

**Charter Township of Grand Blanc  
Genesee County, Michigan**

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**Comprehensive Annual Financial Report  
Fiscal Year Ended December 31, 2009**

**Prepared by the Finance Department**

# Charter Township of Grand Blanc

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# **Charter Township of Grand Blanc**

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May 5, 2010

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc  
Grand Blanc, Michigan

This letter serves to formally transmit to the citizens and the Township Board of the Charter Township of Grand Blanc (the “Charter Township”) the Comprehensive Annual Financial Report (CAFR) introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Charter Township of Grand Blanc’s MD&A can be found immediately following the report of the independent auditor.

The state statutes require that within six months of the close of each fiscal year, the Charter Township of Grand Blanc issue a report on its financial position and activity, and that an independent firm of certified public accountants audit this report. The accuracy and reliability of the accounting system is dependent on adequate internal controls. Since the cost of internal controls should not outweigh their benefit, the Charter Township’s framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. Therefore, the accuracy, completeness, and fairness of the financial data reported, including all disclosures, rests with the Charter Township’s management, who assumes full responsibility for the information presented in this report and asserts that, to the best of their knowledge and belief, this financial report is complete and reliable in all material aspects. Plante & Moran, PLLC has issued an unqualified opinion on the Charter Township of Grand Blanc’s financial statements for the year ended December 31, 2009. The independent auditor’s report is located at the front of the financial section of this report.

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc

## **Profile of Charter Township of Grand Blanc**

The Charter Township of Grand Blanc was incorporated on April 1, 1833 and is located in the southeastern part of Genesee County. Genesee County is located in the mid-state section of Michigan about 60 miles north of the city of Detroit and 10 miles south of Flint. The Charter Township currently has a land area of 32.1 square miles and a population of approximately 35,075, per the results of a mid-decade census completed in 2005. The Charter Township has a futuristic, innovative approach to development, but keeps an eye on its rich history and heritage. The result has been structured commercial development, aesthetically pleasing neighborhoods, excellent public services, and top-rated schools. The Charter Township still maintains a rural atmosphere with a variety of age, size, and price for its housing.

The Charter Township of Grand Blanc provides multiple services to its citizens. Among these are police protection, community development, planning and zoning, building code enforcement, property assessment, general administrative services, voter registration, garbage collection, mosquito control, minimal road improvements, and partial water and sewer operations. The Charter Township also participates with the City of Grand Blanc (the "City") in jointly funded ventures such as Grand Blanc Fire Commission, Grand Blanc Parks and Recreation Commission/Senior Citizen Activity Center, and the Grand Blanc McFarlen Library. The Charter Township's Board is comprised of the supervisor, clerk, treasurer, and four trustees. All board members are elected for a four-year term which coincides with the presidential election.

The Charter Township of Grand Blanc board of trustees adopts an annual budget in accordance with the State of Michigan Uniform Budgeting Act, P.A. 621 of 1978. The Charter Township's fiscal year is January through December. The annual budget is adopted no later than December 31 for the subsequent year. Budgetary controls include the requirement that expenditures must not exceed revenues for the year (i.e., no deficit spending). The board of trustees must approve all budget amendments made throughout the fiscal year, while maintaining a General Fund fund balance between 12 percent and 15 percent of General Fund revenues.

As a recipient of federal and state financial assistance, the Charter Township is responsible for ensuring there is adequate internal control structure in place to ensure and document compliance with applicable laws and regulations related to these programs. Management evaluates this internal control structure annually.

As demonstrated by the statements and schedules included in the financial section of this report, the Charter Township continues to meet its responsibility for sound financial management.

## **Local Economy**

The Charter Township has seen an increase in foreclosures; we had 410 homes in foreclosure in 2009 within the Charter Township. However, we are starting to see these homes being resold. The Grand Blanc unemployment rate is 8.8 percent, which is below the City of Flint's (27.4 percent) and Genesee County's (16.6 percent) unemployment rate. We are anticipating a reduction in our unemployment rate as Magna Electronics has received a large grant and tax incentives, with the promise of 525 new jobs within the next five years.

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc

The Township has 17 residential developments at various phases of construction. Granted there is little activity due to the economy, but the projects have not been abandoned. With the 17 ongoing subdivisions, the average 2009 new home construction cost was \$209,911, which is slightly below the average new home construction cost in 2008 of \$214,090.

In 2009, the Charter Township of Grand Blanc issued 21 new home building permits, with a projected new construction value of \$4.4 million. The majority of the new permits were for a large active senior community, Del Webb's Grand Reserve, with an average size home being approximately 1,800 square feet and the price range of \$150,000 to \$200,000. Del Webb's Grand Reserve is projecting 25 new home starts in 2010.

Not surprisingly, with our residents making improvements to their homes rather than building a new home or moving because of the current economic conditions, we issued 295 residential improvement permits, with a projected construction value of \$2.7 million. Three permits were issued for new commercial construction of three new storage facilities with a projected new construction value of \$242,000. In addition to the new commercial permits, we had 33 commercial improvement permits with a new construction value of \$1.9 million, which included an expansion to Brick Street Bar and Grill.

The Charter Township has two General Motors (GM) facilities within its boundaries which help to support its tax base. The Charter Township no longer relies on GM as the major part of the tax base, even though they are still our largest taxpayer. GM's percentage of the tax base increased from 2.65 percent in 2008 to 3.5 percent in 2009, which was due to personal property tax increases. The metal fabrication plant that has been historically a stamping plant for sheet metal parts has been redesigned as a tooling support facility for new assembly lines. The GM Metal Fabrication Plant employs approximately 470 employees. The world headquarters for General Motors Service and Parts Operation is also located in the Charter Township and employs approximately 800 employees.

Even though the State of Michigan and Genesee County continue to experience economic tensions over the future of automotive-related industries, the Charter Township's proximity to Oakland County, one of the wealthiest counties in the nation, and I-75/Automation Alley is beneficial to our growth. The Charter Township is hoping to attract high-tech companies and direct future development in a way that maximizes the benefit for the Charter Township. Our Community Development department has implemented a "Technology Village" area in the southern portion of the Charter Township and the Genesee Regional Chamber of Commerce is vigorously marketing properties to emerging businesses, similar to Magna Electronics, expanding in the Charter Township.

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc

Employees of research and development firms typically seek out job opportunities in communities that offer a high quality of life. In choosing where to locate, firms look closely at the make-up of the community, seeking communities with a “places to be” atmosphere that will draw professional workers. The Charter Township of Grand Blanc is well positioned to attract R&D users: Grand Blanc Community Schools are among the best in the state of Michigan; the Charter Township's per capita income and educational levels are already among the highest in Genesee County; since 1958, Grand Blanc has hosted the annual Buick Open Golf Tournament, the only PGA Tour event in Michigan; and the Charter Township has an increasing number of retail and entertainment offerings within high-quality new developments. Brick Street Bar and Grill expanded its restaurant operations in 2009 and Taco Bell opened in early 2009. We are hoping that early in 2010, Grand Blanc will see two new restaurant choices for us to enjoy: Ichiban, a Japanese steak house, and Sweet Water Grill, a relaxed atmosphere bar and grill. And as articulated in the Charter Township's Master Plan Vision Statement, the Charter Township envisions building upon this “unparallel quality of life” in the years to come.

Besides affordable and diverse housing, varied and growing retail outlets, and work opportunities within a 30-minute commute to Oakland County, an additional drawing point to our community is the Grand Blanc Community Schools, which service 95 percent of the Charter Township. Grand Blanc Community Schools Points of Pride include the following:

- The dropout rate was less than 0.34 percent for the 2008-2009 school year.
- The retention rate was 88.7 percent for the 2008-2009 school year.
- Over 90 percent of GBHS graduates enroll in an institution of higher learning.
- Student scores on the Michigan Educational Assessment Program (MEAP) at all grade levels continue to be among the best in Michigan, and Grand Blanc High School's average MEAP scores continue to rank in the top 7 percent of all high schools in the state.
- Members of the Class of 2009 earned \$1,160,000 in Michigan Promise scholarship money. Every graduate in the Class of 2009 met the Michigan Merit Examination (MME) test graduation requirement. Grand Blanc High School pioneered the requirement among all schools in Michigan that its graduates meet this standard.
- The Standard and Poor's Performance Cost Index, which compares spending of all Michigan schools to their MEAP performance, ranks Grand Blanc among the top five school districts in the state.

The Grand Blanc community is fortunate to have a large number of strong community-based organizations such as the Grand Blanc Chamber of Commerce, Grand Blanc Arts Council, Character Community Council, Grand Blanc Rotary, Kiwanis, Elks, and the Grand Blanc Newcomers Club. During 2009, the Charter Township recognized three of our young men for achieving the rank of Eagle Scout in the Boy Scouts, with the anticipation of five or six more early in 2010.

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc

## **Long-term Financial Planning**

Unreserved, undesignated fund balance in the General Fund (15.4 percent of total General Fund revenues) of \$1,699,306 falls within the policy guidelines set by the Charter Township's fund balance policy. Even with the downturn in the economy, the Charter Township will take the necessary steps to preserve its General Fund balance.

## **Relevant Financial Policies**

State statutes require an annual audit by independent certified public accountants. The Charter Township's board of trustees selected the firm of Plante & Moran, PLLC. The Charter Township of Grand Blanc met all requirements as set forth by Michigan state statutes. The auditors, in conducting the audit, used auditing standards generally accepted in the United States of America. Plante & Moran, PLLC's report on the basic financial statements is included in the financial section of this report.

Standard and Poor's reviewed the underlying rating (SPUR) on our General Obligation Limited Tax Capital Improvement Bonds and upgraded our rating to "AA" from "AA-," while affirming the stable outlook. Fitch also upgraded our rating to "AA."

The Charter Township's board approved a new purchasing policy in 2009, which tightens the requirements needed to enter into contracts or purchase materials needed for the Charter Township. In addition, we also updated our petty cash policy and their locations.

## **Major Initiatives**

Throughout the year, the Charter Township government has been involved in a variety of projects that reflect the government's commitment to ensuring its citizens are able to live and work in an enviable environment. The Mission Statement of the Charter Township of Grand Blanc is, "A planned and progressive community which provides a safe, caring, and quality environment in which to live, work, and play."

Governor Jennifer Granholm supported the Michigan Economic Growth Authority Boards' (MEGA Board) approval of a \$5 million, seven-year tax credit for Magna Electronics in Grand Blanc Township. Magna Electronics produces a high-tech line of electronic products, including electric motors for electric and hybrid electric vehicles and electric propulsion systems for the Ford Focus battery electric vehicle. The total project is estimated to be \$70 million and provide 525 new jobs in the next five years. Manufacturing is planned to begin in 2011.

During 2009, the Charter Township started a Home-Owners Association Council in an attempt to improve communications between our 35,000 residents and their elected leaders. The Charter Township continued to expand its policy of communication of information to its residents by expanding the use of the Charter Township's website, newsletters, supervisor and managers monthly reports, Homeowners Association informational meetings, and local newspaper articles.

