

**Charter Township of Raisin
Lenawee County, Michigan
Financial Statements
Year Ended December 31, 2019**

With Independent Auditor's Report



Charter Township of Raisin
Independent Auditor's Report
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Independent Auditor's Report

To the Board of Trustees
Charter Township of Raisin
Lenawee County, Michigan

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Charter Township of Raisin, Lenawee County, Michigan, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Your partner in financial statement auditing and all things accounting.

Phone: 517.945.3312 - Meredith@MeredithFrancis.com

To the Board of Trustees
Charter Township of Raisin
Lenawee County, Michigan

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Charter Township of Raisin, Lenawee County, Michigan, as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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 4-9 and 30-31, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter Township of Raisin's basic financial statements. The schedule of changes in assets and liabilities for the agency funds is presented for the purpose of additional analysis and is not a required part of the basic financial statements.

The schedule of changes in assets and liabilities for the agency funds is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of changes in assets and liabilities for the agency funds is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

To the Board of Trustees
Charter Township of Raisin
Lenawee County, Michigan

Other Information (Concluded)

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the Charter Township of Raisin's basic financial statements for the year ended December 31, 2018, dated April 23, 2019, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter Township of Raisin's basic financial statements as a whole. The comparative totals for the year ended December 31, 2018, are presented for 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 2018 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 the auditing standards generally accepted in the United States of America. In our opinion, the 2018 comparative totals are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Meredith Francis, CPA, P.C.

Adrian, Michigan
June 1, 2020

Charter Township of Raisin

Management's Discussion and Analysis

For the year ended December 31, 2019

As management of the Charter Township of Raisin (Township), we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended December 31, 2019. We encourage readers to consider the information presented here.

Financial Highlights

- The assets of the Township exceeded its liabilities at the close of the most recent fiscal year \$4,079,551 (*net position*). Of this amount, \$3,038,982 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased \$526,296.
- As of the close of the current year, the Township's governmental funds reported combined ending fund balances of \$2,867,175, an increase of \$585,432 in comparison with the prior year.
- At the end of the current year, unassigned fund balance for the general fund was \$2,805,635, or 199.29 percent of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

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

The *statement of net position* presents information on the Township'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 Township is improving or deteriorating.

The *statement of activities* presents information showing how the government'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 taxes).

Both of the government-wide financial statements distinguish functions of the Township 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 Township include general government, public safety, highways and streets, sanitation, and culture and recreation. The business-type activities of the Township include the Building Department Fund.

The government-wide financial statements can be found on pages 10 – 11 of this report.

Charter Township of Raisin

Management's Discussion and Analysis

For the year ended December 31, 2019

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 Township, 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 Township can be divided into two categories: governmental funds and proprietary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Township maintains three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Road Fund, which are considered to be major funds, and the Capital Projects Fund, which is considered to be a nonmajor fund.

The Township adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for all governmental funds to demonstrate compliance with budget.

The basic governmental fund financial statements can be found on pages 12 – 14 of this report.

Proprietary funds. The Township maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Township uses an enterprise fund to account for its Building Department Fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the Building Department Fund, which is considered to be a major fund of the Township.

The basic proprietary fund financial statements can be found on pages 15 – 17 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on page 19 – 28 of this report.

Charter Township of Raisin

Management’s Discussion and Analysis

For the year ended December 31, 2019

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the Township, assets exceeded liabilities by \$4,079,551 at the close of the most recent fiscal year.

A portion of the Township’s net position (25.51 percent) reflects its investment in capital assets (e.g., land, buildings, equipment), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Township’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay any debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Charter Township of Raisin’s Net Position

	Governmental Activities	Business-Type Activities	Totals	
			2019	2018
Current assets	\$ 3,485,985	\$ 176,739	\$3,662,724	\$ 3,036,468
Capital assets	1,040,569	-	1,040,569	1,114,597
Total assets	4,526,554	176,739	4,703,293	4,151,065
Liabilities:				
Total liabilities	48,787	4,932	53,719	55,311
Deferred inflows of resources	570,023	-	570,023	542,499
Net position:				
Invested in capital assets, net of related debt	1,040,569	-	1,040,569	1,114,597
Restricted for capital projects	-	-	-	-
Unrestricted	2,867,175	171,807	3,038,982	2,438,658
Total net position	\$ 3,907,744	\$ 171,807	\$4,079,551	\$ 3,553,255

The remaining balance of *unrestricted net position* (\$3,038,982) may be used to meet the government’s ongoing obligations to citizens and creditors.

