

**Charter Township of Raisin  
Lenawee County, Michigan  
Financial Statements  
Year Ended December 31, 2016**

**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, each major fund, and the aggregate remaining fund information of the Charter Township of Raisin, Lenawee County, Michigan, as of and for the year ended December 31, 2016, 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](mailto: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, 2016, 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 me 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, 2015, 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, 2015, 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 2015 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 2015 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  
February 23, 2017

## Charter Township of Raisin

### Management's Discussion and Analysis

For the year ended December 31, 2016

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, 2016. 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 \$2,604,603 (*net position*). Of this amount, \$1,733,097 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased \$264,857.
- As of the close of the current year, the Township's governmental funds reported combined ending fund balances of \$1,738,586, an increase of \$245,419 in comparison with the prior year.
- At the end of the current year, unassigned fund balance for the general fund was \$1,650,737, or 116.22 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 all of 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, 2016

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, 2016**

**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 \$2,604,603 at the close of the most recent fiscal year.

A portion of the Township's net position (31.2 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**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Totals</b>	
			<b>2016</b>	<b>2015</b>
Current assets	\$ 2,232,911	\$ 56,191	\$2,289,102	\$ 2,249,360
Capital assets	1,231,076	-	1,231,076	1,340,039
Total assets	<u>3,463,987</u>	<u>56,191</u>	<u>3,520,178</u>	<u>3,589,399</u>
<b>Liabilities:</b>				
Total liabilities	449,240	1,680	450,920	581,399
Deferred inflows of resources	464,655	-	464,655	668,254
<b>Net position:</b>				
Invested in capital assets, net of related debt	811,506	-	811,506	825,204
Restricted for capital projects	60,000	-	60,000	-
Unrestricted	1,678,586	54,511	1,733,097	1,514,542
Total net position	<u>\$ 2,550,092</u>	<u>\$ 54,511</u>	<u>\$2,604,603</u>	<u>\$ 2,339,746</u>

The remaining balance of *unrestricted net position* (\$1,733,097) 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, 2016**

**Charter Township of Raisin's Change in Net Position**

	Governmental	Business-Type	Totals	
	Activities	Activities	2016	2015
Program revenues:				
Charges for services	\$ 380,754	\$ 130,504	\$ 511,258	496,215
Total program revenues	380,754	130,504	511,258	496,215
General revenues:				
Taxes and penalties	930,755	-	930,755	910,644
State revenue sharing	596,911	-	596,911	596,292
Interest and rentals	30,545	-	30,545	29,980
Other revenue	78,080	-	78,080	86,168
Total general revenues and transfers	1,636,291	-	1,636,291	1,623,084
Total revenues	<u>2,017,045</u>	<u>130,504</u>	<u>2,147,549</u>	<u>2,119,299</u>
Expenses:				
General government	385,613	-	385,613	453,938
Public safety	611,488	-	611,488	697,093
Public works	554,725	-	554,725	465,509
Community and economic development	5,098	-	5,098	9,360
Culture and recreation	6,349	-	6,349	6,848
Other	204,087	-	204,087	173,724
Interest on long-term debt	17,964	-	17,964	19,982
Building department fund	-	97,368	97,368	99,792
Total expenses	1,785,324	97,368	1,882,692	1,926,246
Change in net position	231,721	33,136	264,857	193,053
Beginning net position	2,318,371	21,375	2,339,746	2,146,693
Ending net position	<u>\$ 2,550,092</u>	<u>\$ 54,511</u>	<u>\$2,604,603</u>	<u>\$ 2,339,746</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, 2016**

**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 \$1,738,586, an increase of \$245,419 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 \$1,650,737.

The fund balance of the Township's General Fund increased by \$206,739 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 \$54,511. The net position for the year increased by \$33,136.

**General Fund Budgetary Highlights**

The most significant difference between general fund final budget and actual figures are: the public safety expenditures were lower than expected due to implementing a restructuring of work schedules to minimize overtime costs while increasing the public safety coverage throughout the township.

