



# **GRAND TRAVERSE COUNTY, MICHIGAN**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

***FOR THE YEAR ENDED DECEMBER 31, 2022***

# **GRAND TRAVERSE COUNTY, MICHIGAN**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

***FOR THE YEAR ENDED DECEMBER 31, 2022***

### Principal Officials

#### **Board of Commissioners**

Robert Hentschel - Chairperson

Brad Jewett – Vice Chair

TJ Andrews

Lauren Flynn

Brian McAllister

Penny Morris

Daryl Nelson

Scott Sieffert

Ashlea Walter

### **Administration**

Nate Alger, County Administrator

Chris Forsyth, Deputy County Administrator

Dean Bott, Finance Director

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## **INTRODUCTORY SECTION**



ADMINISTRATION/BOARD OF  
COMMISSIONERS  
400 BOARDMAN AVENUE, SUITE 305  
TRAVERSE CITY, MI 49684-2577  
231-922-4780

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July 28, 2023

Grand Traverse County Board of Commissioners and  
Citizens of Grand Traverse County, Michigan:

The Comprehensive Annual Financial Report (CAFR) of Grand Traverse County, Michigan, for the calendar year ended December 31, 2022, is hereby submitted. In accordance with State Law, re: Public Act 34 of 2001, the revised Municipal Finance Act, Section 141.2303 (1) requires each municipality within the state of Michigan to file an audit report annually with the Michigan Department of Treasury within 6 months from the end of its fiscal year or as otherwise provided in the Uniform Budgeting and Accounting Act, 1968 PA 2, MCL 141.421 to 141.440a. This report was prepared by the Grand Traverse County Finance Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government based upon a comprehensive framework of internal control that has been established for this purpose. Since the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements.

Michigan law requires an annual audit of the County's financial statements. The Grand Traverse County Board of Commissioners has engaged Vredevelde Haefner LLC, Independent Auditors, for this purpose. The independent auditors' unmodified ("clean") opinion has been included at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

## **ORGANIZATIONAL STRUCTURE**

County government is the largest unit of local government in Michigan and is also the oldest political subdivision of the state, having attained stature and importance before any other form of government now in existence.

Grand Traverse County, Michigan, incorporated in 1851, is located approximately 250 miles north of Detroit, in the northwestern section of Michigan's Lower Peninsula. It currently occupies 485 square miles and serves an estimated population of 96,888. In terms of population, this ranks Grand Traverse County as the 22rd largest of 83 counties in the State of Michigan. Grand Traverse County is empowered to levy a property tax on real, personal, and industrial property located within its boundaries.

The Board of Commissioners exercises the legislative power of the County and determines all matters of policy. The Board of Commissioners is comprised of nine commissioners who are elected from their respective districts. Each commissioner serves a term of two years. The county administrator is the appointed head of the administrative branch of the county government. The judicial branch of government consists of two Circuit Court judges, two District Court judges, and one Probate Court judge. All judges are elected at large for a six-year term. The Circuit and District Court judges are elected on two-year, staggered terms. The Offices of Prosecuting Attorney, Sheriff, Clerk, Treasurer, Register of Deeds, and Drain Commissioner are elected at large and serve for a four-year term.

Grand Traverse County provides a wide range of services, including public safety, health and welfare services, community and economic development, and recreational and cultural activities. Certain financing and oversight services on the construction of Grand Traverse County public buildings are provided through a component unit, a legally separate building authority, which functions, in essence, as a department of Grand Traverse County, and therefore has been included as an integral part of Grand Traverse County's financial statements. Grand Traverse County is also financially accountable for services provided by other legally separate component units of Grand Traverse County. These services include the construction and maintenance of the county's system of roads and bridges by the Grand Traverse County Road Commission, and water supply and wastewater disposal services provided by the Grand Traverse County Department of Public Works. In addition, the Grand Traverse County Drain Commissioner provides for the construction and maintenance of drainage districts throughout Grand Traverse County. The Grand Traverse County Brownfield Redevelopment Authority promotes the revitalization of environmentally distressed areas/sites. The Grand Traverse County Land Bank Authority works to provide affordable housing and economic development opportunities from foreclosed properties. The Pavilions Foundation provides a fund-raising vehicle that supports the Pavilions medical care facility and PACE North provides all-inclusive care for the elderly. These component units are reported separately within Grand Traverse County's financial statements, and additional information on them can be found in the notes to the financial statements.

Grand Traverse County prepares, adopts, and maintains budgetary controls on an annual basis. Activities of the General fund and Special Revenue funds are included in the annual appropriated budget. The level of budgetary control, that is, the level at which expenditures cannot legally exceed the appropriated amount, is established at the function level. Remaining governmental and proprietary funds are budgeted as a management control. The County's procedures in establishing its annual budget are as follows:

Beginning in May of each year, budget forms are provided to all County elected officials and department heads, outlining the procedures for requesting appropriations for the subsequent budget year. In the fall of each year, the County Administrator and Finance Director may hold budget hearings with all elected officials and department heads to obtain additional information regarding budget requests.

In October, preceding the beginning of the next fiscal year, and in conformance with Act 2, PA 1968, as amended by Public Act 621 of 1978, (the Uniform Budgeting and Accounting Act), the Finance department prepares, and the County Administrator submits, a proposed operating budget for review and adoption by the County Board of Commissioners.

After the County Administrator submits the proposed budget to the Board of Commissioners, a public hearing is conducted to obtain taxpayer comments. The Board of Commissioners then make any amendments to the budget it deems necessary and adopts the same by formal resolution prior to December 31.

The Board of Commissioners is authorized to adjust the various budgets as deemed necessary. Elected officials and department heads are authorized to amend budgets under their control, subject to the provisions of the County's budget resolutions as amended.

## **ECONOMIC CONDITION AND OUTLOOK**

### ***Population Trends***

In 2022, the estimated population of Grand Traverse County was 96,888 according to the U.S. Census. This is an increase of 11.4% from the 2010 U.S. Census population count of 86,986. Grand Traverse County is the 22nd most populated county in Michigan and, according to the 2020 U.S. Census, experienced the 2<sup>nd</sup> largest growth of all counties in Michigan since the 2010 census.

The 2022 median age in Grand Traverse County is 43.0 years, compared to 39.5 years for Michigan overall. In 2022, 21.3% of the population of the County was 65 years old and over which is higher than the 17.5% for Michigan overall. In comparison, only 13.1% of the County population in 2000 was 65 years old and over. This

trend of an aging population is expected to continue for the region.

### ***Labor Market***

In 2022, the annual average workforce in Grand Traverse County was 48,093 employees, representing two-thirds of the total regional employment. Annual average unemployment for the County in 2022 was 3.7%, down from 3.9% in 2021. Health care and social assistance is the largest employment industry in the county. Over the next 30 years, Grand Traverse County is forecasted to experience employment growth more than 150% higher than the state average. Median household income in the County is \$69,393, the 9th highest county in Michigan.

### ***Property Values and Home Sales***

There are 57,920 parcels of property in the County for the 2023 Assessment year, an increase of 2.32% from 2022. The County Equalized Value (CEV) for Grand Traverse County for 2023 is \$9,826,989,417 an increase of 14.51% from 2022, which was \$8,581,901,803. Taxable value increased overall 9.14% countywide from 2022 to 2023.

Total listings of home sales in Grand Traverse County in 2022 by real estate agents were 1,861, down from 2,003 in 2021. The average sales price in 2022 was \$460,496, up from \$401,247 in 2021. In comparison, the average price for sales in Michigan in 2022 was \$239,000, an increase from \$234,954 in 2021.

### ***Education***

Grand Traverse County residents tend to have a higher-than-average education compared to the remainder of Michigan. The County is ranked sixth in the state with 95% of the population having a high school diploma or more and ranked ninth in the state with 38% of the population having a bachelor's degree or more.

The two primary public-school districts in Grand Traverse County are the Traverse City Area Public Schools and the Kingsley Area Schools. Traverse City Area Public Schools includes 16 schools. The district has a current enrollment of 10,000 students spread over 300 square miles across three counties. Kingsley Area Schools includes three schools and covers the southern end of the County. The district has a current enrollment of approximately 1,500 students. Both districts have a dual enrollment program which enables high school students to enroll in classes offered by Northwestern Michigan College and earn college credit while still in high school.

Northwestern Michigan College pioneered post-secondary education in northern Michigan when it was established as Michigan's first community college in 1951. With an enrollment of 3100, the college provides collegiate-level instruction in the liberal arts and in many occupational fields. The college's Great Lakes Maritime Academy, the only maritime academy on the Great Lakes, prepares students to become merchant marine officers. The college is also in partnership with 6 Michigan colleges and universities to provide bachelor's completion and advanced degrees.

### ***Tourism Industry***

The Grand Traverse region's largest industry is often considered to be tourism. Grand Traverse County has more than 5,000 hotel rooms and is second only to Wayne County in number of Airbnb guests. The estimated total economic impact from the visitor industry in Grand Traverse County is \$1.2 billion annually. The City of Traverse City, located within the County is ranked as the #2 small town travel destination in the United States, a top 10 places to retire in the U.S., and among the top 10 winter vacation destinations in the country.

### ***Cherry Industry***

The U.S. cherry industry produces more than 450 million pounds of tart and sweet cherries each year. Michigan, mainly the Grand Traverse region, grows about 56 percent of the tart cherry crop. Generally, Michigan produces 90 to 100 million pounds of tart cherries with the total U.S. crop being 175 to 200 million pounds. Sweet cherries primarily are grown in the Pacific Coast states, but Michigan joins the top four producers, harvesting about 7 percent of the crop each year. Michigan produces about 25 million pounds of sweet cherries annually.

### ***Wineries and Eateries***

The Traverse City area is home to numerous vintners who grow grapes and bottle wines on the scenic Old Mission and Leelanau Peninsulas. The wines are fast becoming among the finest offered nationally and internationally. The ideal climate, with vineyards protected by winter snows and conditions moderated by proximity to Lake Michigan, has given rise to a wine industry that has been recognized for its quality and variety since the first winery opened here in 1974. The area also contains nearly 20 breweries and 11 distilleries.

Thanks to its award-winning wines and talented local chefs, Traverse City enjoys a national reputation as a place of food and drink. Midwest Living listed Traverse City among its Five Top Food Towns two years in a row, and Bon Appetit has listed it as one of America's Top Five Foodie Towns.

### ***Arts and Culture***

The arts and culture industry represents a diverse group in this region from the world-renown Interlochen Center for the Arts to self-employed artists often working from their homes. Regionally, the arts and culture sector has grown significantly in the past few years and is an important contributing force in the economy. Highlights of the region include Dennon Museum Center, the Traverse City Opera House, the Old Town Playhouse, the Traverse Symphony Orchestra, and a new outdoor theater experience, Parallel 45 Theatre.

### ***Healthcare***

Munson Healthcare, the parent company for Munson Medical Center in Traverse City and seven other affiliated hospitals, is the region's largest healthcare system and the region's largest employer with over 7,500 employees. Munson serves 29 counties in northern Michigan and offers 63 specialties including one of the nation's top heart programs.

## **MAJOR INITIATIVES**

### ***Brownfield Redevelopment***

Since its inception, the Grand Traverse County Brownfield Redevelopment Authority has been one of the most active authorities in Michigan, working to revitalize environmentally distressed areas. Over \$455 million of private investment has been added to the Grand Traverse County tax base because of environmental clean-up of nearly 23 brownfield sites. The new investment and new businesses have resulted in the creation of over 1,800 jobs. Further, an additional \$150 million in investments is anticipated in the continued redevelopment of these sites. In 2022 the Boardman Lake Trail was completed with financial assistance provided by the Authority.

### ***Economic Development***

Grand Traverse County has been designated as a Next Michigan Development Corporation by the Michigan Strategic Fund Board. As one of only seven communities in Michigan, "Northern Nexus" utilizes key economic development tools to assist in the expansion and attraction of businesses that ship goods by two or more modes of transportation. With strong support from the Michigan Economic Development Corporation, Northern Nexus works in partnership with the City of Traverse City, Garfield Charter Township, East Bay Charter Township and Blair Township. The County has also partnered with Traverse Connect, the lead economic development organization in the Grand Traverse Region, which supports area businesses through a combination of business attraction and retention strategies, talent development efforts, and strategic coordination among partner agencies.

US Census data from 2015-2016 (most currently available) lists the Traverse City micropolitan region as one of the most popular areas to start a business. A micropolitan area is a region with a core city population between 10,000-50,000 plus those in the surrounding communities.

### ***National Cherry Festival***

Traverse City is considered the Cherry Capital of the World. Its annual celebration, the National Cherry Festival, is held every July and attracts over 500,000 people over eight days. At a minimum, the annual festival contributes \$27 million to the region and offers over 150 events and activities. The festival has been well recognized by the Governor, the Michigan legislature, AAA Michigan and USA Today. The festival is also annually rated in the Top 100 Festivals and Events in North America by the American Bus Association.

### ***Traverse City Pit Spitters Baseball Team and Hockeytown North***

The Traverse City Pit Spitters, a minor league baseball team, is part of the Northwoods League, and plays their home games at Turtle Creek Stadium. The team played their inaugural season in 2019, drawing 70,000 fans and won the league championship. Across town, Centre Ice, known as Hockeytown North, is home to the training camp of the Detroit Red Wings and its annual prospects tournament.

### ***Traverse City Horseshows***

In 2015 the Traverse City Horseshows came to Flintfields Horse park in Acme Township of Grand Traverse County and is now one of the top equestrian events and venues in North America. Since 2015 the Traverse City Horseshows has expanded the number of events and are currently scheduled for 15 events between June 7, 2023, and September 17, 2023. A 2021 economic impact report shows a total economic impact estimate of \$352.9 million dollars for the greater Grand Traverse Region based on Traverse City Horseshows activities.

### ***Coast Guard City***

In 2010, Traverse City was designated as the 10<sup>th</sup> “Coast Guard City.” Traverse City is one of only 29 Coast Guard Cities in the United States. There are 140 Coast Guard personnel stationed at Air Station Traverse City located at Cherry Capital Airport. Traverse City is considered the #1 retirement location for Coast Guard personnel.

## **FINANCIAL INFORMATION**

### ***Relevant Financial Policies***

In accordance with the County's General Financial Policy, the General fund objective is to establish and maintain a 30% level of unassigned fund balance based on the General fund's most current adopted operating budget. In 2022, the Board of Commissioners amended the County's policy on Fund Balance to reflect this change and how to manage any excess or shortfall of the 30% level.

The 100% Tax Payment Fund Policy, which authorizes appropriations from the 100% Tax Payment fund, requires that it be self-funded. Beginning in 1999, the fund retains 25% of the earnings, with the balance available for distribution or appropriation to the general fund.

Cash balances are invested according to the Investment Policy adopted by the Board of Commissioners. The Board of Commissioners has authorized the Grand Traverse County Treasurer to invest surplus funds of the County in accordance with those investments permitted by Act 20 of the Michigan Public Acts of 1943 as amended, M.C.L. 129.91. The Act generally allows the County to deposit funds in banks, savings and loan associations, and credit unions in the state of Michigan. The Act also provides for investments in U.S. government obligations; certificates of deposit, savings accounts and deposit accounts of banks, savings and loans, and credit unions who are members of the FDIC, FSLIC, and NACU, respectively; commercial paper, U.S. government or federal agency obligation repurchase agreements; bankers' acceptances of United States banks; and, with some restrictions, mutual funds.

### ***Employees' Retirement Systems***

The County participates in the Municipal Employees Retirement System of Michigan (MERS) and offers both a defined benefit pension plan and a defined contribution pension plan for most full-time employees. The defined benefit pension plan has been closed and all new employees are enrolled in the defined contribution plan. In 2021 the County issued \$39.8 million in pension bonds and contributed an additional \$5.1 million to fully fund the pension liability as of December 31, 2021.

### *Awards and Acknowledgments*

The Government Finance Officers Association of the United States and Canada (GFOA) awarded sixteen consecutive Certificates of Achievement for Excellence in Financial Reporting to Grand Traverse County, Michigan for its Annual Comprehensive Financial Report (ACFR) for the fiscal years ended December 31, 2005-2021. This Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

To be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized ACFR whose contents conform to program standards. This ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements, and we are again submitting it to the GFOA to determine its eligibility for another certificate.

Preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department and other county departments, and the various elected and appointed officials. We would like to express our appreciation to everyone who assisted in and 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.

Sincerely,

A handwritten signature in dark ink, appearing to read "N. Alger", written in a cursive style.

Nate Alger  
County Administrator



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Grand Traverse County  
Michigan**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2021

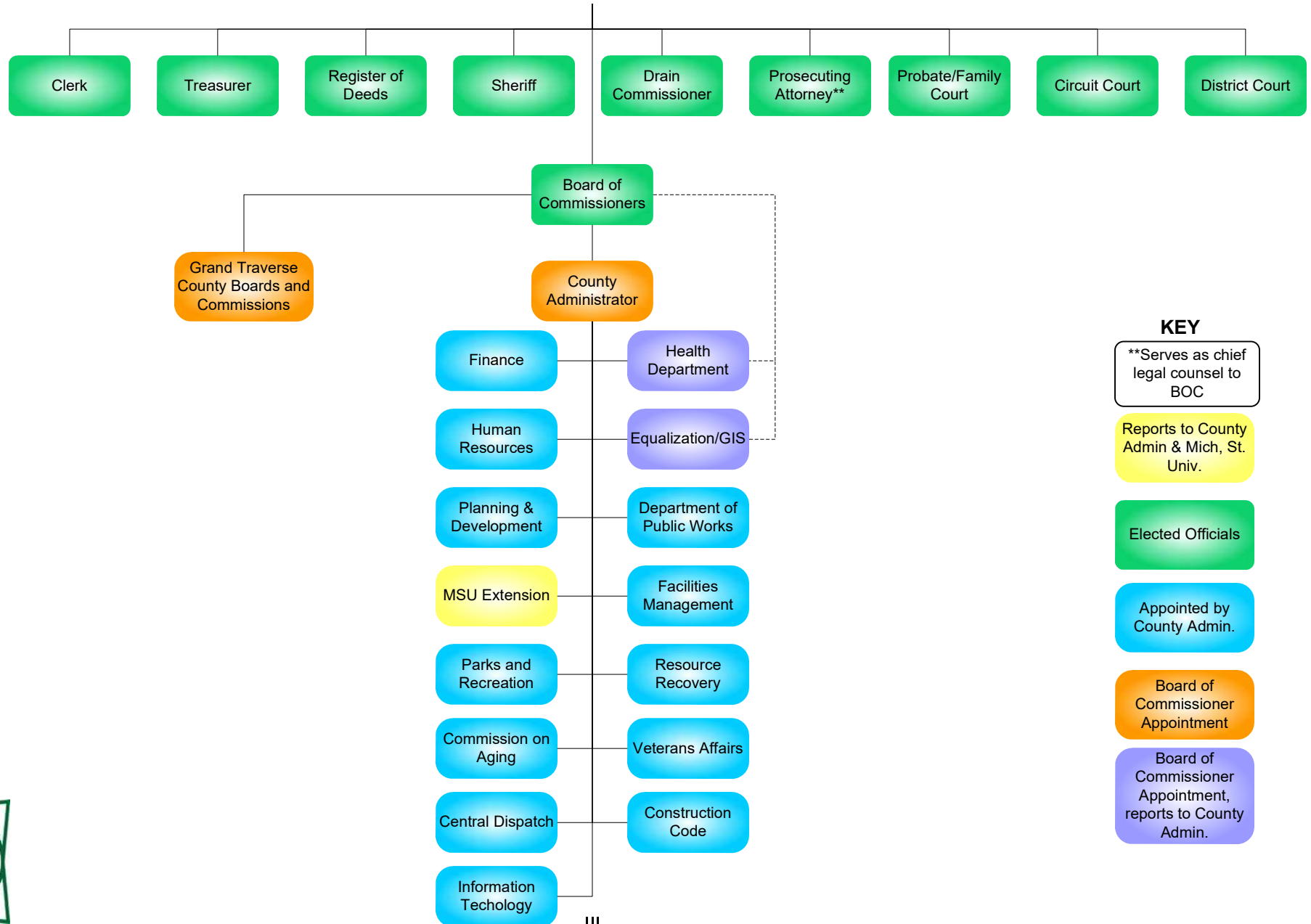
*Christopher P. Morill*

Executive Director/CEO

# Grand Traverse County

## Organizational Chart

VOTERS OF GRAND TRAVERSE COUNTY



### KEY

\*\*Serves as chief legal counsel to BOC

Reports to County Admin & Mich. St. Univ.

Elected Officials

Appointed by County Admin.

Board of Commissioner Appointment

Board of Commissioner Appointment, reports to County Admin.



## **FINANCIAL SECTION**



# Vredeveld Haefner LLC

CPAs and Consultants  
10302 20<sup>th</sup> Avenue  
Grand Rapids, MI 49534  
Fax (616) 828-0307

Douglas J. Vredeveld, CPA  
(616) 446-7474  
Peter S. Haefner, CPA  
(616) 460-9388

## INDEPENDENT AUDITORS' REPORT

July 28, 2023

Board of Commissioners  
Grand Traverse County, Michigan

### Report on the Financial Statements

#### **Opinions**

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 Grand Traverse County, Michigan (the County), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Grand Traverse County, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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

#### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5-11 and 79-93 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

#### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 28, 2023, on our consideration of the 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 solely 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 effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.

*Orederfeld Haefner LLC*

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## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# Management's Discussion and Analysis

As management of the County of Grand Traverse, Michigan (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2022.

## Financial Highlights

The financial statements, which follow this Management's Discussion and Analysis, provide these significant key financial highlights for the 2022 fiscal year as follows:

- Tax revenues continued to increase due to construction activity, real estate sales, and inflation
- Retirement contributions were less than the previous year due to issuing pension bonds of approximately \$40 million in the prior year with lower debt service relative to the retirement contributions
- Wage and salary increases were approved for all employees to counter the effects of high inflation

## Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) Government-wide financial statements, 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 the County's finances, in a manner similar to a private-sector business.

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

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position 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 revenues and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental 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 the County include legislative, judicial, general government, public safety, public works, health and welfare, economic development, and parks and recreation. The business-type activities of the County include the Grand Traverse Pavilions, 100% tax payment fund, Homestead, Inspections, Foreclosure Tax Collection, Solid Waste, and Building Authority.

The government-wide financial statements include not only the County itself (known as the primary government), but also the legally separate Road Commission, Land Bank Authority, Brownfield Redevelopment Authority, Drain Commission, Department of Public Works, PACE and Pavilions Foundation.

**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. The 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 the 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 County'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 County'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.

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, health department and ARPA fund, all of which are considered to be major funds. Data is combined into a single aggregated presentation for the other governmental funds (non-major governmental funds). Individual fund data for each of the non-major governmental funds is provided in the form of combining statements and schedules.

The County adopts an annual appropriated budget for its general fund and all special revenue funds as required by state law. Budgetary comparison statements have been provided for the general and special revenue funds to demonstrate legal compliance.

**Proprietary funds** The County also maintains proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the Pavilions and the 100% tax payment fund, both of which are considered to be major funds. Data is combined into a single aggregated presentation for the other enterprise funds (non-major enterprise funds). Individual fund data for each of the non-major enterprise funds is provided in the form of combining statements and schedules.

The County has internal service funds to account for and allocate costs internally among the various functions. Because these services predominantly benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

**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 these funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**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.

**Other information** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This is limited to this discussion and analysis, major fund budgetary schedules and benefit plan trend information. Supplemental information follows the required supplementary information.

## Government-wide Financial Analysis

**Statement of Net Position** As noted earlier, net position may serve over time as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by \$56,822,995 at the close of the most recent fiscal year. The following chart illustrates the composition of net position.

### Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2022	2021	2022	2021	2022	2021
<b>Assets</b>						
Current and other assets	\$64,850,053	\$62,583,326	\$31,300,677	\$34,404,560	\$96,150,730	\$96,987,886
Capital assets	43,598,598	44,132,995	16,922,476	17,822,292	60,521,074	61,955,287
<b>Total assets</b>	<b>108,448,651</b>	<b>106,716,321</b>	<b>48,223,153</b>	<b>52,226,852</b>	<b>156,671,804</b>	<b>158,943,173</b>
<b>Deferred outflows of resources</b>	<b>13,372,952</b>	<b>827,668</b>	<b>6,295,847</b>	<b>1,825,504</b>	<b>19,668,799</b>	<b>2,653,172</b>
<b>Liabilities</b>						
Current liabilities	28,187,454	16,711,634	6,449,541	3,671,735	34,636,995	20,383,369
Long-term liabilities	55,383,155	47,455,141	16,836,338	9,723,626	72,219,493	57,178,767
<b>Total liabilities</b>	<b>83,570,609</b>	<b>64,166,775</b>	<b>23,285,879</b>	<b>13,395,361</b>	<b>106,856,488</b>	<b>77,562,136</b>
<b>Deferred inflows of resources</b>	<b>11,505,446</b>	<b>15,076,445</b>	<b>1,155,674</b>	<b>4,691,424</b>	<b>12,661,120</b>	<b>19,767,869</b>
<b>Net position</b>						
Net investment in capital assets	35,544,207	35,330,215	14,904,534	15,580,858	50,448,741	50,911,073
Restricted	6,875,123	6,942,307	-	-	6,875,123	6,942,307
Unrestricted	(15,673,782)	(13,971,753)	15,172,913	20,384,713	(500,869)	6,412,960
<b>Total net position</b>	<b>\$26,745,548</b>	<b>\$28,300,769</b>	<b>\$30,077,447</b>	<b>\$35,965,571</b>	<b>\$56,822,995</b>	<b>\$64,266,340</b>

By far the largest portion of the County's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment 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.

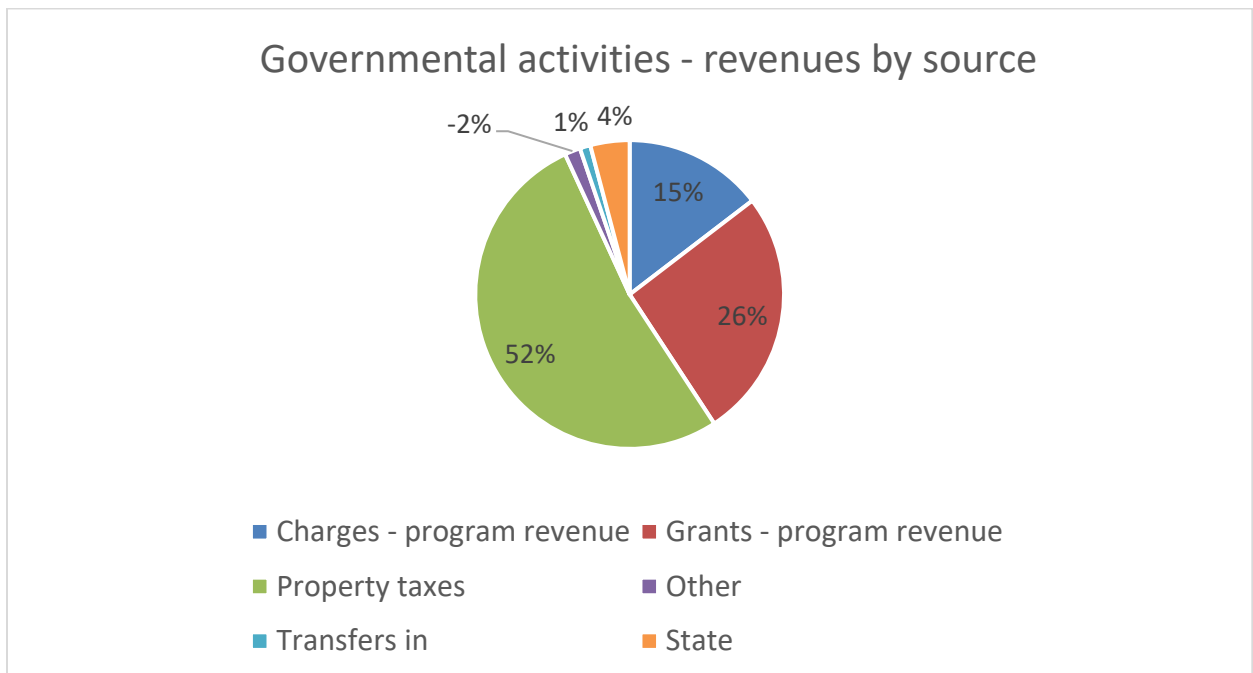
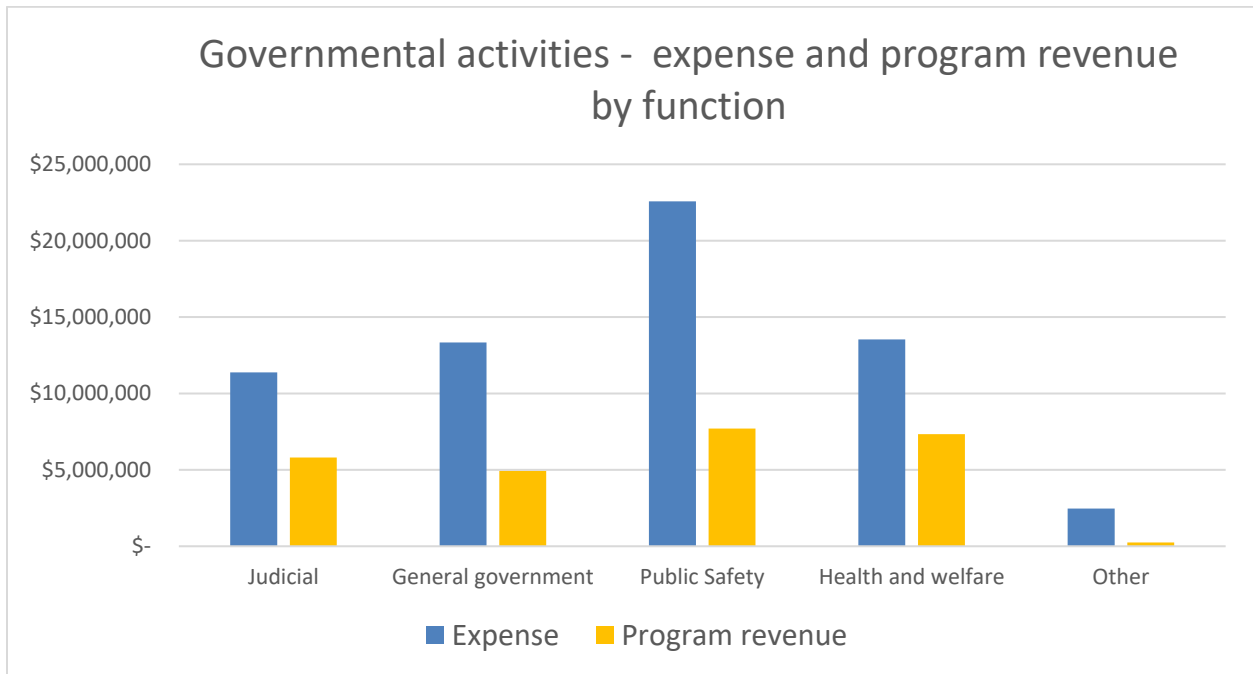
An additional portion of the County's net position in the amount of \$6,875,123 represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position was a negative \$500,869.

At the end of the current fiscal year, the County is able to report positive balances in two categories of net position, for the governmental activities and all three categories of net position for the business-type activities.

**Statement of Activities** The County's total revenue for the fiscal year ended December 31, 2022, was \$88,426,648 while total cost of all programs and services was \$95,869,993. This results in a decrease in net position of \$7,443,345. The following table presents a summary of the changes in net position for the years ended December 31.

### Changes in Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2022	2021	2022	2021	2022	2021
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 9,325,448	\$ 9,036,929	\$25,866,141	\$26,322,392	\$35,191,589	\$35,359,321
Operating grants and contributions	16,701,968	16,950,585	1,434,201	9,423,741	18,136,169	26,374,326
Capital grants and contributions	-	-	-	-	-	-
General revenues						
Property taxes	33,433,966	31,717,912	-	-	33,433,966	31,717,912
State revenue sharing - unrestricted	2,623,795	2,548,542	-	-	2,623,795	2,548,542
Interest	(1,102,797)	(38,163)	91,850	241	(1,010,947)	(37,922)
Gain on capital asset disposals	52,076	37,206	-	7,500	52,076	44,706
<b>Total revenues</b>	<b>61,034,456</b>	<b>60,253,011</b>	<b>27,392,192</b>	<b>35,753,874</b>	<b>88,426,648</b>	<b>96,006,885</b>
<b>Expenses</b>						
Legislative	568,749	472,644	-	-	568,749	472,644
Judicial	11,383,811	8,853,766	-	-	11,383,811	8,853,766
General government	13,332,875	12,091,345	-	-	13,332,875	12,091,345
Public safety	22,571,457	18,055,026	-	-	22,571,457	18,055,026
Public works	44,195	37,126	-	-	44,195	37,126
Health and welfare	13,539,815	12,622,262	-	-	13,539,815	12,622,262
Economic Development	141,790	81,263	-	-	141,790	81,263
Parks and Recreation	894,282	727,524	-	-	894,282	727,524
Interest on long-term debt	822,690	224,609	-	-	822,690	224,609
Grand Traverse Pavilions	-	-	30,480,094	28,083,652	30,480,094	28,083,652
100% tax payment	-	-	3,088	6,028	3,088	6,028
Homestead	-	-	20,561	19,345	20,561	19,345
Inspections	-	-	1,532,977	1,298,431	1,532,977	1,298,431
Foreclosure tax collections	-	-	160,420	169,153	160,420	169,153
Solid Waste	-	-	373,189	332,339	373,189	332,339
<b>Total expenses</b>	<b>63,299,664</b>	<b>53,165,565</b>	<b>32,570,329</b>	<b>29,908,948</b>	<b>95,869,993</b>	<b>83,074,513</b>
<b>Increase (decrease) before transfers</b>	<b>(2,265,208)</b>	<b>7,087,446</b>	<b>(5,178,137)</b>	<b>5,844,926</b>	<b>(7,443,345)</b>	<b>12,932,372</b>
<b>Transfers in (out)</b>	<b>709,987</b>	<b>837,554</b>	<b>(709,987)</b>	<b>(837,554)</b>	<b>-</b>	<b>-</b>
<b>Increase (decrease) in net position</b>	<b>(1,555,221)</b>	<b>7,925,000</b>	<b>(5,888,124)</b>	<b>5,007,372</b>	<b>(7,443,345)</b>	<b>12,932,372</b>
<b>Net position – beginning</b>	<b>28,300,769</b>	<b>20,375,769</b>	<b>35,965,571</b>	<b>30,958,199</b>	<b>64,266,340</b>	<b>51,333,968</b>
<b>Net position – ending</b>	<b>\$26,745,548</b>	<b>\$28,300,769</b>	<b>\$30,077,447</b>	<b>\$35,965,571</b>	<b>\$56,822,995</b>	<b>\$64,266,340</b>



**Governmental Activities** The preceding table shows that the governmental activities decreased the County's net position by \$1,555,221 during this fiscal year. The decrease is the result of a net increase in benefit liabilities and a positive change in fund balance.

**Business-type Activities** Business type activities decreased the County's net position by \$5,888,124 during the year. The main components of this decrease are the Grand Traverse Pavilions decrease of \$7,043,946 due to reduced occupancy and a reduction in federal and state grant funding received to offset operating expenses during the pandemic, the Delinquent Tax Revolving Fund decrease of \$20,362 from operating expenses that exceeded operating revenues and transfers in, and the Inspections Fund increase of \$951,851 due to construction permit revenues exceeding operating expenses.

## Financial Analysis of the Government's Funds

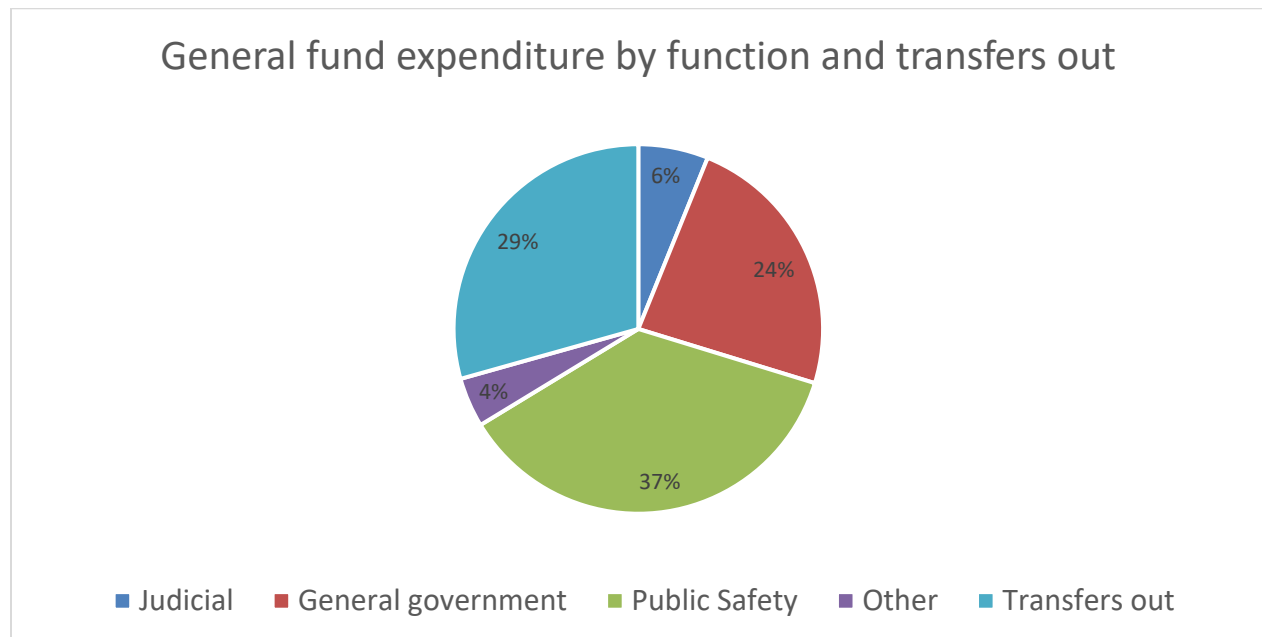
As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance was \$17,751,977, an increase of \$2,122,127 from the prior year. The main reasons for the increase were the increase in property tax revenues and improved charges for services revenues as we returned to more normal operations during the year. Expenditures were also less than planned because we were at less than full staffing for several departments. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 40% of total general fund expenditures and transfers out.

Health Department fund - At the end of the current fiscal year, fund balance was \$2,782,738, an increase of \$175,426 from the prior year. The primary reason for the increase was state revenues received to provide communicable disease information and services.

ARPA fund – Prior to the end of the current year this fund had received federal ARPA funding of \$18,081,253. A total of \$50,000 was spent leaving a balance of \$18,031,253 offset with deferred revenue. These funds are expected to be utilized in future years.



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

The County of Grand Traverse's major enterprise operations consist of separate and distinct activities. These activities are accounted for in the Grand Traverse Pavilions and the 100% tax payment fund. These activities provide services to residents and businesses of the County. The Pavilions had a decrease in net position of \$5,888,124 largely due to reduced occupancy and a decrease in pandemic related federal and state grants received to offset operating expenses. The 100% tax payment fund had a decrease in net position of \$20,362 while transferring \$709,987 to other funds. This decrease is due to lower revenue from delinquent tax collections in the current year.

## Budgetary Highlights

### General Fund

- Tax revenues exceeded conservative budget estimates
- Charges for services were more than budgeted for property transfer and recording fees, jail operations, and indirect cost revenues
- Interest revenues were less than expected due to the increasing interest rates by the federal reserve that caused the market value of investments to be lower than cost at year end
- General government and public safety expenditures were less than budgeted as we operated at less than full staffing levels due to the pandemic and current labor market conditions.

### Capital Asset and Debt Administration

**Capital assets** The County's investment in capital assets for its governmental and business-type activities as of December 31, 2022, amounted to \$60,521,074 (net of accumulated depreciation). Of this amount, \$43,598,598 was for its governmental activities and \$16,922,476 was for its business-type activities. This investment in capital assets includes land, buildings, equipment and vehicles, and infrastructure.

Significant additions to capital assets during the year include replacement vehicles, building improvements and completion of enterprise resource planning (ERP) software project.

Additional information about the County's capital asset activity can be found in Note 6 to these financial statements.

**Long-term debt** At the end of the current fiscal year, the County had total long-term debt outstanding of approximately \$56.6 million for governmental and business-type activities. During the year the County issued approximately \$4.8 million of pension funding bonds for the Grand Traverse Pavilions.

Additional information on the County's long-term debt can be found in Note 9 to these financial statements.

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

The following economic factors were considered in preparing the County's budget for the 2023 fiscal year:

- Property values and taxable values continue to increase due to construction activity, real estate sales activity, and inflation
- All labor contracts were negotiated in 2021 and provide contract increases for 2023
- Key concerns remain for employee retention and the impact that high inflation and rising interest rates will have on operating expenditures

### Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, Grand Traverse County, 400 Boardman Avenue, Suite 304, Traverse City, MI 49684.

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## **BASIC FINANCIAL STATEMENTS**

**GRAND TRAVERSE COUNTY**

**STATEMENT OF NET POSITION**

**DECEMBER 31, 2022**

	Primary Government			Component
	Governmental	Business-Type	Total	Units
	Activities	Activities		
<b>Assets</b>				
Cash and pooled investments	\$ 50,125,293	\$ 17,967,684	\$ 68,092,977	\$ 24,653,818
Accounts receivable, net	1,902,807	10,562,927	12,465,734	3,331,394
Property tax and assessments receivable	3,966,453	2,375,274	6,341,727	154,664
Interest receivable	70,122	219,716	289,838	35,600
Internal balances	156,556	(156,556)	-	-
Due from component unit	1,090,638	-	1,090,638	-
Due from other governments	1,264,496	-	1,264,496	4,097,998
Inventory	96,033	122,931	218,964	1,548,997
Prepaid items	311,328	69,665	380,993	113,994
Restricted cash	-	139,036	139,036	1,391,705
Advance to component units	1,312,000	-	1,312,000	-
Long-term receivables	4,554,327	-	4,554,327	6,701,088
Capital assets				
Land	15,639,877	1,820,550	17,460,427	28,925,849
Construction in progress	-	-	-	10,235
Depreciable capital assets, net	27,700,635	15,101,926	42,802,561	88,825,577
Right-to-use lease; net	258,086	-	258,086	658,014
<b>Total assets</b>	<b>108,448,651</b>	<b>48,223,153</b>	<b>156,671,804</b>	<b>160,448,933</b>
<b>Deferred outflows of resources</b>				
Deferred charge on refunding	-	52,058	52,058	-
Pension/OPEB related	13,372,952	6,243,789	19,616,741	627,350
<b>Total deferred outflows of resources</b>	<b>13,372,952</b>	<b>6,295,847</b>	<b>19,668,799</b>	<b>627,350</b>
<b>Liabilities</b>				
Accounts payable	2,460,836	865,530	3,326,366	4,204,356
Accrued liabilities	1,488,807	1,131,309	2,620,116	1,118,694
Unearned revenue	18,919,111	15,050	18,934,161	-
Due to primary government	-	-	-	1,090,638
Due to other governments	449,089	2,373,676	2,822,765	1,001,630
Lease payable - Due within one year	-	-	-	37,949
Lease payable - Due within more than one year	-	-	-	620,065
Long-term debt				
Due within one year	4,247,273	700,000	4,947,273	2,417,268
Due within more than one year	40,212,118	11,435,000	51,647,118	15,679,324
Advance from primary government	-	-	-	1,312,000
Net pension liability - Due within one year	286,308	1,206,144	1,492,452	77,616
Net pension liability - Due within more than one year	11,716,232	4,608,174	16,324,406	1,699,154
Net OPEB liability - Due within one year	300,000	87,245	387,245	94,222
Net OPEB liability - Due within more than one year	1,350,234	103,553	1,453,787	671,183
Compensated absences				
Due within one year	36,030	70,587	106,617	98,389
Due within more than one year	2,104,571	689,611	2,794,182	60,391
<b>Total liabilities</b>	<b>83,570,609</b>	<b>23,285,879</b>	<b>106,856,488</b>	<b>30,182,879</b>
<b>Deferred inflows of resources</b>				
Taxes levied for subsequent year	4,410,755	-	4,410,755	172,345
Leases	3,196,711	-	3,196,711	-
Pension/OPEB related	3,897,980	1,155,674	5,053,654	-
<b>Total deferred inflows of resources</b>	<b>11,505,446</b>	<b>1,155,674</b>	<b>12,661,120</b>	<b>172,345</b>
<b>Net position</b>				
Net investment in capital assets	35,544,207	14,904,534	50,448,741	109,750,737
Restricted				
Commission on Aging	2,832,617	-	2,832,617	-
CDBG housing grants	1,529,623	-	1,529,623	-
Veteran's Millage	486,585	-	486,585	-
Senior Center	687,178	-	687,178	-
Other	1,339,120	-	1,339,120	19,600,083
Unrestricted	(15,673,782)	15,172,913	(500,869)	1,370,239
<b>Total net position</b>	<b>\$ 26,745,548</b>	<b>\$ 30,077,447</b>	<b>\$ 56,822,995</b>	<b>\$ 130,721,059</b>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
<b>Primary government</b>					
Governmental activities					
Legislative	\$ 568,749	\$ 480	\$ -	\$ -	\$ (568,269)
Judicial	11,383,811	1,963,482	3,840,395	-	(5,579,934)
General government	13,332,875	4,748,396	177,508	-	(8,406,971)
Public safety	22,571,457	919,301	6,787,960	-	(14,864,196)
Public works	44,195	-	-	-	(44,195)
Health and welfare	13,539,815	1,461,703	5,879,582	-	(6,198,530)
Economic development	141,790	-	1,021	-	(140,769)
Parks and recreation	894,282	232,086	15,502	-	(646,694)
Interest on long-term debt	822,690	-	-	-	(822,690)
Total governmental activities	63,299,664	9,325,448	16,701,968	-	(37,272,248)
Business-type activities					
Grand Traverse Pavilions	30,480,094	22,065,048	1,371,114	-	(7,043,932)
Delinquent tax revolving	3,088	587,023	-	-	583,935
Homestead	20,561	-	-	-	(20,561)
Inspections	1,532,977	2,484,828	-	-	951,851
Foreclosure tax collection	160,420	371,527	-	-	211,107
Solid waste	373,189	357,715	63,087	-	47,613
Building Authority	-	-	-	-	-
Total business-type activities	32,570,329	25,866,141	1,434,201	-	(5,269,987)
<b>Total primary government</b>	<b>\$ 95,869,993</b>	<b>\$ 35,191,589</b>	<b>\$ 18,136,169</b>	<b>\$ -</b>	<b>\$ (42,542,235)</b>
<b>Component units</b>	<b>\$ 44,350,520</b>	<b>\$ 20,878,668</b>	<b>\$ 20,952,220</b>	<b>\$ 1,231,020</b>	<b>\$ (1,288,612)</b>

(Continued)

The accompanying notes are an integral part of these financial statements.