Charter Township of Raisin
Management's Discussion and Analysis
For the year ended December 31, 2019

Charter Township of Raisin's Change in Net Position

	Governmental Activities	Business-Type Activities	Totals	
			2019	2018
Program revenues				
Charges for services	\$ 447,044	\$ 143,592	\$ 590,636	533,438
Total program revenues	447,044	143,592	590,636	533,438
General revenues				
Taxes and penalties	926,544	-	926,544	898,233
State revenue sharing	828,606	-	828,606	819,488
Interest and rentals	54,110	-	54,110	39,788
Other revenue	29,642	-	29,642	74,755
Total general revenues and transfers	1,838,902	-	1,838,902	1,832,264
Total revenues	<u>2,285,946</u>	<u>143,592</u>	<u>2,429,538</u>	<u>2,365,702</u>
Expenses				
General government	500,916	-	500,916	496,285
Public safety	875,792	-	875,792	751,826
Public works	382,000	-	382,000	564,866
Community and economic development	1,227	-	1,227	3,762
Culture and recreation	14,607	-	14,607	17,919
Interest on long-term debt	-	-	-	15,970
Building department fund	-	128,700	128,700	103,764
Total expenses	<u>1,774,542</u>	<u>128,700</u>	<u>1,903,242</u>	<u>1,954,392</u>
Change in net position	511,404	14,892	526,296	411,310
Beginning net position	3,396,340	156,915	3,553,255	3,141,945
Ending net position	<u>\$ 3,907,744</u>	<u>\$ 171,807</u>	<u>\$4,079,551</u>	<u>\$ 3,553,255</u>

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

Charter Township of Raisin

Management's Discussion and Analysis

For the year ended December 31, 2019

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$2,867,175, an increase of \$585,432 in comparison with the prior year.

The General Fund is the chief operating fund of the Township. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,805,635.

The fund balance of the Township's General Fund increased by \$546,435 during the current fiscal year.

Proprietary fund - The Township's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Building Department Fund at the end of the year was \$171,807. The net position for the year increased by \$14,892.

General Fund and Road Fund Budgetary Highlights

The most significant difference between general fund final budget and actual figures are culture and recreation expenditures. The board budgeted for capital improvements that did not get purchased during the year as anticipated. In the road fund, public works expenditures were lower than expected mostly due to fewer than anticipated road projects.

Capital Asset and Debt Administration

Capital assets. The Township's investment in capital assets for its governmental and business-type activities as of December 31, 2019, amounts to \$1,040,569 (net of accumulated depreciation of \$2,130,585). This investment in capital assets includes land, buildings and machinery and equipment, and park facilities.

Charter Township of Raisin
Management's Discussion and Analysis
For the year ended December 31, 2019

Charter Township of Raisin's Capital Assets

	Governmental Activities	Business-type Activities	2019	2018
Land	\$ 296,660	\$ -	\$ 296,660	\$ 296,660
Land improvements	98,459	-	98,459	98,459
Buildings and improvements	1,175,740	-	1,175,740	1,175,740
Fire/ambulance equipment	1,059,858	-	1,059,858	1,059,858
Police equipment	305,517	-	305,517	255,960
Township furniture/fixtures	93,913	-	93,913	93,913
Township equipment	141,007	14,008	155,015	155,015
Less: accumulated depreciation	<u>(2,130,585)</u>	<u>(14,008)</u>	<u>(2,144,593)</u>	<u>(2,021,008)</u>
Total	<u>\$ 1,040,569</u>	<u>\$ -</u>	<u>\$1,040,569</u>	<u>\$ 1,114,597</u>

Additional information on the Township's capital assets can be found in Note 4 on pages 25 – 26.

Next Year's Budgets and Rates

Township officials are developing a long-term capital maintenance plan to prepare for future major capital expenditures in multiple departments.

Requests for Information

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Charter Township of Raisin, 5525 Occidental Hwy, Tecumseh, Michigan 49286.

