



**Genesee County, Michigan**

# **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**Fiscal Period Ending September 30, 2009**

**Controller's Office**

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Genesee County  
Michigan

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 2008

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President

Executive Director

COMPREHENSIVE ANNUAL FINANCIAL REPORT

# GENESEE COUNTY, MICHIGAN

September 30, 2009

## Board of Commissioners

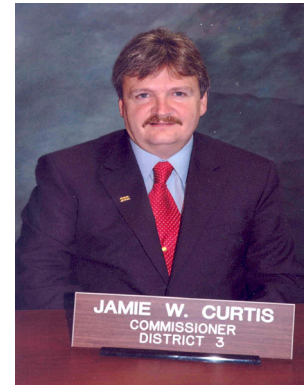
Jamie W. Curtis, Chairperson of the Board



Omar A. Sims



Brenda Clack



Jamie W. Curtis



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Archie H. Bailey



Ted Henry



Patrick F. Gleason

**Prepared by:**  
Controller's Office

**Controller**  
George Martini

**Independent Auditors**  
Plante & Moran, PLLC

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# **I. INTRODUCTORY SECTION**

**The Introductory Section Contains:**

- A. Certificate of Achievement**  
(Inside Front Cover)
- B. Organization Chart**
- C. Transmittal Letter**





## **II. FINANCIAL SECTION**

**The Financial Section Contains:**

- A. Auditor's Report**
- B. Management's Discussion and Analysis**
- C. Basic Financial Statements**
- D. Required Supplementary Information**
- E. Other Supplemental Information**

# **MANAGEMENT'S STATEMENT OF RESPONSIBILITY FOR FINANCIAL STATEMENTS**

## **GENESEE COUNTY**

The following comprehensive annual financial statements and related notes of Genesee County were prepared by management in accordance with generally accepted accounting principles. The Board of Commissioners through the Audit Subcommittee of the Finance Committee (composed of Commissioners) is responsible for assuring that management fulfills its responsibilities in the preparation of the financial statements.

Management is responsible for the integrity and objectivity of the comprehensive annual financial statements which are presented in accordance with generally accepted methods of accounting. Established accounting procedures are designed to provide books, records, and accounts which fairly reflect the transactions of the County.

The training of qualified personnel and the assignment of duties are intended to provide good internal controls. This provides assurances that transactions are executed in accordance with management's authorization and that adequate accountability of the County's assets is maintained.

Plante & Moran PLLC, independent public accountants, with direct access to the Board of Commissioners through its Audit Subcommittee, have examined the comprehensive annual financial statements prepared by the County, and their report follows.



# GENESEE COUNTY CONTROLLER'S OFFICE

1101 Beach Street, 3rd Floor • Flint, Michigan 48502

Phone: (810) 257-3040 • Fax: (810) 257-3560

**George Martini**  
Controller

The Board of County Commissioners  
Genesee County  
Flint, Michigan

March 29, 2010

The Comprehensive Annual Financial Report of Genesee County for the fiscal period ended September 30, 2009 is submitted herein. This report was prepared by the County Controller's Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of this presentation, including all disclosures, rests with the County. We believe the data as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial activity have been included. A more detailed statement of management's responsibility for the Financial Statements is included in the Financial Section of this report, adjacent to the Auditor's opinion. In addition, the report provides a narrative introduction, overview and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

State Statutes require an annual audit by independent certified public accountants. The accounting firm of Plante & Moran, PLLC, was selected by the County's audit subcommittee and approved by the Board. In addition to meeting the requirements set forth in State statutes, the audit is designed to meet the requirements of the Federal Single Audit Act of 1984 and related OMB Circular A-133. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is not included in this report, but is issued as a separate report.

## THE REPORTING ENTITY AND ITS SERVICES

The funds and entities related to Genesee County included in this Comprehensive Annual Financial Report are considered to be within the overall responsibility of the Board of Commissioners. The criteria used in determining the reporting entity is consistent with the Governmental Accounting Standards Board Codification Section 2100. Based on these criteria, the various funds and account groups shown in the Table of Contents are included in this report. Also included in this report are the Genesee County Road Commission, Water and Waste Services, Economic Development Corporation, Drains, Land Bank Authority, Brownfield Authority and the Storm Water Management System, which are presented as component units of Genesee County Government.

## Background

Genesee County is geographically located in the southeast region of Michigan's Lower Peninsula, approximately 60 miles northwest of Detroit. It is the fifth largest county in the State of Michigan with an approximate population of 429,000. The dominant city of the County is Flint, with an approximate population of 113,000. Further information regarding the description of the County and its operations is included in Note A of the Financial Statements.

## Organization of Government Unit

The government structure of Genesee County is based upon the State Constitution and the general laws of the State of Michigan. The County's legislative body and its administrative body for many functions, is the County Board of Commissioners. The Board consists of nine commissioners elected by direct vote from single-member districts. In addition to the nine members of the Board of Commissioners, there are twenty-two other elected officials serving the County as judicial, administrative, or staff officers. An organization chart depicting the County structure is shown on the page preceding this transmittal letter. The Controller is the Chief Accounting and Financial Officer of the County and assists the Board of Commissioners in fulfilling their responsibilities in the financial area. The County has assets totaling more than \$301.3 million for governmental and business-type activities with net assets in excess of \$156.3 million.

## Services Provided

The County is responsible for the management and financing of over 250 municipal services to its citizens. These services are separated into seven major program areas. These areas are: legislative, administration of justice, law enforcement and community protection, human services, community enrichment and development, management and planning, and general support. Approximately 95 percent of these services are mandated by State law and the Board's choice is to determine the funding level needed to maintain these functions at a serviceable level. The remaining 5 percent are discretionary. The Board's responsibility is to determine if these services should be funded and at what level.

The resources and expenditure data regarding these services are discussed in the Financial Review Section of this report.

## ECONOMIC CONDITION AND OUTLOOK

Higher education will play a very significant role in the Genesee County 21<sup>st</sup> century economy. There are a number of colleges and universities located in Genesee County including the University of Michigan-Flint, Kettering University, Baker College, Mott Community College, and branches for many other public and private colleges.

Despite the economic challenges faced by Genesee County and all of the governments located within the County, the downtown area of the City of Flint is seeing growth and activity not seen in decades. These projects have the ability to completely transform the downtown economy from that seen just a few years ago. Much of this re-birth of downtown Flint has its roots in the expansion of the University of Michigan-Flint and the other higher educational facilities located in the City of Flint.

The enrollment at the University of Michigan-Flint continues to set new records. For the fall 2009 semester, enrollment was at an all-time high of 7,773 students. This was an increase of 513 students over the previous all-time high set in the fall 2008 semester. The enrollment increases encompass significant numbers of students

transferring from other college as well as increasing numbers of graduate and international students. University of Michigan-Flint has 1,192 graduate students enrolled in 35 programs and 15 degrees. A total of 167 international students represented 30 countries.

The University of Michigan-Flint is not the only educational institution with increased enrollments. Mott Community College also enrolled a record number of students. Over 12,000 students enrolled for the fall 2009 semester. The previous record of 11,432 students was set in 1983.

The dramatic increase in the number of students is also resulting in many of these students wanting to live in the downtown area. There has been significant development and construction in the downtown area to satisfy this new demand.

The University of Michigan-Flint opened its first residential dormitory in 2008. This building was built at a cost of \$21.3 million and houses 310 students.

The Durant Hotel, Flint's premier hotel prior to its closing in 1973 and vacant ever since, is slated to re-open in the summer of 2010. The entirely remodeled facility will have 93 residential units as well as space for commercial businesses. The residential units are targeted primarily toward student housing but are open to non-students as well. It is expected that the total cost of the remodeling of this former hotel will be approximately \$36 million. It is expected that the full value of the facility will once again return to the tax roll as of December 31, 2010.

In late 2008, the Mott Foundation announced that the Foundation was going to be purchasing the Riverfront Character Inn. This 16-story facility, originally opened in 1981 as a Hyatt Regency hotel, became a Raddison hotel in 1991, and then became a Ramada hotel in 1999 before being purchased by the Institute of Basic Life Principles using it for programs and education. While construction is still progressing on this facility, approximately 250 students call this facility home for the 2009/2010 school year. It is expected that when completed, the facility will house approximately 500 students for the various downtown colleges and university's.

The Rowe Building, a facility that combined and added onto three existing structures in the downtown area, was completed during 2009. This facility will house various office and commercial space as well as 8 residential lofts for downtown dwellers.

In addition to the numerous residential projects that have been under development for the past several years, numerous new restaurants have opened in the downtown area. In addition, the downtown will have a full-service grocery store, the downtown areas first for at least 25 years.

It is expected that the projects currently under development and already completed will result in over 1,000 people living in the downtown area. These new full-time residents promise to bring a level of vitality back to the downtown area that has been missing for many years and have the ability to attract more people and businesses to the downtown area.

A major portion of the Genesee Business Center, previously the Great Lakes Technical Center that once housed a portion of General Motors, has a new owner. The Genesee County Land Bank, has sold a major portion of this facility to a medical provider who has an option through 2011 to purchase the remaining space in the building. As this facility has changed hands from its former governmental owner to private ownership, this facility will once again pay property taxes to local governments.

General Motors, Genesee County's largest employer and taxpayer, filed for bankruptcy on June 1, 2009 but quickly emerged from bankruptcy protection on July 10, 2009. While the impact of the bankruptcy on Genesee County was of major concern to residents

and officials of the County, the County remains the home of numerous GM facilities employing approximately 8,000 people.

Despite the challenges that General Motors is experiencing currently, Genesee County continues to be a major part of General Motors. It is expected that a Flint engine plant will build the engine that will be the backup power to GM's much heralded Chevrolet Volt hybrid vehicle. Genesee County looks forward to playing a major role in the re-shaping of General Motor's to meet the challenges of the 21<sup>st</sup> century.

In September, 2009, General Motors announced that it was investing \$21 million in the Flint Truck Assembly Plant. The investment will enable the plant to produce light-duty trucks in addition to the heavy-duty trucks that this facility currently produces. While employment is not expected to increase initially, the investment will enhance the plant's flexibility and future competitiveness.

In February, 2010, General Motors announced that the SPO (Service Parts Operation) World Headquarters were going to remain in Grand Blanc Township which is located in the southern part of Genesee County. This announcement allows Genesee County to retain approximately 800 white collar jobs in the County.

Health care continues to play a major role in the Genesee County economy employing in excess of 8,000 employees; almost as many employees as Genesee County's dominant industry – the automobile industry. Combined, Genesys Health Care Systems, Hurley Medical Center, and McLaren Hospital recorded revenues in excess of \$1 billion for the Genesee County economy. These hospitals continue to upgrade/expand their services with some exciting initiatives planned for the future.

Bishop International Airport received a number of local, state, and federal grants for funding of an approximate \$30 million intermodal transportation hub. As part of this project, the airport completed in November, 2009 construction of a \$14 million cargo ramp and improved dock and loading areas at the Federal-Express facility.

Consistent with the local and national economy, Bishop International Airport saw a significant decrease in the number of individuals traveling through the airport. While the decline was significant in comparison to 2008 levels, it should be noted that since 2000 passenger traffic at Bishop Airport has increased 64 percent. In comparison, passenger traffic in Detroit dropped 12 percent, a 7 percent reduction in Grand Rapids, and a 59 percent reduction in Lansing.

Despite the re-birth of the downtown area after many years of decline, unemployment remains a critical problem for Genesee County residents and officials. The unemployment rate for Genesee County as of January, 2010 was 16.4% while the unemployment rate in the City of Flint was 27.2%. Genesee County's rate was the second highest in the State of Michigan. The unemployment rate for the State of Michigan for the same time period was 14.3%.

## **LONG-TERM FINANCIAL PLANNING**

The Genesee County Board of Commissioners recognizes that there will be a number of financial challenges facing Genesee County as well as many other local units of government in the State of Michigan. The Board of Commissioners has been working together to develop a list of goals and objectives that they would like to see accomplished during the coming year.

On March 24, 2010, the Genesee County Board of Commissioners enacted a hiring freeze for all County Departments other than those departments that operate on a 24/7 schedule. This hiring freeze was enacted to respond to the fiscal challenges that Genesee County is facing which include revenue decreases and expenditure increases. The County is facing double digit decreases in property tax revenues due to declining property as well as uncertainty of State Shared

Revenue Sharing payments from the State of Michigan. At the same time the County is also seeing significant increases in various costs including steep increases in employee fringe benefit costs. This hiring freeze will not only have a positive impact on the 2010/2011 budget process but should also result in expenditures for 2009/2010 being less than what was budgeted; having a positive impact on General Fund fund balance.

During 2009, the County entered into a contract with a health care consultant to evaluate all aspects of the health care benefits provided to County employees. Specifically this organization was charged with determining the best benefit to provide to County employees at the lowest cost. Included in the concepts to be considered is self-insuring medical insurances, changes to prescription drug purchases for both active and retired employees, and reviewing eligibility for all individuals covered by County insurance. It is expected that the annual savings from all of these initiatives will total in excess of \$2.0 million.

The County maintains budgetary control using features of the County's accounting system. The objective of these controls is to ensure compliance with legal provisions in the annual adopted County budget approved by the Board of Commissioners. All amendments to the adopted County budget, with the exception of limited authority for line-item transfers given to the County Controller, require Board review and approval. The County maintains an encumbrance accounting system as one of its techniques of accomplishing budgetary control. All encumbered amounts lapse at year-end.

## **ACCOUNTING AND FINANCIAL POLICIES**

The County's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenue being recorded when available and measurable and expenditures being recorded when the services or goods are received and the related liabilities are incurred. Accounting records for the County's proprietary and similar fiduciary funds are maintained on the accrual basis.

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurances regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework.

As a recipient of federal and state financial assistance, the County is responsible for ensuring an adequate internal control structure to ensure compliance with the applicable laws and regulations related to those programs, as well as meet the single audit requirements. The results of the County's 2008 single audit provided three instances of material weaknesses in the internal control structure. These three weaknesses were addressed in the single audit response and corrected during the 2008/2009 fiscal year. There were no other violations of applicable laws and regulations.

While changing audit standards require different disclosures than in past years, any deficiencies noted in the 2009 single audit, if any, will be promptly addressed and corrected. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurances of proper recording of financial transactions.

Budgetary control is maintained at the sub function level by the encumbrance of estimated purchase amounts prior to the release of

purchase orders to vendors. There were no encumbrances at the end of the year, since they became valid accounts payable or the encumbered amounts were released.

The County's operations are accounted for through seven different fund types as outlined in the Financial Report Format Section of this Transmittal Letter. The revenues received and expenditure incurred in the general operations of the County are recorded in the General Fund. The revenues and expenditures recorded in funds other than the General Fund are designated for specific programs or purposes.

## **Effect of Revenue Limitations**

Michigan has the Headlee Amendment, which limits any increase in property tax to the annual inflation rate. In addition, any flow-through of special taxes (i.e. Alcohol and Cigarette Taxes) enacted by the State subsequent to the Headlee Amendment from which the County derives a benefit must reduce the property tax billed to the County residents. In order for the County to benefit from these special taxes, the Board of Commissioners must announce their intent to roll up property taxes to the maximum allowable and then hold a public hearing prior to Board action. The maximum allowable property tax is the product of the approved millage times the State Equalized Value limited to inflation rate without considering the effects of the special taxes. In order to assess above the inflation rate, voters must approve an increase in the millage.

The Headlee provisions were still applicable for Genesee County in 2009 with the result that the property tax rate for general operations was limited to 5.5072 mills while the millage rate for both Paramedics and Parks and Recreation was limited to .4847 mills, Senior Services was .7 mills and Health Services was 1.0 mill. The millages were reduced from the maximum allowable of 5.68 for general operation and .5 mills for both Parks and Recreation and the Paramedics. Although there was no intent to hold an election to approve the roll-up of millage to the maximum allowable, the Board of Commissioners did roll up the property tax rate to the maximum allowable rate without a vote of the public to take advantage of the benefits derived from the special taxes.

As in past years, the effective management of local governmental finances is a continuous challenge for the legislative body of Genesee County. The Board of Commissioners' action in the latter part of 2008 to maintain property taxes at the allowable limit had a positive effect on the 2009 revenues.

## **General Fund Fund Balance**

In 2004, the State of Michigan began a phased in change for the levy of county property taxes from a winter levy to a summer levy. This change has resulted in the levy of property taxes being near the end of the fiscal year instead of close to the beginning of the fiscal year. Property taxes remaining uncollected after November 30<sup>th</sup>, (sixty days after the end of the fiscal year), cannot be included in General Fund revenue but instead are considered a deferred revenue. At September 30, 2009, Genesee County had approximately \$9.1 million of uncollected property taxes from the Summer, 2009 tax levy. In addition, property tax revenue was significantly less than the budgeted amount due to unanticipated reductions in assessed and taxable value. Due to the economic conditions being experienced in Genesee County and the State of Michigan, charges for services were dramatically decreased from previous years. In addition, a significant payment from the State of Michigan, expected in the 2008/2009 fiscal year, arrived shortly after the last date for recognizing 2008/2009 revenues. These reductions in revenues, although partially offset by actual expenditures significantly less than budgeted expenditures, resulted in Genesee County having excess expenditures over revenues in the General Fund of \$5,599,463. This resulted in General Fund fund balance decreasing from \$10,928,844 in 2008, to \$5,329,381 in 2009, a decrease of 51%. The 2009/2010 budget was reduced to reflect these dramatic reductions in Genesee County revenues. Accordingly, it is expected that any change in



fund balance for the 2009/2010 fiscal year will be minimal with the possibility that fund balance will increase during the current fiscal year.

The transfer from Delinquent Tax revolving to General Fund was \$3,953,536 in 2009, an increase of \$88,352 from 2008. The Delinquent Tax Revolving fund experienced a small increase in net assets during 2009 from \$16,238,291 to \$16,284,735, an increase of \$46,444. The County has worked hard to decrease its reliance on transfers from the Delinquent Tax Revolving Fund. Careful budgeting in the General Fund should enable the County to maintain this level of reserves. It is anticipated that future transfers from Delinquent Tax Revolving to the General Fund will be limited to General Fund debt service requirements or approximately \$2.5 million per year.

## MAJOR INITIATIVES

In early 2007, Genesee County issued a Request for Proposal (RFP) for a document management and imaging system for the criminal justice and legal programs in Genesee County. This RFP, was the culmination of several years of study and analysis regarding the potential benefits of the proposed system. This system will significantly increase the efficiency and effectiveness of processing, storing, and retrieving documents of the Circuit Court, Probate Court, Family Court, District Courts, Sheriff's Department, Prosecutor's Office, Clerk's Office, Friend of the Court, and Defender Administrator. As most of these documents are public records, it is anticipated that public access to these documents will also be enhanced.

In early 2008, the County awarded a contract to Imagesoft Corporation for the first two phases (implementation of the hardware and software in Friend of the Court, Prosecutor's Office, Clerk's Office, and Probate Court) of this project. The project went live in early 2009 with those departments originally determined to be part of Phase I and Phase II. The desired improvements in efficiency and availability of records are quickly being realized as this initiative continues forward.

The first two phases of the document management project were implemented in early 2009 with the functions of the Family Division of the Prosecutor's Office, Clerks Office-Family Division, Probate Court and the Friend of the Court going "live" on February 17, 2009. With many of the old records already scanned into the system prior to implementation, this system has functionally made these departments "paperless" not only dramatically increasing efficiency but also allowing a shift in the priorities of these departments from processing paperwork to providing services to the public. It is expected that the Board of Commissioners will utilize this system to eliminate paper agendas and packets for all meetings of the Board of Commissioners beginning in June, 2010.

In August, 2009, Genesee County received notification of the award of a \$2.6 million Energy Efficiency Conservation Block Grant. This grant was awarded for Genesee County to develop projects that would make Genesee County buildings more energy efficient.

Genesee County made a determination shortly after receiving the grant award to leverage these dollars to perform a complete review of Genesee County's buildings to determine if there were additional projects in excess of the \$2.6 million that could yield energy cost savings that would be in excess of any debt service costs to finance the additional projects. Through a competitive process, Johnson Controls was selected to make a complete review of the energy efficiency of County buildings and recommend projects that would meet various efficiency requirements as required by the grant and other possible financing sources. It is required that the energy cost savings will be adequate to finance the required capital investments. Johnson Control is also guaranteeing that the savings will be in excess of the required debt service necessary to finance the capital improvements.

Although the final list of projects has not yet been completed, it is anticipated that Genesee County will complete approximately \$7.0 million in energy efficiency improvements during 2010. These improvements will be financed with the Energy Efficiency Conservation Block Grant and financing with Qualified Energy Conservation Bonds (QECCB's) and other financing sources not yet identified.

In early 2010, the County Commissioners began a review of space needs for County Departments and whether the current County facilities were being utilized efficiently. As a result of this review, the County is reviewing options to finance a complete study of the space needs for each County department and function and how the existing buildings can be used to meet those needs with the hope that some buildings could be utilized more efficiently while other buildings could be closed. This study should be completed during 2010.

On March 23, 2010, President Obama signed into law a sweeping reform of health care. A major focus of this reform was to provide greater access to health care and health care insurance. However, much earlier than the actions of the Federal Government (November, 2006), Genesee County voters, by an overwhelming majority, approved a one mill (\$1.00 per \$1,000 of taxable value for real and personal property) property tax increase for seven years to support healthcare for under- and uninsured individuals and families. Initially supported through County appropriations and various grants, the Genesee Health Plan now services over 25,000 residents. These individuals are typically working, non-elderly adults who could not otherwise afford or would not otherwise be afforded or eligible for another source of reliable and dependable medical care.

## AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Genesee County, Michigan for its comprehensive annual financial report for the fiscal period ended September 30, 2008, the thirtieth consecutive year.

In order to be awarded a Certificate of Achievement for Excellence, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement for Excellence in Financial Reporting Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this Report could not have been accomplished without the efficient and dedicated services of the entire staff of the Controller's Office and other County Departments that contributed to the preparation of this report. We would also like to thank the Board of Commissioners for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Very truly yours,



Commissioner Jamie W. Curtis  
Chairperson of the Board of Commissioners



George J. Martin  
Controller

## Independent Auditors' Report

To the Board of Commissioners  
Genesee County  
Flint, Michigan

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Genesee County, Michigan as of and for the year ended September 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these basic financial statements based on our audit. We did not audit the financial statements of the Genesee County Community Mental Health Services, a fund of the County and which represents 20 percent and 37 percent, respectively, of the assets and revenues of the governmental funds. We also did not audit the financial statements of the Genesee County Planning Commission, a fund of the County and which represents 1 percent and less than one percent, respectively, of the assets and revenues of the governmental funds. We also did not audit the financial statements of the Genesee County Road Commission, a discretely presented component unit of the County and which represent 36 percent and 36 percent, respectively of the assets and revenues of the component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Genesee County Community Mental Health Services, the Genesee County Planning Commission, the Genesee County Road Commission is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Genesee County Land Bank Authority, Economic Development Corporation of the County of Genesee, Genesee County Storm Water Management System were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Genesee County, Michigan, as of September 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Genesee County's basic financial statements. The management's discussion and analysis, and the budgetary comparison schedules as identified in the table of contents, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. The introductory section, other supplemental information, and the statistical section as identified in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The budgetary comparison schedules, capital

To the Board of Commissioners  
Genesee County

asset schedules, combining balance sheets and combining statements of revenue, expenditures, and changes in fund balance have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. We have applied certain limited procedures to management's discussion and analysis, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it. The introductory section and the statistical section have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

In accordance with Government Auditing Standards, we have also issued our report dated March 29, 2010 on our consideration of Genesee County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

*Plante & Moran, PLLC*

March 29, 2010



## MANAGEMENT'S DISCUSSION AND ANALYSIS

### GENESEE COUNTY

As management of Genesee County, we offer readers of the Genesee County's financial statements this narrative overview and analysis of the financial activities of Genesee County for the fiscal year ended September 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at the beginning of this report.

#### Financial Highlights

- The assets of Genesee County exceeded its liabilities at the close of the most recent fiscal year by \$156,282,226 (net assets). Of this amount, \$62,191,453 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets decreased by (\$10,154,290). This net decrease was attributed to both Governmental activities and Business-type activities; the overall decrease is attributed to economic factors.
- As of the close of the current fiscal year, Genesee County's governmental funds reported combined ending fund balances of \$52,605,498, a decrease of (\$13,969,304) in comparison with the prior year. Approximately 91% of this total amount, \$47,902,373, is available for spending at the government's discretion (unreserved fund balance).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$1,572,152, 3% of total general fund expenditures.
- Genesee County's total debt was increased by the issuance of Delinquent tax notes in the amount of \$54,034,160 and Tax anticipation notes of \$8,000,000 during the current fiscal year for various projects and refunding issues which was offset by total payments of \$53,945,682.

#### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Genesee County's basic financial statements. Genesee County's basic financial statements comprise three components: 1) government-wide financial statement, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of Genesee County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all Genesee County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Genesee County is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Genesee County that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Genesee County include legislative, management and planning, administration of justice, law enforcement, human services, community enrichment, general support, and other. The business-type activities of Genesee County include Parks and Recreation System, Jail Commissary and Delinquent Tax Revolving Fund.

The government-wide financial statements include not only Genesee County itself (known as the primary government), but also six legally separated component units for which Genesee County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found as Exhibit A-1 and A-2 of this report.

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Genesee County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Genesee County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund

balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Genesee County maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and four special revenue funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Genesee County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibit A-3 and A-4 of this report.

**Proprietary Funds** Genesee County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Genesee County uses enterprise funds to account for its Parks and Recreation System, Jail Commissary and Delinquent Tax Revolving Fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among Genesee County's various functions. Genesee County uses internal service funds to account for its fleet of vehicles, building and grounds maintenance, Property and Casualty and other Administrative Services. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Parks and Recreation System, Jail Commissary and Delinquent Tax Revolving Fund. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found as Exhibit A-6, A-7, and A-8 of this report.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Genesee County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found as Exhibit A-9 and A-10 of this report.

**Component Units Presented.** The government-wide financial statements include not only Genesee County itself (known as the primary government), but also six legally separated component units for which Genesee County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The basic component unit financial statements can be found as Exhibit A-11 and A-12 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found as Exhibit A-13 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Genesee County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found as Exhibit A-14 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found as Exhibit C of this report.

## Government-wide Financial Analysis

As noted earlier, net assets may serve overtime as a useful indicator of a government's financial position. In the case of Genesee County, assets exceeded liabilities by \$156,282,226 at the close of the most recent fiscal year.

A significant portion of Genesee County's net assets (47.8% Percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Genesee County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Genesee County's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

### GENESEE COUNTY'S NET ASSETS

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Current and other assets	\$117,239,924	\$127,913,682	\$87,440,107	\$73,711,829	\$204,680,031	\$201,625,511
Capital assets	<u>91,753,855</u>	<u>93,018,955</u>	<u>4,828,620</u>	<u>4,979,575</u>	<u>96,582,475</u>	<u>97,998,530</u>
Total asset	<u>208,993,779</u>	<u>220,932,637</u>	<u>92,268,727</u>	<u>78,691,404</u>	<u>301,262,506</u>	<u>299,624,041</u>

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Long-term liabilities outstanding	40,660,057	46,114,582	70,619,750	57,812,443	111,279,807	103,927,025
Other liabilities	<u>31,195,581</u>	<u>27,298,211</u>	<u>2,504,893</u>	<u>1,957,785</u>	<u>33,700,474</u>	<u>29,255,996</u>
Total liabilities	<u>71,855,638</u>	<u>73,412,793</u>	<u>73,124,643</u>	<u>59,770,228</u>	<u>144,980,281</u>	<u>133,183,021</u>
Net assets:						
Invested in capital assets, net of related debt	69,993,382	69,465,773	4,650,120	4,792,075	74,643,502	74,227,848
Restricted	11,717,237	31,787,518	7,730,034	8,231,695	19,447,271	40,019,213
Unrestricted	<u>55,427,522</u>	<u>46,266,553</u>	<u>6,763,931</u>	<u>5,927,406</u>	<u>62,191,453</u>	<u>52,193,959</u>
Total net assets	<u>\$137,138,141</u>	<u>\$147,519,844</u>	<u>\$19,144,085</u>	<u>\$18,921,176</u>	<u>\$156,282,226</u>	<u>\$166,441,020</u>

An additional portion of Genesee County's net assets (12 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$62,191,453) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Genesee County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The government's total net assets decreased by \$10,154,290. This decrease represents Governmental activities which is attributed to economic factors.

**Governmental Activities.** Governmental activities decreased Genesee County's net assets by \$10,374,346, key elements affecting this change are as follows:

#### Genesee County's Change in Net Assets

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Revenues:						
Program revenues:						
Charges for services	\$118,277,164	\$111,217,537	\$11,645,954	\$10,668,077	\$129,923,118	\$111,217,537
Operating grants and contributions	121,062,036	109,102,706	-	-	121,062,036	108,102,706
Capital grants and contributions	-	1,960,000	-	-	-	1,960,000
General revenues:						
Taxes	94,028,434	95,994,708	-	-	94,028,434	95,994,708
Unrestricted contributions	-	-	-	-	-	-
Use of money and investments	2,340,338	3,040,092	64,499	199,878	2,404,837	3,239,970
Other intergovernmental revenues	14,013,688	18,874,190	16,000	-	14,029,688	18,874,190
Other unrestricted revenues	<u>4,455,444</u>	<u>3,697,846</u>	<u>-</u>	<u>-</u>	<u>4,455,444</u>	<u>3,697,846</u>
Total revenues	<u>354,177,104</u>	<u>342,887,079</u>	<u>11,726,453</u>	<u>10,867,955</u>	<u>365,903,557</u>	<u>353,755,034</u>
Expenses						
Legislative	1,017,849	1,214,248	-	-	1,017,849	1,214,248
Management and planning	20,134,241	24,046,995	-	-	20,134,241	24,046,995
Administration of justice	40,753,810	41,936,773	-	-	40,753,810	41,936,773
Law enforcement/commun. protec.	37,980,488	38,116,364	-	-	37,980,488	38,116,364
Human services	258,530,717	242,401,247	-	-	258,530,717	242,401,247
Community enrichment/develop	9,062,996	10,089,211	-	-	9,062,996	10,089,211
General support services	244,885	280,225	-	-	244,885	280,225
Other	-	-	-	-	-	-
Interest on long-term debt	1,375,967	1,392,532	-	-	1,375,967	1,392,532
Commissary	-	-	351,625	325,880	351,625	325,880
Delinquent Tax	-	-	5,739,360	5,007,866	5,738,181	5,009,045
Parks & Recreation Enterprise	-	-	<u>865,909</u>	<u>1,092,836</u>	<u>864,235</u>	<u>1,094,510</u>
Total Expenses	<u>369,100,953</u>	<u>359,477,595</u>	<u>6,956,894</u>	<u>6,426,582</u>	<u>376,054,994</u>	<u>365,904,177</u>
Increase (decrease) in net assets before transfers	(14,923,849)	(16,590,516)	4,769,559	4,441,373	(10,151,437)	(12,149,143)
Transfers	<u>4,549,503</u>	<u>3,878,982</u>	<u>(4,549,503)</u>	<u>(3,878,982)</u>	<u>-</u>	<u>-</u>
Change in net assets	<u>(10,374,346)</u>	<u>(12,711,534)</u>	<u>220,056</u>	<u>562,391</u>	<u>(10,151,437)</u>	<u>(12,149,143)</u>
Beginning of year net assets	<u>147,512,487</u>	<u>160,224,021</u>	<u>18,924,029</u>	<u>18,361,638</u>	<u>166,433,663</u>	<u>178,585,659</u>
End of year net assets	<u>\$137,138,141</u>	<u>\$147,512,487</u>	<u>\$19,144,085</u>	<u>\$18,924,029</u>	<u>\$156,282,226</u>	<u>\$166,436,516</u>

- Implementation of GASB 34 requirements has changed the presentation of this report and is reflected in the net asset balances.
- Reductions to State funding in several key areas such as revenue sharing and program grants has forced cut backs in many areas.
- Due to funding shortages and higher than anticipated costs, Genesee County's General Fund has seen a \$5,599,463 decrease in fund balance.
- Property taxes decreased by \$1,793,711 during the year. Most of this decrease is the product of weak residential growth and a weak housing market.
- Operating grants for governmental activities remain a large part of the overall budget. These grants support a variety of community services in the county.
- For the most part, increases in expenses closely paralleled inflation and growth in the demand for services.

**Business-type activities.** The net assets for business-type activities increased by \$220,056. Key elements of this increase are as follows.

- The Delinquent Tax Revolving fund offsets a minor portion of the increase in retained earnings from 2009. The implementation of new requirements as well as the transfer of funds to Governmental activities for support of capital purchases and debt service requirements are reflected in this increase.

### Financial Analysis of the Government's Funds

As noted earlier, Genesee County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of Genesee County's governmental funds is to provide information on near-term inflows, outflows, and balances of available resources. Such information is useful in assessing Genesee County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Genesee County's governmental funds reported combined ending fund balances of \$52,605,498, a decrease of \$13,969,304 in comparison with the prior year. Approximately 91% of this total amount, (\$47,902,372) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for a variety of other restricted purposes.

The General Fund unreserved fund balance totaled 1,572,152, while total fund balance decreased to \$5,329,381. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 2.4 percent of total general fund expenditures, while total fund balance represents 8.0% of that same amount.

At the end of the current fiscal year, the total fund balance of mental health was increased to \$14,368,615. The fund balance represents 10.7 percent of total mental health expenditures.

At the end of the current fiscal year, the total fund balance of county health was increased to \$2,548,292. The fund balance represents 14.8 percent of total county health expenditures.

The decreases in the fund balances of Genesee County's governmental funds were as the result of the following:

- General Fund - The Genesee County Board of Commissioner passed a 2008/2009 General Fund budget anticipating the use of \$1,421,869 of fund balance. Ultimately, the actual usage of fund balance for budgetary purposes was \$5,599,463, a negative variance of \$4,177,594. This negative variance was a result of less property tax revenues received.
- Mental Health – During the 2008/2009 fiscal year, the fund balance for the Mental Health fund increased a total of \$1,613,699. This increase was attributable to numerous changes in the funding levels from the Federal and State governments throughout the fiscal year combined with under spending in many divisions of \$2,453,394.
- County Health - In the 2008/2009 fiscal year, the County Health Department anticipated expenditures of \$21,867,187. The actual amount of expenditures was \$17,165,176. This variance, combined with other minor variances in revenue items resulted in the Health Department fund balance increasing by \$193,371.
- Revenue Sharing Reserve Fund – The fund balance of the Revenue Sharing Reserve Fund decreased during the 2008/2009 fiscal year by a total of \$9,842,281. This fund was created through a change in State law to allow the State of Michigan to temporarily suspend State Revenue Sharing to counties. It was anticipated that transfers from this fund to the General Fund would be used to offset the loss of Revenue Sharing. This fund will continue to make transfers to the General Fund in an amount equal to what would have been received from the State of Michigan for Revenue Sharing until this fund is depleted and the State resumes State Revenue Sharing payments to counties.

**Proprietary funds.** Genesee County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets at the end of the year amounted to \$6,763,931. The total increase in net assets for all proprietary funds was \$220,056. Other factors concerning the finances of these funds have already been addressed in the discussion of Genesee County's business-type activities.

### General Fund Budgetary Highlights

During the year, the County board amended the budget to take into account events during the year. General Fund's expenditures and appropriations budget was increased in total by \$22,683 due to the recognition of position vacancy savings in various departments. The major budgetary increases/decreases are summarized as follows:

- A \$8,553,300 decrease occurred in the collection of property taxes due to the underestimating of the collection of delinquent personal property taxes.

- A negative variance in the remaining general fund revenues occurred due to lower than anticipated revenue received for fines and forfeitures, uses of money and property, other intergovernmental revenues and charges for services.
- A \$66,162 increase was allocated to the Board Coordinator department to cover anticipated costs of a temporary Board Coordinator due to retirement.
- A \$41,947 increase was allocated to the County Clerks department to cover the addition in salaries due to transfers of personnel with higher wages and benefits.
- A \$53,976 increase was allocated to the County Treasurers department to cover the cost of installing bullet resistant glass and remodeling.
- A \$174,614 increase was allocated to the District Court department to cover the addition in service contracts and salaries due to transfers of personnel with higher benefit packages.
- A \$45,845 increase was allocated to Probate Court department to cover the addition in salaries due to transfers of personnel with higher wages and benefits.
- A \$146,707 increase was allocated to Prosecutor department to cover the addition in salaries due to transfers of personnel with higher wages and benefits.
- A \$49,389 increase was allocated to Court Services department to cover the addition in salaries due to transfers of personnel with higher wages and benefits.
- A total increase of \$965,722 was allocated to Law Enforce/Community Protection departments to cover overtime which is allocated on a monthly basis based on need as well as additional supplies provided to cover the costs of inmates housed at the County jail.
- A \$20,000 increase was allocated to the Veterans Burial department to cover the increase in cost for covering veteran burials and other benefits.
- A \$341,945 increase was allocated to various departments to cover Capital Outlay which is allocated during the year on an as needed basis.
- A \$16,559 increase was allocated to the Animal Shelter department to cover overtime which is allocated on a monthly basis based on need.
- A \$90,780 increase was appropriated to the Debt Service Funds to cover addition debt.
- A \$90,000 increase was allocated to the Medical Examiner department to cover the cost of overtime for investigators.
- A \$141,196 increase was appropriated to the various Internal Service Administrative Services departments to cover previous year's deficits and overtime.
- A \$3,720 increase was appropriated to the various Internal Service Vehicle and Equipment departments to cover additional costs of overtime which is budgeted in General Fund and allocated on a monthly basis based on departmental need.
- A \$24,994 increase was appropriated to the various Internal Service Building and Grounds departments to cover additional costs of overtime which is budgeted in General Fund and allocated on a monthly basis based on departmental need and expenses incurred to maintain and repair buildings.

Overall during the year, actual general fund revenues were less than the amended budgetary estimates and expenditures were less than the amended budget, resulting in an actual decrease in fund balance that was less than the final amended budget amount.

### **Capital Asset and Debt Administration**

**Capital assets.** Genesee County's investment in capital assets for its governmental and business type activities as of September 30, 2009, amounts to \$96,582,475 (net of accumulated depreciation). This investment in capital assets included land, buildings and system, improvements, machinery and equipment, and park facilities.

Additional information on Genesee County's capital assets can be found in Note D in Exhibit A-13 of this report.

**Debt.** At the end of the current fiscal year, Genesee County had total bonded debt outstanding of \$313,622,128. Of this amount, \$102,600,250 comprises debt backed by the full faith and credit of the government, \$588,767 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment and \$13,305,000 is Michigan Transportation bonds for which are payable with Act 51 money.