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc

Our Police Department is a progressive, full-service, law enforcement agency. The department provides 24/7 police service including dispatching, senior citizens call-in, vacation checks, operation identification, K-9 unit, motorcycle unit, motor carrier unit, child safety seat inspections, patrol, traffic enforcement, and an accident reconstruction team.

The continued growth of the Charter Township is directly related to the infrastructure capabilities in our township. We currently have 193 miles of water mains and 245 miles of sanitary sewer mains and are continuously improving our infrastructure system. Capital improvements to the water and sewer systems in 2009 totaled \$2.6 million on such projects as completing the emergency back-up wells, Baldwin Road water tank pressure release valves, Ottawa Hills water main project and the Wildwood water main project. Those projects were funded by the revenue generated from the water tap-in fees.

The Charter Township governmental funds invested over \$950,000 in 2009 for capital projects/purchases which were directly related to the purchase of police vehicles, replacement of our emergency sirens, computer upgrades, new soccer fields, and ADA sidewalk improvements. The Capital Projects Fund balance of \$921,000 will be carried forward to fiscal year 2010.

### **Awards and Acknowledgements**

Chief David Stamm was re-appointed by Governor Jennifer Granholm to serve on the Governors Traffic Safety Advisory Commission.

Sergeant Matt Simpson and police dog, Kase, were recertified by the USPCA (United States Police Canine Association) for drug detection. Sergeant Simpson and Kase are also certified with NAPCH (National Association of Professional Canine Handlers).

Fire Chief Jim Harmes has been designated "Chief Fire Officer" through the Commission on Professional Credentialing since 2003 and he was re-designated in 2009. He is one of 616 fire leaders throughout the U.S. and Canada that has acquired this certification.

The Grand Blanc Fire Commission received a grant to purchase three heat imaging cameras.

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Charter Township of Grand Blanc for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2008. This was the 14th consecutive year that the Charter Township has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

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

To the Citizens and the Board of Trustees  
of the Charter Township of Grand Blanc

The preparation of the Comprehensive Annual Financial Report was made possible by the efficient and dedicated services of the entire staff of the finance department and the help, insight, and support from the Township superintendent, Richard F. Dunnill. I would like to express my appreciation to the Charter Township's finance department for their assistance and input. Additionally, the accounting firm of Plante & Moran, PLLC made substantial contributions in the preparation of this document. Lastly, I wish to acknowledge the Charter Township of Grand Blanc board of trustees for their interest and commitment to responsible, prudent, and progressive financial leadership.

Respectfully submitted,



Debra P. Barriger  
Director of Financial Services

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Charter Township  
of Grand Blanc, Michigan

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

# Charter Township of Grand Blanc

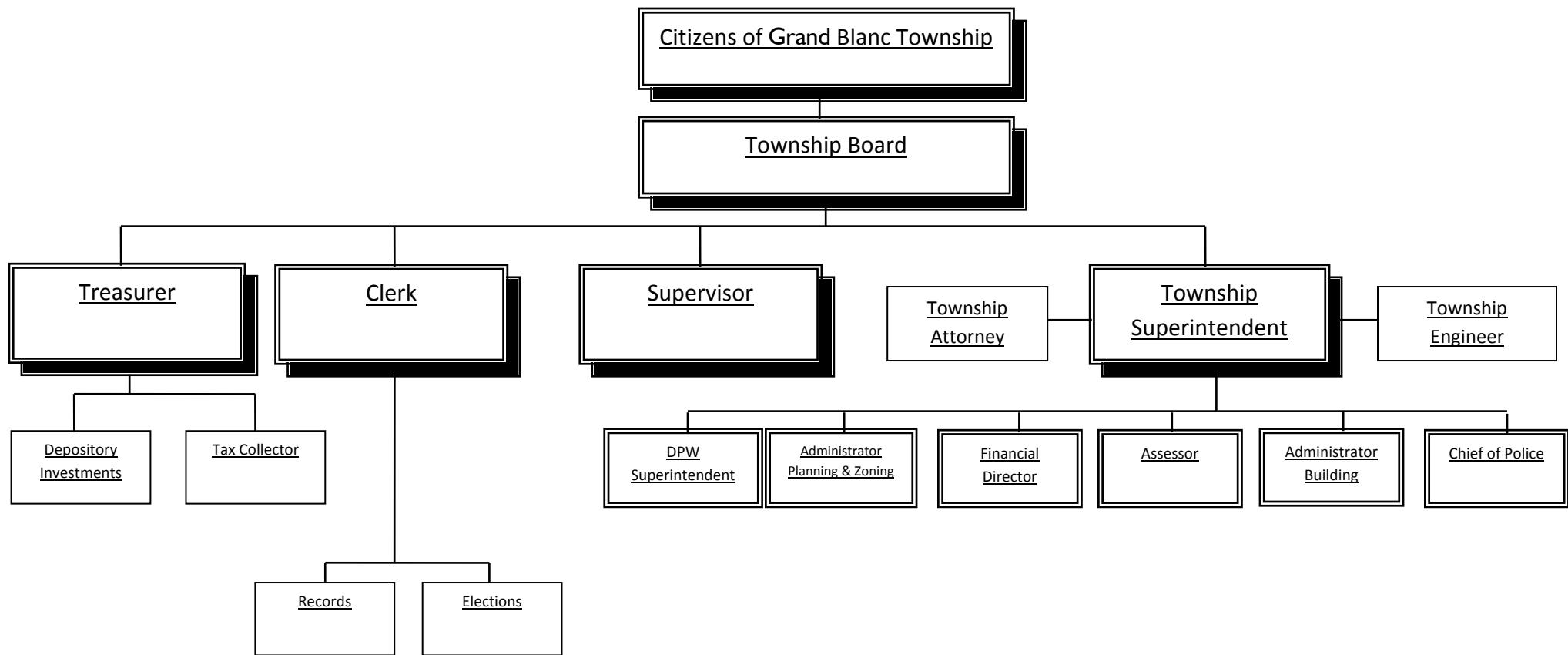
## List of Principal Officials

| <u>Title</u>                  | <u>Name</u>        |
|-------------------------------|--------------------|
| Supervisor                    | Marilyn M. Hoffman |
| Clerk                         | Cathy Lane         |
| Treasurer                     | Earl Guzak         |
| Board of Trustees             | Paul Bush          |
|                               | Larry Anderson     |
|                               | Ryan Thompson      |
|                               | Ben Clevenger      |
| Township Superintendant       | Richard F. Dunnill |
| Finance Director              | Debra Barriger     |
| DPW Director                  | Roger Buell        |
| Police Chief                  | David Stamm        |
| Fire Chief                    | James Harmes       |
| Assessor                      | Peggy Nolde        |
| Building Official             | Kirk Richardson    |
| Parks and Recreation Director | Kay Eidson         |
| Planner                       | Michael Deem       |
| GIS Coordinator               | Robbie Beller      |

# Charter Township of Grand Blanc

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## Charter Township of Grand Blanc Organization Chart



## Independent Auditor's Report

To the City Council  
Charter Township of Grand Blanc  
Genesee 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 Grand Blanc (the "Charter Township") as of and for the year ended December 31, 2009, which collectively comprise the Charter Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Charter Township of Grand Blanc's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Charter Township of Grand Blanc as of December 31, 2009 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

To the City Council  
Charter Township of Grand Blanc  
Genesee County, Michigan

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter Township of Grand Blanc's basic financial statements. The management's discussion and analysis and the budgetary comparison schedules, as identified in the table of contents, are not required parts of the basic financial statements but are supplemental information required by the Governmental Accounting Standards Board. The introductory section, other supplemental information, and statistical section, as identified in the table of contents, are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The budgetary comparison schedules and other supplemental information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. We have applied certain limited procedures to the management's discussion and analysis, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it. The introductory section and statistical section have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

The financial statements include partial prior-year comparative information. Such information does not include all of the information required for a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Charter Township's financial statements for the year ended December 31, 2008, from which such partial information was derived.

*Plante & Moran, PLLC*

May 5, 2010

# Charter Township of Grand Blanc

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## Management's Discussion and Analysis

This section of the Charter Township of Grand Blanc's (the "Charter Township") annual financial report presents our discussion and analysis of the Charter Township's financial performance during the fiscal year ended December 31, 2009. Please read it in conjunction with the transmittal letter at the front of this report and the Charter Township's financial statements, which follows this section.

### Overview of the Financial Statements

The 2009 Comprehensive Annual Financial Report of the Charter Township of Grand Blanc follows a similar format used in 2008. This annual report has been changed to comply with the reporting requirements of the Government Accounting Standards Board Statement No. 34. This annual report consists of five parts: (1) management's discussion and analysis, (2) the basic financial statements, (3) required supplemental information, (4) other supplemental information (which presents combining statements for nonmajor governmental funds and fiduciary funds), and (5) a statistical section. The basic financial statements include two kinds of statements that present different views of the Charter Township. The first two statements are government-wide financial statements that provide both short-term and long-term information about the Charter Township's financial status. The remaining statements are fund financial statements that focus on individual operations of the Charter Township's government, reporting in more detail than the government-wide statements.

### Government-wide Statements

The government-wide statements report information about the Charter Township as a whole, using accounting methods similar to those used by private sector companies. The statement of net assets includes all of the Charter Township's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities, regardless of when cash is received or paid (full accrual).

The two government-wide statements report the Charter Township's net assets and how they have changed. Net assets, the difference between the Charter Township's assets and liabilities, are one means to measure the Charter Township's financial health or position.

The government-wide financial statements of the Charter Township are divided into two categories:

- **Government Activities** - Most of the Charter Township's basic services are included here, such as police, general administration, public works, fire protection, recreation, and culture. Property taxes, state-shared revenue, charges for services, and investment earnings provide most of the funding for these services.
- **Business-type Activities** - The Charter Township charges fees to customers to help it cover the costs of certain services it provides. The Charter Township's water and sewer system is included here.

# Charter Township of Grand Blanc

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## Management's Discussion and Analysis (Continued)

### Fund Financial Statements

The fund financial statements provide more detailed information about the Charter Township's most significant funds - not the Charter Township as a whole. Funds are accounting devices that the Charter Township uses to segregate financial resources (along with all related liabilities) for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Some of the Charter Township's funds are required by state law. The Charter Township's board of trustees establishes additional funds to control and manage monies for particular purposes (such as the Capital Projects Fund) or to demonstrate that it is properly utilizing specific taxes or grants (such as the Drug Forfeiture Fund).

The Charter Township has three kinds of funds:

- **Governmental Funds** - The majority of the basic services of the Charter Township are accounted for in the governmental funds, which focus on how cash and other financial assets can readily be converted to cash flow in and out and the balances left at year end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are sufficient financial resources that can be spent in the short term to finance the Charter Township's General Fund operations.
- **Proprietary Funds** - Services for which the Charter Township charges customers a fee are generally reported in proprietary funds. Proprietary funds, like government-wide financial statements, provide both long- and short-term financial information. The Charter Township's only proprietary fund is the Department of Public Works (DPW) and accounts for the operations of water and sewer services.
- **Fiduciary Funds** - The Charter Township is the trustee, or fiduciary, for ensuring that the assets reported in these funds are used for their intended purpose. All of the Charter Township's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the Charter Township's government-wide financial statements because the Charter Township cannot use these assets to finance its operation.