Charter Township of Raisin

Statement of Net Position

December 31, 2019

With comparative totals at December 31, 2018

	Primary Government		Totals	
	Governmental Activities	Business-type Activities	2019	2018
Assets				
Current assets				
Cash and cash equivalents	\$ 2,886,674	\$ 175,343	\$ 3,062,017	\$ 2,457,070
Accounts receivable	-	-	-	5,729
Due from tax collection	590,844	-	590,844	563,321
Prepaid expenses	8,467	1,396	9,863	10,348
Non-current assets				
Capital assets	3,171,154	14,008	3,185,162	3,135,605
Less: accumulated depreciation	(2,130,585)	(14,008)	(2,144,593)	(2,021,008)
Total assets	<u>\$ 4,526,554</u>	<u>\$ 176,739</u>	<u>\$ 4,703,293</u>	<u>\$ 4,151,065</u>
Liabilities				
Current liabilities				
Accounts payable	18,012	1,569	19,581	5,525
Accrued expenses	30,775	3,363	34,138	30,042
Unearned revenues	-	-	-	19,744
Total liabilities	<u>48,787</u>	<u>4,932</u>	<u>53,719</u>	<u>55,311</u>
Deferred inflows of resources	<u>570,023</u>	<u>-</u>	<u>570,023</u>	<u>542,499</u>
Net position				
Invested in capital assets, net of related debt	1,040,569	-	1,040,569	1,114,597
Restricted for capital projects	-	-	-	-
Unrestricted	<u>2,867,175</u>	<u>171,807</u>	<u>3,038,982</u>	<u>2,438,658</u>
Total net position	<u>\$ 3,907,744</u>	<u>\$ 171,807</u>	<u>\$ 4,079,551</u>	<u>\$ 3,553,255</u>

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

Charter Township of Raisin

Statement of Activities

Year ended December 31, 2019

With comparative totals for the year ended December 31, 2018

Functions/Programs	Expenses	Program	Net (Expense)		Totals	
		Revenues	Revenue and		2019	2018
		Charges for	Governmental	Business-type		
		Services	Activities	Activities		
Governmental activities						
General government	\$ 500,916	\$ 118,124	\$ (382,792)	\$ -	\$ (382,792)	\$ (454,075)
Public safety	875,792	-	(875,792)	-	(875,792)	(751,826)
Public works	382,000	328,920	(53,080)	-	(53,080)	(235,976)
Community and economic development	1,227	-	(1,227)	-	(1,227)	(3,762)
Culture and recreation	14,607	-	(14,607)	-	(14,607)	(17,919)
Interest on long-term debt	-	-	-	-	-	(15,970)
Total governmental activities	1,774,542	447,044	(1,327,498)	-	(1,327,498)	(1,479,528)
Proprietary activities						
Building department fund	128,700	143,592		14,892	14,892	58,574
Total primary government	1,903,242	590,636	(1,327,498)	14,892	(1,312,606)	(1,420,954)
General Revenues:						
Taxes and penalties			926,544	-	926,544	898,233
State revenue sharing			828,606	-	828,606	819,488
Interest and rentals			54,110	-	54,110	39,788
Other revenue			29,642	-	29,642	74,755
Total general revenues			1,838,902	-	1,838,902	1,832,264
Change in net position			511,404	14,892	526,296	411,310
Net position - beginning of year			3,396,340	156,915	3,553,255	3,141,945
Net position - end of year			\$ 3,907,744	\$ 171,807	\$ 4,079,551	\$ 3,553,255

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

Charter Township of Raisin

Balance Sheet

Governmental Funds

December 31, 2019

With comparative totals at December 31, 2018

	General Fund	Road Fund	Total Governmental Funds	
			2019	2018
Assets				
Cash and cash equivalents	\$ 2,833,389	\$ 53,285	\$ 2,886,674	\$ 2,302,982
Due from other funds	-	86	86	86
Due from tax collection	590,844	-	590,844	563,321
Prepaid expenses	8,467	-	8,467	8,952
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>3,432,700</u>	<u>53,371</u>	<u>3,486,071</u>	<u>2,875,341</u>
Liabilities				
Accounts payable	17,714	298	18,012	4,690
Accrued expenses	30,775	-	30,775	26,579
Due to other funds	86	-	86	86
Unearned revenues	-	-	-	19,744
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	48,575	298	48,873	51,099
	<hr/>	<hr/>	<hr/>	<hr/>
Deferred inflows of resources- unavailable revenue	570,023	-	570,023	542,499
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances				
Nonspendable	8,467	-	8,467	8,952
Restricted for:				
Capital projects	-	-	-	-
Assigned	-	53,073	53,073	14,076
Unassigned	2,805,635	-	2,805,635	2,258,715
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	2,814,102	53,073	2,867,175	2,281,743
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows and fund balances	<u>\$ 3,432,700</u>	<u>\$ 53,371</u>	<u>\$ 3,486,071</u>	<u>\$ 2,875,341</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total governmental fund balances			\$ 2,867,175	\$ 2,281,743
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds			1,040,569	1,114,597
			<hr/>	<hr/>
Net differences			1,040,569	1,114,597
			<hr/>	<hr/>
Total net position of governmental activities			<u>\$ 3,907,744</u>	<u>\$ 3,396,340</u>