**GRAND TRAVERSE COUNTY**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>Changes in net position</b>				
<b>Net (expense) revenue</b>	<u>\$ (37,272,248)</u>	<u>\$ (5,269,987)</u>	<u>\$ (42,542,235)</u>	<u>\$ (1,288,612)</u>
General revenues				
Property taxes	33,433,966	-	33,433,966	4,754,756
State shared revenues - unrestrict	2,623,795	-	2,623,795	-
Unrestricted interest	(1,102,797)	91,850	(1,010,947)	(8,085)
Gain on sale of capital asset	52,076	-	52,076	184,301
Transfers - internal activities	<u>709,987</u>	<u>(709,987)</u>	<u>-</u>	<u>-</u>
Total general revenues and transfers	<u>35,717,027</u>	<u>(618,137)</u>	<u>35,098,890</u>	<u>4,930,972</u>
Change in net position	(1,555,221)	(5,888,124)	(7,443,345)	3,642,360
<b>Net position, beginning of year</b>	<u>28,300,769</u>	<u>35,965,571</u>	<u>64,266,340</u>	<u>127,078,699</u>
<b>Net position, end of year</b>	<u>\$ 26,745,548</u>	<u>\$ 30,077,447</u>	<u>\$ 56,822,995</u>	<u>\$ 130,721,059</u>

(Concluded)

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## GOVERNMENTAL FUNDS BALANCE SHEET

DECEMBER 31, 2022

	<u>General</u>	<u>Health Department</u>	<u>ARPA</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>Assets</b>					
Cash and pooled investments	\$ 17,046,606	\$ 3,414,886	\$ 18,024,558	\$ 10,433,210	\$ 48,919,260
Accounts receivable, net	442,315	139,708	-	1,225,494	1,807,517
Property tax and assessments receivable	-	-	-	3,966,453	3,966,453
Interest receivable	38,499	-	31,527	96	70,122
Due from other funds	3,372,631	-	-	1,492,029	4,864,660
Due from component unit	1,089,858	-	-	-	1,089,858
Due from other governments	355,910	185,382	-	723,204	1,264,496
Advance to other funds	361,976	-	-	-	361,976
Advance to component units	1,312,000	-	-	-	1,312,000
Long-term receivable	346,406	-	-	4,207,921	4,554,327
Inventory	-	27,370	-	68,663	96,033
Prepaid items	35,266	41,561	-	89,007	165,834
<b>Total assets</b>	<u>\$ 24,401,467</u>	<u>\$ 3,808,907</u>	<u>\$ 18,056,085</u>	<u>\$ 22,206,077</u>	<u>\$ 68,472,536</u>
<b>Liabilities, deferred inflows of resources and fund balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 969,302	\$ 137,648	\$ 24,832	\$ 1,066,484	\$ 2,198,266
Accrued liabilities	653,264	87,214	-	332,990	1,073,468
Unearned revenue	19,362	427,206	18,031,253	441,290	18,919,111
Due to other funds	1,685,764	55,501	-	1,862,329	3,603,594
Due to other governments	1,094	318,600	-	129,395	449,089
Advance from other funds	-	-	-	361,976	361,976
<b>Total liabilities</b>	<u>3,328,786</u>	<u>1,026,169</u>	<u>18,056,085</u>	<u>4,194,464</u>	<u>26,605,504</u>
<b>Deferred inflows of resources</b>					
Taxes levied for subsequent year	-	-	-	4,410,755	4,410,755
Leases	361,462	-	-	2,835,249	3,196,711
	<u>361,462</u>	<u>-</u>	<u>-</u>	<u>7,246,004</u>	<u>7,607,466</u>
<b>Fund balances</b>					
Nonspendable					
Inventory	-	27,370	-	68,663	96,033
Prepaid	35,266	41,561	-	89,007	165,834
Advances to other funds	361,976	-	-	-	361,976
Advances to component units	1,312,000	-	-	-	1,312,000
Restricted					
Special revenue funds	-	-	-	6,805,260	6,805,260
Committed					
Special revenue funds	-	2,713,807	-	2,280,852	4,994,659
Capital projects funds	-	-	-	1,521,827	1,521,827
Budget stabilization	1,250,000	-	-	-	1,250,000
Pension stabilization	1,334,391	-	-	-	1,334,391
Unassigned	16,417,586	-	-	-	16,417,586
<b>Total fund balances</b>	<u>20,711,219</u>	<u>2,782,738</u>	<u>-</u>	<u>10,765,609</u>	<u>34,259,566</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 24,401,467</u>	<u>\$ 3,808,907</u>	<u>\$ 18,056,085</u>	<u>\$ 22,206,077</u>	<u>\$ 68,472,536</u>

The accompanying notes are an integral part of these financial statements.

## GRAND TRAVERSE COUNTY

### RECONCILIATION OF FUND BALANCES ON THE BALANCE SHEET FOR GOVERNMENTAL FUNDS TO NET POSITION OF GOVERNMENTAL ACTIVITIES ON THE STATEMENT OF NET POSITION

DECEMBER 31, 2022

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<b>Fund balances - total governmental funds</b>	<b>\$ 34,259,566</b>
<p>Amounts reported for <i>governmental activities</i> in the statement of net position are different because</p>	
<p>Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.</p>	
Add - land	15,639,877
Add - capital assets (net of accumulated depreciation)	25,968,206
Add - Right-to-use lease assets (net of accumulated amortization)	258,086
<p>Internal service funds are used by management to charge the costs of centralized services to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities.</p>	
Add - net position of governmental activities accounted for in the internal service funds	1,550,797
<p>Certain liabilities and deferred inflows are not due and payable in the current period and therefore are not reported in the funds.</p>	
Deduct - long-term debt	(44,459,391)
Deduct - net OPEB liability	(1,650,234)
Deduct - compensated absences payable	(2,074,173)
Deduct - net pension liability	(12,002,540)
Add- deferred outflows related to benefit plan liabilities	13,372,952
Deduct- deferred inflows related to benefit plan liabilities	(3,897,980)
Deduct - accrued interest on bonds payable	<u>(219,618)</u>
<b>Net position of governmental activities</b>	<b><u>\$ 26,745,548</u></b>

The accompanying notes are an integral part of these financial statements.

**GRAND TRAVERSE COUNTY**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>General</u>	<u>Health Department</u>	<u>ARPA</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>Revenues</b>					
Property taxes	\$ 29,638,687	\$ -	\$ -	\$ 3,795,279	\$ 33,433,966
Intergovernmental revenues					
Federal	135,645	1,998,570	50,000	1,612,183	3,796,398
State	3,672,719	2,991,730	-	2,271,193	8,935,642
Local	1,945,960	181,202	-	4,409,803	6,536,965
Licenses and permits	11,822	427,119	-	178,123	617,064
Charges for services	7,334,027	819,048	-	1,284,093	9,437,168
Fines and forfeitures	88,984	-	-	40,608	129,592
Rental	614,437	-	-	-	614,437
Interest	(1,108,882)	1,177	-	4,367	(1,103,338)
Miscellaneous	-	34,475	-	108,623	143,098
<b>Total revenues</b>	<u>42,333,399</u>	<u>6,453,321</u>	<u>50,000</u>	<u>13,704,272</u>	<u>62,540,992</u>
<b>Expenditures</b>					
Current					
Legislative	561,454	-	-	-	561,454
Judicial	2,510,688	-	-	7,464,045	9,974,733
General government	9,674,401	-	-	2,823,853	12,498,254
Public safety	14,979,554	-	-	5,283,420	20,262,974
Public works	44,195	-	-	-	44,195
Health and welfare	1,103,133	7,653,619	50,000	5,020,634	13,827,386
Economic development	-	-	-	141,790	141,790
Parks and recreation	-	-	-	707,384	707,384
Debt service					
Principal	55,413	8,871	-	4,325,000	4,389,284
Interest	14,312	2,292	-	619,503	636,107
Capital outlay	-	44,685	-	2,636,547	2,681,232
<b>Total expenditures</b>	<u>28,943,150</u>	<u>7,709,467</u>	<u>50,000</u>	<u>29,022,176</u>	<u>65,724,793</u>
Revenues over (under) expenditures	<u>13,390,249</u>	<u>(1,256,146)</u>	<u>-</u>	<u>(15,317,904)</u>	<u>(3,183,801)</u>
Other financing sources (uses)					
Sale of capital assets	49,326	-	-	2,750	52,076
Transfers in	709,987	1,431,572	-	14,012,863	16,154,422
Transfers out	(12,027,435)	-	-	-	(12,027,435)
Total other financing sources (uses)	<u>(11,268,122)</u>	<u>1,431,572</u>	<u>-</u>	<u>14,015,613</u>	<u>4,179,063</u>
Net changes in fund balances	2,122,127	175,426	-	(1,302,291)	995,262
<b>Fund balances, beginning of year</b>	<u>18,589,092</u>	<u>2,607,312</u>	<u>-</u>	<u>12,067,900</u>	<u>33,264,304</u>
<b>Fund balances, end of year</b>	<u>\$ 20,711,219</u>	<u>\$ 2,782,738</u>	<u>\$ -</u>	<u>\$ 10,765,609</u>	<u>\$ 34,259,566</u>

The accompanying notes are an integral part of these financial statements.

## GRAND TRAVERSE COUNTY

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

FOR THE YEAR ENDED DECEMBER 31, 2022

<b>Net changes in fund balances - total governmental funds</b>	<b>\$ 995,262</b>
<p>Amounts reported for <i>governmental activities</i> in the statement of activities are different because</p> <p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.</p>	
Add - capital outlay	1,976,041
Deduct - depreciation and amortization expense	(2,008,653)
<p>Issuance of bonds or notes provides current financial resources to governmental funds in the period issued, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond or note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>	
Add - principal payments on long-term debt and leases	4,389,284
Add - amortization of premium/discounts	6,655
<p>Internal service funds are used by management to charge the costs of certain services to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.</p>	
Deduct - decrease in net position from the internal service funds	(70,878)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.</p>	
Deduct - increase in accrued employee benefits	(358,632)
Deduct - increase in net pension obligation	(23,200,852)
Add - decrease in deferred inflows related to benefit plans	12,545,284
Add - increase in deferred outflows related to benefit plans	4,445,995
Deduct - increase in other post-employment benefit liability	(81,489)
Deduct - increase in accrued interest	(193,238)
<b>Change in net position of governmental activities</b>	<b>\$ (1,555,221)</b>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## PROPRIETARY FUNDS STATEMENT OF NET POSITION

DECEMBER 31, 2022

	Enterprise Funds				Governmental Activities
	Grand Traverse Pavilions	100% Tax Payment Fund	Nonmajor Enterprise Funds	Enterprise Fund Total	Internal Service Funds
<b>Assets</b>					
Current assets					
Cash and pooled investments	\$ 3,635,543	\$ 7,340,142	\$ 6,991,999	\$ 17,967,684	\$ 1,206,033
Accounts receivable, net	10,373,574	115,845	73,508	10,562,927	95,290
Property tax and assessments receivable	-	2,342,887	32,387	2,375,274	-
Interest receivable	-	219,716	-	219,716	-
Due from other funds	-	-	1,591	1,591	420,718
Due from component units	-	-	-	-	780
Prepaid and other assets	38,074	-	31,591	69,665	145,494
Inventory	122,931	-	-	122,931	-
Total current assets	14,170,122	10,018,590	7,131,076	31,319,788	1,868,315
Noncurrent assets					
Restricted cash	139,036	-	-	139,036	-
Advance to other funds	-	718,953	-	718,953	-
Capital assets					
Land	1,820,550	-	-	1,820,550	-
Capital assets	14,852,742	-	249,184	15,101,926	1,732,429
Total noncurrent assets	16,812,328	718,953	249,184	17,780,465	1,732,429
<b>Total assets</b>	<b>30,982,450</b>	<b>10,737,543</b>	<b>7,380,260</b>	<b>49,100,253</b>	<b>3,600,744</b>
<b>Deferred outflows of resources</b>					
Deferred charge on refunding	52,058	-	-	52,058	-
Pension & OPEB related	6,243,789	-	-	6,243,789	-
<b>Total deferred outflows of resources</b>	<b>6,295,847</b>	<b>-</b>	<b>-</b>	<b>6,295,847</b>	<b>-</b>
<b>Liabilities</b>					
Current liabilities					
Accounts payable	790,004	-	75,526	865,530	262,570
Accrued liabilities	1,099,318	-	31,991	1,131,309	195,721
Unearned revenue	15,000	-	50	15,050	-
Due to other funds	-	868,475	8,625	877,100	806,275
Due to other governmental units	2,343,790	-	29,886	2,373,676	-
Current portion of compensated absences	70,587	-	-	70,587	-
Current portion of long-term debt	700,000	-	-	700,000	-
Total current liabilities	5,018,699	868,475	146,078	6,033,252	1,264,566
Noncurrent liabilities					
Long-term debt	11,435,000	-	-	11,435,000	-
Advance from other funds	-	-	-	-	718,953
Compensated absences	635,283	-	54,328	689,611	66,428
Net OPEB liability	190,798	-	-	190,798	-
Net pension liability	5,814,318	-	-	5,814,318	-
Total long-term liabilities	18,075,399	-	54,328	18,129,727	785,381
<b>Total liabilities</b>	<b>23,094,098</b>	<b>868,475</b>	<b>200,406</b>	<b>24,162,979</b>	<b>2,049,947</b>
<b>Deferred inflows of resources</b>					
Pension & OPEB related	1,155,674	-	-	1,155,674	-
<b>Net position</b>					
Net investment in capital assets	14,655,350	-	249,184	14,904,534	1,732,429
Unrestricted	(1,626,825)	9,869,068	6,930,670	15,172,913	(181,632)
<b>Total net position</b>	<b>\$ 13,028,525</b>	<b>\$ 9,869,068</b>	<b>\$ 7,179,854</b>	<b>\$ 30,077,447</b>	<b>\$ 1,550,797</b>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## PROPRIETARY FUNDS STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

FOR THE YEAR ENDED DECEMBER 31, 2022

	Enterprise Funds				Governmental Activities Internal Service Funds
	Grand Traverse Pavilions	100% Tax Payment Fund	Nonmajor Enterprise Funds	Enterprise Fund Total	
<b>Operating revenue</b>					
Charges for services	\$ 19,922,129	\$ 587,023	\$ 3,214,070	\$ 23,723,222	\$ 15,020,142
Miscellaneous	2,701,826	-	8,483	2,710,309	184,882
<b>Total operating revenue</b>	<u>22,623,955</u>	<u>587,023</u>	<u>3,222,553</u>	<u>26,433,531</u>	<u>15,205,024</u>
<b>Operating expense</b>					
Personnel services	21,031,622	-	1,162,466	22,194,088	1,111,059
Contracted services	4,333,192	-	351	4,333,543	-
Supplies	1,016,326	-	37,016	1,053,342	29,552
Other	2,631,404	3,088	816,276	3,450,768	9,864,725
Depreciation and amortization	1,167,701	-	71,038	1,238,739	824,155
<b>Total operating expense</b>	<u>30,180,245</u>	<u>3,088</u>	<u>2,087,147</u>	<u>32,270,480</u>	<u>11,829,491</u>
Operating income (loss)	<u>(7,556,290)</u>	<u>583,935</u>	<u>1,135,406</u>	<u>(5,836,949)</u>	<u>3,375,533</u>
Non-operating revenue (expense)					
State grants	812,207	-	54,604	866,811	-
Interest income	(14)	84,327	7,537	91,850	6,085
Interest expense	(299,849)	-	-	(299,849)	(35,496)
<b>Total non-operating revenue (expense)</b>	<u>512,344</u>	<u>84,327</u>	<u>62,141</u>	<u>658,812</u>	<u>(29,411)</u>
Income (loss) before transfers	<u>(7,043,946)</u>	<u>668,262</u>	<u>1,197,547</u>	<u>(5,178,137)</u>	<u>3,346,122</u>
Transfers in	-	21,363	-	21,363	463,000
Transfers out	-	(709,987)	(21,363)	(731,350)	(3,880,000)
<b>Total transfers</b>	<u>-</u>	<u>(688,624)</u>	<u>(21,363)</u>	<u>(709,987)</u>	<u>(3,417,000)</u>
Change in net position	(7,043,946)	(20,362)	1,176,184	(5,888,124)	(70,878)
<b>Net position, beginning of year</b>	<u>20,072,471</u>	<u>9,889,430</u>	<u>6,003,670</u>	<u>35,965,571</u>	<u>1,621,675</u>
<b>Net position, end of year</b>	<u>\$ 13,028,525</u>	<u>\$ 9,869,068</u>	<u>\$ 7,179,854</u>	<u>\$ 30,077,447</u>	<u>\$ 1,550,797</u>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## PROPRIETARY FUNDS STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Enterprise Funds				Governmental Activities Internal Service Funds
	Grand Traverse Pavilions	100% Tax Payment Fund	Nonmajor Enterprise Funds	Enterprise Fund Total	
<b>Cash flows from operating activities</b>					
Receipts from interfund services	\$ -	\$ -	\$ -	\$ -	\$ 14,957,351
Receipts from customers and users	22,568,603	6,140,164	3,192,756	31,901,523	-
Payments to employees	(24,762,605)	-	(1,164,193)	(25,926,798)	(1,095,364)
Purchase of delinquent tax roll	-	(5,199,338)	-	(5,199,338)	-
Operating grants	827,207	-	-	827,207	-
Payments to suppliers	(7,169,196)	(3,162)	(868,876)	(8,041,234)	(9,679,314)
<b>Net cash provided by (used in) operating activities</b>	<b>(8,535,991)</b>	<b>937,664</b>	<b>1,159,687</b>	<b>(6,438,640)</b>	<b>4,182,673</b>
<b>Cash flows from non-capital financing activities</b>					
Payment of loans to other funds	-	844,161	-	844,161	-
Repayment of loans from other funds	-	(45,573)	5,889	(39,684)	116,834
Receipt of loan from other funds	-	-	-	-	(649,054)
Contributions received	-	-	54,604	54,604	-
Transfers in	-	21,363	-	21,363	-
Transfers out	-	(709,987)	(21,363)	(731,350)	(3,417,000)
<b>Net cash provided by (used in) non-capital financing activities</b>	<b>-</b>	<b>109,964</b>	<b>39,130</b>	<b>149,094</b>	<b>(3,949,220)</b>
<b>Cash flows from capital and related financing activities</b>					
Interest expense	(290,654)	-	-	(290,654)	(35,496)
Principal payment	(420,000)	-	-	(420,000)	(139,820)
Issuance of long-term debt	4,830,000	-	-	4,830,000	-
Acquisitions of capital assets	(232,214)	-	(106,712)	(338,926)	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>3,887,132</b>	<b>-</b>	<b>(106,712)</b>	<b>3,780,420</b>	<b>(175,316)</b>
<b>Cash flows from investing activities</b>					
Interest income	(14)	112,822	7,537	120,345	6,085
<b>Net increase (decrease) in cash and pooled investments</b>	<b>(4,648,873)</b>	<b>1,160,450</b>	<b>1,099,642</b>	<b>(2,388,781)</b>	<b>64,222</b>
<b>Cash and pooled investments, beginning of year</b>	<b>8,423,452</b>	<b>6,179,692</b>	<b>5,892,357</b>	<b>20,495,501</b>	<b>1,141,811</b>
<b>Cash and pooled investments, end of year</b>	<b>\$ 3,774,579</b>	<b>\$ 7,340,142</b>	<b>\$ 6,991,999</b>	<b>\$ 18,106,720</b>	<b>\$ 1,206,033</b>
<b>Cash flows from operating activities</b>					
Operating income (loss)	\$ (7,556,290)	\$ 583,935	\$ 1,135,406	\$ (5,836,949)	\$ 3,375,533
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities					
Depreciation and amortization	1,167,701	-	71,038	1,238,739	824,155
Operating grants	812,207	-	-	812,207	-
Changes in operating assets and liabilities which provided (used) cash					
Accounts receivable	(640,973)	(45,872)	(73,304)	(760,149)	(54,049)
Due from other funds	-	-	-	-	(289,282)
Due from component units	-	-	-	-	2,667
Property tax receivable	-	399,675	33,572	433,247	-
Net pension & OPEB deferred outflows and inflows	(8,012,601)	-	-	(8,012,601)	-
Prepaid assets and other items	189,698	-	(6,979)	182,719	26,708
Inventory	16,428	-	-	16,428	-
Due from other governments	-	-	9,885	9,885	92,991
Accounts payable	319,652	(74)	37,584	357,162	122,412
Accrued liabilities	302,376	-	4,002	306,378	65,934
Unearned revenue	15,000	-	50	15,050	-
Due to other governments	569,193	-	(49,840)	519,353	(91)
Compensated absences	(28,892)	-	(1,727)	(30,619)	15,695
Net OPEB liability	95,440	-	-	95,440	-
Net pension liability	4,215,070	-	-	4,215,070	-
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (8,535,991)</b>	<b>\$ 937,664</b>	<b>\$ 1,159,687</b>	<b>\$ (6,438,640)</b>	<b>\$ 4,182,673</b>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## *FIDUCIARY FUNDS* *STATEMENT OF NET POSITION*

*DECEMBER 31, 2022*

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	<u>OPEB Trust Fund</u>	<u>Custodial Funds</u>
<b>Assets</b>		
Cash and pooled investments	\$ -	\$ 3,831,767
Investments		
MERS Total Market Portfolio fund	2,889,324	-
Accounts receivable	-	963,354
Due from other governments	<u>300,000</u>	<u>102,052</u>
<b>Total assets</b>	<u>\$ 3,189,324</u>	<u>\$ 4,897,173</u>
<b>Liabilities</b>		
Due to other governmental units	\$ -	\$ 3,748,618
Court items payable	-	145,640
Undistributed receipts	-	480,588
Other	<u>-</u>	<u>366,793</u>
<b>Total liabilities</b>	<u>-</u>	<u>4,741,639</u>
<b>Net Position</b>		
Restricted for OPEB	3,189,324	-
Restricted other	<u>-</u>	<u>155,534</u>
<b>Total net position</b>	<u>\$ 3,189,324</u>	<u>\$ 155,534</u>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## **FIDUCIARY FUNDS** **STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

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	<b><u>OPEB</u></b> <b><u>Trust Fund</u></b>	<b><u>Custodial</u></b> <b><u>Funds</u></b>
<b>Additions</b>		
Contributions:		
Employer	\$ 300,000	\$ -
Taxes/other collections for other governments	-	119,902,801
Collections from or on behalf of inmates	-	653,621
Collections on the behalf of individuals	-	946,677
	<hr/>	<hr/>
Total additions before investment income	300,000	121,503,099
Investment income (loss):		
Net appreciation (depreciation) in fair value of securities	(336,468)	-
Investment related expenses	(5,310)	-
	<hr/>	<hr/>
<b>Total additions</b>	<b>(41,778)</b>	<b>121,503,099</b>
	<hr/>	<hr/>
<b>Deductions</b>		
Payments/payables to other governments	-	119,902,801
Payments/payables to individuals	-	1,444,764
	<hr/>	<hr/>
<b>Total deductions</b>	<b>-</b>	<b>121,347,565</b>
	<hr/>	<hr/>
Changes in net position	(41,778)	155,534
<b>Net position, beginning of year</b>	<b>3,231,102</b>	<b>-</b>
	<hr/>	<hr/>
<b>Net position, end of year</b>	<b>\$ 3,189,324</b>	<b>\$ 155,534</b>
	<hr/>	<hr/>

The accompanying notes are an integral part of these financial statements.

**GRAND TRAVERSE COUNTY**  
**COMPONENT UNITS**  
**COMBINING STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	<u>Road Commission</u>	<u>Land Bank Authority</u>	<u>Brownfield Redevelopment Authority</u>	<u>Drain Commission</u>	<u>Department of Public Works</u>	<u>PACE</u>	<u>Pavilions Foundation</u>	<u>Total Component Units</u>
<b>Assets</b>								
Cash and pooled investments	\$ 10,972,125	\$ 780,801	\$ 5,013,572	\$ 830,454	\$ 1,303,761	\$ 3,634,983	\$ 2,118,122	\$ 24,653,818
Accounts receivable, net	56,434	-	-	-	3,263,157	11,803	-	3,331,394
Property tax and assessments receivable	-	41,347	-	113,317	-	-	-	154,664
Interest receivable	-	-	-	-	35,600	-	-	35,600
Due from other governments	4,037,607	-	-	-	60,391	-	-	4,097,998
Inventory	1,324,737	224,260	-	-	-	-	-	1,548,997
Prepaid items	75,700	-	-	-	-	38,294	-	113,994
Restricted cash	8,092	-	-	-	-	1,383,613	-	1,391,705
Long-term receivables	-	-	76,128	-	6,624,960	-	-	6,701,088
Capital assets								
Land	28,469,149	-	-	56,700	400,000	-	-	28,925,849
Construction in progress	-	-	-	-	-	10,235	-	10,235
Depreciable capital assets, net	78,227,752	-	-	2,051,886	5,172,467	3,373,472	-	88,825,577
Right-to-use lease; net	-	-	-	-	-	658,014	-	658,014
<b>Total assets</b>	<u>123,171,596</u>	<u>1,046,408</u>	<u>5,089,700</u>	<u>3,052,357</u>	<u>16,860,336</u>	<u>9,110,414</u>	<u>2,118,122</u>	<u>160,448,933</u>
<b>Deferred outflows of resources</b>								
Pension/OPEB related	627,350	-	-	-	-	-	-	627,350
<b>Liabilities</b>								
Accounts payable	897,381	224	468	2,216	206,266	3,097,801	-	4,204,356
Accrued liabilities	935,655	-	284	-	182,755	-	-	1,118,694
Due to primary government	-	-	-	25,000	1,065,638	-	-	1,090,638
Due to other governments	-	-	59,258	-	942,372	-	-	1,001,630
Compensated absences - current	98,389	-	-	-	-	-	-	98,389
Long-term debt - current	854,988	-	10,357	91,923	1,310,000	150,000	-	2,417,268
Lease Payable - current	-	-	-	-	-	37,949	-	37,949
Net pension liability - current	77,616	-	-	-	-	-	-	77,616
Net OPEB liability - current	94,222	-	-	-	-	-	-	94,222
Noncurrent liabilities								
Long-term debt	832,359	-	65,486	1,559,103	7,740,376	5,482,000	-	15,679,324
Lease Payable	-	-	-	-	-	620,065	-	620,065
Advance from primary government	-	-	-	-	1,312,000	-	-	1,312,000
Net pension liability	1,699,154	-	-	-	-	-	-	1,699,154
Net OPEB liability	671,183	-	-	-	-	-	-	671,183
Compensated absences	-	-	-	-	60,391	-	-	60,391
<b>Total liabilities</b>	<u>6,160,947</u>	<u>224</u>	<u>135,853</u>	<u>1,678,242</u>	<u>12,819,798</u>	<u>9,387,815</u>	<u>-</u>	<u>30,182,879</u>
<b>Deferred inflows of resources</b>								
Taxes levied for subsequent year	-	172,345	-	-	-	-	-	172,345
<b>Net position</b>								
Net investment in capital assets	105,929,379	-	-	457,560	2,800,091	563,707	-	109,750,737
Restricted	11,110,654	873,839	4,953,847	916,555	4,538	-	1,740,650	19,600,083
Unrestricted	597,966	-	-	-	1,235,909	(841,108)	377,472	1,370,239
<b>Total net position</b>	<u>\$ 117,637,999</u>	<u>\$ 873,839</u>	<u>\$ 4,953,847</u>	<u>\$ 1,374,115</u>	<u>\$ 4,040,538</u>	<u>\$ (277,401)</u>	<u>\$ 2,118,122</u>	<u>\$ 130,721,059</u>

The accompanying notes are an integral part of these financial statements.

# GRAND TRAVERSE COUNTY

## COMPONENT UNITS COMBINING STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
<b>Component units</b>					
Road Commission	\$ 18,466,687	\$ 1,685,522	\$ 14,589,333	\$ 1,231,020	\$ (960,812)
Land Bank Authority	278,135	280,210	-	-	2,075
Brownfield Redevelopment Authority	4,901,962	3,983,091	-	-	(918,871)
Drain Commission	99,435	-	124,849	-	25,414
Department of Public Works	7,000,410	1,738,154	5,511,923	-	249,667
PACE	13,225,911	13,191,691	343,843	-	309,623
Pavilions Foundation	377,980	-	382,272	-	4,292
Total component units	<u>\$ 44,350,520</u>	<u>\$ 20,878,668</u>	<u>\$ 20,952,220</u>	<u>\$ 1,231,020</u>	<u>\$ (1,288,612)</u>

(Continued)

The accompanying notes are an integral part of these financial statements.

**GRAND TRAVERSE COUNTY**  
**COMPONENT UNITS**  
**COMBINING STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>County Road</u>	<u>Land Bank Authority</u>	<u>Brownfield Redevelopment Authority</u>	<u>Drain Commission</u>	<u>Department of Public Works</u>	<u>PACE</u>	<u>Pavilions Foundation</u>	<u>Total Component Units</u>
<b>Changes in net position</b>								
<b>Net (expense) revenue</b>	\$ (960,812)	\$ 2,075	\$ (918,871)	\$ 25,414	\$ 249,667	\$ 309,623	\$ 4,292	\$ (1,288,612)
General revenues								
Property taxes	4,602,471	152,285	-	-	-	-	-	4,754,756
Unrestricted interest	208,850	6,054	76,808	56,992	-	2,267	(359,056)	(8,085)
Gain on sale of capital asset	184,301	-	-	-	-	-	-	184,301
Total general revenues and transfers	<u>4,995,622</u>	<u>158,339</u>	<u>76,808</u>	<u>56,992</u>	<u>-</u>	<u>2,267</u>	<u>(359,056)</u>	<u>4,930,972</u>
Change in net position	4,034,810	160,414	(842,063)	82,406	249,667	311,890	(354,764)	3,642,360
<b>Net position, beginning of year</b>	<u>113,603,189</u>	<u>713,425</u>	<u>5,795,910</u>	<u>1,291,709</u>	<u>3,790,871</u>	<u>(589,291)</u>	<u>2,472,886</u>	<u>127,078,699</u>
<b>Net position, end of year</b>	<u>\$ 117,637,999</u>	<u>\$ 873,839</u>	<u>\$ 4,953,847</u>	<u>\$ 1,374,115</u>	<u>\$ 4,040,538</u>	<u>\$ (277,401)</u>	<u>\$ 2,118,122</u>	<u>\$ 130,721,059</u>

(Concluded)

The accompanying notes are an integral part of these financial statements.

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# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Grand Traverse County (the County) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the significant policies.

##### ***Reporting Entity***

The County was organized in 1851 and covers an area of approximately 485 square miles with the county seat in Traverse City. The County operates under an elected County Board of Commissioners (seven members) and provides services to its residents in many areas including law enforcement, administration of justice, community enrichment and development, and human services.

These financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the County's operations, so data from these units are combined with data of the primary government. Discretely presented component units are reported in a separate column in the financial statements to emphasize they are legally separate from the County.

##### ***Blended Component Unit***

The Grand Traverse County Building Authority (the Building Authority) is governed by a five-member Board appointed by the County Board of Commissioners. Although legally separate from the County, the Building Authority is reported as if it were part of the primary government because its sole purpose is to finance and construct the County's public buildings. The Building Authority activity is presented in multiple County funds. A separate audit report is not issued for the Grand Traverse County Building Authority.

##### ***Discretely Presented Component Units***

The component unit columns in the component unit statement of net position and statement of activities include the financial data of the Grand Traverse County Road Commission (the Road Commission), the Grand Traverse County Land Bank Authority (the Land Bank Authority), the Grand Traverse County Brownfield Redevelopment Authority (the Brownfield Redevelopment Authority), the Grand Traverse County Drain Commission (the Drain Commission), the Grand Traverse County Department of Public Works (the Department of Public Works), PACE and the Pavilions Foundation. They are reported in separate columns to emphasize they are legally separate from the County.

The Road Commission was established pursuant to the County Road Law (MCL 224.1) to maintain and construct county roads and is governed by a Board of County Road Commissioners appointed by the County Board of Commissioners. The County has the ability to impose its will on the Commission and there is a significant financial burden/benefit relationship. Complete financial statements are available from the Grand Traverse County Road Commission 1881 LaFranier Road, Traverse City, MI 49696.

The Land Bank Authority was established pursuant to the Michigan Land Bank Fast Track Act (2003 P.A. 258, MCL 124.751) to facilitate use of property obtained as a result of delinquent property taxes. Members of the governing body of the Land Bank Authority are appointed by the County Board of Commissioners. The County Commission has the ability to significantly influence operations of the Land Bank Authority. Financial statements are not separately issued for the Land Bank Authority.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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The Brownfield Redevelopment Authority was established pursuant to Public Act 381 of 1996 to fund redevelopment of contaminated property and is governed by a Board of Directors appointed by the Grand Traverse County Board of Commissioners. The Brownfield Redevelopment Authority is fiscally dependent on the County. The County Commission has the ability to significantly influence operations of the Brownfield Redevelopment Authority. Financial statements are not separately issued for the Brownfield Redevelopment Authority.

The Drain Commission drainage districts are established pursuant to the Drain Code of 1956 and were legally separate entities. The Drain Commissioner has the power to contract, to sue and be sued, and to hold, manage and dispose of real and personal property. The statutory drainage board of Chapter 21 drainage districts consists of the State Director of Agriculture and the Drain Commissioner of each county involved in the project. The County Drain Commissioner has sole responsibility to administer the drainage districts established pursuant to Chapters 3, 4 and 8 of the Drain Code. The Drainage Board or Drain Commissioner, on behalf of the drainage districts, may issue debt and levy special assessments authorized by the Drain Code without the prior approval of the County Board of Commissioners. The County Commission has the ability to significantly influence operations of the Drain Commission. Financial statements are not separately issued for the Drain Commission although financial information for specific drainage districts may be obtained from the County Drain Commissioner, 400 Boardman Avenue, Traverse City, MI 49684.

The Department of Public Works was established to facilitate municipal shared public utilities and is governed by a Board of Directors appointed by the County Board of Commissioners. The County Commission has the ability to significantly influence operations of the Department of Public Works. Financial statements are not separately issued for the Department of Public Works.

PACE is a legally separate nonprofit organization established under IRS Code Section 501(c)3. PACE was established to provide all needed preventive, primary, acute and long-term care services so that older individuals can live as independently as possible. Due to appointing the voting majority of the Board Members and the financial benefit/burden relationship, the County reports PACE as a discretely presented component unit. Complete financial statements are available from PACE North 2325 Garfield Rd. N. Traverse City, MI 49686.

The Pavilions Foundation is a legally separate nonprofit organization established under IRS Code Section 501(c)3. The Pavilions Foundation was established in order to exclusively advance the mission and programs of the continuum of care at the Pavilions. The Pavilions Foundation oversees the development and fundraising endeavors for The Pavilions. Due to appointing the voting majority of the Board Members and the financial benefit/burden relationship, the County reports the Pavilions Foundation as a discretely presented component unit. Complete financial statements are available from Pavilions Foundation 1000 Pavilions Circle Traverse City, MI 49684.

#### ***Related Organizations***

##### **Hospital Finance Authority**

The Hospital Finance Authority is a related organization with outstanding conduit debt. The County Board of Commissioners appoints the five members of the governing board but does not have the ability to impose their will, and there is no benefit/burden relationship.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Jointly Governed Organizations***

##### *Northwestern Regional Airport Commission*

The County participates in the operation of the Northwestern Regional Airport Commission (Airport Commission) with Leelanau County. Complete financial statements for the Airport Commission can be obtained from: Cherry Capital Airport Administrative Office, 144 W. South Airport Road, Traverse City, MI 49686.

##### *Northern Lakes Community Mental Health*

The County also participates in the operation of the Northern Lakes Community Mental Health Authority (NLCMH) with Missaukee, Leelanau, Crawford, Roscommon and Wexford Counties. Complete financial statements for NLCMH can be obtained from: 105 Hall Street, Traverse City, MI 49684.

#### ***Government-wide and Fund Financial Statements***

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between enterprise functions and other various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. *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 is 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, and fiduciary funds, even though the latter 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. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for reimbursement-based grants and interest, which use a one-year collection period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to long-term employee benefits and claims and judgments, are recorded only when payment is due. Property taxes, state revenue, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for services. Operating expenses for the enterprise funds include depreciation on capital assets, labor, supplies and contracted services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The County reports the following major governmental funds:

The *General Fund* is the general operating fund of the County. It is used to account for all financial resources, except those required to be accounted for in another fund.

The *Health Department Fund* accounts for the federal and state grants, local service fees and general fund appropriations which are used to provide health services to citizens of the County.

The *ARPA Fund* is used to account for federal APRA funding and related expenditures.

The County reports the following major proprietary funds:

The *Grand Traverse Pavilions Fund* accounts for the activities of the County's medical care facility.

The *100% Tax Payment Fund* is used to account for the purchase and subsequent collection of delinquent real property taxes of local units of government.

Additionally, the County reports the following fund types:

The *Special Revenue Funds* are used to account for the proceeds of specific revenue sources (other than permanent trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

The *Capital Projects Funds* account for the accumulation and disbursement of resources for the purchase and construction of governmental fund capital assets.

The *Debt Service Funds* are used to record revenues which are restricted or otherwise provided for the payment of principal and interest on general long-term debt.

The *Enterprise Funds* are used to account for operations of the County that are financed by charges for the services provided.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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The *Internal Service Funds* account for the fleet and equipment management, data processing, copy machine, mailing department and insurance services provided to other departments or agencies of the County on a cost reimbursement basis.

The *Custodial funds* are used to account for the collection and disbursement of funds that are collected on behalf of outside governments or other parties.

The *Other Post-employment Benefits Trust Funds* accounts for the accumulation of resources to be used for other post-employment benefits at appropriate amounts and times in the future.

#### ***Budgets and Budgetary Accounting***

The County adopts a budget for the general fund and special revenue funds as required by state law (P.A. 621 of 1978, as amended). Budgets for other funds are used as a management control device. The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Management submits to the County Commission a proposed operating budget for the fiscal year commencing the following January 1.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to January 1, the budget is legally enacted through passage of a resolution. Formal budgetary integration is employed as a management control device during the year for the general and special revenue funds. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The legal level of budgetary control adopted by the governing board is the activity level (department), which is the level at which expenditures may not legally exceed appropriations.
4. Adoption and amendments of all budgets used by the County are governed by Michigan Law. The appropriations ordinances are based on the projected revenue and expenditure of the various functions of the County. Any amendment to the original budget must meet the requirements of Michigan Law. The County did amend its budget for the year. Any revisions that alter the total expenditures of any function must be approved by the County Commission. Appropriations lapse at year end.

#### ***Cash and Pooled Investments***

For the purpose of the statement of cash flows the County considers all assets held in the cash and investment pool to be cash and cash equivalents because the investments are not identifiable to specific funds and the assets can be withdrawn at any time, similar to demand deposit accounts.

#### ***Investments***

Investments are stated at fair value at the balance sheet date.

County investment policy allows for all investments authorized by State statutes. State statutes authorize the County to invest in:

- a. Bonds, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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- b. Certificates of deposit, savings accounts, deposit accounts or depository receipts of a qualified financial institution.
- c. Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of purchase.
- d. Bankers' acceptances of United States banks.
- e. Obligations of the State of Michigan and its political subdivisions that, at the time of purchase are rated as investment grade by at least one standard rating service.
- f. Mutual funds registered under the Investment Company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by a public corporation.
- g. External investment pools as authorized by Public Act 20 as amended.
- h. The OPEB Trusts may also invest in corporate debt and equity securities.

The Pavilions Foundation and PACE (discretely presented component unit) have no restrictions on deposit and investment options.

#### ***Receivables / Due From Other Governments***

All receivables are recorded at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. For the Pavilions fund receivables, an allowance for uncollectible accounts of \$1,250,000 has been established. All other estimated uncollectible balances are immaterial to the financial statements.

Economic development fund receivables consist of loans to promote economic development within the County, community development block grant fund receivables consist of loans to area residents for home improvements which must be repaid by the homeowner upon sale, foreclosure or as scheduled. Brownfield Redevelopment Authority component unit receivables represent loans to assist with the economic development of environmentally distressed sites within the County. Department of public works receivables are due from local units of governments that participate in utility projects. Long-term receivables generally represent the balance due on capital projects financed by the County for local units of government (the local unit reports the capital asset as property ownership transfers to the local unit upon completion of debt service). The County has an enforceable lien on such property. Long-term receivables in the Building Authority PACE debt fund represent a facility lease agreement with PACE (a discretely presented component unit) that is equally offset with a deferred inflow.

#### ***Prepaid and Items***

Certain payments to vendors represent costs applicable to future accounting periods and are recorded as prepaid and other assets in both the government-wide and fund financial statements. The County uses the consumption method of accounting for prepaid items.

#### ***Inventory***

All inventories are valued at the cost using the first-in/first-out (FIFO) method (average unit cost method used for the Road Commission). Inventory represents parts, materials, and supplies utilized in the various County operations. The County uses the consumption method of accounting for inventory items.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

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### **Capital Assets**

Capital assets, which include land and improvements, construction in progress, buildings and improvements, equipment, vehicles, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and right-to-use lease are reported in the governmental, business-type activities, and component unit columns in the government-wide financial statements.

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (\$1,000 for DPW and Drain Commission) and an estimated useful life in excess of two years. Such assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated capital assets are valued at acquisition value (the price that would be paid to acquire an asset with an equivalent service potential in an orderly market transaction) on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. No interest expense has been capitalized on capital assets.