Genesee County's total debt, including component units, increased by \$15,606,536 during the current fiscal year. The key factor in this increase was due to additions related to delinquent tax notes and normal debt retirement in the fiscal years budget. Genesee County maintains an "A+" rating from Standard & Poor's and Fitch and an "A2" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for Genesee County is \$1,246,632,178, which is significantly in excess of Genesee County's outstanding general obligation debt.

Additional information on Genesee County's long-term debt can be found in note E of Exhibit A-13 of this report.

#### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for Genesee County is currently 14.6 percent, which is an increase from a rate of 10.6 percent a year ago. This increase is attributed to local conditions and is reflective of state and national trends.
- The government expects to see reduced funding from State agencies due to a reduction in tax collections as seen in a nation-wide trend of state and local revenues.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing Genesee County's budget for the 2009 fiscal year.

#### **Request for Information**

The financial report is designed to provide a general overview of Genesee County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Controller, County of Genesee, 1101 Beach Street, Flint, MI 48502.

# **BASIC FINANCIAL STATEMENTS**





# STATEMENT OF NET ASSETS

SEPTEMBER 30, 2009

GENESEE COUNTY

Exhibit A-1

	Governmental Activities	Business-type Activities	Total	Component Units
<b>ASSETS</b>				
Cash and cash equivalents.....	\$ 53,398,636	\$ 14,470,616	\$ 67,869,252	\$ 42,340,301
Investments.....	10,815,453	15,569,438	26,384,891	4,275,108
Current and delinquent taxes receivable (net allowance \$1,179,705).....	23,808,781	49,020,507	72,829,288	
Special assessments receivable.....				56,227,816
Interest and accounts receivable.....	501,974	5,588,729	6,090,703	13,576,048
Due from other governmental units.....	22,379,333	1,732,559	24,111,892	7,982,139
Due from component unit.....	1,925,000	1,341,924	3,266,924	76,208
Internal balances.....	406,985	(406,985)		
Inventory.....	634,037	23,183	657,220	2,686,653
Prepayments.....	1,235,991	88,035	1,324,026	734,950
Other assets.....	37,818		37,818	69,100
Restricted assets:				
Cash.....				24,180,578
Deposits and employee advances.....	297,565		297,565	
Long term advances to component unit.....	500,000		500,000	
Local unit construction in progress.....				25,000,111
Net OPEB asset.....	1,298,351	12,101	1,310,452	
Note receivable.....				225,000
Investment in joint venture.....				7,924,000
Capital assets not being depreciated.....	19,861,602	3,489,928	23,351,530	63,481,457
Capital assets (net of accumulated depreciation).....	71,892,253	1,338,692	73,230,945	399,230,618
<b>Total assets</b>	<b>208,993,779</b>	<b>92,268,727</b>	<b>301,262,506</b>	<b>648,010,087</b>
<b>LIABILITIES</b>				
Accounts payable.....	15,128,391	653,351	15,781,742	15,805,503
Accrued payroll.....	5,867,412	25,540	5,892,952	49,967
Other accrued liabilities and deposits.....	2,750,127	1,825,234	4,575,361	1,423,484
Accrued interest payable.....	460,292		460,292	298,542
Due to other governmental units.....	6,281,988	767	6,282,755	675,214
Due to primary government.....				3,266,924
Due to component unit.....				76,208
Unamortized note premium.....				749,895
Long term advances from primary government.....				500,000
Unearned revenue.....	707,371		707,371	26,624,424
Liabilities payable from restricted assets:				
Accounts payable.....				6,186,160
Accrued interest.....				57,183
Tax anticipation notes.....	8,000,000		8,000,000	
Noncurrent liabilities:				
Current portion debt.....	7,966,556	51,447,590	59,414,146	13,799,640
Long term debt.....	24,693,501	19,172,160	43,865,661	192,453,227
<b>Total liabilities</b>	<b>71,855,638</b>	<b>73,124,642</b>	<b>144,980,280</b>	<b>261,966,371</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt.....	69,993,382	4,650,120	74,643,502	311,271,620
Restricted for:				
Special revenue funds:				
Drug forfeiture.....	414,871		414,871	
Emergency medical services.....	2,641,050		2,641,050	
Health care services.....	2,978,211		2,978,211	
Senior services.....	5,683,105		5,683,105	
Programs.....				4,606,820
Debt service.....				660,616
Retirement of delinquent tax notes payable.....		7,000,187	7,000,187	
Parks & recreation expendable.....		283,861	283,861	
Parks & recreation non expendable.....		445,986	445,986	
Unrestricted .....	55,427,522	6,763,931	62,191,453	69,504,660
<b>Total net assets</b>	<b>\$ 137,138,141</b>	<b>\$ 19,144,085</b>	<b>\$ 156,282,226</b>	<b>\$ 386,043,716</b>

The notes to the financial statements are an integral part of this statement.

**STATEMENT OF ACTIVITIES - GOVERNMENTAL, BUSINESS-TYPE,  
AND COMPONENT UNITS  
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

**GENESEE COUNTY**

**Exhibit A-2**

Functions/Programs	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Primary government:			
Governmental activities:			
Legislative.....	\$ 1,017,849		
Management and planning.....	20,134,241	\$ 4,163,514	\$ 974,285
Administration of justice.....	40,753,810	5,023,773	9,904,132
Law enforcement and community protection.....	37,980,488	1,713,565	3,780,856
Human services.....	258,530,717	105,029,552	106,099,280
Community enrichment and development.....	9,062,996	2,346,760	303,483
General support services.....	244,885		
Interest on long-term debt.....	1,375,967		
<b>Total governmental activities</b>	<b>369,100,953</b>	<b>118,277,164</b>	<b>121,062,036</b>
Business-type Activities:			
Commissary.....	351,625	534,613	
Delinquent Tax.....	5,739,360	10,814,957	
Parks and Recreation Enterprise.....	865,909	296,384	
<b>Total business-type activities</b>	<b>6,956,894</b>	<b>11,645,954</b>	<b>0</b>
<b>Total primary government</b>	<b>\$ 376,057,847</b>	<b>\$ 129,923,118</b>	<b>\$ 121,062,036</b>
Component units:			
Road Commission.....	\$ 40,452,389	\$ 12,932,294	\$ 25,405,104
Water and Waste Services.....	45,367,481	41,753,758	
Economic Development Corporation.....	53,018		
Drains.....	4,420,484	1,125,893	100,000
Land Bank Authority.....	8,786,184	5,471,275	3,691,030
Brownfield Authority.....	3,482,913	205,780	
Storm Water Management System.....	335,788		301,780
<b>Total Component Units</b>	<b>\$ 102,898,257</b>	<b>\$ 61,489,000</b>	<b>\$ 29,497,914</b>
General Revenues:			
Current property taxes.....			
State liquor tax.....			
State cigarette tax.....			
Use of money and investments.....			
Other unrestricted intergovernmental revenues.....			
Other unrestricted revenues.....			
Loss on sale of capital assets.....			
Unrestricted contributions.....			
Transfers.....			
Total general revenues and transfers.....			
Change in net assets.....			
Net assets - beginning - as restated.....			
Net assets - ending.....			

The notes to the financial statements are an integral part of this statement.

<b>Net (Expense) Revenue and Changes in Net Assets</b>				
<b>Primary Government</b>				
<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Units</b>
	\$ (1,017,849)		\$ (1,017,849)	
	(14,996,442)		(14,996,442)	
	(25,825,905)		(25,825,905)	
	(32,486,067)		(32,486,067)	
	(47,401,885)		(47,401,885)	
	(6,412,753)		(6,412,753)	
	(244,885)		(244,885)	
	(1,375,967)		(1,375,967)	
<u>0</u>	<u>(129,761,753)</u>	<u>\$ 0</u>	<u>(129,761,753)</u>	<u>\$ 0</u>
		182,988	182,988	
		5,075,597	5,075,597	
		(569,525)	(569,525)	
<u>0</u>	<u>0</u>	<u>4,689,060</u>	<u>4,689,060</u>	<u>0</u>
<u>\$ 0</u>	<u>(129,761,753)</u>	<u>4,689,060</u>	<u>(125,072,693)</u>	<u>0</u>
				(2,114,991)
\$ 5,188,831				1,575,108
				(53,018)
5,353,659				2,159,068
243,333				619,454
				(3,277,133)
				(34,008)
<u>\$ 10,785,823</u>				<u>(1,125,520)</u>
.....	91,550,851		91,550,851	
.....	2,327,635		2,327,635	
.....	149,948		149,948	
.....	2,340,338	64,499	2,404,837	3,251,634
.....	14,013,688	16,000	14,029,688	129,254
.....	4,455,444		4,455,444	
.....				4,679,548
.....	4,549,503	(4,549,503)		
.....	119,387,407	(4,469,004)	114,918,403	8,060,436
.....	(10,374,346)	220,056	(10,154,290)	6,934,916
.....	147,512,487	18,924,029	166,436,516	379,108,800
.....	<u>\$ 137,138,141</u>	<u>\$ 19,144,085</u>	<u>\$ 156,282,226</u>	<u>\$ 386,043,716</u>

**BALANCE SHEET - ASSETS**  
**GOVERNMENTAL FUNDS**

**GENESEE COUNTY**

**Exhibit A-3-1**

	General	Mental Health	County Health
Cash and cash equivalents - Note C.....		\$ 26,734,222	\$ 3,108,628
Current and delinquent taxes receivable.....	\$ 23,808,780		
Investments - Note C.....			
Interest and accounts receivable.....	8,967	215,007	43,604
Due from other governmental units.....	1,443,663	940,804	899,389
Due from other county funds -- Note L.....	10,209,763	295,883	
Due from component unit -- Note L.....			
Supplies inventory.....			
Prepayments.....	243,989	513,666	6,940
Other assets.....	297,566		
Deposits and employee advances.....	3,513,240		
Long-term advances.....			
TOTAL ASSETS	<u>\$ 39,525,968</u>	<u>\$ 28,699,582</u>	<u>\$ 4,058,561</u>

The notes to the financial statements are an integral part of this statement.

September 30, 2009

Community Action Resource Department	Revenue Sharing Reserve	Tax Note Repayment	Tax Note Obligation	Other Governmental Funds	Total Governmental Funds
		\$ 1,000,296	\$ 74	\$ 17,337,564	\$ 48,180,784
					23,808,780
				3,758,836	3,758,836
				172,198	439,776
\$ 10,148,170				8,865,176	22,297,202
435,955	\$ 10,255,369	7,154,901	8,155,197	892,667	37,399,735
				1,925,000	1,925,000
423,885				181,347	605,232
				53,559	818,154
23,396				14,422	37,818
					297,566
					3,513,240
<u>\$ 11,031,406</u>	<u>\$ 10,255,369</u>	<u>\$ 8,155,197</u>	<u>\$ 8,155,271</u>	<u>\$ 33,200,769</u>	<u>\$ 143,082,123</u>

# BALANCE SHEET - LIABILITIES AND FUND EQUITIES

## GOVERNMENTAL FUNDS

### GENESEE COUNTY

### Exhibit A-3-2

	General	Mental Health	County Health
Accounts payable.....	\$ 459,039	\$ 9,387,369	\$ 299,143
Accrued payroll.....	1,852,799		500,547
Other accrued liabilities and deposits.....	0	2,629,900	
Due to other governmental units.....	59,188	2,304,630	110,176
Due to other county funds -- Note L.....	22,049,729		406,749
Due to component unit -- Note L.....			
Deferred revenue.....	9,775,832	9,068	193,654
Tax anticipation notes payable.....			
<b>TOTAL LIABILITIES</b>	<b>34,196,587</b>	<b>14,330,967</b>	<b>1,510,269</b>
Fund equities:			
Fund balances - Notes F and G:			
Reserved for:			
Long-term advances to component units.....	500,000		
Long-term advance.....	3,013,240		
Prepayments.....	243,989	513,666	6,940
Programs and debt service.....			
Inventory.....			
Unreserved:			
Designated for:			
Costs and settlements of contractual disallowance's, claims and litigation.....	1,000,000		
Programs.....		13,854,949	2,541,352
Debt Services Funds.....			
Special Revenue Funds.....			
Capital Projects Funds.....			
Undesignated reported in:			
General Fund.....	572,152		
Special Revenue Funds.....			
Capital Projects Funds.....			
<b>TOTAL FUND EQUITIES</b>	<b>5,329,381</b>	<b>14,368,615</b>	<b>2,548,292</b>
<b>TOTAL LIABILITIES AND FUND EQUITIES</b>	<b>\$ 39,525,968</b>	<b>\$ 28,699,582</b>	<b>\$ 4,058,561</b>

The notes to the financial statements are an integral part of this statement.

September 30, 2009

Community Action Resource Department	Revenue Sharing Reserve	Tax Note Repayment	Tax Note Obligation	Other Governmental Funds	Total Governmental Funds
\$ 2,425,796			\$ 88,390	\$ 2,199,903	\$ 14,859,640
745,199				1,195,661	4,294,206
				120,227	2,750,127
				3,444,109	5,918,103
7,670,027	\$ 206,657	\$ 8,155,197	65,185	3,692,802	42,246,346
				2,429,649	12,408,203
			8,000,000		8,000,000
10,841,022	206,657	\$ 8,155,197	8,153,575	13,082,351	90,476,625
					500,000
					3,013,240
				53,559	818,154
190,384				181,347	371,731
					1,000,000
			1,696	55,565	16,396,301
	10,048,712			15,810,177	57,261
				429,586	25,858,889
					429,586
					572,152
				3,572,265	3,572,265
				15,919	15,919
190,384	10,048,712	0	1,696	20,118,418	52,605,498
\$ 11,031,406	\$ 10,255,369	\$ 8,155,197	\$ 8,155,271	\$ 33,200,769	\$ 143,082,123

# RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS

## GENESEE COUNTY

## Exhibit A-3-3

September 30, 2009

Fund balances of governmental funds	\$ 52,605,498
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds	91,753,855
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Property taxes	9,079,407
Due from component unit	2,621,425
Net assets held in internal service funds are classified as held for governmental activities but are not reported in the funds. This amount is the net assets exclusive of capital assets and long term debt which are reported elsewhere in this reconciliation	12,899,952
Net opeb asset	1,298,351
Long term liabilities, including long term notes, bonds payable and accrued interest payable are not due in the current period, and therefore, are not reported in the funds.	<u>(33,120,347)</u>
Net assets of governmental activities	<u>\$ 137,138,141</u>

The notes to the financial statements are an integral part of this statement.





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

**GENESEE COUNTY**

**Exhibit A-4**

	General	Mental Health	County Health
Revenues:			
Taxes--Note H.....	\$ 51,867,756		
Licenses and permits.....	556,600		\$ 1,042,483
Fines and forfeitures.....	1,877,681		
Use of money and property.....	342,669	\$ 15,137	
Federal grants--Note G.....		5,197,814	2,776,483
State grants--Note G.....		20,480,465	6,673,728
Other intergovernmental revenues.....	5,810,505		
Charges for services.....	8,773,323	103,803,856	435,098
Other.....	881,311	1,799,659	298,404
<b>TOTAL REVENUES</b>	<b>70,109,845</b>	<b>131,296,931</b>	<b>11,226,196</b>
Expenditures:			
Current operations:			
Legislative.....	1,024,843		
Management and planning.....	10,699,248		
Administration of justice.....	25,950,423		
Law enforcement and community protection.....	24,985,471		
Human services.....	228,650	131,797,218	17,160,908
Community enrichment and development.....	426,788		
General support services.....	247,644		
Other.....	2,463,585		
Capital outlay.....	200,532	1,586,014	4,268
Debt service:			
Principal payments.....			
Interest.....			
<b>TOTAL EXPENDITURES</b>	<b>66,227,184</b>	<b>133,383,232</b>	<b>17,165,176</b>
<b>REVENUES OVER(UNDER) EXPENDITURES</b>	<b>3,882,661</b>	<b>(2,086,301)</b>	<b>(5,938,980)</b>
Other financing sources (uses):			
Proceeds from bonds.....			
Transfers-In.....	25,277,394	3,700,000	7,657,446
Transfers-Out.....	(34,759,518)		(1,525,095)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>(9,482,124)</b>	<b>3,700,000</b>	<b>6,132,351</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(5,599,463)</b>	<b>1,613,699</b>	<b>193,371</b>
Fund balance at beginning of year - as restated.....	10,928,844	12,754,916	2,354,921
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 5,329,381</b>	<b>\$ 14,368,615</b>	<b>\$ 2,548,292</b>

The notes to the financial statements are an integral part of this statement.

**Fiscal Year Ended September 30, 2009**

<b>Community Action Resource Department</b>	<b>Revenue Sharing Reserve</b>	<b>Tax Note Repayment</b>	<b>Tax Note Obligation</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
		\$ 8,126,348		\$ 31,075,946	\$ 91,070,050
				145,817	1,744,900
				374,970	2,252,651
	\$ 103,670	28,849	\$ 959	919,933	1,411,217
\$ 23,383,836				33,631,620	64,989,753
1,771,465				27,146,626	56,072,284
				961,383	6,771,888
				4,966,482	117,978,759
5,804,429				995,452	9,779,255
<u>30,959,730</u>	<u>103,670</u>	<u>8,155,197</u>	<u>959</u>	<u>100,218,229</u>	<u>352,070,757</u>
					1,024,843
					10,699,248
				14,951,069	40,901,492
				12,102,011	37,087,482
30,160,642				79,171,915	258,519,333
				8,788,936	9,215,724
					247,644
			65,184	2,420,899	4,949,668
690,472				1,013,263	3,494,549
				2,711,000	2,711,000
				1,207,399	1,438,967
<u>30,851,114</u>	<u>0</u>	<u>0</u>	<u>231,568</u>	<u>122,366,492</u>	<u>370,289,950</u>
<u>108,616</u>	<u>103,670</u>	<u>8,155,197</u>	<u>(295,793)</u>	<u>(22,148,263)</u>	<u>(18,219,193)</u>
				1,150,000	1,150,000
			8,155,197	25,893,995	70,684,032
(259,901)	(9,945,951)	(8,155,197)	(8,000,886)	(4,937,595)	(67,584,143)
<u>(259,901)</u>	<u>(9,945,951)</u>	<u>(8,155,197)</u>	<u>154,311</u>	<u>22,106,400</u>	<u>4,249,889</u>
(151,285)	(9,842,281)	0	(141,482)	(41,863)	(13,969,304)
341,669	19,890,993	0	143,178	20,160,281	66,574,802
<u>\$ 190,384</u>	<u>\$ 10,048,712</u>	<u>\$ 0</u>	<u>\$ 1,696</u>	<u>\$ 20,118,418</u>	<u>\$ 52,605,498</u>

# RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

**GENESEE COUNTY**

**Exhibit A-5**

**Fiscal Year Ended September 30, 2009**

Net change in fund balances--total governmental funds \$ (13,969,304)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures, however, in the statement of activities the cost of assets is allocated over their useful lives and reported as depreciation expense. Details of the difference are:

-Capital outlay 3,594,848

-Depreciation expense (4,521,764)

Increase in net opeb asset 1,624,579

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 1,177,226

Change in accrued interest. 95,535

Bond proceeds provide financial resources in governmental funds, but not in the statement of activities. (1,150,000)

The payment of principal on long-term debt consumes current financial resources of the governmental funds. However, on the statement of net assets, repayment of principal are recorded as a reduction to long-term debt payable and do not have any effect on net assets. 2,711,000

The activities of the internal service funds are considered part of governmental activities on the statement of changes in net assets but are not reported in the funds. 63,534

Change in net assets of governmental activities \$ (10,374,346)

The notes to the financial statements are an integral part of this statement.



# BALANCE SHEET--PROPRIETARY FUNDS

## GENESEE COUNTY

## Exhibit A-6

		<u>Business Type Activities -</u>
		<u>Delinquent Taxes</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents.....	\$	13,901,538
Investments.....		14,839,591
Current and delinquent property taxes receivable, less allowance for uncollectibles of \$1,179,705.....		49,020,507
Interest and accounts receivable.....		5,588,730
Due from other governmental units.....		1,732,559
Due from other county funds.....		800,576
Due from component unit.....		1,341,924
Supplies inventory.....		
Net OPEB asset.....		4,684
Prepayments.....		
<b>TOTAL CURRENT ASSETS</b>		<u>87,230,109</u>
<b>CAPITAL ASSETS</b>		
Land.....		2,783,818
Land improvements.....		
Buildings and improvements.....		
Equipment.....		491,371
<b>TOTAL CAPITAL ASSETS</b>		<u>3,275,189</u>
Less allowances for depreciation.....		113,434
<b>TOTAL CAPITAL ASSETS, NET</b>		<u>3,161,755</u>
<b>TOTAL ASSETS</b>	<b>\$</b>	<u><u>90,391,864</u></u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$	635,968
Accrued payroll.....		
Other accrued liabilities and deposits.....		1,821,583
Due to other governmental units.....		767
Due to other County funds.....		1,207,561
Long-term advance.....		
Current portion of notes/bonds payable.....		51,407,090
<b>TOTAL CURRENT LIABILITIES</b>		<u>55,072,969</u>
<b>LONG-TERM DEBT</b>		
General and workers compensation claim Liability.....		
Notes/bonds payable exclusive of current portion.....		19,034,160
<b>TOTAL LONG-TERM DEBT</b>		<u>19,034,160</u>
<b>TOTAL LIABILITIES</b>		<u>74,107,129</u>
<b>NET ASSETS:</b>		
Restricted for:		
Retirement of delinquent tax notes payable.....		7,000,187
Parks & recreation expendable.....		
Parks & recreation non expendable.....		
Invested in capital assets net of related debt.....		3,161,755
Unrestricted.....		6,122,793
<b>TOTAL NET ASSETS</b>		<u>16,284,735</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$</b>	<u><u>90,391,864</u></u>

The notes to the financial statements are an integral part of this statement.

September 30, 2009				Governmental	
Enterprise Funds				Activities-	
Non-Major				Internal	
Enterprise				Service	
Funds				Funds	
Total					
\$	569,078	\$	14,470,616	\$	5,217,852
	729,847		15,569,438		7,056,617
			49,020,507		
			5,588,730	62,197	
			1,732,559	82,131	
			800,576	5,254,413	
			1,341,924		
	23,183		23,183	28,805	
	7,417		12,101		
	88,035		88,035	417,836	
	1,417,560		88,647,669	18,119,851	
	706,110		3,489,928	173,496	
	3,074,493		3,074,493		
	1,181,215		1,181,215	176,430	
	3,698,649		4,190,020	22,997,179	
	8,660,467		11,935,656	23,347,105	
	6,993,602		7,107,036	16,107,751	
	1,666,865		4,828,620	7,239,354	
\$	3,084,425	\$	93,476,289	\$	25,359,205
\$	17,383	\$	653,351	\$	268,751
	25,541		25,541		1,573,206
	3,651		1,825,234		
			767	363,885	
			1,207,561	817	
				3,013,240	
	40,500		51,447,590	5,022,057	
	87,075		55,160,044	10,241,956	
				2,284,841	
	138,000		19,172,160	1,411,658	
	138,000		19,172,160	3,696,499	
	225,075		74,332,204	13,938,455	
			7,000,187		
	283,861		283,861		
	445,986		445,986		
	1,488,365		4,650,120	7,239,354	
	641,138		6,763,931	4,181,396	
	2,859,350		19,144,085	11,420,750	
\$	3,084,425	\$	93,476,289	\$	25,359,205

# STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS--PROPRIETARY FUNDS

## GENESEE COUNTY

## Exhibit A-7

		<u>Fiscal</u>
		<u>Business</u>
		<u>Delinquent</u>
		<u>Taxes</u>
Operating revenues:		
Charges for sales and services.....	\$	10,814,957
Ticket, permit & concession sales.....		
State revenue.....		
TOTAL OPERATING REVENUES		<u>10,814,957</u>
Operating expenses:		
Salaries and fringe benefits.....		269,652
Supplies and other operating expenses.....		3,900,463
Depreciation.....		73,756
TOTAL OPERATING EXPENSES		<u>4,243,871</u>
OPERATING INCOME(LOSS)		<u>6,571,086</u>
Non-operating revenues (expenses):		
Investment earnings.....		85,617
Interest expense.....		(1,495,489)
Gain (loss) on investment.....		
Gain (loss) on sale of property and equipment.....		
Contribution to Component Unit-Land Bank Authority.....		<u>(1,200,000)</u>
TOTAL NON-OPERATING REVENUES (EXPENSES)		<u>(2,609,872)</u>
INCOME (LOSS) BEFORE TRANSFERS		<u>3,961,214</u>
Transfers-in.....		
Transfers-out.....		<u>(3,914,770)</u>
TOTAL TRANSFERS		<u>(3,914,770)</u>
CHANGE IN NET ASSETS		46,444
Net assets at beginning of year.....		16,238,291
NET ASSETS AT END OF YEAR	\$	<u><u>16,284,735</u></u>

The notes to the financial statements are an integral part of this statement.



Year Ended September 30, 2009		Governmental
Type Activities - Enterprise Funds		Activities-
Non-Major Enterprise Funds	Total	Internal Service Funds
	\$ 10,814,957	\$ 23,946,815
\$ 830,997	830,997	
16,000	16,000	
<u>846,997</u>	<u>11,661,954</u>	<u>23,946,815</u>
568,107	837,759	7,965,279
527,596	4,428,059	15,027,667
112,010	185,766	1,284,789
<u>1,207,713</u>	<u>5,451,584</u>	<u>24,277,735</u>
<u>(360,716)</u>	<u>6,210,370</u>	<u>(330,920)</u>
(21,118)	64,499	220,880
(9,821)	(1,505,310)	(91)
		(81,199)
		5,250
	(1,200,000)	
<u>(30,939)</u>	<u>(2,640,811)</u>	<u>144,840</u>
<u>(391,655)</u>	<u>3,569,559</u>	<u>(186,080)</u>
811,134	811,134	1,299,614
<u>(245,867)</u>	<u>(4,160,637)</u>	<u>(1,050,000)</u>
<u>565,267</u>	<u>(3,349,503)</u>	<u>249,614</u>
173,612	220,056	63,534
2,685,738	18,924,029	11,357,216
<u>\$ 2,859,350</u>	<u>\$ 19,144,085</u>	<u>\$ 11,420,750</u>

# STATEMENT OF CASH FLOWS- PROPRIETARY FUNDS

## GENESEE COUNTY

## Exhibit A-8

	<u>Business Type</u>
	<u>Delinquent Taxes</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Cash received from customers.....	\$ 54,015,767
Cash payment for delinquent taxes.....	(49,350,553)
Cash payments to suppliers for goods and services.....	(4,235,144)
Cash payments to employees for services.....	
Other operating revenues.....	(1,320,991)
NET CASH USED FOR OPERATING ACTIVITIES	<u>(890,921)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>	
Borrowing under delinquent tax notes payable.....	54,034,160
Repayments under delinquent tax notes payable.....	(47,920,373)
Interest paid on delinquent tax notes payable.....	(1,424,674)
Advances from (repayments to) other governmental units, County units and funds.....	(1,185,010)
Transfers-in from other funds.....	1,625,283
Transfers-out to other funds.....	
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>5,129,386</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>	
Acquisition and construction of capital assets.....	
Principal paid on long-term debt.....	(4,684)
Interest paid on long-term debt.....	
Proceeds from sale of equipment.....	
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(4,684)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Purchase of investment securities.....	(100,612,870)
Proceeds from sale and maturities of investment securities.....	88,421,702
Interest and dividends on investments.....	85,617
NET CASH PROVIDED BY (USED FOR) IN INVESTING ACTIVITIES	<u>(12,105,551)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(7,871,770)</u>
Cash and cash equivalents at beginning of year.....	21,773,308
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 13,901,538</u>
<b>RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</b>	
Operating income(loss).....	\$ 6,571,086
Adjustments to reconcile operating income(loss) to net cash provided by (used for) operating activities:	
Depreciation.....	73,756
Provision for uncollectible accounts.....	161,997
Change in assets and liabilities:	
(Increase) decrease in current and delinquent property taxes receivable.....	(6,893,485)
(Increase) decrease in interest and accounts receivable.....	(739,244)
(Increase) decrease in supplies inventory.....	
Increase in net OPEB asset.....	(4,684)
(Increase) decrease in prepayment and other current assets.....	
Increase (decrease) in accounts payable and related items.....	(60,347)
Increase (decrease) in accrued payroll.....	
Increase (decrease) in other accrued liabilities and deposits.....	
Net cash provided by (used for) operating activities.....	<u>\$ (890,921)</u>
Noncash investing activities - decrease in fair value of investments.....	

The notes to the financial statements are an integral part of this statement.

Fiscal Year Ended September 30, 2009		Governmental	
Activities - Enterprise Funds		Activities-	
Non-Major		Internal	
Enterprise		Service	
Funds	Total	Funds	
\$ 846,997	\$ 54,862,764	\$ 23,926,119	
	(49,350,553)		
(520,881)	(4,756,025)	(16,003,865)	
(570,913)	(570,913)	(7,499,301)	
	(1,320,991)		
<u>(244,797)</u>	<u>(1,135,718)</u>	<u>422,953</u>	
	54,034,160		
	(47,920,373)		
	(1,424,674)		
	(1,185,010)	(626,050)	
811,134	2,436,417	1,297,614	
<u>(245,867)</u>	<u>(245,867)</u>	<u>(1,048,000)</u>	
<u>565,267</u>	<u>5,694,653</u>	<u>(376,436)</u>	
	0	(908,753)	
(39,000)	(43,684)	(330,141)	
(10,577)	(10,577)	(91)	
<u>(34,813)</u>	<u>(34,813)</u>	<u>5,250</u>	
<u>(84,390)</u>	<u>(89,074)</u>	<u>(1,233,735)</u>	
0	(100,612,870)	(4,969,510)	
0	88,421,702	5,601,940	
<u>(2,467)</u>	<u>83,150</u>	<u>220,993</u>	
<u>(2,467)</u>	<u>(12,108,018)</u>	<u>853,423</u>	
233,613	(7,638,157)	(333,795)	
335,465	22,108,773	5,551,647	
<u>\$ 569,078</u>	<u>\$ 14,470,616</u>	<u>\$ 5,217,852</u>	
\$ (360,716)	\$ 6,210,370	(330,920)	
112,010	185,766	1,284,789	
	161,997		
	(6,893,485)		
	(739,244)	(20,697)	
(1,252)	(1,252)	20,111	
	(4,684)		
5,758	5,758	(178,752)	
2,209	(58,138)	119,157	
4,611	4,611	465,978	
<u>(7,417)</u>	<u>(7,417)</u>	<u>(936,713)</u>	
<u>(244,797)</u>	<u>(1,135,718)</u>	<u>422,953</u>	
18,650	18,650		

**GENESEE COUNTY EMPLOYEES' FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**

**GENESEE COUNTY**

**Exhibit A-9**

	<b>September 30, 2009</b>	
	<b>Total Pension and Employee Fringe Benefit (VEBA) Trust Fund</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Cash and short-term cash investments.....	\$ 10,244,842	\$
Cash and inv. held as collateral for securities lending.....	17,554,367	26,032,307
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>27,799,209</b>	<b>26,032,307</b>
<b>Receivables:</b>		
Other receivables.....	298,108	172,473
Accrued interest and dividends.....	789,510	
<b>TOTAL RECEIVABLES</b>	<b>1,087,618</b>	<b>172,473</b>
<b>Investments at fair value:</b>		
U.S. Government securities.....	10,583,850	
Foreign Govts. and Agencies.....	60,383,873	
Corporate bonds.....	67,628,975	
Common stocks.....	91,797,186	
Preferred stocks.....	3,321,939	
Money market.....	2,030,410	
Mutual funds.....	106,063,369	
Real Estate.....	24,153,063	
Hedge fund-of funds.....	10,000,000	
<b>TOTAL INVESTMENTS</b>	<b>375,962,665</b>	<b>0</b>
<b>TOTAL ASSETS</b>	<b>404,849,492</b>	<b>26,204,780</b>
<b>LIABILITIES</b>		
Accounts payable.....	1,334,090	26,204,780
Amounts due broker under securities lending agreement.....	17,554,367	
<b>TOTAL LIABILITIES</b>	<b>18,888,457</b>	<b>26,204,780</b>
<b>NET ASSETS</b>		
Held in trust for pension benefits and other purposes.....	<b>\$ 385,961,035</b>	<b>\$ 0</b>

The notes to the financial statements are an integral part of this statement.

# **GENESEE COUNTY** **STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**

## **GENESEE COUNTY**

## **Exhibit A-10**

	<b>Fiscal</b> <b>Year Ended</b> <b>September 30,</b> <b>2009</b>
	<b>Total Pension</b> <b>and Employee</b> <b>Benefit</b> <b>Trust Fund</b>
<b>ADDITIONS</b>	
Contributions:	
Employer.....	\$ 26,380,348
Plan members.....	2,305,956
Total contributions.....	28,686,304
Investment earnings:	
Net decrease	
in fair value of investments.....	(142,695,564)
Interest.....	5,413,332
Dividends.....	1,876,138
Total investment earnings.....	(135,406,094)
Less investment expense.....	2,119,440
Net investment earnings.....	(137,525,534)
Total additions.....	(108,839,230)
Securities lending income:	
Interest and fees.....	718,844
Less borrower rebates and bank fees.....	471,900
Net securities lending income.....	246,944
Total additions (deductions).....	(108,592,286)
<b>DEDUCTIONS</b>	
Benefits.....	42,166,935
Refunds of contributions.....	242,544
Administrative expenses.....	515,657
Transfer to other pensions plans.....	3,296,321
Total deductions.....	46,221,457
Change in net assets.....	(154,813,743)
Net assets-beginning of the year.....	540,774,778
Net assets- end of the year.....	\$ 385,961,035

# STATEMENT OF NET ASSETS COMPONENT UNITS

## GENESEE COUNTY

## Exhibit A-11

	<b>Road Commission 9/30/09</b>	<b>Water and Waste Services 12/31/08</b>
<b>ASSETS</b>		
Cash and cash equivalents.....	\$ 31,975,688	\$ 5,918,302
Investments.....	2,474,988	
Special Assessments and Lease Receivable.....	12,859,449	38,920,000
Interest and accounts receivable.....	152,638	10,841,615
Due from other governmental units.....	6,600,097	1,294,812
Due from component unit Brownfield Authority.....		
Inventory.....	1,152,426	
Prepayments.....	217,336	470,722
Other assets.....		
Restricted Assets:		
Cash and cash equivalents.....	14,553,314	9,566,648
Local unit construction in progress.....		25,000,111
Note receivable.....		
Investment in joint venture.....		
Capital assets not being depreciated.....	570,401	62,464,490
Capital assets net of depreciation.....	159,969,476	195,970,371
<b>TOTAL ASSETS</b>	<b>230,525,813</b>	<b>350,447,071</b>
<b>LIABILITIES</b>		
Accounts payable.....	2,029,679	12,786,381
Accrued payroll.....		
Other accrued liabilities and deposits.....	1,291,389	
Accrued interest payable.....		
Due to other governmental units.....	41,769	633,445
Due to Primary Government.....		
Due to component unit Land Bank Authority.....		
Unamortized note premium.....		289,826
Unearned revenue.....	1,390,793	25,053,600
Payable from restricted assets:		
Accounts payable.....	509,595	5,669,885
Accrued interest.....		
Capital leases.....		
Long-term advance from primary government.....		
Current portion debt.....	4,021,630	8,430,000
Long-term debt.....	15,277,785	159,640,641
<b>TOTAL LIABILITIES</b>	<b>24,562,640</b>	<b>212,503,778</b>
<b>NET ASSETS</b>		
Invested in capital assets - Net of related debt.....	144,476,845	132,060,331
Restricted for:		
Programs.....		3,266,862
Debt service.....		600,000
Unrestricted (deficit).....	61,486,328	2,016,100
<b>TOTAL NET ASSETS</b>	<b>\$ 205,963,173</b>	<b>\$ 137,943,293</b>

The notes to the financial statements are an integral part of this statement.

<b>Economic Development Corporation 12/31/08</b>	<b>Drains 9/30/09</b>	<b>Land Bank Authority 9/30/09</b>	<b>Brownfield Authority 09/30/09</b>	<b>Storm Water Management System 09/30/09</b>	<b>Total</b>
\$ 567,410	\$ 2,589,136	\$ 941,304	\$ 10,290	\$ 338,171	\$ 42,340,301
	200,120		1,600,000		4,275,108
	4,448,367				56,227,816
529,977	40	1,635,424	416,354		13,576,048
		69,667		17,563	7,982,139
		76,208			76,208
	55,585	1,478,642			2,686,653
		46,892			734,950
		69,100			69,100
		60,616			24,180,578
		225,000			25,000,111
		7,924,000			225,000
	163,658	282,908			7,924,000
	28,318,262	14,972,509			63,481,457
					399,230,618
<u>1,097,387</u>	<u>35,775,168</u>	<u>27,782,270</u>	<u>2,026,644</u>	<u>355,734</u>	<u>648,010,087</u>
12,276	368,122	347,216	223,068	38,761	15,805,503
	26,871	23,096			49,967
	9,685	121,660		750	1,423,484
	40,042		258,500		298,542
					675,214
		3,266,924			3,266,924
			76,208		76,208
			460,069		749,895
25,000		155,031			26,624,424
	6,680				6,186,160
		57,183			57,183
					0
	500,000				500,000
	891,422	351,588	105,000		13,799,640
	2,197,345	2,407,456	12,930,000		192,453,227
<u>37,276</u>	<u>4,040,167</u>	<u>6,730,154</u>	<u>14,052,845</u>	<u>39,511</u>	<u>261,966,371</u>
	25,393,153	9,341,291			311,271,620
969,730		54,005		316,223	4,606,820
		60,616			660,616
90,381	6,341,848	11,596,204	(12,026,201)		69,504,660
<u>\$ 1,060,111</u>	<u>\$ 31,735,001</u>	<u>\$ 21,052,116</u>	<u>\$ (12,026,201)</u>	<u>\$ 316,223</u>	<u>\$ 386,043,716</u>

**STATEMENT OF ACTIVITIES  
COMPONENT UNITS**

**GENESEE COUNTY**

**Exhibit A-12**

	Program Revenues				Road Commission 9/30/09
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Component units:					
Road Commission.....	\$ 40,452,389	\$ 12,932,294	\$ 25,405,104		\$ (2,114,991)
Water and Waste Services.....	45,367,481	41,753,758		\$ 5,188,831	
Economic Development Corporation..	53,018				
Drains.....	4,420,484	1,125,893	100,000	5,353,659	
Land Bank Authority.....	8,786,184	5,471,275	3,691,030	243,333	
Brownfield Authority.....	3,482,913	205,780			
Storm Water Management System....	335,788		301,780		
Total Component Units	<u>\$ 102,898,257</u>	<u>\$ 61,489,000</u>	<u>\$ 29,497,914</u>	<u>\$ 10,785,823</u>	<u>(2,114,991)</u>
Revenues:					
Taxes.....					661,432
Use of money and investments.....					
Other intergovernmental revenues.....					
Unrestricted contributions.....					27,613
Total general revenues and transfers.....					689,045
Change in net assets.....					(1,425,946)
Net assets - beginning - as restated.....					207,389,119
Net assets - ending (deficit).....					<u>\$ 205,963,173</u>

The notes to the financial statements are an integral part of this statement.