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

Charter Township of Raisin

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds

Year Ended December 31, 2019

With comparative totals for the year ended December 31, 2018

	General Fund	Road Fund	Total Governmental Funds	
			2019	2018
Revenues				
Taxes and penalties	\$ 926,544	\$ -	\$ 926,544	\$ 898,233
State grants	828,606	-	828,606	819,488
Charges for services	118,124	328,920	447,044	371,100
Interest and rentals	51,310	2,800	54,110	39,788
Other revenue	29,642	-	29,642	74,755
Total revenues	1,954,226	331,720	2,285,946	2,203,364
Expenditures				
Current				
General government:				
Legislative	191,874	-	191,874	170,831
Supervisor	37,501	-	37,501	35,982
Treasurer	52,770	-	52,770	56,823
Assessing/Equalization	62,610	-	62,610	64,088
Clerk	58,622	-	58,622	54,407
Finance and tax administration	6,950	-	6,950	10,165
Elections	11,651	-	11,651	19,592
Building and grounds	52,711	-	52,711	56,505
Other general government	11,408	-	11,408	12,963
Public safety	767,726	-	767,726	661,178
Public works	89,277	292,723	382,000	564,866
Community and economic development	1,227	-	1,227	3,762
Culture and recreation	13,907	-	13,907	17,219
Capital outlay	49,557	-	49,557	-
Debt service				
Principal	-	-	-	357,405
Interest	-	-	-	15,970
Total expenditures	1,407,791	292,723	1,700,514	2,101,756
Excess (deficiency) of revenues over expenditures	546,435	38,997	585,432	101,608
Other financing sources (uses)				
Transfers out	-	-	-	(60,573)
Transfers in	-	-	-	60,573
Total other financing sources (uses)	-	-	-	-
Change in fund balances	546,435	38,997	585,432	101,608
Fund balances - beginning of year	2,267,667	14,076	2,281,743	2,180,135
Fund balances - end of year	<u>\$ 2,814,102</u>	<u>\$ 53,073</u>	<u>\$ 2,867,175</u>	<u>\$ 2,281,743</u>

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

Charter Township of Raisin

Reconciliation of the Change in Fund Balances of Governmental Funds to the Change in Net Position of Governmental Activities

For the Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Change in fund balances - total governmental funds	\$ 585,432	\$ 101,608
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. In the statement of activities these costs are allocated over their estimated useful lives as depreciation.		
Depreciation expense	(123,585)	(106,277)
Capital outlay	49,557	-
Repayments of bond principal is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt).	-	357,405
Change in net position in governmental activities	<u>\$ 511,404</u>	<u>\$ 352,736</u>

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

Charter Township of Raisin

Statement of Net Position

Proprietary Fund

December 31, 2019 and 2018

	Building Department Fund	
	2019	2018
Assets		
Current assets		
Cash and cash equivalents	\$ 175,343	\$ 154,088
Accounts receivable	-	5,729
Prepaid expenses	1,396	1,396
Total current assets	176,739	161,213
Non-current assets		
Capital assets	14,008	14,008
Less: accumulated depreciation	(14,008)	(14,008)
Total noncurrent assets	-	-
Total assets	<u>176,739</u>	<u>161,213</u>
Liabilities		
Accounts payable	1,569	835
Accrued expenses	3,363	3,463
Total liabilities	<u>4,932</u>	<u>4,298</u>
Net position		
Unrestricted	<u>171,807</u>	<u>156,915</u>
Total net position	<u>\$ 171,807</u>	<u>\$ 156,915</u>

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

Charter Township of Raisin

Statement of Revenues, Expenditures and Changes in Net Position

Proprietary Fund

Years Ended December 31, 2019 and 2018

	Building Department Fund	
	2019	2018
Operating revenues		
Charges for services	\$ 142,827	\$ 160,842
Other revenue	765	1,496
Total operating revenues	<u>143,592</u>	<u>162,338</u>
Operating expenses		
Current		
Building department	<u>128,700</u>	<u>103,764</u>
Total operating expenses	<u>128,700</u>	<u>103,764</u>
Operating income	14,892	58,574
Total net position - beginning of year	<u>156,915</u>	<u>98,341</u>
Total net position - end of year	<u><u>\$ 171,807</u></u>	<u><u>\$ 156,915</u></u>