Depreciation on capital assets (including infrastructure) is computed using the straight-line method (sum of the year's digits for Road Commission) over the following estimated useful lives:

	<u>County</u>	<u>DPW &amp; Drain Commission</u>	<u>Road Commission</u>
Land improvements	10-20	-	-
Buildings and improvements	30-50	50	50
Furniture and equipment	5-25	5-30	5-30
Vehicles	5	-	-
Infrastructure	5-50	5-50	20-50

### **Unearned Revenue**

Funds report *unearned revenue* in connection with asset balances that have not yet been earned.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Deferred Outflows / Inflows of Resources***

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows of resources for the loss on bond refundings reported in the government-wide statement of net position which results from the difference in the carrying value of refunded debt and its reacquisition price. The County and component units have items that qualify for reporting in this category related to the net pension and OPEB liability, these items are discussed in Notes 7 and 8.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The governmental funds and governmental activities report deferred inflows for property taxes levied for the following year and leases receivable. The County and component units also have items that qualify for reporting in this category related to the net pension/OPEB liability, these items are discussed in Notes 7, 8, 9 and 18.

#### ***Compensated Absences***

Under contracts negotiated with employee groups and personnel policy, individual employees have a vested right to receive payments for unused vacation and other compensation depending on employment agreements. Compensated absences reported for governmental activities are primarily liquidated from General fund resources.

#### ***Long-Term Obligations***

In the government-wide financial statements and proprietary fund types in the fund financial statements, the long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental fund types recognize bond premiums, discounts and issuance costs in the year of issuance. The face amount of debt issued and any premiums received are reported as other financing sources. Discounts on debt issuances are reported as another financing use. Governmental and proprietary funds, and component units report issuance costs as expenditures/expenses.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Net Position and Fund Balance Reporting***

Governmental funds report fund balance in the following five categories:

1. Non-spendable - the related asset's form does not allow expenditure of the balance. The assets are either (a) not in a spendable form or (b) legally or contractually required to be maintained intact. Non-spendable fund balance would be equal to inventory, prepaid items, non-current financial assets, and the non-spendable portion of endowments.
2. Restricted - the related assets can only be spent for the specific purposes stipulated by constitution, external resource providers, or as identified in enabling legislation.
3. Committed - the related assets can only be spent for a specific purpose identified by formal resolution of the governing board.
4. Assigned - the related assets can only be spent for a specific purpose but do not meet the criteria to be classified as committed.
5. Unassigned - is the residual classification and includes all spendable amounts not contained in the other classifications.

The Commission has delegated the authority to assign fund balance to the County Administrator. Only the Commission can commit fund balance. The Commission's fund balance policy requires specific contributions to a committed stabilization balance that is only available for revenue shortfalls.

The Commission has adopted a minimum fund balance policy in which the unrestricted fund balance of the General fund will be equal to at least 30 percent of the subsequent year's adopted General fund budgeted expenditures and transfers out. If the General unrestricted fund balance falls below the minimum range, the County will replenish shortages or deficiencies using budget strategies and timeframes as detailed in the policy.

#### ***Net Position and Fund Balance Flow Assumptions***

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position/fund balance and unrestricted – net position/fund balance, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

#### ***Pensions***

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the net position restricted for pensions of the Municipal Employees' Retirement Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Property Taxes***

County property taxes for general operations are levied as of July 1 and property taxes for special purposes are levied as of December 1 on property values assessed as of the preceding December 31, the lien date. The taxes levied as of December 1 are due February 14 of the following year and taxes levied July 1 are due on September 14 after which applicable property is subject to lien, and penalties and interest are assessed.

It is the County's policy to recognize the summer tax levy in the financial statements as current revenue because these revenues are budgeted and made "available" to fund current operations. It is the County's policy to report the winter tax levy in the financial statements as deferred inflows because it is intended to fund next year's activities. Winter taxes are recognized as revenues in the subsequent year when the proceeds of this levy are budgeted.

#### ***Intergovernmental Revenues***

Grants and assistance awards made on the basis of entitlement periods are recorded as due from other governments and revenue when entitlement occurs. Reimbursement-type grants are recorded as intergovernmental receivables and revenues when the related expenditure/expenses are incurred.

#### ***Interfund Transactions***

During the course of normal operations, the County has numerous transactions between funds. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the fund that is reimbursed. Charges between enterprise funds and other functions of the County are not reimbursements because elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Remaining transactions are generally reflected as transfers.

## **2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN BUDGETARY FUNDS**

Michigan law provides that a local unit of government shall not incur expenditures in excess of the amount appropriated. In the body of the financial statements, the County's actual and budgeted expenditures for the budgeted funds have been shown at the activity level (department). The legal level of budgetary control defined through the County's budgetary process is the function level.

During the year, the County incurred the following expenditures in excess of the budget.

General Fund	Transfers	\$123,575
ARPA Fund	Health and Welfare	50,000

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### 3. CASH AND INVESTMENTS

The captions on the financial statements relating to cash and pooled investments and investments are as follows:

	<b>Governmental Activities</b>	<b>Business- type activities</b>	<b>Component Units</b>	<b>Fiduciary Funds</b>	<b>Total</b>
Cash and pooled investments	\$50,125,293	\$17,967,684	\$24,653,818	\$3,831,767	\$96,578,562
Restricted cash	-	139,036	1,391,705	-	1,530,741
Investments	-	-	-	2,889,324	2,889,324
<b>Total</b>	<b>\$50,125,293</b>	<b>\$18,106,720</b>	<b>\$26,045,523</b>	<b>\$6,721,091</b>	<b>\$100,998,627</b>

The cash and investments making up the above balances are as follows:

County	
Deposits	\$ 25,619,104
Investments	68,225,304
Petty cash	17,501
Segregated component units (PACE & Pavilions Foundation)	
Deposits	5,268,060
Investments	1,868,058
Petty cash	600
<b>Total</b>	<b>\$100,998,627</b>

The County deposits are in financial institutions located in Michigan in varying amounts. State policy limits the Treasurer's investing options to financial institutions located in Michigan. All accounts are in the name of the County and a specific fund or common account or a component units name. They are recorded in County and component unit records at fair value. Interest is recorded when earned.

*Custodial Credit Risk - Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. State law does not require, and the County does not have, a policy for deposit custodial credit risk. As of year-end, the County's bank balance was \$28,243,536; of this amount, \$17,706,941 was insured or collateralized and \$10,536,595 was exposed to custodial credit risk because the balance was uninsured and uncollateralized. As of year-end, the segregated component units' bank balance was \$5,490,460; of this amount, \$541,361 was insured, and \$4,949,099 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### Investments

The County chooses to specifically identify its investments. As of year-end, the County had the following investments:

<u>County</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Rate</u>	<u>Rating</u>
Mutual funds and pools				
MERS Total Market Fund	n/a	\$ 2,889,324	n/a	Not rated
MI Class	n/a	48,287,348	n/a	AAAm S&P
MILAF Fund	n/a	5,625,106	n/a	AAAm S&P
MMRMA Pool	n/a	489,084	n/a	Not rated
Government Securities				
Ferndale MI Public Schools	5/1/42	300,401	3%	AA S&P
Allegan MI Public Schools	5/1/42	340,995	2.79%	AA S&P
MI Housing Development Authority	10/1/29	89,710	1.7%	AA S&P
MI Housing Development Authority	10/1/33	397,050	2.53%	AA S&P
MI Fin Auth Rev School Note	9/1/49	256,827	2.99%	Aa2 Moody
Columbia MI Schools	5/1/43	167,793	2.60%	AA S&P
FHLB	6/30/36	387,325	1.25%	Aaa Moody
FHLB	8/27/25	215,295	0.60%	Aaa Moody
FHLB	10/28/26	223,135	0.70%	AA+ S&P
FHLB	1/28/31	209,448	0.50%	AA+ S&P
FHLB	12/11/31	245,399	1.30%	AA+ S&P
FHLB	11/23/27	448,215	1.00%	AA+ S&P
FHLB	11/24/26	450,955	.7%	Aaa Moody
FHLB	12/10/26	223,925	1.50%	AA+ S&P
FHLB	2/17/26	232,213	1%	Aaa Moody
FHLB	9/23/26	430,725	.75%	Aaa Moody
FHLB	11/24/26	226,855	1%	Aaa Moody
FHLB	7/17/23	493,260	2%	AA+ S&P
FHLB	2/22/21	348,510	1.8%	Aaa Moody
FHLB	7/28/23	248,340	3.5%	Aaa Moody
FHLB	2/16/24	240,045	.75%	Aaa Moody
FNMA Note	10/27/28	409,650	.75%	AA S&P
FNMA	8/27/30	392,800	1.15%	Aaa Moody
FFCD	8/20/29	204,783	1.14%	Aaa Moody
FHLB	5/12/28	446,365	1.00%	Aaa Moody
FHLB	9/23/26	444,460	.7%	Aaa Moody
FHLB	10/14/26	445,070	.42%	Aaa Moody
FHLB	11/16/23	420,420	1.00%	Aaa Moody
Great Lakes Water Authority	4/1/44	376,370	3.51%	AA- S&P
FHLB NTS	9/16/24	464,530	0.5%	AAA Moody
FHLB NTS	9/29/25	227,832	0.4%	AAA Moody
FHLB bond	7/27/26	443,770	1.0%	AAA Moody
US Treasury Note	5/15/23	247,383	1.75%	N/A
Pickney MI Community Schools	5/1/28	234,588	1.84%	Aa1 Moody
<b>Total</b>		<b><u>\$68,225,304</u></b>		

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

<u>Segregated component units</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Rate</u>	<u>Rating</u>
Equity mutual funds				
Invesco Oppenheimer Dev Mkts	N/A	\$ 37,773	N/A	N/A
IShares Core S&P 500 ETF	N/A	198,637	N/A	N/A
IShares S&P 500 Growth ETF	N/A	257,225	N/A	N/A
IShares Core S&P Small-Cap ETF	N/A	38,518	N/A	N/A
MFS Global Real Estate	N/A	20,889	N/A	N/A
Vanguard Dividend Growth	N/A	23,759	N/A	N/A
Vanguard Equity Income	N/A	302,949	N/A	N/A
Vanguard Developed Market Index	N/A	108,442	N/A	N/A
Vanguard Mid Cap Index	N/A	8,799	N/A	N/A
Wisdomtree US Midcap	N/A	62,656	N/A	N/A
Fixed income mutual funds				
Federated Inst High Yield Bond	N/A	39,338	N/A	None
Federated Total Return Bond	N/A	66,969	N/A	None
Lord Abbett Short Duration income	N/A	111,004	N/A	None
Vanguard Inflation Protctd Security	N/A	35,703	N/A	None
Fixed income securities and funds				
John Deere Capital Corp	10/12/23	24,786	3.65%	A S&P
Key Bank Bank Note	3/10/23	24,856	1.25%	None
Toronto-Dominion Bank GMTN	3/11/24	24,475	3.25%	A S&P
US Treasury	8/31/24	24,484	3.25%	N/A
US Treasury	8/15/27	23,121	2.25%	N/A
US Treasury	11/15/27	23,031	2.25%	N/A
US Treasury	5/31/25	24,164	2.875%	N/A
US Treasury	6/30/23	24,762	2.625%	N/A
US Treasury	9/30/23	24,680	2.875%	N/A
US Treasury	1/31/26	23,887	2.625%	N/A
US Treasury	2/29/24	24,348	2.375%	N/A
US Treasury	5/31/26	23,379	2.125%	N/A
US Treasury	11/15/24	24,008	2.25%	N/A
US Treasury	4/30/23	24,766	1.625%	N/A
US Treasury	11/15/26	23,105	2%	N/A
US Treasury	5/15/24	24,262	2.5%	N/A
US Treasury	7/31/26	23,113	1.875%	N/A
US Treasury	3/31/27	23,457	2.5%	N/A
US Treasury	5/31/27	23,562	2.625%	N/A
US Treasury	11/15/25	25,156	4.5%	N/A
Huntington MM	n/a	73,995	n/a	None
<b>Total</b>		<b><u>\$1,868,058</u></b>		

The aforementioned investments do not include certificates of deposit which are classified as deposits for risk identification purposes.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Investment and deposit risk***

*Interest Rate Risk.* State law and County policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. The County's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The maturity date for each investment is identified above for investments held at year-end.

*Credit Risk.* State law limits investments to specific government securities, certificates of deposits and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in Note 1, the summary of significant accounting policies. The investment policy does not have specific limits in excess of state law on investment credit risk. The rating for each investment is identified above for investments held at year-end.

*Custodial Credit Risk – Investments.* For an investment, 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. State law does not require and the County does not have a policy for investment custodial credit risk. Of the above investments, the County has a custodial credit risk of \$10,934,442 because the related securities are uninsured, unregistered and held by the government's brokerage firm which is also the counterparty for these particular securities. Of the above County and segregated component units' mutual fund and other fund investments the custodial credit risk exposure cannot be determined because the funds do not consist of specifically identifiable securities.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer. The County does not have an investment policy that limits the amount that may be invested in any one issuer. Excluding U.S. government guaranteed, mutual funds and pooled investments, the County does not own investments in any one issuer that represent 5% or more of total County investments at year-end.

The County categorizes its fair value measurements of investments within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The County has the following recurring fair value measurements as of year-end. All of the County's investments are valued using a pricing model utilizing observable fair value measures of investments and other observable inputs to determine the fair value of the securities making up the investment balance (Level 2 inputs).

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### 4. INTERFUND TRANSFERS

Transfers in and out for the year ended December 31, 2022 are as follows:

<u>Transfers in</u>	<u>Transfers Out</u>				<u>Total</u>
	<u>General fund</u>	<u>100% Tax Payment fund</u>	<u>Internal Service Funds</u>	<u>Nonmajor enterprise Funds</u>	
General fund	\$ -	\$709,987	\$ -	\$ -	\$ 709,987
Health fund	1,431,572	-	-	-	1,431,572
100% tax payment fund	-	-	-	21,363	21,363
Nonmajor governmental funds	10,132,863	-	3,880,000	-	14,012,863
Internal service fund	463,000	-	-	-	463,000
<b>Total</b>	<b>\$12,027,435</b>	<b>\$709,987</b>	<b>\$3,880,000</b>	<b>\$21,363</b>	<b>\$16,638,785</b>

Transfers are used to (1) move unrestricted revenues collected in the general fund to finance capital and other various programs accounted for in other funds in accordance with budgetary authorizations and (2) move allocated cost of general operations to applicable funds.

### 5. INTERFUND / INTER-ENTITY BALANCES

Interfund/inter-entity balances represent short-term borrowing (due to/from) and long-term borrowing (advances payable/receivable) between the various County funds and component units. This borrowing is used to assist the borrowing fund with additional cash flow.

The balances consisted of the following at fiscal year-end:

<u>Due from component unit</u>	<u>Due to Primary Government</u>		<u>Total</u>
	<u>Drain Commission Component Unit</u>	<u>DPW Component Unit</u>	
General fund	\$25,000	\$1,064,858	\$1,089,858
Internal service	-	780	780
<b>Total</b>	<b>\$25,000</b>	<b>\$1,065,638</b>	<b>\$1,090,638</b>

<u>Due from Other Funds</u>	<u>Due to other funds</u>						<u>Total</u>
	<u>General Fund</u>	<u>Health Fund</u>	<u>Nonmajor gov</u>	<u>Nonmajor enterprise</u>	<u>Internal service</u>	<u>100% tax Payment</u>	
General fund	\$ -	\$ -	\$1,689,256	\$8,625	\$806,275	\$868,475	\$3,372,631
Nonmajor gov	1,263,455	55,501	173,073	-	-	-	1,492,029
Nonmajor ent	1,591	-	-	-	-	-	1,591
Internal service	420,718	-	-	-	-	-	420,718
<b>Total</b>	<b>\$1,685,764</b>	<b>\$55,501</b>	<b>\$1,862,329</b>	<b>\$8,625</b>	<b>\$806,275</b>	<b>\$868,475</b>	<b>\$5,286,969</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

<u>Advance Receivable</u>	<u>Advance payable</u>		
	<u>Internal Service Fund</u>	<u>Non-major Governmental</u>	<u>Total</u>
General fund	\$ -	\$361,976	\$ 361,976
100% tax payment fund	718,953		718,953
Total	<u>\$718,953</u>	<u>\$361,976</u>	<u>\$1,080,929</u>

### 6. CAPITAL ASSETS

Capital asset activity for the year was as follows:

	<u>Balance January 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2022</u>
<b>Governmental Activities</b>				
<b>Capital assets, not being depreciated</b>				
Land	\$15,639,877	\$ -	\$ -	\$15,639,877
Construction in progress	2,115,455	-	2,115,455	-
Total capital assets, not being depreciated	<u>17,755,332</u>	<u>-</u>	<u>-</u>	<u>15,639,877</u>
<b>Capital assets, being depreciated and amortized</b>				
Land improvements	2,316,454	-	-	2,316,454
Buildings and improvements	47,823,176	15,934	-	47,839,110
Furniture and equipment	14,681,386	3,376,199	55,991	18,001,594
Vehicles	3,425,240	654,013	160,193	3,919,060
Infrastructure	343,215	45,350	-	388,565
Right to use leased asset (intangible)	-	322,370	-	322,370
Total capital assets, being depreciated	<u>68,589,471</u>	<u>4,413,866</u>	<u>216,184</u>	<u>72,787,153</u>
<b>Less accumulated depreciation and amortization for</b>				
Land improvements	1,871,231	65,582	-	1,936,813
Buildings and improvements	25,074,367	1,016,371	-	26,090,738
Furniture and equipment	12,524,259	1,254,556	55,991	13,722,824
Vehicles	2,399,523	428,960	160,193	2,668,290
Infrastructure	342,428	3,055	-	345,483
Right to use leased asset (intangible)	-	64,284	-	64,284
Total accumulated depreciation and amortization	<u>42,211,808</u>	<u>2,832,808</u>	<u>216,184</u>	<u>44,828,432</u>
<b>Net capital assets, being depreciated and amortized</b>	<u>26,377,663</u>	<u>1,581,058</u>	<u>-</u>	<u>27,958,721</u>
<b>Governmental Activities capital assets, net</b>	<u>\$44,132,995</u>	<u>\$1,581,058</u>	<u>\$2,115,455</u>	<u>\$43,598,598</u>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>
<b>Business-type Activities</b>				
<b>Capital assets, not being depreciated</b>				
Land	\$ 1,820,550	\$ -	\$ -	\$ 1,820,550
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	1,820,550	-	-	1,820,550
<b>Capital assets being depreciated</b>				
Land improvements	3,023,719	-	-	3,023,719
Buildings and improvements	35,982,716	152,999	-	36,135,715
Furniture and equipment	3,364,087	76,359	-	3,440,446
Vehicles	491,865	109,568	-	601,433
Total capital assets, being depreciated	42,862,387	338,926	-	43,201,313
Less accumulated depreciation for				
Land improvements	2,788,897	81,379	-	2,870,276
Buildings and improvements	21,246,056	916,684	-	22,162,740
Furniture and equipment	2,398,879	213,221	-	2,612,100
Vehicles	426,816	27,455	-	454,271
Total accumulated depreciation	26,860,648	1,238,739	-	28,099,387
<b>Net capital assets, being depreciated</b>	16,001,739	(899,813)	-	15,101,926
<b>Business-type Activities capital assets, net</b>	<b>\$17,822,289</b>	<b>\$(899,813)</b>	<b>\$ -</b>	<b>\$16,922,476</b>

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

### Governmental Activities

Judicial	\$ 269,703
General government	400,627
Public safety	609,714
Health and welfare	515,019
Parks and recreation	149,306
	<u>1,944,369</u>
Amortization of right to use leased asset	64,284
Depreciation included in internal service funds	<u>824,155</u>

**Total depreciation expense - governmental activities** \$2,832,808

### Business-type Activities

Pavilions	\$1,167,701
Inspections	<u>71,038</u>

**Total depreciation expense - business-type activities** \$1,238,739

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>
<b>Component Unit – Road Commission</b>				
<b>Capital assets, not being depreciated</b>				
Land	\$ 1,036,599	\$ -	\$ -	\$ 1,036,599
Land and right-of-way	27,432,550	-	-	27,432,550
Construction in progress	1,665,461	-	1,665,461	-
Total capital assets, not being depreciated	30,134,610	-	1,665,461	28,469,149
<b>Capital assets, being depreciated</b>				
Building and improvements	5,426,833	-	-	5,426,833
Road equipment	15,155,178	1,443,618	175,337	16,423,459
Shop equipment	364,776	89,350	-	454,126
Office equipment	532,205	-	-	532,205
Engineering equipment	467,040	180,000	-	647,040
Yard and storage equipment	1,864,184	-	-	1,864,184
Infrastructure				
Bridges	8,025,913	-	-	8,025,913
Roads	110,789,687	11,805,945	-	122,595,632
Total capital assets, being depreciated	142,625,816	13,518,913	175,337	155,969,392
<b>Less accumulated depreciation for</b>				
Building and improvements	1,733,591	120,273	-	1,853,864
Road equipment	11,402,205	1,557,434	174,914	12,784,725
Shop equipment	243,964	19,601	-	263,565
Office equipment	325,510	64,706	-	390,216
Engineering equipment	167,976	97,956	-	265,932
Yard and storage equipment	1,447,295	42,599	-	1,489,894
Infrastructure				
Bridges	1,513,218	218,554	-	1,731,772
Roads	52,421,933	6,539,739	-	58,961,672
Total accumulated depreciation	69,255,692	8,660,862	174,914	77,741,640
<b>Net capital assets, being depreciated</b>	73,370,124	4,858,051	423	78,227,752
<b>Component Unit – Road Commission capital assets, net</b>	<b>\$103,504,734</b>	<b>\$4,858,051</b>	<b>\$1,665,884</b>	<b>\$106,696,901</b>
	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>
<b>Component Unit – Drain Commission</b>				
<b>Capital assets, not being depreciated</b>				
Construction in progress	\$ -	\$ -	\$ -	\$ -
Land	56,700	-	-	56,700
Total capital assets, not being depreciated	56,700	-	-	56,700
<b>Capital assets, being depreciated</b>				
Cass Road Drain	2,115,346	-	-	2,115,346
Less accumulated depreciation for				
Cass Road Drain	21,153	42,307	-	63,460
<b>Net capital assets, being depreciated</b>	2,094,193	(42,307)		2,051,886
<b>Component Unit – Drain Commission capital assets, net</b>	<b>\$2,150,893</b>	<b>\$ (42,307)</b>	<b>\$ -</b>	<b>\$2,108,586</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>
<b>Component Unit – Department of Public Works</b>				
<b>Capital assets, not being depreciated</b>				
Land	\$ 400,000	\$ -	\$ -	\$ 400,000
<b>Capital assets, being depreciated</b>				
Buildings	7,623,862	-	-	7,623,862
Furniture and equipment	219,299	-	-	219,299
Total capital assets, being depreciated	7,843,161	-	-	7,843,161
Less accumulated depreciation for				
Buildings	2,287,158	217,825	-	2,504,983
Furniture and equipment	145,053	20,658	-	165,711
Total accumulated depreciation	2,432,211	238,483	-	2,670,694
<b>Net capital assets, being depreciated</b>	5,410,950	(238,483)	-	5,172,467
<b>Component Unit – Department of Public Works capital assets, net</b>	<b>\$5,810,950</b>	<b>\$(238,483)</b>	<b>\$ -</b>	<b>\$5,572,467</b>
	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>
<b>Component Unit – PACE</b>				
<b>Capital assets, not being depreciated</b>				
Construction in progress	\$ -	\$ 10,235	\$ -	\$ 10,235
<b>Capital assets, being depreciated</b>				
Leasehold improvements	3,274,406	-	-	3,274,406
Equipment	791,495	163,015	14,285	940,225
Right of use leased asset (intangible)	-	658,014	-	658,014
	4,065,901	821,029	14,285	4,872,645
Less accumulated depreciation for				
Leasehold improvements	405,935	165,634	-	571,569
Equipment	152,710	124,022	7,142	269,590
Less amortization for				
Right of use leased assets	-	-	-	-
	558,645	289,656	7,142	841,159
<b>Net capital assets, being depreciated</b>	3,507,256	531,373	7,143	4,031,486
<b>Component Unit – PACE capital assets, net</b>	<b>\$3,507,256</b>	<b>\$541,608</b>	<b>\$7,143</b>	<b>\$4,041,721</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### 7. PENSION PLANS

##### Defined Contribution Pension Plans

##### Defined Contribution Pension Plan – Grand Traverse County

The **Grand Traverse County Defined Contribution Plan** is sponsored by the County created in accordance with Internal Revenue Code Section 401(a), which is available to all full-time employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees who were hired previous to May 1, 2001 were able to choose to either stay in the defined benefit plan or to change to the defined contribution plan once their union contract was settled. Participants do not vest in the first two years of service, and are considered 25%, 50%, 75% and 100% vested in years three through six, respectively. Members may contribute 3% of their base pay, and the County's required contribution is an amount equal to 6% of the participant's base pay plus match employee contributions up to 3% of the employees' base pay for employees hired prior to January 1, 2014 and for certain bargaining unit members. New employees hired after January 1, 2014 and for certain bargaining unit members, the employer is required to contribute 3% of the participant's base pay plus match employee contributions of 3%.

The plan is administered by MERS. Plan provisions and contribution requirements were established and can only be amended by authorization of the County Commission. In 2022, the County contributed \$1,854,607 and employees contributed \$717,120.

##### Defined Contribution Pension Plan – Road Commission

The Road Commission maintains a defined contribution plan administered by MERS for those employees who do not participate in the defined benefit pension plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Administrative employees and Union (as established by agreement) are eligible to participate from the date of employment. The Commission contributes 9% of administrative and 8% of union personnel gross earnings, respectively plus match employee contributions in an amount equal to 3% administrative and 2% union. Contributions for each employee (adjusted for gains and losses allocated to the employee's account) are vested 20%, 40%, 60%, 80% and 100% in years two through six, respectively. Plan provisions and contribution requirements are established and may be amended by the Board of County Road Commissioners. During 2022, the Commission contributed \$333,923 (reduced by \$21,094 in forfeitures) and employees contributed \$75,562 towards the defined contribution plan.

##### Defined Benefit Plans

##### *General Plan Description*

The following is applicable to the Grand Traverse County defined benefit pension plan (closed to new employees), Grand Traverse Pavilions defined benefit pension plan (open to new employees) and Grand Traverse County Road Commission defined benefit pension plan (closed to new employees).

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

#### **Plan Description**

The defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at [www.mersofmich.com](http://www.mersofmich.com).

#### **Investments**

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Expected Money Weighted Rate of Return*</u>
Global Equity	60.0%	4.50%	2.70%
Global Fixed Income	20.0%	2.00%	0.40%
Private investments	20.0%	7.00%	1.40%
Inflation			2.50%
Administrative fee			0.25%
Discount rate			7.25%

#### **Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of December 31, 2021, (December 31, 2022 Road Commission) using the following actuarial assumptions:

Inflation – 2.5%

Salary increases – 3.00% in the long term

Investment rate of return - 7.00%; net of investment expense, including inflation

Mortality rates used for non-disabled plan member were based on a weighted blend of MP-2019 mortality tables of a 50% Male and 50% Female blend. Mortality rates used for disabled plan member were based on a blend of MP-2019 disabled retiree mortality tables of a 50% Male and 50% Female blend of disabled retirees.

The actuarial assumptions used in the valuation were based on the results of the 2018 actuarial experience study, first used in December 31, 2020 valuations.

#### **Discount Rate**

The discount rate used to measure the total pension liability was 7.25 percent (7.60% in the prior year). The projection of cash flows used to determine the discount rate assumed that contributions will be made at the current actuarially determined rates. Based on those assumptions, the pension plan's

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

#### **Aggregate Primary Government Defined Benefit Pension Plan Balances**

	County	Pavilions	Total
Net pension liability	\$12,002,540	\$5,814,318	\$17,816,858
Deferred outflows	12,325,433	6,011,169	18,336,602
Deferred inflows	-	140,016	140,016
Pension expense	7,172,447	4,359,568	11,532,015

#### **Net Pension Liability**

The employer's net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability at December 31, 2022 was determined as part of the annual actuarial valuation as of December 31, 2021 (December 31, 2022 Road Commission) which included roll forward procedures to December 31, 2022 where applicable.

#### **Defined Benefit Pension Plan – Grand Traverse County**

##### **Plan Membership**

At December 31, 2022, participants included the following:

Active plan members	43
Terminated vested plan members	29
Retirees and beneficiaries	300
Total participants	<u>372</u>

##### **Benefits**

Pension benefits vary by division and are calculated as final average compensation (based on a 3 or 5 year period) and multipliers ranging from 2.25% to 2.80%. Participants are considered to be fully vested in the plan after 6, 8, or 10 years. Normal retirement age is 60 with early retirement at age 50 with 25 years of service, age 55 with 15 years of service, age 55 with 25 years of service, or with 25 years of service (no age requirement).

##### **Contributions**

The County is required to contribute at least an amount equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. In addition, the employer may establish contribution rates to be paid by its covered employees.

Employer and employee monthly contribution amounts are generally fixed by division/bargaining unit and based on a percentage of payroll for employee contributions. The employer actuarial determined contribution was \$305,743.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

#### ***Sensitivity of the Net Pension Liability to Changes in the Discount rate***

The following presents the net pension liability of the County, calculated using the discount rate of 7.25 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25 percent) or 1 percentage point higher (8.25 percent) than the current rate:

	One percent decrease (6.25%)	Current Discount rate (7.25%)	One percent increase (8.25%)
Total pension liability	\$115,350,640	\$104,616,287	\$95,510,447
Fiduciary net position	92,613,747	92,613,747	92,613,747
Net pension liability	<u>\$ 22,736,893</u>	<u>\$ 12,002,540</u>	<u>\$ 2,896,700</u>

#### ***Changes in the Net Pension Liability of the County***

The components of the change in the net pension liability of the County were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (asset) (a)-(b)
Balance at January 1, 2022	\$100,748,234	\$111,946,546	\$(11,198,312)
Changes for the Year:			
Service costs	341,518	-	341,518
Interest	7,039,060	-	7,039,060
Benefit changes	39,387	-	39,387
Differences between expected and actual experience	415,040	-	415,040
Changes in assumptions	3,353,027	-	3,353,027
Other changes	337,052	-	337,052
Contributions: employer	-	305,743	(305,743)
Contributions: member	-	63,276	(63,276)
Net investment income	-	(11,843,798)	11,843,798
Administrative expense	-	(200,989)	200,989
Benefit payments, including refunds	(7,657,031)	(7,657,031)	-
Net changes	<u>3,868,053</u>	<u>(19,332,799)</u>	<u>23,200,852</u>
Balance at December 31, 2022	<u>\$104,616,287</u>	<u>\$92,613,747</u>	<u>\$12,002,540</u>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension***

For the year ended December 31, 2022, the County recognized pension expense of \$7,172,447. At December 31, 2022, the County reported pension-related deferred outflows of resources and deferred inflows of resources from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>
Difference between expected and actual experience	\$ -
Net difference between projected and actual earnings on pension plan investments	12,325,433
Total	<u>\$12,325,433</u>

Amounts reported as pension-related deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

<b><u>Year Ending December 31</u></b>	<b><u>Amount</u></b>
2023	\$ 2,179,565
2024	2,800,125
2025	3,408,054
2026	3,937,689
Total	<u>\$12,325,433</u>

#### **Defined Benefit Pension Plan – Grand Traverse Pavilions**

##### ***Plan Membership***

At December 31, 2021, participants included the following:

Active plan members	219
Terminated vested plan members	937
Retirees and beneficiaries	246
Total participants	<u>1,402</u>

##### ***Benefits***

Pension benefits vary by division and are calculated as final average compensation (based on a 5 year period) and multipliers ranging from 1.0% to 2.5% (no cost of living adjustments). Participants are considered to be fully vested in the plan after 6 years. Normal retirement age is 60 with early retirement at age 50 with 25 years of service, age 55 with 15 years of service.

##### ***Contributions***

The Pavilions is required to contribute at least an amount equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. In addition, the employer may establish contribution rates to be paid by its covered employees.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

Employer and employee monthly contribution amounts or rates (percentage of covered payroll), by division/bargaining unit, were as follows for the year ended December 31, 2022:

<u>Division</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
04-General Unit	9.18%	0.40%
40-LPN Unit	18.80%	3.41%
41-NonUnion Unit	\$53,127	10.35%
42-Union RN	8.86%	7.81%
43-Non-Union after 9/1/15	8.45%	3.00%

#### **Changes in the Net Pension Liability of the Pavilions**

The components of the change in the net pension liability of the Pavilions were as follows:

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a)-(b)</u>
Balance at January 1, 2022	\$50,984,291	\$49,385,043	\$1,599,248
Changes for the Year:			
Service costs	1,136,543	-	1,136,543
Interest	3,642,392	-	3,642,392
Changes in assumptions	2,286,792	-	2,286,792
Differences between expected and actual experience	600,983	-	600,983
Other changes	(347,544)	(1)	(347,543)
Contributions: employer	-	7,879,619	(7,879,619)
Contributions: member	-	518,782	(518,782)
Net investment income	-	(5,196,081)	5,196,081
Administrative expense	-	(98,223)	98,223
Benefit payments, including refunds	(2,625,352)	(2,625,352)	-
Net changes	4,693,814	478,744	4,215,070
Balance at December 31, 2022	\$55,678,105	\$49,863,787	\$5,814,318

#### **Sensitivity of the Net Pension Liability to Changes in the Discount rate**

The following presents the net pension liability of the Grand Traverse Pavilions, calculated using the discount rate of 7.25 percent, as well as what the Pavilions' net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25 percent) or 1 percentage point higher (8.25 percent) than the current rate:

	<u>One percent decrease</u>	<u>Current Discount rate</u>	<u>One percent increase</u>
	<u>(6.25%)</u>	<u>(7.25%)</u>	<u>(8.25%)</u>
Total pension liability	\$63,260,183	\$55,678,105	\$49,553,222
Fiduciary net position	49,863,787	49,863,787	49,863,787
Net pension liability	\$13,396,396	\$ 5,814,318	\$ (310,565)

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension***

For the year ended December 31, 2022, the Pavilions recognized pension expense of \$4,359,568. At December 31, 2022, the Pavilions reported pension-related deferred outflows of resources and deferred inflows of resources from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 330,550	\$(140,016)
Net difference between projected and actual earnings on pension plan investments	4,537,223	-
Net difference between assumptions	1,143,396	-
Total	<u>\$6,011,169</u>	<u>\$(140,016)</u>

Amounts reported as pension-related deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

<u>Year Ending December 31</u>	<u>Amount</u>
2023	\$1,878,340
2024	917,060
2025	1,279,311
2026	1,796,442
Total	<u>\$5,871,153</u>

#### **Defined Benefit Pension Plan – Road Commission**

##### ***Benefits provided***

Benefits provided include plans with multipliers ranging from 2.25 to 2.50. Vesting period of 6-10 years. Normal retirement age is 60. Final average compensation is calculated based on a 5 years average.

Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2022):

Inactive employees or beneficiaries currently receiving benefits	51
Inactive employees entitled but not yet receiving benefits	2
Active plan members	<u>0</u>
Total	<u>53</u>

##### ***Contributions***

The Commission is required to contribute at an actuarially determined amount. The required contribution for the current year was \$145,548. Participating employees are not required to contribute to the Plan. The contribution requirements of the Commission are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by labor agreements.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balance at January 1, 2022	\$8,532,380	\$8,398,165	\$134,215
Changes for the Year:			
Service cost	-	-	-
Interest	585,607	-	585,607
Change in benefits	-	-	-
Differences between expected and actual experience	63,433	-	63,433
Change in assumptions	-	-	-
Contributions : employer	-	145,548	(145,548)
Contributions: employee	-	-	-
Net investment income	-	(866,215)	866,215
Benefit payments, including refunds	(910,096)	(910,096)	-
Administrative expense	-	(14,895)	14,895
Other changes	(257,953)	-	(257,953)
Net changes	(3,103)	(1,645,658)	1,642,555
Balance at December 31, 2022	\$8,529,277	\$6,752,507	\$1,776,770

### Sensitivity of the Net Pension Liability to changes in the discount rate.

The following presents the net pension liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's net pension liability would be using a discount rate that is 1 percentage point lower (6.25%) or higher (8.25%) than the current rate.

	1% Decrease	Current Discount rate	1% Increase
Total pension liability	\$9,198,318	\$8,529,277	\$7,946,110
Fiduciary net position	6,752,507	6,752,507	6,752,507
Net pension liability	\$2,445,811	\$1,776,770	\$1,193,603

For the year ended December 31, 2022 the employer recognized pension expense of \$560,065. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ -	\$ -
Differences in assumptions	-	-
Excess(Deficit) Investment Returns	627,350	-
Contributions subsequent to the measurement date	-	-
Total	\$627,350	\$ -

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2023	\$ 31,963
2024	119,231
2025	186,791
2026	289,365
Thereafter	-
Total	<u>\$627,350</u>

#### 8. OTHER POST-EMPLOYMENT BENEFITS

##### *Combining Statement of OPEB Plan Net Position*

	County	Pavilions	Total
Assets			
MERS Total Market Fund	\$1,649,319	\$1,240,005	\$2,889,324
Accounts receivable	300,000	-	300,000
Total assets	<u>1,949,319</u>	<u>1,240,005</u>	<u>3,189,324</u>
Net Position			
Restricted for OPEB	<u>\$1,949,319</u>	<u>\$1,240,005</u>	<u>\$3,189,324</u>

##### *Combining Statement of OPEB Changes in Net Position*

	County	Pavilions	Total
Additions			
Contributions			
Employer	\$ 300,000	\$ -	\$ 300,000
Investment income	-	-	-
Total additions	<u>-</u>	<u>-</u>	<u>-</u>
Deductions			
Administrative costs	3,031	2,279	5,310
Investment loss	192,067	144,401	336,468
Change in net position	<u>104,902</u>	<u>(146,680)</u>	<u>(41,778)</u>
Net position, beginning	<u>1,844,417</u>	<u>1,386,685</u>	<u>3,231,102</u>
Net position, ending	<u>\$1,949,319</u>	<u>\$1,240,005</u>	<u>\$3,189,324</u>

##### *Aggregate Primary Government Defined Benefit OPEB Plan Balances*

	County	Pavilions	Total
Net OPEB liability	\$1,650,234	\$ 190,798	\$1,841,032
Deferred outflows	1,047,519	232,620	1,280,139
Deferred inflows	3,897,980	1,015,658	4,913,638
OPEB expense	(180,145)	(94,795)	(274,940)

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### Defined Benefit Plan – Grand Traverse County (excluding Pavilions)

##### *Plan Description*

**Grand Traverse County Retiree Health Care Plan** is a single employer defined benefit plan sponsored and administered by Grand Traverse County. The plan is reported as an OPEB Trust Fund in the County's financial statements.

The Plan provides health insurance premiums for retirees based on specified contributions. The plan is closed to new participant. Benefit provisions may be amended by the Plan administrator (subject to bargaining agreements). Separate financial statements are not issued for the Plan.

The long-term expected rate of return on retirement plan investments was determined using a building-block method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	60.0%	4.50%
Global Fixed Income	20.0%	2.00%
Private Assets	20.0%	7.00%
	<u>100%</u>	

##### *Plan Membership*

At December 31, 2022, participants included the following:

Active plan members	206
Retired plan members	<u>73</u>
Total participants	<u>279</u>

##### *Benefits*

Retirees have access to employer sponsored Medical, Dental, Vision and Life Insurance coverage subject to varying specified contributions. Members pay a percentage of premiums; additional beneficiaries must pay 100% of additional premiums.

##### *Contributions*

The Plan was established and is being funded under the authority of the County and under agreements with the unions representing various classes of employees. The County contributed \$395,500 in 2022. The Plan's funding policy is that the County will contribute \$600,000 in 2023, and then \$300,000 in both 2024 and 2025. There are no long-term contracts for contributions to the Plan. The Plan has no legally required reserves.

##### *Rate of Return*

For the year ended December 31, 2022, the money-weighted rate of return was -11%.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### **Net OPEB Liability of the County**

The components of the net OPEB liability of the County at December 31, 2022, were as follows:

Total OPEB liability	\$3,599,553
Plan fiduciary net position	<u>1,649,319</u>
County's net OPEB liability	<u>\$1,650,234</u>
Plan fiduciary net position as a percentage of total OPEB liability	<u>46.0%</u>

#### **Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of December 31, 2021 rolled forward to December 31, 2022 using the entry age normal actuarial cost method using the following actuarial assumptions based on 2022 County experience:

- Inflation – 2.5%
- Salary increases – 1.5% (for purpose of allocating liability)
- Investment rate of return – 7% (including inflation)
- 20-year Aa Municipal bond rate – 4.31%
- Remaining amortization period of 12 year
- Healthcare cost trend – 7.25% reduced annually by .25% to 4.5%
- Asset value - market
- Mortality rates – Public General 2010 Employee and Healthy Retiree, Headcount weighted
- Improvement Scale – MP-2021

#### **Discount Rate**

The discount rate used to measure the total OPEB liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at the current contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that the benefit payments were not projected to be covered by the projected assets (the "depletion date"), projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB liability. As of December 31, 2022, the discount rate used to value OPEB liabilities was 7.00%

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

#### ***Sensitivity of the Net OPEB Liability to Changes in the Discount Rate***

The following presents the net OPEB liability of the County, calculated using the discount rate of 7% percent, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (6 percent) or 1 percentage point higher (8 percent) than the current rate:

	One percent decrease (6%)	Current discount rate (7%)	One percent increase (8%)
Total OPEB liability	\$4,017,345	\$3,599,553	\$3,249,646
Fiduciary net position	1,949,319	1,949,319	1,949,319
Net pension liability	<u>\$2,068,026</u>	<u>\$1,650,234</u>	<u>\$1,300,327</u>

#### ***Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate***

The following presents the net OPEB liability of the County, calculated using the healthcare trend rate of 7.25% in 2022 graded to 4.5% long-term, as well as what the County's net OPEB liability would be if it were calculated using a healthcare trend rate that is 1 percentage point lower or 1 percentage point higher than the graded rate:

	One Percent Decrease (-1%)	Current Healthcare Cost Trend Rate	One Percent Increase (+1%)
Total OPEB liability	\$3,222,010	\$3,599,553	\$4,058,908
Fiduciary net position	1,949,319	1,949,319	1,949,319
Net pension liability	<u>\$1,272,691</u>	<u>\$1,650,234</u>	<u>\$2,109,589</u>

#### ***Changes in the Net OPEB Liability of the County***

The components of the change in the net OPEB liability of the County were as follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balance at January 1, 2022	\$3,413,163	\$1,844,418	\$1,568,745
Changes for the Year:			
Service Costs	34,041	-	34,041
Interest	249,859	-	249,859
Benefit Changes	-	-	-
Differences between expected and actual experience	(131,451)	-	(131,451)
Change in actuarial assumptions	129,441	-	129,441
Contributions	-	395,500	(395,500)
Net investment Income	-	(192,067)	192,067
Benefit payments, including refunds	(95,500)	(95,500)	-
Administrative Expenses	-	(3,031)	3,031
Other changes	-	(1)	1
Net changes	<u>186,390</u>	<u>104,902</u>	<u>381,488</u>
Balance at December 31, 2022	<u>\$3,599,553</u>	<u>\$1,949,319</u>	<u>\$1,650,234</u>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### **Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2022, the County recognized OPEB expense of \$(480,145). At December 31, 2022, the County reported pension-related deferred outflows of resources and deferred inflows of resources from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference between expected and actual experience	\$ 653,839	\$ (529,010)
Changes of Assumptions	216,691	(3,368,970)
Investment Earnings (Gains)/Losses	176,989	-
Total	<u>\$1,047,519</u>	<u>\$(3,897,980)</u>

Amounts reported as OPEB-related deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

<b><u>Year Ending December 31</u></b>	<b><u>Amount</u></b>
2023	\$ (341,798)
2024	(334,861)
2025	(321,806)
2026	(304,478)
2027	(369,983)
Thereafter	<u>(1,177,535)</u>
Total	<u>\$(2,850,461)</u>

#### **Defined Benefit Plan – Grand Traverse Pavilions**

##### ***Plan Description***

**Grand Travers Pavilions Retiree Health Care Plan** is a single employer defined benefit plan sponsored and administered by Grand Traverse Pavilions. The plan is reported as an OPEB Trust Fund in the County's financial statements.

The Plan provides fixed stipends for health insurance to retirees meeting minimum years of service and retirement age requirements. The plan is closed to new participant. Benefit provisions may be amended by the Plan administrator (subject to bargaining agreements). Separate financial statements are not issued for the Plan.