**Notes to the Financial Statements** - Provide additional information that is essential to a full understanding of the data provided in the government-wide financial statements and fund financial statements.

**Required Supplemental Information** - Includes the budgetary comparison statements for the General Fund and Major Special Revenue Funds as well as budget footnotes. This required supplemental information is in addition to the basic financial statements and accompanying notes.

# Charter Township of Grand Blanc

## Management's Discussion and Analysis (Continued)

**Other Supplemental Information** - Includes the budgetary comparison statements for the nonmajor Capital Projects Funds, nonmajor governmental funds, the budget footnotes, and the combining schedules for the nonmajor governmental funds and the fiduciary funds.

### Financial Analysis of the Charter Township as a Whole

The Charter Township has combined net assets of \$100 million. This was a total decrease of \$3 million or 3.0 percent for 2009. The business-type activities comprised \$89.3 million and government activities accounted for \$10.7 million of total net assets. The business-type activities experienced a \$1.6 million decrease in net assets. This decrease was primarily due to a decrease in cash and cash equivalents from the completion of the emergency back-up wells, Wildwood water main, Ottawa Hills water main, Baldwin Road tank pressure release valves, and miscellaneous improvements to our sewer system. The governmental activities showed a decrease of \$1.4 million of net assets. This decrease was mainly due to an increase in other postemployments benefit liability and accepting 15 percent of the special assessment cost to the residents for the road repairs to Ottawa Hills, which is the last special assessment district the Charter Township will be financial assisting the residents. This year's report provides comparative data for the statement of activities. We felt it was necessary to establish a benchmark for this year's reporting of the effect on the Charter Township's net assets. In a condensed format, the table below shows a comparison of the net assets as of the current date to the prior year. All numbers are in thousands.

TABLE I

|  | Governmental Activities |           | Business-type Activities |           | Total     |            |
|--|-------------------------|-----------|--------------------------|-----------|-----------|------------|
|  | 2009                    | 2008      | 2009                     | 2008      | 2009      | 2008       |
| (in thousands)                                   |                         |           |                          |           |           |            |
| <b>Assets</b>                                    |                         |           |                          |           |           |            |
| Current and other assets                         | \$ 18,678               | \$ 18,815 | \$ 7,542                 | \$ 9,655  | \$ 26,220 | \$ 28,470  |
| Capital assets                                   | 17,577                  | 17,382    | 84,724                   | 84,034    | 102,301   | 101,416    |
| Total assets                                     | 36,255                  | 36,197    | 92,266                   | 93,689    | 128,521   | 129,886    |
| <b>Liabilities</b>                               |                         |           |                          |           |           |            |
| Long-term liabilities outstanding                | 13,133                  | 12,785    | 189                      | 269       | 13,322    | 13,054     |
| Other liabilities                                | 12,470                  | 11,322    | 2,738                    | 2,525     | 15,208    | 13,847     |
| Total liabilities                                | 25,603                  | 24,107    | 2,927                    | 2,794     | 28,530    | 26,901     |
| <b>Net Assets</b>                                |                         |           |                          |           |           |            |
| Invested in capital assets - Net of related debt | 6,977                   | 6,682     | 84,724                   | 84,034    | 91,701    | 90,716     |
| Restricted                                       | 636                     | 684       | -                        | -         | 636       | 684        |
| Unrestricted                                     | 3,039                   | 4,724     | 4,615                    | 6,861     | 7,654     | 11,585     |
| Total net assets                                 | \$ 10,652               | \$ 12,090 | \$ 89,339                | \$ 90,895 | \$ 99,991 | \$ 102,985 |

The governmental activities showed a decrease for 2009 in total net assets of 11.9 percent and business-type activities showed a decrease in total net assets of 1.7 percent. The category changes are minimal and consistent with the prior year.

# Charter Township of Grand Blanc

## Management's Discussion and Analysis (Continued)

### Governmental Activities

Revenues for governmental activities totaled \$13.5 million in 2009. The synopsis of the Charter Township's tax millage for 2008, which was revenue in 2009, was 3.6806 mills for the Charter Township operation and 0.7 mill for the municipal campus plan, .9128 mill for the Charter Township police, and .1184 mill for the Charter Township mosquito control. Of the total revenues, \$8.4 million, or 62.0 percent, was in the form of property tax collections. As taxable value is decreasing, the 2010 estimated revenue from property tax is anticipated to be a \$900,000 to \$1,100,000 reduction. State-shared revenue contributed 14.2 percent, or \$1.9 million, of the total revenues. Revenue sharing continues to be an area of concern; as the State of Michigan works on its economic recovery plan and balancing its budget, the State of Michigan is continuing to reduce the per person funding to all governmental entities.

Charges for governmental services represent 14.7 percent of the total revenues. The Charter Township's housing construction provides building permits and inspection fees, which represent 15 percent of the charges for services revenue.

Governmental net assets for 2009 decreased \$1,437,856. During the past three years, the Charter Township has financially helped four major subdivision special assessment districts to pave their subdivision roads. This policy of subsidizing special assessment districts was discontinued during 2009 due to declining revenue.

TABLE 2

|                                    | Business-type           |          |            |          |           |           |  |  |
|------------------------------------|-------------------------|----------|------------|----------|-----------|-----------|--|--|
|                                    | Governmental Activities |          | Activities |          | Total     |           |  |  |
|                                    | 2009                    | 2008     | 2009       | 2008     | 2009      | 2008      |  |  |
| (in thousands)                     |                         |          |            |          |           |           |  |  |
| <b>Revenue</b>                     |                         |          |            |          |           |           |  |  |
| Program revenue:                   |                         |          |            |          |           |           |  |  |
| Charges for service                | \$ 1,993                | \$ 1,956 | \$ 10,355  | \$ 9,118 | \$ 12,348 | \$ 11,074 |  |  |
| Operating grants and contributions | 442                     | 437      | -          | 333      | 442       | 770       |  |  |
| Capital grants and contributions   | 157                     | 17       | 650        | 4,335    | 807       | 4,352     |  |  |
| General revenue:                   |                         |          |            |          |           |           |  |  |
| Property taxes                     | 8,389                   | 8,505    | -          | -        | 8,389     | 8,505     |  |  |
| State-shared revenue               | 1,916                   | 2,221    | -          | -        | 1,916     | 2,221     |  |  |
| Unrestricted investment earnings   | 155                     | 509      | 90         | 327      | 245       | 836       |  |  |
| Miscellaneous                      | 470                     | 439      | 5          | -        | 475       | 439       |  |  |
| Total revenue                      | 13,522                  | 14,084   | 11,100     | 14,113   | 24,622    | 28,197    |  |  |

# Charter Township of Grand Blanc

## Management's Discussion and Analysis (Continued)

TABLE 2 (Continued)

|  | Business-type           |                  |                  |                  |                  |                   | (in thousands) |  |
|--|-------------------------|------------------|------------------|------------------|------------------|-------------------|----------------|--|
|  | Governmental Activities |                  | Activities       |                  | Total            |                   |                |  |
|  | 2009                    | 2008             | 2009             | 2008             | 2009             | 2008              |                |  |
| <b>Expenses</b>                          |                         |                  |                  |                  |                  |                   |                |  |
| General government                       | \$ 3,921                | \$ 3,329         | \$ -             | \$ -             | \$ 3,921         | \$ 3,329          |                |  |
| Public safety                            | 8,053                   | 8,354            | -                | -                | 8,053            | 8,354             |                |  |
| Public works                             | 1,793                   | 2,469            | -                | -                | 1,793            | 2,469             |                |  |
| Community and economic development       | 431                     | 402              | -                | -                | 431              | 402               |                |  |
| Recreation and culture                   | 294                     | 406              | -                | -                | 294              | 406               |                |  |
| Interest on long-term debt               | 468                     | 491              | -                | -                | 468              | 491               |                |  |
| Water and sewer                          | -                       | -                | 12,656           | 12,905           | 12,656           | 12,905            |                |  |
| <b>Total expenses</b>                    | <b>14,960</b>           | <b>15,451</b>    | <b>12,656</b>    | <b>12,905</b>    | <b>27,616</b>    | <b>28,356</b>     |                |  |
| <b>(Decrease) Increase in Net Assets</b> | <b>(1,438)</b>          | <b>(1,367)</b>   | <b>(1,556)</b>   | <b>1,208</b>     | <b>(2,994)</b>   | <b>(159)</b>      |                |  |
| <b>Net Assets - Beginning of year</b>    | <b>12,090</b>           | <b>13,457</b>    | <b>90,895</b>    | <b>89,687</b>    | <b>102,985</b>   | <b>103,144</b>    |                |  |
| <b>Net Assets - End of year</b>          | <b>\$ 10,652</b>        | <b>\$ 12,090</b> | <b>\$ 89,339</b> | <b>\$ 90,895</b> | <b>\$ 99,991</b> | <b>\$ 102,985</b> |                |  |

### Business-type Activities

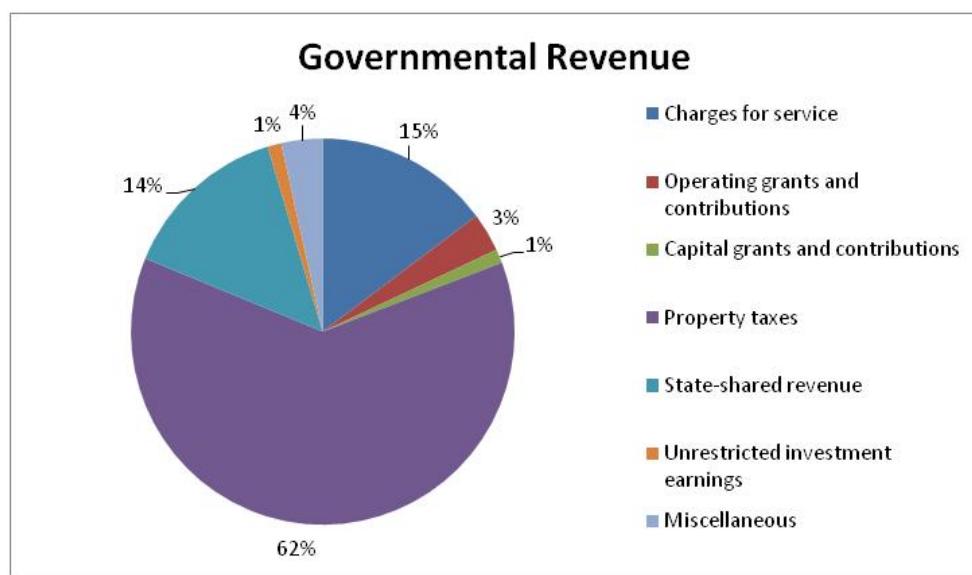
The Charter Township has one business-type activity: the water and sewer system. The Charter Township purchases water from Genesee County and the Charter Township's sewage is pumped to Genesee County treatment facilities. User fees and charges for services primarily fund the water and sewer operations. The revenues from charges for services of \$10.4 million covered 81.9 percent of the \$12.7 million of water and sewer expenses. The Charter Township's goal is to have the water and sewer operations self-supporting. The \$600,000 of capital grants and contributions represents the infrastructure that was donated to the Charter Township by the developers and water and sewer tap-in fees. In 2009, \$257,800 of tap-in fees collected was used to fund the projects on the five-year capital improvement plan; projects recently completed or under construction include emergency back-up wells, Wildwood water main, Ottawa Hills water main, Baldwin Road tank pressure release valves, and sewer improvements on Vassar and Fenton Roads. The net assets for business-type activities at the end of 2009 show a decrease of \$1.6 million.