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

Charter Township of Raisin

Statements of Cash Flows

Proprietary Fund

Years Ended December 31, 2019 and 2018

	Building Department Fund	
	2019	2018
Cash flows from operating activities		
Cash receipts from customers	\$ 149,321	\$ 156,609
Cash payments to suppliers of goods or services	(24,849)	(20,972)
Cash payments to employees for services	(103,217)	(76,729)
	<u>21,255</u>	<u>58,908</u>
Net cash provided by operating activities		
	<u>21,255</u>	<u>58,908</u>
Increase in cash and cash equivalents		
	<u>21,255</u>	<u>58,908</u>
Cash and cash equivalents-beginning of year	<u>154,088</u>	<u>95,180</u>
Cash and cash equivalents-end of year	<u>\$ 175,343</u>	<u>\$ 154,088</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities		
Net operating income	\$ 14,892	\$ 58,574
Adjustments to reconcile loss from operations to net cash provided by operating activities:		
Changes in assets and liabilities		
(Increase) decrease in accounts receivable	5,729	(5,729)
(Increase) decrease in prepaid expenses	-	1,765
Increase (decrease) in accounts payable	734	835
Increase (decrease) in accrued expenses	(100)	3,463
	<u>6,363</u>	<u>334</u>
Total adjustments		
	<u>6,363</u>	<u>334</u>
Net cash provided by operating activities	<u>\$ 21,255</u>	<u>\$ 58,908</u>

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

Charter Township of Raisin
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2019 and 2018

		Trust and Agency Funds	
		<u>2019</u>	<u>2018</u>
Assets			
Cash and cash equivalents		\$ 1,420,670	\$ 563,321
	Total assets	<u>\$ 1,420,670</u>	<u>\$ 563,321</u>
Liabilities			
Due to other funds		\$ 590,844	\$ 563,321
Due to other governmental units		829,826	-
	Total liabilities	<u>\$ 1,420,670</u>	<u>\$ 563,321</u>

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

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 1. Summary of Significant Accounting Policies

The financial statements of the Charter Township of Raisin, Lenawee County, Michigan have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units.

A. Reporting Entity

The Township operates under a locally elected seven-member board. As required by generally accepted accounting principles, these financial statements present the Township as a primary government. The Township had no component units at December 31, 2019. The Township provides the following services: public safety (fire protection, police and construction code inspections), road construction, cemetery care, public improvements, planning and zoning, and general administrative services.

B. 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 non-fiduciary activities of the Township. The government-wide financial statements categorize primary activities as either governmental or business-type.

Governmental activities, which 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and a fiduciary fund, even though the latter are excluded from the government-wide financial statements. The major individual governmental funds (General Fund and Road Fund) and the major individual enterprise fund (Building Department Fund) are reported as a separate column in the fund financial statements.

C. 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 financial and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the following 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.

Charter Township of Raisin
Notes to Financial Statements
December 31, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized 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. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, state revenue sharing, licenses, and interest associate with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Township reports the following major governmental funds:

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

The *Road Fund* is used to account for the revenues and expenditures related to the special assessment for road improvement.

The Township reports the following major proprietary fund:

The *Building Department Fund* is used to account for the building department's revenues and expenditures.

Additionally, the Township reports the following fiduciary fund type:

The *Tax Collection Fund* account for assets held by the Township as an agent for other governments and/or other funds. Agency funds are reported as fiduciary funds and are custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of the following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Township has elected not to follow subsequent private-sector guidance.

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various function concerned.

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

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

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E. Assets, liabilities, and net position or equity

1. Deposits and investments

The Township's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with a maturity date within three months or less when acquired.

Investments include money market and certificates of deposit where the intent is to hold funds long-term, as well as investments with maturity dates over three months of the date acquired by the government.

State statutes authorize the government to invest in Obligations of the U.S. Treasury, Federal Agencies, commercial paper, corporate bonds, repurchase agreements, and State approved Investment Pools, in accordance with Michigan Compiled Laws Section 129.91.