The long-term expected rate of return on retirement plan investments was determined using a building-block method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	60.0%	4.50%
Global Fixed Income	20.0%	2.00%
Private investments	20.0%	7.00%
	<u>100%</u>	

#### **Plan Membership**

At December 31, 2022, participants included the following:

Active plan members	97
Retired plan members	<u>30</u>
Total participants	<u>127</u>

#### **Benefits**

Retirees meeting minimum years of service and retirement age requirements receive fixed monthly stipends for health insurance.

#### **Contributions**

The Plan was established and is being funded under the authority of the Grand Traverse Pavilions and under agreements with the unions representing various classes of employees. The Plan is funded on a pay-as-you-go basis with additional payments to the trust based on Board action. There are no long-term contracts for contributions to the Plan. The Plan has no legally required reserves.

#### **Rate of Return**

For the year ended December 31, 2022, the money-weighted rate of return was 11%

#### **Net OPEB Liability of the Pavilions**

The components of the net OPEB liability of the Pavilions at December 31, 2022, were as follows:

Total OPEB liability	\$1,430,803
Plan fiduciary net position	<u>1,240,005</u>
Net OPEB liability	<u><b>\$ 190,798</b></u>
Plan fiduciary net position as a percentage of total OPEB liability	<u>86.7%</u>

#### **Actuarial Assumptions**

The total OPEB liability was determined at December 31, 2022 rolling forward the 2021 valuation using the entry age normal actuarial cost method by an actuarial valuation using the following actuarial assumptions based on 2022 County experience:

Inflation – 2.0%

Salary increases – 3.0%

Investment rate of return – 7.0% (including inflation)

20-year Aa Municipal bond rate – 4.31%

Remaining amortization period of 13 years

Healthcare cost trend – not applicable

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

Asset value – Market value

Mortality rates – 2010 Headcount weighted Public General Employees and Healthy

Retirees with MP-2021 mortality improvement scale

**Discount rate.** The discount rate used to measure the total OPEB liability is 7.00%. The projection of cash flows used to determine the discount rate assumed that Grand Traverse Pavilions contributions will be made at the current contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that the benefit payments were not projected to be covered by the projected assets (the "depletion date"), projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB liability. As of December 31, 2022, the discount rate used to value OPEB liabilities was 7.00%

#### Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a)-(b)
Balance at January 1, 2022	\$1,482,043	\$1,386,685	\$ 95,358
Changes for the Year:			
Service cost	12,714	-	12,714
Interest	106,658	-	106,658
Change in benefits	-	-	-
Differences between expected and actual experience	(113,745)	-	(113,745)
Change in assumptions	30,378	-	30,378
Contributions: employer	-	87,245	(87,245)
Contributions: employee	-	-	-
Net investment Income	-	(144,401)	144,401
Benefit payments, including refunds	(87,245)	(87,245)	-
Administrative expense	-	(2,279)	2,279
Other changes	-	-	-
Net changes	(51,240)	(146,680)	95,440
<b>Balance at December 31, 2022</b>	<b>\$1,430,803</b>	<b>\$1,240,005</b>	<b>\$ 190,798</b>

#### Sensitivity of the Net OPEB Liability to changes in the discount rate.

The following presents the net OPEB liability of the employer, calculated using the discount rate of 7.00%, as well as what the employer's net OPEB liability would be using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate.

	One percent decrease (6.00%)	Current discount rate (7.00%)	One percent increase (8.00%)
Total OPEB liability	\$1,578,765	\$1,430,803	\$1,304,490
Plan Fiduciary Net Position	1,240,005	1,240,005	1,240,005
<b>Net OPEB Liability</b>	<b>\$ 338,760</b>	<b>\$ 190,798</b>	<b>\$ 64,485</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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#### ***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

For the year ended December 31, 2022 the employer recognized OPEB expense of \$(94,795). At December 31, 2022, the Grand Traverse Pavilions reported pension-related deferred outflows of resources and deferred inflows of resources from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference between expected and actual experience	\$ -	\$ (169,514)
Changes of Assumptions	118,170	(846,144)
Investment Earnings (Gains)/Losses	114,450	-
Total	<b><u>\$232,620</u></b>	<b><u>\$(1,015,658)</u></b>

Amounts reported as OPEB-related deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

<b><u>Year Ending December 31</u></b>	<b><u>Amount</u></b>
2023	(114,609)
2024	(106,793)
2025	(94,032)
2026	(77,633)
2027	(126,879)
Thereafter	(263,092)
Total	<b><u>\$(783,038)</u></b>

#### **Defined Benefit Plan – Road Commission**

##### ***Plan Description***

The Grand Traverse County Road Commission (the Commission) administers a single-employer defined benefit healthcare plans. The plan provides healthcare benefits to eligible retirees, in accordance with the Commission's policy and employment agreements. The Retiree Health Plan does not issue a publicly available financial report. The actuarial valuation was prepared using the alternative method as provided for in Governmental Accounting Standards Board Statement No. 75.

##### ***Benefits Provided***

Only employees retiring before May 1, 2016 are eligible for the following retiree medical coverage stipend:

- Early retirees – eligible for \$500 monthly stipend until age 65 (no benefits provided subsequent to age 65)
- Past retirees – eligible for \$112/224 monthly stipend until death (retiree and spouse received \$112 each)

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

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Membership of the Plan consisted of the following at the date of the latest valuation (December 31, 2022):

Early retirees	
\$500 monthly stipend – retiree	2
Current retirees	
\$112/\$224 monthly stipend	57
	<hr/>
Total	59
	<hr/>

#### **Contributions**

The Commission has no obligation to make contributions in advance of when the stipend is paid (in other words, the Plan may be financed on a “pay-as-you-go” basis). Participants do not make contributions to the Plan. There are no long-term contracts for contributions to the Plan. The Plan has no legally required reserves.

#### **Net OPEB Liability**

The employer’s net OPEB liability was measured as of December 31, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an annual valuation as of that date.

The total OPEB liability in the December 31, 2022 annual valuation was determined using the following assumptions, applied to all periods included in the measurement:

Inflation: Not applicable due to a fixed stipend not expected to change over time

Salary increases: Not applicable due to closed plan status with no active participants

Investment rate of return: 3% (unfunded status is consistent with Michigan Department of Treasury requirements and generally accepted accounting principles (GAAP))

Healthcare cost trend rates: Not applicable due to a fixed stipend not expected to change over time

Mortality rates were based on the 2014 life tables for males or females, as appropriate, from the Centers for Disease Control.

Level dollar method is utilized to amortization of the unfunded actuarial accrued liability.

The assumptions used in valuation were based on the results of the most recent actuarial experience study and State of Michigan requirements.

Discount rate. The discount rate used to measure the total OPEB liability is 2.16% (20 year AA/Aa tax exempt municipal bond yield). Because the plan does not have a funded OPEB trust, there are not assets projected to be sufficient to make projected future benefit payments of current plan members. There was no required discount rate change to disclose.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a)-(b)
Balance at January 1, 2022	\$792,136	\$ -	\$792,136
Changes for the Year:			
Service cost	17,110	-	17,110
Interest	-	-	-
Change in benefits	-	-	-
Differences between expected and actual experience	50,381	-	50,381
Change in assumptions	-	-	-
Contributions: employer	-	-	-
Contributions: employee	-	-	-
Net investment Income	-	-	-
Benefit payments, including refunds	(94,222)	-	(94,222)
Administrative expense	-	-	-
Other changes	-	-	-
Net changes	(26,731)	-	(26,731)
Balance at December 31, 2022	\$765,405	\$ -	\$765,405

### Sensitivity of the Net OPEB Liability to changes in the discount rate.

The following presents the net OPEB liability of the employer, calculated using the discount rate of 2.16%, as well as what the employer's net OPEB liability would be using a discount rate that is 1 percentage point lower (1.16%) or 1% higher (3.16%) than the current rate.

	One percent decrease (1.16%)	Current discount rate (2.16%)	One percent increase (3.16%)
Net OPEB liability	\$813,139	\$765,405	\$722,012

### OPEB Expense

For the year ended December 31, 2022 the employer recognized OPEB expense of \$67,491.

### Defined Contribution OPEB Plan – Road Commission

The Commission administers a single-employer defined contribution Retirement Health Savings account (the Retiree Health Savings Plan). The Commission contributes \$80 monthly to a healthcare savings plan (HCSP) for all fulltime employees and employees are required to contribute 1% of coverage wages. The Commission plan contribution requirements were established and may be amended under the authority of the Board of County Road Commissioners. The Plan has no vesting period. During the year the commission contributed \$49,840 and employees contributed \$41,001 to the plan.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

#### 9. LONG-TERM DEBT

The following is a summary of the debt transactions for the year ended December 31, 2022:

<b>Governmental Activities</b>	<b>Balance January 1, 2022</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance December 31, 2022</b>	<b>Due Within One Year</b>
<b>Public Placement:</b>					
\$3,500,000 2017 County Building Authority Pavilion Bonds; due in annual installments of \$115,000 to \$235,000 through November 2037; interest rate of 3.0% to 3.65%	\$ 2,965,000	\$ -	\$ 145,000	\$ 2,820,000	\$ 150,000
\$3,780,000 2019 Building Authority Refunding bonds; due in annual installments of \$175,000 to \$290,000 through December 2036; interest rate of 2.00% to 3.00%	3,425,000	-	185,000	3,240,000	190,000
\$2,175,000 2021 Building Authority Refunding bonds; due in annual installments of \$530,000 to \$560,000 through May; interest rate of %.88	2,175,000	-	530,000	1,645,000	535,000
\$39,870,000 2021 Pension bonds; due in annual installments of \$760,000 to \$3,760,000 through September 2034; interest rate of .33% to 2.47%	39,870,000	-	3,465,000	36,405,000	3,295,000
<b>Private Placement:</b>					
\$317,341 2018 information technology installment purchase; due in annual installments of \$69,080 through October 2022; including interest at 4.24%	66,274	-	66,274	-	-
\$353,576 2018 information technology installment purchase; due in annual installments of \$76,620 through June 2022; including interest at 4%	73,546	-	73,546	-	-
Total	48,574,820	-	4,464,820	44,110,000	4,170,000
Bond premium/discounts	97,960	-	6,655	91,305	-
Leases	-	322,370	64,284	258,086	77,273
Accrued compensated absences	1,766,274	563,951	189,624	2,140,601	36,030
<b>Total Governmental Activities</b>	<b>\$50,439,054</b>	<b>\$886,321</b>	<b>\$4,725,383</b>	<b>\$46,599,992</b>	<b>\$4,283,303</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>	Due Within One <u>Year</u>
<b>Business-type Activities</b>					
<b>Public Placement:</b>					
\$3,745,000 2017 County Building Authority Pavilions Refunding Bonds; due in annual installments of \$35,000 to \$270,000 through May 2031; interest rate of 2.000% to 3.125%	\$2,300,000	\$ -	\$230,000	\$2,070,000	\$230,000
\$5,425,000 2021 Pavilions pension bonds; due in annual installments of \$190,000 to \$365,000 through September 2039; interest rate of .35% to 2.9%	5,425,000	-	190,000	5,235,000	265,000
\$4,830,000 2022 Pavilions pension bonds; due in annual installments of \$205,000 to \$395,000 through February 2039; interest rate of 22.8% to 4.9%	-	4,830,000	-	4,830,000	205,000
Total	7,725,000	4,830,000	420,000	12,135,000	700,000
Accrued compensated absences	790,817	4,212	34,832	760,198	70,587
<b>Total Business-type Activities</b>	<b>\$8,515,817</b>	<b>\$4,834,212</b>	<b>\$454,832</b>	<b>\$12,895,198</b>	<b>\$770,587</b>
<b>Component Unit – Road Commission</b>					
<b>Public Placement:</b>					
\$945,000 2015 Michigan Transportation Fund Series Bond; due in variable annual installments through September 2030; interest rate of .65% to 3.50%	\$ 635,000	\$ -	\$ 65,000	\$ 570,000	\$ 65,000
\$3,600,000 2018 Michigan Transportation Fund Series Bond; due in variable annual installments through June 2023; interest rate of 2.25% to 3.00%	1,505,000	-	740,000	765,000	765,000
\$374,813 2021 Michigan Transportation Fund Series Bond; due in variable annual installments of \$24,987.54 through June 2036; interest rate of 2%	374,813	-	24,988	349,825	24,988
Total	2,514,813	-	829,988	1,684,825	854,988
Bond premium	10,005	-	7,483	2,522	-
Accrued compensated absences	88,255	98,389	88,255	98,389	98,389
<b>Total Component Unit – Road Commission</b>	<b>\$2,613,073</b>	<b>\$98,389</b>	<b>\$925,726</b>	<b>\$1,785,736</b>	<b>\$953,377</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>	Due Within One <u>Year</u>
<b>Component Unit – Brownfield Redevelopment Authority</b>					
<b>Private Placement:</b>					
\$863,395 2012 MI Environmental Quality Redemption Loan; due in annual installments of \$72,779 to \$84,463 through August 2027; interest rate of 1.5%	\$ 82,121	\$ -	\$82,121	\$ -	\$ -
\$163,796 2014 MI Environmental Quality Redemption Loan; due in annual installments of \$13,807 to \$15,787 through September 2029; interest rate of 1.5%	86,047	-	10,204	75,843	10,357
<b>Total Component Unit – Brownfield Redevelopment Authority</b>	<b>\$168,168</b>	<b>\$ -</b>	<b>\$92,325</b>	<b>\$75,843</b>	<b>\$10,357</b>
<b>Component Unit – Drain Commission</b>					
<b>Private Placement:</b>					
\$1,838,449 GO Limited tax Drain bond; due in annual installments from \$95,500 to \$88,344 through June 2040; interest rate of 1.945%	<b>\$1,742,949</b>	<b>\$ -</b>	<b>\$91,923</b>	<b>\$1,651,026</b>	<b>\$91,923</b>
<b>Component Unit – Department of Public Works</b>					
<b>Public Placement:</b>					
\$4,010,000 2017 Blair Water System Improvement Refunding Bonds; due in annual installments of \$380,000 to \$210,000 through November 2032; interest rate of 2.5% to 3%	\$2,525,000	\$ -	\$ 340,000	\$2,185,000	\$ 295,000
\$2,725,000 2015 Blair Sewer System Improvement Refunding Bonds; due in annual installments of \$255,000 to \$290,000 through November 2025; interest rate of 1.0% to 2.1%	1,100,000	-	270,000	830,000	290,000
\$2,875,000 2012 East Bay and Peninsula Sewer/Water Refunding Bonds; due in annual installments of \$255,000 to \$290,000 through November 2023; interest rate of 1.25% to 2.20%	545,000	-	270,000	275,000	275,000

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>	Due Within One <u>Year</u>
<b>Component Unit – Department of Public Works</b>					
\$5,000,000 2016 East Bay Township Water System Improvements, Series 2016 Refunding Bonds; due in annual installments of \$200,000 to \$330,000 through November 35; interest rate of 2.0% to 3.0%	\$ 3,755,000	\$ -	\$ 220,000	\$3,535,000	\$ 220,000
\$1,300,000 2004 Septage Treatment Facility Refunding Bonds; due in annual installments of \$75,000 through November 2024; interest rate of 3.05% to 5.00%	225,000	-	75,000	150,000	75,000
\$900,000 2018 Blair Water System Bonds; due in annual installments of \$30,000 to \$60,000 through October 2038; interest rate of 3.5% to 3.75%	800,000	-	35,000	765,000	35,000
\$2,381,231 2013 Septage Treatment Facility Note Payable; due in annual installments of \$150,000 through November 2032; interest rate of 2.0%	1,432,000	-	120,000	1,312,000	120,000
<b>Private placement:</b>					
\$6,474,000 2019 Wastewater Treatment Refunding Bond; due in annual installments of \$2,118,000 to \$2,197,000 through May 2022; interest rate of 2.36%	2,197,000	-	2,197,000	-	-
Total	12,579,000	-	3,527,000	9,052,000	1,310,000
Bond discounts	(2,437)	-	(813)	(1,624)	-
Accrued compensated absences	51,928	9,824	1,361	60,391	-
<b>Total Component Unit – Department of Public Works</b>	<b>\$12,628,491</b>	<b>\$9,824</b>	<b>\$3,527,548</b>	<b>\$9,110,767</b>	<b>\$1,310,000</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

The annual requirements to amortize all debt outstanding (excluding accrued employee benefits) as of December 31, 2022 are as follows:

<b>Year Ending December 31</b>	<b>Governmental Activities Public Placement</b>	
	<b>Principal</b>	<b>Interest</b>
2023	\$4,170,000	\$771,658
2024	4,220,000	740,088
2025	4,255,000	696,919
2026	3,755,000	644,221
2027	3,810,000	588,120
2028-2032	20,180,000	1,855,956
2033-2037	3,720,000	259,572
<b>Total</b>	<b>\$44,110,000</b>	<b>\$5,556,534</b>

<b>Year Ending December 31</b>	<b>Business-type Activities Public Placement</b>		<b>Component Units DPW, Drain Commission and Brownfield Private Placement      Public Placement</b>			
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2023	\$ 700,000	\$ 359,075	\$102,280	\$30,992	\$ 1,310,000	\$ 232,927
2024	720,000	346,612	102,435	30,771	950,000	201,928
2025	725,000	331,911	102,593	28,501	872,000	179,026
2026	740,000	315,217	102,753	26,224	620,000	159,671
2027	745,000	297,594	102,915	23,938	630,000	145,623
2028-2032	3,725,000	1,170,068	482,095	89,935	3,385,000	484,388
2033-2037	3,285,000	627,369	459,610	46,685	1,225,000	99,726
2038-2040	1,495,000	69,642	272,188	7,529	60,000	2,250
<b>Total</b>	<b>\$12,135,000</b>	<b>\$3,517,488</b>	<b>\$1,726,869</b>	<b>\$284,575</b>	<b>\$9,052,000</b>	<b>\$1,505,539</b>

The County has pledged its full faith and credit for the repayment of Building Authority and pension bonds. The County has pledged state revenue sharing payments for the repayment of Brownfield Redevelopment Authority loans. The County and participating municipalities have pledged their full faith and credit for the repayment of Department of Public Works bonds.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

Component Unit – PACE	Balance January 1, 2022	Additions	Deletions	Balance December 31, 2022	Due Within One Year
<b>Private Placement</b>					
Nonrevolving line of credit (\$2,960,000 maximum) interest at the Treasury rate plus 2.25% due date unspecified	\$2,960,000	\$ -	\$148,000	\$2,812,000	\$ -
\$3,500,000 lease due in annual installments of from \$115,000 to \$235,000 through November 2037; plus interest ranging from 3.0% to 3.65%	2,965,000	-	145,000	2,820,000	150,000
<b>Total Component Unit – PACE</b>	<b>\$5,925,000</b>	<b>\$ -</b>	<b>\$293,000</b>	<b>\$5,632,000</b>	<b>\$150,000</b>

The principal balance of the following future minimum lease payments are reflected as a long-term liability of PACE and as a long-term receivable and deferred inflow of the Building Authority PACE Debt fund.

Year Ending December 31	PACE Private Placement		Road Commission Public Placement	
	Principal	Interest	Principal	Interest
2023	\$ 150,000	\$ 91,492	\$ 854,988	\$ 35,800
2024	155,000	86,992	94,988	22,230
2025	160,000	82,342	94,988	19,877
2026	165,000	77,542	94,987	17,451
2027	170,000	72,592	94,987	14,888
2028-2032	930,000	282,621	349,937	32,939
2033-2037	1,090,000	119,778	99,950	4,997
<b>Total</b>	<b>\$2,820,000</b>	<b>\$813,359</b>	<b>\$1,684,825</b>	<b>\$148,182</b>

PACE (a discretely presented component unit) has entered into a lease agreement with the Grand Traverse Pavilions, financed by the Building Authority, (a blended component unit) for the lease of facilities over multiple future years. PACE reflects the leased facilities as a right-to-use lease capital asset with a net book value of \$2,702,837 at year end.

The Pavilions Foundation (discretely presented component unit) has entered into a liquidity support agreement with PACE (discretely presented component unit). PACE has entered into a loan agreement with a bank for borrowing of up to \$2,960,000. The liquidity support agreement requires that the Pavilions Foundation fund a liquidity reserve account required by the PACE loan agreement on behalf of PACE upon receipt from the lending bank of notice that the amount of unrestricted cash in the PACE liquidity reserve is less than the required amount (the required reserve account balance begins at \$850,000 and declines to \$40,000 in the 5<sup>th</sup> year of the agreement).

### 10. DEFICIT FUND EQUITY

The County governmental activities have a deficit unrestricted net position of \$15,673,782. The motor pool internal service fund reports a deficit unrestricted net position of \$718,953 and the Pavilions enterprise fund reports a deficit unrestricted net position of \$1,626,825.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### 11. TAX ABATEMENTS

Certain local units of government entered into property tax abatement agreements with local businesses under the Plant Rehabilitation and Industrial Development Districts Act, (known as the Industrial Facilities Exemption), PA 198 of 1974, as amended, provides a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high tech facilities. An Industrial Facilities Exemption (IFE) certificate entitles the facility to exemption from ad valorem real and/or personal property taxes for a term of 1-12 years as determined by the local unit of government. The agreements entered into by the local units of government include claw back provisions should the recipient of the tax abatement fail to fully meet its commitments, such as employment levels and timelines for relocation. The IFT is computed at half the local property tax millage rate. This amounts to a reduction in property taxes of approximately 50%. For the year ended December 31, 2022, the County's property tax revenues were reduced by approximately \$21,000 as a result of Industrial Facilities Tax exemptions.

Certain local units of government entered into property tax abatements through the Payments-in-Lieu-of-Tax (PILOT) program related to housing. For the year ended December 31, 2022, the County's property tax revenues were reduced by approximately \$233,000 as a result of this program.

### 12. RISK MANAGEMENT

#### *Primary Government*

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the government carries commercial insurance and participates in the Michigan Municipal Risk Management Authority (the Authority). The County is covered for general and auto liability, motor vehicle physical damage and property coverage through the Authority. The Authority has entered into reinsurance agreements providing for loss coverage in excess of the amounts to be retained by the Authority and individual members. The County's risk retention on general liability and auto liability is \$75,000. The limits on auto physical damage are \$15,000 per unit and \$30,000 per occurrence. The retention limits for property coverage are subject to a \$1,000 deductible to be paid by the member. In the event a reinsurance company does not meet its obligation to the Authority, responsibility for payment of any unreimbursed claims will be that of the Authority reinsurance fund. The Authority has retained certain levels of risk rather than obtaining coverage through reinsurance agreements. The Authority established the Authority reinsurance fund in order to participate in the reinsurance agreements. Individual members are provided the same level of coverage previously afforded through a combination of the reinsurance agreements and the reinsurance fund. The claims liabilities reported at year are based on the requirements of GASB Statement No.10, which requires that a liability for claims be reported if it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated.

The change in claims liability for the years ended December 31 were as follows:

	Beginning of Year	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability
<u>Year</u>	<u>Liability</u>	<u>Estimates</u>	<u>Payments</u>	<u>Liability</u>
2022	\$ 83,436	\$ 99,871	\$ 63,893	\$ 119,414
2021	133,008	152,321	201,893	83,436

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

The County reports the activity and its share of the reinsurance fund in the County Insurance internal service fund. The County has had no settled claims resulting from these risks that exceeded their coverage in any of the past three fiscal years. There have been no reductions in insurance coverage from the prior fiscal year.

The County established an insured workers' compensation program in 2022 which is accounted for in the Fringe Benefits internal service fund. Prior to 2022 the County had a self-insured and partially insured workers' compensation program. The limit of coverage for bodily injury due to an accident is \$1,000,000, and for bodily injury due to disease is \$1,000,000 per employee which is also the policy limit of coverage. The insured coverage has a deductible of \$2,000 per claim.

There were no significant claims paid in 2022 that related to the prior self-insured and partially insured workers' compensation program and no significant claims are expected in future years.

The changes in claims liability for the years ended December 31 were as follows:

<u>Year</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>End of Year Liability</u>
2022	\$ 17,756	\$25,301	\$25,301	\$17,756
2021	17,126	35,791	35,161	17,756

#### Risk Management - Road Commission

The Road Commission is exposed to various risks related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The Road Commission mitigates risk by carrying workers' compensation insurance through the County Road Association Self-Insurance Fund. The Road Commission is also a member of the Michigan County Road Commission Self-Insurance Pool (MCRCSIP). The insurance coverage provided by MCRCSIP includes, but is not limited to, general liability, auto, property insurance, stop loss protection, errors and omissions, trunk line liability and an umbrella policy. The amount the Road Commission pays annually is determined by the Administrator of MCRCSIP and is based on property values and miles of roads, population and prior claim history. In addition to premiums paid, the Road Commission is responsible for the first \$1,000 of legal expense incurred per occurrence. All other risk is transferred to MCRCSIP.

### 13. OPERATING AGREEMENTS

#### Governmental Center

In June 1978, the County entered into an agreement with the City of Traverse City for the joint ownership and operation of the Government Center. Under the terms of the agreement, the City of Traverse City owns 26.39% of the property and the County owns the remaining 73.61%. The County's share of the original building cost was approximately \$2,900,000. Under the terms of a separate agreement, the City of Traverse City reimburses the County for its' pro rata share of operation and maintenance costs.

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

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### 14. JOINT VENTURES/RELATED ORGANIZATIONS

#### Northwestern Regional Airport Commission

The Northwestern Regional Airport Commission (NRAC) consists of representatives from Grand Traverse and Leelanau counties. The NRAC operates and maintains the Cherry Capital Airport in Traverse City, Michigan. By resolution adopted in 1990, Grand Traverse County was granted representation by five members and Leelanau County two members on the NRAC Board. At the same time, Antrim, Benzie and Kalkaska counties were granted the opportunity to join the NRAC with two representatives from Antrim County and one member each from Benzie and Kalkaska counties. As of December 31, 2022, Antrim, Benzie and Kalkaska counties had not joined the NRAC. Separate financial statements for NRAC are available at 144 W. S. Airport Rd. Traverse City, MI 49686.

Financial information as of December 31, 2022 (the most recent audited financial statements) is as follows:

Assets	\$89,206,767
Deferred outflows of resources	1,231,875
Liabilities	1,806,321
Deferred inflows of resources	8,244,728
Change in net position	5,794,143

#### Northern Lakes Community Mental Health

Northern Lakes Community Mental Health (NLCMH) was created by joint action of the Boards of Commissioners for the following counties in the State of Michigan: Crawford, Grand Traverse, Leelanau, Missaukee, Roscommon and Wexford. NLCMH operates under the provisions of Act 258 – Public Act of 1974 (the Michigan Mental Health Code), as amended. NLCMH arranges for or provides support and services for persons with developmental disabilities, adults with severe mental illness, children with serious emotional disturbance, and individuals with addictive disorder and substance abuse. The support and services are made available to residents of Crawford, Grand Traverse, Leelanau, Missaukee, Roscommon and Wexford counties who meet eligibility and other criteria. As the community mental health services provider for the previously mentioned counties, NLCMH also serves to represent community members, assure local access, organize and integrate the provision of services, coordinate care, implement public policy, ensure interagency collaboration and preserve public interest. The County contribution to NLCMH for the year was \$682,200. Separate financial statements for NLCMH are available at 105 Hall St. Traverse City, MI 49684.

Financial information as of September 30, 2022 (the most recent audited financial statements) is as follows:

Assets	\$37,052,405
Deferred outflows of resources	537,475
Liabilities	17,327,422
Deferring inflows of resources	1,696,876
Change in net position	3,307,250

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

### 15. FUND BALANCES/NET POSITION

Fund balances of governmental funds consisted of the following balances at year end:

	<u>General Fund</u>	<u>Health Fund</u>	<u>Nonmajor Governmental</u>	<u>Total Governmental</u>
<b>Nonspendable</b>				
Prepaid items	\$ 35,266	\$41,561	\$ 89,007	\$ 165,834
Inventories	-	27,370	68,663	96,033
Advances to other funds	361,976	-	-	361,976
Advances to component units	1,312,000	-	-	1,312,000
<b>Total Nonspendable</b>	<b>\$1,709,242</b>	<b>\$68,931</b>	<b>\$157,670</b>	<b>\$1,935,843</b>
<b>Restricted</b>				
Local Crime Victims' Rights	\$ -	\$ -	\$ 6,341	\$ 26,341
Commission on Aging	-	-	2,832,617	2,832,617
Veterans Millage	-	-	485,385	485,385
Register of Deeds Automation	-	-	236,114	236,114
MIDC Fund	-	-	144,620	144,620
County Law Library	-	-	61,710	61,710
Concealed Pistol Licensing	-	-	214,438	214,438
Criminal Justice Training Act	-	-	11,308	11,308
Housing Trust	-	-	179,035	179,035
CDBG Housing Grant	-	-	1,529,623	1,529,623
EDC Revolving Loan	-	-	43,998	43,998
TNT Forfeiture	-	-	250,385	250,385
TNT Grant	-	-	7,864	7,864
Animal Control	-	-	94,644	94,644
Senior Center	-	-	687,178	687,178
<b>Total Restricted</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$6,805,260</b>	<b>\$6,805,260</b>
<b>Committed</b>				
Budget Stabilization	\$1,250,000	\$ -	\$ -	\$1,250,000
Pension Stabilization	1,334,391	-	-	1,334,391
Health Fund	-	2,713,807	-	2,713,807
13 <sup>th</sup> Circuit Court	-	-	50,463	50,463
86 <sup>th</sup> District Court	-	-	2	2
County Special Projects	-	-	18,323	18,323
Central Dispatch/911	-	-	474,965	474,965
Parks and Recreation	-	-	47,408	47,408
Maple Bay Development	-	-	11,633	11,633
Friend of the Court	-	-	903,896	903,896
Corrections P.A. 511	-	-	304,023	304,023
Corrections Officers Training	-	-	43,021	43,021
Mitchell Creek Water Shed	-	-	8,155	8,155
Next Michigan	-	-	114,239	114,239
Child Care	-	-	304,515	304,515
Pension Bonds	-	-	209	209
County Facilities	-	-	308,233	308,233
Capital Improvements	-	-	1,213,594	1,213,594
<b>Total Committed</b>	<b>\$2,584,391</b>	<b>\$2,713,807</b>	<b>\$3,802,679</b>	<b>\$9,100,877</b>
<b>Unassigned</b>	<b>\$16,417,586</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$16,417,586</b>

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

Net position of governmental activities was restricted for the following other purposes at year end:

Local Crime Victims' Rights	\$ 26,341
Register of Deeds Automation	236,114
MIDC fund	144,620
County Law Library	61,710
Concealed Pistol Licensing	214,438
Criminal Justice Training Act	11,308
Housing Trust	179,035
EDC Revolving Loan	43,998
TNT Forfeiture	319,048
TNT Grant	7,864
Animal Control	94,644
Total	<u>\$1,339,120</u>

#### 16. CONDUIT DEBT

At year end, the County had outstanding conduit debt for which the County had no responsibility for repayment as follows:

- Loan to Montessori Children's House with a balance of \$2,015,576
- Loan to YMCA with a balance of \$2,803,950
- Loan to Oakleaf Village with a balance of \$4,723,437

#### 17. CONTINGENCIES/SUBSEQUENT EVENTS

In the normal course of its operations, the County has become a party in various legal actions, including property tax appeals. Management of the County is of the opinion that the outcome of such actions will not have a material effect on the financial position of the County. Amounts reserved for losses related to legal actions have not been included as a liability in the financial statements.

The County is a part of a class actions with members of other counties and treasurers in the State of Michigan that allege that, after the auction of a foreclosed property, the counties and their treasurers kept the excess proceeds after taxes, penalties and fees were paid. On July 17, 2020, the Michigan Supreme Court ruled in Rafeili, LLC v Oakland County that counties cannot sell tax-foreclosed property at a profit without compensating the individual from whom the property was taken. The ruling stated that counties are required to refund excess proceeds on foreclosure tax sales. However, the retroactivity of providing refunds was not addressed in the ruling. In addition, the court ruling did not address whether counties will be required to refund the fair value of the foreclosed property or only the foreclosure auction sale proceeds in excess of property taxes, interest, penalties, and fees. In a recent opinion in the Freed v Thomas case in the Federal District Court for the Eastern District of Michigan, the judge ruled that surplus proceeds were the appropriate level of compensation for the Rafaeili, LLC taking. It is highly likely this ruling will be appealed. There is also no indication at this time whether any loss suffered due to refunding would be covered by insurance. Although the payback is expected to be material, the amount of the payback cannot be determined until the issue outline above are determined by the courts. The County is retaining the sales proceeds on such properties until the matter is resolved by the courts.

Subsequent to year end PACE North (a discretely presented component unit of the County) initiated action to terminate the management agreement between the Pavilions (an enterprise fund of the County) providing management services to Pace North. Termination of the management agreement

# GRAND TRAVERSE COUNTY

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2022

could impact compliance with debt covenants by PACE North resulting in long-term liabilities becoming current or due.

Under the terms of various Federal and State grants and regulatory requirements, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants and requirements. Such audits could lead to reimbursement to the grantor or regulatory agencies. However, management believes such disallowances, if any, will not be material to the financial position of the County.

#### 18. LEASES

The County has entered into leasing arrangements as lessee for several vehicles with 60 month terms. Principal payments of \$64,284 and interest payments of \$16,604 were made in the current fiscal year. The future minimum payments are as follows:

Fiscal year ending	Principal	Interest	Total
2023	\$ 77,273	\$11,956	\$ 89,229
2024	75,525	8,749	84,274
2025	77,008	5,615	82,623
2026	27,803	2,419	30,222
2027	477	1,265	1,742
<b>Total</b>	<b>\$258,086</b>	<b>\$30,003</b>	<b>\$288,089</b>

The County has entered into a lease arrangement as lessor with PACE North Inc. for lease of a building. The lease has an initial term through 2034 with an additional five-year renewal term with no rent increases. Annual rent of \$31,250 including interest is included in County revenue. The County has recognized a total deferred inflow of resources of \$2,835,249 in the current fiscal year along with the corresponding lease receivable of the same amount.

PACE North Inc. (a discretely presented component unit) has entered a lease agreement with the Grand Traverse Pavilions, financed by the Building Authority, (a blended component unit) for the lease of facilities over multiple future years. More information on that lease payable is included in Note 9. Annual rent of \$240,842 including interest is included in County revenue. The County has recognized a total deferred inflow of resources of \$361,462 in the current fiscal year along with the corresponding lease receivable of the same amount.

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## **REQUIRED SUPPLEMENTARY INFORMATION**

# GRAND TRAVERSE COUNTY

## GENERAL FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual	Variance
	Original	Amended	Amount	Positive (Negative)
<b>Revenues</b>				
Property taxes	\$ 28,023,000	\$ 28,048,728	\$ 29,638,687	\$ 1,589,959
Intergovernmental revenues				
Federal	111,500	131,025	135,645	4,620
State	3,618,210	3,623,696	3,672,719	49,023
Local	1,978,896	1,978,896	1,945,960	(32,936)
Licenses and permits	13,400	13,400	11,822	(1,578)
Charges for services	6,577,871	6,704,400	7,334,027	629,627
Fines and forfeitures	76,100	76,100	88,984	12,884
Rental	610,635	610,635	614,437	3,802
Interest	201,095	201,095	(1,108,882)	(1,309,977)
<b>Total revenues</b>	<u>41,210,707</u>	<u>41,387,975</u>	<u>42,333,399</u>	<u>945,424</u>
<b>Expenditures</b>				
Current				
Legislative	553,481	603,481	561,454	42,027
Judicial	2,895,375	2,895,375	2,510,688	384,687
General government	11,932,553	13,222,730	9,674,401	3,548,329
Public safety	16,323,668	16,227,468	14,979,554	1,247,914
Public works	42,314	62,314	44,195	18,119
Health and welfare	1,094,048	1,104,534	1,103,133	1,401
Debt service				
Principal	-	55,413	55,413	-
Interest	-	14,312	14,312	-
<b>Total expenditures</b>	<u>32,841,439</u>	<u>34,185,627</u>	<u>28,943,150</u>	<u>5,242,477</u>
<b>Revenues over (under) expenditures</b>	<u>8,369,268</u>	<u>7,202,348</u>	<u>13,390,249</u>	<u>6,187,901</u>
Other financing sources (uses)				
Sale of capital assets	10,000	10,000	49,326	39,326
Transfers in	700,000	709,987	709,987	-
Transfers out	(10,265,426)	(11,903,860)	(12,027,435)	(123,575)
<b>Total other financing sources (uses)</b>	<u>(9,555,426)</u>	<u>(11,183,873)</u>	<u>(11,268,122)</u>	<u>(84,249)</u>
<b>Net changes in fund balance</b>	<u>(1,186,158)</u>	<u>(3,981,525)</u>	<u>2,122,127</u>	<u>6,103,652</u>
<b>Fund balance, beginning of year</b>	<u>18,589,092</u>	<u>18,589,092</u>	<u>18,589,092</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 17,402,934</u>	<u>\$ 14,607,567</u>	<u>\$ 20,711,219</u>	<u>\$ 6,103,652</u>

# GRAND TRAVERSE COUNTY

## HEALTH DEPARTMENT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual	Variance
	Original	Amended	Amount	Positive (Negative)
<b>Revenues</b>				
Intergovernmental revenues				
Federal	\$ 2,116,488	\$ 2,115,671	\$ 1,998,570	\$ (117,101)
State	3,135,606	3,491,318	2,991,730	(499,588)
Local	164,867	168,901	181,202	12,301
Licenses and permits	399,980	399,980	427,119	27,139
Charges for services	877,800	878,230	819,048	(59,182)
Interest	2,500	2,500	1,177	(1,323)
Miscellaneous	15,750	15,750	34,475	18,725
<b>Total revenues</b>	<u>6,712,991</u>	<u>7,072,350</u>	<u>6,453,321</u>	<u>(619,029)</u>
<b>Expenditures</b>				
Current				
Health and welfare	8,537,500	8,817,652	7,653,619	1,164,033
Debt service				
Principal	-	8,871	8,871	-
Interest	-	2,292	2,292	-
Capital outlay	-	49,200	44,685	4,515
<b>Total expenditures</b>	<u>8,537,500</u>	<u>8,878,015</u>	<u>7,709,467</u>	<u>1,168,548</u>
<b>Revenues over (under) expenditures</b>	<u>(1,824,509)</u>	<u>(1,805,665)</u>	<u>(1,256,146)</u>	<u>549,519</u>
Other financing sources (uses)				
Transfers in	<u>1,431,572</u>	<u>1,431,572</u>	<u>1,431,572</u>	<u>-</u>
Net changes in fund balance	(392,937)	(374,093)	175,426	549,519
<b>Fund balance, beginning of year</b>	<u>2,607,312</u>	<u>2,607,312</u>	<u>2,607,312</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 2,214,375</u>	<u>\$ 2,233,219</u>	<u>\$ 2,782,738</u>	<u>\$ 549,519</u>

# GRAND TRAVERSE COUNTY

## ARPA FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Amended</u>	<u>Amount</u>	<u>Positive</u> <u>(Negative)</u>
<b>Revenues</b>				
Intergovernmental revenues				
Federal	\$ -	\$ -	\$ 50,000	\$ 50,000
<b>Total revenues</b>	-	-	50,000	50,000
<b>Expenditures</b>				
Current				
Health and welfare	-	-	50,000	(50,000)
<b>Total expenditures</b>	-	-	50,000	(50,000)
Net changes in fund balance	-	-	-	-
<b>Fund balance, beginning of year</b>	-	-	-	-
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

### Note to required supplementary information

#### ***Budgets and Budgetary Accounting***

The County adopts an annual budget for the general and each special revenue fund following the modified accrual basis of accounting. Unexpended appropriations lapse at year-end.

**GRAND TRAVERSE COUNTY**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**GRAND TRAVERSE COUNTY DEFINED BENEFIT PENSION PLAN**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Total pension liability</b>								
Service costs	\$ 548,234	\$ 505,704	\$ 442,309	\$ 375,255	\$ 328,490	\$ 317,045	\$ 308,038	\$ 341,518
Interest	6,923,107	7,004,145	7,311,954	7,389,442	7,095,868	6,945,340	7,136,813	7,039,060
Benefit changes	-	-	(798,573)	(440,519)	(110,872)	24,097	(2,019)	39,387
Difference between expected and actual experience	-	947,500	1,099,991	(1,143,899)	(338,516)	(784,493)	(738,395)	415,040
Assumption changes	-	4,941,688	-	(53,751)	-	3,132,001	4,029,932	3,353,027
Benefit payments	(6,270,104)	(6,651,752)	(7,191,264)	(7,201,095)	(7,233,527)	(7,289,135)	(7,470,292)	(7,657,031)
Other changes	(6,868)	54,865	142,625	305,735	118,553	269,607	(2,409)	337,052
<b>Net change in total pension liability</b>	1,194,369	6,802,150	1,007,042	(768,833)	(140,004)	2,614,462	3,261,668	3,868,053
<b>Total pension liability, beginning of year</b>	86,777,380	87,971,749	94,773,899	95,780,941	95,012,108	94,872,104	97,486,566	100,748,234
<b>Total pension liability, end of year (a)</b>	<u>\$ 87,971,749</u>	<u>\$ 94,773,899</u>	<u>\$ 95,780,941</u>	<u>\$ 95,012,108</u>	<u>\$ 94,872,104</u>	<u>\$ 97,486,566</u>	<u>\$ 100,748,234</u>	<u>\$ 104,616,287</u>
<b>Plan fiduciary net position</b>								
Contributions - employer	\$ 4,479,187	\$ 4,782,033	\$ 11,014,005	\$ 5,899,926	\$ 7,443,960	\$ 7,049,947	\$ 50,529,444	\$ 305,743
Contributions - member	6,978	5,907	44,784	64,962	63,630	67,823	62,319	63,276
Net investment income	(589,551)	4,232,341	5,485,938	(1,950,963)	6,706,094	7,078,214	8,848,807	(11,843,798)
Benefit payments	(6,270,104)	(6,651,752)	(7,191,294)	(7,201,095)	(7,233,527)	(7,289,135)	(7,470,292)	(7,657,031)
Administrative expense	(87,177)	(83,603)	(85,820)	(100,706)	(115,483)	(109,495)	(100,571)	(200,989)
Refunds of contributions	-	-	-	-	-	-	-	-
Transfer	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	(2,460,667)	2,284,926	9,267,613	(3,287,876)	6,864,674	6,797,354	51,869,707	(19,332,799)
<b>Plan fiduciary net position, beginning of year</b>	40,610,785	38,150,118	40,435,044	49,702,657	46,414,811	53,279,485	60,076,839	111,946,546
<b>Plan fiduciary net position, end of year (b)</b>	<u>\$ 38,150,118</u>	<u>\$ 40,435,044</u>	<u>\$ 49,702,657</u>	<u>\$ 46,414,811</u>	<u>\$ 53,279,485</u>	<u>\$ 60,076,839</u>	<u>\$ 111,946,546</u>	<u>\$ 92,613,747</u>
<b>Net pension liability (asset) (a-b)</b>	<u>\$ 49,821,631</u>	<u>\$ 54,338,855</u>	<u>\$ 46,078,284</u>	<u>\$ 48,597,297</u>	<u>\$ 41,592,619</u>	<u>\$ 37,409,727</u>	<u>\$ (11,198,312)</u>	<u>\$ 12,002,540</u>
Plan fiduciary net position as a percentage of total pension liability	43.37%	42.66%	51.89%	48.85%	56.16%	61.63%	111.12%	88.53%
Covered payroll	<u>\$ 4,557,937</u>	<u>\$ 4,213,993</u>	<u>\$ 3,516,849</u>	<u>\$ 3,193,341</u>	<u>\$ 2,919,119</u>	<u>\$ 2,710,124</u>	<u>\$ 2,562,307</u>	<u>\$ 2,543,706</u>
Net pension liability as a percentage of covered employee payroll	1093.07%	1289.49%	1310.22%	1521.83%	1424.83%	1380.37%	-437.04%	471.85%

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE COUNTY

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

### GRAND TRAVERSE COUNTY DEFINED BENEFIT PENSION PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Year Ended December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Payroll</u>	<u>Percent of Covered Payroll Contributed</u>
2015	\$ 4,479,187	\$ 4,479,187	\$ -	\$ 4,557,937	98.27%
2016	4,782,033	4,782,033	-	4,213,993	113.48%
2017	5,174,005	11,014,005	5,840,000	3,516,849	313.18%
2018	5,720,352	5,899,926	179,574	3,193,341	184.76%
2019	5,400,492	7,443,960	2,043,468	2,919,119	255.01%
2020	4,887,240	7,049,947	2,162,707	2,710,124	260.13%
2021	5,797,620	50,529,444	44,731,824	2,562,307	1972.03%
2022	305,743	305,743	-	2,543,706	12.02%

The actuarially determined contribution was based on the amortization of prior service costs. Actual contributions were made to meet funding requirements of the Plan.