# Charter Township of Grand Blanc

## Management's Discussion and Analysis (Continued)

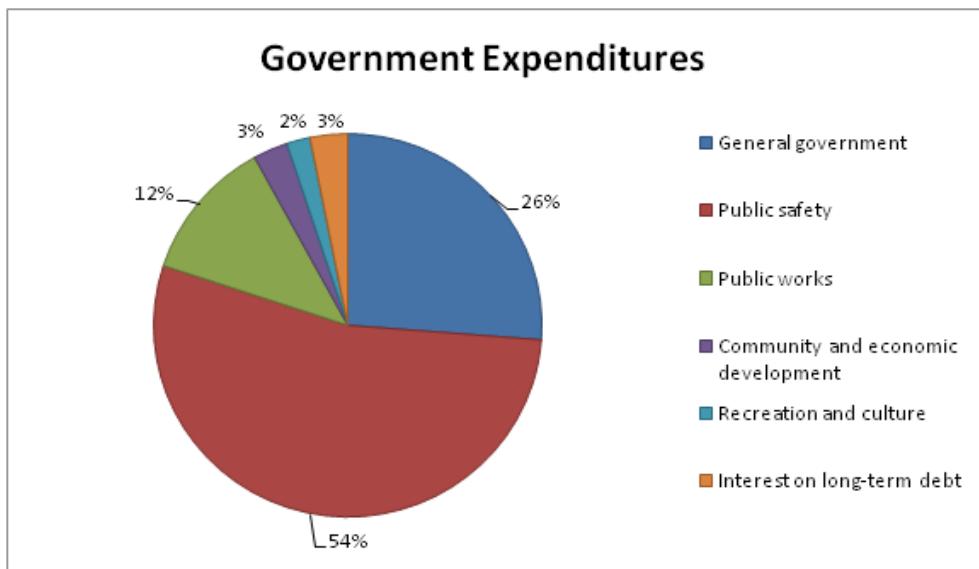
In October 2006, Rowe, Inc. and Potter Consulting secured an S2 grant from the Michigan Department of Environmental Quality (MDEQ) on behalf of the Charter Township for the purpose of further evaluating inflow and infiltration (I&I) issues in the Charter Township sanitary sewer system and developing a project plan to reduce I&I to an acceptable level. The total project cost is \$1,079,200, with the grant providing \$971,280 and the Charter Township contributing 10 percent or \$107,920. This study, Phase IV I&I Study, is a two-year project that ended in February 2009. The 2009 reimbursement from the S2 grant totaled \$199,406. The SWQIF (Surface Water Quality Initiative Fund) project, also known as the footing drain disconnect program, is the project that resulted from the S2 grant and the funding for the project is anticipated to be available in the fourth quarter of 2010.

The following pie charts offer a quick view of the revenues and expenses of governmental activities as a percentage of the whole:



# Charter Township of Grand Blanc

## Management's Discussion and Analysis (Continued)



### Capital Assets

The Charter Township has combined net capital assets of approximately \$102,301,000. The following schedule provides a summary of the capital assets, net of accumulated depreciation, for 2009 and 2008. Numbers are in thousands.

|                                      | Governmental Activities |                  | Business-type Activities |                  | Total             |                   |
|--------------------------------------|-------------------------|------------------|--------------------------|------------------|-------------------|-------------------|
|                                      | 2009                    | 2008             | 2009                     | 2008             | 2009              | 2008              |
| (in thousands)                       |                         |                  |                          |                  |                   |                   |
| Land                                 | \$ 1,867                | \$ 1,867         | \$ 238                   | \$ 238           | \$ 2,105          | \$ 2,105          |
| Construction in progress             | 215                     | 153              | 450                      | 1,627            | 665               | 1,780             |
| Buildings and improvements           | 14,425                  | 14,273           | 1,586                    | 1,622            | 16,011            | 15,895            |
| Furniture and equipment              | 852                     | 910              | 2,315                    | 2,368            | 3,167             | 3,278             |
| Water and sewer distribution systems | -                       | -                | 79,713                   | 77,667           | 79,713            | 77,667            |
| Vehicles                             | 218                     | 179              | 422                      | 512              | 640               | 691               |
| Total                                | <b>\$ 17,577</b>        | <b>\$ 17,382</b> | <b>\$ 84,724</b>         | <b>\$ 84,034</b> | <b>\$ 102,301</b> | <b>\$ 101,416</b> |

The Charter Township's governmental funds invested over \$900,000 in 2009 for capital projects/purchases. The General Fund capital investments included the addition of new emergency sirens, sidewalks, police vehicles, soccer fields, computer software upgrades, and a pathway at Bicentennial Park. The Capital Projects Fund's balance of \$920,600 will be carried forward to the 2010 year to be used for road improvements, police vehicles, and the completion of the Bicentennial Park Pathway.

# **Charter Township of Grand Blanc**

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## **Management's Discussion and Analysis (Continued)**

In the proprietary fund, the Charter Township received donated sewer and water line infrastructure assets in the amount of \$193,114 and collected \$257,800 in tap-in fees which will be used to fund the infrastructure projects currently under construction, such as the Fenton Road gravity sanitary sewer, sump pump disconnection program, sewer line preventative maintenance, and a fire hydrant replacement program. Additional information on the Charter Township's capital asset activity can be found in Note 4 in the notes to the financial statements section.

### **Long-term Debt**

The Charter Township has a total of \$12,680,000 in long-term governmental debt and \$103,700 in long-term business activity debt as of December 31, 2009. Of this total debt, \$10,600,000 or 83.6 percent is related to the issuance of a 25-year general obligation limited tax capital improvement bond for construction of a new police station, \$571,300 or 4.5 percent is related to employee-compensated absences, and \$1,572,000 or 12.4 percent of the debt is related to road improvement projects. The Charter Township had a policy of assisting subdivisions, usually 25 percent of their special assessment project cost, in financing road improvements within the Charter Township that are completed by the Genesee County Road Commission; typically, these obligations are then paid over a 10-year period. This policy was eliminated in 2009 due to declining revenue. The Charter Township's debt represents 12.8 percent of total net assets of governmental activities and business-type activities. Additional information on the Charter Township's long-term debt activity can be found in Note 6 in the notes to financial statements section.

### **The Charter Township's Nonmajor Governmental Funds**

Beginning on page 54 of this report, there is a summary of three types of nonmajor governmental funds:

- **Special Revenue Funds** - These funds were established to meet specific requirements or needs that would allow the Charter Township to track specific revenues and expenditures. The Drug Forfeiture Fund, Law Enforcement Fund, and PEG (public, educational, and government) Channel Grant Fund are self-explanatory. The Bicentennial Park Fund was established to track revenues from a cell tower located on the Charter Township property that is used by the local parks and recreation department. These funds are to be used for Bicentennial Park improvements.
- **Capital Projects Funds** - These funds, the Capital Projects Fund and the Municipal Campus Project Fund, identify specific capital projects and track the related expenditures. For the Municipal Campus Project Fund, the Charter Township board has identified specific tax revenues to be used for the new Charter Township municipal campus plan's design and construction of improvements.

# **Charter Township of Grand Blanc**

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## **Management's Discussion and Analysis (Continued)**

- **Permanent Funds** - The Charter Township is responsible for three cemeteries, Oakwood Cemetery, Perry-McFarland Cemetery, and Maple Cemetery. These funds identify the principal monies and the investment revenue that is expendable for maintenance.

### **Financial Analysis of Charter Township's Funds and Budgets**

The following budget analysis comes from the data provided in the budgetary comparison schedules - General Fund on page 49 of this report. The Charter Township's total budgeted revenues for 2009 were \$12,145,511, with actual revenue coming in at \$12,116,390 for a shortage of \$29,121 or less than 1 percent. The budgeted revenue shortfall areas were investment income and building permit fees. During 2009, the Charter Township made significant budget amendments to reduce the original revenue projections for property tax revenue and state revenue sharing, which also included the reduction in expenditures to avoid utilizing fund balance.

The Michigan economy has clearly been affected by the sluggish performance of the automobile industry and related enterprises, which has affected the Charter Township's building department. Too many foreclosure homes, approximately 400 in the Charter Township, are on the market, making the anticipated new home construction market fall below expectations.

State revenue sharing was originally budgeted at \$2,227,832; the budget was then amended down to \$1,917,832, with actual state revenue sharing coming in at \$1,915,708 for a shortfall from the original budget of \$312,124. Luckily, the Charter Township made the appropriate budget cuts to recognize this shortfall early in 2009. The State of Michigan is facing numerous budget constraints and it is continually looking at the state revenue-sharing program to help with its budget shortfalls. The Michigan Township Association is lobbying hard against any additional reductions in the program as numerous local governments have been hit hard with these cuts.

The Charter Township's General Fund had budgeted expenditures of \$11,340,111 and actual expenditures were \$11,049,941. The net effect for 2009 shows an excess of revenues over expenditures prior to transfers out of \$1,066,449. After transfers out of \$1,216,000, revenues and other financing uses exceeded expenditures by \$10,737. This increased the Charter Township's 2009 General Fund balance to \$1,699,306 or 15.4 percent of 2009 General Fund expenditures, which is in compliance with the Charter Township's General Fund balance policy.

# **Charter Township of Grand Blanc**

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## **Management's Discussion and Analysis (Continued)**

### **Current Economic Conditions**

The General Fund for the Charter Township operations has two major funding sources and a number of smaller sources. Property taxes and state revenue sharing constitute the major funding sources with 69.2 percent and 16.7 percent, respectively, of the total Charter Township General Fund revenue. Even though the demand for new housing has slowed, commercial property permits and commercial improvement permits have continued to keep the Charter Township of Grand Blanc as the number one governmental entity for permits issued in Genesee County for the 10th year in a row. In 2009, the Charter Township issued 33 commercial permits. Three of these permits were for new construction, while 30 of these permits were for additions/improvements to existing buildings.