**Net (Expense) Revenue and  
Changes in Net Assets**

<b>Component Units</b>						
<b>Water and Waste Services 12/31/08</b>	<b>Economic Development Corporation 12/31/08</b>	<b>Drains 09/30/09</b>	<b>Land Bank Authority 9/30/09</b>	<b>Brownfield Authority 09/30/09</b>	<b>Storm Water Management System 09/30/09</b>	<b>Total</b>
						\$ (2,114,991)
\$ 1,575,108						1,575,108
	\$ (53,018)					(53,018)
		\$ 2,159,068				2,159,068
			\$ 619,454			619,454
				\$ (3,277,133)		(3,277,133)
					\$ (34,008)	(34,008)
<u>1,575,108</u>	<u>(53,018)</u>	<u>2,159,068</u>	<u>619,454</u>	<u>(3,277,133)</u>	<u>(34,008)</u>	<u>(1,125,520)</u>
						0
2,409,558	22,340	9,662	129,258	18,027	1,357	3,251,634
	31,000	98,254				129,254
1,706,147	6,696		2,939,092			4,679,548
<u>4,115,705</u>	<u>60,036</u>	<u>107,916</u>	<u>3,068,350</u>	<u>18,027</u>	<u>1,357</u>	<u>8,060,436</u>
5,690,813	7,018	2,266,984	3,687,804	(3,259,106)	(32,651)	6,934,916
132,252,480	1,053,093	29,468,017	17,364,312	(8,767,095)	348,874	379,108,800
<u>\$ 137,943,293</u>	<u>\$ 1,060,111</u>	<u>\$ 31,735,001</u>	<u>\$ 21,052,116</u>	<u>\$ (12,026,201)</u>	<u>\$ 316,223</u>	<u>\$ 386,043,716</u>

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

### NOTE A – DESCRIPTION OF COUNTY OPERATIONS, REPORTING ENTITY, AND FUND TYPES

The County of Genesee, Michigan was incorporated on March 18, 1835 and covers an area of approximately 642 square miles with the county seat located in the City of Flint. The County operates under an elected Board of Commissioners (9 members) and provides services to its more than 436,000 residents in many areas including law enforcement, administration of justice, community enrichment and development, and human services. Education services are provided to citizens through more than 198 schools in 21 local school districts, 5 colleges, and a district library; such districts, colleges, and library are separate governmental entities whose financial statements are not included herein, in accordance with The Governmental Accounting Standards Board Codification Section 2100.

As required by generally accepted accounting principles, these financial statements represent Genesee County (the primary government) and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

#### Blended Component Units:

Genesee County Building Authority - Legally separate entity established for the sole purpose of issuing bonded debt to finance construction of County buildings. The entire Building Authority is appointed by the County Board of Commissioners.

Genesee County Employees Retirement System - Legally separate entity established to account for employee and employer contributions, investment income, accumulated assets and payments to beneficiaries. The Pension board has five ex-official Commissioners due to their positions held in the county and four elected employee Commissioners, with services provided almost exclusively for the County and its employees. The Retirement System has a calendar fiscal year end. It was determined by the County that it would be extremely impractical for the Retirement System to change to a September 30<sup>th</sup>, fiscal year end.

Land Reutilization Council, Inc. – Legally separate entity, which is reported as if it were part of the primary government because its primary purpose is to account for real property obtained via property tax foreclosure procedures within Genesee County. The Council is appointed by the County Board of Commissioners.

#### Discretely Presented Component Units:

Genesee County Road Commission - An entity responsible for constructing and maintaining the primary and local road system within the County. Its three-member board is appointed by the County Board. The County Board can significantly influence the operations of the Road Commission Board.

Water and Waste Services- An entity established by the County pursuant to State law to provide for water and waste management services. The County appoints the lone board member/member-director and has the ability to remove the manager-director if they so choose. Water and Waste Services has a calendar year. The County has determined that it would be impractical for Water and Waste Services to change to a September 30<sup>th</sup>, fiscal year end.

Economic Development Corporation - An entity responsible for the administration of the Revolving Loan Program. This loan program makes low interest loans available to businesses located within Genesee County. The Board of the Economic Development Corporation (EDC) is appointed by the Board of Commissioners. The Board of Commissioners can remove Board members of the EDC if they so choose. The Corporation has a calendar year end. The County has determined that it would be impractical for the EDC to change to a September 30, fiscal year end.

Drains - These separate legal entities represent drainage districts established pursuant to Act 40, P.A. 1956, as amended, the Michigan Drain Code. The oversight of these districts is the responsibility of the Genesee County Drain Commissioner, an elected position that is funded by Genesee County. The County lends its full faith and credit towards payment of the Special Assessment bonds issued for the projects. The County can significantly influence the operations of the Drain Commission since the County Board of Commissioners approve the Drains budgets.

Genesee County Land Bank Authority – An entity which accounts for the activities of the Authority consisting of acquisition of properties via the delinquent tax state statute sales of property to individuals, commercial entities and nonprofit organizations, rental of properties to individuals, rehabilitation and demolition of properties in preparation for sale or future development. The entity is comprised of seven members appointed by the County Board. The County Board can significantly influence the operations of the Land Bank Authority Board.

Brownfield Authority – An entity governed by a nine-member Board. The Board is appointed by each member of the County Board. The Brownfield Authority was created to provide a means for financing remediation of Brownfield (environmentally contaminated) sites within the County. The County issued bonds to provide capital for the revitalization of environmentally distressed, blighted, and functionally obsolete properties within the County. The County approves and would be secondarily liable for any debt issuances.

Storm Water Management System – An entity established by the County pursuant to Act 342, Public Acts of Michigan, 1939. Genesee County Storm Water Management System is responsible for administration services necessary to enable the County and the cities, villages, townships, and charter townships located within the County to comply with the Phase II Regulations established by the United States Environmental Protection Agency (EPA) in the Federal Register on December 8, 1999. The Drain Commissioner's Office was designated and appointed as the "County Agency" for the System to manage and operate the System.

Complete financial statements of the individual component units (excluding Drains, Brownfield Authority, Building Authority and Land Reutilization Council (LRC), which are included in this financial report) can be obtained from their respective administrative offices.

## NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Government-wide and fund financial statements:** The County is following GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments*. The standard requires government-wide and fund financial statements. The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are 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. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

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

**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 fund and fiduciary fund financial statements. Revenue is 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 revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Revenue recognition policies:** Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are 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, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Revenues, which are considered measurable, but not available, are recorded as a receivable and deferred revenue. Revenues for 2009 include property taxes levied principally on December 1, 2008 and substantially collected in early 2008. The "2008 property taxes" assessed on December 31, 2008, become a lien on December 1, 2008, and are to be collected principally by February 28, 2009. Also, for the year ended September 30, 2007 the state legislative eliminated state shared revenues to Counties. As a compromise, the legislature allowed counties to move the property tax levy to a July 1 date. As a result, the July 1, 2009 levy is also recognized as revenue for the year ended September 30, 2009 to the extent that it is available. Other significant revenue susceptible to accrual include expenditure reimbursement type grants, certain inter-governmental revenues and operating transfers.

The government reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Mental Health Fund accounts for the operations of the County's Mental Health services.

The County Health Fund accounts for the operations of providing health protection and health services.

The Community Action Resource Department Fund accounts for the programs designed to provide health and human services to low income individuals.

The Revenue Sharing Fund accounts for the state authorized program to set aside property taxes to replace revenue sharing no longer distributed to counties.

The Tax Note Obligation Fund accounts for the proceeds and distribution of property tax anticipation notes that were issued in 2007 to provide cash flow for the Genesee County general fund.

The Tax Note Repayment Fund accounts for the funding and payment of principal and interest on tax anticipation notes issued for cash flow for the Genesee County general fund.

The government reports the following major proprietary funds:

The Delinquent Tax Revolving Enterprise Fund accounts for the activities of the delinquent real property tax purchase program whereby the County purchases the outstanding taxes from each local taxing unit. The County, in turn collects those delinquent taxes along with penalties and interest.

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

The government reports the following fiduciary funds:

The Retirement Fund accounts for employee and employer pension contributions, investment income, accumulated assets, and payments to beneficiaries.

The Trust and Agency Fund accounts for assets held by the County as an agent for individuals, private organizations, other governments, and other funds.

The Employees Fringe Benefits (VEBA) Fund accounts for funds set aside with the intent to accumulate adequate funds to defray part of the cost of retiree medical benefits in future years.

The Employees Qualified Excess Benefit Arrangement (QEBA) Fund provides a mechanism for payment of accrued pension benefits that are in excess of the IRS limits on the amounts that can be paid from the Retirement Fund.

Additionally, the government reports the following fund types:

Internal service funds accounts for various services such as data processing, purchasing, and other administrative services, fleet management, buildings and grounds maintenance, and the self funded property/casualty program. These services are provided to other County departments on a cost reimbursement basis.

Agency Funds account for assets held by the County in an agency capacity.

Private-sector standards of accounting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with guidance of the Governmental Accounting Standards Board. The government has elected not to follow private-sector guidance issued after November 30, 1989 for its business-type activities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the County's policy is to first apply restricted resources.

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue 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 revenue of our 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 revenue and expenses not meeting this definition are reported as non-operating revenue and expenses.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Genesee County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**Employee Vacation:** County employees are granted vacation in varying amounts based on length of service. Vacation pay is accrued and fully vested when earned; upon termination, with a few bargaining unit exceptions, employees are paid accumulated vacation at full rates to a limit of 150% of their current annual earned vacation.

**Long-Term Advances:** Long-term advances from the General Fund to other funds are commonly made to finance new activities during their initial operations. General Fund fund balance is reserved for such advances to reflect the amount of fund balance not currently available for expenditure.

**Budgets and Budgetary Accounting:** Budgets shown in the financial statements were prepared on the same modified accrual basis used to reflect actual results. The County employs the following procedures in establishing the budgetary data reflected in the financial statements:

- 1) Prior to July 1, County departments, in conjunction with the Controller's Office, prepare and submit their proposed operating budgets for the fiscal year commencing October 1. The operating budget includes proposed expenditures and resources to finance them,
- 2) A Public Hearing is conducted to obtain taxpayer's comments,
- 3) Prior to September 30, the budget is legally enacted through passage of a resolution,
- 4) After the budget is adopted, the Finance Committee of the Board of Commissioners is authorized to transfer budgeted amounts between accounts within a department. However, any revisions that alter the total expenditures of a department or fund must be approved by the Board of Commissioners,
- 5) Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds. Formal budgetary integration is not employed for other governmental type funds as effective management control is achieved through alternative procedures.
- 6) Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners during the year. Individual amendments were not material in relation to the original appropriations, which were amended. Appropriations

unused at September 30 are not carried forward to the following year. The budgets for the General, and Special Revenue Funds are adopted at the departmental level, and total fund level, respectively. For the Special Revenue Fund budget presentations in Exhibits B3-B4 and D3-D4 more detail is presented than required by the adopted budget.

**Cash and Cash Equivalents:** The County considers cash equivalents as short-term highly liquid investments that are both readily convertible to cash and have maturities of ninety days or less when purchased to minimize the risk of changes in value due to interest rate changes.

**Investments:** Investments are stated at fair values. Fair value is determined based on quoted market prices except for money market funds, which are valued at amortized cost. Unrealized appreciation or depreciation on investments due to changes in market value are recognized in Fund operations each year.

**Inventories/Prepays:** Inventories are stated at cost on a first-in, first-out basis for governmental funds and the lower of cost on a first-in, first-out basis or market for proprietary funds. The cost of inventory items in governmental funds is recorded as an expenditure at the time of purchase, except for the County Road Commission, certain Special Revenue Funds, and the Water and Waste Services component unit where inventories are expensed when used. Inventory in the Land Bank Authority represents land inventory held for resale.

**Encumbrances:** Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental funds. There were no encumbrances at the end of the year since there were no outstanding amounts due on contracts or other commitments for the current year and the small number of purchase orders that were outstanding at the end of the year were canceled and reissued in the subsequent year.

**Capital Assets:** Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$1,000 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 estimated fair market value at the date of donation.

Interest incurred during the construction of capital assets of business type activities is included as part of the capitalized value of the assets constructed. During the current year, no interest expense was capitalized as part of the cost of assets under construction.

Capital assets are depreciated using the straight-line method over the estimated useful lives of the related assets. The estimated useful lives are:

Land Improvements.....	10 years
Buildings and Improvements .....	25-50 years
Equipment .....	3-20 years
Infrastructure .....	20-50 years

**Long Term Obligations:** In the government-wide financial statements and proprietary fund types in the fund financial statements, long term debt and other long term obligations are reported as liabilities in the applicable governmental activities, business type activities or proprietary fund type statement of net asset. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

**Fund Equity:** In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

## NOTE C – DEPOSITS AND INVESTMENTS

Michigan Compiled Laws section 129.91 (Public Act 20 of 1943, as amended), authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States bank; commercial paper rated within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The pension trust fund is also authorized by Michigan Public Act 314 of 1965, as amended, to invest in certain reverse repurchase agreements, stocks, diversified investment companies, annuity investment contracts, real estate leased to public entities, mortgages, real estate, debt or equity of certain small business, certain state and local government obligations and certain other specified investment vehicles. The employees' fringe benefit (VEBA) fund is authorized by Michigan Public Act 149 of 1999 to invest in similar types of investments as the pension fund. A formal investment policy has not been adopted for the VEBA fund.

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

The County has designated three banks for the deposit of its funds. The investment policy adopted by the Board in accordance with Public Act 196 of 1997 has authorized investments as allowed under State statutory authority as listed above. The County's cash and investments are subject to several types of risk which are examined in more detail as follows:

**Custodial credit risk of bank deposits** – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. At year end, the County had \$74,730,000 of bank deposits (certificates of deposit, checking and savings accounts) that were uninsured and uncollateralized. The County believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. Insuring or collateralizing all cash deposits would also result in a significant decrease in the investment returns for the County. Consistent with the investment policy that is prepared by the County Treasurer's Office and approved by the County Board of Commissioners, the County evaluates each financial institution it deposits funds with and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

**Custodial credit risk of investments** – Custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County does not have a policy for custodial credit risk. At year end, the following investment securities were uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the County's name:

<u>Investment Type</u>	<u>Carrying Value</u>	<u>How Held</u>
Commercial paper	\$9,700,000	Counterparty's trust dept
Government securities	24,000,000	Counterparty's trust dept
U.S. gov or agency bond or note (self insurance )	2,836,810	Counterparty's trust dept
Corporate bonds (insurance trust)	1,495,304	Counterparty's trust dept
Corporate stocks (insurance trust)	2,724,503	Counterparty's trust dept
U.S. gov or agency bond or note (VEBA)	2,030,410	Counterparty's trust dept
U.S. gov or agency bond or note (VEBA)	1,374,989	Counterparty's trust dept
Corporate bonds (VEBA)	13,975,329	Counterparty's trust dept
Corporate stock (VEBA)	18,623,088	Counterparty's trust dept
U.S. gov or agency bond or note (pension)	9,108,790	Counterparty's trust dept
Foreign gov and agency (pension)	60,383,873	Counterparty's trust dept
Corporate bonds (pension)	54,265,861	Counterparty's trust dept
Corporate stocks (pension)	305,705,715	Counterparty's trust dept

**Interest rate risk** – Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The County's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270 day maturity. At year end, the average maturities of investments are as follows:

<u>Type of Investment</u>	<u>Fair Value</u>	<u>Less than One Year</u>	<u>1-10 Years</u>	<u>Over ten Years</u>
Commercial paper	\$9,700,000	9,700,000		
Government securities	24,000,000	24,000,000		
U.S. gov or agency bond or notes (self insurance)	2,836,810	951,835	1,884,975	
Corporate bonds (self insurance)	1,495,304		1,495,304	
U.S. gov or agency bond or notes (VEBA)	1,374,989		1,374,989	
Corporate bonds (VEBA)	13,263,114	1,571,881	11,660,733	30,500
Asset backed (pension)	447,850			447,850
U.S. gov or agency bond or notes (pension)	4,349,129		931,206	3,417,923
Corporate bonds (pension)	58,529,271	2,008,236	22,892,126	33,628,909
Foreign corporate (pension)	2,710,578	91,715	1,471,698	1,147,165
Foreign gov (pension)	36,000		36,000	

**Credit risk** –Credit risk is the risk that the government will not be able to recover the value of its securities. The County follows state law which limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The County has no investment policy that would further limit its investment choices for general County funds. The pension funds are allowed to invest in longer maturity corporate bonds in accordance with state law. As of year end, the credit quality ratings of debt securities not explicitly guaranteed by the U.S. Government are as follows:

<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Rating Organization</u>
Commercial paper	9,700,000	A-1	S&P
Corporate bonds (self insurance)	1,386,922	AAA	S&P
Corporate bonds (self insurance)	184,427	AA	S&P
Corporate bonds (self insurance)	486,820	A	S&P
Corporate bonds (self insurance)	1,037,803	BBB	S&P
Corporate bonds (VEBA)	600,660	AAA	S&P
Corporate bonds (VEBA)	979,785	AA	S&P
Corporate bonds (VEBA)	2,664,416	A	S&P
Corporate bonds (VEBA)	3,966,641	BBB	S&P
Corporate bonds (VEBA)	5,702,913	Below Grade	S&P
Asset backed (pension)	448,000	AAA	S&P
Corporate bonds (pension)	3,375,000	AAA	S&P
Corporate bonds (pension)	3,601,000	AA	S&P

<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Rating Organization</u>
Corporate bonds (pension)	18,490,000	A	S&P
Corporate bonds (pension)	15,151,000	BBB	S&P
Corporate bonds (pension)	8,840,000	BB	S&P
Corporate bonds (pension)	529,000	B	S&P
Corporate bonds (pension)	2,541,000	CCC and Below	S&P
Corporate bonds (pension)	2,918,000	Not Rated	S&P
Private placements (pension)	43,000	AAA	S&P
Private placements (pension)	948,000	BBB	S&P
Private placements (pension)	453,000	BB	S&P
Private placements (pension)	408,000	B	S&P
Private placements (pension)	284,000	CCC and Below	S&P
Private placements (pension)	503,000	Not Rated	S&P
Foreign corporate bonds (pension)	92,000	A	S&P
Foreign corporate bonds (pension)	2,431,000	BBB	S&P
Foreign corporate bonds (pension)	188,000	BB	S&P
Foreign government (pension)	36,000	BBB	S&P

**Foreign currency risk** – Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value, as a result of changes in foreign currency exchange rates. The pension system restricts the amount of investments in foreign currency – denominated investments to 20 percent of total pension system investments. The following securities are subject to foreign currency risk:

<u>Foreign Currency</u>	<u>Fair Value (US\$)</u>
Australian dollar	\$ 299,052
British pound	986,076
Canadian dollar	123,374
Euro currency	14,198,447
Hong Kong dollar	1,733,218
Indonesian rupiah	88,377
Japanese yen	21,593,731
Malaysian ringgit	1,140,651
Mexican peso	48,083
New Zealand dollar	8
Singapore dollar	2,714,334
South Korean won	2,166,784
Swiss franc	2,501,930
Taiwan dollar	566,414
Thai bhat	372,144

Further categorization by investment type is not readily available.

**Securities lending** – As permitted by state statutes and under the provisions of a securities lending authorization agreement, the System lends securities to broker-dealers and banks for collateral that will be returned for the same securities in the future. The System's custodial bank manages the securities lending program and receives cash as collateral. Borrowers are required to deliver collateral for each loan equal to not less than 100 percent of the market value of the loaned securities. During the year ended December 31, 2008, only United States currency was received as collateral.

The System did not impose any restrictions during the fiscal year on the amount of loans made on its behalf by the custodial bank. There were no failures by any borrowers to return loaned securities or pay distributions thereon during the fiscal year. Moreover, there were no losses during the fiscal year resulting from a default of the borrowers or custodial bank.

The Genesee County Employees' Retirement System and the borrower maintain the right to terminate all securities lending transactions on demand. The cash collateral received on each loan was invested, together with the cash collateral of other lenders, in an investment pool. The average duration of such investment pool as of December 31, 2008 was 65 days. Because the loans are terminable on demand, their duration did not generally match the duration of the investments made with cash collateral. On December 31, 2008, the System had no credit risk exposure to borrowers. The collateral based on cost and the fair market value of the underlying securities on loan for the System as of December 31, 2008 was \$17,554,367 and \$17,241,457 respectively, which consisted of U.S. government and agencies, U.S. corporate fixed income and U.S. equity securities.

#### NOTE D-CAPITAL ASSETS

Capital asset activity at September 30, 2009 is summarized as follows:

<u>Governmental activities:</u>	<u>Balance Oct. 1, 2008</u>	<u>Reclassification</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance Sept. 30, 2009</u>
Capital assets not being depreciated					
Land.....	\$ 19,861,602	\$	\$	\$	\$ 19,861,602
Subtotal .....	19,861,602	0	0	0	19,861,602

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

	<u>Balance Oct. 1, 2008</u>	<u>Reclassification</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance Sept. 30, 2009</u>
Capital assets being depreciated:					
Land improvements .....	225,641				225,641
Buildings and improvements.....	112,546,773		1,083,167		113,629,940
Machinery and equipment .....	<u>43,516,262</u>		<u>3,584,913</u>	<u>6,754,643</u>	<u>40,346,532</u>
Subtotal .....	<u>156,288,676</u>	<u>0</u>	<u>4,668,080</u>	<u>6,754,643</u>	<u>154,202,113</u>
Less accumulated depreciation for:					
Land improvements .....	3,226				3,226
Buildings .....	44,236,000		2,730,407		46,966,407
Machinery and equipment .....	<u>38,892,097</u>		<u>3,076,126</u>	<u>6,627,996</u>	<u>35,340,227</u>
Subtotal .....	<u>83,131,323</u>		<u>5,806,533</u>	<u>6,627,996</u>	<u>82,309,860</u>
Governmental activities					
Capital assets, net of depreciation .....	<u>\$ 93,018,955</u>		<u>\$(1,138,453)</u>	<u>\$ 126,647</u>	<u>\$ 91,753,855</u>

	<u>Balance Oct. 1, 2008</u>	<u>Reclassification</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance Sept. 30, 2009</u>
<b>Business type activities:</b>					
Capital assets not being depreciated:					
Land .....	<u>\$ 3,489,928</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 3,489,928</u>
Capital assets being depreciated:					
Buildings .....	1,181,215				1,181,215
Land improvements .....	3,074,493				3,074,493
Machinery and equipment .....	<u>4,155,207</u>		<u>34,813</u>		<u>4,190,020</u>
Subtotal .....	<u>8,410,915</u>		<u>34,813</u>		<u>8,445,728</u>
Less accumulated depreciation for:					
Buildings .....	830,821		73,043		903,864
Land improvements .....	3,074,493				3,074,493
Machinery and equipment .....	<u>3,015,956</u>		<u>112,723</u>		<u>3,128,679</u>
Subtotal .....	<u>6,921,270</u>		<u>185,766</u>		<u>7,107,036</u>
Business type activities					
Capital assets, net of depreciation .....	<u>\$ 4,979,573</u>	<u>\$</u>	<u>\$ (150,953)</u>	<u>\$</u>	<u>\$ 4,828,620</u>

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities:	
Administration of Justice .....	\$ 228,768
Law Enforcement and Community Protection .....	1,225,715
Human Services .....	675,712
Community Enrichment and Development .....	247,395
General Support Services.....	2,144,154
Internal service fund depreciation is charged to the various functions based on their usage of the assets	<u>1,284,789</u>
Total governmental activities.....	<u>\$ 5,806,533</u>
Business type activities:	
Delinquent tax revolving .....	\$ 73,756
Parks and Recreation .....	<u>112,010</u>
Total business type activities .....	<u>\$ 185,766</u>

In addition, land with an approximate value of \$5,000,000 used by Parks and Recreation is leased at nominal costs from the Nature Conservatory and the City of Flint under long-term arrangements.

### NOTE E – DEBT (including current portions)

Long-term debt of the County is as follows:

	<u>Balance Oct. 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance Sept 30, 2009</u>	<u>Due within One Year</u>
Business Type Activities					
Parks and Recreation Fund:					
3.7% to 5.0% Genesee County Building Authority Bonds, Series 1998, Callable after May 1, 2008, at par plus accrued interest to date .....	\$ 217,500	\$	\$ (39,000)	\$ 178,500	\$ 40,500
Delinquent Tax Fund:					
5.0% to 9.7% Delinquent tax notes .....	54,692,090	54,034,160	(39,685,000)	69,041,250	50,007,090
Variable rate Capital Improvement Bonds, Series 2004 A Subject to redemption on any Interest payment date.....	1,500,000		(1,500,000)		



	<b>Balance Oct. 1, 2008</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance Sept 30, 2009</b>	<b>Due within One Year</b>
Variable rate Capital Improvement Bonds Series 2005 A Subject to redemption on any interest payment date .....	<u>1,400,000</u>			<u>1,400,000</u>	<u>1,400,000</u>
Total Business Type Activities .....	<u>57,809,590</u>	<u>54,034,160</u>	<u>(41,224,000)</u>	<u>70,619,750</u>	<u>51,447,590</u>
Government Activities:					
Internal Service Fund Equipment Notes .....	10,682		(10,682)		
4.0% to 5.1% Genesee County Building Authority Bonds, Series 2002, Bonds maturing May 1, 2013 subject to Mandatory redemption .....	2,210,000		(115,000)	2,095,000	120,000
2.5% to 4.05% Genesee County Building Authority Bonds, Series 2001, Not subject to redemption prior to maturity .....	900,000		(210,000)	690,000	220,000
2.0% to 4.0% Genesee County Building Authority Bonds, Series 2004, Not subject to redemption prior to maturity .....	2,190,000		(1,080,000)	1,110,000	1,110,000
3.7% to 5.0% Genesee County Building Authority Bonds, Series 2000, Callable after May 1, 2008, .....	507,500		(91,000)	416,500	94,500
3.4% to 5.1% Genesee County Building Authority Bonds, Series 1999, Bonds maturing May 1, 2019 subject to Mandatory redemption .....	990,000		(990,000)		
4.0% to 4.75% Genesee County Building Authority Bonds, Series 2002-B, Bonds maturing after May 1, 2013, are Subject to redemption prior to maturity .....	3,885,000		(190,000)	3,695,000	200,000
4.75% to 5.7% Genesee County Bonds Series 2004-B Capital Improvement Bonds, Bonds maturing before April 1, 2014 not subject to redemption prior to maturity .....	1,960,000		(35,000)	1,925,000	35,000
3.00% to 5.00% Genesee County Refunding Bonds Bonds maturing on or prior to May 1, 2015 shall not be subject to redemption prior to maturity. Bonds maturing on or after May1, 2016 may be subject to prior redemption..	12,860,000			12,860,000	1,050,000
6.34% Capital Improvement Bonds, Series 2008 maturing On or prior to November 1, 2018 not be subject to Redemption prior to maturity .....		<u>1,150,000</u>		<u>1,150,000</u>	<u>115,000</u>
Total Bonds and Notes .....	<u>25,513,182</u>	<u>1,150,000</u>	<u>(2,721,682)</u>	<u>23,941,500</u>	<u>2,944,500</u>
Self-Insurance Claim Liability .....	<u>4,221,554</u>	<u>1,619,505</u>	<u>(2,556,218)</u>	<u>3,284,841</u>	<u>1,000,000</u>
Compensated absences .....	<u>6,056,471</u>	<u>3,399,301</u>	<u>(4,022,057)</u>	<u>5,433,715</u>	<u>4,022,057</u>
Total Governmental Activities .....	<u>35,791,207</u>	<u>6,168,806</u>	<u>(9,299,956)</u>	<u>32,660,057</u>	<u>7,966,557</u>
Total Long Term Debt .....	<u>\$ 93,600,797</u>	<u>\$60,202,966</u>	<u>\$(50,523,956)</u>	<u>\$103,279,807</u>	<u>\$59,414,147</u>

Genesee County lends its full faith and credit for bond issues that are repaid through special assessments. The County is not obligated in any manner for special assessment debt. The amount of special assessment debt is detailed within the notes for the Component Unit under which the projects originated.

Delinquent property taxes receivable are pledged as collateral for the repayment of the outstanding delinquent tax notes – (See Note H).

Typically, the General Fund and all Special Revenue Funds liquidate liability for compensated absences.

The annual requirements to pay principal and interest on the obligations outstanding at September 30, 2009 are as follows:

	<b>Governmental Activities</b>		<b>Business Type Activities</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2010 .....	\$2,944,500	\$ 1,134,081	\$51,447,590	\$ 8,763
2011 .....	1,899,500	1,018,811	19,074,660	11,520
2012 .....	1,934,500	943,097	25,500	4,875
2013 .....	1,769,500	854,140	25,500	5,040
2013/2014 .....	1,856,500	3,084,670	46,500	3,225
2015/2019 .....	10,332,000	2,348,716	0	0
2020/2024 .....	2,105,000	594,300	0	0
2025/2029 .....	475,000	262,775	0	0
2030/2034 .....	625,000	110,865	0	0
TOTALS .....	<u>\$23,941,500</u>	<u>\$10,351,455</u>	<u>\$70,619,750</u>	<u>\$33,423</u>

By statute, the County general obligation debt is restricted to 10% of the equalized value of all property in the County. Certain obligations, such as special assessment notes, are not subject to this limitation. At September 30, 2009, the County's debt limit amounted to \$1,246,632,178 and indebtedness subject to the limitation aggregated \$172,646,906.

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

### Other Debt – Tax anticipation Notes:

The Board of Commissioners authorized the issuance and sale of County of Genesee 2009 Tax Anticipation Notes. The notes purpose is to provide resources for paying operating expenditures of the County prior to the availability of property tax collections. The short-term Tax Anticipation Notes issued at 6% in the amount of \$8,000,000 due October 1, 2009 and are classified as a current liability.

Short-term debt of the County is as follows:

	<u>Balance Oct. 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance Sept. 30, 2009</u>	<u>Due within One Year</u>
Tax Anticipation Notes:					
6.00% Genesee County bonds Series 2008, Bond Maturing January 1, 2009 payable at maturity or upon redemption.....	\$10,000,000	\$	\$(10,000,000)	\$	\$
2.84% Genesee county Bonds Series 2009, Bond Maturing October 1, 2009 payable at maturity or upon redemption.....		8,000,000		8,000,000	8,000,000
Total Tax Anticipation Notes .....	<u>\$10,000,000</u>	<u>\$8,000,000</u>	<u>\$(10,000,000)</u>	<u>\$8,000,000</u>	<u>\$8,000,000</u>

The annual requirements to pay principal and interest on the tax anticipation notes obligations outstanding at September 30, 2009 are as follows:

	<u>Tax Anticipation Notes</u>	
	<u>Principal</u>	<u>Interest</u>
2010 .....	<u>\$8,000,000</u>	<u>\$88,390</u>

### NOTE F – CONTINGENCIES, CLAIMS, RISK MANAGEMENT, AND LITIGATION

There are various legal actions pending against the County. Due to the inconclusive nature of these actions, it is not possible for Corporation Counsel to determine in the aggregate either the probable outcome of these actions or a reasonable estimate of the County's ultimate liability, if any.

The County is totally self-insured for workers' compensation for all losses, up to \$500,000 each occurrence, and self-insured for property and liability insurance claims up to \$50,000 and \$350,000, respectively, for specific losses. The County is insured for the amount of claims in excess of such limitation to a maximum of replacement cost for property and \$20,000,000 for liability claims. The County is self-insured for claims in excess of these insurance coverages. The County is also self-insured for the first \$50,000 of catastrophic coverage for auto physical damage per location. The County is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees.

The County paid losses within its self-insured retention through an Internal Service Fund. Net assets for this fund as of September 30, 2009 were \$7,846,748 with \$3,284,841 accrued as a liability for incurred losses and expenses. An actuarial study projected a required reserve of \$3.3 million for 2009. The County's Risk Manager provides employee accident prevention training and various risk control techniques through a continuing education program. There were no reductions in reinsurance coverages or settlements in excess of insurance coverages over the past three years.

A reconciliation of the claims liability for the years ended September 30, 2009 and 2008 is as follows:

	<u>Year Ended 9/30/09</u>	<u>Year Ended 9/30/08</u>
Claims Liability (beginning of year).....	\$4,221,554	\$3,343,571
Claims incurred during the period.....	1,619,505	1,748,234
Changes in estimate for claims of prior periods.....	(516,681)	553,364
Payments on claims.....	<u>(2,039,537)</u>	<u>(1,423,615)</u>
Claims liability (end of year).....	<u>\$3,284,841</u>	<u>\$4,221,554</u>

Several complaints for alleged discriminatory employment practices have also been filed against the County.

A portion of the fund balance of the General Fund has been designated to provide for a possible loss resulting from the unfavorable outcome of any claims and litigation. See Note G, which follows.

### NOTE G – GENERAL FUND AND CAPITAL PROJECTS RESERVES, DESIGNATIONS, AND DEFICITS

The County receives funds from various federal and state units to finance specific grants. The final determination of revenue amounts is subject to audit by the responsible agencies. Grant fund balance deficits, to the extent not liquidated by future operations, will be absorbed by the General Fund. Additionally, the County is a defendant in numerous legal actions of which Corporation Counsel is not able to provide information as to the probable outcome and extent of potential liability, if any. As a result of these and other matters discussed in Note F, above, the County has established a designation of fund balance in the General Fund in the amount of \$2,500,000 to provide for any audit adjustments of grant revenues, grant fund balance deficits and possible losses resulting from other contingencies, claims, and litigation.

The fund balance of the General Fund has also been reserved for long-term advances to other County units and funds in the amount of \$500,000 and for a long-term receivable due from the Vehicles and Equipment Internal Service Fund in the amount of \$3,013,240.

#### NOTE H – PROPERTY TAXES

The County property tax is levied each December 1 on the assessed valuation of property located in the County as of the preceding December 31. On December 1, the property tax attachment is an enforceable lien on property and is payable by the last day of the next February following. Assessed values are established annually by the County and are equalized by the State at an estimated 50% of current market value. Real property in Genesee County for the 2009 levy was assessed at \$12,466,321,796 and equalized at \$12,466,321,796 representing 50% of estimated current market value. The County operating tax rate is currently 5.51 mills with an additional .48 mills voted each for parks and paramedics .7 mills for senior services and 1 mill for health services.

By agreement with various taxing authorities, the County purchases at face value the real property taxes receivable returned delinquent each March 1. These receivables (\$49,020,507 at September 30, 2009) are pledged to a bank for payment of notes payable, the proceeds of which were used to liquidate the amounts due the General Fund and various other funds and governmental agencies for purchase of the receivables and to provide funds for current operations. Subsequent collections on delinquent taxes receivable, plus interest and collection fees thereon and investment earnings, are used to extinguish the debt.

Collections of delinquent taxes, which include interest, penalties, fees and investment earnings, amounting to \$54,101,384 in 2009, are used to service the notes payable. Principal and interest paid on the notes payable in 2009 amounted to \$47,925,052.

#### NOTE I – RETIREMENT PLANS

##### DEFINED BENEFIT PLAN - -

##### PLAN DESCRIPTION AND PROVISIONS

The County administers a contributory agent multi-employer defined benefit pension plan known as the Genesee County Employees Retirement System (GCERS). The plan is included as a pension trust fund in the County's Comprehensive Annual Financial Report. GCERS issues a publicly available annual financial report that includes financial statements and required supplementary information for the system as a whole. This report can be obtained from the Retirement Coordinator at the County's administrative offices, located at 1101 Beach Street, Flint, MI 48502.

GCERS was organized pursuant to Section 12a of Act #156, State of Michigan Public Acts of 1851 (MSA 5.33(1); MCLA 46.12a) as amended. GCERS was established by ordinance in 1946, beginning with General County employees and the County Road Commission, Genesee County Water and Waste Services joined the system in 1956, Genesee County Community Mental Health joined in 1966, the City of Mt. Morris in 1969, and the Genesee District Library in 1980. The GCERS is regulated under the Genesee County Employees' Retirement System Ordinance, the sections of which have been approved by the State of Michigan Pension Commission. All new-hire General County and Community Mental Health employees may only join the defined contribution plan.

The plan provides for vesting of benefits after 8 years of service. Generally, participants may elect normal retirement with 20 to 25 years of credited service, regardless of age; or at age 60 with 8 or more years of credited service. Retirement benefits vary by employer group, and are payable monthly. Generally, the retirement benefit is equal to the employee's final average compensation times the sum of 2.5% for each year of credited service. All employers allow members to elect a deferred annuity providing a lifetime benefit. The length of service required to elect the deferred annuity is either 8 or 15 years, depending on the date of employment and employer group.

Membership in the plan at December 31, 2008 the date of the latest actuarial valuation was comprised of 1,205 active plan members, 88 inactive vested members and 1,438 retirees and beneficiaries.

##### ANNUAL PENSION COST

The annual pension cost (APC), percentage of APC contributed, and net pension obligation (NPO), for the plan years ended December 31, 2008, 2007, and 2006, are summarized as follows:

Plan Year End	Actuarial Valuation Date	Annual Pension Costs (APC)	% of APC Contributed	Net Pension Obligation (Asset)
12/31/06	12/31/04	12,482,410	100.0 %	0
12/31/07	12/31/05	12,996,937	100.0%	0
12/31/08	12/31/06	11,949,881	100.0%	0

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

### ACTUARIAL METHODS AND ASSUMPTIONS

In the December 31, 2008 actuarial valuation (the most recent actuarial valuation) the individual entry age cost method was used. Significant actuarial assumptions used include an (1) 8.0% investment rate of return, (2) projected salary increases of 5.0 %-9.03% that includes inflation at 5.0%, and (3) postretirement benefit increases depending on benefit group. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility over a four year period. The amortization method being used is a level percentage-of-payroll. The remaining amortization period for unfunded actuarial accrued liability is 20 years and the remaining amortization period for credit is 10 years.

### FUNDING PROGRESS

Actuarial Valuation as of	<u>12/31/2006</u>	<u>12/31/2007</u>	<u>12/31/2008</u>
Actuarial Value of Assets	\$445,962,000	\$461,349,000	\$439,813,000
Actuarial Accrued Liability (Entry Age)	490,335,000	514,859,000	527,640,000
Unfunded AAL	44,373,000	53,510,000	87,827,000
Funded Ratio	91.0%	89.6%	83.4%
Covered Payroll	70,204,000	68,341,000	67,721,000
UAAL as a % of Covered Payroll	63.2%	78.3%	77.1%

### DEFINED CONTRIBUTION PLAN - -

The County offers a defined contribution pension plan as an alternative to the defined benefit pension plan. The International City Managers Association (ICMA) Retirement Corporation administers the plan, and the County Board of Commissioners has authority over plan provisions and contribution requirements. All employees are eligible to participate in this plan, if not participating in the Defined Benefit Plan. The County is required to contribute 10% of eligible employees' annual covered payroll, and employees are required to contribute between 3% and 7% of covered payroll. Employees are vested after 5 years of service. During the year ended September 30, 2009, employer and employee contributions to the plan were \$3,382,800 and \$1,731,546, respectively.