**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, 2016, amounts to \$1,231,076 (net of accumulated depreciation of \$1,965,029). 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, 2016**

**Charter Township of Raisin's Capital Assets**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>2016</b>	<b>2015</b>
Land	\$ 296,660	\$	\$ 296,660	\$ 296,660
Land improvements	98,459		98,459	98,459
Buildings and improvements	1,198,273		1,198,273	1,198,273
Fire/ambulance equipment	1,092,255		1,092,255	1,092,255
Police equipment	261,530		261,530	269,530
Township furniture/fixtures	93,913		93,913	93,913
Township equipment	141,007	14,008	155,015	155,015
Total	<u>\$ 3,182,097</u>	<u>\$ 14,008</u>	<u>\$3,196,105</u>	<u>\$ 3,204,105</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**

As of the date of this report, the Township anticipates spending approximately \$453,000 for road projects in 2017.

Township officials are developing a long-term capital maintenance plan to prepare for future major capital expenditures in the public safety departments. The Township intends to continue to restrict funds for these anticipated purchases.

**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, 2016**

**With comparative totals at December 31, 2015**

	<b>Governmental Activities</b>	<b>Primary Government Business-type Activities</b>	<b>Totals 2016</b>	<b>Totals 2015</b>
<b>Assets:</b>				
<b>Current assets:</b>				
Cash and cash equivalents	\$ 1,711,733	\$ 52,995	\$ 1,764,728	\$ 1,545,016
Taxes receivable	-	-	-	248
Due from tax collection	467,158	-	467,158	704,096
Prepaid expenses	54,020	3,196	57,216	-
<b>Non-current assets:</b>				
Capital assets	3,182,097	14,008	3,196,105	3,204,105
Less: accumulated depreciation	(1,951,021)	(14,008)	(1,965,029)	(1,864,066)
Total assets	<u>\$ 3,463,987</u>	<u>\$ 56,191</u>	<u>\$ 3,520,178</u>	<u>\$ 3,589,399</u>
<b>Liabilities:</b>				
<b>Current liabilities:</b>				
Accounts payable	24,728	1,680	26,408	36,234
Accrued expenses	4,942	-	4,942	22,791
Due to tax collection	-	-	-	7,539
Current portion of lease payable	77,516	-	77,516	75,265
Current portion of long term liabilities	25,000	-	25,000	20,000
<b>Non-current liabilities:</b>				
Non-current portion of lease payable	162,054	-	162,054	239,570
Non-current portion of long term liabilities	155,000	-	155,000	180,000
Total liabilities	<u>449,240</u>	<u>1,680</u>	<u>450,920</u>	<u>581,399</u>
Deferred inflows of resources	464,655		464,655	668,254
<b>Net position:</b>				
Invested in capital assets, net of related debt	811,506	-	811,506	825,204
Restricted for capital projects	60,000	-	60,000	-
Unrestricted	1,678,586	54,511	1,733,097	1,514,542
Total net position	<u>\$ 2,550,092</u>	<u>\$ 54,511</u>	<u>\$ 2,604,603</u>	<u>\$ 2,339,746</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, 2016**