#### Notes to schedule of contributions

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of pay, open
Remaining amortization period	12 years or less depending on group
Asset valuation method	Market value
Inflation	2.50%
Salary increases	3.00% (3.75% for 2015 through 2019)
Investment rate of return	7.00% (7.35% for 2020 through 2021, 7.75% for 2015 through 2019)
Retirement age	Varies depending on plan adoption
Mortality	50% male and 50% female MP-2019

This schedule will be accumulated prospectively until 10 years data is provided.

**GRAND TRAVERSE COUNTY**

**REQUIRED SUPPLEMENTARY INFORMATION**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

**GRAND TRAVERSE PAVILIONS DEFINED BENEFIT PENSION PLAN  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Total pension liability</b>								
Service costs	\$ 1,277,800	\$ 1,365,747	\$ 1,348,278	\$ 1,317,595	\$ 1,439,018	\$ 1,405,382	\$ 1,300,118	\$ 1,136,543
Interest	2,486,886	2,606,420	2,951,871	3,100,887	3,241,853	3,251,895	3,510,339	3,642,392
Benefit changes	-	-	-	-	-	-	-	-
Difference between expected and actual experience	-	132,036	(669,008)	(840,111)	90,174	114,130	55,457	600,983
Assumption changes	-	1,712,954	-	-	-	1,289,720	2,244,167	2,286,792
Benefit payments	(1,334,411)	(1,381,081)	(1,628,394)	(1,740,398)	(1,894,659)	(2,133,743)	(2,429,682)	(2,625,352)
Other changes	(14,734)	14,453	(68,705)	(59,476)	(475,100)	(326,195)	(449,564)	(347,543)
<b>Net change in total pension liability</b>	<b>2,415,541</b>	<b>4,450,529</b>	<b>1,934,042</b>	<b>1,778,497</b>	<b>2,401,286</b>	<b>3,601,189</b>	<b>4,230,835</b>	<b>4,693,815</b>
<b>Total pension liability, beginning of year</b>	<b>30,172,373</b>	<b>32,587,914</b>	<b>37,038,443</b>	<b>38,972,485</b>	<b>40,750,982</b>	<b>43,152,268</b>	<b>46,753,456</b>	<b>50,984,290</b>
<b>Total pension liability, end of year (a)</b>	<b>\$ 32,587,914</b>	<b>\$ 37,038,443</b>	<b>\$ 38,972,485</b>	<b>\$ 40,750,982</b>	<b>\$ 43,152,268</b>	<b>\$ 46,753,457</b>	<b>\$ 50,984,291</b>	<b>\$ 55,678,105</b>
<b>Plan fiduciary net position</b>								
Contributions - employer	\$ 1,030,460	\$ 1,124,502	\$ 1,442,859	\$ 1,393,517	\$ 1,413,864	\$ 1,498,787	\$ 6,745,062	\$ 7,879,619
Contributions - member	727,311	838,781	691,765	742,149	694,458	619,120	717,980	518,782
Net investment income	(368,610)	2,751,075	3,629,624	(1,249,335)	4,134,081	4,502,809	5,528,664	(5,196,081)
Benefit payments	(1,334,411)	(1,381,081)	(1,628,394)	(1,740,398)	(1,894,659)	(2,133,743)	(2,429,682)	(2,625,352)
Administrative expense	(52,824)	(54,225)	(57,323)	(60,918)	(71,287)	(69,930)	(63,359)	(98,223)
Refunds of contributions	-	-	-	-	-	-	-	-
Transfer	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	<b>1,926</b>	<b>3,279,052</b>	<b>4,078,531</b>	<b>(914,985)</b>	<b>4,276,457</b>	<b>4,417,043</b>	<b>10,498,665</b>	<b>478,745</b>
<b>Plan fiduciary net position, beginning of year</b>	<b>23,748,355</b>	<b>23,750,281</b>	<b>27,029,333</b>	<b>31,107,864</b>	<b>30,192,879</b>	<b>34,469,336</b>	<b>38,886,378</b>	<b>49,385,042</b>
<b>Plan fiduciary net position, end of year (b)</b>	<b>\$ 23,750,281</b>	<b>\$ 27,029,333</b>	<b>\$ 31,107,864</b>	<b>\$ 30,192,879</b>	<b>\$ 34,469,336</b>	<b>\$ 38,886,379</b>	<b>\$ 49,385,043</b>	<b>\$ 49,863,787</b>
<b>Net pension liability (a-b)</b>	<b>\$ 8,837,633</b>	<b>\$ 10,009,110</b>	<b>\$ 7,864,621</b>	<b>\$ 10,558,103</b>	<b>\$ 8,682,932</b>	<b>\$ 7,867,078</b>	<b>\$ 1,599,248</b>	<b>\$ 5,814,318</b>
Plan fiduciary net position as a percentage of total pension liability	72.88%	72.98%	79.82%	74.09%	79.88%	83.17%	96.86%	89.56%
Covered payroll	\$ 13,864,604	\$ 15,117,289	\$ 14,936,116	\$ 14,775,579	\$ 15,729,985	\$ 15,729,985	\$ 14,458,649	\$ 11,943,872
Net pension liability as a percentage of covered employee payroll	63.74%	66.21%	52.66%	71.46%	55.20%	50.01%	11.06%	48.68%

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE COUNTY

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

### GRAND TRAVERSE PAVILIONS DEFINED BENEFIT PENSION PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Year Ended December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Payroll</u>	<u>Percent of Covered Payroll Contributed</u>
2015	\$ 1,030,460	\$ 1,030,460	\$ -	\$ 13,864,604	7.43%
2016	1,075,905	1,124,502	48,597	15,117,289	7.44%
2017	1,272,525	1,442,859	170,334	14,936,116	9.66%
2018	1,221,874	1,393,517	171,643	14,775,579	9.43%
2019	1,267,452	1,413,864	146,412	15,729,985	8.99%
2020	1,367,868	1,498,787	130,919	15,398,581	9.73%
2021	2,098,068	6,745,063	4,646,995	14,458,649	46.65%
2022	1,853,664	7,879,619	6,025,955	11,943,872	65.97%

The actuarially determined contribution was based on the amortization of prior service costs. Actual contributions were made to meet funding requirements of the Plan.

#### Notes to schedule of contributions

Actuarial cost method	Entry-age normal
Amortization method	Level percentage, closed
Remaining amortization period	17 years
Asset valuation method	5 year smoothed
Inflation	2.50%
Salary increases	3.00% (3.75% for 2015 through 2019)
Investment rate of return	7.00% (7.35% for 2020 through 2021, 7.75% for 2015 through 2019)
Retirement age	Variance depending on plan adoption
Mortality	50% male and 50% female MP-2019 mortality table

This schedule will be accumulated prospectively until 10 years data is provided.

**GRAND TRAVERSE COUNTY**

**REQUIRED SUPPLEMENTARY INFORMATION**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

**GRAND TRAVERSE COUNTY ROAD COMMISSION DEFINED BENEFIT PENSION PLAN  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Total pension liability</b>								
Service costs	\$ 18,465	\$ 8,471	\$ 8,085	\$ 8,166	\$ 8,391	\$ 8,111	\$ 4,055	\$ -
Interest	728,316	693,212	717,457	684,961	668,922	653,383	621,017	585,607
Benefit changes	-	-	-	-	-	-	-	-
Difference between expected and actual experience	-	91,234	(207,073)	11,278	31,587	6,519	(11,363)	-
Assumption changes	-	430,437	-	-	-	235,516	204,084	63,433
Benefit payments	(951,391)	(960,311)	(914,379)	(914,065)	(907,119)	(898,941)	(895,750)	(910,096)
Other changes	51,136	17,244	(10,481)	8,190	-	-	(9,525)	257,953
<b>Net change in total pension liability</b>	(153,474)	280,287	(406,391)	(201,470)	(198,219)	4,588	(87,482)	(3,103)
<b>Total pension liability, beginning of year</b>	<u>9,294,541</u>	<u>9,141,067</u>	<u>9,421,354</u>	<u>9,014,963</u>	<u>8,813,493</u>	<u>8,615,274</u>	<u>8,619,862</u>	<u>8,532,380</u>
<b>Total pension liability, end of year (a)</b>	<u>\$ 9,141,067</u>	<u>\$ 9,421,354</u>	<u>\$ 9,014,963</u>	<u>\$ 8,813,493</u>	<u>\$ 8,615,274</u>	<u>\$ 8,619,862</u>	<u>\$ 8,532,380</u>	<u>\$ 8,529,277</u>
<b>Plan fiduciary net position</b>								
Contributions - employer	\$ 618,432	\$ 1,454,636	\$ 1,447,188	\$ 1,208,374	\$ 4,572	\$ -	\$ 121,412	\$ 145,548
Contributions - member	-	-	-	-	-	-	1,225	-
Net investment income	(84,678)	655,362	862,966	(285,143)	1,036,877	917,383	1,097,572	(866,215)
Benefit payments	(951,391)	(960,311)	(914,379)	(914,065)	(907,119)	(898,941)	(895,750)	(910,096)
Administrative expense	(12,553)	(12,834)	(13,667)	(14,787)	(17,830)	(15,526)	(12,590)	(14,895)
Refunds of contributions	-	-	-	-	-	-	-	-
Transfer	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	(430,190)	1,136,853	1,382,108	(5,621)	116,500	2,916	311,869	(1,645,658)
<b>Plan fiduciary net position, beginning of year</b>	<u>5,883,730</u>	<u>5,453,540</u>	<u>6,590,393</u>	<u>7,972,501</u>	<u>7,966,880</u>	<u>8,083,380</u>	<u>8,086,296</u>	<u>8,398,165</u>
<b>Plan fiduciary net position, end of year (b)</b>	<u>\$ 5,453,540</u>	<u>\$ 6,590,393</u>	<u>\$ 7,972,501</u>	<u>\$ 7,966,880</u>	<u>\$ 8,083,380</u>	<u>\$ 8,086,296</u>	<u>\$ 8,398,165</u>	<u>\$ 6,752,507</u>
<b>Net pension liability (a-b)</b>	<u>\$ 3,687,527</u>	<u>\$ 2,830,961</u>	<u>\$ 1,042,462</u>	<u>\$ 846,613</u>	<u>\$ 531,894</u>	<u>\$ 533,566</u>	<u>\$ 134,215</u>	<u>\$ 1,776,770</u>
Plan fiduciary net position as a percentage of total pension liability	60%	70%	88%	90%	94%	94%	98%	79%
Covered payroll	<u>\$ 226,661</u>	<u>\$ 93,103</u>	<u>\$ 88,257</u>	<u>\$ 89,172</u>	<u>\$ 95,867</u>	<u>\$ 98,395</u>	<u>\$ 49,026</u>	<u>\$ -</u>
Net pension liability as a percentage of covered employee payroll	1627%	3041%	1181%	949%	555%	542%	274%	0%

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE COUNTY

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

### GRAND TRAVERSE COUNTY ROAD COMMISSION DEFINED BENEFIT PENSION PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Year Ended December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Payroll</u>	<u>Percent of Covered Payroll Contributed</u>
2015	\$ 618,432	\$ 618,432	\$ -	\$ 226,661	273%
2016	654,636	1,454,636	800,000	93,103	1562%
2017	715,668	1,447,188	731,520	88,257	1640%
2018	731,520	1,208,374	476,854	89,172	1355%
2019	4,572	4,572	-	95,867	5%
2020	-	-	-	98,395	0%
2021	139,404	121,412	(17,992)	49,026	248%
2022	145,548	145,548	-	-	N/A

The actuarially determined contribution was based on the amortization of prior service costs. Actual contributions were made to meet funding requirements of the Plan.

#### Notes to schedule of contributions

Actuarial cost method	Entry Age
Amortization method	Level percentage of payroll, closed
Remaining amortization period	10 years
Asset valuation method	5 year smoothed
Inflation	2.50%
Salary increases	3.00% (3.75% for 2015 through 2019)
Investment rate of return	7.0% (7.35% for 2020 through 2021; 7.75% for 2015 through 2019)
Retirement age	Varies depending on plan adoption
Mortality	50% female/ 50% male MP-2019 mortality table

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE COUNTY

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

### GRAND TRAVERSE COUNTY RETIREE OPEB PLAN SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Total OPEB liability</b>					
Service costs	\$ 77,422	\$ 56,651	\$ 46,134	\$ 43,570	\$ 34,041
Interest	166,460	195,664	181,305	183,538	249,859
Benefit changes	-	-	-	-	-
Difference between expected and actual experience	(68,693)	(413,426)	(62,703)	779,577	(131,451)
Assumption changes	(330,052)	149,621	(55,893)	(7,143)	129,441
Benefit payments	(75,062)	(74,018)	(71,912)	(79,865)	(95,500)
Other changes	-	-	-	-	-
<b>Net change in total OPEB liability</b>	(229,925)	(85,508)	36,931	919,677	186,390
<b>Total OPEB liability, beginning of year</b>	<u>2,771,988</u>	<u>2,542,063</u>	<u>2,456,555</u>	<u>2,493,486</u>	<u>3,413,163</u>
<b>Total OPEB liability, end of year (a)</b>	<u>\$ 2,542,063</u>	<u>\$ 2,456,555</u>	<u>\$ 2,493,486</u>	<u>\$ 3,413,163</u>	<u>\$ 3,599,553</u>
<b>Plan fiduciary net position</b>					
Contributions to OPEB trust	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000
Contributions/benefit payments made from general operating funds	75,062	74,018	71,912	79,865	95,500
Net investment income	(17,508)	82,150	138,262	191,670	(192,067)
Benefit payments	(75,062)	(74,018)	(71,912)	(79,865)	(95,500)
Administrative expense	(737)	(1,129)	(1,712)	(2,709)	(3,031)
Refunds of contributions	-	-	-	-	-
Transfer	-	-	-	-	-
Other	-	-	-	-	(1)
<b>Net change in plan fiduciary net position</b>	281,755	381,021	436,550	488,961	104,901
<b>Plan fiduciary net position, beginning of year</b>	<u>256,131</u>	<u>537,886</u>	<u>918,907</u>	<u>1,355,457</u>	<u>1,844,418</u>
<b>Plan fiduciary net position, end of year (b)</b>	<u>\$ 537,886</u>	<u>\$ 918,907</u>	<u>\$ 1,355,457</u>	<u>\$ 1,844,418</u>	<u>\$ 1,949,319</u>
<b>Net OPEB liability (a-b)</b>	<u>\$ 2,004,177</u>	<u>\$ 1,537,648</u>	<u>\$ 1,138,029</u>	<u>\$ 1,568,745</u>	<u>\$ 1,650,234</u>
Plan fiduciary net position as a percentage of total OPEB liability	21.16%	37.41%	54.36%	54.04%	54.15%
Covered payroll	<u>\$ 10,617,896</u>	<u>\$ 8,400,890</u>	<u>\$ 9,341,887</u>	<u>\$ 9,491,357</u>	<u>\$ 10,271,013</u>
Net OPEB liability as a percentage of covered employee payroll	18.88%	18.30%	12.18%	16.53%	16.07%

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE COUNTY

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

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### GRAND TRAVERSE COUNTY RETIREE OPEB PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

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<u>Year Ended December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Payroll</u>	<u>Percent of Covered Payroll Contributed</u>
2018	\$ 323,748	\$ 375,062	\$ 51,314	\$ 10,617,896	3.53%
2019	287,096	374,018	86,922	8,400,890	4.45%
2020	197,414	371,912	174,498	9,341,887	3.98%
2021	162,685	379,865	217,180	9,491,357	4.00%
2022	185,943	395,500	209,557	10,271,013	3.85%

#### Notes to schedule of contributions

Actuarial cost method	Entry-age normal
Amortization method	Level percentage
Remaining amortization period	17 years
Asset valuation method	Market value
Inflation	2.50%
Salary increases	1.50%
Investment rate of return	7.00%
Retirement age	Experience-based tables of rates
Mortality	Public General 2010 Employee and Healthy Retiree, Headcount weighted
Improvement scale	MP-2021

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### SCHEDULE OF INVESTMENT RETURNS

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<u>Year Ended December 31</u>	<u>Annual Return</u>
2018	-0.43%
2019	13.97%
2020	14.09%
2021	14.00%
2022	-7.20%

This schedule will be added to prospectively until 10 years data is provided

**GRAND TRAVERSE PAVILIONS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**GRAND TRAVERSE PAVILIONS RETIREE OPEB PLAN**  
**SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS**

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Total OPEB liability</b>					
Service costs	\$ 231,153	\$ 17,028	\$ 19,102	\$ 15,002	\$ 12,714
Interest	213,488	114,539	122,861	121,605	106,658
Benefit changes	(4,383,381)	-	-	-	-
Difference between expected and actual experience	-	(4,874)	(63,103)	(21,977)	(113,745)
Assumption changes	(1,451,552)	139,387	(8,070)	3,065	30,378
Benefit payments	(82,575)	(67,804)	(81,156)	(86,413)	(87,245)
Other changes	-	-	-	(231,933)	-
<b>Net change in total OPEB liability</b>	(5,472,867)	198,276	(10,366)	(200,651)	(51,240)
<b>Total OPEB liability, beginning of year</b>	<u>6,967,651</u>	<u>1,494,784</u>	<u>1,693,060</u>	<u>1,682,694</u>	<u>1,482,043</u>
<b>Total OPEB liability, end of year (a)</b>	<u>\$ 1,494,784</u>	<u>\$ 1,693,060</u>	<u>\$ 1,682,694</u>	<u>\$ 1,482,043</u>	<u>\$ 1,430,803</u>
<b>Plan fiduciary net position</b>					
Contributions to OPEB trust	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -
Contributions/benefit payments made from general operating funds	82,575	67,804	81,156	86,413	87,245
Net investment income	-	77,793	142,863	171,419	(144,401)
Benefit payments	(82,575)	(67,804)	(81,156)	(86,413)	(87,245)
Administrative expense	-	(1,082)	(1,932)	(2,376)	(2,279)
Refunds of contributions	-	-	-	-	-
Transfer	-	-	-	-	-
Other	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	500,000	576,711	140,931	169,043	(146,680)
<b>Plan fiduciary net position, beginning of year</b>	<u>-</u>	<u>500,000</u>	<u>1,076,711</u>	<u>1,217,642</u>	<u>1,386,685</u>
<b>Plan fiduciary net position, end of year (b)</b>	<u>\$ 500,000</u>	<u>\$ 1,076,711</u>	<u>\$ 1,217,642</u>	<u>\$ 1,386,685</u>	<u>\$ 1,240,005</u>
<b>Net OPEB liability (a-b)</b>	<u>\$ 994,784</u>	<u>\$ 616,349</u>	<u>\$ 465,052</u>	<u>\$ 95,358</u>	<u>\$ 190,798</u>
Plan fiduciary net position as a percentage of total OPEB liability	33.45%	63.60%	72.36%	93.57%	86.66%
Covered payroll	<u>N/A</u>	<u>\$ 7,762,001</u>	<u>\$ 7,201,258</u>	<u>\$ 5,393,752</u>	<u>\$ 5,394,906</u>
Net OPEB liability as a percentage of covered employee payroll	N/A	7.94%	6.46%	1.77%	3.54%

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE PAVILIONS

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

### GRAND TRAVERSE PAVILIONS RETIREE OPEB PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Year Ended December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Payroll</u>	<u>Percent of Covered Payroll Contributed</u>
2018	\$ 693,994	\$ 582,575	\$ (111,419)	N/A	N/A
2019	128,945	567,804	438,859	7,762,001	7.32%
2020	89,681	81,156	(8,525)	7,201,258	1.13%
2021	70,403	86,413	16,010	5,393,752	1.60%
2022	25,285	87,245	61,960	5,394,906	1.62%

#### Notes to schedule of contributions

Actuarial cost method	Entry-age normal
Amortization method	Level percentage
Remaining amortization period	13 years
Asset valuation method	Market value
Inflation	2.0%, 2.5% for 2021, 2.1% for 2019-2020, 2.5% for 2018
Salary increases	3.00%
Investment rate of return	7.00%, 7.35% for 2019-2021, 7.75% for 2018
Retirement age	Experience-based tables of rates
Mortality	2010 Headcount weighted Public General Employees and Healthy Retirees with MP-2021 mortality improvement scale

### SCHEDULE OF INVESTMENT RETURNS

<u>Year Ended December 31</u>	<u>Annual Return</u>
2018	0.00%
2019	10.37%
2020	13.09%
2021	14.08%
2022	-10.41%

This schedule will be added to prospectively until 10 years data is provided

**GRAND TRAVERSE COUNTY**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**GRAND TRAVERSE COUNTY ROAD COMMISSION RETIREE OPEB PLAN**  
**SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS**

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Total OPEB liability</b>					
Service costs	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	34,664	32,249	28,808	25,768	17,110
Benefit changes	-	-	-	-	-
Difference between expected and actual experience	28,002	(27,230)	(21,310)	7,477	50,381
Assumption changes	-	-	-	-	-
Benefit payments	(143,172)	(119,713)	(108,792)	(100,079)	(94,222)
Other changes	-	-	-	-	-
<b>Net change in total OPEB liability</b>	(80,506)	(114,694)	(101,294)	(66,834)	(26,731)
<b>Total OPEB liability, beginning of year</b>	<u>1,155,464</u>	<u>1,074,958</u>	<u>960,264</u>	<u>858,970</u>	<u>792,136</u>
<b>Total OPEB liability, end of year (a)</b>	<u>\$ 1,074,958</u>	<u>\$ 960,264</u>	<u>\$ 858,970</u>	<u>\$ 792,136</u>	<u>\$ 765,405</u>
<b>Plan fiduciary net position</b>					
Contributions to OPEB trust	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions/benefit payments made from general operating fund	-	-	-	-	-
Net investment income	1,106	1,106	-	-	-
Benefit payments	(106,304)	(106,304)	-	-	-
Administrative expense	-	-	-	-	-
Refunds of contributions	-	-	-	-	-
Transfer	-	-	-	-	-
Other	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	(105,198)	(105,198)	-	-	-
<b>Plan fiduciary net position, beginning of year</b>	<u>107,826</u>	<u>2,628</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Plan fiduciary net position, end of year (b)</b>	<u>\$ 2,628</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Net OPEB liability (a-b)</b>	<u>\$ 1,072,330</u>	<u>\$ 960,264</u>	<u>\$ 858,970</u>	<u>\$ 792,136</u>	<u>\$ 765,405</u>
Plan fiduciary net position as a percentage of total OPEB liability	0.24%	0.00%	0.00%	0.00%	0.00%
Covered payroll	\$ -	\$ -	\$ -	\$ -	\$ -
Net OPEB liability as a percentage of covered employee payroll	N/A	N/A	N/A	N/A	N/A

This schedule will be accumulated prospectively until 10 years data is provided.

# GRAND TRAVERSE COUNTY

## REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

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### GRAND TRAVERSE COUNTY ROAD COMMISSION RETIREE OPEB PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

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<u>Year Ended December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Payroll</u>	<u>Percent of Covered Payroll Contributed</u>
2018	\$ 36,005	\$ 36,868	\$ 863	\$ -	N/A
2019	32,870	117,085	84,215	-	N/A
2020	29,491	108,792	79,301	-	N/A
2021	27,197	100,079	72,882	-	N/A
2022	28,960	94,222	65,262	-	N/A

#### Notes to schedule of contributions

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Asset valuation method	Fair value
Healthcare cost trend rate	N/A - fixed stipend
Salary increases	N/A - no active participants
Investment rate of return	2.18%
Retirement age	N/A - no active participants
Mortality	2014 life tables for males or females, as appropriate, from the Centers for Disease Control

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### SCHEDULE OF INVESTMENT RETURNS

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Money weighted rate of return is immaterial due to the funding status of the plan.

This schedule will be added to prospectively until 10 years data is provided

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**COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

**GRAND TRAVERSE COUNTY**

**GENERAL FUND  
SCHEDULE OF EXPENDITURES**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amounts</u> <u>Final</u>	<u>Actual</u> <u>Amount</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
<b>Expenditures</b>			
Current			
Legislative			
Board of Commissioners	\$ 603,481	\$ 561,454	\$ 42,027
Judicial			
Jury Commission	57,440	30,685	26,755
Probate Court	976,733	810,491	166,242
Family Court	1,861,202	1,669,512	191,690
Total judicial	2,895,375	2,510,688	384,687
General government			
Administrator	643,403	595,496	47,907
Brownfield Administrator	500	387	113
Elections	124,414	98,928	25,486
Finance	601,157	573,621	27,536
Clerk	1,031,352	935,781	95,571
Equalization	835,244	821,608	13,636
Human Resources	650,486	642,820	7,666
Prosecuting Attorney	1,851,048	1,783,175	67,873
Equalization East Bay	26,409	25,497	912
Register of Deeds	473,142	449,677	23,465
Surveyor & Remonumentation	60,000	65,142	(5,142)
Treasurer	479,154	470,367	8,787
Cooperative Extension	292,010	240,135	51,875
Building Authority Rent	737	514	223
Facilities Management	885,828	887,331	(1,503)
Wellness	25,000	12,991	12,009
Central Records	1,028,646	877,982	150,664
Emergency Management	186,766	176,937	9,829
Insurance and bonds	856,376	556,376	300,000
Miscellaneous	3,171,058	459,636	2,711,422
Total general government	13,222,730	9,674,401	3,548,329
Public safety			
Sheriff			
Special investigations	115,797	106,048	9,749
County Investigations	1,278,777	1,277,158	1,619
County Patrol	7,196,336	6,895,776	300,560
Secondary Road Patrol	106,438	51,646	54,792
OSHPE Enforcement grant	19,525	15,894	3,631
Administration	729,913	689,558	40,355
Snowmobile Enforcement	26,253	13,160	13,093
Marine Law Enforcement	169,895	143,543	26,352
Corrections	6,351,212	5,681,566	669,646
Interim services	100,000	37,849	62,151
Bailiff Program	133,322	67,356	65,966
Total public safety	16,227,468	14,979,554	1,247,914
Public works			
Drain Commission	62,314	44,195	18,119
Health and welfare			
Covid-19 response	5,000	3,600	1,400
Substance abuse	384,834	384,833	1
Northern Lake CMH	682,200	682,200	-
Social services	32,500	32,500	-
Total health and welfare	1,104,534	1,103,133	1,401
<b>Total expenditures</b>	<b>\$ 34,115,902</b>	<b>\$ 28,873,425</b>	<b>\$ 5,242,477</b>

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# GRAND TRAVERSE COUNTY

## FUND DESCRIPTIONS

### Special Revenue Funds

*13th Circuit Court Fund* - This fund is used to account for revenues received from Grand Traverse, Antrim and Leelanau Counties to cover court activities.

*Local Crime Victims Rights Fund* - This fund is used to account for payments from defendants for LCVR sentencing assessment, to allow timely payments to victims when restitution from defendants is not likely due to incarceration, etc. as determined by Circuit Court Administration.

*86th District Court Fund* - This fund is used to account for revenues received from Grand Traverse, Antrim and Leelanau Counties to cover court activities.

*County Special Projects Fund* - This fund is used to account for grants or other revenue received specifically for County special projects such as trails and the nature center.

*Central Dispatch/911 Fund* - This fund is used to account for revenue received from 911 surcharge fees to be used for central dispatch operations.

*Parks and Recreation Fund* - This fund is used to account for revenue sources generated by County park facilities to cover the cost of corresponding expenditures.

*Maple Bay Development Fund* - This fund is used to account for grants and other revenues received specifically for improvement of the Maple Bay property.

*Friend of the Court Fund* - This fund is used to account for judgment fees, state grants, Title IV-D, charges for services, and revenues received from Grand Traverse, Antrim, and Leelanau Counties used to fund FOC activities.

*Commission on Aging Fund* - This fund is used to account for funds provided by a tax levy operation of the Commission on Aging.

*Veterans Millage Fund* - This fund is used to account for funds provided by a tax levy for indigent veterans.

*Register of Deeds Automation Fund* - This fund is used to account for the collection of \$5.00 of the total fee collected for each recording, which is used for upgrading technology in the Register of Deeds' Office.

*MIDC Fund* - This fund accounts for revenue received from the State and county funds used for the provision of indigent criminal defense services.

*Corrections P.A. 511 Fund* - This fund is used to account for tether program revenue, appropriations from the general fund and state grant revenue for community corrections programs such as the transition house and tether program.

*County Law Library Fund* - This fund is used to account for revenue received from penal fines and general fund appropriations earmarked for maintaining a law library.

# GRAND TRAVERSE COUNTY

## FUND DESCRIPTIONS

*Concealed Pistol Licensing Fund* - This fund is used to account for revenue received from concealed pistol licensing fees to be used for law enforcement activities.

*Corrections Officers Training Fund* - This fund is used to account for revenue received from inmate booking fees to be used for costs relating to the continuing education, certification, recertification, and training of local correction officers.

*Criminal Justice Training Act Fund* - This fund is used to account for state grant revenue to help continue law enforcement employee training.

*Mitchell Creek Watershed Fund* - This fund is used to account for the DEQ Coastal Management state grant and County funds for improvement of the Mitchell Creek Watershed.

*Housing Trust Fund* - This fund is used to account for HUD grant revenue and County contributions for affordable housing, corridor revitalization plans, and housing inventory/assessment.

*CDBG Housing Grant Fund* - This fund accounts for federal Community Development Block Grant (CDBG) funds provided to the County and program income for the rehabilitation of owner-occupied, single family residential units in the County.

*Next Michigan Fund* - This fund is used to account for economic development activities relating to the expansion and attraction of businesses that ship goods by two or more modes of transportation.

*EDC Revolving Loan Fund* - This fund is used to account for interest revenue and principal repayments from EDC loans to help promote economic development within the County.

*TNT Forfeiture Fund* - This fund is used to account for revenue generated by multijurisdictional drug task force activities.

*TNT Grant Fund* - This fund is used to account for revenue generated by federal grant funding for the TNT program.

*Child Care Fund* - This fund is used to account for revenues received from the general fund, federal and state grants, private agencies, and individuals to provide care, guidance, and control of children coming under the jurisdiction of the Family Division of the 13th Circuit Court.

*Animal Control Fund* – This fund is used to account for revenues generated from licenses as well as the related animal control service expenditures.

*Senior Center Fund* – This fund is used to account for a dedicated millage, as well as charges for services, for activities within the County for senior citizens.

# GRAND TRAVERSE COUNTY

## FUND DESCRIPTIONS

### Debt Service Funds

*Building Authority PACE Debt Fund* - This fund was established to accumulate resources to meet the annual debt service requirements for the bond issued to make improvements to the PACE building.

*Pension Bonds Debt Fund* - This fund was established to accumulate resources to meet the annual debt service requirements for the pension bonds issued to assist with funding the MERS defined benefit pension plan.

*Courthouse Debt Fund* - This fund was established to accumulate resources to meet the annual debt service requirements for the bond issued to build the new Hall of Justice Building.

*Health Services Debt Fund* - This fund was established to accumulate resources to meet the annual debt service requirements for the bond issued to build the new Health Services Building.

### Capital Projects Funds

*County Facilities Fund* - This fund was established to account for the cost of maintaining and operating County facilities.

*Capital Improvement Fund* - This fund was established to accumulate resources for infrastructure, capital improvements, major repairs, and maintenance expenditures.

### Enterprise Funds

*Homestead Fund* - This fund is used to account for interest earned on delinquent tax revenues from properties determined not eligible for homestead exemptions. Collected tax payments are remitted to local school districts.

*Inspections Fund* - This fund was established to account for revenue received by the individual construction code trades through permit fees and charges for service and track the corresponding expenditures by trade.

*Foreclosure Tax Collection Fund* - This fund was established to account for the collection of tax revenue on foreclosed properties.

*Solid Waste Fund* - This fund was established to account for revenue received from fees for landfill tipping, tub grinder fees, service fees and state grants for hazardous waste and pesticide management to provide corresponding services to the community.

*Building Authority Fund* - This fund was established to finance and construction County facilities - buildings.

# GRAND TRAVERSE COUNTY

## FUND DESCRIPTIONS

### Internal Service Funds

*Information Technology Fund* - This fund was established by the County to account for the cost of the IT and telecommunications department and properly distribute the cost back to the departments that utilize their service proportionately.

*County Insurance Fund* - This fund was established by the County to provide insurance coverage to its departments or funds for general liability insurance. It is funded by charges to the various funds covered under the program, with all claims being paid from the fund.

*Fringe Benefits Fund* - This fund was established by the County to provide insurance coverage and fringe benefits to its departments or funds for healthcare, post-employment healthcare, workers' compensation, short-term and long-term disability, life insurance, MERS and defined contribution retirement plan costs. It is funded by charges to the various funds covered under the program, with all claims/costs being paid from the fund.

*Central Services Fund* - This fund was established by the County to centralize the purchase of supply items to obtain a volume discount, perform the postage and mailing tasks for all departments, and purchase and maintain departmental copiers.

*Motor Pool Fund* - This fund was established by the County to track the purchase of County equipment and vehicles and maintain the inventory for insurance and depreciation purposes.

### Fiduciary Funds

*Tax and Other Collections Fund* - This fund accounts for money held by the County for other local units of government and their political subdivisions as well as some receipts that are not allocated to individual funds. As required by accounting principles generally accepted in the United States of America (GAAP), all monies that accrue to the benefit of the County have been reported only in the appropriate funds within these financial statements.

*Library Penal Fines Fund* - This fund is used to accumulate money collected by courts for fines imposed for State law violations. The accumulated fines must be apportioned annually among the public libraries in accordance with the directions of the State Board for Libraries.

*Inmate Fund* - This fund was established to account for funds held on the behalf of inmates in the county jail. These funds are used mainly to purchase items for common benefit or use by the inmates.

*District Court Fund* - This fund was established to account for bond and other money held by the 86th District Court that on the behalf of others .

# GRAND TRAVERSE COUNTY

## FUND DESCRIPTIONS

*Friend of the Court Fund* - This fund accounts for support payments received on the behalf of others.

*Water and Sewer Receiving Funds* - This fund was established to account for the user fees collected for and disbursed to the various township sewer and water systems.

### Component Units

*Land Bank Authority* – Members of the governing body of the Land Bank Authority are appointed by the County Board of Commissioners. The County also has the ability to influence the operations of the Land Bank Authority and has accountability for fiscal matters.

*Brownfield Redevelopment Authority* – The members of the governing board of the Brownfield Redevelopment Authority are appointed by the County Board of Commissioners. They review and approve plans for business development within designated areas of the County where property was once contaminated. Revenues received from local units of government are restricted to pay for site clean-up expenditures and future development depending on the development plan adopted for each project.

*Drainage Districts* – Each of the drainage districts established pursuant to the Drain Code of 1956 are separate legal entities, with the power to contract, to sue and be sued, to hold, manage and dispose of real and personal property, etc. The statutory drainage board of Chapter 21 drainage districts consists of the State Director of Agriculture and the Drain Commissioner of each county involved in the project. The County Drain Commissioner has sole responsibility to administer the drainage districts established pursuant to Chapters 3, 4 and 8 of the Drain Code.

The Drainage Board or Drain Commissioner, on behalf of the drainage districts, may issue debt and levy special assessments authorized by the Drain Code without the prior approval of the County Board of Commissioners. The full faith and credit of the County may be given for the debt of the drainage district. The County also has the ability to influence operations of the Drain Commission and has accountability for fiscal matters.

*Department of Public Works (the “DPW”)* - Members of the governing body of the Department of Public Works are appointed by the County Board of Commissioners. The County also has the ability to influence operations of the Department of Public Works and has accountability for fiscal matters.

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**GRAND TRAVERSE COUNTY**

**NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET**

**DECEMBER 31, 2022**

	<b>Special Revenue</b>					
	<b>13th Circuit Court</b>	<b>Local Crime Victims Rights</b>	<b>86th District Court</b>	<b>County Special Projects</b>	<b>Central Dispatch/911</b>	<b>Parks and Recreation</b>
<b>Assets</b>						
Cash and pooled investments	\$ -	\$ 26,941	\$ -	\$ 18,323	\$ 307,493	\$ 293,479
Accounts receivable	138,278	-	240,744	-	704,687	28,436
Property tax receivable	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-
Due from other funds	436,257	-	1,055,772	-	-	-
Due from other governments	-	-	8,910	-	73,420	-
Long-term receivable	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 574,535</b>	<b>\$ 26,941</b>	<b>\$ 1,305,426</b>	<b>\$ 18,323</b>	<b>\$ 1,085,600</b>	<b>\$ 321,915</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>						
<b>Liabilities</b>						
Accounts payable	\$ 31,859	\$ 600	\$ 19,021	\$ -	\$ 85,031	\$ 40,428
Accrued liabilities	13,390	-	70,317	-	22,714	11,091
Unearned revenue	-	-	-	-	-	220,323
Due to other funds	328,455	-	891,468	-	486,506	2,665
Due to other governments	37,825	-	75,185	-	16,384	-
Advance from other funds	112,543	-	249,433	-	-	-
<b>Total liabilities</b>	<b>524,072</b>	<b>600</b>	<b>1,305,424</b>	<b>-</b>	<b>610,635</b>	<b>274,507</b>
<b>Deferred inflows of resources</b>						
Taxes levied for subsequent year	-	-	-	-	-	-
Leases	-	-	-	-	-	-
	-	-	-	-	-	-
<b>Fund balances</b>						
Nonspendable						
Inventory	-	-	-	-	-	-
Prepaid	-	-	-	-	-	-
Restricted						
Special revenue funds	-	26,341	-	-	-	-
Committed						
Special revenue funds	50,463	-	2	18,323	474,965	47,408
Capital projects funds	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b>50,463</b>	<b>26,341</b>	<b>2</b>	<b>18,323</b>	<b>474,965</b>	<b>47,408</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 574,535</b>	<b>\$ 26,941</b>	<b>\$ 1,305,426</b>	<b>\$ 18,323</b>	<b>\$ 1,085,600</b>	<b>\$ 321,915</b>

(continued)

**GRAND TRAVERSE COUNTY**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**DECEMBER 31, 2022**

	<b>Special Revenue</b>					
	<b>Maple Bay Development</b>	<b>Friend of the Court</b>	<b>Commission on Aging</b>	<b>Veterans Millage</b>	<b>Register of Deeds Automation</b>	<b>MIDC Fund</b>
<b>Assets</b>						
Cash and pooled investments	\$ 11,633	\$ 499,548	\$ 3,272,671	\$ 621,459	\$ 248,536	\$ 274,193
Accounts receivable	-	20,777	-	-	-	-
Property tax receivable	-	-	2,615,055	626,146	-	-
Interest receivable	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Due from other governments	-	482,815	-	-	-	-
Long-term receivable	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Prepaid items	-	-	-	1,200	-	-
<b>Total assets</b>	<b>\$ 11,633</b>	<b>\$ 1,003,140</b>	<b>\$ 5,887,726</b>	<b>\$ 1,248,805</b>	<b>\$ 248,536</b>	<b>\$ 274,193</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>						
<b>Liabilities</b>						
Accounts payable	\$ -	\$ 9,659	\$ 60,210	\$ 11,343	\$ 4,256	\$ 128,574
Accrued liabilities	-	52,688	73,488	11,007	-	-
Unearned revenue	-	-	-	40,304	-	-
Due to other funds	-	36,897	13,415	3,292	8,166	999
Due to other governments	-	-	1	-	-	-
Advance from other funds	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>99,244</b>	<b>147,114</b>	<b>65,946</b>	<b>12,422</b>	<b>129,573</b>
<b>Deferred inflows of resources</b>						
Taxes levied for subsequent year	-	-	2,907,995	696,274	-	-
Leases	-	-	-	-	-	-
	-	-	2,907,995	696,274	-	-
<b>Fund balances</b>						
Nonspendable						
Inventory	-	-	-	-	-	-
Prepaid	-	-	-	1,200	-	-
Restricted						
Special revenue funds	-	-	2,832,617	485,385	236,114	144,620
Committed						
Special revenue funds	11,633	903,896	-	-	-	-
Capital projects funds	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b>11,633</b>	<b>903,896</b>	<b>2,832,617</b>	<b>486,585</b>	<b>236,114</b>	<b>144,620</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 11,633</b>	<b>\$ 1,003,140</b>	<b>\$ 5,887,726</b>	<b>\$ 1,248,805</b>	<b>\$ 248,536</b>	<b>\$ 274,193</b>

**Special Revenue**

<u>Corrections P.A. 511</u>	<u>County Law Library</u>	<u>Concealed Pistol Licensing</u>	<u>Corrections Officers Training</u>	<u>Criminal Justice Training Act</u>	<u>Mitchell Creek Water Shed</u>	<u>Housing Trust</u>
\$ 254,523	\$ 61,710	\$ 217,917	\$ 43,021	\$ 11,308	\$ 8,155	\$ 179,035
10,350	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
89,306	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>354,179</u>	<u>61,710</u>	<u>217,917</u>	<u>43,021</u>	<u>11,308</u>	<u>8,155</u>	<u>179,035</u>
\$ 38,505	\$ -	\$ 3,080	\$ -	\$ -	\$ -	\$ -
6,899	-	-	-	-	-	-
-	-	-	-	-	-	-
4,752	-	399	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>50,156</u>	<u>-</u>	<u>3,479</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	61,710	214,438	-	11,308	-	179,035
304,023	-	-	43,021	-	8,155	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>304,023</u>	<u>61,710</u>	<u>214,438</u>	<u>43,021</u>	<u>11,308</u>	<u>8,155</u>	<u>179,035</u>
<u>\$ 354,179</u>	<u>\$ 61,710</u>	<u>\$ 217,917</u>	<u>\$ 43,021</u>	<u>\$ 11,308</u>	<u>\$ 8,155</u>	<u>\$ 179,035</u>

(continued)

**GRAND TRAVERSE COUNTY  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET**

**DECEMBER 31, 2022**

	<b>Special Revenue</b>					
	<b>CDGB Housing Grant</b>	<b>Next Michigan</b>	<b>EDC Revolving Loan</b>	<b>TNT Forfeiture</b>	<b>TNT Grant</b>	<b>Child Care</b>
<b>Assets</b>						
Cash and pooled investments	\$ 211,888	\$ 114,269	\$ 10,170	\$ 433,274	\$ -	\$ 391,667
Accounts receivable	-	-	33,732	-	-	-
Property tax receivable	-	-	-	-	-	-
Interest receivable	-	-	96	-	-	-
Due from other funds	-	-	-	-	-	-
Due from other governments	-	-	-	-	29,745	39,008
Long-term receivable	1,372,672	-	-	-	-	-
Inventory	-	-	-	68,663	-	-
Prepaid items	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,584,560</b>	<b>\$ 114,269</b>	<b>\$ 43,998</b>	<b>\$ 501,937</b>	<b>\$ 29,745</b>	<b>\$ 430,675</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>						
<b>Liabilities</b>						
Accounts payable	\$ 54,937	\$ 30	\$ -	\$ 592	\$ 2,989	\$ 66,011
Accrued liabilities	-	-	-	1,634	3,581	-
Unearned revenue	-	-	-	180,663	-	-
Due to other funds	-	-	-	-	15,311	60,149
Due to other governments	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-
<b>Total liabilities</b>	<b>54,937</b>	<b>30</b>	<b>-</b>	<b>182,889</b>	<b>21,881</b>	<b>126,160</b>
<b>Deferred inflows of resources</b>						
Taxes levied for subsequent year	-	-	-	-	-	-
Leases	-	-	-	-	-	-
<b>Fund balances</b>						
Nonspendable						
Inventory	-	-	-	68,663	-	-
Prepaid	-	-	-	-	-	-
Restricted						
Special revenue funds	1,529,623	-	43,998	250,385	7,864	-
Committed						
Special revenue funds	-	114,239	-	-	-	304,515
Capital projects funds	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b>1,529,623</b>	<b>114,239</b>	<b>43,998</b>	<b>319,048</b>	<b>7,864</b>	<b>304,515</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 1,584,560</b>	<b>\$ 114,269</b>	<b>\$ 43,998</b>	<b>\$ 501,937</b>	<b>\$ 29,745</b>	<b>\$ 430,675</b>