### HEALTH BENEFITS PLAN AND TRUST - -

#### PLAN DESCRIPTION AND PROVISIONS

Genesee County provides other post-employment benefits (medical, optical, dental and life insurance) to County retirees who meet eligibility requirements. This is a single employer defined benefit plan administered by the County. The benefits are provided under collective bargaining agreements to union employees and by resolution of the County Board of Commissioners for employees not covered under collective bargaining agreements. The valuation for this benefit plan has been conducted in accordance with generally accepted actuarial principles and practices. Data concerning active members, retirees and beneficiaries was provided by Genesee County. This plan does not issue separate stand alone financial statements.

### FUNDING POLICY

The County performed an actuarial valuation of the other post-retirement benefits liability for the year ended September 30, 2008. At that time the liability was determined to be \$192,786,118 with the computed contribution as a percentage of payroll (based on 30 year amortization of the unfunded liability) to be 26.93% or \$12,992,638.

The County has been working to systematically increase contributions into the VEBA to eventually equal the ARC (annual required contribution). Beginning in fiscal year 2002/2003, the County began contributing 3% of gross payroll into a fund designated for retiree health care. This was increased to 5% in the 2003/2004 fiscal year, to 10% in the 2006/2007 fiscal year, 20% in the 2007/2008 fiscal year, and 22.5% in the 2008/2009 fiscal year. In 2004 the County created a VEBA trust to specifically designate the funds that had been contributed for retiree health care. Also, in 2005 and 2006, all collective bargaining agreements as well as the non-union personnel policies included a provision that requires all employees to make a contribution of 1% of pre-tax gross wages, which is paid to the VEBA as employer contributions for the funding of retiree health care benefits (OPEB). These contribution resulted in an OPEB Asset for the period ending September 30, 2009 in an amount of \$1,183,152.

### FUNDING PROGRESS

Annual required contribution (recommended)	\$ 12,992,638
Interest on the prior year's net OPEB obligation	18,865
Less adjustment to the annual required contribution	
Annual OPEB cost	<u>13,011,503</u>
Amount contributed:	
Payments of current premiums	
Advance funding	<u>14,430,467</u>
Decrease in net OPEB Liability	<u>1,418,964</u>
OPEB Liability – beginning of year	<u>(235,812)</u>
OPEB Asset – end of year	<u>\$ 1,183,152</u>

	<u>Fiscal Year Ended September 30</u>	
	<u>2008</u>	<u>2009</u>
Annual OPEB Costs	\$12,992,638	\$13,011,503
Percentage contributed	99%	182%
Net OPEB obligation	(235,812)	1,183,152
Valuation Date September 30, 2008		
Value of Assets at September 30, 2008	\$ 31,466,327	
Actuarial Accrued Liability	192,786,118	
Unfunded AAL	161,319,791	
Funded Ratio	16.32%	
Annual Covered Payroll	\$ 48,245,963	
Ratio of UAAL to Covered Payroll	334.36%	

## ACTUARIAL METHODS AND ASSUMPTIONS

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employments, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan member) which is formally detailed in the collective bargaining agreements and County Board resolutions. These collective bargaining agreements and resolutions include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspectives of the calculations.

In the September 30, 2008 actuarial valuation, the individual entry age actuarial cost method was used. The actuarial assumptions included an 8% investment rate of return (net of expenses), which is the expected long-term investments returns on plan assets, and an annual healthcare cost trend rate of 5%. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at September 30, 2008 was thirty years.

## QUALIFIED EXCESS BENEFIT ARRANGEMENT

The Qualified Excess Benefit Arrangement (QEBA) was created as a mechanism to pay contractually mandated pension benefits that are in excess of the IRS 415 limitations on the amount of pension benefits that may be paid from an IRS qualified pension plan. During 2008/2009, there was only one individual receiving pension benefits in excess of the 415 limits.

## PLAN DESCRIPTION AND PROVISIONS

The Genesee County Community Mental Health Retiree Health Care Plan (the "Plan") is a single-employer defined benefit healthcare plan administered by Mental Health (the "Agency") a major fund included Genesee County's financial report. The Plan provides health insurance benefits, including medical, prescription, dental, and optical coverage to certain retirees and their beneficiaries, which are advance-funded on a discretionary basis. The Plan was closed to new hires as of May 2008. The valuation for this benefit plan has been conducted in accordance with generally accepted actuarial principles and practices. Data concerning active members, retirees and beneficiaries was provided by Genesee County Community Mental Health. This plan does not issue separate stand alone financial statements.

## FUNDING POLICY

The contribution requirements of Plan members and the Agency are established and may be amended by the Agency Board of Directors. The required contribution is based on actuarially determined finance rates, with an additional amount to prefund benefits as determined annually by the Agency. For the year ended September 30, 2009, the Agency contributed \$3,010,500 to the Plan, \$2,139,835 of which was to fund current year benefits. Plan members receiving benefits contributed \$0.

## ANNUAL OPEB COST AND NET OPEB OBLIGATION

The Agency's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). The ARC was calculated using the projected unit credit actuarial cost method. The ARC 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 (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Agency's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the Agency's net OPEB obligation:

## NOTES TO FINANCIAL STATEMENTS

### GENESEE COUNTY

### EXHIBIT A-13

Annual required contribution (recommended)	\$5,133,173
Interest on the prior year's net OPEB obligation	
Less adjustment to the annual required contribution	
Annual OPEB cost	<u>\$5,133,173</u>
Amount contributed:	
Payments of current premiums	(5,350,889)
Advance funding	
Increase in net OPEB asset	<u>217,716</u>
OPEB – beginning of year	<u>(90,416)</u>
OPEB asset – end of year	<u>\$ 127,300</u>

The funding progress of the plan as of the most recent valuation date is as follows:

Unfunded AAL	\$(49,497,173)
Funded ratio	8.2%
Annual covered payroll – 12/31/07	5,133,173
Ratio of UAAL to covered payroll	98%

### ACTUARIAL METHODS AND ASSUMPTIONS

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and Plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and Plan members to the point. The actuarial methods and assumptions used to include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2007 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions includes: (a) a rate of return on investments of 8.0%; (b) projected salary increases of 5.0% attributable to inflation; (c) additional projected salary increases ranging from 0.0% to 4.3%, depending on age, attributable to seniority/merit; and (d) projected healthcare benefit increases of 5.0% to 10.0%. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the fair value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level dollar amount over 30 years on an open basis.

### NOTE J – LEASES

The County is party to numerous operating leases, aggregate rental expenses which was approximately \$131,377 the year ended September 30, 2009 exclusive of the amount paid to a related organization described below. Minimum future rental payments under existing leases are not significant.

The Genesee County Community Mental Health Services is committed under various leases for building and office space and vehicles. These leases are considered for accounting purposes to be operating leases and contain renewal options of two to three years. Rental expenditures for the year ended September 30, 2009 are \$322,813.

### NOTE K – RECEIVABLES

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

<u>Primary Government</u>	<u>Unavailable</u>	<u>Unearned</u>
Property taxes	\$9,079,407	
State court fund	696,425	
Grant revenue		\$707,371
Long-term receivable	1,925,000	
<u>Component units</u>	<u>Unavailable</u>	
Road projects	\$1,390,793	
Unearned leases	25,053,600	
Grant revenue	180,031	

# **NOTE L – INDIVIDUAL FUND INTERFUND RECEIVABLE AND PAYABLE BALANCES AND TRANSFERS**

Interfund Receivable and Payables:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Government Funds:		
General Fund:		
Mental Health.....		\$ 295,883
Genesee County Community Action Resource Department .....	\$7,338,715	
Revenue Sharing Reserve.....	206,657	10,255,369
Debt .....		7,089,716
Enterprise .....	1,000,048	769,096
Non-major Special Revenue.....	1,577,124	42,378
Non-major Capital.....	87,219	
Internal Service.....		<u>3,597,287</u>
Total General Fund .....	<u>10,209,763</u>	<u>22,049,729</u>
Mental Health:		
General Fund.....	<u>295,883</u>	
Total Mental Health.....	<u>295,883</u>	<u>0</u>
County Health:		
Internal Service.....		<u>406,749</u>
Total County Health .....	<u>0</u>	<u>406,749</u>
Genesee County Community Action Resource Department:		
Non-major Special Revenue.....		7,338,715
Non-major Debt Service .....	435,955	37,778
Internal Service.....		<u>293,534</u>
Total Genesee County Community Action Resource Department ..	<u>435,955</u>	<u>7,670,027</u>
Revenue Sharing Reserve:		
Internal Service.....	<u>10,255,369</u>	<u>206,657</u>
Total Revenue Sharing Reserve.....	<u>10,255,369</u>	<u>206,657</u>
Tax Note Repayment		
General Fund.....	7,089,716	
Debt .....	<u>65,185</u>	
Total Tax Note Repayment ....	<u>7,154,901</u>	<u>0</u>
Tax Note Obligation		
Debt .....	<u>8,155,197</u>	<u>8,220,382</u>
Total Tax Note Obligation .....	<u>8,155,197</u>	<u>8,220,382</u>
Non-major Special Revenue Funds:		
General Fund.....	42,378	1,577,124
Genesee County Community Action Resource Department .....		435,955
Enterprise .....		31,480
Non-major Special Revenue.....	812,511	812,511
Internal Service.....		<u>748,513</u>
Total Non-major Special Revenue Funds	<u>854,889</u>	<u>3,605,583</u>
Non-major Debt Service:		
Genesee County Community Action Resource Department .....	<u>37,778</u>	
Total Non-major Debt Service Funds .....	<u>37,778</u>	<u>0</u>
Non-major Capital Project:		
General Fund.....		<u>87,219</u>
Total Non-major Capital Project Funds...	<u>0</u>	<u>87,219</u>
Total Governmental Funds ..	<u>37,399,735</u>	<u>42,246,346</u>

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

	Interfund Receivable	Interfund Payable
Enterprise:		
Delinquent Tax:		
General Fund.....	769,096	1,000,048
Non-major Special Revenue.....	31,480	
Internal Service.....		<u>207,513</u>
Total Delinquent Tax.....	<u>800,576</u>	<u>1,207,561</u>
Total Business Type Activity.....	<u>800,576</u>	<u>1,207,561</u>
Internal Service Funds:		
General Fund .....	3,597,287	
County Health.....	406,749	
Genesee Community Action Resource Department .....	293,534	
Non-major Special Revenue .....	748,513	
Enterprise .....	207,513	
Internal Service.....	<u>817</u>	<u>817</u>
Total Internal Service Funds ..	<u>5,254,413</u>	<u>817</u>
Total Interfund Receivables/Payables .....	<u>\$43,454,724</u>	<u>\$43,454,724</u>
Due to/from primary government and component units:		
Component unit Land Bank Authority.....		\$3,266,924
Primary government Debt Service .....	\$1,925,000	
Primary government Delinquent Taxes .....	<u>1,341,924</u>	
Total Primary Government and Component Unit Interfund Receivables/Payables	<u>\$3,266,924</u>	<u>\$3,266,924</u>
Due to/from component units:		
Component unit Land Bank Authority	<u>\$ 76,208</u>	
Component unit Brownfield Authority		<u>\$ 76,208</u>
Note—The interfund receivables/payables exist due to the fact that the County uses a pooled cash management account for substantially all funds.		
Long-term Advances:		
Primary Government-General Fund .....	\$ 3,513,240	
Internal Service-Vehicle and Equipment .....		\$3,013,240
Component unit – Drains.....		<u>500,000</u>
Total Primary Government and Component Unit Long-term Advances .....	<u>\$3,513,240</u>	<u>\$3,513,240</u>
Interfund Transfers In/Out:		
	<b>Transfers In</b>	<b>Transfers Out</b>
Major Funds:		
General:		
Mental Health .....		\$ 3,700,000
County Health.....	\$1,300,000	7,299,992
Revenue Sharing.....	9,945,951	
Debt .....	8,000,886	
Enterprise .....	3,953,536	
Non-major Special Revenue.....	1,027,021	20,809,567
Non-major Debt .....		2,698,309
Internal.....	<u>1,050,000</u>	<u>251,650</u>
Total General Fund .....	<u>25,277,394</u>	<u>34,759,518</u>
Mental Health:		
Internal.....	<u>3,700,000</u>	
Total Mental Health .....	<u>3,700,000</u>	<u>0</u>
County Health:		
General .....	7,299,992	1,300,000
Non-major Debt .....		225,095
Non-major Special Revenue.....	<u>357,454</u>	
Total County Health .....	<u>7,657,446</u>	<u>1,525,095</u>
Genesee County Community Action Resource Department (GCCARD)		
Non-major Debt .....		<u>259,901</u>
Total GCCARD .....	<u>0</u>	<u>259,901</u>



	<b>Transfers In</b>	<b>Transfers Out</b>
Revenue Sharing:		
General.....		9,945,951
Total Revenue Sharing.....	0	9,945,951
Tax Note Obligation		
General Fund.....		8,000,886
Debt .....	8,155,197	8,155,197
Total Tax Note Obligation .....	8,155,197	16,156,083
Non-major Special Revenue:		
General .....	20,809,567	1,027,021
County Health .....		357,454
Enterprise .....		811,134
Non-major Debt.....		29,746
Non-major Special Revenue.....	721,377	721,377
Internal.....		840,863
Total Non-major Governmental Funds .....	21,530,944	3,787,595
Non-major Debt:		
General ..	2,698,309	
County Health .....	225,095	
GCCARD .....	259,901	
Non-major Special Revenue.....	29,746	
Non-major Capital Project.....		1,150,000
Total Non-major Debt Service Funds .....	3,213,051	1,150,000
Non-major Capital Project:		
Non-major Debt .....	1,150,000	
Total Non-major Capital Projects Funds.....	1,150,000	0
Total Governmental Funds .....	70,684,032	67,584,143
Enterprise:		
General ..		3,953,536
Non-major Special Revenue.....	811,134	
Internal ..		207,101
Total Enterprise Funds .....	811,134	4,160,637
Internal Services:		
General .....	251,650	1,050,000
Enterprise .....	207,101	
Non-major Special Revenue.....	840,863	
Total Internal Service Funds.....	1,299,614	1,050,000
Total Transfers In/Out .....	\$72,794,780	\$72,794,780
Interfund Transfers In/Out primary government and component units:		
Component Unit – Land Bank Authority .....	\$ 1,200,000	
Primary government Enterprise .....		\$ 1,200,000
Total Primary Government and Component Unit Interfund Transfers In/Out.....	\$ 1,200,000	\$ 1,200,000

Transfers between funds were primarily for operating purposes. Other transfers were made to close funds.

#### NOTE M-EXCESSES OF EXPENDITURES OVER APPROPRIATIONS

Excesses of expenditures over appropriations in individual funds are presented below:

<b>Fund</b>	<b>Excess Expenditures</b>
<b>General Fund</b>	
Road Patrol.....	\$ 40,160
Equity and Diversity .....	590
Capital Outlay:	
Drain Commission .....	22,671
Sheriff .....	21,085
Law Enforcement Funds.....	46,563
Medical Examiner .....	6,351
Internal Service.....	81,740

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

Community Action Resource Department .....	187,878
<b>Other Nonmajor Governmental Funds</b>	
Accommodation Ordinance Tax .....	62,415
Emergency Medical Services .....	290,575
Law Enforcement.....	433,060
Medical Examiner .....	32,181
Senior Services .....	1,509,108
Township Police Support Services .....	171,049

### NOTE N-COMPONENT UNIT DISCLOSURES

#### Deposits and investments:

All of the County's component units deposits and investments are governed by the following:

Michigan Compiled Laws section 129.91 (Public Act 20 of 1943, as amended), authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The County's component units are allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States bank; commercial paper rated within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The Road Commission has designated one bank for the deposit of funds. The investment policy adopted by the Board of each component unit is in accordance with Public Act 196 of 1997. All component unit deposits and investment policies are in accordance with statutory authority. The cash and investments of component units are subject to the same types of risks as detailed in Note C. These risks are examined in more detail below:

Custodial credit risk of bank deposits-None of the component units have a deposit policy for custodial credit risk. At year end, the Road Commission had \$48,328,132 of bank deposits (checking and high balance savings accounts) that were uninsured and uncollateralized. At year end, the Economic Development Corporation had \$61,138 of bank deposits (checking and high balance savings accounts) that were uninsured and uncollateralized. At year end, the Water and Waste Services Division had \$511,241 of bank deposits (checking and high balance savings accounts) that were uninsured and uncollateralized. At year end, the Drain Commission had \$4,214,964 of bank deposits (checking and high balance savings accounts) that were uninsured and uncollateralized. At year end, the Land Bank Authority had \$0 of bank deposits (checking and savings accounts) that were uninsured and uncollateralized.

Custodial credit risk of investments- At year end, the following investment securities were uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the Commission's name.

#### Road Commission:

<u>Type of Investment</u>	<u>Carrying Value</u>	<u>How Held</u>
U.S. gov or agency bond or notes (sweep)	\$2,474,988	Counterparty

Interest rate risk- Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Commission's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270 day maturity. At year end, the average maturities of investments are as follows:

#### Road Commission:

<u>Investment</u>	<u>Fair Value</u>	<u>Less than one year</u>
Sweep account	\$2,109,651	\$2,109,651
Michigan Governmental MMF	365,337	365,337
Mutual funds		5,462,454

#### Land Bank Authority:

<u>Investment</u>	<u>Fair Value</u>	<u>Less than one year</u>
Governmental security pooled fund	\$624,713	\$624,713

Credit risk – State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Commission has no investment policy that would further limit its investment choices. As of year end, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

#### Road Commission:

<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Rating Organization</u>
Bank investment pool	\$2,109,651	Aaa	Moody's
Michigan Governmental MMF	365,337	Aaa	Moody's
MERS total Market Fund	5,462,454	n/a	

Land Bank Authority:			
<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Rating</u>
Governmental security pool	\$624,713	N/A	Organization N/A

**Long-Term Debt:** The long term debt for the Genesee County Road Commission is presented below:

	<u>Balance</u> <u>October 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>September 30, 2009</u>
MTF notes	\$11,345,000	\$3,300,000	\$(1,340,000)	\$13,305,000
SIB Loan	1,175,000	1,647,600	(221,317)	2,601,283
Capital leases	<u>232,542</u>		<u>(75,793)</u>	<u>156,749</u>
Total notes and leases	<u>12,752,542</u>	<u>4,947,600</u>	<u>(1637,110)</u>	<u>16,063,032</u>
Compensated absences	917,125	84,992		1,002,117
Net OPEB obligation	<u>4,364,541</u>		<u>(2,130,275)</u>	<u>2,234,266</u>
Total long term debt	<u>\$18,034,208</u>	<u>\$5,032,592</u>	<u>\$(3,767,385)</u>	<u>\$19,299,415</u>

The outstanding bonds and notes payable at September 30, 2009, and matured interest thereon, are payable to the state of Michigan from the proceeds of state-collected taxes returned to the Road Commission as Act 51 monies. In the case of default, the state treasurer is authorized to withhold future disbursements of Act 51 monies due the Road Commission until the defaulted payments are recovered by the state.

For certain outstanding notes, special assessments have also been levied on specific properties abutting certain road improvements. The collection of the assessments has been pledged as additional security for the payment of the bonds.

The detail of general obligation bonds and loans payable is shown below:

<u>Obligation</u> <u>Payables</u>	<u>Final</u> <u>Payment Due</u>	<u>Interest Rate</u> <u>or Range</u>	<u>Annual</u> <u>Principal</u> <u>Payment</u> <u>or Range</u>	<u>Outstanding</u> <u>Balance</u> <u>Sept. 30, 2009</u>	<u>Due Within</u> <u>One Year</u>
Michigan Transportation Fund notes:					
2000 Issue .....	August 1, 2010	4.60-4.80	\$ 105,000	\$ 105,000	\$ 105,000
2001 Issue .....	August 1, 2011	3.75-4.20	125,000	250,000	125,000
2002 Issue .....	August 1, 2012	2.80-3.70	25,000	75,000	25,000
2006A Issue .....	August 1, 2016	4.00	160,000-295,000	1,850,000	235,000
2006B Issue .....	August 1, 2013	5.20-5.30	50,000-90,000	340,000	80,000
2007 Issue .....	September 30, 2017	3.70-4.00	385,000-525,000	3,660,000	400,000
2008 Issue .....	August 1, 2018	3.00-4.00	320,000-515,000	3,725,000	325,000
2009 Issue .....	August 1, 2019	2.00-3.30	320,000-515,000	<u>3,300,000</u>	<u>295,000</u>
Total Notes .....				13,305,000	1,590,000
SIB Loan 2008 .....		3.00	221,317-349,092	953,683	227,957
SIB Loan 2009 .....		3.00	1,647,600	1,647,600	1,647,600
Capital lease obligation .....				156,749	78,473
Compensated absences .....				1,002,117	477,600
Net OPEB obligation .....				<u>2,234,266</u>	<u>0</u>
				<u>\$19,299,415</u>	<u>\$4,021,630</u>

Annual requirements to pay principal and interest on the outstanding obligations at September 30, 2009, are as follows:

	<u>Long-term debt</u>	<u>Capital leases</u>
Year Ended 9-30-2010 .....	\$4,009,015	\$83,762
9-30-2011 .....	2,213,673	80,883
9-30-2012 .....	2,085,485	
9-30-2013 .....	2,069,732	
09/30/2014 .....	1,725,222	
Remaining years .....	<u>6,261,782</u>	
Amount representing interest .....	<u>(2,458,626)</u>	<u>(7,896)</u>
	<u>\$15,906,283</u>	<u>\$156,749</u>

Act 143, Public Acts of State 1943, provides that total bonds and notes outstanding under this act cannot exceed 40% of the sum of the revenues derived from state collected taxes returned to the county for county road purposes for the last preceding five calendar years and not specifically allocated for other purposes. As of September 30, 2009, the Road Commission is within the statutory limit of Act 143.

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

**Property and Equipment:** The following table summarizes the changes in the components of the Road Commission's capital assets:

	<b>Balance Oct. 1, 2008</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance Sept. 30, 2009</b>
Capital assets not being depreciated:				
Land and improvements .....	\$ 478,816	\$	\$	\$ 478,816
Construction in progress ..	842,222	90,375	842,222	90,375
Depletable assets .....	1,210			1,210
Subtotal .....	1,322,248	90,375	842,222	570,401
Capital assets being depreciated:				
Land improvements .....	1,077,243	24,086		1,101,329
Buildings and improvements .....	8,352,719	972,711	17,196	9,308,234
Equipment:				
Road .....	21,377,419	2,003,909	1,312,014	22,069,314
Shop .....	463,734	7,189	7,907	463,016
Engineering .....	107,782			107,782
Yard and Storage .....	498,964			498,964
Office .....	1,405,449	42,399	237,192	1,210,656
Lab .....	13,408			13,408
Total .....	33,296,718	3,050,294	1,574,309	34,772,703
Infrastructure-Roads .....	287,595,560	15,801,771		303,397,331
Infrastructure-Bridges .....	25,835,188	959,290		26,794,478
Subtotal .....	346,727,466	19,811,355	1,574,309	364,964,512
Less accumulated depreciation for:				
Land improvements .....	(263,596)	(53,229)		(316,825)
Buildings and improvements .....	(4,749,882)	(366,747)	(11,041)	(5,105,588)
Equipment:				
Road .....	(16,621,184)	(2,156,985)	(1,309,110)	(17,469,059)
Shop .....	(367,429)	(22,305)	(7,907)	(381,827)
Engineering .....	(95,610)	(3,628)		(99,238)
Yard and storage .....	(498,964)			(498,964)
Office .....	(1,081,520)	(77,694)	(237,192)	(922,022)
Lab .....	(13,408)			(13,408)
Subtotal .....	(23,691,593)	(2,680,588)	(1,565,250)	(24,806,931)
Infrastructure-Bridges .....	(4,794,772)	(662,471)		(5,457,243)
Infrastructure-Roads .....	(164,508,917)	(10,221,945)		(174,730,862)
Subtotal .....	(169,303,689)	(10,884,416)		(180,188,105)
Total net capital assets .....	<u>\$155,054,432</u>	<u>\$ 6,336,726</u>	<u>\$ 851,281</u>	<u>\$160,539,877</u>

### POST-EMPLOYMENT BENEFITS—

#### PLAN DESCRIPTION

The Road Commission provides retiree health care benefits to eligible employees and their spouses. This is a single employer defined benefit plan administered by the Road Commission. The benefits are provided under collective bargaining agreements.

#### FUND POLICY

The collective bargaining agreements require the Road Commission to pay the insurance premium/claim costs of the retiree and spouse until death. The Commission obtains health care coverage for retirees through private insurers. Upon eligibility for Medicare, the Road Commission will pay the difference between the plan costs and the amount covered by Medicare. The Road Commission has no obligation to make contributions in advance of when the insurance premiums or claims are due for payment (in other words, this may be financed on a "pay-as-you-go" basis).

#### FUNDING PROGRESS

For the year ended September 30, 2009 the Road Commission has estimated the cost of providing retiree health care benefits through an actuarial valuation as of September 30, 2008. 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 thirty years. This valuation's computed contribution and actual funding are summarized as follows:

Annual required contribution (recommended)	\$5,083,112
Interest on the prior year's net OPEB obligation	327,341
Less adjustment to the annual required contribution	<u>(347,126)</u>
Annual OPEB cost	<u>\$5,063,327</u>

Amount contributed:	
Payments of current premiums	(2,321,262)
Advance funding	<u>4,872,340</u>
Decrease in net OPEB obligation	(2,130,275)
OPEB obligation – beginning of year	<u>4,364,541</u>
OPEB obligation – end of year	<u>\$2,234,266</u>

Fiscal Year Ended September 30

	<u>2008</u>	<u>2009</u>
Annual OPEB Costs	6,885,616	5,063,327
Percentage contributed	36.6%	142%
Net OPEB obligation	4,364,541	2,234,266

The funding progress of the plan as of the most recent valuation date is as follows:

Unfunded AAL	\$(87,622,775)
Funded ratio	0%
Annual covered payroll – 12/31/07	9,659,446
Ratio of UAAL to covered payroll	907%

#### ACTUARIAL METHODS AND ASSUMPTIONS

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the September 30, 2008, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 9.0 percent initially, reduced by decrements to an ultimate rate of 5.0 percent after four years. Both rates included a 4.0 percent inflation assumption. At the point in time that the Road Commission begins funding the plan, the actuarial value of assets will be determined using techniques that spread the effects of short-term volatility in the market value of investments over a multiple year period. The UAAL is being amortized as a level percentage of projected payroll on a closed 30 year basis. The remaining amortization period at December 31, 2009, was 28 years.

The summary of long-term debt transactions for the Water and Waste Services for the year ended December 31, 2008, is presented below:

	<u>Balance Jan. 1, 2008</u>	<u>Additions (Reductions)</u>	<u>Balance Dec. 31, 2008</u>	<u>Due In One Year</u>
2.50% to 9.50% Interceptor and treatment facilities .....	\$ 82,344,033	\$ 3,996,608	\$ 86,340,641	\$ 4,985,000
3.25% to 9.50% District No. 3 .....	40,420,000	(2,455,000)	37,965,000	2,310,000
3.70% to 5.60% District No. 7 .....	100,000	(100,000)		
2.50% to 8.00% Water supply system .....	<u>45,170,000</u>	<u>(1,405,000)</u>	<u>43,765,000</u>	<u>1,135,000</u>
	<u>\$168,034,033</u>	<u>\$ 36,608</u>	<u>\$168,070,641</u>	<u>\$ 8,430,000</u>

The annual requirements to pay principal and interest on the outstanding obligations for Water and Waste Services at December 31, 2008, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009 .....	\$ 8,430,000	\$5,702,215	\$14,132,215
2010 .....	8,595,000	5,435,014	14,030,014
2011 .....	8,830,000	5,148,505	13,978,505
2012 .....	9,215,000	4,846,169	14,061,169
2013 .....	9,360,000	4,531,444	13,891,444
2014-2018 .....	47,050,000	17,615,060	64,665,060
2019-2023 .....	37,235,000	10,939,825	48,174,825
2024-2028 .....	29,880,641	5,127,722	35,008,363
2029-2033 .....	<u>9,475,000</u>	<u>1,262,394</u>	<u>10,737,394</u>
Total .....	<u>\$168,070,641</u>	<u>\$60,608,348</u>	<u>\$228,678,989</u>

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

The following is a summary of capital assets for Water and Waste Services at December 31, 2008:

	<b>Balance Jan. 1, 2008</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance Dec. 31, 2008</b>
Proprietary fund capital assets				
Enterprise Funds:				
Capital assets not being depreciated:				
Land .....	\$ 981,254	\$	\$ (110,233)	\$ 871,021
Construction in progress .....	125,663,955	19,794,228		145,458,183
Reclassifications and adjustments			(83,864,714)	(83,864,714)
Subtotal .....	<u>126,645,209</u>	<u>19,794,228</u>	<u>(83,974,947)</u>	<u>62,464,490</u>
Capital assets being depreciated:				
Distribution & collections systems	137,877,544	2,774,890		140,652,434
Reclassifications and adjustments		83,864,714		83,864,714
Vehicles .....		45,300		45,300
Buildings and equipment .....	<u>4,141,877</u>	<u>48,429</u>		<u>4,190,306</u>
Subtotal .....	<u>142,019,421</u>	<u>86,733,333</u>		<u>228,752,754</u>
Less accumulated depreciation for:				
Distribution & collections systems	(29,391,610)	(3,540,420)		(32,932,030)
Vehicles .....		(5,663)		(5,663)
Buildings and equipment .....	<u>(1,681,456)</u>	<u>(544,357)</u>		<u>(2,225,813)</u>
Subtotal .....	<u>(31,073,066)</u>	<u>(4,090,440)</u>		<u>(35,163,506)</u>
Net capital assets being depreciated	<u>110,946,355</u>	<u>(1,221,821)</u>		<u>193,589,248</u>
Total capital assets – Net of depreciation	<u>237,591,564</u>	<u>102,437,121</u>	<u>(83,974,947)</u>	<u>256,053,738</u>
Internal Service Funds:				
Capital assets being depreciated –				
Buildings and equipment .....	6,811,441	269,840		7,081,281
Less accumulated depreciation –				
Buildings and equipment .....	<u>(4,221,246)</u>	<u>(478,912)</u>		<u>(4,700,158)</u>
Net capital assets being depreciated	<u>2,590,195</u>	<u>(209,072)</u>	<u>0</u>	<u>2,381,123</u>
Total capital assets – Net of depreciation	<u>2,590,195</u>	<u>(209,072)</u>	<u>0</u>	<u>2,381,123</u>
Total proprietary fund capital assets	<u>\$240,181,759</u>	<u>\$102,228,049</u>	<u>\$(83,974,947)</u>	<u>\$258,434,861</u>

The summary of long-term debt transactions for the Drain funds for the year ended September 30, 2009, is presented below:

	<b>Balance Oct. 1, 2008</b>	<b>Additions (Reductions)</b>	<b>Balance Sept. 30, 2009</b>	<b>Due in One Year</b>
5.0% to 5.6% McCollum Avenue Twenty Drain Drainage				
District Bond .....	\$ 280,000	\$ (140,000)	\$ 140,000	\$ 140,000
3.69% to 6.85% Genesee County Special Assessment				
debt with governmental commitment .....	670,052	161,321	588,767	201,422
		(242,606)		
4.75 to 5.4% Genesee County Drainage District				
#1610 Series 2000 Bonds .....	400,000	(50,000)	350,000	50,000
4.0 to 4.25% Genesee County Drainage District				
#408 Series 2006 Bonds .....	645,000	(100,000)	545,000	100,000
4.0% Genesee County Drainage District				
#382 Series 2007 Bonds .....	<u>1,865,000</u>	<u>(400,000)</u>	<u>1,465,000</u>	<u>400,000</u>
	<u>\$3,860,052</u>	<u>\$ (771,285)</u>	<u>\$ 3,088,767</u>	<u>\$891,422</u>

The annual requirements to pay principal and interest on the outstanding obligations for the Drain funds at September 30, 2009, are as follows:

2009/2010 .....	\$1,022,460
2010/2011 .....	803,773
2011/2012 .....	730,655
2012/2013 .....	303,839
2013/2014 .....	224,202
2015/2019 .....	<u>373,050</u>
	3,457,979
Amount representing interest .....	<u>(369,212)</u>
	<u>\$3,088,767</u>

The following is a summary of capital assets for the Drain fund at September 30, 2009:

	<b>Balance Oct. 1, 2008</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance Sept. 30, 2009</b>
Capital assets being depreciated:				
Equipment.....	\$1,217,177	\$ 403,371	\$ (55,966)	\$ 1,564,582
Infrastructure.....	17,382,545	5,356,244		22,738,789
Drain System Retrospective .....	29,376,026			29,376,026
Capital assets not being depreciated:				
Construction in Progress .....	<u>1,436,742</u>	<u>163,658</u>	<u>(1,436,742)</u>	<u>163,658</u>
Subtotal .....	<u>49,412,490</u>	<u>5,923,273</u>	<u>(1,492,708)</u>	<u>53,843,055</u>
Less Allowance for Depreciation ..				
Equipment.....	(1,045,904)	(171,087)	55,966	(1,161,025)
Infrastructure.....	(3,187,715)	(880,507)		(4,068,222)
Drain System Retrospective .....	<u>(18,989,359)</u>	<u>(1,142,529)</u>		<u>(20,131,888)</u>
Subtotal .....	<u>(23,222,978)</u>	<u>(2,194,123)</u>	<u>55,966</u>	<u>(25,361,135)</u>
Net capital assets being depreciated	<u>24,752,770</u>	<u>3,565,492</u>		<u>28,318,262</u>
Total Capital Assets				
Net of depreciation.....	<u>\$26,189,512</u>	<u>\$ 3,729,150</u>	<u>\$(1,436,742)</u>	<u>\$ 28,481,920</u>

During 2006, the Drain Commission complied with the provisions of GASB Statement 34 relative to the retroactive adjustment to capitalize infrastructure back to 1980.

The summary of long-term debt transactions for the Genesee County Land Bank Authority for the year ended September 30, 2009, is presented below:

	<b>Balance Oct.1, 2008</b>	<b>Additions</b>	<b>(Reductions)</b>	<b>Balance Sept. 30, 2009</b>	<b>Due In One Year</b>
State of Michigan .....	51,165		(51,165)		
Berridge Place Project.....	1,195,000			1,195,000	180,000
Note payable .....		300,000	(151,201)	148,799	148,799
Note payable .....		1,389,500	(1,032)	1,388,468	12,903
Vehicle leases.....	<u>22,506</u>		<u>(12,620)</u>	<u>9,886</u>	<u>9,886</u>
Total note leases .....	<u>1,268,671</u>	<u>1,689,500</u>	<u>(216,018)</u>	<u>2,742,153</u>	<u>351,588</u>
Compensated absences.....	<u>10,402</u>	<u>6,489</u>		<u>16,891</u>	
Total long-term .....	<u>\$1,279,073</u>	<u>\$1,695,989</u>	<u>\$ (216,018)</u>	<u>\$ 2,759,044</u>	<u>\$351,588</u>

The annual requirements to pay principal and interest on the outstanding obligations at September 30, 2009, are as follows:

2010 .....	522,265
2011 .....	401,309
2012 .....	403,912
2013 .....	404,897
2014 .....	1,701,797
2019 .....	727,028
2024 .....	725,377
2029 .....	737,240
2034 .....	<u>416,423</u>
	3,448,179
Amount representing interest.....	<u>(706,026)</u>
	<u>\$2,742,153</u>

The following is a summary of capital assets for the Genesee County Land Bank Authority at September 30, 2009:

	<b>Balance Oct. 1, 2008</b>	<b>Disposals and Additions</b>	<b>Balance Adjustments</b>	<b>Sept. 30, 2009</b>
Capital assets not being depreciated:				
Land .....	\$ 84,308	\$ 198,600	\$	\$ 282,908
Construction in progress-Bldgs....	<u>3,272,819</u>		<u>3,272,819</u>	
Subtotal.....	<u>3,357,127</u>	<u>198,600</u>	<u>3,272,819</u>	<u>282,908</u>
Capital assets being depreciated:				
Buildings and improvements.....	15,022,384	4,966,791	3,703,100	16,286,075
Maintenance and equipment .....	30,705	121,574		152,279
Office equipment.....	94,173	2,603		96,776
Vehicles .....	<u>68,549</u>	<u>34,610</u>		<u>103,159</u>
Subtotal .....	<u>15,215,811</u>	<u>5,125,578</u>	<u>3,703,100</u>	<u>16,638,289</u>

# NOTES TO FINANCIAL STATEMENTS

## GENESEE COUNTY

## EXHIBIT A-13

	<u>Balance Oct. 1, 2008</u>	<u>Additions</u>	<u>Disposals and Adjustments</u>	<u>Balance Sept. 30, 2009</u>
Less Accumulated depreciation:				
Buildings and improvements.....	(1,151,587)	(726,501)	(397,934)	(1,480,154)
Maintenance and equipment .....	(23,594)	(4,800)		(28,394)
Office equipment.....	(62,656)	(30,376)		(93,032)
Vehicles .....	(48,045)	(16,155)		(64,200)
Subtotal .....	<u>(1,285,882)</u>	<u>(777,832)</u>	<u>(397,937)</u>	<u>(1,665,780)</u>
Net capital assets being depreciated .....	<u>13,929,929</u>	<u>4,347,746</u>	<u>3,305,166</u>	<u>14,972,509</u>
Total capital assets – Net of depreciation	<u>\$17,287,056</u>	<u>\$ 4,546,346</u>	<u>\$ 6,577,985</u>	<u>\$15,255,417</u>

The summary of long-term debt transactions for the Genesee County Brownfield Authority for the year ended September 30, 2009 is presented below:

	<u>Balance Oct. 1, 2008</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Balance Sept. 30, 2009</u>	<u>Due In One Year</u>
3.0% to 5.0% Genesee County Brownfield Authority Series 2005 Tax Increment Bonds, Subject to redemption prior to maturity.....	<u>\$13,035,000</u>	<u>\$</u>	<u>\$</u>	<u>\$13,035,000</u>	<u>\$105,000</u>

The annual requirements to pay principal and interest on the outstanding obligations at September 30, 2009, are as follows:

2010 .....	723,300
2011 .....	724,000
2012 .....	817,600
2013 .....	843,500
2014 .....	843,500
2015-2019 .....	4,354,875
2020-2024 .....	4,570,925
2025-2029 .....	4,793,000
2030-2034 .....	5,025,750
2035-2039 .....	<u>1,035,250</u>
	23,731,700
Amount representing interest.....	<u>(10,696,700)</u>
	<u>\$13,035,000</u>

**Advance Refunding:** During the year, the County issued \$13,035,000 in general obligation bonds with an average interest rate of 4.89 percent. The proceeds of these bonds were used to advance refund \$5,000,000 of outstanding Brownfield Authority bonds with an average interest rate of 4.86 percent as well as to provide \$7,030,000 for new Brownfield projects. The net proceeds of \$5,141,284 (after payment of \$863,716 in underwriting fees, insurance, other issuance costs, reoffering premium and capitalized interest) was used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the original bonds. As a result, the bonds are considered to be defeased and the liability for the bonds has been removed from the detail of outstanding obligations. The advance refunding strengthened the overall financial package bringing a much stronger source of revenue than was available at the time of the first issuance.