**With comparative totals for the year ended December 31, 2015**

<u><b>Functions/Programs</b></u>	<u><b>Expenses</b></u>	<u><b>Program Revenues Charges for Services</b></u>	<u><b>Net (Expense) Revenue and Changes in Net Position</b></u>		<u><b>Totals</b></u>	
			<u><b>Governmental Activities</b></u>	<u><b>Business-type Activities</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Governmental activities:</b>						
General government	\$ 385,613	\$ 52,624	\$ (332,989)	\$ -	\$ (332,989)	\$ (405,872)
Public safety	611,488	-	(611,488)	-	(611,488)	(697,093)
Public works	554,725	328,130	(226,595)	-	(226,595)	(137,284)
Community and economic development	5,098	-	(5,098)	-	(5,098)	(9,360)
Culture and recreation	6,349	-	(6,349)	-	(6,349)	(6,848)
Other	204,087	-	(204,087)	-	(204,087)	(173,724)
Interest on long-term debt	17,964	-	(17,964)	-	(17,964)	(19,982)
Total governmental activities	1,785,324	380,754	(1,404,570)	-	(1,404,570)	(1,450,163)
<b>Proprietary activities:</b>						
Building department fund	97,368	130,504		33,136	33,136	20,132
Total primary government	<u>1,882,692</u>	<u>511,258</u>	<u>(1,404,570)</u>	<u>33,136</u>	<u>(1,371,434)</u>	<u>(1,430,031)</u>
<b>General Revenues:</b>						
Taxes and penalties			930,755	-	930,755	910,644
State revenue sharing			596,911	-	596,911	596,292
Interest and rentals			30,545	-	30,545	29,980
Other revenue			78,080	-	78,080	86,168
Total general revenues			1,636,291	-	1,636,291	1,623,084
Change in net position			231,721	33,136	264,857	193,053
Net position - beginning of year			2,318,371	21,375	2,339,746	2,146,693
Net position - end of year			<u>\$ 2,550,092</u>	<u>\$ 54,511</u>	<u>\$2,604,603</u>	<u>\$ 2,339,746</u>

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

**Charter Township of Raisin**

**Balance Sheet**

**Governmental Funds**

**December 31, 2016**

**With comparative totals at December 31, 2015**

	<b>General Fund</b>	<b>Road Fund</b>	<b>Nonmajor Capital Projects Fund</b>	<b>Total Governmental Funds 2016</b>	<b>Total Governmental Funds 2015</b>
<b>Assets</b>					
Cash and cash equivalents	\$ 1,598,044	\$ 53,689	\$ 60,000	\$ 1,711,733	\$ 1,522,418
Taxes receivable	-	-	-	-	248
Due from tax collection	379,186	87,972	-	467,158	704,096
Prepaid expenses	54,020	-	-	54,020	-
Total assets	<u>2,031,250</u>	<u>141,661</u>	<u>60,000</u>	<u>2,232,911</u>	<u>2,226,762</u>
<b>Liabilities</b>					
Accounts payable	24,728	-	-	24,728	35,854
Accrued expenses	4,942	-	-	4,942	21,948
Due to tax collection	-	-	-	-	7,539
Total liabilities	<u>29,670</u>	<u>-</u>	<u>-</u>	<u>29,670</u>	<u>65,341</u>
Deferred inflows of resources-unavailable revenue	<u>350,843</u>	<u>113,812</u>	<u>-</u>	<u>464,655</u>	<u>668,254</u>
<b>Fund balances</b>					
<b>Restricted for:</b>					
Capital projects	-	-	60,000	60,000	-
Assigned	-	27,849	-	27,849	49,169
Unassigned	<u>1,650,737</u>	<u>-</u>	<u>-</u>	<u>1,650,737</u>	<u>1,443,998</u>
Total fund balances	<u>1,650,737</u>	<u>27,849</u>	<u>60,000</u>	<u>1,738,586</u>	<u>1,493,167</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 2,031,250</u>	<u>\$ 141,661</u>	<u>\$ 60,000</u>	<u>\$ 2,232,911</u>	<u>\$ 2,226,762</u>
Total governmental fund balances				\$ 1,738,586	\$ 1,493,167
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 governmental fund				1,231,076	1,340,039
Long-term liabilities are not due and payable in the current period and are not reported in the funds				<u>(419,570)</u>	<u>(514,835)</u>
Net differences				<u>811,506</u>	<u>825,204</u>
Total net position of governmental activities				<u>\$ 2,550,092</u>	<u>\$ 2,318,371</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, 2016**