Housing plats that have had initial approval from the Charter Township board that have not been developed equate to approximately 1,400 dwellings. There were 21 new housing permits issued and 15 new housing additions in 2009. Most of the new residential construction permits are for homes at Del Webb's Grand Reserve community, where 478 houses and condominiums are planned for active adults 55 and over, with a 15,000 square foot recreation center. The \$3.4 million recreation center was completed in 2008.

In light of the decline in residential building permits, healthcare issues, demand for additional office space, and difficult economic conditions for the state of Michigan, this report indicates that the Charter Township continues to expand its already strong financial base with another positive year. The Charter Township increased the General Fund balance by \$10,737; granted, this is less than 1 percent, but we did not tap into fund balance.

**EECBG (Energy Efficiency and Conservation Block Grant)** - Late in December 2009, the Charter Township was allocated \$143,600 for projects under this grant to be completed by May 2012. The approved projects included (1) building sidewalks and connecting ramps along Saginaw Street, (2) providing financial incentives for residents to build energy efficient homes, and (3) develop a pilot project for plug-in meters for electric and hybrid vehicles. I look forward to providing more information on this federal grant next year.

### **Contacting the Charter Township's Financial Management**

This financial report is designed to provide our residents, taxpayers, customers, investors, and creditors with a general overview of the Charter Township's finances and to show the Charter Township's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the finance director at the Charter Township of Grand Blanc, P.O. Box 1833, 5371 S. Saginaw St., Grand Blanc, MI 48439, (810) 424-2654, (810) 424-2600, or visit our website at [www.twp.grand-blanc.mi.us](http://www.twp.grand-blanc.mi.us).

# Charter Township of Grand Blanc

## Statement of Net Assets December 31, 2009

|  | Primary Government      |                          |               |
|--|-------------------------|--------------------------|---------------|
|  | Governmental Activities | Business-type Activities | Total         |
|  |                         |                          |               |
| <b>Assets</b>  |                         |                          |               |
| Cash and cash equivalents (Note 3)                     | \$ 8,119,113            | \$ 2,732,623             | \$ 10,851,736 |
| Investments (Note 3)                                   | 2,966,748               | 1,090,454                | 4,057,202     |
| Receivables:   |                         |                          |               |
| Property taxes   | 4,883,107               | -                        | 4,883,107     |
| Customers  | 426,057                 | 2,877,211                | 3,303,268     |
| Accrued interest and other                             | 75,901                  | 2,083                    | 77,984        |
| Receivables billed on tax roll                         | -                       | 309,741                  | 309,741       |
| Due from other governmental units                      | 545,412                 | 6,572                    | 551,984       |
| Investment in joint ventures (Note 12)                 | 1,661,467               | -                        | 1,661,467     |
| Capital assets (Note 4):                               |                         |                          |               |
| Assets not subject to depreciation                     | 2,081,734               | 688,233                  | 2,769,967     |
| Assets subject to depreciation                         | 15,495,180              | 84,036,248               | 99,531,428    |
| Tap-in assessments receivable - Net of current portion | -                       | 523,262                  | 523,262       |
| Total assets   | 36,254,719              | 92,266,427               | 128,521,146   |
| <b>Liabilities</b>                                     |                         |                          |               |
| Accounts payable                                       | 724,187                 | 1,910,088                | 2,634,275     |
| Due to other governmental units                        | 101,665                 | -                        | 101,665       |
| Accrued liabilities and other                          | 909,890                 | 724,653                  | 1,634,543     |
| Deferred revenue (Note 16)                             | 9,834,625               | -                        | 9,834,625     |
| Noncurrent liabilities (Note 6):                       |                         |                          |               |
| Due within one year:                                   |                         |                          |               |
| Compensated absences                                   | 467,552                 | 103,707                  | 571,259       |
| Current portion of long-term debt                      | 431,882                 | -                        | 431,882       |
| Due in more than one year (Note 14):                   |                         |                          |               |
| Net OPEB obligation                                    | 1,352,630               | 188,824                  | 1,541,454     |
| Long-term debt   | 11,780,430              | -                        | 11,780,430    |
| Total liabilities                                      | 25,602,861              | 2,927,272                | 28,530,133    |
| <b>Net Assets</b>                                      |                         |                          |               |
| Invested in capital assets - Net of related debt       | 6,976,914               | 84,724,481               | 91,701,395    |
| Restricted for:  |                         |                          |               |
| Mosquito spraying                                      | 1,986                   | -                        | 1,986         |
| Solid waste  | 361,185                 | -                        | 361,185       |
| Drug forfeiture and federal equitable sharing          | 23,789                  | -                        | 23,789        |
| Law enforcement  | 2,353                   | -                        | 2,353         |
| PEG Channel Grant                                      | 3,088                   | -                        | 3,088         |
| Unexpendable cemetery funds                            | 95,186                  | -                        | 95,186        |
| Expendable cemetery funds                              | 148,223                 | -                        | 148,223       |
| Unrestricted   | 3,039,134               | 4,614,674                | 7,653,808     |
| Total net assets                                       | \$ 10,651,858           | \$ 89,339,155            | \$ 99,991,013 |

# Charter Township of Grand Blanc

| Functions/Programs                    | Program Revenues     |                      |                                    |                                  |
|---------------------------------------|----------------------|----------------------|------------------------------------|----------------------------------|
|                                       | Expenses             | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
|                                       |                      |                      |                                    |                                  |
| <b>Primary government:</b>            |                      |                      |                                    |                                  |
| Governmental activities:              |                      |                      |                                    |                                  |
| General government                    | \$ 3,921,073         | \$ 381,613           | \$ 55,198                          | \$ -                             |
| Public safety                         | 8,053,371            | 414,235              | 184,750                            | -                                |
| Public works                          | 1,793,029            | 1,156,631            | 202,729                            | 156,804                          |
| Community and economic development    | 430,874              | 23,848               | -                                  | -                                |
| Recreation and culture                | 293,441              | 16,560               | -                                  | -                                |
| Interest on long-term debt            | 467,876              | -                    | -                                  | -                                |
| Total governmental activities         | 14,959,664           | 1,992,887            | 442,677                            | 156,804                          |
| Business-type activities              | 12,656,255           | 10,355,416           | -                                  | 650,320                          |
| <b>Total primary government</b>       | <b>\$ 27,615,919</b> | <b>\$ 12,348,303</b> | <b>\$ 442,677</b>                  | <b>\$ 807,124</b>                |
| General revenues:                     |                      |                      |                                    |                                  |
| Property taxes                        |                      |                      |                                    |                                  |
| State-shared revenue                  |                      |                      |                                    |                                  |
| Investment income                     |                      |                      |                                    |                                  |
| Cable franchise fees                  |                      |                      |                                    |                                  |
| Proceeds from sale of capital assets  |                      |                      |                                    |                                  |
| Total general revenues                |                      |                      |                                    |                                  |
| <b>Change in Net Assets</b>           |                      |                      |                                    |                                  |
| <b>Net Assets - Beginning of year</b> |                      |                      |                                    |                                  |
| <b>Net Assets - End of year</b>       |                      |                      |                                    |                                  |

**Statement of Activities**  
**Year Ended December 31, 2009**

| <u>Primary Government</u>      |                                 |                          |
|--------------------------------|---------------------------------|--------------------------|
| <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u>             |
| \$ (3,484,262)                 | \$ (7,454,386)                  | \$ (3,484,262)           |
| (276,865)                      | -                               | (276,865)                |
| (407,026)                      | -                               | (407,026)                |
| (276,881)                      | -                               | (276,881)                |
| <u>(467,876)</u>               | <u>-</u>                        | <u>(467,876)</u>         |
| <br>(12,367,296)               | <br>-                           | <br>(12,367,296)         |
| <u>-</u>                       | <u>(1,650,519)</u>              | <u>(1,650,519)</u>       |
| <br>(12,367,296)               | <br>(1,650,519)                 | <br>(14,017,815)         |
| <br>8,389,199                  | <br>-                           | <br>8,389,199            |
| 1,915,708                      | -                               | 1,915,708                |
| 154,648                        | 89,576                          | 244,224                  |
| 469,885                        | -                               | 469,885                  |
| <u>-</u>                       | <u>5,197</u>                    | <u>5,197</u>             |
| <br>10,929,440                 | <br>94,773                      | <br>11,024,213           |
| <br>(1,437,856)                | <br>(1,555,746)                 | <br>(2,993,602)          |
| <u>12,089,714</u>              | <u>90,894,901</u>               | <u>102,984,615</u>       |
| <br><u>\$ 10,651,858</u>       | <br><u>\$ 89,339,155</u>        | <br><u>\$ 99,991,013</u> |

# Charter Township of Grand Blanc

## Governmental Funds Balance Sheet December 31, 2009

|   | General Fund         | Solid Waste Fund    | Nonmajor Funds      | Total<br>Governmental<br>Funds |
|---|----------------------|---------------------|---------------------|--------------------------------|
| <b>Assets</b>                                   |                      |                     |                     |                                |
| Cash and cash equivalents (Note 3)              | \$ 6,955,476         | \$ 1,117,253        | \$ 46,384           | \$ 8,119,113                   |
| Investments (Note 3)                            | 2,769,723            | -                   | 197,025             | 2,966,748                      |
| Receivables:                                    |                      |                     |                     |                                |
| Property taxes                                  | 4,883,107            | -                   | -                   | 4,883,107                      |
| Customers                                       | -                    | 426,057             | -                   | 426,057                        |
| Accrued interest receivable and other           | 75,423               | -                   | 478                 | 75,901                         |
| Due from other governmental units               | 545,412              | -                   | -                   | 545,412                        |
| Due from other funds (Note 5)                   | -                    | -                   | 3,155,485           | 3,155,485                      |
| <b>Total assets</b>                             | <b>\$ 15,229,141</b> | <b>\$ 1,543,310</b> | <b>\$ 3,399,372</b> | <b>\$ 20,171,823</b>           |
| <b>Liabilities and Fund Balances</b>            |                      |                     |                     |                                |
| <b>Liabilities</b>                              |                      |                     |                     |                                |
| Accounts payable                                | \$ 668,455           | \$ 4,234            | \$ 51,498           | \$ 724,187                     |
| Due to other governmental units                 | 101,665              | -                   | -                   | 101,665                        |
| Due to other funds (Note 5)                     | 3,155,485            | -                   | -                   | 3,155,485                      |
| Accrued liabilities and other                   | 791,901              | -                   | -                   | 791,901                        |
| Deferred revenue (Note 16)                      | 8,812,329            | 1,177,891           | -                   | 9,990,220                      |
| <b>Total liabilities</b>                        | <b>13,529,835</b>    | <b>1,182,125</b>    | <b>51,498</b>       | <b>14,763,458</b>              |
| <b>Fund Balances</b>                            |                      |                     |                     |                                |
| Reserved for:                                   |                      |                     |                     |                                |
| Mosquito spraying                               | 1,986                | -                   | -                   | 1,986                          |
| Solid waste activities                          | -                    | 361,185             | -                   | 361,185                        |
| Law enforcement                                 | -                    | -                   | 26,142              | 26,142                         |
| Cable TV activities                             | -                    | -                   | 3,088               | 3,088                          |
| Cemetery unexpended                             | -                    | -                   | 95,186              | 95,186                         |
| Cemetery expended                               | -                    | -                   | 148,223             | 148,223                        |
| Unreserved, reported in:                        |                      |                     |                     |                                |
| General Fund                                    | 1,697,320            | -                   | -                   | 1,697,320                      |
| Special Revenue Funds                           | -                    | -                   | 7,240               | 7,240                          |
| Capital Projects Funds - Designated<br>(Note 7) | -                    | -                   | 3,067,995           | 3,067,995                      |
| <b>Total fund balances</b>                      | <b>1,699,306</b>     | <b>361,185</b>      | <b>3,347,874</b>    | <b>5,408,365</b>               |
| <b>Total liabilities and fund<br/>balances</b>  | <b>\$ 15,229,141</b> | <b>\$ 1,543,310</b> | <b>\$ 3,399,372</b> | <b>\$ 20,171,823</b>           |