### NOTE O-RESTATEMENT OF NET ASSETS

**Restatement:** Net assets and fund balances at September 30, 2008, were restated to correct beginning balances. Net assets and fund balances were restated for the following reasons:

- 1) To properly account for deferred expense for road projects
- 2) To record a liability for incurred but not reported claims for self insurance
- 3) To account for unearned revenues, accrued expenses and accrued compensated absences in Nonmajor Special Revenue-Planning Commission financials.
- 4) To properly account for investment in joint venture.
- 5) To properly account for restricted donations.

	<u>As Previously Reported</u>	<u>Adjustments</u>	<u>Restated Amounts</u>
Component units:			
Net Assets			
Road Commission	\$210,024,019	\$(2,340,629) <sup>(1)</sup> <u>(294,271)<sup>(2)</sup></u>	<u>\$ 207,389,119</u>
		<u>\$ 2,634,900</u>	
Land Bank Authority	\$ 14,375,779	\$ 2,926,549 <sup>(4)</sup> <u>61,984<sup>(5)</sup></u>	<u>\$ 17,364,312</u>
		<u>\$ 2,988,533</u>	



	<u>As Previously Reported</u>	<u>Adjustments</u>	<u>Restated Amounts</u>
Primary government:			
Fund Balances			
Nonmajor Special Revenue Funds	<u>\$ 19,862,793</u>	<u>\$ ( 7,357)<sup>(3)</sup></u>	<u>\$ 19,855,436</u>
Net Assets			
Governmental activities	<u>\$ 147,519,844</u>	<u>\$ ( 7,357)<sup>(3)</sup></u>	<u>\$ 147,512,487</u>

#### NOTE P-GASB UPCOMING ACCOUNTING PRONOUNCEMENTS DISCLOSURE

In June 2007, the GASB issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, effective for the County's 2010 fiscal year end. This Statement requires capitalization of identifiable intangible assets in the statement of net assets and provides guidance for amortization of intangible assets unless they are considered to have an indefinite useful life. This Statement also establishes specified conditions upon which internally generated intangible assets should be recognized and amortized, including internally generated computer software. The County is currently evaluating the impact this standard will have on the financial statements when adopted.

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under this standard, the fund balance classifications of reserved, designated and unreserved will be replaced with five new classifications: nonspendable, restricted, committed, assigned and unassigned. The County is currently evaluating the impact this standard will have on the financial statements when adopted. The County will implement Statement No. 54 beginning with the fiscal year ended September 30, 2011.

#### Note Q-PENSION, EMPLOYEES' FRINGE BENEFIT (VEBA) AND QUALIFIED EXCESS BENEFIT ARRANGEMENT (QEBA) TRUST FUNDS

	<u>General Employees Retirement System</u>	<u>Employees' Qualified Excess Arrangement (QEBA)</u>	<u>Employees' Fringe Benefit (VEBA)</u>	<u>Total</u>
Statement of Net Assets:				
Cash and investments	\$ 367,657,987	\$ 983	\$ 36,102,904	\$ 403,761,874
Other assets	887,618		200,000	1,087,618
Liabilities	<u>(18,364,896)</u>		<u>(523,561)</u>	<u>(18,364,896)</u>
Net Assets	<u>350,180,709</u>	<u>983</u>	<u>35,779,343</u>	<u>385,961,035</u>
Statement of Changes in Net Assets:				
Investment Income (loss)	(142,475,269)	18	(220,295)	(142,695,546)
Contributions	14,255,837		14,430,467	28,686,304
Other increases	6,478,117		1,058,279	7,536,396
Benefit payments	(31,332,459)	(20,756)	(10,813,720)	(42,166,935)
Other decreases	<u>(6,031,725)</u>	<u>(522)</u>	<u>(141,715)</u>	<u>(6,173,962)</u>
Change in Net Assets	<u>\$(159,105,499)</u>	<u>\$ (21,260)</u>	<u>\$ 4,313,016</u>	<u>\$(154,813,743)</u>



**SUPPLEMENTARY  
INFORMATION  
GENERAL AND MAJOR FUNDS**



**SCHEDULE OF REVENUES AND TRANSFERS IN  
BUDGET AND ACTUAL -- GENERAL FUND  
REQUIRED SUPPLEMENTARY INFORMATION**

**GENESEE COUNTY**

**Exhibit B-1**

Fiscal Year Ended September 30, 2009				
	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
OPERATING REVENUE				
TAXES				
Current property taxes.....	\$ 65,497,263	\$ 56,943,963	\$ 51,867,756	\$ (5,076,207)
LICENSES AND PERMITS				
Dog licenses .....	445,000	435,000	442,171	7,171
Other.....	58,300	108,550	114,429	5,879
TOTALS	503,300	543,550	556,600	13,050
FINES AND FORFEITURES				
Ordinance fines and costs.....	2,573,294	1,858,848	1,814,357	(44,491)
Bond forfeitures .....	46,815	69,815	63,324	(6,491)
TOTALS	2,620,109	1,928,663	1,877,681	(50,982)
USE OF MONEY AND PROPERTY				
Interest earned .....	832,500	430,000	342,669	(87,331)
OTHER INTERGOVERNMENTAL REVENUES				
Probate judges salaries .....	198,439	198,439	107,807	(90,632)
State liquor tax.....	2,438,570	2,438,570	2,327,635	(110,935)
State cigarette tax.....	139,803	149,948	149,948	0
Other.....	4,099,225	3,998,418	3,225,115	(773,303)
TOTALS	6,876,037	6,785,375	5,810,505	(974,870)
CHARGES FOR SERVICES				
Animal Shelter .....	76,000	49,500	74,166	24,666
District Court.....	2,614,641	2,515,442	2,585,961	70,519
Friend of the Court.....	1,234,288	550,063	300,015	(250,048)
Probate Court .....	136,850	130,075	146,213	16,138
Probation fees .....	33,000	33,000	34,790	1,790
County Treasurer.....	1,012,000	681,970	738,871	56,901
County Clerk .....	943,050	926,600	1,031,745	105,145
Register of Deeds .....	1,966,659	1,221,659	1,217,975	(3,684)
Sheriff .....	1,529,500	1,497,203	1,514,147	16,944
Other services .....	752,927	1,168,142	1,129,440	(38,702)
TOTALS	10,298,915	8,773,654	8,773,323	(331)
OTHER REVENUE.....	995,943	974,476	881,311	(93,165)
TOTAL OPERATING REVENUE	87,624,067	76,379,681	70,109,845	(6,269,836)
TRANSFERS IN				
Enterprise Funds .....	2,897,449	3,953,536	3,953,536	0
Special Revenue Funds.....	1,957,158	2,320,385	2,327,021	6,636
Capital Projects Funds.....				0
Debt Service Funds.....		8,000,886	8,000,886	(0)
Revenue Sharing.....	9,492,489	9,917,489	9,945,951	28,462
Internal Service Funds.....	1,050,000	1,050,000	1,050,000	0
TOTAL TRANSFERS IN	15,397,096	25,242,296	25,277,394	35,098
	<u>\$ 103,021,163</u>	<u>\$ 101,621,977</u>	<u>\$ 95,387,239</u>	<u>\$ (6,234,738)</u>

NOTE - The budgetary basis is the same as reported by generally accepted accounting principles.

**SCHEDULE OF EXPENDITURES AND APPROPRIATIONS  
BUDGET AND ACTUAL -- GENERAL FUND  
REQUIRED SUPPLEMENTARY INFORMATION**

**GENESEE COUNTY**

**Exhibit B-2**

Fiscal Year Ended September 30, 2009				
	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
<b>LEGISLATIVE</b>				
Board of Commissioners.....	\$ 1,170,678	\$ 1,111,851	\$ 1,024,843	\$ 87,008
<b>MANAGEMENT AND PLANNING</b>				
Board Coordinator.....	414,012	480,174	457,004	23,170
Boundary Commission.....	800	800	0	800
County Clerk.....	3,404,016	3,457,313	3,368,994	88,319
County Treasurer.....	2,164,403	2,218,379	2,207,453	10,926
Drain Commission.....	1,592,388	1,592,373	1,555,398	36,975
Elections Clerk.....	692,787	692,787	597,160	95,627
Equalization.....	1,689,663	1,368,871	1,280,587	88,284
GIS.....	280,467	277,085	265,965	11,120
Register of Deeds.....	979,468	975,118	966,687	8,431
TOTALS	11,218,004	11,062,900	10,699,248	363,652
<b>ADMINISTRATION OF JUSTICE</b>				
Adult Probation.....	383,097	383,097	376,832	6,265
Circuit Court.....	9,907,903	9,800,981	9,551,544	249,437
District Court.....	6,453,392	6,628,006	6,563,538	64,468
Jury Board.....	280,183	263,258	249,737	13,521
Probate Court.....	2,936,712	2,982,557	2,951,271	31,286
Prosecutor.....	5,537,499	5,684,206	5,625,986	58,220
Court Services.....	597,799	647,188	631,515	15,673
TOTALS	26,096,585	26,389,293	25,950,423	438,870
<b>LAW ENFORCE/ COMMUNITY PROTECTION</b>				
Road Patrol.....	221,238	375,431	415,591	(40,160)
Office of Emergency Preparedness.....	333,759	322,658	297,115	25,543
Sheriff Administration.....	2,995,560	2,972,103	2,934,445	37,658
Sheriff Marine Division.....	64,771	118,846	104,275	14,571
Detective Division.....	1,195,117	1,741,737	1,715,259	26,478
Sheriff Security.....	19,110,588	19,355,980	19,095,021	260,959
New Paths.....	423,765	423,765	423,765	0
TOTALS	24,344,798	25,310,520	24,985,471	325,049
<b>HUMAN SERVICES</b>				
Veterans Burial.....	41,385	61,385	53,471	7,914
Veterans Information Center.....	201,335	177,358	175,179	2,179
TOTALS	242,720	238,743	228,650	10,093
<b>COMMUNITY ENRICHMENT AND DEVELOPMENT</b>				
Cooperative Extension.....	440,200	440,200	426,788	13,412
<b>GENERAL SUPPORT SERVICES</b>				
Equity and Diversity.....	247,054	247,054	247,644	(590)

NOTE - The budgetary basis is the same as the basis required by generally accepted accounting principles.

Fiscal Year Ended September 30, 2009				
	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
OTHER				
Other.....	\$ 3,186,392	\$ 2,558,709	\$ 2,480,073	\$ 78,636
Postretirement Benefits.....	0	0	(16,488)	16,488
TOTALS	<u>3,186,392</u>	<u>2,558,709</u>	<u>2,463,585</u>	<u>95,124</u>
CAPITAL OUTLAY				
Circuit Court.....	22,920	218,438	18,231	200,207
County Clerk.....	0	5,000	4,967	33
District Court.....	30,000	76,909	38,012	38,897
Drain Commission.....	0	0	0	0
GIS.....	0	0	22,671	(22,671)
Prosecutor.....	13,000	0	0	0
Sheriff.....	0	28,638	49,723	(21,085)
Treasurers.....	0	60,030	59,494	536
All others.....	6,300	13,800	7,434	6,366
TOTALS	<u>72,220</u>	<u>402,815</u>	<u>200,532</u>	<u>202,283</u>
TOTAL EXPENDITURES	<u>67,018,651</u>	<u>67,762,085</u>	<u>66,227,184</u>	<u>1,534,901</u>
APPROPRIATIONS				
Special Revenue:				
Administration of Justice Funds.....	5,104,908	5,016,908	4,525,610	491,298
Animal Shelter.....	1,165,255	1,181,814	1,141,104	40,710
Child Care.....	12,824,010	11,824,010	11,824,010	0
Community Enrichment and Development Fund	213,982	213,982	179,013	34,969
County Health.....	7,299,992	7,299,992	7,299,992	0
Debt Service Funds.....	2,697,449	2,788,229	2,698,309	89,920
Law Enforcement Funds.....	338,387	338,387	384,950	(46,563)
Medical Examiner.....	1,397,631	1,487,631	1,493,982	(6,351)
Mental Health.....	3,700,000	3,700,000	3,700,000	0
Parks and Recreation.....	462,718	462,718	462,718	0
Planning Commission.....	754,680	754,680	754,680	0
Social Services.....	43,500	43,500	43,500	0
TOTALS	<u>36,002,512</u>	<u>35,111,851</u>	<u>34,507,868</u>	<u>603,983</u>
Internal Service:				
Delinquent Taxes.....	0	0	0	0
Administrative Services.....	0	141,196	143,196	(2,000)
Vehicles and Equipment.....	0	3,720	3,720	0
Building and Grounds.....	0	24,994	104,734	(79,740)
TOTALS	<u>0</u>	<u>169,910</u>	<u>251,650</u>	<u>(81,740)</u>
TOTAL APPROPRIATIONS	<u>36,002,512</u>	<u>35,281,761</u>	<u>34,759,518</u>	<u>522,243</u>
TOTAL EXPENDITURES AND APPROPRIATIONS	<u>\$ 103,021,163</u>	<u>\$ 103,043,846</u>	<u>\$ 100,986,702</u>	<u>\$ 2,057,144</u>

**SCHEDULE OF REVENUES AND OTHER SOURCES--BUDGET AND ACTUAL--  
MAJOR SPECIAL REVENUE FUNDS  
REQUIRED SUPPLEMENTARY INFORMATION**

**GENESEE COUNTY**

**Exhibit B-3**

Fiscal Year Ended September 30, 2009			
	Original and Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
<b>MENTAL HEALTH</b>			
General Fund appropriation.....	\$ 4,100,000	\$ 3,700,000	\$ (400,000)
Use of money and property.....	19,426	15,137	(4,289)
Federal grants.....	101,696,909	101,297,570	(399,339)
State grants.....	20,860,882	20,480,465	(380,417)
Charges for services.....	7,571,964	7,704,100	132,136
Other.....	1,752,597	1,799,659	47,062
TOTALS	<u>\$ 136,001,778</u>	<u>\$ 134,996,931</u>	<u>\$ (1,004,847)</u>
<b>COUNTY HEALTH</b>			
General Fund appropriation.....	\$ 7,299,992	\$ 7,299,992	\$ 0
Licenses and permits.....	927,800	1,042,483	114,683
Federal grants.....	2,998,644	2,776,483	(222,161)
State grants.....	6,934,771	6,673,728	(261,043)
Charges for services.....	364,940	435,098	70,158
Other.....	487,978	298,404	(189,574)
Other Transfers-In.....	1,555,600	357,454	(1,198,146)
TOTALS	<u>\$ 20,569,725</u>	<u>\$ 18,883,642</u>	<u>\$ (1,686,083)</u>
<b>COMMUNITY ACTION RESOURCE DEPARTMENT</b>			
General Fund appropriation.....	\$ 125,550	\$	\$ (125,550)
Federal grants.....	24,272,370	23,383,836	(888,534)
State grants.....	1,295,362	1,771,465	476,103
Other.....	5,229,855	5,804,429	574,574
TOTALS	<u>\$ 30,923,137</u>	<u>\$ 30,959,730</u>	<u>\$ 36,593</u>
<b>REVENUE SHARING RESERVE</b>			
Use of money and property.....	\$ 103,670	\$ 103,670	\$ 0
TOTALS	<u>\$ 103,670</u>	<u>\$ 103,670</u>	<u>\$ 0</u>

NOTE - The budgetary basis is the same as the basis required by generally accepted accounting principles.



**SCHEDULE OF EXPENDITURES AND OTHER USES--BUDGET AND ACTUAL--  
MAJOR SPECIAL REVENUE FUNDS  
REQUIRED SUPPLEMENTARY INFORMATION**

**GENESEE COUNTY**

**Exhibit B-4**

Fiscal Year Ended September 30, 2009			
	Original and Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
<b>MENTAL HEALTH</b>			
Board administration.....	\$ 3,447,813	\$ 2,949,996	\$ 497,817
Managed care.....	9,631,858	9,770,722	(138,864)
Clinical services.....	51,881,374	51,141,273	740,101
Residential services.....	30,246,139	30,453,954	(207,815)
State hospitals.....	7,000,947	6,313,262	687,685
Inpatient services.....	9,009,462	8,950,161	59,301
Substance abuse services.....	9,158,124	8,773,926	384,198
Employee benefits.....	5,150,336	5,150,336	0
Other.....	9,222,376	8,293,588	928,788
Capital outlay.....	1,088,197	1,586,014	(497,817)
<b>TOTALS</b>	<b>\$ 135,836,626</b>	<b>\$ 133,383,232</b>	<b>\$ 2,453,394</b>
<b>COUNTY HEALTH</b>			
Personnel services.....	\$ 8,399,441	\$ 7,901,790	\$ 497,651
Fringe benefits.....	5,454,414	5,456,952	(2,538)
Supplies and services.....	6,429,027	3,802,166	2,626,861
Capital outlay.....	40,200	4,268	35,932
Transfers out.....	1,544,105	1,525,095	19,010
<b>TOTALS</b>	<b>\$ 21,867,187</b>	<b>\$ 18,690,271</b>	<b>\$ 3,176,916</b>
<b>COMMUNITY ACTION RESOURCE DEPARTMENT</b>			
Personnel services.....	\$ 10,162,064	\$ 8,327,269	\$ 1,834,795
Fringe benefits.....	4,837,786	4,580,546	257,240
Supplies and services.....	15,723,736	17,252,827	(1,529,091)
Capital outlay.....		690,472	(690,472)
Transfers out.....	199,551	259,901	(60,350)
<b>TOTALS</b>	<b>\$ 30,923,137</b>	<b>\$ 31,111,015</b>	<b>\$ (187,878)</b>
<b>REVENUE SHARING RESERVE</b>			
Transfers out.....	\$ 9,945,951	\$ 9,945,951	\$ 0
<b>TOTALS</b>	<b>\$ 9,945,951</b>	<b>\$ 9,945,951</b>	<b>\$ 0</b>

NOTE - The budgetary basis is the same as the basis required by generally accepted accounting principles.



**COMBINING  
FUND FINANCIAL STATEMENTS  
NONMAJOR GOVERNMENTAL FUNDS**

# COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS

## GENESEE COUNTY

## Exhibit C-1

		<b>Special Revenue</b>
Cash and cash equivalents - Note C.....	\$	17,010,083
Investments - Note C.....		3,498,836
Interest and accounts receivable.....		171,390
Due from other governmental units.....		8,865,176
Due from other County funds -- Note L.....		854,889
Due from component unit - Land Bank Authority.....		
Prepaid expenses.....		
Supplies inventory.....		181,347
Other assets.....		14,422
<b>TOTAL ASSETS</b>	<b>\$</b>	<b>30,596,143</b>
Accounts Payable.....	\$	2,162,125
Accrued payroll.....		1,195,661
Other accrued liabilities and deposits.....		120,227
Due to other governmental units.....		3,444,109
Due to other County funds -- Note L.....		3,605,583
Deferred revenue - Note K.....		504,649
<b>TOTAL LIABILITIES</b>		<b>11,032,354</b>
Fund balances:		
Reserved for inventory.....		181,347
Reserve for prepaid.....		
Unreserved:		
Designated for programs.....		15,810,177
Designated for debt service.....		
Undesignated.....		3,572,265
<b>TOTAL FUND BALANCES</b>		<b>19,563,789</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$</b>	<b>30,596,143</b>

September 30, 2009

Debt Service	Capital Projects	Total Nonmajor Governmental Funds
\$ 55,565	\$ 271,916	\$ 17,337,564
	260,000	3,758,836
	808	172,198
		8,865,176
37,778		892,667
1,925,000		1,925,000
53,559		53,559
		181,347
		14,422
<u>\$ 2,071,902</u>	<u>\$ 532,724</u>	<u>\$ 33,200,769</u>
37,778		\$ 2,199,903
		1,195,661
		120,227
		3,444,109
	\$ 87,219	3,692,802
<u>1,925,000</u>	<u></u>	<u>2,429,649</u>
<u>1,962,778</u>	<u>87,219</u>	<u>13,082,351</u>
		181,347
53,559		53,559
	429,586	16,239,763
55,565		55,565
	15,919	3,588,184
<u>109,124</u>	<u>445,505</u>	<u>20,118,418</u>
<u>\$ 2,071,902</u>	<u>\$ 532,724</u>	<u>\$ 33,200,769</u>

# **COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--NONMAJOR GOVERNMENTAL FUNDS**

## **GENESEE COUNTY**

## **Exhibit C-2**

	<u>Primary</u>
	<u>Special Revenue</u>
Revenues:	
Taxes--Note H.....	\$ 31,075,946
Licenses and permits.....	145,817
Fines and forfeitures.....	374,970
Use of money and property.....	211,179
Federal grants--Note G.....	33,631,620
State grants--Note G.....	27,146,626
Other intergovernmental revenues.....	961,383
Charges for services.....	4,966,482
Other.....	995,452
TOTAL REVENUES	<u>99,509,475</u>
Expenditures:	
Current operations:	
Management and planning.....	14,951,069
Administration of justice.....	12,102,011
Law enforcement and community protection.....	79,171,915
Human services.....	8,788,936
Community enrichment and development.....	2,411,280
Other.....	119,260
Capital outlay.....	
Debt service--Note E:	
Principal payments.....	
Interest.....	
TOTAL EXPENDITURES	<u>117,544,471</u>
REVENUES OVER(UNDER) EXPENDITURES	<u>(18,034,996)</u>
Other financing sources (uses):	
Proceeds from bonds.....	
Operating transfers in (out):	
Transfers-In.....	21,530,944
Transfers-Out.....	(3,787,595)
TOTAL OTHER FINANCING SOURCES(USES)	<u>17,743,349</u>
NET CHANGE IN FUND BALANCES	(291,647)
Fund balance at beginning of year - as restated.....	19,855,436
FUND BALANCE AT END OF YEAR	<u>\$ 19,563,789</u>

**Government - Fiscal Year Ended September 30, 2009**

		Total Nonmajor Governmental Funds	
Debt Service	Capital Projects		
		\$	31,075,946
			145,817
			374,970
\$ 705,798	\$ 2,956		919,933
			33,631,620
			27,146,626
			961,383
			4,966,482
	0		995,452
<u>705,798</u>	<u>2,956</u>		<u>100,218,229</u>
			14,951,069
			12,102,011
			79,171,915
			8,788,936
1,550	8,069		2,420,899
	894,003		1,013,263
2,711,000			2,711,000
1,207,399			1,207,399
<u>3,919,949</u>	<u>902,072</u>		<u>122,366,492</u>
<u>(3,214,151)</u>	<u>(899,116)</u>		<u>(22,148,263)</u>
1,150,000			1,150,000
3,213,051	1,150,000		25,893,995
(1,150,000)			(4,937,595)
<u>3,213,051</u>	<u>1,150,000</u>		<u>22,106,400</u>
(1,100)	250,884		(41,863)
110,224	194,621		20,160,281
<u>\$ 109,124</u>	<u>\$ 445,505</u>	<u>\$</u>	<u>20,118,418</u>





**COMBINING  
FINANCIAL STATEMENTS  
NONMAJOR SPECIAL REVENUE FUNDS**



## NONMAJOR SPECIAL REVENUE FUNDS

**Accommodations Ordinance Tax** - to account for the collection of a five percent hotel room tax and subsequent disbursement of such revenues to the Flint Convention and Tourist Council and the Genesee County Parks and Recreation Department. Board of Commissioners resolution provides for use of such revenues to promote tourism and convention business.

**Administration of Justice** - to account for programs that provide support to local court activities within Genesee County. Financing is provided through various Federal and State grants and General Fund appropriations.

**Animal Shelter** - to account for the operations of the County's Animal Shelter facility. Financing is provided through appropriations from General Fund.

**Child Care** - to account for court ordered expenses for the health and welfare of minor children. Financing is provided by General Fund appropriations and State matching of certain eligible costs.

**Community Development** - to account for Housing and Urban Development grant awards that are allocated to all local units of government (excluding City of Flint) for projects benefiting low and moderate income persons or projects defined as having an urgent need.

**Community Enrichment and Development** - to account for small grants providing for activities that support community development. Financing is provided through various Federal and State grants and General Fund appropriations.

**Drug Forfeiture** - to account for local share of funds received as a result of seizures made in the arrest and prosecution of criminal drug cases in Genesee County.

**Emergency Medical Services** - to account for the costs of providing advanced emergency medical services. Financing is provided by an annual property tax levy.

**Health Care Services** - to account for the costs of providing health care to low income, uninsured persons, in addition to substantially improving the quality of life of those persons. Financing is provided by an annual property tax levy.

**Law Enforcement** - to account for programs designated for the support of local law enforcement efforts in Genesee County. Financing is provided through various Federal and State grants and General Fund appropriations.

**Medical Examiner** - to account for the costs of the medical examiner's office.

**Parks and Recreation** - to account for the operations and maintenance of County owned parks and facilities, exclusive of Parks & Recreation Enterprise Fund. Financing is provided by General Fund appropriations, an annual property tax levy, and charges for services of operating the parks.

**Planning Commission** - to account for the planning and information gathering activities undertaken to improve city or county maintained roads, relieve local unemployment, or other related activities which benefit county residents. Financing is provided by State and Federal grants and General Fund appropriations.

**Senior Services** - to account for the costs of providing services to improve the health, safety, and quality of life for seniors in Genesee County. Financing is provided by an annual property tax levy.

**Social Services** - to account for the costs of providing financial assistance to County residents who cannot meet basic requirements for personal needs, shelter, and medical care. Financing is provided by the Michigan Department of Social Services and General Fund appropriations.

**Township Police Support Services** - to account for the costs pertaining to township police services performed by the Genesee County Sheriff's Department. Financing is provided primarily by the townships utilizing the service on a cost reimbursement basis.

**Workforce Investment Act Program** - to account for federally funded grant programs to provide job training to eligible individuals. Genesee County is the grant recipient for this program which provides services for Genesee and Shiawassee County. The County contracts with a non-profit entity, Career Alliance, to provide services under this program. Career Alliance contracts for all services funded by this program.

# COMBINING BALANCE SHEET--NONMAJOR SPECIAL REVENUE FUNDS

## GENESEE COUNTY

## Exhibit D-1

	Accommodation Ordinance Tax	Administration of Justice	Animal Shelter
<b>ASSETS</b>			
Cash and cash equivalents.....	\$ 326,868	\$ 38,794	\$ 50,390
Investments.....			
Interest and accounts receivable.....		6,618	
Due from other governmental units.....		1,700,575	
Due from other County funds.....			
Supplies inventory.....			
Other assets.....			
<b>TOTAL ASSETS</b>	<b><u>\$ 326,868</u></b>	<b><u>\$ 1,745,987</u></b>	<b><u>\$ 50,390</u></b>
<b>LIABILITIES AND FUND BALANCES</b>			
Accounts payable.....	\$ 245,151	\$ 187,999	\$ 5,171
Accrued payroll.....		448,340	29,855
Other accrued liabilities and deposits.....		119,349	
Due to other governmental units.....			
Due to other County funds.....	81,717	8,880	
Deferred revenue.....		10,745	
<b>TOTAL LIABILITIES</b>	<b><u>326,868</u></b>	<b><u>775,313</u></b>	<b><u>35,026</u></b>
<b>Fund balances:</b>			
Reserved for inventory.....			
Unreserved:			
Designated for programs.....		970,674	15,364
Undesignated.....			
<b>TOTAL FUND BALANCES</b>	<b><u>0</u></b>	<b><u>970,674</u></b>	<b><u>15,364</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 326,868</u></b>	<b><u>\$ 1,745,987</u></b>	<b><u>\$ 50,390</u></b>

September 30, 2009

Child Care	Community Development	Community Enrichment and Development	Drug Forfeiture	Emergency Medical Services	Health Care Services
\$ 489,102	\$ 38,028	\$ 1,148,132	\$ 514,596	\$ 3,235,704	\$ 2,978,211
8,622					
1,659,619	193,307	136,135			
		945			
<u>\$ 2,157,343</u>	<u>\$ 231,335</u>	<u>\$ 1,285,212</u>	<u>\$ 514,596</u>	<u>\$ 3,235,704</u>	<u>\$ 2,978,211</u>
\$ 373,154	\$ 145,234	\$ 17,703	\$ 4,119	\$ 9,497	
52,272		9,972	4,284	162,994	
	51,406				
135,191	34,695			422,163	
			91,322		
<u>560,617</u>	<u>231,335</u>	<u>27,675</u>	<u>99,725</u>	<u>594,654</u>	<u>\$ 0</u>
1,596,726			414,871	2,641,050	2,978,211
		1,257,537			
<u>1,596,726</u>	<u>0</u>	<u>1,257,537</u>	<u>414,871</u>	<u>2,641,050</u>	<u>2,978,211</u>
<u>\$ 2,157,343</u>	<u>\$ 231,335</u>	<u>\$ 1,285,212</u>	<u>\$ 514,596</u>	<u>\$ 3,235,704</u>	<u>\$ 2,978,211</u>

(Continued)

# COMBINING BALANCE SHEET-NONMAJOR SPECIAL REVENUE FUNDS-CONTINUED

## GENESEE COUNTY

## Exhibit D-1 Continued

	Law Enforcement	Medical Examiner	Parks and Recreation
<b>ASSETS</b>			
Cash and cash equivalents.....		\$ 141,947	
Investments.....			\$ 3,498,836
Interest and accounts receivable.....	\$ 22,366		42,261
Due from other governmental units.....	541,200		94,549
Due from other County funds.....	584,447		124,095
Supplies inventory.....			181,347
Other assets.....		13,292	
<b>TOTAL ASSETS</b>	<b>\$ 1,148,013</b>	<b>\$ 155,239</b>	<b>\$ 3,941,088</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Accounts payable.....	\$ 205,112	\$ 66,061	\$ 202,173
Accrued payroll.....	58,827	50,023	192,482
Other accrued liabilities and deposits.....			878
Due to other governmental units.....			515,551
Due to other County funds.....	816,597	39,155	1,160
Deferred revenue.....			
<b>TOTAL LIABILITIES</b>	<b>1,080,536</b>	<b>155,239</b>	<b>912,244</b>
<b>Fund balances:</b>			
Reserved for inventory.....			181,347
Unreserved:			
Designated for programs.....	67,477		789,933
Undesignated.....			2,057,564
<b>TOTAL FUND BALANCES</b>	<b>67,477</b>	<b>0</b>	<b>3,028,844</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,148,013</b>	<b>\$ 155,239</b>	<b>\$ 3,941,088</b>

September 30, 2009

Planning Commission	Senior Services	Social Services	Township Police Support Services	Workforce Investment Act Program	Total
\$ 499,037	\$ 7,280,250	\$ 269,024			\$ 17,010,083
89,464	2,059				3,498,836
381,440		203,061	\$ 475,604	\$ 3,479,686	171,390
146,347					8,865,176
					854,889
					181,347
			185		14,422
<u>\$ 1,116,288</u>	<u>\$ 7,282,309</u>	<u>\$ 472,085</u>	<u>\$ 475,789</u>	<u>\$ 3,479,686</u>	<u>\$ 30,596,143</u>
\$ 90,042	\$ 453,644	\$ 33,327	\$ 9	\$ 123,729	\$ 2,162,125
102,892	7,535		71,411	4,774	1,195,661
139,534		257,000		2,996,169	120,227
	1,138,025		404,369	9,240	3,444,109
55,648				345,774	3,605,583
<u>388,116</u>	<u>1,599,204</u>	<u>290,327</u>	<u>475,789</u>	<u>3,479,686</u>	<u>504,649</u>
					11,032,354
					181,347
471,008	5,683,105	181,758			15,810,177
257,164					3,572,265
<u>728,172</u>	<u>5,683,105</u>	<u>181,758</u>	<u>0</u>	<u>0</u>	<u>19,563,789</u>
<u>\$ 1,116,288</u>	<u>\$ 7,282,309</u>	<u>\$ 472,085</u>	<u>\$ 475,789</u>	<u>\$ 3,479,686</u>	<u>\$ 30,596,143</u>

# **COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--SPECIAL REVENUE FUNDS**

**GENESEE COUNTY**

**Exhibit D-2**

	<b>Accommodation Ordinance Tax</b>	<b>Administration of Justice</b>	<b>Animal Shelter</b>
Revenues:			
Taxes.....	\$ 1,078,415		
Licenses and permits.....			
Fines and forfeitures.....			
Use of money and property.....			
Federal grants.....		\$ 130,048	
State grants.....		9,774,085	
Other intergovernmental revenue.....			
Charges for services.....		967,256	
Other.....		74,605	\$ 55,150
<b>TOTAL REVENUES</b>	<b>1,078,415</b>	<b>10,945,994</b>	<b>55,150</b>
Expenditures:			
Current Operations:			
Management and planning.....			
Administration of justice.....		14,951,069	
Law enforcement and community protection.....			1,195,255
Human services.....			
Community enrichment and development.....	813,811		
Other.....			
Capital outlay.....		16,631	
Debt Service:			
Principal Payments.....			
<b>TOTAL EXPENDITURES</b>	<b>813,811</b>	<b>14,967,700</b>	<b>1,195,255</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>264,604</b>	<b>(4,021,706)</b>	<b>(1,140,105)</b>
Other financing sources (uses):			
Transfers in (out):			
Transfers-In.....		4,525,610	1,141,104
Transfers-Out.....	(264,604)	(152,453)	
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(264,604)</b>	<b>4,373,157</b>	<b>1,141,104</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>0</b>	<b>351,451</b>	<b>999</b>
Fund balances at beginning of year - as restated.....	0	619,223	14,365
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 0</b>	<b>\$ 970,674</b>	<b>\$ 15,364</b>



**Fiscal Year Ended September 30, 2009**

<b>Child Care</b>	<b>Community Development</b>	<b>Community Enrichment and Development</b>	<b>Drug Forfeiture</b>	<b>Emergency Medical Services</b>	<b>Health Care Services</b>
				\$ 4,823,120	\$ 11,524,275
			\$ 374,970	65,492	4,626
\$ 90,000	\$ 3,228,565	\$ 271,522			
7,727,302		174,735			
441,364		313,190			
317,839	74,775	14,411			
<u>8,576,505</u>	<u>3,303,340</u>	<u>773,858</u>	<u>374,970</u>	<u>4,888,612</u>	<u>11,528,901</u>
18,815,212	3,303,340	768,985	174,665	5,468,370	11,162,235
		38,140		48,799	
<u>18,815,212</u>	<u>3,303,340</u>	<u>807,125</u>	<u>174,665</u>	<u>5,517,169</u>	<u>11,162,235</u>
(10,238,707)	0	(33,267)	200,305	(628,557)	366,666
11,824,010		179,013			
(177,303)		(292,481)	(94,125)		(357,454)
<u>11,646,707</u>	<u>0</u>	<u>(113,468)</u>	<u>(94,125)</u>	<u>0</u>	<u>(357,454)</u>
1,408,000	0	(146,735)	106,180	(628,557)	9,212
<u>188,726</u>	<u>0</u>	<u>1,404,272</u>	<u>308,691</u>	<u>3,269,607</u>	<u>2,968,999</u>
<u>\$ 1,596,726</u>	<u>\$ 0</u>	<u>\$ 1,257,537</u>	<u>\$ 414,871</u>	<u>\$ 2,641,050</u>	<u>\$ 2,978,211</u>

(Continued)

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES--SPECIAL REVENUE FUNDS -- CONTINUED**

**GENESEE COUNTY**

**Exhibit D-2 Continued**

	<b>Law Enforcement</b>	<b>Medical Examiner</b>	<b>Parks and Recreation</b>
Revenues:			
Taxes.....			\$ 5,586,849
Licenses and permits.....	\$ 140,057		
Fines and forfeitures.....			117,512
Use of money and property.....			
Federal grants.....	422,671		
State grants.....	1,173,654		31,961
Other intergovernmental revenue.....	786,648		
Charges for services.....	112,100	\$ 50,830	2,033,570
Other.....	261,309		91,253
<b>TOTAL REVENUES</b>	<b>2,896,439</b>	<b>50,830</b>	<b>7,861,145</b>
Expenditures:			
Current Operations:			
Management and planning.....			
Administration of justice.....			
Law enforcement and community protection.....	3,079,190		
Human services.....		1,544,812	
Community enrichment and development.....			4,464,108
Other.....			2,411,280
Capital outlay.....	9,822		5,868
Debt Service:			
Principal Payments.....			
<b>TOTAL EXPENDITURES</b>	<b>3,089,012</b>	<b>1,544,812</b>	<b>6,881,256</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(192,573)</b>	<b>(1,493,982)</b>	<b>979,889</b>
Other financing sources (uses):			
Transfers in (out):			
Transfers-In.....	441,723	1,493,982	1,127,322
Transfers-Out.....	(486,276)		(1,962,899)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(44,553)</b>	<b>1,493,982</b>	<b>(835,577)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(237,126)</b>	<b>0</b>	<b>144,312</b>
Fund balances at beginning of year - as restated.....	304,603	0	2,884,532
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 67,477</b>	<b>\$ 0</b>	<b>\$ 3,028,844</b>

**Fiscal Year Ended September 30, 2009**

<b>Planning Commission</b>	<b>Senior Services</b>	<b>Social Services</b>	<b>Township Police Support Services</b>	<b>Workforce Investment Act Program</b>	<b>Total</b>
\$ 5,760	\$ 8,063,287				\$ 31,075,946
					145,817
	23,549				374,970
915,643				\$ 28,844,693	211,179
58,642		\$ 1,492,341	\$ 2,184,531	4,432,588	33,631,620
					27,146,626
1,048,172					961,383
106,110					4,966,482
					995,452
<u>2,134,327</u>	<u>8,086,836</u>	<u>1,492,341</u>	<u>2,184,531</u>	<u>33,277,281</u>	<u>99,509,475</u>
					0
			2,184,531		14,951,069
	9,606,226	1,462,809		33,277,281	12,102,011
2,742,032					79,171,915
					8,788,936
					2,411,280
					119,260
					0
<u>2,742,032</u>	<u>9,606,226</u>	<u>1,462,809</u>	<u>2,184,531</u>	<u>33,277,281</u>	<u>117,544,471</u>
<u>(607,705)</u>	<u>(1,519,390)</u>	<u>29,532</u>	<u>0</u>	<u>0</u>	<u>(18,034,996)</u>
754,680		43,500			21,530,944
					(3,787,595)
<u>754,680</u>	<u></u>	<u>43,500</u>	<u>0</u>	<u>0</u>	<u>17,743,349</u>
146,975	(1,519,390)	73,032	0	0	(291,647)
<u>581,197</u>	<u>7,202,495</u>	<u>108,726</u>	<u>0</u>	<u>0</u>	<u>19,855,436</u>
<u>\$ 728,172</u>	<u>\$ 5,683,105</u>	<u>\$ 181,758</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 19,563,789</u>