**With comparative totals for the year ended December 31, 2015**

	<b>General Fund</b>	<b>Road Fund</b>	<b>Nonmajor Capital Projects Fund</b>	<b>Total Governmental Funds 2016</b>	<b>Total Governmental Funds 2015</b>
<b>Revenues:</b>					
Taxes and penalties	\$ 930,755	\$ -	\$ -	\$ 930,755	\$ 910,644
State grants	596,911	-	-	596,911	596,292
Charges for services	52,624	328,130	-	380,754	376,291
Interest and rentals	28,737	1,808	-	30,545	29,980
Other revenue	75,580	-	-	75,580	83,468
Total revenues	<u>1,684,607</u>	<u>329,938</u>	<u>-</u>	<u>2,014,545</u>	<u>1,996,675</u>
<b>Expenditures:</b>					
<b>Current:</b>					
General government:					
Legislative	93,176	-	-	93,176	97,703
Supervisor	38,241	-	-	38,241	50,879
Treasurer	49,121	-	-	49,121	48,098
Assessing/Equalization	60,857	-	-	60,857	83,359
Clerk	45,635	-	-	45,635	46,270
Elections	10,859	-	-	10,859	4,075
Finance and tax administration	15,725	-	-	15,725	27,415
Building and grounds	53,851	-	-	53,851	80,555
Other general government	1,850	-	-	1,850	5,765
Public safety	519,523	-	-	519,523	564,260
Public works	203,467	351,258	-	554,725	465,509
Community and economic development	5,098	-	-	5,098	9,360
Culture and recreation	5,649	-	-	5,649	6,147
Other	222,051	-	-	222,051	193,706
Debt service	95,265	-	-	95,265	94,147
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,420,368</u>	<u>351,258</u>	<u>-</u>	<u>1,771,626</u>	<u>1,777,248</u>
Excess (deficiency) of revenues over expenditures	264,239	(21,320)	-	242,919	219,427
<b>Other financing sources (uses):</b>					
Transfers out	(60,000)	-	-	(60,000)	-
Transfers in	-	-	60,000	60,000	-
Sale of assets	2,500	-	-	2,500	2,700
Total other financing sources (uses)	<u>(57,500)</u>	<u>-</u>	<u>60,000</u>	<u>2,500</u>	<u>2,700</u>
Change in fund balances	206,739	(21,320)	60,000	245,419	222,127
Fund balances - beginning of year	1,443,998	49,169	-	1,493,167	1,271,040
Fund balances - end of year	<u>\$ 1,650,737</u>	<u>\$ 27,849</u>	<u>\$ 60,000</u>	<u>\$ 1,738,586</u>	<u>\$ 1,493,167</u>

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

**Charter Township of Raisin**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities**

**For the Years Ended December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
Change in fund balances - total governmental funds	\$ 245,419	\$ 222,127
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period. (Total total capital outlay \$0; less depreciation \$108,963).	(108,963)	(143,353)
Repayments of bond principal is an expenditures in the governmental funds, but not in the statement of activities (where it reduces long-term debt).	<u>95,265</u>	<u>94,147</u>
Change in net position in governmental activities	<u><u>\$ 231,721</u></u>	<u><u>\$ 172,921</u></u>

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



**Charter Township of Raisin**

**Balance Sheet**

**Proprietary Fund**

**December 31, 2016 and 2015**

	<b>Building Fund</b>	
	<b>2016</b>	<b>2015</b>
<b>Assets:</b>		
<b>Current assets:</b>		
Cash and cash equivalents	\$ 52,995	\$ 22,598
Prepaid expenses	3,196	-
Total current assets	56,191	22,598
<b>Non-current assets:</b>		
Capital assets	14,008	14,008
Less: accumulated depreciation	(14,008)	(14,008)
Total noncurrent assets	-	-
Total assets	<u>56,191</u>	<u>22,598</u>
<b>Liabilities:</b>		
Accounts payable	1,680	380
Accrued expenses	-	843
Total liabilities	<u>1,680</u>	<u>1,223</u>
<b>Net position:</b>		
Unrestricted	<u>54,511</u>	<u>21,375</u>
Total net position	<u>\$ 54,511</u>	<u>\$ 21,375</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, 2016 and 2015**