# Charter Township of Grand Blanc

## Governmental Funds

### Reconciliation of the Balance Sheet to the Statement of Net Assets Year Ended December 31, 2009

| Fund Balance Reported in Governmental Funds   | \$ 5,408,365                |
|---|-----------------------------|
| Amounts reported for governmental activities in the statement of net assets are different because:  |                             |
| Capital assets used in governmental activities are not financial resources and are not reported in the funds                              | 17,576,914                  |
| Investments in joint ventures are not financial resources and are not reported in the funds   | 1,661,467                   |
| Special assessment receivables are expected to be collected over several years and are not available to pay for current year expenditures | 121,339                     |
| Certain receivables are expected to be collected in future years and are not available to pay for current year expenditures               | 34,256                      |
| Long-term liabilities are not due and payable in the current period and are not reported in the funds                                     | (12,212,312)                |
| Accrued interest on long-term debt is not reported in the funds   | (117,989)                   |
| Compensated absences are not due and payable in the current period and are not reported in the funds                                      | (467,552)                   |
| Net other postemployment benefits obligation is not recorded as a liability in the funds  | <u>(1,352,630)</u>          |
| <b>Net Assets of Governmental Activities</b>  | <b><u>\$ 10,651,858</u></b> |

# Charter Township of Grand Blanc

## Governmental Funds Statement of Revenue, Expenditures, and Changes in Fund Balances Year Ended December 31, 2009

|  | General Fund               | Solid Waste Fund         | Nonmajor Funds             | Total<br>Governmental<br>Funds |
|--|----------------------------|--------------------------|----------------------------|--------------------------------|
| <b>Revenue</b>   |                            |                          |                            |                                |
| Property taxes (Note 8)                                | \$ 8,389,929               | \$ -                     | \$ -                       | \$ 8,389,929                   |
| Licenses and permits                                   | 325,612                    | -                        | -                          | 325,612                        |
| Federal sources  | 86,369                     | -                        | 170,579                    | 256,948                        |
| State sources  | 2,022,440                  | -                        | -                          | 2,022,440                      |
| Charges for services                                   | -                          | 1,152,097                | -                          | 1,152,097                      |
| Fines, forfeitures, and seizures                       | 101,192                    | -                        | 15,974                     | 117,166                        |
| Investment income                                      | 114,291                    | 912                      | 51,723                     | 166,926                        |
| Other revenue:   |                            |                          |                            |                                |
| Special assessments                                    | 239,590                    | -                        | -                          | 239,590                        |
| PEG contributions                                      | -                          | -                        | 24,654                     | 24,654                         |
| Cable franchise fees                                   | 469,885                    | -                        | -                          | 469,885                        |
| Other miscellaneous income                             | 367,082                    | -                        | 36,379                     | 403,461                        |
| Total revenue  | <u>12,116,390</u>          | <u>1,153,009</u>         | <u>299,309</u>             | <u>13,568,708</u>              |
| <b>Expenditures - Current</b>                          |                            |                          |                            |                                |
| General government                                     | 2,606,048                  | -                        | 29,919                     | 2,635,967                      |
| Public safety  | 7,236,198                  | -                        | 3,711                      | 7,239,909                      |
| Public works   | 1,933,695                  | 1,240,015                | -                          | 3,173,710                      |
| Capital outlay   | -                          | -                        | 1,210,936                  | 1,210,936                      |
| Debt service   | -                          | -                        | 568,950                    | 568,950                        |
| Total expenditures                                     | <u>11,775,941</u>          | <u>1,240,015</u>         | <u>1,813,516</u>           | <u>14,829,472</u>              |
| <b>Excess of Revenue Over (Under)<br/>Expenditures</b> | <u>340,449</u>             | <u>(87,006)</u>          | <u>(1,514,207)</u>         | <u>(1,260,764)</u>             |
| <b>Other Financing Sources (Uses)</b>                  |                            |                          |                            |                                |
| Issuance of debt                                       | 884,000                    | -                        | -                          | 884,000                        |
| Proceeds from sale of capital assets                   | 2,288                      | -                        | -                          | 2,288                          |
| Transfers in   | -                          | -                        | 1,216,000                  | 1,216,000                      |
| Transfers out  | (1,216,000)                | -                        | -                          | (1,216,000)                    |
| Total other financing (uses)<br>sources                | <u>(329,712)</u>           | <u>-</u>                 | <u>1,216,000</u>           | <u>886,288</u>                 |
| <b>Net Change in Fund Balances</b>                     | <u>10,737</u>              | <u>(87,006)</u>          | <u>(298,207)</u>           | <u>(374,476)</u>               |
| <b>Fund Balances - Beginning of year</b>               | <u>1,688,569</u>           | <u>448,191</u>           | <u>3,646,081</u>           | <u>5,782,841</u>               |
| <b>Fund Balances - End of year</b>                     | <u><b>\$ 1,699,306</b></u> | <u><b>\$ 361,185</b></u> | <u><b>\$ 3,347,874</b></u> | <u><b>\$ 5,408,365</b></u>     |

# Charter Township of Grand Blanc

## Governmental Funds Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended December 31, 2009

**Net Change in Fund Balances - Total Governmental Funds** \$ (374,476)

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, these costs are allocated over their estimated useful lives as depreciation:

|                                   |           |
|-----------------------------------|-----------|
| Capital outlay                    | 962,423   |
| Depreciation                      | (765,401) |
| Net book value of assets disposed | (2,350)   |

Proceeds from long-term debt are recognized as revenue in the governmental funds, but not in the statement of activities (884,000)

Special assessment revenues are recorded in the statement of activities when earned; they are not reported in the funds until collected or collectible within 60 days of year end 120,609

Repayment of bond principal is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt) 328,019

Accrued interest expense is recorded as an expense in the statement of activities but not in the governmental funds 1,074

Investment in joint ventures is not included in the funds (132,517)

Increase in accumulated employee sick and vacation pay and other similar expenses reported in the statement of activities do not require the use of current resources, and therefore are not reported in the fund statements until they come due for payment (3,975)

Increases in net other postemployment benefits obligations do not require the use of current resources, and therefore are not reported in the governmental funds until they come due for payment (687,262)

**Change in Net Assets of Governmental Activities** \$ (1,437,856)

# Charter Township of Grand Blanc

## Proprietary Funds Statement of Net Assets December 31, 2009

|  | <u>Department of<br/>Public Works</u> |
|--|---------------------------------------|
| <b>Assets</b>  |                                       |
| Current assets:  |                                       |
| Cash and cash equivalents (Note 3)                     | \$ 2,732,623                          |
| Investments (Note 3)                                   | 1,090,454                             |
| Receivables:   |                                       |
| Customers  | 2,877,211                             |
| Accrued interest receivable                            | 2,083                                 |
| Receivables billed on tax roll                         | 309,741                               |
| Due from other governmental units                      | <u>6,572</u>                          |
| Total current assets                                   | 7,018,684                             |
| Noncurrent assets:                                     |                                       |
| Capital assets (Note 4):                               |                                       |
| Assets not subject to depreciation                     | 688,233                               |
| Assets subject to depreciation                         | 84,036,248                            |
| Tap-in assessments receivable                          | <u>523,262</u>                        |
| Total noncurrent assets                                | <u>85,247,743</u>                     |
| Total assets   | 92,266,427                            |
| <b>Liabilities</b>                                     |                                       |
| Current liabilities:                                   |                                       |
| Accounts payable                                       | 1,910,088                             |
| Accrued liabilities and other                          | 724,653                               |
| Compensated absences                                   | <u>103,707</u>                        |
| Total current liabilities                              | 2,738,448                             |
| Noncurrent liabilities - Net OPEB obligation (Note 14) | <u>188,824</u>                        |
| Total liabilities                                      | <u>2,927,272</u>                      |
| <b>Net Assets</b>                                      |                                       |
| Invested in capital assets - Net of related debt       | 84,724,481                            |
| Unrestricted   | <u>4,614,674</u>                      |
| Total net assets                                       | <u>\$ 89,339,155</u>                  |

# Charter Township of Grand Blanc

## Proprietary Funds

### Statement of Revenue, Expenses, and Changes in Net Assets

|  |  | Enterprise Funds - Department of Public Works |                      |
|--|--|---|----------------------|
|  |  | Year Ended                                    |                      |
|  |  | December 31, 2009                             | December 31, 2008    |
| <b>Operating Revenue</b>                 |  |   |                      |
| Sale of water                            |  | \$ 4,350,504                                  | \$ 3,936,920         |
| Sewage disposal charges                  |  | 5,830,958                                     | 4,850,381            |
| Water meters                             |  | 13,487  | 35,580               |
| Penalties and other charges for services |  | 160,467                                       | 294,632              |
|  |  |   |                      |
| Total operating revenue                  |  | 10,355,416                                    | 9,117,513            |
| <b>Operating Expenses</b>                |  |   |                      |
| Cost of water                            |  | 3,791,962                                     | 3,435,647            |
| Cost of sewage disposal                  |  | 5,082,074                                     | 4,530,283            |
| General and administrative               |  | 2,030,392                                     | 1,896,426            |
| Depreciation (Note 4)                    |  | 1,751,827                                     | 1,691,037            |
|  |  |   |                      |
| Total operating expenses                 |  | 12,656,255                                    | 11,553,393           |
| <b>Operating Loss</b>                    |  | (2,300,839)                                   | (2,435,880)          |
| <b>Nonoperating Revenue (Expenses)</b>   |  |   |                      |
| Investment income                        |  | 89,576  | 326,900              |
| Gain on sale of assets                   |  | 5,197   | -                    |
|  |  |   |                      |
| <b>Net Loss - Before contributions</b>   |  | (2,206,066)                                   | (2,108,980)          |
| <b>Capital Contributions</b>             |  |   |                      |
| Tap-in and line inspection fees          |  | 257,800                                       | 472,080              |
| Special assessments                      |  | -   | 20,750               |
| Capital grants                           |  | 199,406                                       | 332,809              |
| Lines donated by developers              |  | 193,114                                       | 3,842,434            |
| Tap-in refund                            |  | -   | (1,351,565)          |
|  |  |   |                      |
| Total capital contributions              |  | 650,320                                       | 3,316,508            |
| <b>Change in Net Assets</b>              |  | (1,555,746)                                   | 1,207,528            |
| <b>Net Assets - Beginning of year</b>    |  | 90,894,901                                    | 89,687,373           |
| <b>Net Assets - End of year</b>          |  | <b>\$ 89,339,155</b>                          | <b>\$ 90,894,901</b> |