Special Revenue		Debt Service				Capital Projects		
<u>Animal Control</u>	<u>Senior Center</u>	<u>Building Authority PACE Debt</u>	<u>Pension Bonds</u>	<u>Courthouse</u>	<u>Health Services</u>	<u>County Facilities</u>	<u>Capital Improvement</u>	<u>Total</u>
\$ 116,273	\$ 831,387	\$ -	\$ 209	\$ -	\$ -	\$ 641,325	\$ 1,332,803	\$ 10,433,210
12,355	-	-	-	-	-	36,135	-	1,225,494
203,967	521,285	-	-	-	-	-	-	3,966,453
-	-	-	-	-	-	-	-	96
-	-	-	-	-	-	-	-	1,492,029
-	-	-	-	-	-	-	-	723,204
-	-	2,835,249	-	-	-	-	-	4,207,921
-	-	-	-	-	-	-	-	68,663
-	-	-	-	-	-	40,692	47,115	89,007
<u>\$ 332,595</u>	<u>\$ 1,352,672</u>	<u>\$ 2,835,249</u>	<u>\$ 209</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 718,152</u>	<u>\$ 1,379,918</u>	<u>\$ 22,206,077</u>
\$ 8,468	\$ 13,793	\$ -	\$ -	\$ -	\$ -	\$ 367,889	\$ 119,209	\$ 1,066,484
60	66,121	-	-	-	-	-	-	332,990
-	-	-	-	-	-	-	-	441,290
2,613	5,904	-	-	-	-	1,338	-	1,862,329
-	-	-	-	-	-	-	-	129,395
-	-	-	-	-	-	-	-	361,976
<u>11,141</u>	<u>85,818</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>369,227</u>	<u>119,209</u>	<u>4,194,464</u>
226,810	579,676	-	-	-	-	-	-	4,410,755
-	-	2,835,249	-	-	-	-	-	2,835,249
226,810	579,676	2,835,249	-	-	-	-	-	7,246,004
-	-	-	-	-	-	-	-	68,663
-	-	-	-	-	-	40,692	47,115	89,007
94,644	687,178	-	-	-	-	-	-	6,805,260
-	-	-	209	-	-	-	-	2,280,852
-	-	-	-	-	-	308,233	1,213,594	1,521,827
-	-	-	-	-	-	-	-	-
<u>94,644</u>	<u>687,178</u>	<u>-</u>	<u>209</u>	<u>-</u>	<u>-</u>	<u>348,925</u>	<u>1,260,709</u>	<u>10,765,609</u>
<u>\$ 332,595</u>	<u>\$ 1,352,672</u>	<u>\$ 2,835,249</u>	<u>\$ 209</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 718,152</u>	<u>\$ 1,379,918</u>	<u>\$ 22,206,077</u>

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**GRAND TRAVERSE COUNTY**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Special Revenue</u>					
	<u>13th Circuit Court</u>	<u>Local Crime Victims Rights</u>	<u>86th District Court</u>	<u>County Special Projects</u>	<u>Central Dispatch/911</u>	<u>Parks and Recreation</u>
<b>Revenues</b>						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues						
Federal	-	-	-	-	-	-
State	-	-	37,824	-	277,926	-
Local	446,164	9,412	763,814	-	2,936,578	-
Licenses and permits	-	-	-	-	-	-
Charges for services	-	-	5,143	-	25,468	223,157
Fines and forfeitures	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	24,431
<b>Total revenues</b>	<u>446,164</u>	<u>9,412</u>	<u>806,781</u>	<u>-</u>	<u>3,239,972</u>	<u>247,588</u>
<b>Expenditures</b>						
Current						
Judicial	1,826,687	7,249	3,249,638	-	-	-
General government	-	-	-	-	-	-
Public safety	-	-	-	-	3,022,367	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	707,384
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<u>1,826,687</u>	<u>7,249</u>	<u>3,249,638</u>	<u>-</u>	<u>3,022,367</u>	<u>707,384</u>
Revenues over (under) expenditures	<u>(1,380,523)</u>	<u>2,163</u>	<u>(2,442,857)</u>	<u>-</u>	<u>217,605</u>	<u>(459,796)</u>
Other financing sources (uses)						
Sale of capital assets	-	-	-	-	-	-
Transfers in	1,430,986	-	2,442,858	-	-	448,422
Total other financing sources (uses)	<u>1,430,986</u>	<u>-</u>	<u>2,442,858</u>	<u>-</u>	<u>-</u>	<u>448,422</u>
Net changes in fund balances	50,463	2,163	1	-	217,605	(11,374)
<b>Fund balances, beginning of year</b>	<u>-</u>	<u>24,178</u>	<u>1</u>	<u>18,323</u>	<u>257,360</u>	<u>58,782</u>
<b>Fund balances, end of year</b>	<u>\$ 50,463</u>	<u>\$ 26,341</u>	<u>\$ 2</u>	<u>\$ 18,323</u>	<u>\$ 474,965</u>	<u>\$ 47,408</u>

(continued)

**GRAND TRAVERSE COUNTY**

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

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b>Special Revenue</b>					
	<b>Maple Bay Development</b>	<b>Friend of the Court</b>	<b>Commission on Aging</b>	<b>Veterans Millage</b>	<b>Register of Deeds Automation</b>	<b>MIDC Fund</b>
<b>Revenues</b>						
Property taxes	\$ -	\$ -	\$ 2,778,465	460,717	\$ -	\$ -
Intergovernmental revenues						
Federal	-	1,484,598	-	-	-	-
State	-	105,164	-	93,461	-	1,011,677
Local	-	78,207	10,230	63,299	-	-
Licenses and permits	-	-	-	-	-	-
Charges for services	-	167,110	146,710	-	102,135	-
Fines and forfeitures	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	-	-	12,115	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>1,835,079</u>	<u>2,947,520</u>	<u>617,477</u>	<u>102,135</u>	<u>1,011,677</u>
<b>Expenditures</b>						
Current						
Judicial	-	2,380,471	-	-	-	-
General government	-	-	-	-	148,680	-
Public safety	-	-	-	-	-	1,054,284
Health and welfare	-	-	2,793,342	586,546	-	-
Economic development	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	-	89,070	-	-
<b>Total expenditures</b>	<u>-</u>	<u>2,380,471</u>	<u>2,793,342</u>	<u>675,616</u>	<u>148,680</u>	<u>1,054,284</u>
Revenues over (under) expenditures	<u>-</u>	<u>(545,392)</u>	<u>154,178</u>	<u>(58,139)</u>	<u>(46,545)</u>	<u>(42,607)</u>
Other financing sources (uses)						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	307,498	-	-	-	155,423
Total other financing sources (uses)	<u>-</u>	<u>307,498</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>155,423</u>
Net changes in fund balances	-	(237,894)	154,178	(58,139)	(46,545)	112,816
<b>Fund balances, beginning of year</b>	<u>11,633</u>	<u>1,141,790</u>	<u>2,678,439</u>	<u>544,724</u>	<u>282,659</u>	<u>31,804</u>
<b>Fund balances, end of year</b>	<u>\$ 11,633</u>	<u>\$ 903,896</u>	<u>\$ 2,832,617</u>	<u>\$ 486,585</u>	<u>\$ 236,114</u>	<u>\$ 144,620</u>

**Special Revenue**

<u>Corrections P.A. 511</u>	<u>County Law Library</u>	<u>Concealed Pistol Licensing</u>	<u>Corrections Officers Training</u>	<u>Criminal Justice Training Act</u>	<u>Mitchell Creek Water Shed</u>	<u>Housing Trust</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
297,141	-	-	-	8,013	-	-
28,819	-	-	-	-	-	-
-	-	50,353	-	-	-	-
237,895	-	-	19,343	-	-	-
-	6,500	-	-	-	-	-
-	-	-	-	-	-	3,336
-	-	-	-	-	-	-
<u>563,855</u>	<u>6,500</u>	<u>50,353</u>	<u>19,343</u>	<u>8,013</u>	<u>-</u>	<u>3,336</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
672,661	-	27,182	20,666	11,729	-	-
-	-	-	-	-	-	75,540
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>672,661</u>	<u>-</u>	<u>27,182</u>	<u>20,666</u>	<u>11,729</u>	<u>-</u>	<u>75,540</u>
<u>(108,806)</u>	<u>6,500</u>	<u>23,171</u>	<u>(1,323)</u>	<u>(3,716)</u>	<u>-</u>	<u>(72,204)</u>
-	-	-	-	-	-	-
<u>95,459</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>95,459</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(13,347)	6,500	23,171	(1,323)	(3,716)	-	(72,204)
<u>317,370</u>	<u>55,210</u>	<u>191,267</u>	<u>44,344</u>	<u>15,024</u>	<u>8,155</u>	<u>251,239</u>
<u>\$ 304,023</u>	<u>\$ 61,710</u>	<u>\$ 214,438</u>	<u>\$ 43,021</u>	<u>\$ 11,308</u>	<u>\$ 8,155</u>	<u>\$ 179,035</u>

(continued)

**GRAND TRAVERSE COUNTY**

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

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Special Revenue</u>					
	<u>CDGB Housing Grant</u>	<u>Next Michigan</u>	<u>EDC Revolving Loan</u>	<u>TNT Forfeiture</u>	<u>TNT Grant</u>	<u>Child Care</u>
<b>Revenues</b>						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues						
Federal	-	-	-	-	127,585	-
State	-	-	-	-	-	439,987
Local	-	-	-	1,550	-	-
Licenses and permits	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	34,108	-	-
Interest	-	-	1,021	10	-	-
Miscellaneous	-	-	-	-	-	68,826
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>1,021</u>	<u>35,668</u>	<u>127,585</u>	<u>508,813</u>
<b>Expenditures</b>						
Current						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	-	-	-	26,480	127,585	-
Health and welfare	-	-	-	-	-	936,820
Economic development	116,305	840	24,645	-	-	-
Parks and recreation	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<u>116,305</u>	<u>840</u>	<u>24,645</u>	<u>26,480</u>	<u>127,585</u>	<u>936,820</u>
Revenues over (under) expenditures	<u>(116,305)</u>	<u>(840)</u>	<u>(23,624)</u>	<u>9,188</u>	<u>-</u>	<u>(428,007)</u>
Other financing sources (uses)						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	575,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>575,000</u>
Net changes in fund balances	<u>(116,305)</u>	<u>(840)</u>	<u>(23,624)</u>	<u>9,188</u>	<u>-</u>	<u>146,993</u>
<b>Fund balances, beginning of year</b>	<u>1,645,928</u>	<u>115,079</u>	<u>67,622</u>	<u>309,860</u>	<u>7,864</u>	<u>157,522</u>
<b>Fund balances, end of year</b>	<u>\$ 1,529,623</u>	<u>\$ 114,239</u>	<u>\$ 43,998</u>	<u>\$ 319,048</u>	<u>\$ 7,864</u>	<u>\$ 304,515</u>

Special Revenue		Debt Service				Capital Projects		
Animal Control	Senior Center	Building Authority PACE Debt	Pension Bonds	Courthouse	Health Services	County Facilities	Capital Improvement	Total
\$ 2,154	\$ 553,943	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,795,279
-	-	-	-	-	-	-	-	1,612,183
-	-	-	-	-	-	-	-	2,271,193
6,485	-	-	-	-	-	65,245	-	4,409,803
127,770	-	-	-	-	-	-	-	178,123
22,510	29,784	240,842	-	-	-	57,351	6,645	1,284,093
-	-	-	-	-	-	-	-	40,608
-	-	-	-	-	-	-	-	4,367
-	3,251	-	-	-	-	-	-	108,623
158,919	586,978	240,842	-	-	-	122,596	6,645	13,704,272
-	-	-	-	-	-	-	-	7,464,045
-	-	-	-	-	-	1,976,010	699,163	2,823,853
320,466	-	-	-	-	-	-	-	5,283,420
-	628,386	-	-	-	-	-	-	5,020,634
-	-	-	-	-	-	-	-	141,790
-	-	-	-	-	-	-	-	707,384
-	-	145,000	3,465,000	530,000	185,000	-	-	4,325,000
-	-	95,842	419,253	17,308	87,100	-	-	619,503
-	-	-	-	-	-	-	2,547,477	2,636,547
320,466	628,386	240,842	3,884,253	547,308	272,100	1,976,010	3,246,640	29,022,176
(161,547)	(41,408)	-	(3,884,253)	(547,308)	(272,100)	(1,853,414)	(3,239,995)	(15,317,904)
2,750	-	-	-	-	-	-	-	2,750
150,000	-	-	3,880,000	547,308	272,100	1,675,875	2,031,934	14,012,863
152,750	-	-	3,880,000	547,308	272,100	1,675,875	2,031,934	14,015,613
(8,797)	(41,408)	-	(4,253)	-	-	(177,539)	(1,208,061)	(1,302,291)
103,441	728,586	-	4,462	-	-	526,464	2,468,770	12,067,900
\$ 94,644	\$ 687,178	\$ -	\$ 209	\$ -	\$ -	\$ 348,925	\$ 1,260,709	\$ 10,765,609

(concluded)

# GRAND TRAVERSE COUNTY

## 13TH CIRCUIT COURT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	464,125	446,164	(17,961)
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>464,125</u>	<u>446,164</u>	<u>(17,961)</u>
<b>Expenditures</b>			
Current			
Judicial	1,981,372	1,826,687	154,685
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	7,280	-	7,280
<b>Total expenditures</b>	<u>1,988,652</u>	<u>1,826,687</u>	<u>161,965</u>
Revenues over (under) expenditures	<u>(1,524,527)</u>	<u>(1,380,523)</u>	<u>144,004</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	1,524,527	1,430,986	(93,541)
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<u>1,524,527</u>	<u>1,430,986</u>	<u>(93,541)</u>
Net changes in fund balance	-	50,463	50,463
<b>Fund balance, beginning of year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 50,463</u>	<u>\$ 50,463</u>

# GRAND TRAVERSE COUNTY

## LOCAL CRIME VICTIMS RIGHTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	11,000	9,412	(1,588)
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>11,000</u>	<u>9,412</u>	<u>(1,588)</u>
<b>Expenditures</b>			
Current			
Judicial	20,000	7,249	12,751
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>20,000</u>	<u>7,249</u>	<u>12,751</u>
Revenues over (under) expenditures	<u>(9,000)</u>	<u>2,163</u>	<u>11,163</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(9,000)	2,163	11,163
<b>Fund balance, beginning of year</b>	<u>24,178</u>	<u>24,178</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 15,178</u>	<u>\$ 26,341</u>	<u>\$ 11,163</u>

# GRAND TRAVERSE COUNTY

## 86th DISTRICT COURT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	38,310	37,824	(486)
Local	935,587	763,814	(171,773)
Licenses and permits	-	-	-
Charges for services	-	5,143	5,143
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>\$ 973,897</u>	<u>\$ 806,781</u>	<u>\$ (167,116)</u>
<b>Expenditures</b>			
Current			
Judicial	3,559,074	3,249,638	309,436
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	9,873	-	9,873
<b>Total expenditures</b>	<u>3,568,947</u>	<u>3,249,638</u>	<u>319,309</u>
Revenues over (under) expenditures	<u>\$ (2,595,050)</u>	<u>\$ (2,442,857)</u>	<u>\$ 152,193</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	2,595,050	2,442,858	(152,192)
Transfers out	-	-	-
Total other financing sources (uses)	<u>2,595,050</u>	<u>2,442,858</u>	<u>(152,192)</u>
Net changes in fund balance	-	1	1
<b>Fund balance, beginning of year</b>	<u>1</u>	<u>1</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 1</u>	<u>\$ 2</u>	<u>\$ 1</u>

# GRAND TRAVERSE COUNTY

## COUNTY SPECIAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	18,322	-	18,322
	<u>18,322</u>	<u>-</u>	<u>18,322</u>
<b>Total expenditures</b>	<u>18,322</u>	<u>-</u>	<u>18,322</u>
Revenues over (under) expenditures	<u>(18,322)</u>	<u>-</u>	<u>18,322</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(18,322)	-	18,322
<b>Fund balance, beginning of year</b>	<u>18,323</u>	<u>18,323</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 1</u>	<u>\$ 18,323</u>	<u>\$ 18,322</u>

# GRAND TRAVERSE COUNTY

## CENTRAL DISPATCH / 911 FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	270,000	277,926	7,926
Local	2,834,555	2,936,578	102,023
Licenses and permits	-	-	-
Charges for services	9,800	25,468	15,668
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>3,114,355</u>	<u>3,239,972</u>	<u>125,617</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	3,114,355	3,022,367	91,988
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>3,114,355</u>	<u>3,022,367</u>	<u>91,988</u>
Revenues over (under) expenditures	<u>-</u>	<u>217,605</u>	<u>217,605</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	-	217,605	217,605
<b>Fund balance, beginning of year</b>	<u>257,360</u>	<u>257,360</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 257,360</u>	<u>\$ 474,965</u>	<u>\$ 217,605</u>

# GRAND TRAVERSE COUNTY

## **PARKS AND RECREATION FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b><u>Budget Amended</u></b>	<b><u>Actual Amount</u></b>	<b><u>Variance Positive (Negative)</u></b>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	258,100	223,157	(34,943)
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	911,414	24,431	(886,983)
<b>Total revenues</b>	<u>1,169,514</u>	<u>247,588</u>	<u>(921,926)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	1,658,075	707,384	950,691
Capital outlay	18,000	-	18,000
<b>Total expenditures</b>	<u>1,676,075</u>	<u>707,384</u>	<u>968,691</u>
Revenues over (under) expenditures	<u>(506,561)</u>	<u>(459,796)</u>	<u>46,765</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	448,422	448,422	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<u>448,422</u>	<u>448,422</u>	<u>-</u>
Net changes in fund balance	(58,139)	(11,374)	46,765
<b>Fund balance, beginning of year</b>	<u>58,782</u>	<u>58,782</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 643</u>	<u>\$ 47,408</u>	<u>\$ 46,765</u>

# GRAND TRAVERSE COUNTY

## MAPLE BAY DEVELOPMENT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	11,633	-	11,633
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>11,633</u>	<u>-</u>	<u>11,633</u>
Revenues over (under) expenditures	<u>(11,633)</u>	<u>-</u>	<u>11,633</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(11,633)	-	11,633
<b>Fund balance, beginning of year</b>	<u>11,633</u>	<u>11,633</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 11,633</u>	<u>\$ 11,633</u>

# GRAND TRAVERSE COUNTY

## *FRIEND OF THE COURT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL*

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b><u>Budget Amended</u></b>	<b><u>Actual Amount</u></b>	<b><u>Variance Positive (Negative)</u></b>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ 1,676,124	\$ 1,484,598	\$ (191,526)
State	120,000	105,164	(14,836)
Local	108,040	78,207	(29,833)
Licenses and permits	-	-	-
Charges for services	180,000	167,110	(12,890)
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>2,084,164</u>	<u>1,835,079</u>	<u>(249,085)</u>
<b>Expenditures</b>			
Current			
Judicial	2,466,662	2,380,471	86,191
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>2,466,662</u>	<u>2,380,471</u>	<u>86,191</u>
Revenues over (under) expenditures	<u>(382,498)</u>	<u>(545,392)</u>	<u>(162,894)</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	307,498	307,498	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<u>307,498</u>	<u>307,498</u>	<u>-</u>
Net changes in fund balance	(75,000)	(237,894)	(162,894)
<b>Fund balance, beginning of year</b>	<u>1,141,790</u>	<u>1,141,790</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 1,066,790</u>	<u>\$ 903,896</u>	<u>\$ (162,894)</u>

# GRAND TRAVERSE COUNTY

## COMMISSION ON AGING FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Property taxes	\$ 2,730,654	\$ 2,778,465	\$ 47,811
Intergovernmental revenues			
Federal	-	-	-
State	-	-	-
Local	2,000	10,230	8,230
Licenses and permits	-	-	-
Charges for services	147,725	146,710	(1,015)
Fines and forfeitures	-	-	-
Reimbursements	-	-	-
Interest	13,900	-	(13,900)
Miscellaneous	3,500	12,115	8,615
<b>Total revenues</b>	<u>2,897,779</u>	<u>2,947,520</u>	<u>49,741</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	3,938,601	2,793,342	1,145,259
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>3,938,601</u>	<u>2,793,342</u>	<u>1,145,259</u>
<b>Revenues over (under) expenditures</b>	<u>(1,040,822)</u>	<u>154,178</u>	<u>1,195,000</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>(1,040,822)</u>	<u>154,178</u>	<u>1,195,000</u>
<b>Fund balance, beginning of year</b>	<u>2,678,439</u>	<u>2,678,439</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 1,637,617</u>	<u>\$ 2,832,617</u>	<u>\$ 1,195,000</u>

# GRAND TRAVERSE COUNTY

## VETERANS MILLAGE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Property taxes	\$ 443,000	\$ 460,717	\$ 17,717
Intergovernmental revenues			
Federal	-	-	-
State	109,368	93,461	(15,907)
Local	46,618	63,299	16,681
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>598,986</u>	<u>617,477</u>	<u>18,491</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	641,786	586,546	55,240
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	96,070	89,070	7,000
<b>Total expenditures</b>	<u>737,856</u>	<u>675,616</u>	<u>62,240</u>
Revenues over (under) expenditures	<u>(138,870)</u>	<u>(58,139)</u>	<u>80,731</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(138,870)	(58,139)	80,731
<b>Fund balance, beginning of year</b>	<u>544,724</u>	<u>544,724</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 405,854</u>	<u>\$ 486,585</u>	<u>\$ 80,731</u>

# GRAND TRAVERSE COUNTY

## REGISTER OF DEEDS AUTOMATION FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	150,000	102,135	(47,865)
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>150,000</u>	<u>102,135</u>	<u>(47,865)</u>
<b>Total revenues</b>	<u>150,000</u>	<u>102,135</u>	<u>(47,865)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	202,500	148,680	53,820
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>202,500</u>	<u>148,680</u>	<u>53,820</u>
<b>Total expenditures</b>	<u>202,500</u>	<u>148,680</u>	<u>53,820</u>
Revenues over (under) expenditures	<u>(52,500)</u>	<u>(46,545)</u>	<u>5,955</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(52,500)	(46,545)	5,955
<b>Fund balance, beginning of year</b>	<u>282,659</u>	<u>282,659</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 230,159</u>	<u>\$ 236,114</u>	<u>\$ 5,955</u>

# GRAND TRAVERSE COUNTY

## MIDC FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	987,575	1,011,677	24,102
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total revenues</b>	<u>987,575</u>	<u>1,011,677</u>	<u>24,102</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	1,142,998	1,054,284	88,714
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total expenditures</b>	<u>1,142,998</u>	<u>1,054,284</u>	<u>88,714</u>
Revenues over (under) expenditures	<u>(155,423)</u>	<u>(42,607)</u>	<u>112,816</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	155,423	155,423	-
Transfers out	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
Total other financing sources (uses)	<u>155,423</u>	<u>155,423</u>	<u>-</u>
Net changes in fund balance	-	112,816	112,816
<b>Fund balance, beginning of year</b>	<u>31,804</u>	<u>31,804</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 31,804</u>	<u>\$ 144,620</u>	<u>\$ 112,816</u>

# GRAND TRAVERSE COUNTY

## ***CORRECTIONS P.A. 511 FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL***

***FOR THE YEAR ENDED DECEMBER 31, 2022***

	<b><u>Budget Amended</u></b>	<b><u>Actual Amount</u></b>	<b><u>Variance Positive (Negative)</u></b>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	325,056	297,141	(27,915)
Local	91,844	28,819	(63,025)
Licenses and permits	-	-	-
Charges for services	265,000	237,895	(27,105)
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>681,900</u>	<u>563,855</u>	<u>(118,045)</u>
<b>Total revenues</b>			
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	777,359	672,661	104,698
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>777,359</u>	<u>672,661</u>	<u>104,698</u>
<b>Total expenditures</b>			
Revenues over (under) expenditures	<u>(95,459)</u>	<u>(108,806)</u>	<u>(13,347)</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	95,459	95,459	-
Transfers out	-	-	-
	<u>95,459</u>	<u>95,459</u>	<u>-</u>
Total other financing sources (uses)			
Net changes in fund balance	-	(13,347)	(13,347)
<b>Fund balance, beginning of year</b>	<u>317,370</u>	<u>317,370</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 317,370</u>	<u>\$ 304,023</u>	<u>\$ (13,347)</u>

# GRAND TRAVERSE COUNTY

## COUNTY LAW LIBRARY FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	6,500	6,500	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>6,500</u>	<u>6,500</u>	<u>-</u>
<b>Total revenues</b>	<u>6,500</u>	<u>6,500</u>	<u>-</u>
<b>Expenditures</b>			
Current			
Judicial	61,710	-	61,710
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>61,710</u>	<u>-</u>	<u>61,710</u>
<b>Total expenditures</b>	<u>61,710</u>	<u>-</u>	<u>61,710</u>
Revenues over (under) expenditures	<u>(55,210)</u>	<u>6,500</u>	<u>61,710</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>(55,210)</u>	<u>6,500</u>	<u>61,710</u>
<b>Fund balance, beginning of year</b>	<u>55,210</u>	<u>55,210</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 61,710</u>	<u>\$ 61,710</u>

# GRAND TRAVERSE COUNTY

## CONCEALED PISTOL LICENSING FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	59,000	50,353	(8,647)
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>59,000</u>	<u>50,353</u>	<u>(8,647)</u>
<b>Total revenues</b>	<u>59,000</u>	<u>50,353</u>	<u>(8,647)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	59,000	27,182	31,818
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>59,000</u>	<u>27,182</u>	<u>31,818</u>
<b>Total expenditures</b>	<u>59,000</u>	<u>27,182</u>	<u>31,818</u>
Revenues over (under) expenditures	<u>-</u>	<u>23,171</u>	<u>23,171</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	-	23,171	23,171
<b>Fund balance, beginning of year</b>	<u>191,267</u>	<u>191,267</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 191,267</u>	<u>\$ 214,438</u>	<u>\$ 23,171</u>

# GRAND TRAVERSE COUNTY

## CORRECTIONS OFFICERS TRAINING FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	15,000	19,343	4,343
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>15,000</u>	<u>19,343</u>	<u>4,343</u>
<b>Total revenues</b>	<u>15,000</u>	<u>19,343</u>	<u>4,343</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	35,000	20,666	14,334
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>35,000</u>	<u>20,666</u>	<u>14,334</u>
<b>Total expenditures</b>	<u>35,000</u>	<u>20,666</u>	<u>14,334</u>
Revenues over (under) expenditures	<u>(20,000)</u>	<u>(1,323)</u>	<u>18,677</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(20,000)	(1,323)	18,677
<b>Fund balance, beginning of year</b>	<u>44,344</u>	<u>44,344</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 24,344</u>	<u>\$ 43,021</u>	<u>\$ 18,677</u>

# GRAND TRAVERSE COUNTY

## CRIMINAL JUSTICE TRAINING ACT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	10,000	8,013	(1,987)
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>10,000</u>	<u>8,013</u>	<u>(1,987)</u>
<b>Total revenues</b>	<u>10,000</u>	<u>8,013</u>	<u>(1,987)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	15,000	11,729	3,271
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>15,000</u>	<u>11,729</u>	<u>3,271</u>
<b>Total expenditures</b>	<u>15,000</u>	<u>11,729</u>	<u>3,271</u>
Revenues over (under) expenditures	<u>(5,000)</u>	<u>(3,716)</u>	<u>1,284</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(5,000)	(3,716)	1,284
<b>Fund balance, beginning of year</b>	<u>15,024</u>	<u>15,024</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 10,024</u>	<u>\$ 11,308</u>	<u>\$ 1,284</u>

# GRAND TRAVERSE COUNTY

## MITCHELL CREEK WATER SHED FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	8,155	-	8,155
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>8,155</u>	<u>-</u>	<u>8,155</u>
Revenues over (under) expenditures	<u>(8,155)</u>	<u>-</u>	<u>8,155</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(8,155)	-	8,155
<b>Fund balance, beginning of year</b>	<u>8,155</u>	<u>8,155</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 8,155</u>	<u>\$ 8,155</u>

# GRAND TRAVERSE COUNTY

## HOUSING TRUST FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	3,336	3,336
Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenues</b>	<u>-</u>	<u>3,336</u>	<u>3,336</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	200,000	75,540	124,460
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>200,000</u>	<u>75,540</u>	<u>124,460</u>
Revenues over (under) expenditures	<u>(200,000)</u>	<u>(72,204)</u>	<u>127,796</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(200,000)	(72,204)	127,796
<b>Fund balance, beginning of year</b>	<u>251,239</u>	<u>251,239</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 51,239</u>	<u>\$ 179,035</u>	<u>\$ 127,796</u>

# GRAND TRAVERSE COUNTY

## CDBG HOUSING GRANT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	150,000	116,305	33,695
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>150,000</u>	<u>116,305</u>	<u>33,695</u>
Revenues over (under) expenditures	<u>(150,000)</u>	<u>(116,305)</u>	<u>33,695</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(150,000)	(116,305)	33,695
<b>Fund balance, beginning of year</b>	<u>1,645,928</u>	<u>1,645,928</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 1,495,928</u>	<u>\$ 1,529,623</u>	<u>\$ 33,695</u>

# GRAND TRAVERSE COUNTY

## NEXT MICHIGAN FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	10,000	840	9,160
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>10,000</u>	<u>840</u>	<u>9,160</u>
Revenues over (under) expenditures	<u>(10,000)</u>	<u>(840)</u>	<u>9,160</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(10,000)	(840)	9,160
<b>Fund balance, beginning of year</b>	<u>115,079</u>	<u>115,079</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 105,079</u>	<u>\$ 114,239</u>	<u>\$ 9,160</u>

# GRAND TRAVERSE COUNTY

## EDC REVOLVING LOAN FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	1,000	1,021	21
Miscellaneous	-	-	-
	<u>1,000</u>	<u>1,021</u>	<u>21</u>
<b>Total revenues</b>	<u>1,000</u>	<u>1,021</u>	<u>21</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Economic development	51,000	24,645	26,355
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>51,000</u>	<u>24,645</u>	<u>26,355</u>
<b>Total expenditures</b>	<u>51,000</u>	<u>24,645</u>	<u>26,355</u>
Revenues over (under) expenditures	<u>(50,000)</u>	<u>(23,624)</u>	<u>26,376</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(50,000)	(23,624)	26,376
<b>Fund balance, beginning of year</b>	<u>67,622</u>	<u>67,622</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 17,622</u>	<u>\$ 43,998</u>	<u>\$ 26,376</u>

# GRAND TRAVERSE COUNTY

## TNT FORFEITURE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	-	-	-
Local	1,500	1,550	50
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	33,500	34,108	608
Interest	-	10	10
Miscellaneous	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total revenues</b>	<u>35,000</u>	<u>35,668</u>	<u>668</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	35,000	26,480	8,520
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total expenditures</b>	<u>35,000</u>	<u>26,480</u>	<u>8,520</u>
Revenues over (under) expenditures	<u>-</u>	<u>9,188</u>	<u>9,188</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	-	9,188	9,188
<b>Fund balance, beginning of year</b>	<u>309,860</u>	<u>309,860</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 309,860</u>	<u>\$ 319,048</u>	<u>\$ 9,188</u>

# GRAND TRAVERSE COUNTY

## TNT GRANT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ 137,835	\$ 127,585	\$ (10,250)
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>137,835</u>	<u>127,585</u>	<u>(10,250)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	137,835	127,585	10,250
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>137,835</u>	<u>127,585</u>	<u>10,250</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, beginning of year</b>	<u>7,864</u>	<u>7,864</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 7,864</u>	<u>\$ 7,864</u>	<u>\$ -</u>

# GRAND TRAVERSE COUNTY

## CHILD CARE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental revenues			
Federal	\$ -	\$ -	\$ -
State	445,165	439,987	(5,178)
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	100,000	68,826	(31,174)
	<u>545,165</u>	<u>508,813</u>	<u>(36,352)</u>
<b>Total revenues</b>			
	<u>545,165</u>	<u>508,813</u>	<u>(36,352)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	1,120,165	936,820	183,345
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>1,120,165</u>	<u>936,820</u>	<u>183,345</u>
<b>Total expenditures</b>			
	<u>1,120,165</u>	<u>936,820</u>	<u>183,345</u>
Revenues over (under) expenditures	<u>(575,000)</u>	<u>(428,007)</u>	<u>146,993</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	575,000	575,000	-
Transfers out	-	-	-
	<u>575,000</u>	<u>575,000</u>	<u>-</u>
Total other financing sources (uses)			
	<u>575,000</u>	<u>575,000</u>	<u>-</u>
Net changes in fund balance	-	146,993	146,993
<b>Fund balance, beginning of year</b>	<u>157,522</u>	<u>157,522</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 157,522</u>	<u>\$ 304,515</u>	<u>\$ 146,993</u>

# GRAND TRAVERSE COUNTY

## ANIMAL CONTROL FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Property taxes	\$ -	\$ 2,154	\$ 2,154
Intergovernmental revenues			
Federal	-	-	-
State	-	-	-
Local	5,500	6,485	985
Licenses and permits	125,225	127,770	2,545
Charges for services	15,600	22,510	6,910
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>146,325</u>	<u>158,919</u>	<u>12,594</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	386,000	320,466	65,534
Health and welfare	-	-	-
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>386,000</u>	<u>320,466</u>	<u>65,534</u>
Revenues over (under) expenditures	<u>(239,675)</u>	<u>(161,547)</u>	<u>78,128</u>
Other financing sources (uses)			
Sale of capital assets	-	2,750	2,750
Transfers in	150,000	150,000	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<u>150,000</u>	<u>152,750</u>	<u>2,750</u>
Net changes in fund balance	(89,675)	(8,797)	80,878
<b>Fund balance, beginning of year</b>	<u>103,441</u>	<u>103,441</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 13,766</u>	<u>\$ 94,644</u>	<u>\$ 80,878</u>

# GRAND TRAVERSE COUNTY

## SENIOR CENTER FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budget Amended</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Property taxes	\$ 540,800	\$ 553,943	\$ 13,143
Intergovernmental revenues			
Federal	-	-	-
State	-	-	-
Local	-	-	-
Licenses and permits	-	-	-
Charges for services	73,444	29,784	(43,660)
Fines and forfeitures	-	-	-
Interest	4,000	-	(4,000)
Miscellaneous	-	3,251	3,251
	<u>618,244</u>	<u>586,978</u>	<u>(31,266)</u>
<b>Total revenues</b>	<u>618,244</u>	<u>586,978</u>	<u>(31,266)</u>
<b>Expenditures</b>			
Current			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Health and welfare	704,304	628,386	75,918
Economic development	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
	<u>704,304</u>	<u>628,386</u>	<u>75,918</u>
<b>Total expenditures</b>	<u>704,304</u>	<u>628,386</u>	<u>75,918</u>
Revenues over (under) expenditures	<u>(86,060)</u>	<u>(41,408)</u>	<u>44,652</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	(86,060)	(41,408)	44,652
<b>Fund balance, beginning of year</b>	<u>728,586</u>	<u>728,586</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 642,526</u>	<u>\$ 687,178</u>	<u>\$ 44,652</u>

**GRAND TRAVERSE COUNTY**  
**NONMAJOR PROPRIETARY FUNDS**  
**COMBINING STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	Enterprise Funds					
<b>Assets</b>	<b><u>Homestead</u></b>	<b><u>Inspections</u></b>	<b><u>Foreclosure Tax Collection</u></b>	<b><u>Solid Waste</u></b>	<b><u>Building Authority</u></b>	<b><u>Total</u></b>
Current assets						
Cash and pooled investments	\$ 122,925	\$ 5,610,176	\$ 770,144	\$ 488,739	\$ 15	\$ 6,991,999
Accounts receivable	-	1,200	-	72,308	-	73,508
Property tax receivable	32,387	-	-	-	-	32,387
Due from other funds	-	-	-	1,591	-	1,591
Prepaid and other assets	-	31,591	-	-	-	31,591
Total current assets	155,312	5,642,967	770,144	562,638	15	7,131,076
Noncurrent assets						
Capital assets						
Capital assets, net	-	218,861	-	30,323	-	249,184
<b>Total assets</b>	<b>155,312</b>	<b>5,861,828</b>	<b>770,144</b>	<b>592,961</b>	<b>15</b>	<b>7,380,260</b>
<b>Liabilities</b>						
Current liabilities						
Accounts payable	4,704	37,007	6,270	27,545	-	75,526
Accrued liabilities	-	31,491	-	500	-	31,991
Unearned revenue	-	-	-	50	-	50
Due to other funds	-	7,924	-	701	-	8,625
Due to other governmental units	29,886	-	-	-	-	29,886
Total current liabilities	34,590	76,422	6,270	28,796	-	146,078
Noncurrent liabilities						
Compensated absences	-	54,328	-	-	-	54,328
<b>Total liabilities</b>	<b>34,590</b>	<b>130,750</b>	<b>6,270</b>	<b>28,796</b>	<b>-</b>	<b>200,406</b>
<b>Net position</b>						
Net investment in capital assets	-	218,861	-	30,323	-	249,184
Unrestricted	120,722	5,512,217	763,874	533,842	15	6,930,670
<b>Total net position</b>	<b>\$ 120,722</b>	<b>\$ 5,731,078</b>	<b>\$ 763,874</b>	<b>\$ 564,165</b>	<b>\$ 15</b>	<b>\$ 7,179,854</b>

**GRAND TRAVERSE COUNTY**  
**NONMAJOR PROPRIETARY FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b>Enterprise Funds</b>					
	<b><u>Homestead</u></b>	<b><u>Inspections</u></b>	<b><u>Foreclosure Tax Collection</u></b>	<b><u>Solid Waste</u></b>	<b><u>Building Authority</u></b>	<b><u>Total</u></b>
<b>Operating revenue</b>						
Charges for services	\$ -	\$ 2,484,828	\$ 371,527	\$ 357,715	\$ -	\$ 3,214,070
Miscellaneous	-	-	-	8,483	-	8,483
<b>Total operating revenue</b>	-	2,484,828	371,527	366,198	-	3,222,553
<b>Operating expense</b>						
Personnel services	19,580	948,148	75,999	118,739	-	1,162,466
Contracted services	351	-	-	-	-	351
Supplies	630	34,688	-	1,698	-	37,016
Other	-	482,472	84,421	249,383	-	816,276
Depreciation	-	67,669	-	3,369	-	71,038
<b>Total operating expense</b>	20,561	1,532,977	160,420	373,189	-	2,087,147
Operating income (loss)	(20,561)	951,851	211,107	(6,991)	-	1,135,406
<b>Non-operating revenue (expense)</b>						
State grants	-	-	-	54,604	-	54,604
Interest income	3,946	-	3,591	-	-	7,537
<b>Total non-operating revenue (expense)</b>	3,946	-	3,591	54,604	-	62,141
Income (loss) before transfers	(16,615)	951,851	214,698	47,613	-	1,197,547
Transfers out	-	-	(21,363)	-	-	(21,363)
Change in net position	(16,615)	951,851	193,335	47,613	-	1,176,184
<b>Net position, beginning of year</b>	137,337	4,779,227	570,539	516,552	15	6,003,670
<b>Net position, end of year</b>	<u>\$ 120,722</u>	<u>\$ 5,731,078</u>	<u>\$ 763,874</u>	<u>\$ 564,165</u>	<u>\$ 15</u>	<u>\$ 7,179,854</u>

# GRAND TRAVERSE COUNTY

## NONMAJOR PROPRIETARY FUNDS COMBINING STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2022

	Enterprise Funds					Total
	Homestead	Inspections	Foreclosure Tax Collection	Solid Waste	Building Authority	
<b>Cash flows from operating activities</b>						
Receipts from customers and users	\$ 33,572	\$ 2,483,628	\$ 371,527	\$ 304,029	\$ -	\$ 3,192,756
Payments to employees	(19,580)	(949,875)	(75,999)	(118,739)	-	(1,164,193)
Payments to suppliers	(45,129)	(493,224)	(84,078)	(246,445)	-	(868,876)
<b>Net cash provided by (used in) operating activities</b>	<u>(31,137)</u>	<u>1,040,529</u>	<u>211,450</u>	<u>(61,155)</u>	<u>-</u>	<u>1,159,687</u>
<b>Cash flows from non-capital financing activities</b>						
Payment of loan from other funds	(112)	5,934	-	67	-	5,889
Grants received	-	-	-	54,604	-	54,604
Transfer out	-	-	(21,363)	-	-	(21,363)
<b>Net cash provided by (used in) non-capital financing activities</b>	<u>(112)</u>	<u>5,934</u>	<u>(21,363)</u>	<u>54,671</u>	<u>-</u>	<u>39,130</u>
<b>Cash flows from capital and related financing activities</b>						
Acquisitions of capital assets	-	(73,020)	-	(33,692)	-	(106,712)
<b>Cash flows from investing activities</b>						
Interest income	3,946	-	3,591	-	-	7,537
Net increase (decrease) in cash and pooled investments	(27,303)	973,443	193,678	(40,176)	-	1,099,642
<b>Cash and pooled investments, beginning of year</b>	<u>150,228</u>	<u>4,636,733</u>	<u>576,466</u>	<u>528,915</u>	<u>15</u>	<u>5,892,357</u>
<b>Cash and pooled investments, end of year</b>	<u>\$ 122,925</u>	<u>\$ 5,610,176</u>	<u>\$ 770,144</u>	<u>\$ 488,739</u>	<u>\$ 15</u>	<u>\$ 6,991,999</u>
<b>Cash flows from operating activities</b>						
Operating income (loss)	\$ (20,561)	\$ 951,851	\$ 211,107	\$ (6,991)	\$ -	\$ 1,135,406
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities						
Depreciation	-	67,669	-	3,369	-	71,038
Changes in operating assets and liabilities which provided (used) cash						
Accounts receivable	-	(1,200)	-	(72,104)	-	(73,304)
Property tax receivable	33,572	-	-	-	-	33,572
Prepaid assets and other items	-	(6,979)	-	-	-	(6,979)
Due from other governments	-	-	-	9,885	-	9,885
Accounts payable	4,704	24,463	2,681	5,736	-	37,584
Accrued liabilities	(612)	6,452	(2,338)	500	-	4,002
Unearned revenue	-	-	-	50	-	50
Due to other governments	(48,240)	-	-	(1,600)	-	(49,840)
Compensated absences	-	(1,727)	-	-	-	(1,727)
<b>Net cash provided by (used in) operating activities</b>	<u>\$ (31,137)</u>	<u>\$ 1,040,529</u>	<u>\$ 211,450</u>	<u>\$ (61,155)</u>	<u>\$ -</u>	<u>\$ 1,159,687</u>

**GRAND TRAVERSE COUNTY**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	Internal Service Funds					
<b>Assets</b>	<b>Information Technology</b>	<b>County Insurance</b>	<b>Fringe Benefits</b>	<b>Central Services</b>	<b>Motor Pool</b>	<b>Total</b>
Current assets						
Cash and pooled investments	\$ 102,543	\$ 489,065	\$ 609,488	\$ 4,937	\$ -	\$ 1,206,033
Accounts receivable	95,260	-	-	30	-	95,290
Due from other funds	417,514	3,034	-	170	-	420,718
Due from component units	-	-	-	780	-	780
Prepaid items	134,509	-	-	10,985	-	145,494
Total current assets	749,826	492,099	609,488	16,902	-	1,868,315
Noncurrent assets						
Capital assets						
Capital assets	138,396	-	-	10,533	1,583,500	1,732,429
<b>Total assets</b>	<b>888,222</b>	<b>492,099</b>	<b>609,488</b>	<b>27,435</b>	<b>1,583,500</b>	<b>3,600,744</b>
<b>Liabilities</b>						
Current liabilities						
Accounts payable	185,835	446	71,591	4,698	-	262,570
Accrued liabilities	58,551	119,414	17,756	-	-	195,721
Due to other funds	431,820	363,110	-	11,345	-	806,275
Total current liabilities	676,206	482,970	89,347	16,043	-	1,264,566
Noncurrent liabilities						
Advance from other funds	-	-	-	-	718,953	718,953
Compensated absences	66,428	-	-	-	-	66,428
Total long-term liabilities	66,428	-	-	-	718,953	785,381
<b>Total liabilities</b>	<b>742,634</b>	<b>482,970</b>	<b>89,347</b>	<b>16,043</b>	<b>718,953</b>	<b>2,049,947</b>
<b>Net position</b>						
Net investment in capital assets	138,396	-	-	10,533	1,583,500	1,732,429
Unrestricted	7,192	9,129	520,141	859	(718,953)	(181,632)
<b>Total net position</b>	<b>\$ 145,588</b>	<b>\$ 9,129</b>	<b>\$ 520,141</b>	<b>\$ 11,392</b>	<b>\$ 864,547</b>	<b>\$ 1,550,797</b>