# SCHEDULE OF REVENUES AND OTHER SOURCES--BUDGET AND ACTUAL-- NONMAJOR SPECIAL REVENUE FUNDS

## GENESEE COUNTY

## Exhibit D-3

Fiscal Year Ended September 30, 2009			
	Original and Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
<b>ACCOMMODATION ORDINANCE TAX</b>			
Taxes.....	\$ 1,016,000	\$ 1,078,415	\$ 62,415
TOTALS	<u>\$ 1,016,000</u>	<u>\$ 1,078,415</u>	<u>\$ 62,415</u>
<b>ADMINISTRATION OF JUSTICE</b>			
General Fund appropriation.....	\$ 4,877,416	\$ 4,523,685	\$ (353,731)
Federal grants.....	277,241	130,048	(147,193)
State grants.....	10,139,951	9,774,085	(365,866)
Charges for services.....	893,030	967,256	74,226
Other.....	19,310	74,605	55,295
Transfers in.....		1,925	1,925
TOTALS	<u>\$ 16,206,948</u>	<u>\$ 15,471,604</u>	<u>\$ (735,344)</u>
<b>ANIMAL SHELTER</b>			
General Fund appropriation.....	\$ 1,236,814	\$ 1,141,104	\$ (95,710)
Other.....		55,150	55,150
TOTALS	<u>\$ 1,236,814</u>	<u>\$ 1,196,254</u>	<u>\$ (40,560)</u>
<b>CHILD CARE</b>			
General Fund appropriation.....	\$ 12,824,010	\$ 11,824,010	\$ (1,000,000)
Federal grants.....	75,000	90,000	15,000
State grants.....	9,084,813	7,727,302	(1,357,511)
Charges for services.....	185,000	441,364	256,364
Other.....	533,720	317,839	(215,881)
TOTALS	<u>\$ 22,702,543</u>	<u>\$ 20,400,515</u>	<u>\$ (2,302,028)</u>
<b>COMMUNITY DEVELOPMENT</b>			
Federal grants.....	\$ 3,228,565	\$ 3,228,565	\$ 0
Other.....	74,775	74,775	0
TOTALS	<u>\$ 3,303,340</u>	<u>\$ 3,303,340</u>	<u>\$ 0</u>
<b>COMMUNITY ENRICHMENT AND DEVELOPMENT</b>			
General Fund appropriation.....	\$ 213,982	\$ 179,013	\$ (34,969)
State grants.....	261,890	271,522	9,632
Charges for services.....	1,052,281	313,190	(739,091)
Other intergovernmental revenue.....		174,735	174,735
Other.....		14,411	14,411
TOTALS	<u>\$ 1,528,153</u>	<u>\$ 952,871</u>	<u>\$ (575,282)</u>
<b>DRUG FORFEITURES</b>			
Fines and forfeitures.....	\$ 374,970	\$ 374,970	\$ 0
TOTALS	<u>\$ 374,970</u>	<u>\$ 374,970</u>	<u>\$ 0</u>
<b>EMERGENCY MEDICAL SERVICES</b>			
Taxes.....	\$ 4,808,440	\$ 4,823,120	\$ 14,680
Use of money and property.....	250,000	65,492	(184,508)
TOTALS	<u>\$ 5,058,440</u>	<u>\$ 4,888,612</u>	<u>\$ (169,828)</u>
<b>HEALTH CARE SERVICES</b>			
Taxes.....	\$ 11,524,275	\$ 11,524,275	\$ 0
Use of money and property.....	4,626	4,626	0
TOTALS	<u>\$ 11,528,901</u>	<u>\$ 11,528,901</u>	<u>\$ 0</u>

**Fiscal Year Ended September 30, 2009**

	<b>Original and Final Budgeted Amounts</b>	<b>Actual</b>	<b>Variance with Final Budget- Positive (Negative)</b>
<b>LAW ENFORCEMENT</b>			
General Fund appropriation.....	\$ 251,524	\$ 347,598	\$ 96,074
Licenses and permits.....	230,894	140,057	(90,837)
Federal grants.....	870,921	422,671	(448,250)
State grants.....	959,472	1,173,654	214,182
Charges for services.....		112,100	112,100
Other.....	788,332	261,309	(527,023)
Other intergovernmental revenue.....		786,648	786,648
Other Transfers-In.....	43,763	94,125	50,362
<b>TOTALS</b>	<b>\$ 3,144,906</b>	<b>\$ 3,338,162</b>	<b>\$ 193,256</b>
<b>MEDICAL EXAMINER</b>			
General Fund appropriation.....	\$ 1,487,631	\$ 1,493,982	\$ 6,351
Charges for services.....	25,000	50,830	25,830
<b>TOTALS</b>	<b>\$ 1,512,631</b>	<b>\$ 1,544,812</b>	<b>\$ 32,181</b>
<b>PARKS AND RECREATION</b>			
General Fund appropriation.....	\$ 462,718	\$ 462,718	\$ 0
Taxes.....	5,868,662	5,586,849	(281,813)
Use of money and property.....	237,000	117,512	(119,488)
State grants.....		31,961	31,961
Other Transfers-In.....		664,604	664,604
Charges for services.....	1,802,448	2,033,570	231,122
Other.....	83,000	91,253	8,253
<b>TOTALS</b>	<b>\$ 8,453,828</b>	<b>\$ 8,988,467</b>	<b>\$ 534,639</b>
<b>PLANNING COMMISSION</b>			
General Fund appropriation.....	\$ 754,680	\$ 754,680	\$ 0
Licenses and permits.....		5,760	5,760
Use of money and property.....		35	35
Federal grants.....	1,428,783	915,643	(513,140)
State grants.....		58,642	58,642
Charges for services.....	1,443,788	1,048,172	(395,616)
Other.....	5,070	106,075	101,005
<b>TOTALS</b>	<b>\$ 3,632,321</b>	<b>\$ 2,889,007</b>	<b>\$ (743,314)</b>
<b>SENIOR SERVICES</b>			
Taxes.....	\$ 8,097,118	\$ 8,063,288	(33,830)
Use of money and property.....		23,549	23,549
<b>TOTALS</b>	<b>\$ 8,097,118</b>	<b>\$ 8,086,837</b>	<b>\$ (10,281)</b>
<b>SOCIAL SERVICES</b>			
General Fund appropriation.....	\$ 43,500	\$ 43,500	\$ 0
State grants.....	1,492,341	1,492,341	0
<b>TOTALS</b>	<b>\$ 1,535,841</b>	<b>\$ 1,535,841</b>	<b>\$ 0</b>
<b>TOWNSHIP POLICE SUPPORT SERVICES</b>			
Other intergovernmental revenue.....	\$ 2,013,482	\$ 2,184,531	\$ 171,049
<b>TOTALS</b>	<b>\$ 2,013,482</b>	<b>\$ 2,184,531</b>	<b>\$ 171,049</b>
<b>WORKFORCE INVESTMENT ACT PROGRAM</b>			
Federal grants.....	\$ 28,844,693	\$ 28,844,693	\$ 0
State grants.....	4,432,588	4,432,588	0
<b>TOTALS</b>	<b>\$ 33,277,281</b>	<b>\$ 33,277,281</b>	<b>\$ 0</b>

# SCHEDULE OF EXPENDITURES AND OTHER USES--BUDGET AND ACTUAL-- NONMAJOR SPECIAL REVENUE FUNDS

## GENESEE COUNTY

## Exhibit D-4

Fiscal Year Ended September 30, 2009			
	Original and Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
<b>ACCOMMODATION ORDINANCE TAX</b>			
Supplies and services.....	\$ 767,000	\$ 813,811	\$ (46,811)
Transfer to Parks and Recreation.....	249,000	264,604	(15,604)
TOTALS	<u>\$ 1,016,000</u>	<u>\$ 1,078,415</u>	<u>\$ (62,415)</u>
<b>ADMINISTRATION OF JUSTICE</b>			
Personnel services.....	\$ 7,578,247	\$ 7,321,698	\$ 256,549
Fringe benefits.....	4,804,234	4,801,871	2,363
Supplies and services.....	3,750,329	2,827,500	922,829
Capital outlay.....	107,000	16,631	90,369
Transfers out.....	18,215	152,453	(134,238)
TOTALS	<u>\$ 16,258,025</u>	<u>\$ 15,120,153</u>	<u>\$ 1,137,872</u>
<b>ANIMAL SHELTER</b>			
Personnel services.....	\$ 499,347	\$ 459,856	\$ 39,491
Fringe benefits.....	377,419	327,050	50,369
Supplies and services.....	360,048	408,349	(48,301)
TOTALS	<u>\$ 1,236,814</u>	<u>\$ 1,195,255</u>	<u>\$ 41,559</u>
<b>CHILD CARE</b>			
Foster care.....	\$ 1,944,069	\$ 1,100,877	\$ 843,192
Private institutional care.....	11,394,935	9,939,968	1,454,967
Juvenile detention center.....	4,970,020	4,736,435	233,585
Training schools.....	4,393,519	3,037,932	1,355,587
Transfer out.....	177,303	177,303	(177,303)
TOTALS	<u>\$ 22,702,543</u>	<u>\$ 18,992,515</u>	<u>\$ 3,710,028</u>
<b>COMMUNITY DEVELOPMENT</b>			
Supplies and services.....	\$ 739,135	\$ 739,135	\$ 0
Program grants.....	2,564,205	2,564,205	0
TOTALS	<u>\$ 3,303,340</u>	<u>\$ 3,303,340</u>	<u>\$ 0</u>
<b>COMMUNITY ENRICHMENT AND DEVELOPMENT</b>			
Personnel services.....	\$ 182,030	\$ 169,420	\$ 12,610
Fringe benefits.....	108,606	83,630	24,976
Supplies and services.....	1,018,200	515,634	502,566
Capital outlay.....	20,000	38,140	(18,140)
Other.....	18,000	301	17,699
Transfers out.....	181,317	292,481	(111,164)
TOTALS	<u>\$ 1,528,153</u>	<u>\$ 1,099,606</u>	<u>\$ 428,547</u>
<b>DRUG FORFEITURES</b>			
Personnel services.....	\$ 56,796	\$ 56,796	\$ 0
Fringe benefits.....	47,059	47,059	0
Supplies and services.....	70,810	70,810	0
Transfers out.....	94,125	94,125	0
TOTALS	<u>\$ 268,790</u>	<u>\$ 268,790</u>	<u>\$ 0</u>

**Fiscal Year Ended September 30, 2009**

	<b>Original and Final Budgeted Amounts</b>	<b>Actual</b>	<b>Variance with Final Budget- Positive (Negative)</b>
<b>EMERGENCY MEDICAL SERVICES</b>			
Personnel services.....	\$ 2,395,155	\$ 2,622,467	\$ (227,312)
Fringe benefits.....	1,725,916	1,835,838	(109,922)
Supplies and services.....	1,105,523	1,010,065	95,458
Capital outlay.....		48,799	(48,799)
<b>TOTALS</b>	<u><u>\$ 5,226,594</u></u>	<u><u>\$ 5,517,169</u></u>	<u><u>\$ (290,575)</u></u>
<b>HEALTH CARE SERVICES</b>			
Supplies and services.....	\$ 11,162,235	\$ 11,162,235	0
Transfers out.....	357,454	357,454	0
<b>TOTALS</b>	<u><u>\$ 11,519,689</u></u>	<u><u>\$ 11,519,689</u></u>	<u><u>\$ 0</u></u>
<b>LAW ENFORCEMENT</b>			
Personnel services.....	\$ 742,804	\$ 1,100,398	\$ (357,594)
Fringe benefits.....	540,472	658,648	(118,176)
Supplies and services.....	1,669,491	534,084	1,135,407
Other.....		786,060	(786,060)
Capital outlay.....	137,140	9,822	127,318
Transfers out.....	52,321	486,276	(433,955)
<b>TOTALS</b>	<u><u>\$ 3,142,228</u></u>	<u><u>\$ 3,575,288</u></u>	<u><u>\$ (433,060)</u></u>
<b>Medical Examiner</b>			
Personnel services.....	\$ 734,565	\$ 775,781	\$ (41,216)
Fringe benefits.....	355,029	332,496	22,533
Supplies and services.....	423,037	436,535	(13,498)
<b>TOTALS</b>	<u><u>\$ 1,512,631</u></u>	<u><u>\$ 1,544,812</u></u>	<u><u>\$ (32,181)</u></u>
<b>PARKS AND RECREATION</b>			
Personnel services.....	\$ 2,920,860	\$ 2,841,882	\$ 78,978
Fringe benefits.....	1,098,919	1,122,034	(23,115)
Supplies and services.....	682,050	500,192	181,858
Other.....	2,727,562	2,411,280	316,282
Capital outlay.....	85,000	5,868	79,132
Transfers out.....	1,473,598	1,962,899	(489,301)
<b>TOTALS</b>	<u><u>\$ 8,987,989</u></u>	<u><u>\$ 8,844,155</u></u>	<u><u>\$ 143,834</u></u>
<b>PLANNING COMMISSION</b>			
Personnel services.....	\$ 1,387,628	\$ 1,032,735	\$ 354,893
Fringe benefits.....	933,298	1,052,223	(118,925)
Supplies and services.....	1,306,395	657,074	649,321
Capital outlay.....	5,000		5,000
<b>TOTALS</b>	<u><u>\$ 3,632,321</u></u>	<u><u>\$ 2,742,032</u></u>	<u><u>\$ 890,289</u></u>

(Continued)

# SCHEDULE OF EXPENDITURES AND OTHER USES--BUDGET AND ACTUAL-- NONMAJOR SPECIAL REVENUE FUNDS

## GENESEE COUNTY

## Exhibit D-4

Fiscal Year Ended September 30, 2009			
	Original and Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
<b>SENIOR SERVICES</b>			
Personnel services.....	\$ 225,064	\$ 233,090	\$ (8,026)
Supplies and services.....	90,237	221,135	(130,898)
Programs and grants.....	7,128,036	9,152,001	(2,023,965)
Transfers out.....	653,781		653,781
TOTALS	<u>\$ 8,097,118</u>	<u>\$ 9,606,226</u>	<u>\$ (1,509,108)</u>
<b>SOCIAL SERVICES</b>			
State programs.....	\$ 1,462,809	\$ 1,462,809	0
TOTALS	<u>\$ 1,462,809</u>	<u>\$ 1,462,809</u>	<u>\$ 0</u>
<b>TOWNSHIP POLICE SUPPORT SERVICES</b>			
Personnel services.....	\$ 1,042,748	\$ 1,113,347	\$ (70,599)
Fringe benefits.....	804,060	876,776	(72,716)
Other.....	166,674	194,408	(27,734)
TOTALS	<u>\$ 2,013,482</u>	<u>\$ 2,184,531</u>	<u>\$ (171,049)</u>
<b>WORKFORCE INVESTMENT ACT PROGRAM</b>			
Personnel services.....	\$ 59,083	\$ 59,083	\$ 0
Fringe benefits.....	41,056	41,056	0
Supplies and services.....	33,177,142	33,177,142	0
TOTALS	<u>\$ 33,277,281</u>	<u>\$ 33,277,281</u>	<u>\$ 0</u>



**COMBINING  
FINANCIAL STATEMENTS  
NON-MAJOR DEBT SERVICE FUNDS**



## NON-MAJOR DEBT SERVICE FUNDS

**Burton Clinic** - To account for the funding and payment of principal and interest on debt issued to finance the construction of the new Burton Health Center Clinic, under a lease-purchase agreement with the Genesee County Building Authority.

**Courthouse Square** - To account for the funding and payment of principal and interest on debt issued to finance construction of the new addition and the renovations needed to the Genesee County Courthouse, under a lease-purchase agreement with the Genesee County Building Authority.

**GCCARD** - To account for the funding and payment of principal and interest on debt issued to finance renovation of Genesee County Community Action Resource Department, under a lease-purchase agreement with the Genesee County Building Authority.

**GCCARD Warehouse** - To account for the funding and payment of principal and interest on debt issued to finance purchase and renovation of Genesee County Community Action Resource Department.

**Hughes and Hatcher Center** - To account for the funding and payment of principal and interest on debt issued to finance the purchase and renovation of the Hughes and Hatcher Building.

**McCree South Facility** - To account for the funding and payment of principal and interest on debt issued to finance the purchase and renovation of the former Wards Building under a lease-purchase arrangement with the Genesee County Building Authority.

**1998 Refinancing** - To account for the debt service related to the Series 1998 General Obligation Bonds issued to advance refund various other bond issues.

COMBINING BALANCE SHEET--NON-MAJOR DEBT SERVICE FUNDS

GENESEE COUNTY

Exhibit E-1

	Burton Clinic	Courthouse Square	GCCARD	GCCARD Warehouse
ASSETS				
Cash and cash equivalents.....				
Prepaid Expense.....				
Due from other funds.....				\$ 37,778
Due from component unit.....				
TOTAL ASSETS	\$ 0	\$ 0	\$ 0	\$ 37,778
LIABILITIES AND FUND BALANCES				
Accounts payable.....				\$ 37,778
Deferred revenue.....				
TOTAL LIABILITIES	\$ 0	\$ 0	\$ 0	\$ 0
Fund balances:				
Reserved for prepaids.....				
Unreserved:				
Designated for debt service.....				
Undesignated.....				
TOTAL FUND BALANCES	0	0	0	0
TOTAL LIABILITIES AND FUND BALANCES	\$ 0	\$ 0	\$ 0	\$ 0

September 30, 2009

Hughes & Hatcher Center	McCree South Facility	1998 Refinancing	Total
\$ 55,565			\$ 55,565
53,559			53,559
			37,778
1,925,000			1,925,000
<u>\$ 2,034,124</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,071,902</u>

			\$ 37,778
\$ 1,925,000			1,925,000
<u>1,925,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>1,962,778</u>
53,559			53,559
55,565			55,565
			0
<u>109,124</u>	<u>0</u>	<u>0</u>	<u>109,124</u>
<u>\$ 2,034,124</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,071,902</u>

# **COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--NON-MAJOR DEBT SERVICE FUNDS**

**GENESEE COUNTY**

**Exhibit E-2**

	<b>Burton Clinic</b>	<b>Courthouse Square</b>	<b>GCCARD</b>
Revenues:			
Tax Revenue.....			
Use of money and property.....	\$ 20,000		
<b>TOTAL REVENUES</b>	<b>20,000</b>	<b>0</b>	<b>0</b>
Expenditures:			
Current Operations:			
Debt Service:			
Other.....	275	250	275
Principal Payments.....	210,000	1,180,000	115,000
Interest and Fiscal Charges.....	34,820	831,406	106,848
<b>TOTAL EXPENDITURES</b>	<b>245,095</b>	<b>2,011,656</b>	<b>222,123</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(225,095)</b>	<b>(2,011,656)</b>	<b>(222,123)</b>
Other financing sources (uses):			
Proceeds From Bonds.....			
Transfers in (out):			
Transfers-Out.....			
Transfers-In.....	225,095	2,011,656	222,123
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>225,095</b>	<b>2,011,656</b>	<b>222,123</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>0</b>	<b>0</b>	<b>0</b>
Fund balances at beginning of year.....	0	0	0
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

**Fiscal Year Ended September 30, 2009**

<b>GCCARD Warehouse</b>	<b>Hughes &amp; Hatcher Center</b>	<b>McCree South Facility</b>	<b>1998 Refinancing</b>	<b>Total</b>
				\$ 0
	\$ 142,993	\$ 542,805		705,798
\$ 0	142,993	542,805	\$ 0	705,798
	225	225	300	1,550
	35,000	1,080,000	91,000	2,711,000
37,778	108,868	63,000	24,679	1,207,399
37,778	144,093	1,143,225	115,979	3,919,949
(37,778)	(1,100)	(600,420)	(115,979)	(3,214,151)
1,150,000				1,150,000
(1,150,000)				(1,150,000)
37,778		600,420	115,979	3,213,051
37,778	0	600,420	115,979	3,213,051
0	(1,100)	0	0	(1,100)
0	110,224	0	0	110,224
\$ 0	\$ 109,124	\$ 0	\$ 0	\$ 109,124





**COMBINING  
FINANCIAL STATEMENTS  
NON-MAJOR CAPITAL PROJECT FUNDS**



## NON-MAJOR CAPITAL PROJECT FUNDS

**Courthouse Square** - To account for the funding proceeds and project costs related to the renovation and development of the Courthouse Square project.

**GCCARD Lippincott** - To account for the funding proceeds and project costs related to the renovation and development of the GCCARD facilities.

**Jail Site Remediation** - To account for the funding proceeds and project costs related to the remedial activities at the contaminated jail site.

# COMBINING BALANCE SHEET--NON-MAJOR CAPITAL PROJECT FUNDS

## GENESEE COUNTY

## Exhibit F-1

	<b>Courthouse Square</b>	<b>GCCARD Lippincott</b>
<b>ASSETS</b>		
Cash and cash equivalents.....		\$ 255,997
Investments.....	\$ 260,000	
Interest and accounts receivable.....	808	
<b>TOTAL ASSETS</b>	<b>\$ 260,808</b>	<b>\$ 255,997</b>
 <b>LIABILITIES AND FUND BALANCES</b>		
Due to other County funds.....	\$ 87,219	
<b>TOTAL LIABILITIES</b>	<b>87,219</b>	<b>\$ 0</b>
 Fund balances:		
Unreserved:		
Undesignated.....		
Designated:		
Courthouse Square Project.....	173,589	
GCCARD Lippincott Project.....		255,997
<b>TOTAL FUND BALANCES</b>	<b>173,589</b>	<b>255,997</b>
 <b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 260,808</b>	<b>\$ 255,997</b>

September 30, 2009

Jail Site	
Remediation	Total
\$ 15,919	\$ 271,916
	260,000
	808
<u>\$ 15,919</u>	<u>\$ 532,724</u>

	\$ 87,219
<u>0</u>	<u>87,219</u>

15,919	15,919
	173,589
	<u>255,997</u>
<u>15,919</u>	<u>445,505</u>
<u>\$ 15,919</u>	<u>\$ 532,724</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES--NON-MAJOR  
CAPITAL PROJECT FUNDS**

**GENESEE COUNTY**

**Exhibit F-2**

	<u>Courthouse Square</u>	<u>GCCARD Lippincott</u>
Revenues:		
Use of money and property.....	\$ 2,770	
Other.....		\$
TOTAL REVENUES	<u>2,770</u>	<u>0</u>
Expenditures:		
Current Operations:		
Capital outlay.....		894,003
Other.....	7,311	
TOTAL EXPENDITURES	<u>7,311</u>	<u>894,003</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(4,541)</u>	<u>(894,003)</u>
Other financing sources (uses):		
Transfers in (out):		
Transfers-In.....		1,150,000
Transfers-Out.....		
TOTAL OTHER FINANCING SOURCES (USES)	<u>0</u>	<u>1,150,000</u>
NET CHANGE IN FUND BALANCE	(4,541)	255,997
Fund balance at beginning of year.....	<u>178,130</u>	<u></u>
FUND BALANCE AT END OF YEAR	<u>\$ 173,589</u>	<u>\$ 255,997</u>

**Fiscal Year Ended September 30, 2009**

<b>Jail Site Remediation</b>	<b>Total</b>
\$ 186	\$ 2,956
	0
<u>186</u>	<u>2,956</u>
	894,003
<u>758</u>	<u>8,069</u>
<u>758</u>	<u>902,072</u>
<u>(572)</u>	<u>(899,116)</u>
	1,150,000
	0
<u>0</u>	<u>1,150,000</u>
(572)	250,884
<u>16,491</u>	<u>194,621</u>
<u>\$ 15,919</u>	<u>\$ 445,505</u>





**COMBINING  
FINANCIAL STATEMENTS  
NON-MAJOR ENTERPRISE FUNDS**



## NON-MAJOR ENTERPRISE FUNDS

**Parks and Recreation Enterprise** - To account for activities of the campgrounds and railroad. The fund records revenue from the warehouse and sternwheeler activities to cover bond costs.

**Commissary Funds** - To account for the accumulated profit from the sale of snack foods and small personal items to inmates and others at the Genesee County Jail.

# COMBINING BALANCE SHEET -- NON-MAJOR ENTERPRISE FUNDS

## GENESEE COUNTY

## Exhibit G-1

	September 30, 2009		
	Business Type Activities - Non-Major Enterprise Funds		
	Non-Major Parks and Recreation	Non-Major Commissary	Total
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents.....	\$ 483,540	\$ 85,538	\$ 569,078
Investments.....	729,847		729,847
Interest and accounts receivable.....			0
Supplies inventory.....		23,183	23,183
Net OPEB asset.....	7,417		7,417
Prepayments.....	88,035		88,035
<b>TOTAL CURRENT ASSETS</b>	<b>1,308,839</b>	<b>108,721</b>	<b>1,417,560</b>
<b>CAPITAL ASSETS</b>			
Land.....	706,110		706,110
Land improvements.....	3,074,493		3,074,493
Buildings and improvements.....	1,181,215		1,181,215
Equipment.....	3,698,649		3,698,649
<b>TOTAL CAPITAL ASSETS</b>	<b>8,660,467</b>		<b>8,660,467</b>
Less allowances for depreciation.....	6,993,602		6,993,602
<b>TOTAL CAPITAL ASSETS, NET</b>	<b>1,666,865</b>		<b>1,666,865</b>
<b>TOTAL ASSETS</b>	<b>\$ 2,975,704</b>	<b>\$ 108,721</b>	<b>\$ 3,084,425</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable.....	\$ 17,383		\$ 17,383
Accrued payroll.....	25,541		25,541
Other accrued liabilities and deposits.....	3,651		3,651
Current portion of notes/bonds payable.....	40,500		40,500
<b>TOTAL CURRENT LIABILITIES</b>	<b>87,075</b>		<b>87,075</b>
<b>LONG-TERM DEBT</b>			
General and workers compensation claim liability.....			
Notes/bonds payable exclusive of current portion.....	138,000		138,000
<b>TOTAL LONG-TERM DEBT</b>	<b>138,000</b>		<b>138,000</b>
<b>TOTAL LIABILITIES</b>	<b>225,075</b>		<b>225,075</b>
<b>NET ASSETS:</b>			
Restricted for parks & recreation expendable.....	283,861		283,861
Restricted for parks & recreation non expendable.....	445,986		445,986
Invested in capital assets net of related debt.....	1,488,365		1,488,365
Unrestricted.....	532,417	108,721	641,138
<b>TOTAL NET ASSETS</b>	<b>2,750,629</b>	<b>108,721</b>	<b>2,859,350</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 2,975,704</b>	<b>\$ 108,721</b>	<b>\$ 3,084,425</b>

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
FUND NET ASSETS--NON-MAJOR ENTERPRISE FUNDS**

**GENESEE COUNTY**

**Exhibit G-2**

Fiscal Year Ended September 30, 2009			
Business Type Activities - Non-Major Enterprise Funds			
	Non-Major Parks and Recreation	Non-Major Commissary	Total
Operating revenues:			
Charges for sales and services:			
Ticket, permit & concession sales.....	\$ 296,384	\$ 534,613	\$ 830,997
State revenue.....		16,000	16,000
TOTAL OPERATING REVENUES	296,384	550,613	846,997
Operating expenses:			
Salaries and fringe benefits.....	568,107		568,107
Supplies and other operating expenses.....	175,971	351,625	527,596
Depreciation.....	112,010		112,010
TOTAL OPERATING EXPENSES	856,088	351,625	1,207,713
OPERATING INCOME(LOSS)	(559,704)	198,988	(360,716)
Non-operating revenues (expenses):			
Investment earnings.....	(18,560)	(2,558)	(21,118)
Interest expense.....	(9,821)		(9,821)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(28,381)	(2,558)	(30,939)
INCOME (LOSS) BEFORE TRANSFERS	(588,085)	196,430	(391,655)
Transfers-in.....	811,134		811,134
Transfers-out.....		(245,867)	(245,867)
TOTAL TRANSFERS	811,134	(245,867)	565,267
CHANGE IN NET ASSETS	223,049	(49,437)	173,612
Net assets at beginning of year.....	2,527,580	158,158	2,685,738
NET ASSETS AT END OF YEAR	\$ 2,750,629	\$ 108,721	\$ 2,859,350

# STATEMENT OF CASH FLOWS- NON-MAJOR ENTERPRISE FUNDS

## GENESEE COUNTY

## Exhibit G-3

	Fiscal Year Ended September 30, 2009		
	Business Type Activities - Non-Major Enterprise Funds		
	Non-Major Parks and Recreation	Non-Major Commissary	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers.....	\$ 296,384	\$ 550,613	\$ 846,997
Cash payments to suppliers for goods and services.....	(168,004)	(352,877)	(520,881)
Cash payments to employees for services.....	(570,913)		(570,913)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	(442,533)	197,736	(244,797)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers-in from other funds.....	811,134		811,134
Transfers-out to other funds.....		(245,867)	(245,867)
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	811,134	(245,867)	565,267
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Principal paid on long-term debt.....	(39,000)		(39,000)
Interest paid on long-term debt.....	(10,577)		(10,577)
Purchase capital assets.....	(34,813)		(34,813)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(84,390)	0	(84,390)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest and dividends on investments.....	91	(2,558)	(2,467)
NET CASH PROVIDED BY (USED FOR) IN INVESTING ACTIVITIES	91	(2,558)	(2,467)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	284,302	(50,689)	233,613
Cash and cash equivalents at beginning of year.....	199,238	136,227	335,465
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 483,540</u>	<u>\$ 85,538</u>	<u>\$ 569,078</u>
RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating income(loss).....	\$ (559,704)	\$ 198,988	\$ (360,716)
Adjustments to reconcile operating income(loss) to net cash provided by (used for) operating activities:			
Depreciation.....	112,010		112,010
Change in assets and liabilities:			
(Increase) decrease in prepaids.....	5,758		5,758
(Increase) decrease in supplies inventory.....		(1,252)	(1,252)
Increase (decrease) in accounts payable and related items.....	2,209		2,209
Increase (decrease) in accrued payroll.....	4,611		4,611
Increase in net opeb asset.....	(7,417)		(7,417)
Net cash provided by (used for) operating activities.....	<u>\$ (442,533)</u>	<u>\$ 197,736</u>	<u>\$ (244,797)</u>
Noncash investing activities - decrease in fair value of investments.....	\$ 18,650		\$ 18,650

**COMBINING  
FINANCIAL STATEMENTS  
INTERNAL SERVICE FUNDS**

# INTERNAL SERVICE FUNDS

## GENESEE COUNTY

### ADMINISTRATIVE SERVICES

**Central Stores** - To account for the cost of office supplies purchased from an outside vendor. These costs are then spread to individual departments at actual costs.

**Administrative Copier** - To provide centralized financial control over most of the duplicating equipment used outside the Print Shop. Through the Purchasing Agent, efforts are made to ensure that this equipment is efficiently deployed, properly serviced, reasonably priced, and meets, but does not exceed, departmental needs.

**Print Shop** -To provide low-cost printing to operating departments with high volume printing needs. The Print Shop thus augments the volume copying capability of the Administrative Copier. All other printing needs are scheduled through the Print Shop. Print Shop costs are charged to user departments on a "per job" basis.

**Microfilm Division** - To provide reasonably priced microfilming service to operating departments in an effort to reduce the pressure on overcrowded storage facilities. Included in the division are various microfilm production and viewing machines plus the requisite staff and supplies for maintaining services to user departments.

**Corporation Counsel** - To advise the County and its departments on issues of a legal nature. Corporation Counsel is further responsible for advising the Board of Commissioners on the legality of proposed decisions or activities and for insuring the necessary County documents adhere to the prescribed legal formats and standards.

**Controller** - To prepare and maintain the County budget, the audit and payment of claims for goods and services to outside vendors and to employees, audit records and accounts of County departments, oversee the design and implementation of accounting and financial systems in the County, and other tasks that are assigned by the Board of Commissioners.

**Human Resources** - To maintain all County personnel records; recruiting, testing and hiring employees; administration of fringe benefit programs; and also conducting classification and compensation surveys. The Human Resources Department negotiates labor contracts with County bargaining units and is responsible for grievance resolution and contract administration.

**Purchasing** - To authorize all purchase orders of County departments. This includes seeking bids on appropriate items and services, as well as, assisting departments in finding vendors and suppliers of specific items. The Purchasing Agent also administers the county's printing and motor pool departments and is also responsible for the disposal of all used and obsolete items of no further use to the County.

**Data Processing** - To provide specific services to individual departments within County government and surrounding municipalities. These include processing of County and retirement payroll, child support checks, and supporting financial information, personnel history files, land descriptions, and delinquent and current tax information. The County Data Processing Department prepares tax rolls and tax bills for virtually all surrounding townships and cities. The cost of these services are charged on the basis of programming, central processor, and operator time incurred providing requested services.

**Employee Unemployment Benefit Trust Fund** - To account for contributions made to the State of Michigan by Genesee County. The contributions will be paid by the State to employees in case of unemployment.



## **VEHICLES AND EQUIPMENT**

**Motor Pool** - To reduce travel expenses paid to employees who require the use of an automobile while conducting County business. Departments are charged on a per mile basis. Maintenance and gasoline services are also extended to various Government related organizations outside the County structure.

**Parks and Recreation Vehicle and Equipment** - To account for all activity relating to the operation of the Parks and Recreation motor pool. Other functions of this fund are to purchase, operate, and maintain equipment required for the efficient operation of the Parks and Recreation department.

**Telephone Fund** - To provide centralized control over all payments made to finance the acquisition of a County owned phone system and payments made to telephone companies. County departments are billed for phone calls made and charges for equipment on a per phone basis.

## **BUILDING AND GROUNDS**

**Building and Grounds** - To provide for the maintenance and custodial services for all County owned buildings. It is also responsible for care of the grounds, landscape, and greenery around County owned buildings, as well as making all structural changes and facilitating the movement of furniture and fixtures.

## **SELF INSURED PHARMACEUTICAL**

**Self Insured Pharmaceutical** - To provide a funding mechanism for the payment of the costs of pharmaceuticals for County employees. The County contracts with a third party administrator to provide claims processing with the cost of the claims reimbursed from this fund.

## **SELF FUNDED PROPERTY/CASUALTY PROGRAM**

**Self Funded Property/Casualty Program** - To initiate and oversees loss prevention and loss control activities to reduce losses, and to account for all applicable workers' compensation, auto, property, and liability claims.