		<b>Building Fund</b>	
		<u>2016</u>	<u>2015</u>
<b>Revenues:</b>			
Charges for services		\$ 129,264	\$ 118,088
Other revenue		1,240	1,836
	Total revenues	<u>130,504</u>	<u>119,924</u>
<b>Expenses:</b>			
<b>Current:</b>			
Building department		<u>97,368</u>	<u>99,792</u>
	Total expenditures	<u>97,368</u>	<u>99,792</u>
	Operating income before transfers	<u>33,136</u>	<u>20,132</u>
	Change in fund net position	33,136	20,132
	Total net position - beginning of year	<u>21,375</u>	<u>1,243</u>
	Total net position - end of year	<u><u>\$ 54,511</u></u>	<u><u>\$ 21,375</u></u>

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

**Charter Township of Raisin**

**Statements Cash Flows**

**Proprietary Fund**

**Years Ended December 31, 2016 and 2015**

	<b>Building Fund</b>	
	<b>2016</b>	<b>2015</b>
<b>Cash flows from operating activities:</b>		
Cash received from customers	\$ 130,504	\$ 119,924
Cash paid to employees and suppliers	(100,107)	(100,648)
Net cash provided by operating activities	30,397	19,276
Increase (decrease) in cash and cash equivalents	30,397	19,276
Cash and cash equivalents-beginning of year	22,598	3,322
Cash and cash equivalents-end of year	\$ 52,995	\$ 22,598
<b>Reconciliation of Operating Loss to Net Cash Provided by Operating Activities</b>		
Net operating income	\$ 33,136	\$ 20,132
<b>Adjustments to reconcile loss from operations to net cash used in operating activities:</b>		
<b>Changes in assets and liabilities:</b>		
(Increase) decrease in prepaid expenses	(3,196)	-
Increase (decrease) in accounts payable	1,300	(200)
Increase (decrease) in accrued expenses	(843)	(656)
Total adjustments	(2,739)	(856)
Net cash provided by operating activities	\$ 30,397	\$ 19,276

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, 2016 and 2015**

	<b>Agency Funds</b>	
	<b>2016</b>	<b>2015</b>
<b>Assets:</b>		
Cash and cash equivalents	\$ 998,658	\$ 1,464,143
Due from general fund	-	7,539
	Total assets	\$ 1,471,682
<b>Liabilities:</b>		
Due to other funds	\$ 467,158	\$ 704,096
Due to other governmental units	531,500	767,586
	Total liabilities	\$ 1,471,682

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

## Charter Township of Raisin

### Notes to Financial Statements

December 31, 2016

#### 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, 2016. The Township provides the following services: public safety (fire protection, police and ambulance service), road construction, cemetery care, public improvements, planning and zoning, construction code inspections, and Building Department, 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 fund (General 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 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, 2016**

**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 *Capital Projects Fund* is used to account for funds restricted for capital purchases.

**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, 2016

#### 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, 2016**

**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 2015 ad valorem tax was levied and collectible on December 1, 2015. 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 2015 delinquent real property taxes, is recognized as revenue in the current fiscal year.

The 2015 taxable valuation of the Township totaled \$232,994,778, on which taxes levied consisted of 3.4549 mills. This resulted in \$804,810 for operating purposes. This amount is recognized as revenue within the financial statements.

The township collected and deferred 2016 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, 2016**

**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 are discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance 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, 2016**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

**6. Deferred outflows/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 amount of encumbrances at December 31, 2016, 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, 2016 the Township incurred two expenditures in budgetary funds which were in excess of the amount appropriated.

<u>General Fund</u>	<u>Appropriations</u>	<u>Actual</u>	<u>Variance</u>
Legislative	90,631	93,176	(2,545)
<u>Road Fund</u>	<u>Appropriations</u>	<u>Actual</u>	<u>Variance</u>
Public Works	351,103	351,258	(155)

**Charter Township of Raisin**

**Notes to Financial Statements**

**December 31, 2016**

**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 year end, the following represents the custodial credit risk of the Township:

Uninsured and uncollateralized	<u><u>\$ 2,644,909</u></u>
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**Note 4. Capital Assets**

Capital asset activity for the fiscal year ended December 31, 2016 was as follows:

