks processed	1,179	1,100	995	1,101	760	746	478	622	260	439
Number of payroll direct deposits	2,250	2,571	2,190	2,280	2,266	2,439	2,453	2,470	2,474	2,474
Number of purchase orders processed	435	457	441	431	377	399	272	227	243	234
Number of accounts payable checks processed	2,165	2,149	2,069	1,959	1,928	2,023	1,980	1,579	1,506	1,491
Number of accounts payable ACHs sent	476	527	606	707	679	675	676	606	713	781
Assessing										
Number of Field Inspections	499	663	275	2,222	1,281	272	612	90	51	280
No. of Data Verification Questionnaires mailed	-	-	-	-	-	-	-	1,663	1,757	1,709
No. of Data Verification Questionnaires returned	-	-	-	-	-	-	-	556	649	458
Clerk's Office										
Number of FOIA requests	44	30	32	52	61	60	75	73	81	92
Number of notarized items	350	350	400	400	400	400	275	124	134	250
Passports issued	-	-	-	-	689	703	752	295	742	868
Elections										
Number of Registered Voters	18,602	18,401	18,930	19,540	19,352	20,124	20,171	21,776	21,723	22,261
Number of Permanent Absentee Voters	2,648	2,951	2,965	3,804	3,786	4,163	4,687	10,585	10,318	10,981
Treasurer's Office										
Monthly Average No. of Sewer Bills mailed	6,922	6,758	6,697	6,664	6,716	6,740	6,750	6,743	6,682	6,536
Monthly Average No. of Sewer Bills Emailed	342	548	655	761	785	858	914	955	1,071	1,227
Number of Tax Bills-Two billings/year	21,181	20,715	20,697	20,741	20,957	20,840	20,754	20,673	20,739	19,330
Recreation and Culture										
Number of Athletic Teams	231	196	199	171	161	163	150	10	78	195.00
Wastewater										
Average daily sewage treatment (millions of gallons per day)	2.32	2.20	2.13	2.51	2.63	2.63	3.00	3	2	2.32
Community Development										
Permits Issued	1,166	1,427	1,992	2,325	2,059	1,812	2,015	3,068	2,957	2,618
Code Enforcement Complaints	499	523	732	561	369	480	590	382	456	408

Source: Various Township Departments

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

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Public Safety										
Fire Stations	2	2	2	2	2	2	2	2	2	2
Recreation and Culture										
Parks Acreage	120	124	124	125	125	125	140	140	140	140
Parks	9	11	11	11	11	11	12	12	12	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
Sewer										
Sanitary Sewers (miles)	125.64	125.81	125.81	126.05	126.54	126.81	127.09	128	128	130
Maximum daily treatment capacity (millions of gallons)	4	4	4	4	4	4	4	4	4	4
General Government										
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)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Taxable Value-Ad Valorem	\$ 209,406,132	\$ 209,156,252	\$ 211,844,001	\$ 209,933,722	\$ 214,220,450	\$ 234,528,048	\$ 249,966,786	\$ 255,779,389	\$ 275,227,453	\$ 296,139,125
Base Value	48,650,975	48,650,975	48,663,625	48,663,625	48,663,625	48,651,575	48,651,575	48,651,575	48,663,625	48,663,625
Captured Value	160,755,157	160,505,277	163,180,376	161,270,097	165,556,825	185,876,473	201,315,211	207,127,814	226,563,828	247,475,500
*Revenue shared with Township	275,632	276,671	284,264	415,891	423,570	432,486	484,355	520,684	536,297	583,380
*Revenue shared with other entities	1,188,895	782,377	1,259,201	1,166,677	1,818,175	1,856,399	2,222,363	2,388,237	2,579,291	2,825,886
Revenues										
Tax Revenue	2,207,667	2,247,120	2,357,679	1,533,141	1,511,335	1,623,298	1,853,598	1,960,263	2,047,821	\$ 2,241,113
Other	51,922	45,108	52,207	401,312	75,781	171,001	857,267	41,139	53,603	65,522
Total Revenue	2,259,589	2,292,228	2,409,886	1,934,453	1,587,116	1,794,299	2,710,865	2,001,402	2,101,424	2,306,635
Expenditures										
Community & Economic Development	586,009	558,820	466,104	468,124	1,233,015	5,739,031	932,228	1,047,037	629,301	529,385
Debt Service	136,505	162,032	163,488	251,080	203,170	89,325	-	-	-	-
Capital Outlay	20,397	150,826	69,649	427,063	145,435	602,991	1,278,863	130,319	139,467	319,295
Total Expenditures	742,911	871,678	699,241	1,146,267	1,581,620	6,431,347	2,211,091	1,177,356	768,768	848,680
Other Financing Sources (uses)										
Sale of Capital Assets	77,454	-	-	-	-	-	45,000	1,200,000	9,689	4,404
Land Contract	-	75,000	-	-	-	-	-	-	-	-
Bond Proceeds	-	-	-	5,998,998	6,944,981	-	-	-	-	-
Bond Escrow Payments	-	-	-	(4,483,537)	-	-	-	-	-	-
Transfers Out to Debt Service Funds	(1,283,286)	(1,292,238)	(1,296,639)	(778,687)	(858,686)	(1,010,677)	(1,094,105)	(1,099,844)	(1,105,796)	(1,119,671)
Total other financing sources (uses)	(1,205,832)	(1,217,238)	(1,296,639)	736,774	6,086,295	(1,010,677)	(1,049,105)	100,156	(1,096,107)	(1,115,267)
Change in net position	310,846	203,312	414,006	1,524,960	6,091,791	(5,647,725)	(549,331)	924,202	236,549	342,688
Fund Balance										
Beginning of the year	927,206	1,238,052	1,441,364	1,855,370	3,380,330	9,472,121	3,824,396	3,275,065	4,199,267	4,435,816
End of the year	\$ 1,238,052	\$ 1,441,364	\$ 1,855,370	\$ 3,380,330	\$ 9,472,121	\$ 3,824,396	\$ 3,275,065	\$ 4,199,267	\$ 4,435,816	\$ 4,778,504

*DDA Revenue Sharing Agreement: DDA returns a percentage of captured revenue as follows - 2005 - 2010 = 20%; 2011 - 2015 = 40%; 2016 - 2036 = 60%; Capital District Library agreement: 2021 - 2024 = 75%