**GRAND TRAVERSE COUNTY**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Internal Service Funds					
	<u>Information Technology</u>	<u>County Insurance</u>	<u>Fringe Benefits</u>	<u>Central Services</u>	<u>Motor Pool</u>	<u>Total</u>
<b>Operating revenue</b>						
Charges for services	\$ 2,531,617	\$ 587,978	\$ 10,941,293	\$ 85,479	\$ 873,775	\$ 15,020,142
Miscellaneous	20,894	163,988	-	-	-	184,882
<b>Total operating revenue</b>	<u>2,552,511</u>	<u>751,966</u>	<u>10,941,293</u>	<u>85,479</u>	<u>873,775</u>	<u>15,205,024</u>
<b>Operating expense</b>						
Personnel services	1,102,974	-	8,085	-	-	1,111,059
Supplies	25,575	-	-	3,977	-	29,552
Other	1,504,216	846,221	7,413,969	100,319	-	9,864,725
Depreciation	149,855	-	-	4,356	669,944	824,155
<b>Total operating expense</b>	<u>2,782,620</u>	<u>846,221</u>	<u>7,422,054</u>	<u>108,652</u>	<u>669,944</u>	<u>11,829,491</u>
Operating income (loss)	<u>(230,109)</u>	<u>(94,255)</u>	<u>3,519,239</u>	<u>(23,173)</u>	<u>203,831</u>	<u>3,375,533</u>
Non-operating revenue (expense)						
Interest income	-	6,085	-	-	-	6,085
Interest expense	(5,882)	-	-	-	(29,614)	(35,496)
Total non-operating revenue (expense)	<u>(5,882)</u>	<u>6,085</u>	<u>-</u>	<u>-</u>	<u>(29,614)</u>	<u>(29,411)</u>
Income (loss) before transfers	<u>(235,991)</u>	<u>(88,170)</u>	<u>3,519,239</u>	<u>(23,173)</u>	<u>174,217</u>	<u>3,346,122</u>
Transfers in	375,000	-	88,000	-	-	463,000
Transfers out	-	-	(3,880,000)	-	-	(3,880,000)
Total transfers	<u>375,000</u>	<u>-</u>	<u>(3,792,000)</u>	<u>-</u>	<u>-</u>	<u>(3,417,000)</u>
Change in net position	139,009	(88,170)	(272,761)	(23,173)	174,217	(70,878)
<b>Net position, beginning of year</b>	<u>6,579</u>	<u>97,299</u>	<u>792,902</u>	<u>34,565</u>	<u>690,330</u>	<u>1,621,675</u>
<b>Net position, end of year</b>	<u>\$ 145,588</u>	<u>\$ 9,129</u>	<u>\$ 520,141</u>	<u>\$ 11,392</u>	<u>\$ 864,547</u>	<u>\$ 1,550,797</u>

# GRAND TRAVERSE COUNTY

## INTERNAL SERVICE FUNDS COMBINING STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Internal Service Funds					Total
	Information Technology	County Insurance	Fringe Benefits	Central Services	Motor Pool	
<b>Cash flows from operating activities</b>						
Receipts for interfund services	\$ 2,266,174	\$ 761,524	\$ 10,950,021	\$ 105,857	\$ 873,775	\$ 14,957,351
Payments to employees	(1,087,279)	-	(8,085)	-	-	(1,095,364)
Payments to suppliers	(1,422,484)	(809,797)	(7,346,035)	(100,998)	-	(9,679,314)
<b>Net cash provided by (used in) operating activities</b>	<u>(243,589)</u>	<u>(48,273)</u>	<u>3,595,901</u>	<u>4,859</u>	<u>873,775</u>	<u>4,182,673</u>
<b>Cash flows from non-capital financing activities</b>						
Payment of loan from other funds	116,834	-	-	-	-	116,834
Receipts of loan to other funds	-	195,029	-	78	(844,161)	(649,054)
Transfers in (out)	<u>375,000</u>	<u>-</u>	<u>(3,792,000)</u>	<u>-</u>	<u>-</u>	<u>(3,417,000)</u>
<b>Net cash provided by (used in) non-capital financing activities</b>	<u>491,834</u>	<u>195,029</u>	<u>(3,792,000)</u>	<u>78</u>	<u>(844,161)</u>	<u>(3,949,220)</u>
<b>Cash flows from capital and related financing activities</b>						
Interest expense	(5,882)	-	-	-	(29,614)	(35,496)
Principal payments	<u>(139,820)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(139,820)</u>
<b>Net cash provided by (used in) capital and related financing activities</b>	<u>(145,702)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,614)</u>	<u>(175,316)</u>
<b>Cash flows from investing activities</b>						
Interest income	<u>-</u>	<u>6,085</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,085</u>
Net increase (decrease) in cash and pooled investments	102,543	152,841	(196,099)	4,937	-	64,222
<b>Cash and pooled investments, beginning of year</b>	<u>-</u>	<u>336,224</u>	<u>805,587</u>	<u>-</u>	<u>-</u>	<u>1,141,811</u>
<b>Cash and pooled investments, end of year</b>	<u>\$ 102,543</u>	<u>\$ 489,065</u>	<u>\$ 609,488</u>	<u>\$ 4,937</u>	<u>\$ -</u>	<u>\$ 1,206,033</u>
<b>Cash flows from operating activities</b>						
Operating income (loss)	\$ (230,109)	\$ (94,255)	\$ 3,519,239	\$ (23,173)	\$ 203,831	\$ 3,375,533
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities						
Depreciation	149,855	-	-	4,356	669,944	824,155
Changes in operating assets and liabilities which provided (used) cash						
Accounts receivable	(75,417)	12,592	8,728	48	-	(54,049)
Due from other funds	(306,225)	(3,034)	-	19,977	-	(289,282)
Due from component units	2,559	-	-	108	-	2,667
Due from other governments	92,746	-	-	245	-	92,991
Prepaid assets and other items	26,587	-	-	121	-	26,708
Accounts payable	50,855	446	67,934	3,177	-	122,412
Due to other governments	(91)	-	-	-	-	(91)
Accrued liabilities	29,956	35,978	-	-	-	65,934
Compensated absences	<u>15,695</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,695</u>
<b>Net cash provided by (used in) operating activities</b>	<u>\$ (243,589)</u>	<u>\$ (48,273)</u>	<u>\$ 3,595,901</u>	<u>\$ 4,859</u>	<u>\$ 873,775</u>	<u>\$ 4,182,673</u>

**GRAND TRAVERSE COUNTY**  
**CUSTODIAL FUNDS**  
**COMBINING STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	<u>Tax and Other Collections</u>	<u>Library Fines</u>	<u>Inmate Fund</u>	<u>District Court Fund</u>	<u>Friend of the Court</u>	<u>Water and Sewer Receiving</u>	<u>Total</u>
<b>Assets</b>							
Cash and pooled investments	\$ 2,371,133	\$ 97,585	\$ 44,537	\$ 110,997	\$ 4,504	\$ 1,203,011	\$ 3,831,767
Accounts receivable	-	-	-	-	-	963,354	963,354
Due from other governments	-	-	-	-	-	102,052	102,052
<b>Total assets</b>	<u>\$ 2,371,133</u>	<u>\$ 97,585</u>	<u>\$ 44,537</u>	<u>\$ 110,997</u>	<u>\$ 4,504</u>	<u>\$ 2,268,417</u>	<u>\$ 4,897,173</u>
<b>Liabilities</b>							
Due to other governmental units	\$ 1,385,948	\$ 97,585	\$ -	\$ -	\$ -	\$ 2,265,085	\$ 3,748,618
Court items payable	145,640	-	-	-	-	-	145,640
Undistributed receipts	476,084	-	-	-	4,504	-	480,588
Other	363,461	-	-	-	-	3,332	366,793
<b>Total liabilities</b>	<u>2,371,133</u>	<u>97,585</u>	<u>-</u>	<u>-</u>	<u>4,504</u>	<u>2,268,417</u>	<u>4,741,639</u>
<b>Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,537</u>	<u>\$ 110,997</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 155,534</u>

**GRAND TRAVERSE COUNTY**  
**CUSTODIAL FUNDS**  
**COMBINING STATEMENT OF CHANGES NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>Tax and Other Collections</u>	<u>Library Fines</u>	<u>Inmate Fund</u>	<u>District Court Fund</u>	<u>Friend of the Court</u>	<u>Water and Sewer Receiving</u>	<u>Total</u>
Additions							
Taxes/other collections for other governments	\$ 93,600,737	\$ 208,388	\$ -	\$ -	\$ -	\$ 26,093,676	\$ 119,902,801
Collections from or on behalf of inmates	-	-	653,621	-	-	-	653,621
Collections on the behalf of individuals	-	-	-	172,752	773,925	-	946,677
Total Additions	<u>93,600,737</u>	<u>208,388</u>	<u>653,621</u>	<u>172,752</u>	<u>773,925</u>	<u>26,093,676</u>	<u>121,503,099</u>
Deductions							
Payments/payables to other governments	93,600,737	208,388	-	-	-	26,093,676	119,902,801
Payments/payables to individuals	-	-	609,084	61,755	773,925	-	1,444,764
Total Deductions	<u>93,600,737</u>	<u>208,388</u>	<u>609,084</u>	<u>61,755</u>	<u>773,925</u>	<u>26,093,676</u>	<u>121,347,565</u>
Net increase	-	-	44,537	110,997	-	-	155,534
Net position, beginning of year	-	-	-	-	-	-	-
Net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,537</u>	<u>\$ 110,997</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 155,534</u>

# GRAND TRAVERSE COUNTY

## LAND BANK AUTHORITY STATEMENT OF NET POSITION

DECEMBER 31, 2022

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### Assets

Current assets	
Cash and pooled investments	\$ 780,801
Property tax receivable	41,347
Property inventory	<u>224,260</u>

<b>Total assets</b>	<u>1,046,408</u>
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### Liabilities

Current liabilities	
Accounts payable	<u>224</u>

Total current liabilities	<u>224</u>
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### Net position

Restricted	873,839
Unrestricted	<u>-</u>

<b>Total net position</b>	<u><u>\$ 873,839</u></u>
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**GRAND TRAVERSE COUNTY**

**LAND BANK AUTHORITY  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

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<b>Operating revenue</b>	
Property sales	\$ 280,210
<b>Operating expense</b>	
Economic development	<u>278,135</u>
Operating income (loss)	<u>2,075</u>
Non-operating revenue (expense)	
Property taxes	152,285
Interest income	<u>6,054</u>
Total non-operating revenue (expense)	<u>158,339</u>
Change in net position	160,414
<b>Net position, beginning of year</b>	<u>713,425</u>
<b>Net position, end of year</b>	<u><u>\$ 873,839</u></u>

# GRAND TRAVERSE COUNTY

## LAND BANK AUTHORITY STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

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<b>Cash flows from operating activities</b>	
Receipts from customers and users	\$ 280,210
Payments to suppliers	<u>(277,911)</u>
<b>Net cash provided by (used in) operating activities</b>	2,299
<b>Cash flows from non-capital financing activities</b>	
Receipt of property taxes	145,983
<b>Cash flows from investing activities</b>	
Interest income	<u>6,054</u>
Net increase (decrease) in cash and pooled investments	154,336
<b>Cash and pooled investments, beginning of year</b>	<u>626,465</u>
<b>Cash and pooled investments, end of year</b>	<u><u>\$ 780,801</u></u>
<b>Cash flows from operating activities</b>	
Operating income (loss)	\$ 2,075
Changes in operating assets and liabilities which provided (used) cash	
Accounts payable	<u>224</u>
<b>Net cash provided by (used in) operating activities</b>	<u><u>\$ 2,299</u></u>

**GRAND TRAVERSE COUNTY**  
**BROWNFIELD REDEVELOPMENT AUTHORITY**  
**COMBINING STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	<u>General Operations</u>	<u>Local Revolving Fund</u>	<u>Park Street</u>	<u>CSXT Boardman Lake</u>
<b>Assets</b>				
Cash and pooled investments	\$ 280,851	\$ 2,232,207	\$ -	\$ 242,759
Accounts receivable long-term	-	-	-	-
<b>Total assets</b>	<u>\$ 280,851</u>	<u>\$ 2,232,207</u>	<u>\$ -</u>	<u>\$ 242,759</u>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Current				
Accounts payable	\$ 468	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other governments	-	5,664	-	-
Long-term debt - current	-	-	-	-
Noncurrent				
Long-term debt	-	-	-	-
<b>Total liabilities</b>	<u>468</u>	<u>5,664</u>	<u>-</u>	<u>-</u>
<b>Net position</b>				
Restricted	280,383	2,226,543	-	242,759
Unrestricted	-	-	-	-
<b>Total net position</b>	<u>\$ 280,383</u>	<u>\$ 2,226,543</u>	<u>\$ -</u>	<u>\$ 242,759</u>

<u>Grand Traverse Auto/TC Place</u>	<u>Grand Traverse Commons</u>	<u>Blarney Castle</u>	<u>River West Snowden</u>	<u>TC East Bay Plaza</u>
\$ 41,646	\$ 1,591,845	\$ -	\$ -	\$ 47,943
-	-	-	-	-
<u>\$ 41,646</u>	<u>\$ 1,591,845</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,943</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
41,646	1,591,845	-	-	47,943
-	-	-	-	-
<u>\$ 41,646</u>	<u>\$ 1,591,845</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,943</u>

(continued)

**GRAND TRAVERSE COUNTY**  
**BROWNFIELD REDEVELOPMENT AUTHORITY**  
**COMBINING STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	<b>TBA Credit Union</b>	<b>Graetz Property</b>	<b>Uptown</b>	<b>Food For Thought</b>
<b>Assets</b>				
Cash and pooled investments	\$ 5,019	\$ 637	\$ 17,599	\$ 14
Accounts receivable long-term	-	-	76,128	-
<b>Total assets</b>	<u>\$ 5,019</u>	<u>\$ 637</u>	<u>\$ 93,727</u>	<u>\$ 14</u>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Current				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	284	-
Due to other governments	5,019	637	17,599	(76)
Current portion of long-term debt	-	-	10,357	-
Noncurrent				
Long-term debt	-	-	65,486	-
<b>Total liabilities</b>	<u>5,019</u>	<u>637</u>	<u>93,726</u>	<u>(76)</u>
<b>Net position</b>				
Restricted	-	-	1	90
Unrestricted	-	-	-	-
<b>Total net position</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 90</u>

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<u>Envision 8th Street</u>	<u>Park Place</u>	<u>Rennie School</u>	<u>Total</u>
\$ 239,034	\$ 290,095	\$ 23,923	\$ 5,013,572
-	-	-	76,128
<u>\$ 239,034</u>	<u>\$ 290,095</u>	<u>\$ 23,923</u>	<u>\$ 5,089,700</u>

\$ -	\$ -	\$ -	\$ 468
-	-	-	284
17,322	13,093	-	59,258
-	-	-	10,357
-	-	-	65,486
<u>17,322</u>	<u>13,093</u>	<u>-</u>	<u>135,853</u>
221,712	277,002	23,923	4,953,847
-	-	-	-
<u>\$ 221,712</u>	<u>\$ 277,002</u>	<u>\$ 23,923</u>	<u>\$ 4,953,847</u>

(concluded)

# GRAND TRAVERSE COUNTY

## BROWNFIELD REDEVELOPMENT AUTHORITY COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

DECEMBER 31, 2022

	<u>General Operations</u>	<u>Local Revolving Fund</u>	<u>Park Street</u>	<u>CSXT Boardman Lake</u>
<b>Revenues</b>				
Capture	\$ -	\$ 233,878	\$ 198,969	\$ 920,516
<b>Total revenues</b>	-	233,878	198,969	920,516
<b>Expense</b>				
Other	134,163	483,281	196,606	2,812,440
<b>Total expense</b>	134,163	483,281	196,606	2,812,440
Revenues over (under) expense	(134,163)	(249,403)	2,363	(1,891,924)
Non-operating revenue (expense)				
Interest income	-	32,623	-	14,736
Interest expense	-	-	-	-
Total other financing sources (uses)	-	32,623	-	14,736
Income (loss) before transfers	(134,163)	(216,780)	2,363	(1,877,188)
Other financing sources and (uses)				
Transfers in	200,000	-	-	-
Transfers out	-	-	(2,363)	(64,139)
Total other financing sources (uses)	200,000	-	(2,363)	(64,139)
Change in net position	65,837	(216,780)	-	(1,941,327)
<b>Net position, beginning of year</b>	214,546	2,443,323	-	2,184,086
<b>Net position, end of year</b>	\$ 280,383	\$ 2,226,543	\$ -	\$ 242,759

<u>Grand Traverse Auto/TC Place</u>	<u>Grand Traverse Commons</u>	<u>Blarney Castle</u>	<u>River West Snowden</u>	<u>TC East Bay Plaza</u>
\$ 47,925	\$ 1,467,987	\$ 62,674	\$ 283,233	\$ 66,084
47,925	1,467,987	62,674	283,233	66,084
-	454,328	54,868	281,080	56,640
-	454,328	54,868	281,080	56,640
47,925	1,013,659	7,806	2,153	9,444
415	19,914	12	-	765
-	-	-	-	-
415	19,914	12	-	765
48,340	1,033,573	7,818	2,153	10,209
-	-	-	-	-
(6,694)	(74,414)	(7,818)	(2,193)	(7,668)
(6,694)	(74,414)	(7,818)	(2,193)	(7,668)
41,646	959,159	-	(40)	2,541
-	632,686	-	40	45,402
\$ 41,646	\$ 1,591,845	\$ -	\$ -	\$ 47,943

(continued)

# GRAND TRAVERSE COUNTY

## BROWNFIELD REDEVELOPMENT AUTHORITY COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

DECEMBER 31, 2022

	<u>TBA Credit Union</u>	<u>Graetz Property</u>	<u>Uptown</u>	<u>Food For Thought</u>
<b>Revenues</b>				
Capture	\$ 78,730	\$ 10,161	\$ 39,776	\$ 50,639
<b>Total revenues</b>	<u>78,730</u>	<u>10,161</u>	<u>39,776</u>	<u>50,639</u>
<b>Expense</b>				
Other	<u>73,271</u>	<u>9,476</u>	<u>37,176</u>	<u>49,587</u>
<b>Total expense</b>	<u>73,271</u>	<u>9,476</u>	<u>37,176</u>	<u>49,587</u>
Revenues over (under) expense	<u>5,459</u>	<u>685</u>	<u>2,600</u>	<u>1,052</u>
Non-operating revenue (expense)				
Interest income	45	7	67	1,069
Interest expense	<u>-</u>	<u>-</u>	<u>(968)</u>	<u>-</u>
Total Non-operating revenue (expense)	<u>45</u>	<u>7</u>	<u>(901)</u>	<u>1,069</u>
Income (loss) before transfers	5,504	692	1,699	2,121
Other financing sources and (uses)				
Transfers in	-	-	-	-
Transfers out	<u>(5,507)</u>	<u>(692)</u>	<u>(1,699)</u>	<u>(2,033)</u>
Total transfers	<u>(5,507)</u>	<u>(692)</u>	<u>(1,699)</u>	<u>(2,033)</u>
Change in net position	(3)	-	-	88
<b>Net position, beginning of year</b>	<u>3</u>	<u>-</u>	<u>1</u>	<u>2</u>
<b>Net position, end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 90</u>

<u>Envision 8th Street</u>	<u>Park Place</u>	<u>Rennie School</u>	<u>Total</u>
\$ 260,501	\$ 214,053	\$ 47,965	\$ 3,983,091
260,501	214,053	47,965	3,983,091
101,656	57,751	98,671	4,900,994
101,656	57,751	98,671	4,900,994
158,845	156,302	(50,706)	(917,903)
2,801	3,675	679	76,808
-	-	-	(968)
2,801	3,675	679	75,840
161,646	159,977	(50,027)	(842,063)
-	-	-	200,000
(4,672)	(14,917)	(5,191)	(200,000)
(4,672)	(14,917)	(5,191)	-
156,974	145,060	(55,218)	(842,063)
64,738	131,942	79,141	5,795,910
\$ 221,712	\$ 277,002	\$ 23,923	\$ 4,953,847

(concluded)

# GRAND TRAVERSE COUNTY

## BROWNFIELD REDEVELOPMENT AUTHORITY COMBINING STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>General Operations</u>	<u>Local Revolving Fund</u>	<u>Park Street</u>	<u>CSXT Boardman Lake</u>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ -	\$ 233,878	\$ 198,969	\$ 920,516
Payments to suppliers	(146,658)	(475,411)	(196,606)	(2,812,440)
<b>Net cash provided by (used in) operating activities</b>	(146,658)	(241,533)	2,363	(1,891,924)
<b>Cash flows from non-capital financing activities</b>				
Payment of loan to other funds	-	-	-	-
Receipts of loan to other funds	-	624,006	-	-
Transfer in	200,000	-	-	-
Transfer out	-	-	(2,363)	(64,139)
<b>Net cash provided by (used in) non-capital financing activities</b>	200,000	624,006	(2,363)	(64,139)
<b>Cash flows from capital and related financing activities</b>				
Interest expense	-	-	-	-
Principal payments	-	-	-	-
<b>Net cash provided by (used in) capital and related financing activities</b>	-	-	-	-
<b>Net cash provided by (used in) investing activities</b>	-	32,623	-	14,736
Net increase (decrease) in cash and pooled investments	53,342	415,096	-	(1,941,327)
<b>Cash and pooled investments, beginning of year</b>	227,509	1,817,111	-	2,184,086
<b>Cash and pooled investments, end of year</b>	\$ 280,851	\$ 2,232,207	\$ -	\$ 242,759
<b>Cash flows from operating activities</b>				
Operating income (loss)	\$ (134,163)	\$ (249,403)	\$ 2,363	\$ (1,891,924)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation	-	-	-	-
Changes in operating assets and liabilities which provided (used) cash				
Accounts receivable	-	-	-	-
Property tax receivable	-	-	-	-
Prepaid assets and other items	-	7,679	-	-
Accounts payable	(12,495)	(5,473)	-	-
Accrued liabilities	-	-	-	-
Due to other governments	-	5,664	-	-
<b>Net cash provided by (used in) operating activities</b>	\$ (146,658)	\$ (241,533)	\$ 2,363	\$ (1,891,924)

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<u>Grand Traverse Auto</u>	<u>Grand Traverse Commons</u>	<u>Blarney Castle</u>	<u>River West Snowden</u>	<u>TC East Bay Plaza</u>
\$ 646,153	\$ 1,467,987	\$ 145,514	\$ 283,233	\$ 66,084
-	(454,328)	(55,587)	(281,080)	(56,640)
<u>646,153</u>	<u>1,013,659</u>	<u>89,927</u>	<u>2,153</u>	<u>9,444</u>
(598,228)	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>(6,694)</u>	<u>(74,414)</u>	<u>(7,818)</u>	<u>(2,193)</u>	<u>(7,668)</u>
<u>(604,922)</u>	<u>(74,414)</u>	<u>(7,818)</u>	<u>(2,193)</u>	<u>(7,668)</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>(82,121)</u>	<u>-</u>	<u>-</u>
-	-	(82,121)	-	-
415	19,914	12	-	765
41,646	959,159	-	(40)	2,541
<u>-</u>	<u>632,686</u>	<u>-</u>	<u>40</u>	<u>45,402</u>
<u>\$ 41,646</u>	<u>\$ 1,591,845</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,943</u>
\$ 47,925	\$ 1,013,659	\$ 7,806	\$ 2,153	\$ 9,444
-	-	-	-	-
-	-	-	-	-
598,228	-	82,840	-	-
-	-	-	-	-
-	-	-	-	-
-	-	(719)	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 646,153</u>	<u>\$ 1,013,659</u>	<u>\$ 89,927</u>	<u>\$ 2,153</u>	<u>\$ 9,444</u>

(continued)

# GRAND TRAVERSE COUNTY

## BROWNFIELD REDEVELOPMENT AUTHORITY COMBINING STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>TBA Credit Union</u>	<u>Graetz Property</u>	<u>Uptown</u>	<u>Food For Thought</u>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 78,730	\$ 10,161	\$ 50,019	\$ 52,878
Payments to suppliers	(77,990)	(10,048)	(51,416)	(53,869)
<b>Net cash provided by (used in) operating activities</b>	<u>740</u>	<u>113</u>	<u>(1,397)</u>	<u>(991)</u>
<b>Cash flows from non-capital financing activities</b>				
Payment of loan to other funds	-	-	-	-
Receipts of loan to other funds	-	-	-	-
Transfer in	-	-	-	-
Transfer out	(5,507)	(692)	(1,699)	(2,033)
<b>Net cash provided by (used in) non-capital financing activities</b>	<u>(5,507)</u>	<u>(692)</u>	<u>(1,699)</u>	<u>(2,033)</u>
<b>Cash flows from capital and related financing activities</b>				
Interest expense	-	-	(968)	-
Principal payments	-	-	(10,204)	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<u>-</u>	<u>-</u>	<u>(11,172)</u>	<u>-</u>
<b>Cash flows from investing activities</b>				
Interest income	45	7	67	1,069
<b>Net increase (decrease) in cash and pooled investments</b>	(4,722)	(572)	(14,201)	(1,955)
<b>Cash and pooled investments, beginning of year</b>	<u>9,741</u>	<u>1,209</u>	<u>31,800</u>	<u>1,969</u>
<b>Cash and pooled investments, end of year</b>	<u>\$ 5,019</u>	<u>\$ 637</u>	<u>\$ 17,599</u>	<u>\$ 14</u>
<b>Cash flows from operating activities</b>				
Operating income (loss)	\$ 5,459	\$ 685	\$ 2,600	\$ 1,052
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation	-	-	-	-
Changes in operating assets and liabilities which provided (used) cash				
Accounts receivable	-	-	-	-
Property tax receivable	-	-	10,243	2,239
Prepaid assets and other items	-	-	-	-
Accounts payable	-	-	-	-
Accrued liabilities	-	-	(39)	-
Due to other governments	(4,719)	(572)	(14,201)	(4,282)
<b>Net cash provided by (used in) operating activities</b>	<u>\$ 740</u>	<u>\$ 113</u>	<u>\$ (1,397)</u>	<u>\$ (991)</u>

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<u>Envision 8th Street</u>	<u>Park Place</u>	<u>Rennie School</u>	<u>Total</u>
\$ 260,501	\$ 214,053	\$ 47,965	\$ 4,676,641
(89,528)	(68,466)	(98,671)	(4,928,738)
<u>170,973</u>	<u>145,587</u>	<u>(50,706)</u>	<u>(252,097)</u>
-	-	-	(598,228)
-	-	-	624,006
-	-	-	200,000
<u>(4,672)</u>	<u>(14,917)</u>	<u>(5,191)</u>	<u>(200,000)</u>
<u>(4,672)</u>	<u>(14,917)</u>	<u>(5,191)</u>	<u>25,778</u>
-	-	-	(968)
<u>-</u>	<u>-</u>	<u>-</u>	<u>(92,325)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(93,293)</u>
<u>2,801</u>	<u>3,675</u>	<u>679</u>	<u>76,808</u>
169,102	134,345	(55,218)	(242,804)
<u>69,932</u>	<u>155,750</u>	<u>79,141</u>	<u>5,256,376</u>
<u>\$ 239,034</u>	<u>\$ 290,095</u>	<u>\$ 23,923</u>	<u>\$ 5,013,572</u>
\$ 158,845	\$ 156,302	\$ (50,706)	(917,903)
-	-	-	-
-	-	-	-
-	-	-	693,550
-	-	-	7,679
-	-	-	(17,968)
-	-	-	(758)
<u>12,128</u>	<u>(10,715)</u>	<u>-</u>	<u>(16,697)</u>
<u>\$ 170,973</u>	<u>\$ 145,587</u>	<u>\$ (50,706)</u>	<u>\$ (252,097)</u>

(concluded)

**GRAND TRAVERSE COUNTY**  
**DRAIN COMMISSION**  
**COMBINING BALANCE SHEET / STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	Special Revenue	Capital Projects						
	Drain Revolving	Heritage Estates Drain Special Assessment	Acme Town Center Project	Sam's Club Drain Special Assessment	Silver Lake Farms Drain Special	Cherry Ridge Estates Drain Special	Holiday South Drain Special Assessment	Westchester Hills Drain Special Assessment
<b>Assets</b>								
Cash and pooled investments	\$ 25,002	\$ -	\$ 2,002	\$ 3,228	\$ 915	\$ 4,909	\$ 757	\$ 407
Property taxes/assessments receivable	-	-	-	-	-	-	-	-
Capital assets								
Land	-	-	-	-	-	-	-	-
Depreciable capital assets, net	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 25,002</b>	<b>\$ -</b>	<b>\$ 2,002</b>	<b>\$ 3,228</b>	<b>\$ 915</b>	<b>\$ 4,909</b>	<b>\$ 757</b>	<b>\$ 407</b>
<b>Liabilities, deferred inflows and fund balances</b>								
<b>Liabilities</b>								
Current								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to primary government	25,000	-	-	-	-	-	-	-
Due within one year	-	-	-	-	-	-	-	-
Due in more than one year	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>25,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Deferred inflow unavailable revenue	-	-	-	-	-	-	-	-
<b>Fund balances</b>								
Restricted	2	-	2,002	3,228	915	4,909	757	407
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>2</b>	<b>-</b>	<b>2,002</b>	<b>3,228</b>	<b>915</b>	<b>4,909</b>	<b>757</b>	<b>407</b>
<b>Total liabilities, deferred inflows and fund balances</b>	<b>\$ 25,002</b>	<b>\$ -</b>	<b>\$ 2,002</b>	<b>\$ 3,228</b>	<b>\$ 915</b>	<b>\$ 4,909</b>	<b>\$ 757</b>	<b>\$ 407</b>

Capital Projects							Debt Service				
Silver Lake Lake Level Special Assessment	Deepwater Point Drain Special Assessment	Old Mission Drain Special Assessment	Cass Road Drain Special Assessment	Gilbert Park Drain Special Assessment	Timberlane Drive Drain Special Assessment	Duck Lake Lake Level	Cass Road Debt Service	Total	Adjustments	Statement of Net Position	
\$ 6,343	\$ 5,936	\$ 8,208	\$ 519,875	\$ 9,797	\$ 71,344	\$ 25,633	\$ 146,098	\$ 830,454	\$ -	\$ 830,454	
-	-	-	-	-	-	-	113,317	113,317	-	113,317	
-	-	-	-	-	-	-	-	-	56,700	56,700	
-	-	-	-	-	-	-	-	-	2,051,886	2,051,886	
\$ 6,343	\$ 5,936	\$ 8,208	\$ 519,875	\$ 9,797	\$ 71,344	\$ 25,633	\$ 259,415	\$ 943,771	\$ 2,108,586	3,052,357	
\$ -	\$ -	\$ -	\$ 2,216	\$ -	\$ -	\$ -	\$ -	\$ 2,216	\$ -	2,216	
-	-	-	-	-	-	-	-	25,000	-	25,000	
-	-	-	-	-	-	-	-	-	91,923	91,923	
-	-	-	-	-	-	-	-	-	1,559,103	1,559,103	
-	-	-	2,216	-	-	-	-	27,216	1,651,026	1,678,242	
-	-	-	-	-	-	-	90,437	90,437	(90,437)	-	
6,343	5,936	8,208	517,659	9,797	71,344	25,633	168,978	826,118	(826,118)	-	
-	-	-	-	-	-	-	-	-	-	-	
6,343	5,936	8,208	517,659	9,797	71,344	25,633	168,978	826,118	(826,118)	-	
\$ 6,343	\$ 5,936	\$ 8,208	\$ 519,875	\$ 9,797	\$ 71,344	\$ 25,633	\$ 259,415	\$ 943,771			
Net position											
Net investment in capital assets										457,560	
Restricted										916,555	
Unrestricted										-	
Total net position										\$ 1,374,115	
Reconciliation of Fund Balance on the Combining Balance Sheet to Net Position on the Statement of Net Position											
Fund balances										\$ 826,118	
Add - long-term portion of special assessment										90,437	
Add - capital assets										2,108,586	
Subtract long-term debt										(1,651,026)	
Net position										\$ 1,374,115	

**GRAND TRAVERSE COUNTY**  
**DRAIN COMMISSION**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES / STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Special Revenue</u>		<u>Capital Projects</u>					
	<u>Drain Revolving</u>	<u>Heritage Estates Drain Special Assessment</u>	<u>Acme Town Center Project</u>	<u>Sam's Club Drain Special Assessment</u>	<u>Silver Lake Farms Drain Special</u>	<u>Cherry Ridge Estates Drain Special</u>	<u>Holiday South Drain Special Assessment</u>	<u>Westchester Hills Drain Special Assessment</u>
<b>Revenues</b>								
Interest	\$ 2	\$ -	\$ 34	\$ 67	\$ 16	\$ 84	\$ 11	\$ 7
Special assessment	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>2</u>	<u>-</u>	<u>34</u>	<u>67</u>	<u>16</u>	<u>84</u>	<u>11</u>	<u>7</u>
<b>Expenditures</b>								
Current								
Public works	-	1,617	-	1,428	-	55	-	-
Debt service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>1,617</u>	<u>-</u>	<u>1,428</u>	<u>-</u>	<u>55</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>2</u>	<u>(1,617)</u>	<u>34</u>	<u>(1,361)</u>	<u>16</u>	<u>29</u>	<u>11</u>	<u>7</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net changes in fund balances	2	(1,617)	34	(1,361)	16	29	11	7
Change in net position								
<b>Fund balances/net position</b>								
beginning of year - restated	-	1,617	1,968	4,589	899	4,880	746	400
<b>Fund balances/net position, end of year</b>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 2,002</u>	<u>\$ 3,228</u>	<u>\$ 915</u>	<u>\$ 4,909</u>	<u>\$ 757</u>	<u>\$ 407</u>

Capital Projects						Debt Service					
Silver Lake Lake Level Special Assessment	Deepwater Point Drain Special Assessment	Old Mission Drain Special Assessment	Cass Road Drain Special Assessment	Gilbert Park Drain Special Assessment	Timberlane Drive Drain Special Assessment	Duck Lake Lake Level	Cass Road Debt Service	Total	Adjustments	Statement of Activities	
\$ 108	\$ 102	\$ 141	\$ 8,955	\$ 168	\$ 1,221	\$ 365	\$ 45,711	\$ 56,992	\$ -	\$ 56,992	
-	-	-	-	-	-	-	85,684	85,684	39,165	124,849	
108	102	141	8,955	168	1,221	365	131,395	142,676	39,165	181,841	
-	-	-	21,244	-	-	1,220	-	25,564	42,307	67,871	
-	-	-	-	-	-	-	91,923	91,923	(91,923)	-	
-	-	-	-	-	-	-	31,564	31,564	-	31,564	
-	-	-	21,244	-	-	1,220	123,487	149,051	(49,616)	99,435	
108	102	141	(12,289)	168	1,221	(855)	7,908	(6,375)	88,781	82,406	
-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	
108	102	141	(12,289)	168	1,221	(855)	7,908	(6,375)	6,375	-	
									82,406	82,406	
6,235	5,834	8,067	529,948	9,629	70,123	26,488	161,070	832,493	459,216	1,291,709	
\$ 6,343	\$ 5,936	\$ 8,208	\$ 517,659	\$ 9,797	\$ 71,344	\$ 25,633	\$ 168,978	\$ 826,118	\$ 547,997	\$ 1,374,115	

**Reconciliation of the Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
to the Change in Net Position on the Statement of Activities**

<b>Net change in fund balances</b>	\$ (6,375)
Subtract - depreciation on capital assets	(42,307)
Add - change in long-term special assessments	39,165
Add - principal paid on long-term debt	91,923
<b>Change in net position</b>	<u>\$ 82,406</u>

**GRAND TRAVERSE COUNTY**  
**DEPARTMENT OF PUBLIC WORKS**  
**COMBINING STATEMENT OF NET POSITION**

**DECEMBER 31, 2022**

<b>Assets</b>	<b>Septage Facility</b>	<b>Garfield Septage Facility</b>	<b>DPW</b>	<b>Total</b>
Current assets				
Cash and pooled investments	\$ 1,301,076	\$ 692	\$ 1,993	\$ 1,303,761
Accounts receivable	65,427	1,608	3,196,122	3,263,157
Interest receivable	-	-	35,600	35,600
Due from other governments	-	-	60,391	60,391
Total current assets	1,366,503	2,300	3,294,106	4,662,909
Long-term assets				
Long-term receivable	-	-	6,624,960	6,624,960
Capital assets				
Land	400,000	-	-	400,000
Capital assets	5,172,467	-	-	5,172,467
Net capital assets	5,572,467	-	-	5,572,467
<b>Total assets</b>	<b>6,938,970</b>	<b>2,300</b>	<b>9,919,066</b>	<b>16,860,336</b>
<b>Liabilities</b>				
Current liabilities				
Accounts payable	119,872	724	85,670	206,266
Accrued liabilities	9,942	-	172,813	182,755
Due to primary government	780	1,576	1,063,282	1,065,638
Due to other governmental units	-	-	942,372	942,372
Long-term debt - current	195,000	-	1,115,000	1,310,000
Total current liabilities	325,594	2,300	3,379,137	3,707,031
Noncurrent liabilities				
Long-term debt	1,265,376	-	6,475,000	7,740,376
Advance from primary government	1,312,000	-	-	1,312,000
Compensated absences	-	-	60,391	60,391
Total long-term liabilities	2,577,376	-	6,535,391	9,112,767
<b>Total liabilities</b>	<b>2,902,970</b>	<b>2,300</b>	<b>9,914,528</b>	<b>12,819,798</b>
<b>Net position</b>				
Net investment in capital assets	2,800,091	-	-	2,800,091
Restricted	-	-	4,538	4,538
Unrestricted	1,235,909	-	-	1,235,909
<b>Total net position</b>	<b>\$ 4,036,000</b>	<b>\$ -</b>	<b>\$ 4,538</b>	<b>\$ 4,040,538</b>

**GRAND TRAVERSE COUNTY**  
**DEPARTMENT OF PUBLIC WORKS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Septage Facility</u>	<u>Garfield Septage Facility</u>	<u>DPW</u>	<u>Total</u>
<b>Operating revenue</b>				
Local sources	\$ -	\$ 990	\$ 5,510,933	\$ 5,511,923
Charges for services	<u>1,279,772</u>	<u>6,246</u>	<u>452,136</u>	<u>1,738,154</u>
<b>Total operating revenue</b>	<u>1,279,772</u>	<u>7,236</u>	<u>5,963,069</u>	<u>7,250,077</u>
<b>Operating expense</b>				
Personnel services	56,007	1,057	1,100,912	1,157,976
Supplies	3,548	67	594,815	598,430
Other	668,272	6,313	4,018,397	4,692,982
Depreciation	<u>238,483</u>	<u>-</u>	<u>-</u>	<u>238,483</u>
<b>Total operating expense</b>	<u>966,310</u>	<u>7,437</u>	<u>5,714,124</u>	<u>6,687,871</u>
Operating income (loss)	<u>313,462</u>	<u>(201)</u>	<u>248,945</u>	<u>562,206</u>
Non-operating revenue (expense)				
Interest expense	<u>(68,132)</u>	<u>-</u>	<u>(244,407)</u>	<u>(312,539)</u>
Total non-operating revenue (expense)	<u>(68,132)</u>	<u>-</u>	<u>(244,407)</u>	<u>(312,539)</u>
Change in net position	245,330	(201)	4,538	249,667
<b>Net position, beginning of year</b>	<u>3,790,670</u>	<u>201</u>	<u>-</u>	<u>3,790,871</u>
<b>Net position, end of year</b>	<u>\$ 4,036,000</u>	<u>\$ -</u>	<u>\$ 4,538</u>	<u>\$ 4,040,538</u>

**GRAND TRAVERSE COUNTY**  
**DEPARTMENT OF PUBLIC WORKS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Septage Facility</u>	<u>Garfield Septage Facility</u>	<u>DPW</u>	<u>Total</u>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 1,280,056	\$ 7,569	\$ 9,444,616	\$ 10,732,241
Payments to employees	(56,007)	(1,057)	(1,092,449)	(1,149,513)
Payments to suppliers	(644,796)	(5,820)	(4,561,307)	(5,211,923)
<b>Net cash provided by (used in) operating activities</b>	<u>579,253</u>	<u>692</u>	<u>3,790,860</u>	<u>4,370,805</u>
<b>Cash flows from non-capital financing activities</b>				
Payment of advance from primary government	(120,000)	-	(212,960)	(332,960)
Receipts of loan from primary government	602	-	-	602
<b>Net cash provided by (used in) non-capital financing activities</b>	<u>(119,398)</u>	<u>-</u>	<u>(212,960)</u>	<u>(332,358)</u>
<b>Cash flows from capital and related financing activities</b>				
Interest expense	(68,132)	-	(244,407)	(312,539)
Principal paid on long-term debt	(194,187)	-	(3,332,000)	(3,526,187)
<b>Net cash provided by (used in) capital and related financing activities</b>	<u>(262,319)</u>	<u>-</u>	<u>(3,576,407)</u>	<u>(3,838,726)</u>
Net increase (decrease) in cash and pooled investments	197,536	692	1,493	199,721
<b>Cash and pooled investments, beginning of year</b>	<u>1,103,540</u>	<u>-</u>	<u>500</u>	<u>1,104,040</u>
<b>Cash and pooled investments, end of year</b>	<u>\$ 1,301,076</u>	<u>\$ 692</u>	<u>\$ 1,993</u>	<u>\$ 1,303,761</u>
<b>Cash flows from operating activities</b>				
Operating income (loss)	\$ 313,462	\$ (201)	\$ 248,945	\$ 562,206
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation	238,483	-	-	238,483
Changes in operating assets and liabilities which provided (used) cash				
Accounts receivable	5,030	(1,527)	(3,150,384)	(3,146,881)
Due from other governments	-	1,860	1,673,530	1,675,390
Long-term lease receivable	-	-	4,510,000	4,510,000
Accounts payable	29,784	585	49,283	79,652
Accrued liabilities	(2,760)	(25)	2,622	(163)
Due to other governments	(4,746)	-	448,401	443,655
Compensated absences	-	-	8,463	8,463
<b>Net cash provided by (used in) operating activities</b>	<u>\$ 579,253</u>	<u>\$ 692</u>	<u>\$ 3,790,860</u>	<u>\$ 4,370,805</u>

## **STATISTICAL SECTION**

## Statistical Section Table of Contents

This part of the County's Comprehensive Annual Financial Report presents detailed information to assist the user in understanding what the financial statements, note disclosures and required supplementary information say about the overall economic condition of Grand Traverse County.