	<b>Beginning Balance</b>	<b>Acquisitions</b>	<b>Dispositions</b>	<b>Ending Balance</b>
<b>Governmental activities:</b>				
Land	\$ 296,660	\$ -	\$ -	\$ 296,660
Land improvements	98,459	-	-	98,459
Buildings and improvements	1,198,273	-	-	1,198,273
Fire/ambulance equipment	1,092,255	-	-	1,092,255
Police equipment	269,530	-	8,000	261,530
Township furniture/fixtures	93,913	-	-	93,913
Township equipment	141,007	-	-	141,007
Total at historical cost	3,190,097	-	8,000	3,182,097
<b>Accumulated depreciation:</b>				
Land improvements	(75,866)	(3,537)	-	(79,403)
Buildings and improvements	(642,466)	(33,715)	-	(676,181)
Fire/ambulance equipment	(700,412)	(49,166)	-	(749,578)
Police equipment	(198,642)	(21,067)	8,000	(211,709)
Township furniture/fixtures	(93,913)	-	-	(93,913)
Township equipment	(138,759)	(1,478)	-	(140,237)
Accumulated depreciation	(1,850,058)	(108,963)	8,000	(1,951,021)
Governmental activities net capital assets	\$ 1,340,039	\$ (108,963)	\$ -	\$ 1,231,076

**Charter Township of Raisin**

**Notes to Financial Statements**

**December 31, 2016**

**Note 4. Capital Assets (Continued)**

	<b>Beginning Balance</b>	<b>Acquisitions</b>	<b>Dispositions</b>	<b>Ending Balance</b>
<b>Business-type activities:</b>				
Building department equipment	14,008	-	-	14,008
<b>Accumulated depreciation:</b>				
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:

	<b>2016</b>	<b>2015</b>
<b>Governmental activities:</b>		
General government	\$ 16,298	\$ 9,819
Recreation and culture	700	701
Public safety	91,965	132,833
Total depreciation expense-governmental activities	<u>\$ 108,963</u>	<u>\$ 143,353</u>

**Note 5. Long-Term Liabilities**

The Township issued bonds in October 2003 to pay part of the cost of improving, renovating and equipping the department of public safety buildings within the Township and other site improvements and appurtenances related thereto in the amount \$375,000. The interest rate is 4.5% and bonds will mature in April 2023, with semi-annual interest payments due in April and October.

The township purchased a fire truck for \$388,982 through a capital lease. The fire truck is included in the capital asset balances above. Payments of \$84,679 are due annually. At the end of the fiscal year, the township owed \$239,570.

**Charter Township of Raisin**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 5. Long-Term Liabilities (Continued)**

The schedule of long term liability activity follows:

	<b>Capital Improvement Bonds 2003</b>	<b>Fire Truck Lease</b>	<b>Total</b>
Balance January 1, 2016	\$ 200,000	\$ 314,835	\$ 514,835
Increases			-
Decreases	(20,000)	(75,265)	(95,265)
Balance December 31, 2016	180,000	239,570	419,570
Less: current portion	(25,000)	(77,516)	(102,516)
Total due after one year	<u>\$ 155,000</u>	<u>\$ 162,054</u>	<u>\$ 317,054</u>

Debt service requirements at December 31, 2016, were as follows:

<b>Year Ended December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2017	\$ 102,516	\$ 14,701	\$ 117,216
2018	104,834	11,258	116,091
2019	107,221	7,746	114,966
2020	25,000	4,163	29,163
2021	25,000	3,038	28,038
2022-2023	55,000	2,588	57,588
	<u>\$ 419,570</u>	<u>\$ 43,492</u>	<u>\$ 463,062</u>

The interest expense on long-term obligations for the years ended December 31, 2016 and 2015 was \$17,964 and \$19,982, respectively.

**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.

**Charter Township of Raisin**

**Notes to Financial Statements**

**December 31, 2016**

**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, 2016 and 2015 were \$22,080 and \$36,099, respectively, and participants contributed \$10,343 and \$5,308, respectively.