# COMBINING BALANCE SHEET--INTERNAL SERVICE FUNDS

## GENESEE COUNTY

## Exhibit H-1

	<u>Administrative Services</u>
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents.....	\$ 138,482
Investments.....	
Interest and accounts receivable.....	1,054
Due from other governmental units.....	
Due from other county funds.....	5,241,544
Supplies inventory.....	
Prepayments.....	94,024
TOTAL CURRENT ASSETS	<u>5,475,104</u>
PROPERTY AND EQUIPMENT	
Land.....	
Buildings and improvements.....	
Equipment.....	14,357,660
TOTAL PROPERTY AND EQUIPMENT	<u>14,357,660</u>
Less allowances for depreciation.....	11,271,995
TOTAL PROPERTY AND EQUIPMENT, NET	<u>3,085,665</u>
TOTAL ASSETS	<u>\$ 8,560,769</u>
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Accounts payable.....	\$ 112,257
Accrued payroll.....	1,478,725
Due to other governmental units.....	
Due to other county funds.....	
Long-term advance.....	
Current portion of notes/bonds payable.....	4,022,057
TOTAL CURRENT LIABILITIES	<u>5,613,039</u>
LONG-TERM DEBT	
General and workers compensation claim liability.....	
Notes/bonds payable exclusive of current portion.....	1,411,658
TOTAL LONG-TERM DEBT	<u>1,411,658</u>
TOTAL LIABILITIES	<u>7,024,697</u>
NET ASSETS	
Reserved for:	
Invested in capital assets, net of related debt.....	3,085,665
Unrestricted (deficit) .....	(1,549,593)
TOTAL NET ASSETS	<u>1,536,072</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 8,560,769</u>

September 30, 2009

Vehicles and Equipment	Building and Grounds	Self Insured Pharmaceutical	Self Funded Prop./Casualty Program	Total
	\$ 4,353,680	\$ 306,566	\$ 419,124	\$ 5,217,852
			7,056,617	7,056,617
\$ 667	14,308	6,181	39,987	62,197
14,044	68,087			82,131
5,066	595		7,208	5,254,413
28,805				28,805
			323,812	417,836
48,582	4,436,670	312,747	7,846,748	18,119,851
131,033	42,463			173,496
176,430				176,430
7,021,681	1,617,838			22,997,179
7,329,144	1,660,301	0	0	23,347,105
3,639,022	1,196,734			16,107,751
3,690,122	463,567	0	0	7,239,354
\$ 3,738,704	\$ 4,900,237	\$ 312,747	\$ 7,846,748	\$ 25,359,205
\$ 25,400	\$ 114,006	\$	\$ 17,088	\$ 268,751
8,136	77,607		8,738	1,573,206
	363,885			363,885
			817	817
3,013,240				3,013,240
			1,000,000	5,022,057
3,046,776	555,498	0	1,026,643	10,241,956
			2,284,841	2,284,841
				1,411,658
0	0	0	2,284,841	3,696,499
3,046,776	555,498	0	3,311,484	13,938,455
3,690,122	463,567			7,239,354
(2,998,194)	3,881,172	312,747	4,535,264	4,181,396
691,928	4,344,739	312,747	4,535,264	11,420,750
\$ 3,738,704	\$ 4,900,237	\$ 312,747	\$ 7,846,748	\$ 25,359,205

# **COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS--INTERNAL SERVICE FUNDS**

## **GENESEE COUNTY**

## **Exhibit H-2**

	<u>Administrative Services</u>
Operating revenues:	
Charges for services.....	\$ 8,334,059
TOTAL OPERATING REVENUES	<u>8,334,059</u>
Operating expenses:	
Salaries and fringe benefits.....	5,362,936
Supplies and other operating expenses.....	2,731,717
Depreciation.....	482,686
TOTAL OPERATING EXPENSES	<u>8,577,339</u>
OPERATING INCOME (LOSS)	<u>(243,280)</u>
Non-operating revenues (expenses):	
Interest income (loss).....	
Interest expense.....	
Gain (loss) on investment.....	
Gain (loss) on sale of property and equipment.....	5,250
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>5,250</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(238,030)</u>
Transfers in (out):	
Transfers-in.....	469,141
Transfers-out.....	(1,050,000)
TOTAL TRANSFERS IN (OUT)	<u>(580,859)</u>
CHANGE IN NET ASSETS	<u>(818,889)</u>
Net Assets at beginning of year.....	2,354,961
NET ASSETS AT END OF YEAR	<u>\$ 1,536,072</u>

**Fiscal Year Ended September 30, 2009**

<b>Vehicles and Equipment</b>	<b>Building and Grounds</b>	<b>Self Insured Pharmaceutical</b>	<b>Self Funded Prop./Casualty Program</b>	<b>Total</b>
\$ 1,982,740	\$ 5,316,229	\$ 5,359,517	\$ 2,954,270	\$ 23,946,815
1,982,740	5,316,229	5,359,517	2,954,270	23,946,815
240,058	2,188,158		174,127	7,965,279
1,414,915	3,131,767	5,325,660	2,423,608	15,027,667
727,760	74,343			1,284,789
2,382,733	5,394,268	5,325,660	2,597,735	24,277,735
(399,993)	(78,039)	33,857	356,535	(330,920)
891		1,375	218,614	220,880
	(91)			(91)
			(81,199)	(81,199)
				5,250
891	(91)	1,375	137,415	144,840
(399,102)	(78,130)	35,232	493,950	(186,080)
725,739	104,734			1,299,614
				(1,050,000)
725,739	104,734	0	0	249,614
326,637	26,604	35,232	493,950	63,534
365,291	4,318,135	277,515	4,041,314	11,357,216
\$ 691,928	\$ 4,344,739	\$ 312,747	\$ 4,535,264	\$ 11,420,750

# COMBINING STATEMENT OF CASH FLOWS- INTERNAL SERVICE FUNDS

## GENESEE COUNTY

## Exhibit H-3

	<b>Administrative Services</b>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers.....	\$ 8,323,127
Cash payments to suppliers for goods and services.....	(2,697,128)
Cash payments to employees for services.....	(4,912,963)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>713,036</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Advances to other governmental units, County units and funds.....	(139,148)
Transfers-in from other funds.....	467,141
Transfers-out to other funds.....	(1,048,000)
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	<u>(720,007)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Acquisition and construction of capital assets.....	(342,791)
Principal paid on long-term debt.....	(319,459)
Interest paid on long-term debt.....	
Proceeds from sale of equipment.....	5,250
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(657,000)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchase of investment securities.....	
Proceeds from sale and maturities of investment securities.....	
Interest and dividends on investments.....	
NET CASH PROVIDED BY (USED FOR) IN INVESTING ACTIVITIES	<u>0</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(663,971)
Cash and cash equivalents at beginning of year.....	802,453
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 138,482</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:	
Operating income(loss).....	\$ (243,280)
Adjustments to reconcile operating income(loss) to net cash provided by (used for) operating activities:	
Depreciation.....	482,686
Change in assets and liabilities:	
(Increase) decrease in interest and accounts receivable.....	(10,933)
(Increase) decrease in supplies inventory.....	
(Increase) decrease in prepayment and other current assets.....	(88,553)
Increase (decrease) in accounts payable and related items.....	123,143
Increase (decrease) in accrued payroll.....	449,973
Increase (decrease) in other accrued liabilities and deposits.....	
Net cash provided by (used for) operating activities.....	<u>\$ 713,036</u>

**Fiscal Year Ended September 30, 2009**

<b>Vehicle and Equipment</b>	<b>Building and Grounds</b>	<b>Self Insured Pharmaceutical</b>	<b>Self Funded Prop./Casualty Program</b>	<b>Total</b>
\$ 1,993,405	\$ 5,298,046	\$ 5,353,336	\$ 2,958,205	\$ 23,926,119
(1,439,729)	(3,090,323)	(5,325,660)	(3,451,025)	(16,003,865)
(239,168)	(2,174,781)		(172,389)	(7,499,301)
<u>314,508</u>	<u>32,942</u>	<u>27,676</u>	<u>(665,209)</u>	<u>422,953</u>
(486,902)				(626,050)
725,739	104,734			1,297,614
				(1,048,000)
<u>238,837</u>	<u>104,734</u>	<u>0</u>	<u>0</u>	<u>(376,436)</u>
(554,236)	(11,726)			(908,753)
	(10,682)			(330,141)
	(91)			(91)
				5,250
<u>(554,236)</u>	<u>(22,499)</u>	<u>0</u>	<u>0</u>	<u>(1,233,735)</u>
			(4,969,510)	(4,969,510)
			5,601,940	5,601,940
891		1,375	218,727	220,993
<u>891</u>	<u>0</u>	<u>1,375</u>	<u>851,157</u>	<u>853,423</u>
0	115,177	29,051	185,948	(333,795)
0	4,238,503	277,515	233,176	5,551,647
<u>\$ 0</u>	<u>\$ 4,353,680</u>	<u>\$ 306,566</u>	<u>\$ 419,124</u>	<u>\$ 5,217,852</u>
\$ (399,993)	\$ (78,039)	\$ 33,857	\$ 356,535	\$ (330,920)
727,760	74,343			1,284,789
10,665	(18,183)	(6,181)	3,935	(20,697)
20,111				20,111
			(90,199)	(178,752)
(44,925)	41,444		(505)	119,157
890	13,377		1,738	465,978
			(936,713)	(936,713)
<u>\$ 314,508</u>	<u>\$ 32,942</u>	<u>\$ 27,676</u>	<u>\$ (665,209)</u>	<u>\$ 422,953</u>





**COMBINING  
FINANCIAL STATEMENTS  
FIDUCIARY FUNDS**



## FIDUCIARY FUNDS

**Pension Trust Fund** - To account for the contributions to the defined benefit plan that provides for pension and disability benefits for most Genesee County employees.

**Employees Qualified Excess Benefit Arrangement Fund** - To provide a mechanism for payment of accrued pension benefits that are in excess of the IRS limits on the amounts that can be paid from the Retirement Fund.

**Employees Fringe Benefits Fund** - To account for funds set aside in previous years and cost savings related to a lower cost Defined Contribution Plan with the intent to accumulate adequate funds to defray part of the cost of retiree medical benefits in future years. This fund was transferred to a VEBA in late 2004 with the intent of using these dollars for the compliance with the new GASB OPEB requirements.

**Trust and Agency Funds** - To account for the collection and payment of property taxes to other taxing units, as well as other payments that are held for other governmental entities.

**Library Penal Fines Agency** - To account for the collection of library penal fines and the distribution to applicable other entities.

**OTHER SUPPLEMENTAL INFORMATION  
COMBINING STATEMENT OF NET ASSETS  
FIDUCIARY FUNDS**

**GENESEE COUNTY**

**Exhibit I-1**

		<u>Pension</u>
		<u>Pension Trust Fund Retirement 12/31/08</u>
<b>ASSETS</b>		
Cash and short-term cash investments.....	\$	10,244,842
Cash and inv. held as collateral for securities lending.....		17,554,367
<b>TOTAL CASH AND CASH EQUIVALENTS</b>		<u>27,799,209</u>
Receivables:		
Other receivables.....		98,108
Accrued interest and dividends.....		789,510
<b>TOTAL RECEIVABLES</b>		<u>887,618</u>
Investments at fair value:		
U.S. Government securities.....		9,108,790
Foreign Govts. and Agencies.....		60,383,873
Corporate bonds.....		54,365,861
Common stocks.....		73,174,098
Preferred stocks.....		3,277,161
Money market.....		
Mutual funds.....		105,395,932
Real Estate.....		24,153,063
Hedge fund-of funds.....		10,000,000
<b>TOTAL INVESTMENTS</b>		<u>339,858,778</u>
<b>TOTAL ASSETS</b>		<u>368,545,605</u>
<b>LIABILITIES</b>		
Accounts payable.....		810,529
Amounts due broker under securities lending agreement.....		17,554,367
<b>TOTAL LIABILITIES</b>		<u>18,364,896</u>
<b>NET ASSETS</b>		
Held in trust for pension benefits and other purposes.....	\$	<u>350,180,709</u>

September 30, 2009

and Other Employee Benefit Trust Funds

Employees' Qualified Exces Benefit Arrangement (QEBA)	Employees' Fringe Benefit (VEBA)	Total
		\$ 10,244,842
		17,554,367
		27,799,209
	\$ 200,000	298,108
		789,510
	200,000	1,087,618
\$ 983	1,474,077	10,583,850
		60,383,873
	13,263,114	67,628,975
	18,623,088	91,797,186
	44,778	3,321,939
	2,030,410	2,030,410
	667,437	106,063,369
		24,153,063
		10,000,000
983	36,102,904	375,962,665
983	36,302,904	404,849,492
	523,561	1,334,090
		17,554,367
	0	18,888,457
\$ 983	\$ 36,302,904	\$ 385,961,035

**OTHER SUPPLEMENTAL INFORMATION  
COMBINING STATEMENT OF CHANGES IN NET ASSETS  
FIDUCIARY FUNDS**

**GENESEE COUNTY**

**Exhibit I-2**

		<b>Pension</b>	
		<b>Retirement</b>	
		<b>12/31/08</b>	
<b>ADDITIONS</b>			
Contributions:			
Employer.....	\$	11,949,881	
Plan members.....		2,305,956	
Total contributions		<u>14,255,837</u>	
Investment earnings:			
Net increase/(decrease)			
in fair value of investments.....		(142,475,269)	
Interest.....		4,660,312	
Dividends.....		1,570,861	
Total investment earnings.....		<u>(136,244,096)</u>	
Less investment expense.....		1,989,536	
Net investment earnings.....		<u>(138,233,632)</u>	
Securities lending income:			
Interest and fees.....		718,844	
Less borrower rebates and bank fees.....		471,900	
Net securities lending income.....		<u>246,944</u>	
Total additions (deductions).....		<u>(123,730,851)</u>	
<b>DEDUCTIONS</b>			
Benefits.....		31,332,459	
Refunds of contributions.....		242,544	
Administrative expenses.....		503,324	
Transfer to other pensions plans.....		3,296,321	
Total deductions.....		<u>35,374,648</u>	
Change in net assets.....		<u>(159,105,499)</u>	
Net assets-beginning of the year.....		509,286,208	
Net assets- end of the year.....	\$	<u><u>350,180,709</u></u>	

Fiscal year ended September 30, 2009

and Other Employee Benefit Trust Funds

Employees' Qualified Excess Benefit Arrangement (QEBA)	Employees' Fringe Benefit (VEBA)	Total
\$	\$ 14,430,467	\$ 26,380,348
		2,305,956
	14,430,467	28,686,304
	(220,295)	(142,695,564)
	753,020	5,413,332
18	305,259	1,876,138
18	837,984	(135,406,094)
	129,904	2,119,440
18	708,080	(137,525,534)
		718,844
		471,900
		246,944
18	15,138,547	(108,592,286)
20,756	10,813,720	42,166,935
		242,544
522	11,811	515,657
		3,296,321
21,278	10,825,531	46,221,457
(21,260)	4,313,016	(154,813,743)
22,243	31,466,327	540,774,778
\$ 983	\$ 35,779,343	\$ 385,961,035

# **COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES TRUST AND AGENCY FUNDS**

## **Exhibit I-3**

		<u>Balances</u> <u>October 1, 2008</u>
TRUST AND AGENCY FUNDS		
ASSETS		
Cash and cash equivalents.....	\$	28,851,787
Accounts receivable.....		271,885
	\$	<u>29,123,672</u>
LIABILITIES		
Accounts Payable.....	\$	1,721
Deposits.....		29,121,951
	\$	<u>29,123,672</u>
LIBRARY PENAL FINES		
ASSETS		
Cash and cash equivalents.....	\$	<u>232,819</u>
LIABILITIES		
Deposits.....	\$	
Due to other governmental units.....		232,819
	\$	<u>232,819</u>
TOTALS ALL AGENCY FUNDS		
ASSETS		
Cash and cash equivalents.....	\$	29,084,606
Accounts receivable.....		271,885
	\$	<u>29,356,491</u>
LIABILITIES		
Accounts Payable.....	\$	1,721
Deposits.....		29,121,951
Due to other governmental units.....		232,819
	\$	<u>29,356,491</u>



**Year Ended September 30, 2009**

<b>Additions</b>	<b>Deductions</b>	<b>Balances September 30, 2009</b>
161,640,615	164,646,980	\$ 25,845,422
788,549	887,961	172,473
<u>162,429,164</u>	<u>165,534,941</u>	<u>\$ 26,017,895</u>
102,127,630	102,129,351	\$ 0
98,564,578	101,668,634	26,017,895
<u>200,692,208</u>	<u>203,797,985</u>	<u>\$ 26,017,895</u>
585,421	631,355	\$ 186,885
858,502	858,502	\$ 0
758,317	804,251	186,885
<u>1,616,819</u>	<u>1,662,753</u>	<u>\$ 186,885</u>
162,226,036	165,278,335	\$ 26,032,307
788,549	887,961	172,473
<u>163,014,585</u>	<u>166,166,296</u>	<u>\$ 26,204,780</u>
102,127,630	102,129,351	\$ 0
99,423,080	102,527,136	26,017,895
758,317	804,251	186,885
<u>202,309,027</u>	<u>205,460,738</u>	<u>\$ 26,204,780</u>



## **CAPITAL ASSETS<sup>(1)</sup>**

<sup>(1)</sup>This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included in governmental activities in the statement of net assets.

**CAPITAL ASSETS - USED IN OPERATIONS OF GOVERNMENTAL ACTIVITIES  
SCHEDULE BY FUNCTION AND ACTIVITY**

**GENESEE COUNTY**

**Exhibit J-1**

	<b>September 30, 2009</b>	
	<b>Total</b>	<b>Land</b>
<b>MANAGEMENT AND PLANNING</b>		
Board Coordinator.....	\$ 6,758	
County Clerk.....	58,182	
County Treasurer.....	127,324	
Drain Commission.....	4,113,009	
Equalization.....	111,374	
Register of Deeds.....	97,788	
	<u>4,514,435</u>	<u>\$</u>
<b>ADMINISTRATION OF JUSTICE</b>		
Circuit Court.....	1,960,143	253,992
District Court.....	1,636,559	
Jury Board.....	5,350	
Probate Court.....	24,827	
Prosecutor.....	56,973	
	<u>3,683,852</u>	<u>253,992</u>
<b>LAW ENFORCEMENT AND COMMUNITY PROTECTION</b>		
Animal Shelter.....	1,793,046	
Office of Emergency Preparedness.....	16,634	
Public Safety.....	28,220,162	73,300
	<u>30,029,842</u>	<u>73,300</u>
<b>HUMAN SERVICES</b>		
Veteran's Information.....	22,797	
County Health.....	717,749	54,000
	<u>740,546</u>	<u>54,000</u>
<b>COMMUNITY ENRICHMENT AND DEVELOPMENT</b>		
Cooperative Extension.....	437,460	
Total Quality Management.....	2,600	
	<u>440,060</u>	
<b>COMMUNITY MENTAL HEALTH.....</b>	<u>2,604,083</u>	
<b>GENERAL</b>		
Land and Improvements.....	3,932,709	3,650,039
Buildings and Improvements.....	71,741,305	
Equipment.....	7,389,204	
	<u>83,063,218</u>	<u>3,650,039</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>125,076,036</u>	<u>4,031,331</u>
<b>RECREATION.....</b>	<u>25,640,574</u>	<u>8,781,286</u>
<b>TOTAL CAPITAL ASSETS ALLOCATED TO FUNCTIONS</b>	<u>\$ 150,716,610</u>	<u>\$ 12,812,617</u>
<b>TOTAL CAPITAL ASSETS</b>	<u>\$ 150,716,610</u>	

Land Improvements	Buildings and Improvements	Equipment
		\$ 6,758
		58,182
		127,324
		4,113,009
		111,374
		97,788
<u>\$</u>	<u>\$</u>	<u>4,514,435</u>
18,578	1,423,241	264,332
	1,432,001	204,558
		5,350
		24,827
		56,973
<u>18,578</u>	<u>2,855,242</u>	<u>556,040</u>
1,423	1,747,860	43,763
385,136	26,906,971	16,634
<u>386,559</u>	<u>28,654,831</u>	<u>854,755</u>
		<u>915,152</u>
		22,797
		663,749
		<u>686,546</u>
	363,710	73,750
	<u>363,710</u>	<u>2,600</u>
		<u>76,350</u>
		<u>2,604,083</u>
282,670	71,741,305	7,389,204
<u>282,670</u>	<u>71,741,305</u>	<u>7,389,204</u>
687,807	103,615,088	16,741,810
<u>6,413,323</u>	<u>9,838,422</u>	<u>607,543</u>
<u>\$ 7,101,130</u>	<u>\$ 113,453,510</u>	<u>\$ 17,349,353</u>

# CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

## SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

### GENESEE COUNTY

### Exhibit J-2

	Fiscal Year Ended September 30, 2009			
	Capital Assets October 1, 2008	Additions	Deletions	Capital Assets September 30, 2009
MANAGEMENT AND PLANNING				
Board Coordinator.....	\$ 6,758	\$	\$	\$ 6,758
County Clerk.....	53,215	4,967		58,182
County Treasurer.....	88,226	59,494	20,396	127,324
Drain Commission.....	4,113,281		272	4,113,009
Equalization.....	88,703	22,671		111,374
Register of Deeds.....	97,788			97,788
	<u>4,447,971</u>	<u>87,132</u>	<u>20,668</u>	<u>4,514,435</u>
ADMINISTRATION OF JUSTICE				
Circuit Court.....	1,954,843	18,231	12,931	1,960,143
District Court.....	1,598,547	38,012		1,636,559
Jury Board.....	5,350			5,350
Probate Court.....	17,393	7,434		24,827
Prosecutor.....	67,120		10,147	56,973
	<u>3,643,253</u>	<u>63,677</u>	<u>23,078</u>	<u>3,683,852</u>
LAW ENFORCEMENT AND COMMUNITY PROTECTION				
Animal Shelter.....	1,793,046			1,793,046
Office of Emergency Preparedness.....	16,634			16,634
Public Safety.....	28,170,438	49,724		28,220,162
	<u>29,980,118</u>	<u>49,724</u>	<u>0</u>	<u>30,029,842</u>
HUMAN SERVICES				
Veteran's Information.....	22,797			22,797
County Health.....	1,901,313	4,268	1,187,832	717,749
	<u>1,924,110</u>	<u>4,268</u>	<u>1,187,832</u>	<u>740,546</u>
COMMUNITY ENRICHMENT AND DEVELOPMENT				
Cooperative Extension.....	437,460			437,460
Total Quality Management.....	2,600			2,600
	<u>440,060</u>			<u>440,060</u>
COMMUNITY MENTAL HEALTH.....	<u>1,552,816</u>	<u>1,586,014</u>	<u>534,747</u>	<u>2,604,083</u>
GENERAL				
Land and Improvements.....	3,932,709			3,932,709
Buildings and Improvements.....	70,658,138	1,083,167		71,741,305
Equipment.....	6,585,340	803,864		7,389,204
	<u>81,176,187</u>	<u>1,887,031</u>	<u>0</u>	<u>83,063,218</u>
TOTAL GENERAL GOVERNMENT	<u>123,164,515</u>	<u>3,677,846</u>	<u>1,766,325</u>	<u>125,076,036</u>
RECREATION.....	<u>25,634,706</u>	<u>5,868</u>		<u>25,640,574</u>
TOTAL CAPITAL ASSETS ALLOCATED TO FUNCTIONS	<u>148,799,221</u>	<u>3,683,714</u>	<u>1,766,325</u>	<u>150,716,610</u>
Construction in Progress.....	<u>0</u>			<u>0</u>
TOTAL CAPITAL ASSETS	<u>\$ 148,799,221</u>	<u>\$ 3,683,714</u>	<u>\$ 1,766,325</u>	<u>\$ 150,716,610</u>

**COMBINING  
FINANCIAL STATEMENTS  
COMPONENT UNITS**





## COMPONENT UNITS

**Brownfield Authority** - To account for the financing used to revitalize environmentally distressed, blighted, and functionally obsolete properties within the County.

**Drains** - To account for the construction and maintenance of drains; determining drainage districts; and apportioning costs of drains among property owners.

# COMBINING BALANCE SHEET--COMPONENT UNIT BROWNFIELD AUTHORITY

## GENESEE COUNTY

## Exhibit K-1

	September 30, 2009		
	Brownfield Authority	Adjustments	Statement of Net Assets
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents.....	\$ 10,290	\$	\$ 10,290
Investments.....	1,600,000		1,600,000
Interest and accounts receivable.....	0	416,354	416,354
<b>TOTAL CURRENT ASSETS</b>	<u>\$ 1,610,290</u>	<u>\$ 416,354</u>	<u>\$ 2,026,644</u>
 <b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable.....	\$ 258,500	\$	\$ 258,500
Due to component units.....	299,276		299,276
Unamortized note premium.....		460,069	460,069
Current portion debt.....		105,000	105,000
<b>TOTAL CURRENT LIABILITIES</b>	<u>557,776</u>	<u>565,069</u>	<u>1,122,845</u>
<b>LONG-TERM DEBT</b>			
Notes/bonds payable exclusive of current portion....		12,930,000	12,930,000
<b>TOTAL LONG-TERM DEBT</b>	<u>0</u>	<u>12,930,000</u>	<u>12,930,000</u>
<b>TOTAL LIABILITIES</b>	<u>557,776</u>	<u>13,495,069</u>	<u>14,052,845</u>
 <b>FUND BALANCES/NET ASSETS</b>			
Reserved for:			
Unrestricted .....	1,052,514	(1,052,514)	0
<b>TOTAL FUND BALANCES</b>	<u>1,052,514</u>	<u>(1,052,514)</u>	<u>0</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,610,290</u>		
 <b>NET ASSETS:</b>			
Unrestricted (deficit) .....		\$ (12,026,201)	<u>\$ (12,026,201)</u>

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
FUND BALANCES/STATEMENT OF ACTIVITIES  
COMPONENT UNIT BROWNFIELD AUTHORITY**

**GENESEE COUNTY**

**Exhibit K-2**

	<b>Brownfield Authority</b>	<b>Adjustments</b>	<b>Statement of Activities</b>
Operating revenues:			
Use of money and property.....	\$ 18,027	\$	\$ 18,027
Charges for services.....	205,780		205,780
TOTAL OPERATING REVENUES	<u>223,807</u>		<u>223,807</u>
Operating expenses:			
Interest expense.....	309,759	310,641	620,400
Capital outlay.....	2,861,946		2,861,946
Other.....	567		567
TOTAL OPERATING EXPENSES	<u>3,172,272</u>	<u>310,641</u>	<u>3,482,913</u>
OPERATING INCOME(LOSS)	<u>(2,948,465)</u>	<u>(310,641)</u>	<u>(3,259,106)</u>
REVENUE AND OTHER FINANCING SOURCES UNDER (OVER)			
EXPENDITURES AND OTHER FINANCING USES	<u>(2,948,465)</u>	<u>(310,641)</u>	<u>(3,259,106)</u>
CHANGE IN NET ASSETS	(2,948,465)	(310,641)	(3,259,106)
Fund balances/net assets (deficit) at beginning of year.....	4,000,979	(12,768,074)	(8,767,095)
FUND BALANCES/NET ASSETS (DEFICIT) AT END OF YEAR	<u>\$ 1,052,514</u>	<u>\$ (13,078,715)</u>	<u>\$ (12,026,201)</u>

# COMBINING BALANCE SHEET--COMPONENT UNIT DRAIN SPECIAL ASSESSMENT

## GENESEE COUNTY

## Exhibit K-3

	Drain Capital Projects	Drain Internal Service
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents.....	\$ 809,223	\$ 1,336,225
Short term investments.....		
Special assessment receivable.....	4,448,367	
Interest receivable.....		
Inventory.....		55,585
Machinery and equipment.....		403,557
Construction in progress.....		
Capital assets infrastructure.....		
TOTAL CURRENT ASSETS	<u>\$ 5,257,590</u>	<u>\$ 1,795,367</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable.....	\$ 216,329	\$ 147,698
Accrued payroll.....		26,871
Yearly drain orders payable.....		
Bonds payable.....		
Contracts payable.....	9,685	
Interest payable.....		
Deposits payable security bond.....	6,680	
Long-term advance from Primary Government.....	500,000	
Deferred revenues.....		
TOTAL LIABILITIES	<u>732,694</u>	<u>174,569</u>
FUND BALANCES/NET ASSETS		
Reserved for:		
Invested in capital assets - net of related debt.....		403,557
Unrestricted .....	4,524,896	1,217,241
TOTAL FUND BALANCES	<u>4,524,896</u>	<u>1,620,798</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,257,590</u>	<u>\$ 1,795,367</u>

September 30, 2009

Drain Chapter 20 Debt & Capital Projects		Totals	Adjustments	Statement of Net Assets
\$	443,688	\$ 2,589,136	\$	\$ 2,589,136
	200,120	200,120		200,120
		4,448,367		4,448,367
	40	40		40
		55,585		55,585
		403,557		403,557
		0	163,658	163,658
		0	27,914,705	27,914,705
<u>\$</u>	<u>643,848</u>	<u>\$ 7,696,805</u>	<u>\$ 28,078,363</u>	<u>\$ 35,775,168</u>
\$	4,095	\$ 368,122	\$	\$ 368,122
		26,871		26,871
		0	588,767	588,767
		0	2,500,000	2,500,000
		9,685		9,685
		0	40,042	40,042
		6,680		6,680
		500,000		500,000
		0		0
<u>4,095</u>	<u>911,358</u>	<u>3,128,809</u>	<u>4,040,167</u>	
		403,557	24,989,596	25,393,153
<u>639,753</u>	<u>6,381,890</u>	<u>(40,042)</u>	<u>6,341,848</u>	
<u>639,753</u>	<u>6,785,447</u>	<u>24,949,554</u>	<u>31,735,001</u>	
<u>\$ 643,848</u>	<u>\$ 7,696,805</u>	<u>\$ 28,078,363</u>	<u>\$ 35,775,168</u>	

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
FUND BALANCES/STATEMENT OF ACTIVITIES  
COMPONENT UNIT DRAIN SPECIAL ASSESSMENT**

**GENESEE COUNTY**

**Exhibit K-4**

	<b>Drain Capital Projects</b>	<b>Drain Internal Service</b>
Operating revenues:		
Taxes.....	\$ 1,807,331	\$
Use of money and property.....	4,722	
Charges for services.....	14,850	1,111,043
Contributed capital.....		
Other revenue.....	98,254	
<b>TOTAL OPERATING REVENUES</b>	<b>1,925,157</b>	<b>1,111,043</b>
Operating expenses:		
Current:		
Other.....	926,148	933,461
Depreciation.....		171,088
Debt Service:		
Interest expense.....	141,076	
<b>TOTAL OPERATING EXPENSES</b>	<b>1,067,224</b>	<b>1,104,549</b>
<b>OPERATING INCOME(LOSS)</b>	<b>857,933</b>	<b>6,494</b>
Other financing sources (uses)		
Proceeds from notes.....	161,321	
Proceeds from bonds.....		
Principal payments.....	(792,606)	
Operating transfers in (out):		
Transfers in.....		100,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(631,285)</b>	<b>100,000</b>
<b>REVENUE AND OTHER FINANCING SOURCES UNDER (OVER)</b>		
<b>EXPENDITURES AND OTHER FINANCING USES</b>	<b>226,648</b>	<b>106,494</b>
<b>CHANGE IN NET ASSETS</b>	<b>226,648</b>	<b>106,494</b>
Fund balances/net assets at beginning of year.....	4,298,248	1,514,304
<b>FUND BALANCES/NET ASSETS AT END OF YEAR</b>	<b>\$ 4,524,896</b>	<b>\$ 1,620,798</b>

<b>Drain Chapter 20 Debt &amp; Capital Projects</b>	<b>Totals</b>	<b>Adjustments</b>	<b>Statement of Activities</b>
\$ 151,986	\$ 1,959,317	\$ (910,601)	\$ 1,048,716
4,940	9,662		9,662
	1,125,893	(1,111,043)	14,850
		3,394,342	3,394,342
	98,254		98,254
<u>156,926</u>	<u>3,193,126</u>	<u>1,372,698</u>	<u>4,565,824</u>
	1,859,609	(1,799,863)	59,746
	171,088	2,023,036	2,194,124
<u>12,040</u>	<u>153,116</u>	<u>(8,146)</u>	<u>144,970</u>
<u>12,040</u>	<u>2,183,813</u>	<u>215,027</u>	<u>2,398,840</u>
<u>144,886</u>	<u>1,009,313</u>	<u>1,157,671</u>	<u>2,166,984</u>
	161,321	(161,321)	
(140,000)	(932,606)	932,606	
	100,000		100,000
<u>(140,000)</u>	<u>(671,285)</u>	<u>771,285</u>	<u>100,000</u>
<u>4,886</u>	<u>338,028</u>	<u>1,928,956</u>	<u>2,266,984</u>
4,886	338,028	1,928,956	2,266,984
634,867	6,447,419	23,020,598	29,468,017
<u>\$ 639,753</u>	<u>\$ 6,785,447</u>	<u>\$ 24,949,554</u>	<u>\$ 31,735,001</u>





# STATISTICAL DATA

## III Statistical Section

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

### Contents

**Financial Trends:** These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time. (Tables 1-3, 6, and 14)

**Revenue Capacity:** These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax. (Tables (7-10)

**Debt Capacity:** These schedules contain information to help the reader assess the affordability of the County's current levels of outstanding debt, and the County's ability to issue additional debt in the future. (Tables 11-13 and 15-16)

**Demographics and Economic Information:** These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place. (Tables 4-5)

**Operating Information:** These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs. (Tables (17-19)

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

## NET ASSETS BY COMPONENT

### GENESEE COUNTY

Table 1

	As of September 30,						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities:							
Invested in capital assets,							
net of related debt	\$ 62,947,814	\$ 64,123,284	\$ 68,614,443	\$ 67,224,385	\$ 64,134,346	\$ 69,465,773	\$ 69,993,382
Restricted	-	-	-	-	41,013,071	31,787,518	11,717,237
Unrestricted	60,790,372	67,344,504	69,552,164	76,773,053	53,409,520	46,266,553	55,427,522
Total governmental activities net assets	<u>\$ 123,738,186</u>	<u>\$ 131,467,788</u>	<u>\$ 138,166,607</u>	<u>\$ 143,997,438</u>	<u>\$ 158,556,937</u>	<u>\$ 147,519,844</u>	<u>\$ 137,138,141</u>
Business-type activities:							
Invested in capital assets,							
net of related debt	\$ 5,199,516	\$ 5,486,788	\$ 4,746,425	\$ 4,884,340	\$ 4,843,600	\$ 4,762,075	\$ 4,650,120
Restricted	5,596,895	5,596,895	6,588,273	8,059,145	7,899,456	8,231,695	7,284,048
Unrestricted	21,505,116	17,129,144	11,825,867	8,615,103	7,285,666	5,927,406	6,763,931
Total business-type activities net assets	<u>\$ 32,301,527</u>	<u>\$ 28,212,827</u>	<u>\$ 23,160,565</u>	<u>\$ 21,558,588</u>	<u>\$ 20,028,722</u>	<u>\$ 18,921,176</u>	<u>\$ 18,698,099</u>
Primary government:							
Invested in capital assets,							
net of related debt	\$ 68,147,330	\$ 69,610,072	\$ 73,360,868	\$ 72,108,725	\$ 68,977,946	\$ 74,227,848	\$ 74,643,502
Restricted	5,596,895	5,595,895	6,588,273	8,059,145	48,912,527	40,019,213	19,001,285
Unrestricted	82,295,488	84,473,648	81,378,031	85,388,156	60,695,186	52,193,959	62,191,453
Total primary government net assets	<u>\$ 156,039,713</u>	<u>\$ 159,679,615</u>	<u>\$ 161,327,172</u>	<u>\$ 165,556,026</u>	<u>\$ 178,585,659</u>	<u>\$ 166,441,020</u>	<u>\$ 155,836,240</u>

## GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE

### GENESEE COUNTY

Table 2

Fiscal Year	Property Tax	State Income Tax	Single Business Tax	State Liquor Tax	State Cigarette Tax	Total
2000	\$ 50,235,923	\$ 8,528,527	\$ 1,560,273	\$ 870,945	\$ 141,390	\$ 61,337,058
2001	52,779,443	8,616,399	1,560,273	952,505	100,009	64,008,629
2002	56,339,393	8,392,256	1,560,273	1,017,209	76,889	67,386,020
2003	59,330,821	7,365,672	1,505,222	981,323	(265,687)	68,917,351
2004	61,506,389	5,929,005	1,352,579	1,010,888	77,147	69,876,008
2005	80,016,835	-	-	2,092,636	250,829	82,360,300
2006	90,130,888	-	-	2,160,880	272,636	92,564,404
2007	111,592,675	-	-	2,254,464	257,589	114,104,728
2008	93,344,562	-	-	2,439,661	210,485	95,994,708
2009	91,550,851	-	-	2,327,635	149,948	94,028,434

# CHANGES IN GOVERNMENTAL NET ASSETS

## GENESEE COUNTY

Table 3

	Fiscal Year Ended September 30,						
Expenses	2003	2004	2005	2006	2007	2008	2009
Governmental activities:							
Legislative	\$ 832,256	\$ 927,251	\$ 919,415	\$ 1,016,026	\$ 1,069,833	\$ 1,214,248	\$ 1,017,849
Management and planning	11,858,822	18,128,369	33,824,940	34,035,699	23,725,214	24,039,638	20,134,241
Administration of justice	35,822,370	36,764,408	37,721,807	37,466,674	39,276,030	41,936,773	40,753,810
Law enforcement and community protection	31,890,961	37,074,422	31,940,559	35,380,617	34,905,596	38,116,364	37,980,488
Human services	189,589,126	193,080,458	207,518,433	206,232,926	233,155,128	242,401,247	258,530,717
Community enrichment and development	9,541,896	7,759,423	7,952,030	10,198,345	9,609,647	10,089,211	9,062,996
General support services	244,806	201,566	229,806	330,176	278,423	280,225	244,885
Other	6,279,220	3,166,480	1,015,465	-	-	-	-
Interest on long-term debt	1,876,245	1,449,721	1,590,352	1,244,093	1,400,466	1,392,532	1,375,967
Total governmental activities expenses	287,935,702	298,552,098	322,712,807	325,904,556	343,420,337	359,470,238	369,100,953
Business-type activities:							
Commissary	318,061	260,464	275,728	307,663	297,833	325,880	351,625
Delinquent Tax	3,566,015	4,339,170	2,876,769	4,417,404	3,914,658	5,009,045	5,739,360
Parks and recreation enterprise	1,537,414	1,510,269	1,454,358	1,786,317	1,654,706	1,094,510	865,909
Total business-type activities expenses	5,421,490	6,109,903	4,606,855	6,511,384	5,867,197	6,429,435	6,956,894
Total primary government expenses	\$ 293,357,192	\$ 304,662,001	\$ 327,319,662	\$ 332,415,940	\$ 349,287,534	\$ 365,899,673	\$ 376,057,847

	Fiscal Year Ended September 30,						
General Revenues and Other Changes in Net Assets	2003	2004	2005	2006	2007	2008	2009
Program Revenues							
Governmental activities:							
Charges for services:							
Management and planning	\$ 6,449,909	\$ 6,760,492	\$ 6,317,835	\$ 5,595,829	\$ 4,648,102	\$ 4,837,484	\$ 4,163,514
Administration of justice	3,546,663	4,207,446	4,339,188	4,030,973	4,994,718	5,155,752	5,023,773
Law enforcement and community protection	1,247,805	1,540,849	1,366,836	1,536,277	1,916,284	1,810,730	1,713,565
Human services	68,097,426	74,186,952	82,879,118	84,679,874	83,688,901	97,169,192	105,029,552
Community enrichment and development	1,499,970	1,866,889	2,300,229	2,319,598	1,334,426	2,244,379	2,346,760
Operating grants and contributions	108,374,146	108,447,493	106,495,973	102,973,924	110,619,729	108,102,706	121,062,036
Capital grants and contributions	-	-	-	-	1,995,000	1,960,000	-
Total governmental activities program revenues	189,215,919	197,010,121	203,699,179	201,136,475	209,197,160	221,280,243	239,339,200
Business-type activities:							
Charges for services:							
Commissary	502,931	458,052	473,796	467,888	490,221	506,601	534,613
Delinquent Tax	4,920,582	9,632,038	-	7,827,298	6,659,293	9,478,156	10,814,957
Parks and recreation enterprise	1,182,977	413,848	777,295	1,402,855	1,419,368	683,320	296,384
Operating grants and contributions	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	5,214,879	5,605,225	10,785,823
Total business-type activities program revenues	6,606,490	10,503,938	1,251,091	9,698,041	13,783,761	16,273,302	22,431,777
Total primary government program revenues	\$ 195,822,409	\$ 207,514,059	\$ 204,950,270	\$ 210,834,516	\$ 222,980,921	\$ 237,553,545	\$ 261,770,977

Net (expense)/revenue							
Governmental activities	\$ (98,719,783)	\$ (101,541,977)	\$ (119,013,628)	\$ (124,768,081)	\$ (134,223,177)	\$ (138,189,995)	\$ (129,761,753)
Business-type activities	1,185,000	4,394,035	(3,355,764)	3,186,657	2,701,685	4,238,642	4,689,060
Total primary government net expense	\$ (97,534,783)	\$ (97,147,942)	\$ (122,369,392)	\$ (121,581,424)	\$ (131,521,492)	\$ (133,951,353)	\$ (125,072,693)

# CHANGES IN GOVERNMENTAL NET ASSETS

## GENESEE COUNTY

Table 3 Continued

	Fiscal Year Ended September 30,						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities:							
Taxes:							
Current property taxes	\$ 49,744,291	\$ 61,506,389	\$ 80,016,835	\$ 90,130,888	\$ 111,592,675	\$ 93,344,562	\$ 91,550,851
State income tax	7,365,672	5,929,005	-	-	-	-	-
Single business tax	1,505,222	1,352,579	-	-	-	-	-
State liquor tax	981,323	1,010,888	2,092,636	2,160,880	2,254,464	2,439,661	2,327,635
State cigarette tax	(265,687)	77,147	250,829	272,636	257,589	210,485	149,948
Use of money and investments	2,897,705	4,092,363	5,632,975	3,528,890	4,132,787	3,040,092	2,340,338
Other unrestricted intergovernmental revenues	26,693,472	18,452,999	21,993,912	22,586,954	19,274,036	18,874,190	14,013,688
Other unrestricted revenues	1,851,150	4,154,743	2,825,926	6,659,243	6,460,995	3,697,846	4,455,444
Unrestricted contributions	3,623,846	3,866,178	4,071,075	-	-	-	-
Transfers	7,561,032	8,829,288	7,909,798	5,259,421	4,810,130	3,878,982	4,549,503
Total governmental activities	101,958,026	109,271,579	124,793,986	130,598,912	148,782,676	125,485,818	119,387,407
Business-type activities:							
Taxes			5,883,971	-	-	-	-
Use of money and investments	150,171	346,553	329,329	470,787	578,579	199,878	64,499
Other unrestricted intergovernmental revenues							16,000
Transfers	(7,561,032)	(8,829,288)	(7,909,798)	(5,259,421)	(4,810,130)	(3,878,982)	(4,549,503)
Total business-type activities	(7,410,861)	(8,482,735)	(1,696,498)	(4,788,634)	(4,231,551)	(3,679,104)	(4,469,004)
Total primary government	\$ 94,547,165	\$ 100,788,844	\$ 123,097,488	\$ 125,810,278	\$ 144,551,125	\$ 121,806,714	\$ 114,918,403
<b>Change in Net Assets</b>							
Governmental activities	\$ 3,238,243	\$ 7,729,602	\$ 5,780,358	\$ 5,830,831	\$ 14,559,499	\$ (12,704,177)	\$ (10,374,346)
Business-type activities	(6,225,861)	(4,088,700)	(5,052,262)	(1,601,977)	(1,529,866)	559,538	220,056
Total primary government	\$ (2,987,618)	\$ 3,640,902	\$ 728,096	\$ 4,228,854	\$ 13,029,633	\$ (12,144,639)	\$ (10,154,290)

## DEMOGRAPHIC AND ECONOMIC STATISTICS

### GENESEE COUNTY

Table 4

Fiscal Year	Population <sup>1</sup>	Personal Income	Per Capita Personal Income <sup>2</sup>	School Enrollment <sup>3</sup>	Unemployment Rate <sup>4</sup>
2000	437,021	11,550,028,009	26,429	84,652	5.4
2001	438,754	11,428,225,438	26,047	90,329	7.5
2002	440,391	11,768,568,693	26,723	90,491	8.6
2003	441,712	12,279,151,888	27,799	89,805	9.4
2004	442,739	12,109,797,128	27,352	89,423	8.9
2005	442,732	11,941,810,236	26,973	84,979	7.7
2006	436,141	12,146,526,850	27,850	84,418	8.1
2007	441,966	12,684,424,200	28,700	83,240	7.6
2008	436,141	Not Yet Available	Not Yet Available	81,781	10.6
2009	Estimate 434,715	Not Yet Available	Not Yet Available	78,956	14.6

Data sources

<sup>1</sup>Bureau of the Census

<sup>2</sup>Bureau of the Census

<sup>3</sup>Genesee Intermediate School District

<sup>4</sup>State of Michigan

### PRINCIPAL EMPLOYERS

### GENESEE COUNTY

### CURRENT YEAR AND NINE YEARS AGO

Table 5

Employer	2009			2000		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
General Motors Corp	3,417	1	1.77 %	17,905	1	8.29 %
Genesys Health System	3,265	2	1.69	3,000	4	1.39
Flint Community Schools	2,611	3	1.35	3,300	3	1.53
Hurley Medical Center	2,650	4	1.37	2,900	5	1.34
Square D	2,500	5	1.30			
McLaren Medical Center	2,400	6	1.24	2,650	6	1.23
Flint Metal Center	2,180	7	1.13			
City of Flint	1,600	8	0.83	1,596	7	0.74
Meijer	1,500	9	0.78			
Genesee County	1,200	10	0.62	1,346	8	0.62
Delphi				8,000	2	3.70
United States Postal Service				1,200	9	0.56
Flint Journal				977	10	0.45
Total	23,323		12.08 %	42,874		19.85 %

Source: Flint Genesee Economic Growth Alliance.

# CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

## GENESEE COUNTY

Table 6

	2000	2001	2002	2003
<b>Revenues</b>				
Taxes	\$ 50,235,923	\$ 52,779,443	\$ 56,339,393	\$ 59,330,821
Licenses and permits	940,522	1,062,359	985,811	1,020,218
Fines and forfeitures	2,327,502	1,602,481	2,036,590	2,603,628
Use of money and property	5,436,329	5,973,298	3,498,117	4,002,596
Federal grants	45,905,372	52,560,978	59,266,293	63,459,559
State grants	49,124,272	51,780,681	50,983,604	44,853,105
Other intergovernmental revenues	19,600,354	20,175,195	19,206,174	21,322,672
Charges for services	72,467,205	75,352,962	77,931,129	80,841,773
Other	4,613,357	3,637,222	5,007,064	7,283,432
Total revenues	250,650,836	264,924,619	275,254,175	284,717,804
<b>Expenditures</b>				
Current operations:				
Legislative	791,432	737,376	802,421	836,525
Management and planning	8,400,071	8,893,000	10,332,028	10,730,757
Administration of justice	30,130,249	32,641,399	33,312,780	35,730,821
Law enforcement and community protection	26,528,212	28,811,997	30,132,814	31,170,314
Human services	157,141,042	173,456,318	185,210,860	189,995,280
Community enrichment and development	10,842,760	7,086,572	7,912,569	9,366,372
General support services	251,856	223,428	312,012	244,295
Other	6,801,683	8,078,557	9,470,451	11,049,688
Capital outlay	2,658,188	15,708,671	10,732,099	4,972,876
Debt service principal	3,679,322	3,732,319	3,417,248	3,752,248
Debt service interest	1,882,696	1,825,025	1,733,445	1,876,245
Advance refunding escrow				
Total expenditures	249,107,511	281,194,662	293,368,727	299,725,421
Excess of revenues over (under) expenditures	1,543,325	(16,270,043)	(18,114,552)	(15,007,617)
<b>Other financing sources (uses)</b>				
Proceeds from notes			4,700,000	4,700,000
Discount sale of bonds				
Payment to refund bond escrow				
Transfers in	28,317,435	33,850,091	35,054,252	37,261,766
Transfers out	(22,490,335)	(24,649,620)	(27,512,436)	(25,138,289)
Total other financing sources (uses)	5,827,100	9,200,471	12,241,816	16,823,477
Net change in fund balances	\$ 7,370,425	\$ (7,069,572)	\$ (5,872,736)	\$ 1,815,860
Debt service as a percentage of noncapital expenditures	2.2%	1.9%	1.7%	1.8%

2004	2005	2006	2007	2008	2009
\$ 61,506,389	\$ 82,360,302	\$ 86,840,515	\$ 110,748,784	\$ 96,475,936	\$ 91,070,050
1,135,328	1,396,599	1,238,421	1,463,997	1,514,703	1,744,900
2,634,086	2,371,011	2,473,432	2,715,541	2,190,518	2,252,651
4,796,954	4,174,354	3,795,451	4,394,915	3,309,684	1,411,217
58,521,771	55,359,347	47,636,776	63,486,445	53,919,149	64,989,753
50,345,235	51,065,065	55,337,148	47,133,284	54,183,557	56,072,284
14,845,416	8,167,368	8,454,322	6,733,314	8,069,683	6,771,888
88,562,628	97,560,370	98,162,552	96,582,431	111,217,537	117,978,759
15,806,629	16,366,979	17,063,294	13,876,995	11,822,662	9,779,255
298,154,436	318,821,395	321,001,911	347,135,706	342,703,429	352,070,757
924,581	920,466	1,018,198	1,074,904	1,211,126	1,024,843
10,548,857	12,302,328	11,387,914	11,746,542	13,061,601	10,699,248
36,280,906	36,094,472	36,092,505	39,616,056	41,179,919	40,901,492
32,194,935	31,504,040	33,575,804	34,349,956	36,662,783	37,087,482
192,932,327	202,020,809	212,013,445	227,256,969	242,138,776	258,519,333
7,539,899	7,774,226	9,134,039	6,762,148	7,140,903	9,215,724
199,860	228,656	230,987	278,953	279,291	247,644
12,177,907	26,975,242	13,958,517	13,447,187	8,954,222	4,949,668
4,380,397	8,194,847	2,826,643	2,004,138	1,145,240	3,494,549
3,427,248	2,827,248	2,779,000	2,536,000	2,599,000	2,711,000
1,641,983	1,840,218	1,521,960	1,544,866	1,496,932	1,438,967
302,248,900	330,682,552	324,539,012	340,617,719	355,869,793	370,289,950
(4,094,464)	(11,861,157)	(3,537,101)	6,517,987	(13,166,364)	(18,219,193)
7,645,000	17,486,536				1,150,000
	(41,969)				
(6,362,420)	(13,776,115)				
40,524,638	48,184,559	47,404,927	72,052,311	73,025,131	70,684,032
(27,010,834)	(38,273,955)	(43,701,772)	(68,010,760)	(70,417,354)	(67,584,143)
14,796,384	13,579,056	3,703,155	4,041,551	2,607,777	4,249,889
\$ 10,701,920	\$ 1,717,899	\$ 166,054	\$ 10,559,538	\$ (10,558,587)	\$ (13,969,304)
1.7%	1.4%	1.3%	1.2%	1.1%	1.1%

## DIRECT AND OVERLAPPING<sup>1</sup> PROPERTY TAX RATES

### GENESEE COUNTY

Table 7

Fiscal Year	Millage Rates - Direct County Taxes <sup>2</sup>						Schools
	General Operating	County Parks	County	Senior Citizens	Health Services	Total Direct Taxes <sup>3</sup>	
			Emergency Medical Services				
2000	5.58	0.49	0.49			6.56	15.73
2001	5.58	0.49	0.49			6.56	15.57
2002	5.58	0.49	0.49			6.56	15.21
2003	5.55	0.49	0.49			6.53	14.52
2004	5.52	0.49	0.49			6.5	13.79
2005	5.51	0.48	0.48			6.47	13.11
2006	5.51	0.48	0.48			6.47	14.80
2007	5.51	0.48	0.48	0.7	1.00	8.17	17.92
2008	5.51	0.48	0.48	0.7	1.00	8.17	17.97
2009	5.51	0.48	0.48	0.7	1.00	8.17	18.00

Source: Genesee County Equalization

<sup>1</sup> Overlapping rates are those of local and county governments that apply to property owner within Genesee County. Not all overlapping government's property owners whose property is located within the geographic boundaries of the special district).

<sup>2</sup> Local and county governments are limited by State Statute (Headlee Amendment) to increase property taxes (without a vote of the public) rollback must be done.

<sup>3</sup> The maximum County millage rate allowed by Headlee Amendment for 2008 was 8.17.

## TAXABLE VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

### GENESEE COUNTY

Table 8

Fiscal Year Ended September 30	Taxable Value by Property Type:			
	Real Property			Agricultural & Other
	Residential	Commercial	Industrial	
2000	5,186,747,804	1,405,077,223	445,854,046	119,235,432
2001	5,613,044,953	1,491,801,948	421,953,791	114,495,539
2002	6,072,127,173	1,597,976,309	418,394,903	116,615,019
2003	6,450,983,934	1,669,908,541	441,422,475	109,345,900
2004	6,895,425,829	1,753,000,981	443,446,262	108,187,742
2005	7,375,298,859	1,846,280,434	457,832,433	109,816,454
2006	7,930,930,667	1,942,291,432	462,904,596	108,960,093
2007	8,350,676,588	2,064,642,037	465,453,698	114,502,824
2008	8,350,007,649	2,094,584,863	460,814,189	115,709,217
2009	7,930,452,065	2,125,973,096	444,413,929	121,736,391

Source: Genesee County Equalization

Note: Property in the county is reassessed annually. The county assesses property at approximately 50 percent of actual value for all Tax rates are per \$1,000 of assessed value.



Overlapping Taxes						Total Tax Rate
Mott Community College	Genesee Intermediate School	Townships Cities and Village	District Library	Airport Authority	Special Assess.	Direct & Overlapping Rates
1.87	3.28	8.71	0.78	0.49	0.22	37.64
1.61	2.89	8.25	0.78	0.49	0.19	36.34
2.00	3.49	9.41	0.78	0.49	0.17	38.11
1.84	3.57	8.82	0.77	0.49	0.19	36.73
1.94	3.40	9.12	0.76	0.49	0.17	36.17
1.85	3.23	8.67	0.76	0.48	0.14	34.71
1.94	3.32	9.21	0.75	0.48	0.12	37.09
2.65	3.54	6.93	0.75	0.48	0.11	40.55
2.65	3.54	6.91	0.75	0.48	0.15	40.62
2.65	3.54	6.92	0.75	0.48	0.18	40.69

rates apply to all Genesee County property owners (e.g., the rates for special districts apply only to the proportion of the

no more than the rate of inflation exclusive of net additions in property values due to new construction. Otherwise, a rate

Personal Property	Total Value	Tax Rate (Mills)	Estimated Actual Value	Taxable Value as a % of Actual
1,000,659,234	8,157,573,739	6.56	18,736,226,818	43.54%
951,796,172	8,593,092,403	6.56	20,198,052,686	42.54%
960,898,112	9,166,011,516	6.56	21,820,528,372	42.01%
933,727,354	9,605,388,204	6.53	23,297,946,094	41.23%
908,022,829	10,108,083,643	6.50	24,589,093,896	41.11%
932,598,141	10,721,826,321	6.47	26,070,064,822	41.13%
875,861,401	11,320,948,189	6.47	27,391,654,734	41.33%
854,545,349	11,849,820,496	8.17	28,313,868,698	41.85%
507,958,414	11,529,074,332	8.17	27,397,998,344	42.08%
763,503,909	11,386,079,390	8.17	24,932,643,592	45.67%

types of real and personal property. Estimated actual value is calculated by doubling assessed value.

## PRINCIPAL PROPERTY TAX PAYERS

### GENESEE COUNTY

Table 9

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
General Motors Corp	\$ 322,752,688	1	2.59 %	\$ 547,849,195	1	5.85 %
Consumers Energy	203,412,202	2	1.63	203,621,465	2	2.17
Genesee Investors II LLC (Genesee Valley)	66,157,400	3	0.53	63,344,350	4	0.68
Wal-Mart/Sam's	47,476,912	4	0.38			
Meijers Inc/Good Will Co Inc	32,264,018	5	0.26	17,015,033	7	0.18
Edward Rose Assoc ETAL	29,035,991	6	0.23			
Delphi Automotive	25,668,800	7	0.21	157,803,900	3	1.68
Home Depot	22,680,319	8	0.18			
Federal National Mortgage Assoc	22,092,473	9	0.18			
Androit Industries LLC	20,153,445	10	0.16			
E.D.S. Corporation				19,457,125	5	0.21
Vemco				17,091,505	6	0.18
Great Lakes Gas Transmission Co				16,722,922	8	0.18
Genesee Power Station Ltd				16,513,950	9	0.18
Ring Screw Works				16,367,605	10	0.17
Totals	<u>\$ 791,694,248</u>		<u>6.35 %</u>	<u>\$ 1,075,787,050</u>		<u>11.48 %</u>

Source: Genesee County Equalization

## PROPERTY TAX LEVIES AND COLLECTIONS

### GENESEE COUNTY

Table 10

Tax Year	Fiscal Year Ended September 30	Total Levy	Current Collections	Percent Collected	Delinquent Collections	Total Tax Collections	Percent of Levy Collected
1999	2000	51,583,762	47,566,435	92.2	4,000,840	51,567,275	100.0
2000	2001	53,656,134	49,123,362	91.6	4,491,202	53,614,564	99.9
2001	2002	57,316,530	52,821,625	92.2	4,385,198	57,206,823	99.8
2002	2003	61,019,215	56,373,215	92.4	3,847,657	60,220,872	98.7
2003	2004	63,422,129	58,517,508	92.3	2,080,607	60,598,115	95.5
2004	2005	66,168,833	60,857,672	92.0	2,377,100	63,234,772	95.6
2005	2006	69,978,962	64,674,114	92.4	3,337,568	68,011,682	97.2
2006	2007	73,789,449	66,320,683	89.9	5,039,055	71,359,738	96.7
2007	2008	77,184,286	69,733,103	90.3	5,863,583	75,596,686	97.9
2008	2009	77,275,942	70,409,930	91.1	6,024,397	76,434,327	98.9

# **RATIOS OF GENERAL BONDED DEBT OUTSTANDING** **GENESEE COUNTY**

**Table 11**

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value<sup>1</sup> of Property</b>	<b>Per Capita<sup>2</sup></b>
2000	37,688,000	7,046,717	30,641,283	0.16	71
2001	34,560,500	8,322,177	26,238,323	0.13	60
2002	36,018,500	9,798,882	26,219,618	0.12	60
2003	34,764,000	11,734,071	23,029,929	0.10	53
2004	35,486,000	14,908,023	20,577,977	0.08	47
2005	36,316,500	235,892	36,080,608	0.14	83
2006	33,537,500	0	33,537,500	0.12	77
2007	41,001,500	218,170	40,783,330	0.14	94
2008	38,402,500	110,224	38,292,276	0.14	88
2009	23,941,500	109,124	23,832,376	0.09	55

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

<sup>1</sup>See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property (Table 8) for property value data.

<sup>2</sup>Population data can be found in the Schedule of Demographic and Economic Statistics (Table 4).

## **DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT** **GENESEE COUNTY**

**Table 12**

	<b>Net Debt Outstanding</b>	<b>Percentage Applicable Genesee County<sup>1</sup></b>	<b>Amount Applicable Genesee County</b>
County at Large	\$110,005,000	100.0 %	\$110,005,000
School Districts	435,011,929	80.6	350,775,665
Cities and Villages	40,371,964	94.4	38,120,781
Townships	51,770,496	100.0	51,770,496
County-issued Bonds paid by local municipalities	196,100,000	137.2	269,063,996
Airport Authority	10,555,000	100.0	10,555,000
Mott Community College and Genesee Intermediate School District	76,775,000	90.2	69,229,278
Total direct and overlapping debt			<u>\$899,520,216</u>

Source: Municipal Advisory Council of Michigan.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Genesee County. 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.

<sup>1</sup>The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

## RATIOS OF OUTSTANDING DEBT

### GENESEE COUNTY

Table 13

Fiscal Year	Governmental Activities			
	General Obligation Bonds	Equipment Notes	Capital Leases	Installment Agreements
2000	37,688,000	1,396,438	13,818	968,870
2001	34,560,500	2,057,754	500	415,552
2002	36,018,500	1,513,694		311,664
2003	34,764,000	1,141,091		207,776
2004	35,486,000	747,432		103,888
2005	36,316,500	386,694		
2006	33,537,500	254,540		
2007	41,001,500	135,804		
2008	25,502,500	10,682		
2009	23,941,500			

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

<sup>1</sup> See the Schedule of Demographic and Economic Statistics (Table 4) for personal income and population data.

## FUND BALANCES OF GOVERNMENTAL FUNDS

### GENESEE COUNTY

Table 14

	2000	2001	2002	2003
General Fund:				
Reserved	\$ 2,180,740	\$ 2,748,106	\$ 2,571,294	\$ 3,382,233
Unreserved	1,894,567	18,968,701	17,928,706	15,560,534
Total general fund	<u>\$ 4,075,307</u>	<u>\$ 21,716,807</u>	<u>\$ 20,500,000</u>	<u>\$ 18,942,767</u>
All other governmental funds				
Reserved	\$ 641,187,885	\$ 638,603,620	\$ 11,175,952	\$ 7,021,921
Unreserved, reported in:				
Special revenue funds	14,696,351	13,780,202	10,816,731	16,599,640
Capital projects funds	11,228,337	1,572,646	(1,969,558)	132,638
Debt service funds	7,046,717	8,322,177	9,798,882	11,734,071
Total all other governmental funds	<u>\$ 674,159,290</u>	<u>\$ 662,278,645</u>	<u>\$ 29,822,007</u>	<u>\$ 35,488,270</u>

<b>Business - Type Activities</b>		<b>Total Primary Government</b>	<b>Percentage of Personal Income</b>	<b>Per Capita <sup>1</sup></b>
<b>General Obligation Bonds</b>	<b>Delinquent Tax Notes</b>			
1,117,000	12,487,000	53,671,126	46.56	123
1,044,500	12,978,000	51,056,806	44.94	117
921,500	15,411,500	54,176,858	46.48	124
766,000	14,513,000	51,391,867	42.39	118
609,000	14,617,000	51,563,320	43.22	118
463,500	16,484,000	53,650,694	45.61	123
307,500	21,795,000	55,894,540	44.49	128
253,500	29,742,000	71,132,804	55.57	163
217,500	67,592,090	83,322,772	72.91	214
178,500	70,441,250	94,561,250	73.88	217

<b>2004</b>		<b>2005</b>		<b>2006</b>		<b>2007</b>		<b>2008</b>		<b>2009</b>	
\$	3,237,607	\$	3,540,891	\$	3,598,594	\$	3,887,892	\$	4,148,176	\$	3,757,229
	15,757,245		15,292,806		9,801,036		7,501,262		6,780,668		1,572,152
\$	18,994,852	\$	18,833,697	\$	13,399,630	\$	11,389,154	\$	10,928,844	\$	5,329,381
\$	1,700,659	\$	1,306,925	\$	23,309,614	\$	32,511,561	\$	32,653,060	\$	520,606
	27,968,408		45,006,647		29,581,547		32,713,869		19,954,181		35,778,743
	1,561,015		1,467,695		726,119		743,694		194,621		445,505
	14,908,023		235,892		55,565		218,170		110,224		109,124
\$	46,138,105	\$	48,017,159	\$	53,672,845	\$	66,187,294	\$	52,912,086	\$	36,853,978

## LEGAL DEBT MARGIN

### GENESEE COUNTY

Table 15

	2000	2001	2002
<b>Calculation of Debt Limit:</b>			
State Equalized Valuation	\$9,368,113,409	\$10,099,026,343	\$10,910,264,186
10% of Taxable Value	936,811,341	1,009,902,634	1,091,026,419
<b>Calculation of Debt Subject to Limit:</b>			
Total Long-Term Debt	41,184,126	38,078,805	38,765,358
Plus Business Type Tax Notes	12,487,000	12,978,000	14,490,000
<b>Component Unit Debt:</b>			
Brownfield Authority			
Land Bank Authority			
Water and Waste Services	78,495,000	75,360,000	66,100,000
Road Commission	8,745,034	8,883,362	7,622,092
Drain Fund	1,986,302	2,720,986	2,262,885
<b>Less: Debt Not Subject to Limit:</b>			
Non-Bonded Debt	3,028,968	3,246,526	2,356,808
Road Commission Debt Not Subject to Legal Debt Limit	7,785,000	7,815,000	6,795,000
Water and Waste Service Sewer Bonds	70,450,000	69,410,000	62,275,000
Drain Fund Special Assessment Debt	1,281,302	1,365,986	1,057,885
<b>Net Debt Subject to Limit</b>	<b>60,352,192</b>	<b>56,183,641</b>	<b>56,755,642</b>
<b>Legal Debt Margin</b>	<b>876,459,149</b>	<b>953,718,993</b>	<b>1,034,270,777</b>
<b>Net Debt Subject to Limit as % of Debt Limit</b>	<b>6.44%</b>	<b>5.56%</b>	<b>5.20%</b>

Note: Under state finance law, Genesee County's outstanding general obligation debt should not exceed 10 percent of total general obligation bonds.

## PLEDGED-REVENUE COVERAGE

### GENESEE COUNTY

Table 16

Fiscal Year	Water and Sewer Revenue Bonds				
	Gross Revenues	Applicable Expenses	Net Revenues	Debt Service	
				Principal	Interest
1999	\$ 22,167,057	\$ 15,757,706	\$ 6,409,351	\$ 9,135,000	\$ 3,742,362
2000	22,607,437	19,365,300	3,242,137	9,260,000	3,686,577
2001	24,294,418	21,437,967	2,856,451	9,000,000	3,152,759
2002	28,136,915	24,055,391	4,081,524	7,740,000	3,180,964
2003	29,500,607	26,403,112	3,097,495	10,260,000	4,477,742
2004	31,270,777	28,668,831	2,601,946	7,530,000	5,286,079
2005	33,089,994	31,414,650	1,675,344	7,020,000	4,698,900
2006	33,240,331	31,201,708	2,038,623	8,780,000	5,146,948
2007	39,905,904	34,640,150	5,265,754	9,200,000	5,942,875
2008	41,733,685	35,106,337	6,627,348	8,430,000	5,702,215

Note: Details regarding Water and Waste Services outstanding debt can be found in the notes to the financial statements. Operating expenses do not

2003	2004	2005	2006	2007	2008	2009
\$11,648,973,047 1,164,897,305	\$12,294,546,948 1,229,454,695	\$13,035,032,411 1,303,503,241	\$13,695,827,367 1,369,582,737	\$14,156,934,349 1,415,693,435	\$13,698,999,172 1,369,899,917	\$12,466,321,796 1,246,632,178
39,308,867 14,513,000	36,946,320 14,617,000	37,166,698 16,484,000	34,099,540 21,795,000	41,390,804 29,742,000	35,730,682 57,592,090	40,120,000 70,441,250
		5,000,000 56,814	5,000,000 445,942	5,000,000 434,515	13,035,000 3,577,506	13,035,000 3,588,685
68,100,000 6,163,487 2,207,898	100,165,000 5,016,814 2,173,708	117,465,000 3,765,617 1,718,859	115,596,420 2,761,480 2,950,407	144,697,048 7,532,542 4,662,036	168,034,033 16,186,229 3,860,052	168,070,641 14,063,032 3,088,767
1,626,713 5,590,000 65,945,000 1,152,898	1,446,897 4,415,000 71,470,000 1,268,708	822,315 3,330,000 74,905,000 863,859	439,072 2,385,000 74,006,420 615,407	349,652 8,750,000 104,302,048 782,036	255,048 12,520,000 122,864,033 670,052	174,531 15,906,283 124,305,641 588,767
55,978,641 1,108,918,664	80,318,237 1,149,136,458	101,735,814 1,201,767,427	105,202,890 1,264,379,847	119,275,209 1,296,418,226	161,706,459 1,208,193,458	171,432,153 1,075,200,025
4.81%	6.53%	7.80%	7.68%	8.54%	11.80%	13.75%

assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying

Special Assessment Bonds				
Coverage	Special Assessment	Debt Service		Coverage
		Principal	Interest	
0.49772236				
0.250424263				
0.235045474				
0.373732942				
0.210174327				
0.203022001				
0.142960858				
0.146379738				
0.347738062				
0.468953239				

include interest or depreciation.

# FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION

## GENESEE COUNTY

Table 17

Function	2000	2001	2002	2003
Animal Shelter	13	14	14	12
Board Office	14	14	14	15
Building & Grounds	27	28	30	26
Circuit Court	33	34	36	36
Controller	19	18	21	21
Cooperative Extension	3	3	3	3
Corporation Counsel	6	6	6	5
County Clerk	41	38	42	37
Court Services	18	17	16	13
District Court	65	68	68	63
Emergency Management	2	3	3	3
Equalization	12	13	12	11
Equity & Diversity	4	3	3	2
Family Court			37	38
Friend of the Court	85	95	105	103
GCCARD	88	95	99	104
Genesee Valley Regional Ctr.			34	42
GIS				
Human Resources	9	10	10	9
M.I.S.	24	22	22	21
Parks & Recreation	26	26	27	28
Planning	21	24	23	22
Probate Court	64	65	28	25
Prosecutor	78	77	81	78
Public Health	180	189	177	167
Purchasing	8	8	8	7
Register of Deeds	12	13	13	11
Sheriff	277	278	279	269
Surface Water Management	17	18	22	22
Treasurer	16	16	18	23
Veteran's Info. Center	3	3	3	3
Total	1,165	1,198	1,254	1,219

Source: Government Human Resources Office.



<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
12	12	13	13	11	11
16	15	15	15	15	14
26	26	25	24	22	21
40	46	49	49	48	51
17	17	17	17	16	14
3	3	3	1	0	0
5	6	6	6	5	5
38	37	40	34	36	34
10	6	7	5	5	0
63	63	63	61	58	57
4	4	4	1	3	3
11	10	7	9	8	9
2	3	3	3	2	1
33	32	34	33	34	32
99	101	101	100	95	94
105	94	89	81	95	126
40	41	42	43	41	44
1	3	2	2	2	1
9	8	7	8	8	7
22	20	19	19	18	19
28	29	28	28	27	25
20	19	20	22	22	23
26	24	24	24	23	22
73	68	71	67	70	70
165	158	152	150	144	142
7	6	7	6	5	5
12	11	11	10	8	7
273	264	265	259	259	248
21	19	22	20	17	16
23	19	18	19	17	15
3	3	3	3	3	3
1,207	1,167	1,167	1,132	1,117	1,119

# OPERATING INDICATORS BY FUNCTION

## GENESEE COUNTY

Table 18

Function/Program	2000	2001	2002	2003
Board Office Committee Meeting Log:				
Public Works	17	20	20	19
Finance/Budget	1	2	10	16
Governmental Operations	22	26	23	25
Human Services	21	21	21	22
Community & Economic Development	11	12	11	13
Board of Commissioners	31	30	31	29
Building & Grounds:				
Centrally Generated Work Orders				2,023
Circuit Court:				
Number of Civil Cases	2,361	2,357	2,500	2,204
Number of Criminal	1,791	1,845	1,956	2,092
Number of Family Cases	13,393	13,004	11,076	9,788
Controllers:				
Number of Checks	48,618	47,410	48,757	44,704
Cooperative Extension:				
4-H Volunteers	14,920	8,730	9,972	10,288
Master Gardener Volunteers	251	308	319	381
Residents Served		22,119	24,673	25,927
County Clerk General Election Data:				
Registered Voters	319,719	148,234	319,909	118,774
Ballots Cast	194,629	22,279	136,498	26,691
Percent Voting	60.9%	15.0%	42.7%	22.5%
Birth Certificates	6,996	6,737	6,819	6,777
Civil Cases Filed	8,760	8,378	8,767	6,836
Criminal Cases Filed	1,821	1,872	1,900	2,022
Death Certificates	4,150	4,142	4,325	4,131
Divorces	3,077	2,943	3,070	2,401
Marriage Licenses	3,094	3,212	2,940	2,924
District Court:				
Number of Civil Cases	13,564	17,182	18,511	19,609
Number of Criminal/Traffic Cases	57,507	52,527	62,160	63,474
Equalization:				
Number of Parcel Counts	191,902	194,462	196,713	205,937
Friend of the Court:				
Number of Active Cases	43,104	52,060	53,565	55,216
Health:				
Infant Deaths	78	59	83	74

<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
20	20	20	23	23	20
8	16	30	31	25	32
23	25	27	23	23	25
23	21	25	24	21	22
12	10	14	8	10	12
29	28	39	30	27	28
2,011	2,048	2,001	2,018	2,251	1,914
2,144	2,144	1,895	1,881	2,134	1,995
2,116	2,067	2,149	2,353	2,184	2,015
10,457	9,993	7,085	9,051	9,877	9,457
42,607	37,585	37,410	42,430	48,050	63,503
10,009	9,236	13,976	443	55	71
360	422	371	309	318	329
29,088	36,092	49,391	65,716	58,080	48,041
335,361	154,140	338,530	351,082	347,432	163,782
214,718	22,168	165,346	35,656	221,583	22,722
64.0%	14.4%	48.8%	10.2%	63.8%	13.9%
6,527	6,490	6,602	6,432	6,056	5,902
7,086	6,789	6,865	2,304	2,134	2,010
2,006	1,984	2,060	1,836	2,184	2,014
4,229	4,202	4,285	4,020	4,353	4,361
2,489	2,384	2,411	7,536	2,141	2,072
2,882	2,782	2,579	2,532	2,330	2,233
18,406	18,368	20,185	22,913	23,941	22,866
58,338	57,988	62,437	59,427	58,872	56,360
209,709	212,626	207,759	209,079	209,639	209,360
54,903	55,472	55,577	55,530	56,223	55,472
75	52	59	50	56	53

# OPERATING INDICATORS BY FUNCTION

## GENESEE COUNTY

Table 18 Continued

Function/Program	2000	2001	2002	2003
Health:				
Smoking Rates	27.1%	27.1%	27.1%	26.8%
Gonorrhea Cases	1,417	1,545	1,794	1,758
Parks and Recreation:				
Crossroad Village Attendance	163,008	167,391	142,859	151,670
Planning Commission				
Road Reconstruction, Resurfacing & Restoration				
Lane Miles	29.5	67.6	16.7	112.2
Cost	15,195,000	13,835,102	3,708,092	30,373,829
Streets				
Miles	1.4	1.5	1.9	1.5
Cost	756,319	881,320	465,883	376,310
Sidewalks				
Feet	1,500	3,500	4,000	2,500
Cost	105,828	134,036	278,780	125,469
Probate Court:				
Number of Probate Cases	4,019	3,772	3,140	3,128
Prosecutors:				
Felony Warrants (more than 1 year)	2,897	3,031	3,025	3,271
Misdemeanor Warrants (more than 1 year)	26	11	31	28
Misdemeanor Warrants (less than 1 year)	778	1,122	1,130	1,531
Purchasing:				
Number of Purchase Orders	2,492	2,371	2,219	2,156
Register of Deeds:				
Annual Recorded Documents	425,812	125,955	148,827	166,713
Sheriff Department:				
Number of Inmates Booked	10,861	11,623	11,891	11,957
Traffic Accidents	1,488	1,394	1,493	1,202
Traffic Violations	1,525	4,373	3,047	3,783
OUIL Arrests	247	217	155	125
Driving With License Suspended Arrests	535	633	538	578
Felony Arrests	367	392	291	300
Misdemeanor Arrests	2,937	2,669	813	1,158
Treasurers:				
Number of Cash Receipts	51,172	58,764	58,818	58,222
Veterans Information Services:				
Veteran Services	17,727	27,895	17,881	26,323
Veterans Burial Services	122	100	140	116
Soldiers Relief Commission Services	599	415	334	344
Veterans Trust Applications	691	335	190	144

Source: Various county departments.

<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
26.8%	25.2%	25.2%	25.6%	25.6%	24.6%
1,972	1,664	1,682	1,594	1,313	1,157
146,163	143,007	152,113	159,715	134,853	139,289
41.8	63.3	67.7	146.5	55.0	65
13,888,596	37,824,377	40,162,522	70,114,676	58,161,496	19,544,927
1.3	1.6	2.2	3.2	2.5	2
402,663	515,474	154,840	356,523	270,000	203,783
600	3,200	4,600	2,500	800	1,500
31,324	128,596	214,995	138,449	61,396	152,711
2,746	2,605	3,267	3,037	2,817	3,205
3,246	3,101	3,407	3,467	3,408	3,040
14	25	34			
1,489	1,292	1,250	1,141	1,187	1,108
1,905	1,733	1,628	1,228	1,398	1,082
130,944	123,414	111,178	99,573	85,915	81,874
12,209	12,032	12,454	12,580	12,133	11,460
1,213	1,231	919	1,495	1,345	259
2,807	2,155	2,356	3,372	3,868	1,804
125	72	76	140	97	154
408	318	372	604	422	474
359	403	391	286	271	242
997	967	604	1,250	589	703
65,621	53,196	49,473	55,202	57,872	58,376
25,466	25,265	27,763	27,707	29,239	29,875
110	134	103	112	141	141
215	190	148	161	140	246
87	61	48	46	91	85

# CAPITAL ASSET STATISTICS BY FUNCTION

## GENESEE COUNTY

Table 19

Function/Program	2000	2001	2002	2003
Buildings & Grounds:				
Administration Bldg.	1	1	1	1
Animal Control	1	1	1	1
Clinics	3	3	3	4
Courts	6	7	6	7
Courthouse	1	1	1	1
Dollar Store	1	1	1	1
Drain Commission	1	1	1	1
Galliver Bldg.	1	1	1	1
GCCARD Bldg.	1	3	3	3
Haley	1	1	1	1
Jail	1	1	1	1
Juv. Detention Ctr.				1
MacAvinchey Bldg.	1	1	1	
Motor Pool	1	1	1	1
MSU Extension	1	1	1	1
Parking Structures	2	2	2	2
Drains:				
Number of Drains	1,126	1,133	1,144	1,153
MIS:				
Computers	800	810	820	825
Parks & Recreation:				
Acreage	10,939	10,939	10,939	10,939
Beaches	4	4	4	4
Bicycle Path	4	5	5	5
Boat Launches	2	2	2	2
Campgrounds	2	2	2	2
Disc Golf Course				1
For-Mar Nature Preserve & Arboretum	1	1	1	1
Genesee Belle Paddle Wheel Boat	1	1	1	1
Huckleberry Railroad	1	1	1	1
Picnic Areas	5	5	5	5
Play Areas			1	2
Snowmobile Areas	4	4	4	4
Spray Park				1
Stepping Stone Falls	1	1	1	1

2004	2005	2006	2007	2008	2009
1	1	1	1	1	1
1	1	1	1	1	1
3	3	3	3	3	3
6	6	6	6	6	6
1	1	1	1	1	1
1	1	1	1		
1	1	1	1	1	1
1	1	1	1	1	1
3	3	3	3	3	3
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
2	2	2	2	2	2
1,162	1,171	1,177	1,183	1,187	1,126
840	850	855	850	875	890
10,939	10,939	10,939	10,939	10,939	10,939
4	4	4	3	3	3
5	5	6	6	7	7
3	3	3	4	4	4
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
5	5	5	5	5	5
3	3	5	5	7	7
4	4	5	5	5	5
1	1	1	1	1	1
1	1	1	1	1	1

## CAPITAL ASSET STATISTICS BY FUNCTION

### GENESEE COUNTY

Table 19 Continued

Function/Program	2000	2001	2002	2003
Sheriff:				
Housing Cells	355	355	355	355
Isolation Rooms	6	6	6	6
Safety Cells	6	6	6	6
Medical Cells	9	9	9	9
Patrol Vehicles	21	21	21	21
Boats	9	9	9	9
Paramedic Vehicles	9	9	9	9
Motorcycles				
Jet Skis				

Sources: Various county departments.



<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
355	355	355	355	355	355
6	6	6	6	6	6
6	6	6	6	6	6
9	9	9	6	9	9
21	50	50	18	18	10
9	5	5	4	3	3
9	15	15	15	15	15
	8	8	8	8	6
			4	2	2



## **Committees of the Board of Commissioners**

The Committee system, which goes back to the 61 member Board of Supervisors, is still currently maintained. Each of the nine Commissioners of the present Board of Commissioners is a member of each committee. Following are the major committees including a short description of each committee's goals and objectives.

### **Community & Economic Development Committee**

Develop information, alternatives, and recommendations regarding Community Development funds.

### **Finance and Finance/Budget Committee**

Develop plans for financing of County activities so sufficient monies may be raised to pay current fixed operating expenses and all approved extraordinary expenses.

### **Human Services Committee**

Represent the Board of Commissioners in community and human relations and the associated financing of these activities.

### **Governmental Operations Committee**

To review County department requests for purchases, employees, and policy statements and the associated financing of these activities.

### **Public Works Committee**

Recommend needed improvements, repairs, or upkeep to buildings, grounds, and equipment and the associated financing of these activities.

There are various subcommittees on which four Commissioners serve and are assisted by County staff. Some of these subcommittees are Strategic Budget and Planning, Audit, Insurance and Data.

# **Genesee County, Michigan**



**Controller's Office**  
**1101 Beach Street—3rd Floor**  
**Flint, MI 48502**  
**Phone: 810.257.3040**