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

D. Assets, liabilities, and net position or equity (Continued)

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Any trade and property tax receivables are shown net of an allowance for uncollectibles.

The Township’s 2018 ad valorem tax was levied and collectible on December 1, 2018. It is the Township’s policy to recognize revenue from the current tax levy in the current year when the proceeds of this levy are made available for the financing of Township operations. Payment from the County Delinquent Tax Fund, which purchases the 2018 delinquent real property taxes, is recognized as revenue in the current fiscal year.

The 2018 taxable valuation of the Township totaled 239,256,632, on which taxes levied consisted of 3.4549 mills. This resulted in \$835,892 for operating purposes. This amount is recognized as revenue within the financial statements.

The township collected and deferred 2019 taxable valuation of the Township. These taxes become liens on the property at the levy date. However, the revenues generated by the tax levy cannot be appropriated until the budget year following the levy date. These amounts are recognized in the respective fund financial statements as deferred inflows of resources.

3. Capital Assets

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an initial, individual cost of more than \$3,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

D. Assets, liabilities, and net position or equity (Continued)

3. Capital Assets (Continued)

Capital assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and improvements	25 – 50
Furniture and equipment	5 – 15
Vehicles and buses	7
Computer software	3

4. Long-term Liabilities

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance cost, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

5. Fund Equity

In the fund financial statements, governmental funds report fund balances as either nonspendable, restricted, assigned or unassigned. The term nonspendable indicates that a portion of the fund balance that will either never convert to cash or not convert within the current period. Restricted fund balances are constrained to specific purposes by constitutional provisions or enabling legislation. Committed fund balances are for amounts that are authorized through resolution by the board of trustees. The assigned fund balance represents the portion of fund balance that is intended to be spent within the purpose of the fund. The unassigned fund balance represents the residual classification for the general fund.

After classifying any fund balance as nonspendable, the Township considers that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Charter Township of Raisin
Notes to Financial Statements
December 31, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

E. Assets, liabilities, and net position or equity (Continued)

6. Deferred inflows of resources

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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Township has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues primarily from one source: receipts that exceeded 60 days of year end. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Note 2. Stewardship, Compliance, and Accountability

A. Budgetary Information

The Township follows these procedures in establishing the budgetary data reflected in these financial statements:

1. The Township Board prepares a preliminary operating budget covering the General, Special Revenue, and the Proprietary Funds in accordance with account principles generally accepted in the United States of America for presentation at a public hearing.
2. A public hearing is held in conjunction with a regular board meeting.
3. The Township Board adopts the budget on the departmental level at a regular meeting.
4. Unexpended appropriations lapse at year end; encumbrances are not included as expenditures. The total encumbrances at December 31, 2019, has not been calculated.
5. Presented budgeted amounts are as originally adopted and as amended by the Township Board.

B. Excess of expenditures over appropriations

State statutes provide that a local unit shall not incur expenditures in excess of the amount appropriated. In the general-purpose financial statements, the Township's actual expenditures and budgetary expenditures for the budgetary funds have been shown on an activity basis.

During the year ended December 31, 2019 the Township did not incur expenditures in budgetary funds which were in excess of the amount appropriated.

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 3. Deposits and Investments

Deposits

Township policy limits the Treasurer's investing options to financial institutions with branches located in the local area. All accounts are in the name of the Township and a specific fund. They are recorded at cost and interest is recorded when the deposits mature or accrue.

Custodial credit risk is the risk that in the event of bank failure, the deposits may not be returned to the Township. The Township does not have a policy for custodial credit risk. At respective year ends, the following represents the custodial credit risk of the Township:

	2019	2018
Uninsured and uncollateralized	\$ 3,718,260	\$ 3,150,724

Note 4. Capital Assets

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

	Beginning Balance	Acquisitions	Dispositions	Ending Balance
Governmental activities:				
Land	\$ 296,660	\$ -	\$ -	296,660
Land improvements	98,459	-	-	98,459
Buildings and improvements	1,175,740	-	-	1,175,740
Fire/ambulance equipment	1,059,858	-	-	1,059,858
Police equipment	255,960	49,557	-	305,517
Township furniture/fixtures	93,913	-	-	93,913
Township equipment	141,007	-	-	141,007
Total at historical cost	3,121,597	49,557	-	3,171,154
Accumulated depreciation:				
Land improvements	(86,476)	(3,537)	-	(90,013)
Buildings and improvements	(708,812)	(26,514)	-	(735,326)
Fire/ambulance equipment	(791,675)	(50,136)	-	(841,811)
Police equipment	(185,117)	(43,398)	-	(228,515)
Township furniture/fixtures	(93,913)	-	-	(93,913)
Township equipment	(141,007)	-	-	(141,007)
Accumulated depreciation	(2,007,000)	(123,585)	-	(2,130,585)
Governmental activities net capital assets	\$ 1,114,597	\$ (74,028)	\$ -	\$ 1,040,569