# Charter Township of Grand Blanc

## Proprietary Funds Statement of Cash Flows Year Ended December 31, 2009

|  | Department of<br>Public Works |
|--|-------------------------------|
| <b>Cash Flows from Operating Activities</b>                                    |                               |
| Receipts from customers  | \$ 10,276,139                 |
| Payments to suppliers  | (8,512,078)                   |
| Payments to employees  | <u>(2,259,203)</u>            |
| Net cash used in operating activities  | (495,142)                     |
| <b>Cash Flows from Capital and Related Financing Activities</b>                |                               |
| Receipt of capital grants  | 199,406                       |
| Special assessment collections   | 440,363                       |
| Proceeds from sales of capital assets  | 5,197                         |
| Purchase of capital assets   | <u>(2,249,137)</u>            |
| Net cash used in capital and related financing activities                      | (1,604,171)                   |
| <b>Cash Flows from Investment Activities</b>                                   |                               |
| Interest received on investments   | 89,576                        |
| Purchase of investment securities  | <u>(742,247)</u>              |
| Net cash used in investing activities  | <u>(652,671)</u>              |
| <b>Net Decrease in Cash and Cash Equivalents</b>                               | (2,751,984)                   |
| <b>Cash and Cash Equivalents - Beginning of year</b>                           | <u>5,484,607</u>              |
| <b>Cash and Cash Equivalents - End of year</b>                                 | <b><u>\$ 2,732,623</u></b>    |
| <b>Reconciliation of Operating Loss to Net Cash from Operating Activities</b>  |                               |
| Operating loss   | \$ (2,300,839)                |
| Adjustments to reconcile operating loss to net cash from operating activities: |                               |
| Depreciation and amortization  | 1,751,827                     |
| Changes in assets and liabilities:   |                               |
| Receivables  | (79,277)                      |
| Accounts payable   | 366,255                       |
| Accrued and other liabilities  | <u>(233,108)</u>              |
| Net cash used in operating activities  | <b><u>\$ (495,142)</u></b>    |

**Noncash Investing, Capital, and Financing Activities** - During the year ended December 31, 2009, the Department of Public Works Fund received \$193,114 of lines donated by developers.

# Charter Township of Grand Blanc

## Fiduciary Funds Statement of Fiduciary Net Assets December 31, 2009

|   | Pension and<br>Employee<br>Benefits Trust<br>Fund | Agency Funds        |
|---|---|---------------------|
| <b>Assets</b>   |   |                     |
| Cash and cash equivalents (Note 3)  | \$ 2,436,623                                      | \$ 9,719,820        |
| Investments (Note 3):   |   |                     |
| Mutual funds  | 3,765,621   | -                   |
| Bonds   | 250,365   | -                   |
| Receivables   | 35,977  | -                   |
| Due from primary government   | 250,000   | -                   |
|   |   |                     |
| Total assets  | 6,738,586   | \$ 9,719,820        |
| <b>Liabilities - Undistributed tax collections and other</b>                |   |                     |
|   | -   | \$ 9,719,820        |
| <b>Net Assets Held in Trust for Pension and Other Employee<br/>Benefits</b> |   |                     |
|   |   | <u>\$ 6,738,586</u> |

# Charter Township of Grand Blanc

## **Fiduciary Funds** **Statement of Changes in Fiduciary Net Assets - Pension and** **Employee Benefits Trust Fund** **Year Ended December 31, 2009**

### **Additions**

|   |                |
|---|----------------|
| Investment income:                        |                |
| Interest and dividends                    | \$ 186,562     |
| Net increase in fair value of investments | <u>879,720</u> |
| Net investment income                     | 1,066,282      |
| Contributions - Employer contributions    | <u>801,568</u> |
| Total additions                           | 1,867,850      |

### **Deductions**

|                         |              |
|-------------------------|--------------|
| Benefit payments        | 34,740       |
| Administrative expenses | <u>6,631</u> |
| Total deductions        | 41,371       |

**Net Increase in Net Assets Held in Trust** 1,826,479

**Net Assets Held in Trust for Pension and Other Employee Benefits -**  
**Beginning of year** 4,912,107

**Net Assets Held in Trust for Pension and Other Employee Benefits -**  
**End of year** **\$ 6,738,586**

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements**

### **December 31, 2009**

#### **Note I - Nature of Business and Significant Accounting Policies**

The accounting policies of the Charter Township of Grand Blanc (the "Charter Township") conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Charter Township of Grand Blanc.

##### **Reporting Entity**

The Charter Township of Grand Blanc is governed by an elected seven-member board of trustees. The accompanying financial statements present the Charter Township of Grand Blanc. There are no component units to be included in these financial statements.

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

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function 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 revenue.

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

##### **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund, fiduciary fund, and component unit financial statements. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements** **December 31, 2009**

### **Note I - Nature of Business and Significant Accounting Policies (Continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Charter Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The following major revenue sources meet the availability criterion: state-shared revenue, district court fines, and interest associated with the current fiscal period. Conversely, special assessments and federal grant reimbursements will be collected after the period of availability; receivables have been recorded for these, along with a "deferred revenue" liability. All other revenue items are considered to be available only when cash is received by the Charter Township.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

The Charter Township reports the following major governmental funds:

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

**Solid Waste Fund** - The Solid Waste Fund accounts for the operations of a residential and commercial rubbish collection disposal system, primarily transportation to a privately owned and operated landfill. Funding is provided primarily through a property tax levy.

The Charter Township reports the following major proprietary fund:

**Department of Public Works Fund** - The Department of Public Works Fund is used to account for the results of operations that provide water and sewer services to residents and businesses, financed primarily by a user charge for the provision of those services.

Additionally, the Charter Township reports the following fund types:

**Pension and Other Employee Benefits Trust Fund** - The Pension and Other Employee Benefits Trust Fund accounts for the activities of the police and fire employees' retirement system, which accumulates resources for pension benefit payments to qualified employees.

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements** **December 31, 2009**

### **Note I - Nature of Business and Significant Accounting Policies (Continued)**

**Agency Fund** - The Agency Fund accounts for assets held by the Charter Township in a trustee capacity. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Charter Township's water and sewer function and various other functions of the Charter Township. Eliminations of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenue include (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 revenue rather than as program revenue. Likewise, general revenue includes all taxes.

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

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of our proprietary fund relates to charges to customers for sales and services. The Department of Public Works Fund also recognizes the portion of tap fees intended to recover current costs (e.g., labor and materials to hook up new customers) as operating revenue. The portion intended to recover the cost of the infrastructure is recognized as nonoperating revenue. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note I - Nature of Business and Significant Accounting Policies (Continued)

#### Property Tax Revenue

Property taxes are levied on each December 1 on the taxable valuation of property as of the preceding December 31. Taxes are considered delinquent on March 1 of the following year, at which time penalties and interest are assessed. See Note 8 for more information on property tax revenue.

#### Assets, Liabilities, and Net Assets or Equity

**Bank Deposits and Investments** - Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

**Receivables and Payables** - In general, outstanding balances between funds are reported as "due to/from other funds." Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "advances to/from other funds." Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown as net of allowance for uncollectible amounts.

**Capital Assets** - Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the Charter Township as assets with an initial individual cost of more than \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In the case of infrastructure and assets purchased or constructed prior to December 31, 2003, estimated historical cost was used where actual cost information was not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

Buildings, equipment, and vehicles are depreciated using the straight-line method over the following useful lives:

|                                      |                      |
|--------------------------------------|----------------------|
| Buildings and improvements           | 10 years to 50 years |
| Water and sewer distribution systems | 45 years to 99 years |
| Vehicles                             | 3 years to 10 years  |
| Furniture and equipment              | 3 years to 20 years  |

# Charter Township of Grand Blanc

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## Notes to Financial Statements December 31, 2009

### Note I - Nature of Business and Significant Accounting Policies (Continued)

**Compensated Absences (Vacation and Sick Leave)** - It is the Charter Township's policy to permit employees to accumulate earned but unused sick, vacation, and personal pay benefits. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only for employee terminations as of year end.

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

**Pension and Other Postemployment Benefit Costs** - The Charter Township offers both pension and retiree healthcare benefits to retirees. The Charter Township receives an actuarial valuation to compute the annual required contribution (ARC) necessary to fund the obligation over the remaining amortization period. In the governmental funds, pension and OPEB costs are recognized as contributions are made. For the government-wide statements and proprietary funds, the Charter Township reports the full accrual cost equal to the current year required contribution, adjusted for interest and "adjustment to the ARC" on the beginning of year underpaid amount, if any.

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

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

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 1 - Nature of Business and Significant Accounting Policies (Continued)

**Comparative Data/Reclassifications** - Comparative total data for the prior year has been presented only for individual Enterprise Funds and certain governmental funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds.

### Note 2 - Stewardship, Compliance, and Accountability

**Construction Code Fees** - The Charter Township oversees building construction, in accordance with the State's Construction Code Act, including inspection of building construction and renovation to ensure compliance with the building codes. The Charter Township charges fees for these services. The law requires that collection of these fees be used only for construction code costs, including an allocation of estimated overhead costs. A summary of the current year activity and the cumulative shortfall generated since January 1, 2000 is as follows:

|   |                              |
|---|------------------------------|
| Cumulative shortfall at January 1, 2009   | \$ (1,660,501)               |
| Building permit revenue                   | 255,768                      |
| Related expenses:                         |                              |
| Direct costs                              | \$ 527,443                   |
| Estimated indirect costs                  | <u>79,116</u> <u>606,559</u> |
| Current year shortfall                    | <u>(350,791)</u>             |
| Cumulative shortfall at December 31, 2009 | <u>\$ (2,011,292)</u>        |

### Note 3 - Deposits and Investments

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

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements** **December 31, 2009**

### **Note 3 - Deposits and Investments (Continued)**

The Pension Trust Fund and Employee Benefits Funds are also authorized by Michigan Public Act 314 of 1965, as amended, to invest in certain reverse repurchase agreements, stocks, diversified investment companies, annuity investment contracts, real estate leased to public entities, mortgages, real estate (if the trust fund's assets exceed \$250 million), debt or equity of certain small businesses, certain state and local government obligations, and certain other specified investment vehicles.

The Charter Township has designated five banks for the deposit of its funds. The investment policy adopted by the board in accordance with Public Act 196 of 1997 has authorized investment in bonds and securities of the United States government and bank accounts and CDs, but not the remainder of state statutory authority as listed above. The Charter Township's deposits and investment policies are in accordance with statutory authority.