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Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

GRAND TRAVERSE COUNTY, MICHIGAN

Table 1 - Unaudited

Net Position by Component										
Last Ten Fiscal Years										
(amounts expressed in thousands)										
	Fiscal Year									
Primary Government Activities	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Governmental activities</b>										
Net investment in capital assets	\$ 35,544	\$ 35,330	\$ 35,536	\$ 35,054	\$ 34,482	\$ 29,410	\$ 36,800	\$ 36,973	\$ 34,741	\$ 35,450
Restricted	6,876	6,942	6,788	6,448	6,297	8,639	8,117	6,333	5,991	5,926
Unrestricted	(15,674)	(13,972)	(21,948)	(25,343)	(30,396)	(33,297)	(44,384)	(39,143)	7,950	10,794
<b>Total governmental activities net position</b>	<b>\$ 26,746</b>	<b>\$ 28,300</b>	<b>\$ 20,376</b>	<b>\$ 16,159</b>	<b>\$ 10,383</b>	<b>\$ 4,752</b>	<b>\$ 533</b>	<b>\$ 4,163</b>	<b>\$ 48,682</b>	<b>\$ 52,170</b>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 14,904	\$ 15,581	\$ 16,285	\$ 16,876	\$ 17,078	\$ 21,008	\$ 18,563	\$ 17,955	\$ 17,659	\$ 16,096
Unrestricted	15,173	20,385	14,673	13,020	12,568	12,508	14,039	15,499	22,088	21,552
<b>Total business-type activities net position</b>	<b>\$ 30,077</b>	<b>\$ 35,966</b>	<b>\$ 30,958</b>	<b>\$ 29,896</b>	<b>\$ 29,646</b>	<b>\$ 33,516</b>	<b>\$ 32,602</b>	<b>\$ 33,454</b>	<b>\$ 39,747</b>	<b>\$ 37,648</b>
<b>Primary government</b>										
Net investment in capital assets	\$ 50,448	\$ 50,911	\$ 51,821	\$ 51,930	\$ 51,560	\$ 50,418	\$ 55,363	\$ 54,928	\$ 52,400	\$ 51,546
Restricted	6,876	6,942	6,788	6,448	6,297	8,639	8,117	6,333	5,991	5,926
Unrestricted	(501)	6,413	(7,275)	(12,323)	(17,828)	(20,789)	(30,345)	(23,644)	30,038	32,346
<b>Total primary government net position</b>	<b>\$ 56,823</b>	<b>\$ 64,266</b>	<b>\$ 51,334</b>	<b>\$ 46,055</b>	<b>\$ 40,029</b>	<b>\$ 38,268</b>	<b>\$ 33,135</b>	<b>\$ 37,617</b>	<b>\$ 88,429</b>	<b>\$ 89,818</b>

Note: GASB Statement No. 68 was implemented for the fiscal year ended December 31, 2015. This resulted in presentation of the County's net pension liability on the statement of net position. Prior years were not restated.

## Changes in Net Position

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Expenses</b>										
Governmental activities:										
Legislative	\$ 569	\$ 473	\$ 433	\$ 388	\$ 237	\$ 210	\$ 355	\$ 402	\$ 351	\$ 344
Judicial	11,384	8,854	9,563	9,846	9,893	9,735	11,702	10,769	10,460	10,685
General government	13,333	12,091	10,142	9,281	9,539	7,122	11,272	8,699	8,823	8,626
Public safety	22,571	18,055	19,259	18,959	17,164	16,244	20,353	17,690	17,283	16,203
Public works	44	37	50	50	129	228	256	251	243	213
Health and welfare	13,540	12,622	13,260	12,470	11,724	11,551	12,630	11,896	11,479	12,141
Economic development	142	81	173	44	257	704	159	118	1,497	213
Recreation and culture	894	728	667	764	1,411	659	698	953	892	985
Interest on long-term debt	823	225	274	338	374	270	280	291	303	314
Total governmental activities expenses	63,300	53,166	53,821	52,140	50,728	46,723	57,705	51,069	51,331	49,724
Business-type activities:										
Inspections	1,533	1,298	1,215	1,037	1,602	785	1,333	1,187	1,137	1,102
Medical Care Facility (Pavilions)	30,480	28,084	30,679	32,528	28,393	28,824	30,922	30,338	28,723	28,305
Solid waste	373	332	268	294	312	35	307	382	318	307
Delinquent tax collection and administration	184	195	192	178	174	168	162	539	185	348
Total business-type activities expenses	32,570	29,909	32,354	34,037	30,481	29,812	32,724	32,446	30,363	30,062
<b>Total primary government expenses</b>	<b>95,870</b>	<b>83,075</b>	<b>86,175</b>	<b>86,177</b>	<b>81,209</b>	<b>76,535</b>	<b>90,429</b>	<b>83,515</b>	<b>81,694</b>	<b>79,786</b>
<b>Program revenues</b>										
Governmental activities:										
Charges for services:										
Legislative	-	-	-	-	-	-	25	-	2	-
Judicial	1,964	2,185	2,063	2,592	2,559	2,545	2,722	2,946	2,882	2,944
General government	4,748	4,316	3,720	4,377	3,664	3,113	4,748	3,090	2,888	2,947
Public safety	919	894	967	1,232	1,203	1,379	3,500	981	1,739	1,628
Public works	-	-	-	-	44	210	178	166	120	102
Health and welfare	1,462	1,419	1,341	1,682	1,606	1,217	2,049	3,414	2,402	2,353
Economic development	-	43	-	-	-	3	68	-	3	-
Recreation and culture	233	180	178	295	234	187	289	344	486	471
Operating grants and contributions	16,702	16,951	15,854	14,085	15,336	13,358	10,715	11,780	9,908	11,218
Capital grants and contributions	-	-	-	-	-	-	-	3	9	-
Total governmental activities program revenues	26,028	25,988	24,123	24,263	24,646	22,012	24,294	22,724	20,439	21,663
Business-type activities:										
Charges for services:										
Inspections	2,485	2,052	1,775	1,937	1,839	1,892	1,730	1,685	1,676	1,428
Medical Care Facility (Pavilions)	22,065	23,187	28,181	31,404	31,092	30,086	27,297	26,213	24,736	24,753
Solid waste	358	280	337	310	361	245	196	296	261	284
Delinquent tax collection and administration	958	803	1,050	1,171	1,021	1,111	1,043	372	414	453
Operating grants and contributions	1,434	9,424	2,713	90	101	177	2,514	3,437	3,590	4,192
Total business-type activities program revenues	27,300	35,746	34,056	34,912	34,414	33,511	32,780	32,003	30,677	31,110
<b>Total primary government program revenues</b>	<b>53,328</b>	<b>61,734</b>	<b>58,179</b>	<b>59,175</b>	<b>59,060</b>	<b>55,523</b>	<b>57,074</b>	<b>54,727</b>	<b>51,116</b>	<b>52,773</b>

## Changes in Net Position

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Net (expense) revenues										
Governmental activities	\$ (37,272)	\$ (27,178)	\$ (29,698)	\$ (27,877)	\$ (26,082)	\$ (24,711)	\$ (33,411)	\$ (28,345)	\$ (30,892)	\$ (28,061)
Business-type activities	(5,270)	5,837	1,702	875	3,933	3,699	56	(443)	314	1,048
Total primary government net (expense) revenues	(42,542)	(21,341)	(27,996)	(27,002)	(22,149)	(21,012)	(33,355)	(28,788)	(30,578)	(27,013)
General revenues and other changes in net position										
Governmental activities:										
Property taxes	33,434	31,718	30,837	29,833	28,176	27,776	26,027	25,870	25,840	25,550
State revenue sharing	2,624	2,549	2,126	2,533	2,462	2,428	2,686	1,692	332	-
Unrestricted investment earnings	(1,103)	(38)	218	471	332	187	155	149	163	143
Other revenues (expense)	52	37	32	23	36	246	-	31	30	12
Transfers - internal activities	710	837	701	793	707	2,848	912	1,114	1,039	1,177
Total governmental activities	35,717	35,103	33,914	33,653	31,713	33,485	29,780	28,856	27,404	26,882
Business-type activities:										
Property taxes	-	-	-	-	-	-	2	2,754	2,824	2,767
Unrestricted investment earnings	92	-	61	170	149	61	2	-	-	-
Other revenues (expense)	-	7	-	-	-	2	-	-	1	-
Transfers - internal activities	(710)	(837)	(701)	(793)	(707)	(2,848)	(912)	(1,114)	(1,039)	(1,177)
Total business-type activities	(618)	(830)	(640)	(623)	(558)	(2,785)	(908)	1,640	1,786	1,590
Total primary government	35,099	34,273	33,274	33,030	31,155	30,700	28,872	30,496	29,190	28,472
Change in net position										
Governmental activities	(1,555)	7,925	4,216	5,776	5,631	8,774	(3,631)	511	(3,488)	(1,179)
Business-type activities	(5,888)	5,007	1,062	251	3,375	914	(852)	1,197	2,100	2,638
Total primary government change in net position	\$ (7,443)	\$ 12,932	\$ 5,278	\$ 6,027	\$ 9,006	\$ 9,688	\$ (4,483)	\$ 1,708	\$ (1,388)	\$ 1,459

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GRAND TRAVERSE COUNTY, MICHIGAN

Table 3 - Unaudited

**Fund Balances - Governmental Funds**

Last Ten Fiscal Years

(amounts expressed in thousands)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General fund:										
Nonspendable	\$ 1,709	\$ 2,020	\$ 2,173	\$ 2,610	\$ 3,012	\$ 3,712	\$ 4,876	\$ 2,351	\$ 2,811	\$ 3,194
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	2,584	1,186	334	-	-	-	-	-	-	-
Assigned	-	-	852	1,004	-	-	-	500	706	1,582
Unassigned	16,418	15,383	14,919	13,614	11,088	8,215	7,470	6,665	5,421	4,425
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total general fund	20,711	18,589	18,278	17,228	14,100	11,927	12,346	9,516	8,938	9,201
All other governmental funds:										
Nonspendable	227	264	1,738	160	1,790	224	64	53	32	8
Restricted	6,805	6,843	5,153	6,448	5,082	10,530	7,924	6,330	3,411	5,925
Committed	6,516	7,568	7,061	5,572	5,526	3,493	2,970	4,562	3,958	4,061
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	(250)	(490)	(955)	(1,395)	(1,820)	(2,235)	(2,621)
Total all other governmental funds	13,548	14,675	13,952	11,930	11,908	13,292	9,563	9,125	5,166	7,373
Total governmental funds	\$ 34,259	\$ 33,264	\$ 32,230	\$ 29,158	\$ 26,008	\$ 25,219	\$ 21,909	\$ 18,641	\$ 14,104	\$ 16,574

GRAND TRAVERSE COUNTY, MICHIGAN

Table 4 - Unaudited

Changes in Fund Balances - Governmental Funds										
Last Ten Fiscal Years										
(amounts expressed in thousands)										
	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Revenues</b>										
Taxes	\$ 33,434	\$ 31,718	\$ 30,837	\$ 29,833	\$ 28,176	\$ 27,776	\$ 26,026	\$ 25,870	\$ 25,841	\$ 25,550
Licenses and permits	617	642	585	574	626	798	704	632	566	569
Intergovernmental:										
Federal sources	3,796	3,662	5,122	3,191	3,015	3,077	2,998	4,732	3,632	4,581
State sources	8,936	8,270	7,152	7,360	7,591	6,958	6,782	5,329	4,073	3,783
Local sources	6,537	6,130	5,446	5,578	6,663	5,296	6,049	5,185	3,714	3,645
Charges for services	9,437	6,603	5,979	6,769	6,372	5,974	5,708	6,164	6,623	6,548
Fines and forfeits	130	122	125	143	196	226	235	94	118	113
Reimbursements	-	4,601	2,849	3,346	3,256	2,991	3,373	2,478	2,506	2,780
Contributions	-	-	-	-	-	-	-	-	1	3
Rental revenues	614	609	631	1,321	569	551	745	691	697	689
Interest revenues	(1,103)	(37)	255	578	465	225	155	148	162	151
Other revenues	142	313	194	408	492	461	387	666	596	478
<b>Total revenues</b>	<b>62,540</b>	<b>62,633</b>	<b>59,175</b>	<b>59,101</b>	<b>57,421</b>	<b>54,333</b>	<b>53,162</b>	<b>51,989</b>	<b>48,529</b>	<b>48,890</b>
<b>Expenditures</b>										
Current:										
Legislative	562	515	464	409	259	234	367	426	378	373
Judicial	9,975	9,976	9,576	9,967	9,933	9,988	10,009	10,381	10,139	10,393
General government	12,498	56,810	12,063	11,345	11,862	10,653	9,648	9,885	10,092	9,910
Public safety	20,263	19,428	18,973	19,026	17,539	16,651	16,897	16,117	15,367	15,276
Public works	44	37	50	50	129	228	256	251	243	213
Health and welfare	13,827	13,264	13,533	12,271	11,640	11,959	11,587	11,932	11,965	11,807
Economic development	142	81	173	44	257	704	227	118	1,498	213
Recreation and culture	707	608	536	730	1,279	471	515	760	667	741
Other	-	-	-	713	-	4,892	-	-	-	-
Debt service:										
Principal	4,389	825	795	775	730	590	570	570	545	550
Interest and fiscal charges	636	243	289	345	350	269	280	291	303	314
Capital outlay	2,681	530	384	1,203	3,388	987	450	336	689	574
<b>Total expenditures</b>	<b>65,724</b>	<b>102,317</b>	<b>56,836</b>	<b>56,878</b>	<b>57,366</b>	<b>57,626</b>	<b>50,806</b>	<b>51,067</b>	<b>51,886</b>	<b>50,364</b>
Revenues over (under) expenditures	(3,184)	(39,684)	2,339	2,223	55	(3,293)	2,356	922	(3,357)	(1,474)
<b>Other financing sources (uses)</b>										
Issuance of long-term debt	-	42,045	-	3,780	-	3,500	-	-	-	-
Bond Premium	-	-	-	145	-	-	-	-	-	-
Payment to refunding bond escrow agent	-	(2,150)	-	(3,820)	-	-	-	-	-	-
Proceeds from sale of capital assets	52	46	32	29	26	255	-	31	29	12
Transfers in	16,154	10,324	12,273	11,411	11,683	13,769	10,736	12,857	1,286	13,381
Transfers out	(12,027)	(9,547)	(11,572)	(10,618)	(10,975)	(10,921)	(9,824)	(11,841)	(12,003)	(12,446)
<b>Total other financing sources (uses)</b>	<b>4,179</b>	<b>40,718</b>	<b>733</b>	<b>927</b>	<b>734</b>	<b>6,603</b>	<b>912</b>	<b>1,047</b>	<b>(10,688)</b>	<b>947</b>
<b>Net change in fund balances</b>	<b>\$ 995</b>	<b>\$ 1,034</b>	<b>\$ 3,072</b>	<b>\$ 3,150</b>	<b>\$ 789</b>	<b>\$ 3,310</b>	<b>\$ 3,268</b>	<b>\$ 1,969</b>	<b>\$ (14,045)</b>	<b>\$ (527)</b>
Debt service as a percentage of noncapital expenditures	7.80%	1.06%	1.93%	2.02%	2.01%	1.52%	1.69%	1.70%	1.66%	1.74%

# GRAND TRAVERSE COUNTY, MICHIGAN

Table 5 - Unaudited

## Assessed and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year	Real Property		Personal Property	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Percentage of Taxable to Actual Value
	Residential	Commercial					
2013	\$ 3,820,469,838	\$ 1,113,170,336	\$ 279,915,132	\$ 5,213,555,306	6.2433	\$ 10,427,110,612	50.00%
2014	3,926,367,866	1,129,839,306	268,290,120	5,324,497,292	7.2433	10,648,994,584	50.00%
2015	4,104,608,188	1,142,210,172	281,365,300	5,528,183,660	6.5838	11,056,367,320	50.00%
2016	4,340,796,138	1,164,031,275	256,545,100	5,761,372,513	7.7037	11,522,745,026	50.00%
2017	4,610,492,699	1,219,827,536	246,857,341	6,077,177,576	6.6486	12,154,355,152	50.00%
2018	4,790,410,598	1,277,820,874	256,447,356	6,324,678,828	6.7608	12,649,357,656	50.00%
2019	5,196,659,937	1,380,031,100	261,629,431	6,838,320,468	6.7294	13,676,640,936	50.00%
2020	5,582,211,881	1,496,490,474	276,011,050	7,354,713,405	6.6915	14,709,426,810	50.00%
2021	5,924,734,080	1,591,816,426	276,130,437	7,792,680,943	6.5915	15,585,361,886	50.00%
2022	6,532,550,258	1,739,943,545	309,408,000	8,581,901,803	6.3644	17,163,803,606	50.00%

Sources:

Grand Traverse County Equalization Department

Note: Property in the County is equalized annually. The county assesses property at approximately 50 percent of market value for all types of real and personal property.

Tax rates are per \$1,000 of assessed value.

GRAND TRAVERSE COUNTY, MICHIGAN

Table 6 - Unaudited

**Direct and Overlapping Property Tax Rates**  
Last Ten Fiscal Years

Fiscal Year (1) (2)	Grand Traverse County									Overlapping Rates			Overlapping Rates			Grand Total
	Operating Millage	Commission On Aging	Medical Care Facility	Road Commission	Veteran Affairs	Animal Control	Senior Center	Conservation Dist.	Total Millage	Intermediate Schools	District Library Operations	District Library Debt	Community College	Community College Debt	BATA	Direct & Overlapping Rates
2013	4.9838	0.6000	0.6595	-	-	-	-	-	6.2433	2.9312	0.9548	0.1502	2.1700	0.7500	0.3454	13.5449
2014	4.9838	0.6000	0.6595	1.0000	-	-	-	-	7.2433	2.9312	0.9548	0.1454	2.1700	0.7400	0.3454	14.5301
2015	4.9838	0.6000	-	1.0000	-	-	-	-	6.5838	2.9312	0.9548	0.1454	2.1700	0.6600	0.3454	13.7906
2016	4.9838	0.6000	-	1.0000	0.1200	-	0.9999	-	7.7037	2.9299	0.9544	0.1326	2.1692	0.6500	0.3447	14.8845
2017	4.9429	0.4958	-	0.9918	0.1190	-	0.0991	-	6.6486	2.9234	0.9467	0.0000	2.1520	0.5900	0.3420	13.6027
2018	4.9246	0.4939	-	0.9881	0.1185	0.0370	0.0987	0.1000	6.7608	2.9197	0.9431	0.0000	2.1439	0.5700	0.4978	13.8353
2019	4.9019	0.4916	-	0.9835	0.1179	0.0368	0.0982	0.0995	6.7294	2.9161	0.9382	0.0000	2.1339	0.5500	0.4952	13.7628
2020	4.8558	0.4869	-	1.0000	0.1167	0.0364	0.0972	0.0985	6.6915	2.9091	0.9292	0.0000	2.1137	0.0000	0.4908	13.1343
2021	4.8096	0.4822	-	0.9905	0.1155	-	0.0962	0.0975	6.5915	2.9003	0.9202	0.0000	2.0935	0.0000	0.4863	12.9918
2022	4.7268	0.4739	-	0.9734	0.1135	0.0370	0.0945	0.0958	6.5149	2.8871	0.9044	0.0000	2.0574	0.0000	0.4788	12.8426

Source:

Grand Traverse County Apportionment Reports

(1) Rates reduced to comply with the Headlee Amendment.

(2) Fiscal year is the year in which the tax is levied.

# GRAND TRAVERSE COUNTY, MICHIGAN

Table 7 - Unaudited

Principal Property Taxpayers						
Current Year and Nine Years Ago						
Taxpayer	2022			2013		
	Taxable Value	Rank	Percentage of Total Taxable Value	Taxable Value	Rank	Percentage of Total Taxable Value
DTE Gas Company	\$ 54,236,222	1	0.85%	\$ -		0.00%
Consumers Energy	38,659,610	2	0.61%	25,991,844	2	0.59%
Elmers Crane & Dozer Inc	18,508,831	3	0.29%			0.00%
Cherryland Rural Electric Co-op	18,191,834	4	0.28%	11,932,126	6	0.27%
Midwest Mfd LLC	16,851,988	5	0.26%	-		0.00%
Delmar Traverse City Spe LLC	16,079,366	6	0.25%			0.00%
CEGM Traverse City LLC	15,334,347	7	0.24%	-		0.00%
Grand Traverse Resort & Spa LLC	14,580,764	8	0.23%	12,008,088	5	0.27%
Michigan Electric Transmission Co.	12,978,154	9	0.20%	12,501,819	4	0.28%
Liv Arbors LLC	12,470,091	10	0.20%	7,315,089	10	0.17%
Grand Traverse Mall	-		-	30,723,600	1	0.70%
Hillshire Brands	-		-	14,926,400	3	0.34%
Brixmore Grand Traverse LLC	-		-	9,958,858	7	0.23%
Great Wolf Lodge TC Development LLC	-		-	7,788,100	8	0.18%
Charter Communications	-		-	7,678,015	9	0.17%
	<u>\$ 217,891,207</u>		<u>3.41%</u>	<u>\$ 140,823,939</u>		<u>3.20%</u>
County Total Taxable Value 2022 / 2013	\$6,383,535,930			\$4,396,631,123		

Source:  
Grand Traverse County Equalization Department

**Property Taxes Levied and Collected**

Last Ten Fiscal Years

Tax Year Levy	Total Tax Levy for Fiscal Year	Collected to March 1 Following Year of the Levy		Delinquents Purchased by Treasurer	Collections in Subsequent Years (1)	Total Collections to 4/30	
		Amount	Percentage of Levy			Amount	Percentage of Levy
2013	\$ 21,301,311	\$ 20,564,903	96.54%	\$ 686,347	\$ 50,061	\$ 21,301,311	100.00%
2014	21,684,008	21,049,613	97.07%	575,635	58,760	21,684,008	100.00%
2015	22,294,423	21,709,522	97.38%	553,470	31,431	22,294,423	100.00%
2016	22,888,976	22,319,008	97.51%	544,053	25,915	22,888,976	100.00%
2017	23,479,976	22,960,957	97.79%	491,863	27,156	23,479,976	100.00%
2018	24,477,306	23,911,720	97.69%	531,049	34,537	24,477,306	100.00%
2019	25,551,939	24,967,112	97.71%	544,578	40,249	25,551,939	100.00%
2020	26,568,509	25,998,224	97.85%	528,549	41,736	26,568,509	100.00%
2021	27,409,984	26,900,057	98.14%	503,405	6,521	27,409,984	100.00%
2022	28,993,642	28,523,131	98.38%	461,489	9,021	28,993,642	100.00%

Source:

Grand Traverse County Treasurer

(1) Personal property collected over 5 year period, if not collected after 5 years, amounts are written off through Circuit Court

**Ratios of Outstanding Debt by Type**

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-Type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Notes Payable	General Obligation Bonds			
2013	\$ 10,435,548	\$ -	\$ 8,244,029	\$ 18,679,577	0.51%	\$ 208
2014	9,892,400	-	6,041,171	15,933,571	0.41%	176
2015	9,324,252	-	4,779,739	14,103,991	0.35%	154
2016	8,756,104	-	3,210,328	11,966,432	0.29%	130
2017	11,667,956	-	3,210,000	14,877,956	0.34%	162
2018	10,939,808	594,296	2,985,000	14,519,104	0.31%	157
2019	10,271,270	402,757	2,760,000	13,434,027	0.28%	144
2020	9,469,615	273,996	2,530,000	12,273,611	0.23%	131
2021	48,532,960	139,820	7,725,000	56,397,780	0.97%	588
2022	44,201,305	-	12,135,000	56,336,305	(2)	581

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

(1) Personal income and population data can be found in the Schedule of Demographic and Economic Statistics. (Table 13)

(2) This information is not yet available.

**Ratios of General Bonded Debt Outstanding**  
 Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total Primary Government	State Equalized Value of Property	Percentage of Estimated Actual Taxable Value of Property	Per Capita (1)
2013	\$ 18,679,577	\$ -	\$ 18,679,577	\$ 5,213,555,306	0.36%	\$ 208
2014	15,933,571	-	15,933,571	5,324,497,292	0.30%	176
2015	14,103,991	-	14,103,991	5,528,183,660	0.26%	154
2016	11,966,432	-	11,966,432	5,761,372,513	0.21%	130
2017	14,877,956	-	14,877,956	6,077,177,576	0.24%	162
2018	13,924,808	-	13,924,808	6,324,678,828	0.22%	157
2019	13,031,270	-	13,031,270	6,838,320,468	0.19%	144
2020	11,999,615	-	11,999,615	7,354,713,405	0.16%	131
2021	56,257,960	-	56,257,960	7,792,680,943	0.72%	587
2022	56,336,305	-	56,336,305	8,581,901,803	0.66%	581

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.  
 State equalized value provided by the Grand Traverse County Equalization Department.

- (1) Population data can be found in the Schedule of Demographic and Economic Statistics.  
 (2) See Statistical Schedule Table 13 for population data.

**Computation of Direct and Overlapping Governmental Activities Debt**

As of December 31, 2022

	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Overlapping Debt
Debt repaid with property taxes: County	\$ 208,617,177	70.45%	\$ 146,975,331
County direct debt			<u>44,201,305</u>
Total direct and overlapping debt			<u><u>\$ 191,176,636</u></u>

## Source:

Debt outstanding and estimated share of overlapping debt provided by Municipal Advisory Council of Michigan.

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

(1) Applicable percentages were estimated by determining the portion of the County's taxable value that is within the County's boundaries and dividing it by the County's total taxable value.

GRAND TRAVERSE COUNTY, MICHIGAN

Table 12 - Unaudited

**Computation of Legal Debt Margin Information**

Last Ten Fiscal Years

(amounts expressed in thousands)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Debt limit	\$ 858,190	\$ 779,268	\$ 735,471	\$ 683,832	\$ 632,468	\$ 607,718	\$ 576,137	\$ 552,818	\$ 532,450	\$ 521,356
Total net debt applicable to limit	68,709	73,305	33,358	38,271	43,878	43,314	42,409	43,289	47,678	54,127
Legal debt margin	<u>\$ 789,481</u>	<u>\$ 705,963</u>	<u>\$ 702,113</u>	<u>\$ 645,561</u>	<u>\$ 588,590</u>	<u>\$ 564,404</u>	<u>\$ 533,728</u>	<u>\$ 509,529</u>	<u>\$ 484,772</u>	<u>\$ 467,229</u>
Total net debt applicable to the limit as a percentage of debt limit	8.01%	9.41%	4.54%	5.60%	6.94%	7.13%	7.36%	7.83%	8.95%	10.38%

**Legal Debt Margin Calculation for Fiscal Year 2021**  
(amounts expressed in thousands)

State equalized value of real property	\$ 8,272,494
State equalized value of personal property	309,408
Total state equalized value	<u>\$ 8,581,902</u>
Debt limit (10% of total state equalized value)	858,190
Debt applicable to limit: (1)	\$ 68,709
Less:	
Assets in Debt Service funds available for payment of principal	<u>-</u>
Total amount of debt applicable to debt limit	<u>68,709</u>
Legal debt margin	<u><u>\$ 789,481</u></u>

Note: Under state finance law the County's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

(1) Includes primary government and component units.

**Demographic and Economic Statistics**

Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (2) (amounts expressed in thousands)	Per Capita Personal Income (2)	School Enrollment (3)	Unemployment Rate (4)
2013	89,987	\$ 3,654,267	\$ 40,609	9,729	6.80%
2014	90,782	3,870,325	42,633	9,639	5.90%
2015	91,636	4,020,628	43,876	9,524	4.40%
2016	92,084	4,128,494	44,834	9,474	4.10%
2017	91,807	4,330,055	47,165	9,658	4.30%
2018	92,573	4,687,847	50,639	9,666	4.10%
2019	93,088	4,805,113	51,619	9,467	4.30%
2020	93,646	5,321,694	56,861	8,995	9.90%
2021	95,860	5,788,755	60,388	8,910	5.10%
2022	96,888	(5)	(5)	8,946	4.10%

## Sources:

(1) U.S. Census Bureau

(2) Bureau of Economic Analysis, [www.bea.gov](http://www.bea.gov), U.S. Department of Commerce

(3) MaryBeth Stein, TCAPS Pupil Accounting Specialist

(4) U.S. Department of Labor Statistics Data [www.bls.gov/data](http://www.bls.gov/data). Unemployment rate information is a yearly average not seasonally adjusted

(5) Data not available at this time

**Principal Employers**

Current Year and Nine Years Ago

Employer	2022			2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Munson Medical Center	4,120	1	8.06%	3,740	1	8.66%
Traverse City Area Public Schools	1,427	2	2.79%	1,985	2	4.60%
Northwestern Michigan College	752	3	1.47%	700	4	1.62%
Hagerty Insurance	600	4	1.17%	400	9	0.93%
Northwest Educational Services(Formerly TBAISD)	576	5	1.13%	620	5	
Interlochen Center for the Arts	531	6	1.04%	330	10	0.76%
Grand Traverse County	516	7	1.01%	530	7	
Grand Traverse Resort & Casinos	500	8	0.98%	750	3	1.74%
Britten Banners, Inc	350	9	0.68%			
Grand Traverse Pavilions Foundation, Inc.	298	10	0.58%	470	8	
Sara Lee/Hillshire Brands				550	6	1.27%
Totals	<u>9,670</u>		<u>18.91%</u>	<u>10,075</u>		<u>19.58%</u>
Total Employment 2022/2013	51,112			43,187		

## Sources:

U.S. Dept of Labor [www.bls.gov/data](http://www.bls.gov/data) - employment rate not seasonally adjusted

GRAND TRAVERSE COUNTY

Table 15 - Unaudited

**Full-time Equivalent Government Employees by Function**  
Last Ten Fiscal Years

Function	Full-time Equivalent Employees as of December 31,					Full-time Equivalent Employees as of December 31,				
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Legislative	1	1	1	1	1	1	1	1	1	1
Judicial	90	96	100	105	104	103	94	90	96	90
General Government	96	87	85	85	85	90	90	95	100	98
Public Safety	141	137	138	137	136	135	149	152	144	149
Public Works	18	16	16	16	16	16	16	18	17	20
Health & Welfare	139	137	137	134	135	122	109	127	123	123
<b>Total</b>	<b>485</b>	<b>474</b>	<b>477</b>	<b>478</b>	<b>477</b>	<b>467</b>	<b>459</b>	<b>483</b>	<b>481</b>	<b>481</b>

Source:  
Grand Traverse County Human Resources

GRAND TRAVERSE COUNTY, MICHIGAN

Table 16 - Unaudited

**Operating Indicators by Function**  
Last Ten Fiscal Years

Function	Fiscal Year					Fiscal Year				
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Public safety:										
Average daily inmate population -										
Jail only	143.00	114.00	107.56	141.95	118.70	152.69	148.48	162.08	158.00	158.80
Average daily population - Includes										
Inmates boarded-out*****	143.00	-	111.07	134.07	121.58	157.07	153.00	172.58	163.42	160.80
911 Computer aided dispatch calls*	73,067	90,456	77,052	82,384	75,380	72,773	70,423	70,195	56,473	57,278
Commissary:										
Number of orders placed by inmates	4,916	4,577	3,844	3,006	3,188	3,756	4,057	17,587	18,716	15,250
Health and welfare:										
Commission on aging-client visits:										
Homemaker Aide Program	9,593	11,461	9,538	12,523	13,319	12,296	11,554	12,956	15,648	15,247
Home Health Care Program	5,253	5,633	5,192	5,494	4,565	4,134	5,506	6,286	6,873	6,986
Home Chore Program	11,292	9,626	10,356	9,470	8,814	8,936	9,736	10,030	8,803	8,112
Walk in & telephone assistance calls**	NA	NA	14,000	NA	NA	6,494	6,392	3,778	28,566	27,830
Respite Program *****	758	1,058	890	1,186	1,763	-	-	-	-	-
Public works:										
Number of sewer billings	35,364	39,492	34,644	35,196	35,232	35,112	30,720	20,344	7,791	7,770
Number of water billings	9,900	10,716	9,636	9,792	9,888	10,188	9,732	9,316	1,028	1,041
Number of combined billings	57,432	60,372	53,544	54,084	53,556	52,692	44,172	48,552	69,112	68,716
General Government:										
County Clerk-Passports processed	1,384	1,059	826	1,723	1,671	2,191	1,999	1,646	1,317	1,284
Finance-Checks processed	11,772	11,982	12,429	15,615	15,828	15,582	16,608	16,013	16,898	21,824
MSU-Extension:										
Total Program Participants	4,814	3,186	3,251	8,025	8,104	9,304	4,309	4,816	4,517	2,964
Register of Deeds-records filed:										
Discharge of Mortgage	4,286	7,908	6,965	4,531	4,199	4,559	4,834	4,666	3,600	4,896
Mortgage	4,311	6,779	6,651	4,731	4,234	4,365	4,704	4,378	3,786	5,011
Warranty Deed	3,211	3,747	3,338	3,312	3,310	3,396	3,329	3,208	2,843	2,731
Judicial:										
Circuit court total caseload	2,558	1,476	1,136	1,833	1,912	1,884	2,132	2,282	2,247	2,260
District court total caseload	12,150	11,040	9,716	12,921	11,751	10,531	11,649	14,185	15,028	15,751
Probate court total caseload	637	648	546	571	536	547	565	560	586	549
Recreation and culture:										
Swimming pool admissions****	43,581	43,672	32,171	51,468	32,914	40,726	29,896	12,727	23,411	23,438
Community and Economic Development:										
Construction permits issued	6,801	5,368	5,983	6,128	6,291	6,269	5,915	5,842	5,211	5,097
EDC loans	-	1	-	-	-	-	-	-	-	-
Medical care facility-skilled nursing:										
Resident Admits	180	288	439	525	448	613	614	491	454	461
Resident Days	48,422	58,599	70,952	80,680	82,182	82,335	83,597	83,659	84,250	85,498

Source: Various County departments

\*911 changed its numbering system to include every department involved in the call to be counted separately

\*\*Eliminated walk in & telephone assistance as of 12/31/2017 - used telephone assistance in 2020 due to COVID

\*\*\*FNP converted to SNAP-ED in 2011

\*\*\*\*Starting in 2016 includes Exercise Room admissions

\*\*\*\*\*Respite Program numbers added 2018

\*\*\*\*\* No inmates were boarded out in 2021 due to COVID

GRAND TRAVERSE COUNTY, MICHIGAN

Table 17 - Unaudited

**Capital Asset Statistics by Function**  
Last Ten Fiscal Years

Function	Fiscal Year					Fiscal Year				
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Public safety:										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Buildings	5	5	5	5	5	5	5	5	5	5
Radio Towers	5	5	5	5	5	5	5	5	6	6
Vehicles*	78	83	82	78	77	77	78	93	91	95
Boats	8	8	8	8	8	8	8	8	8	7
Snowmobiles	4	4	5	4	4	3	3	3	2	2
Animal control:										
Building	1	1	1	1	1	1	1	1	1	1
Vehicles	4	4	3	4	2	2	2	2	2	2
General government:										
Buildings	4	4	4	4	4	4	4	4	4	4
Vehicles	16	15	17	19	20	19	19	21	20	20
Health and welfare:										
Buildings	3	3	3	3	2	2	2	2	2	2
Vehicles*	21	21	24	25	20	24	21	21	24	23
Public works:										
Buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	15	15	15	19	19	19	16	16	16	16
Judicial:										
Buildings	3	3	3	3	3	3	3	3	3	3
Vehicles	1	2	2	2	4	3	3	3	4	4
Recreation and culture:										
Buildings	15	15	15	15	15	15	15	15	15	15
Vehicles	3	3	3	2	3	3	3	3	3	3
Parks	10	10	10	10	10	10	10	10	10	10
Boat	1	1	1	1	1	1	1	1	1	1
Construction trades:										
Vehicles	7	7	7	7	8	8	12	8	8	9
Medical care facility:										
Beds	240	240	240	240	240	240	240	240	240	240

Sources:

Various County departments

\* Does not include non-capitalized leased vehicles

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## **SINGLE AUDIT SECTION**



## Vredeveld Haefner LLC

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### **INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

July 28, 2023

Board of Commissioners  
Grand Traverse County, Michigan

We have audited, in accordance with the 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, the 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 Grand Traverse County, Michigan (the County) as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 28, 2023.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

#### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Uredewald Haefner LLC*



## Vredeveld Haefner LLC

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### **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

July 28, 2023

Board of Commissioners  
Grand Traverse County, Michigan

#### **Report on Compliance for Each Major Federal Program**

We have audited Grand Traverse County, Michigan's, (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2022. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

#### ***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

#### ***Opinion on Each Major Federal Program***

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

## Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Ordedeld Haefner LLC*

**GRAND TRAVERSE COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

Federal Agency/Cluster/Program Title	Assistance Listing Number	Pass Through	Cluster	Pass-through number	Expenditures
<u>U.S. Department of Agriculture:</u>					
Women, Infant and Children Program	10.557	MDHHS		20210251-04	\$ 299,123
Women, Infant and Children Program	10.557	MDHHS		20220340-01	99,708
WIC Breastfeeding	10.557	MDHHS		20210251-04	43,086
WIC Breastfeeding	10.557	MDHHS		20220340-01	14,362
					<u>456,279</u>
Total U.S. Department of Agriculture					<u>456,279</u>
<u>U.S. Department of Justice:</u>					
Bullet Proof Vest	16.607	Direct		N/A	<u>6,873</u>
Justice Assistance Grant Program Cluster: Byrne JAG State FY 2020	16.738	MSP		2020-MU-BX-0011	97,840
Byrne JAG State FY 2021	16.738	MSP		2020-MU-BX-0011, 15PBJA- 22-GG-00642-MUMU	29,745
					<u>127,585</u>
Total U.S. Department of Justice					<u>134,458</u>
<u>U.S. Department of Transportation:</u>					
Office of Highway Safety Planning Traffic Enforcement	20.600	MSP		PT-23-20	7,610
Office of Highway Safety Planning Traffic Enforcement	20.600	MSP		PT-22-37	8,284
Hazardous Materials Emergency Preparedness Grant	20.703	MSP		693JK31940022HMEP	1,500
					<u>17,394</u>
Total U.S. Department of Transportation					<u>17,394</u>
<u>U.S. Department of Treasury:</u>					
Coronavirus Relief Fund	21.027	MDT		N/A	<u>50,000</u>
Total U.S. Department of Treasury					<u>50,000</u>
<u>U.S. Environmental Protection Agency</u>					
Safe Drinking Water Revolving Loan Fund Program	66.468	EGLE		FS975487-19	1,709
Safe Drinking Water Revolving Loan Fund Program	66.468	EGLE		FS975487-20	910
					<u>2,619</u>
Total U.S. Environmental Protection Agency					<u>2,619</u>
<u>U.S. Department of Health and Human Services:</u>					
Public Health Emergency Preparedness Bioterrorism - Supplemental	93.069	MDHHS		20210251-04	88,904
Bioterrorism - Supplemental	93.069	MDHHS		20220340-01	28,227
Bioterrorism - Supplemental - Regional EPI	93.069	MDHHS		20210251-04	6,779
Bioterrorism - Supplemental - Regional EPI	93.069	MDHHS		20220340-01	1,270
					<u>125,180</u>
Projects Grants & Cooperative Agreements for Tuberculosis Control	93.116	MDHHS		20210251-04	75
Projects Grants & Cooperative Agreements for Tuberculosis Control	93.116	MDHHS		20220340-01	25
					<u>100</u>
Family Planning Services	93.217	MDHHS		20210251-04	109,291
Family Planning Services	93.217	MDHHS		20220340-01	18,312
					<u>127,603</u>

(continued)

**GRAND TRAVERSE COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

Federal Agency/Cluster/Program Title	Assistance Listing Number	Pass Through	Cluster	Pass-through number	Expenditures
Immunization:					
Immunization Action Plan (IAP) Cooperative Agreement	93.268	MDHHS		20220340-01	\$ 96,396
Immunization Action Plan (IAP) Cooperative Agreement	93.268	MDHHS		20210251-04	19,026
Immunization Cooperative Agreement (COVID Immunization)	93.268	MDHHS		20220340-01	207,848
Immunization Cooperative Agreement (COVID Immunization)	93.268	MDHHS		20220340-01	18,963
CSHCS Vaccine Initiative	93.268	MDHHS			4,607
CSHCS Vaccine Initiative	93.268	MDHHS		20220340-01	1,240
Vaccines (non-cash assistance)	93.268	MDHHS		N/A	23,717
					<u>371,797</u>
COVID Workforce Development	93.323	MDHHS		20210251-04	76,538
COVID Workforce Development	93.323	MDHHS		20220340-01	2,552
Epidemiology and Laboratory Capacity (Reopening Schools HRA)	93.323	MDHHS		20220340-01	239,036
ELC COVID-19 Infection Prevention	93.323	MDHHS		20210251-04	73,023
					<u>391,149</u>
Provider Relief Fund - Nursing Home Infection Control	93.498	MDHHS			<u>247,904</u>
PHEP COVID-19 Response	93.354	MDHHS		20210251-04	<u>158,631</u>
Child Support Enforcement:					
Title IV-D Incentive Payments	93.563	MDHHS		CSFOC-17-28001	159,340
Title IV-D Reimbursement - Friend of the Court	93.563	MDHHS		CSFOC-17-28001	1,325,258
Title IV-D Reimbursement - Prosecutor	93.563	MDHHS		CSPA-17-28002	69,008
					<u>1,553,606</u>
Medicaid					
Medical Assistance Program - Medicaid Outreach	93.778	MDHHS	Medicaid	20210251-04	102,622
Medical Assistance Program - Medicaid Outreach	93.778	MDHHS	Medicaid	20220340-01	120,704
Medical Assistance Program - Outreach	93.778	MDHHS	Medicaid	20210251-04	58,414
Medical Assistance Program - Care Coordination	93.778	MDHHS	Medicaid	20210251-04	14,870
Medical Assistance Program - Care Coordination	93.778	MDHHS	Medicaid	20220340-01	3,560
Medical Assistance Program - Case Management	93.778	MDHHS	Medicaid	20210251-04	5,644
Medical Assistance Program - Case Management	93.778	MDHHS	Medicaid	20220340-01	1,814
Medicaid Elevated Blood Lead Case Management	93.778	MDHHS	Medicaid	20190016-01	264
					<u>307,892</u>
Maternal and Child Health Services Block Grant (Enabling Services Women)	93.994	MDHHS		20210251-04	32,301
Maternal and Child Health Services Block Grant (Enabling Services Women)	93.994	MDHHS		20220340-01	9,570
Maternal and Child Health Services Block Grant (Care Coordination)	93.994	MDHHS		20210251-04	9,540
Maternal and Child Health Services Block Grant (Care Coordination)	93.994	MDHHS		20220340-01	3,490
Maternal and Child Health Services Block Grant (Case Management)	93.994	MDHHS		20210251-04	1,814
Maternal and Child Health Services Block Grant (Case Management)	93.994	MDHHS		20220340-01	605
					<u>57,320</u>
Total U.S. Department of Health and Human Services					<u>3,341,182</u>
<u>U.S. Department of Homeland Security:</u>					
Emergency Management Performance Grants	97.042	MSP		EMC-2022-EP-00001	<u>42,370</u>
Total U.S. Department of Homeland Security					<u>42,370</u>
<b>Total Expenditures of Federal Awards</b>					<b><u>\$ 4,044,302</u></b>

(concluded)

See notes to schedule of expenditures of federal awards.

# GRAND TRAVERSE COUNTY

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED DECEMBER 31, 2022

### 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Grand Traverse, Michigan and is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in the financial statements.

### 2. Abbreviations

The abbreviations used on the schedule of expenditures of federal awards are as follows:

#### Pass Through Agency Name

Direct Funding from Federal Agency  
Michigan Department of Health and Human Services  
Michigan Department of State Police  
Michigan Department of Treasury  
Michigan Department of Environment, Great Lakes and Energy

#### Pass Through Agency Abbreviation

Direct  
MDHHS  
MSP  
MDT  
EGLE

### 3. Reconciliation of revenues from federal sources per governmental funds financial statements and expenditures per the Schedule of Expenditures of Federal Awards.

Revenues from federal sources per December 31, 2022 governmental funds financial statements	\$ 3,796,398
Pavilions fund	
Prior year revenue for expenditures in prior year based on portal reporting period	<u>247,904</u>
Expenditures per Schedule of Expenditures of Federal Awards	<u>\$ 4,044,302</u>

### 4. The County did not elect to use the 10% de minimis cost rate as covered in Uniform Guidance section 2 CFR 200.414 indirect costs.

### 5. Subrecipients

Of the federal expenditures presented in the accompanying schedule of expenditures of federal awards, the County provided no federal awards to subrecipients.

**GRAND TRAVERSE COUNTY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

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**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**Financial Statements**

Type of auditors' report issued	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	_____ yes	<u>  X  </u> no
Significant deficiency(ies) identified?	_____ yes	<u>  X  </u> none reported
Noncompliance material to financial statements noted?	_____ yes	<u>  X  </u> no

**Federal Awards**

Internal control over major programs:		
Material weakness(es) identified?	_____ yes	<u>  X  </u> no
Significant deficiency(ies) identified?	_____ yes	<u>  X  </u> none reported
Type of auditors' report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	_____ yes	<u>  X  </u> no

Identification of major programs:

CFDA Number(s)

93.563

Name of Federal Program or Cluster

Child Support Enforcement

Dollar threshold used to distinguish between Type A and B programs:

\$750,000

Auditee qualified as low-risk auditee?

  X   yes      \_\_\_\_\_ no

**SECTION II - FINANCIAL STATEMENT FINDINGS**

None

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None

**SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS**

None