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 4. Capital Assets (Concluded)

	<u>Beginning Balance</u>	<u>Acquisitions</u>	<u>Dispositions</u>	<u>Beginning Balance</u>
Business-type activities:				
Building department equipment	14,008	-	-	14,008
Accumulated depreciation:				
Building department equipment	(14,008)	-	-	(14,008)
Business-type activities net capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation expense charged to governmental activities is as follows:

	<u>2019</u>	<u>2018</u>
Governmental activities:		
General government	\$ 14,819	\$ 14,929
Recreation and culture	700	700
Public safety	108,066	90,648
Total depreciation expense-governmental activities	<u>\$ 123,585</u>	<u>\$ 106,277</u>

Note 5. Leases

The Township entered into a contract with Pitney Bowes for the rental of a postage machine for 60 months beginning January 2019. Quarterly payments are \$276. The Township also leases a copy machine. The monthly payments are \$422 for 60 months ending April 2024. The following reflects the remaining amount due on the current lease.

Lease payments are due as follows:

<u>Year Ended December 31,</u>	<u>Leases</u>
2020	\$ 8,371
2021	8,371
2022	8,371
2023	8,371
2024	1,688
	<u>\$ 35,170</u>

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 6. Risk Management

The Township is exposed to various risks of loss related to property loss, torts, errors, omissions, and employee injuries (worker's compensation). The Township has purchased commercial insurance for property loss, torts and workers' compensation claims. Settled claims related to the commercial insurance have not exceeded the amount of insurance coverage in any of the past four fiscal years.

Note 7. Defined Contribution Plan

The Township provides retirement savings for elected and appointed officials and full-time employees through the Raisin Charter Township Group Pension Plan. The plan is a qualified retirement 401(a) plan. Eligibility is satisfied when participants attain the age of eighteen (18). Contributions to the plan are based voluntary employee and employer profit sharing contributions. The Township's contributions for the year ended December 31, 2019 and 2018 were \$16,317 and \$19,866, respectively, and participants contributed \$0 and \$9,777, respectively.

Note 8. Interfund Balances

Interfund balances at December 31, 2019 are as follows:

	General Fund	Due from Road Fund	Fiduciary Funds	Total
<u>Due to</u>				
General Fund	\$ 86	\$ -	\$ 590,844	\$ 590,930
Road Fund	-	86	-	86
Fiduciary Funds	590,844	-	-	590,844
	<u>\$ 590,930</u>	<u>\$ 86</u>	<u>\$ 590,844</u>	<u>\$ 1,181,860</u>

Interfund balances resulted from the time lag between the dates that reimbursable expenditures occur, and payments between funds are made. All balances at December 31, 2019 are expected to be repaid within the next fiscal year.

Note 9. Tax Abatements

The Township entered into property tax abatement agreements with local business under the Plan Rehabilitation and Industrial Development Districts Act, (known as the Industrial Facilities Exemption, "IFE") 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 IFE certificate entitles the facility to exemption for ad valorem real and/or personal property taxes for a term of 1-12 years as determined by the Township. The IFT of a new plant and non-industrial property, such as some high-tech personal property, is computed at half the local property tax millage rate. This amounts to a reduction in property taxes of approximately half.

Charter Township of Raisin

Notes to Financial Statements

December 31, 2019

Note 9. Tax Abatements (Concluded)

For the years ended December 31, 2019 and 2018, the Township abated property tax revenues totaling \$12,203 and \$12,203, respectively, under this program.

Note 10. Subsequent Events

The Township has more than a remote possibility of paying an amount due to ongoing litigation, however, the amount has not been reasonably determined. A judgment is expected to be made during the next operating year.

The Township has evaluated all other subsequent events through June 1, 2020, which is the date the financial statements were available to be issued. The Township is not aware of any material subsequent events.

Note 11. Upcoming Accounting Standards

Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities, was issued by the GASB in January 2017, and was postponed by GASB Statement 95, to be effective for the year ending December 31, 2020. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The requirements of this Statement will enhance consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. Greater consistency and comparability enhances the value provided by the information reported in financial statements for assessing government accountability and stewardship.