**Note 8. Interfund Balances**

Interfund balances at December 31, 2016 are as follows:

	<b>General Fund</b>	<b>Due from Fiduciary Funds</b>	<b>Total</b>
<b>Due to</b>			
General Fund	\$ -	\$ 467,158	\$ 467,158
Fiduciary Funds	467,158		467,158
	<u>\$ 467,158</u>	<u>\$ 467,158</u>	<u>\$ -</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, 2016 are expected to be repaid within the next fiscal year.

**Note 9. 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 entered into a contract to purchase police vehicles before the end of the year; however, the vehicles were not placed into service until the next fiscal year. There will be capital outlay expense and a related lease payable in the next fiscal year.

Subsequent to the end of year, but before the issuance of this report, the Township sold a piece of property included in the capital asset balance.

**Required Supplementary Information**

**Charter Township of Raisin**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Year Ended December 31, 2016**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>Revenues:</b>				
Taxes and penalties	\$ 960,129	\$ 922,927	\$ 930,755	\$ 7,828
State revenue sharing	621,394	599,098	596,911	(2,187)
Charges for services	41,563	41,563	52,624	11,061
Interest and Rentals	17,740	17,740	28,737	10,997
Other revenue	66,800	66,800	75,580	8,780
Total revenues	<u>1,707,626</u>	<u>1,648,128</u>	<u>1,684,607</u>	<u>36,479</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government:				
Legislative	126,858	90,631	93,176	(2,545)
Supervisor	54,848	42,216	38,241	3,975
Treasurer	51,079	51,139	49,121	2,018
Assessing/Equalization	63,164	63,164	60,857	2,307
Clerk	47,883	48,308	45,635	2,673
Elections	9,670	12,670	10,859	1,811
Financial and tax administration	20,500	20,500	15,725	4,775
Building and grounds	60,500	60,500	53,851	6,649
Other general government	3,550	3,550	1,850	1,700
Public safety	622,848	605,283	519,523	85,760
Public works	243,230	243,230	203,467	39,763
Community and economic development	24,950	16,050	5,098	10,952
Culture and recreation	12,088	12,088	5,649	6,439
Other	221,779	234,120	222,051	12,069
Debt service	144,679	144,679	95,265	49,414
Total expenditures	<u>1,707,626</u>	<u>1,648,128</u>	<u>1,420,368</u>	<u>227,760</u>
Excess (deficiency) of revenues over expenditures	-	-	264,239	264,239
<b>Other financing sources (uses):</b>				
Transfers out	-	-	(60,000)	(60,000)
Sale of assets	-	-	2,500	2,500
Total other financing sources (uses)	-	-	<u>(57,500)</u>	<u>(57,500)</u>
Change in fund balances	-	-	206,739	206,739
Fund balance - beginning of year			<u>1,443,998</u>	
Fund balance - end of year			<u><u>\$ 1,650,737</u></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, 2016**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>Revenues:</b>				
<b>Local revenue</b>				
Charges for services	\$ 328,225	\$ 328,225	\$ 328,130	\$ (95)
Interest and rentals	900	900	1,808	908
Total revenues	329,125	329,125	329,938	813
<b>Expenditures:</b>				
Public works	329,125	351,103	351,258	(155)
Total expenditures	329,125	351,103	351,258	(155)
Change in fund balances	-	(21,978)	(21,320)	658
Fund balance - beginning of year			49,169	
Fund balance - end of year			\$ 27,849	

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, 2016**

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
<b>Assets:</b>				
Cash	\$ 1,464,143	\$ 7,950,245	\$ 8,415,730	\$ 998,658
Due from general fund	7,539	-	7,539	-
Total assets	<u>1,471,682</u>	<u>7,950,245</u>	<u>8,423,269</u>	<u>998,658</u>
<b>Liabilities:</b>				
Due to other funds	704,096	1,109,315	1,346,253	467,158
Due to other governmental units	767,586	6,840,930	7,077,016	531,500
Total liabilities	<u>\$ 1,471,682</u>	<u>\$ 7,950,245</u>	<u>\$ 8,423,269</u>	<u>\$ 998,658</u>

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