GASB Statement No. 87, Leases, was issued by the GASB in June 2017, and was postponed by GASB Statement 95, to be effective for the year ending December 31, 2022. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement will increase the usefulness of governments' financial statements by requiring reporting of certain lease liabilities that currently are not reported. It will enhance comparability of financial statements among governments by requiring lessees and lessors to report leases under a single model. This Statement also will enhance the decision-usefulness of the information provided to financial statement users by requiring notes to financial statements related to the timing, significance, and purpose of a government's leasing arrangements.

GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements, was issued by the GASB in March 2018, and was postponed by GASB Statement 95, to be effective for the year ending December 31, 2020. The objective of this Statement is to improve the information that is disclosed in notes to the governmental financial statements related to debt, including direct borrowings and direct placements. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not consistently provided. In addition, information about resources to liquidate debt and the risks associated with changes in terms associated with debt will be disclosed. As a result, users will have better information to understand the effects of debt on a government's future resource flows.

Required Supplementary Information

Charter Township of Raisin
Budgetary Comparison Schedule
General Fund
Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues:				
Taxes and penalties	\$ 910,178	\$ 927,755	\$ 926,544	\$ (1,211)
State grants	672,074	834,774	828,606	(6,168)
Charges for services	91,155	116,105	118,124	2,019
Interest and Rentals	22,700	47,900	51,310	3,410
Other revenue	11,200	30,000	29,642	(358)
Total revenues	1,707,307	1,956,534	1,954,226	(2,308)
Expenditures:				
Current:				
General government:				
Legislative	194,317	198,422	191,874	6,548
Supervisor	38,856	38,856	37,501	1,355
Treasurer	63,096	63,096	52,770	10,326
Assessing/Equalization	66,038	66,055	62,610	3,445
Clerk	62,759	64,509	58,622	5,887
Elections	12,250	21,750	11,651	10,099
Other financial and tax administration	7,150	7,150	6,950	200
Building and grounds	58,600	58,600	52,711	5,889
Other general government	12,000	14,000	11,408	2,592
Public safety				
Police	441,922	442,922	412,435	30,487
Fire	293,766	371,491	355,291	16,200
Building inspection				
Public works				
Highways, streets and bridges	101,200	16,450	1,026	15,424
Street lighting	7,000	8,500	8,493	7
Cemetery	3,942	3,942	2,165	1,777
Other public works	106,467	105,467	77,593	27,874
Community and economic development	16,137	16,137	1,227	14,910
Culture and recreation	51,497	51,747	13,907	37,840
Capital outlay	-	50,000	49,557	443
Total expenditures	1,536,997	1,599,094	1,407,791	191,303
Excess (deficiency) of revenues over expenditures	170,310	357,440	546,435	188,995
Change in fund balances	170,310	357,440	546,435	188,995
Fund balance - beginning of year			2,267,667	
Fund balance - end of year			<u>\$ 2,814,102</u>	

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

Charter Township of Raisin
Budgetary Comparison Schedule
Road Fund
Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues:				
Local revenue				
Charges for services	\$ 328,225	\$ 328,225	\$ 328,920	\$ 695
Interest and rentals	900	900	2,800	1,900
Total revenues	329,125	329,125	331,720	2,595
Expenditures:				
Public works	329,125	329,125	292,723	36,402
Total expenditures	329,125	329,125	292,723	36,402
Change in fund balances	-	-	38,997	38,997
Fund balance - beginning of year			14,076	
Fund balance - end of year			\$ 53,073	

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

Additional Supplementary Information

Charter Township of Raisin
Schedule of Changes in Assets and Liabilities
Agency Funds
Year Ended December 31, 2019

	Beginning Balance	Additions	Deletions	Ending Balance
Assets:				
Cash	\$ 563,321	\$ 8,406,180	\$ 7,548,831	\$ 1,420,670
Total assets	<u>563,321</u>	<u>8,406,180</u>	<u>7,548,831</u>	<u>1,420,670</u>
Liabilities:				
Due to other funds	563,321	1,148,288	1,120,765	590,844
Due to other governmental units	-	7,257,892	6,428,066	829,826
Total liabilities	<u>\$ 563,321</u>	<u>\$ 8,406,180</u>	<u>\$ 7,548,831</u>	<u>1,420,670</u>

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