The Charter Township's cash and investments are subject to several types of risk, which are examined in more detail below:

**Custodial Credit Risk of Bank Deposits** - Custodial credit risk is the risk that in the event of a bank failure, the Charter Township's deposits may not be returned to it. The Charter Township does not have a deposit policy for custodial credit risk. At year end, the Charter Township had \$10,360,480 of bank deposits (certificates of deposit, checking, and savings accounts). Of that amount, \$6,915,042 was covered by federal depository insurance and the remainder was uninsured and uncollateralized. The Charter Township believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. As a result, the Charter Township evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories. To the extent that cash from various funds has been pooled, related investment income is allocated to each fund based on relative participation in the pool, except that Agency Fund investment earnings are allocated to the General Fund as provided by Michigan law.

**Custodial Credit Risk of Investments** - Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Charter Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Charter Township does not have a policy for custodial credit risk. At year end, the Charter Township had no investment securities that were uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the Charter Township's name.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 3 - Deposits and Investments (Continued)

**Interest Rate Risk** - Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Charter Township's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270-day maturity. The Charter Township prohibits investment of operating funds in securities maturing more than two years from the date of purchase. Reserves and capital improvements may be invested in securities exceeding two years but less than five years. At year end, the average maturities of investments are as follows:

| Investment                | Fair Value | Weighted Average Maturity |
|---------------------------|------------|---------------------------|
| Mutual funds (pension)    | \$ 2,294   | 8 years                   |
| Corporate bonds (pension) | 250,365    | 4.4 years                 |

**Credit Risk** - State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Charter Township has no investment policy that would further limit its investment choices. As of year end, the credit quality ratings of debt securities are as follows:

| Investment                | Fair Value | Rating  | Rating Organization |
|---------------------------|------------|---------|---------------------|
| Mutual funds (pension)    | \$ 2,294   | 3 stars | Morningstar         |
| Corporate bonds (pension) | 250,365    | Ca      | Moody's             |
| Money market              | 7,570,740  | Aaa     | Fitch               |

**Concentration of Credit Risk** - The Charter Township places no limit on the amount the Charter Township may invest in any one issuer. The Pension Fund's investments in General Motors Acceptance Corporation Smartnotes are 6.1 percent of total plan assets and 1.4 percent of total Charter Township investments.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 4 - Capital Assets

Capital asset activity of the Charter Township's governmental and business-type activities was as follows:

| Governmental Activities               | Balance<br>January 1,<br>2009 | Reclassifications | Additions  | Disposals  | Balance<br>December 31,<br>2009 |
|---------------------------------------|-------------------------------|-------------------|------------|------------|---------------------------------|
| Capital assets not being depreciated: |                               |                   |            |            |                                 |
| Land and land improvements            | \$ 1,867,131                  | \$ -              | \$ -       | \$ -       | \$ 1,867,131                    |
| Construction in progress              | 152,938                       | (120,286)         | 181,951    | -          | 214,603                         |
| Subtotal                              | 2,020,069                     | (120,286)         | 181,951    | -          | 2,081,734                       |
| Capital assets being depreciated:     |                               |                   |            |            |                                 |
| Buildings and improvements            | 16,529,572                    | 111,580           | 457,326    | -          | 17,098,478                      |
| Vehicles                              | 1,042,783                     | 9,423             | 170,494    | (66,639)   | 1,156,061                       |
| Furniture and equipment               | 3,177,278                     | (717)             | 152,652    | (11,025)   | 3,318,188                       |
| Subtotal                              | 20,749,633                    | 120,286           | 780,472    | (77,664)   | 21,572,727                      |
| Accumulated depreciation:             |                               |                   |            |            |                                 |
| Buildings and improvements            | 2,256,542                     | -                 | 416,844    | -          | 2,673,386                       |
| Vehicles                              | 863,561                       | -                 | 139,158    | (64,649)   | 938,070                         |
| Furniture and equipment               | 2,267,357                     | -                 | 209,399    | (10,665)   | 2,466,091                       |
| Subtotal                              | 5,387,460                     | -                 | 765,401    | (75,314)   | 6,077,547                       |
| Net capital assets being depreciated  | 15,362,173                    | 120,286           | 15,071     | (2,350)    | 15,495,180                      |
| Net capital assets                    | \$ 17,382,242                 | \$ -              | \$ 197,022 | \$ (2,350) | \$ 17,576,914                   |

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 4 - Capital Assets (Continued)

| Business-type Activities              | Balance<br>January 1,<br>2009 | Reclassifications | Additions  | Disposals | Balance<br>December 31,<br>2009 |
|---------------------------------------|-------------------------------|-------------------|------------|-----------|---------------------------------|
| Capital assets not being depreciated: |                               |                   |            |           |                                 |
| Land                                  | \$ 238,131                    | \$ -              | \$ -       | \$ -      | \$ 238,131                      |
| Construction in progress              | 1,627,257                     | (1,329,984)       | 152,829    | -         | 450,102                         |
| Subtotal                              | 1,865,388                     | (1,329,984)       | 152,829    | -         | 688,233                         |
| Capital assets being depreciated:     |                               |                   |            |           |                                 |
| Water and sewer distribution systems  | 95,187,046                    | 1,329,984         | 2,151,845  | -         | 98,668,875                      |
| Buildings and improvements            | 1,772,394                     | -                 | -          | -         | 1,772,394                       |
| Vehicles                              | 1,500,075                     | -                 | 40,892     | -         | 1,540,967                       |
| Furniture and equipment               | 3,777,554                     | -                 | 98,240     | (15,037)  | 3,860,757                       |
| Subtotal                              | 102,237,069                   | 1,329,984         | 2,290,977  | (15,037)  | 105,842,993                     |
| Accumulated depreciation:             |                               |                   |            |           |                                 |
| Water and sewer distribution systems  | 17,521,714                    | -                 | 1,434,279  | -         | 18,955,993                      |
| Buildings and improvements            | 150,398                       | -                 | 35,212     | -         | 185,610                         |
| Vehicles                              | 988,100                       | -                 | 131,074    | -         | 1,119,174                       |
| Furniture and equipment               | 1,409,743                     | -                 | 151,262    | (15,037)  | 1,545,968                       |
| Subtotal                              | 20,069,955                    | -                 | 1,751,827  | (15,037)  | 21,806,745                      |
| Net capital assets being depreciated  | 82,167,114                    | 1,329,984         | 539,150    | -         | 84,036,248                      |
| Net capital assets                    | \$ 84,032,502                 | \$ -              | \$ 691,979 | \$ -      | \$ 84,724,481                   |

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

#### Governmental activities:

|                               |            |
|-------------------------------|------------|
| General government            | \$ 177,790 |
| Public safety                 | 562,318    |
| Recreation and culture        | 25,293     |
| Total governmental activities | \$ 765,401 |

|  |              |
|--|--------------|
| Business-type activities - Water and sewer | \$ 1,751,827 |
|--|--------------|

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 4 - Capital Assets (Continued)

**Construction Commitments** - At year end, the Charter Township's commitments with contractors are as follows:

|                              | <u>Spent to Date</u> | <u>Remaining Commitment</u> |
|------------------------------|----------------------|-----------------------------|
| Computer upgrades            | \$ 20,240            | \$ 13,125                   |
| Bicentennial park pathway    | 91,879               | 382,840                     |
| Bicentennial soccer field    | 125,205              | 24,795                      |
| Deerfield subdivision paving | 35,423               | 122,777                     |
| PRV - Baldwin water tower    | 286,546              | 71,267                      |
| Wildwood watermain           | 646,403              | 5,000                       |
| <b>Total</b>                 | <b>\$ 1,205,696</b>  | <b>\$ 619,804</b>           |

### Note 5 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

| <u>Receivable Fund</u>            | <u>Payable Fund</u> | <u>Amount</u>       |
|-----------------------------------|---------------------|---------------------|
| <b>Due to/from Other Funds</b>    |                     |                     |
| Nonmajor governmental fund -      |                     |                     |
| Capital Projects Fund             | General Fund        | \$ 957,331          |
| Nonmajor governmental fund -      |                     |                     |
| Master Campus Fund                | General Fund        | 2,153,298           |
| Other nonmajor governmental funds | General Fund        | 44,856              |
|                                   | <b>Total</b>        | <b>\$ 3,155,485</b> |

The balance owed from the General Fund to the Capital Projects Fund and the Master Campus Fund represents the cumulative amount transferred from the General Fund to the Capital Projects Fund and the Master Campus Fund over that fund's lifetime. The General Fund continues to hold the cash and investments so that it may continue to earn interest on these funds. The other balances result from the time lag between the dates that goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made.

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements** **December 31, 2009**

### **Note 5 - Interfund Receivables, Payables, and Transfers (Continued)**

Interfund transfers reported in the fund financial statements are comprised of the following:

| <u>Fund Providing Resources</u> | <u>Fund Receiving Resources</u> | <u>Amount</u>       |
|---------------------------------|---------------------------------|---------------------|
| General Fund                    | Master Campus Project Fund      | \$ 966,000          |
|                                 | Capital Projects Fund           | <u>250,000</u>      |
|                                 | Total General Fund              | \$ <u>1,216,000</u> |

The transfers from the General Fund to the Master Campus Project Fund and Capital Projects Fund represent transfers of unrestricted resources to finance capital projects.

### **Note 6 - Long-term Debt**

The Charter Township issues bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Charter Township. County contractual agreements and installment purchase agreements are also general obligations of the government.

The special assessment obligations represent the financing of road improvements done by the Genesee County Road Commission (the "Road Commission") that benefit certain districts within the Charter Township; these districts are assessed, at least in part, for the cost of the improvements. The remaining cost is split between the Road Commission and the Charter Township. The Charter Township funds its portion of the cost annually from General Fund revenues. No additional funds have been set aside for the future payment of this debt. Other long-term obligations include compensated absences. The General Fund and the Enterprise Fund pay obligations related to compensated absences.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 6 - Long-term Debt (Continued)

Long-term debt activity can be summarized as follows:

|   | Interest Rate Ranges | Principal Maturity Ranges | Beginning Balance | Additions      | Reductions          | Ending Balance | Due Within One Year |
|---|----------------------|---------------------------|-------------------|----------------|---------------------|----------------|---------------------|
| <b>Governmental Activities</b>  |                      |                           |                   |                |                     |                |                     |
| General obligation limited tax bonds - 2006 Capital Improvement Bonds   | 4.125% - 5.00%       | \$100,000 - \$700,000     | \$ 10,700,000     | \$ -           | \$ 100,000          | \$ 10,600,000  | \$ 200,000          |
| Amount of issue: \$10,800,000<br>Maturing through 2031  |                      |                           |                   |                |                     |                |                     |
| Special assessment bonds - 2009 Deerfield Road Bonds  | 2.89%                | \$30,000 - \$32,000       | -                 | 158,000        | -                   | 158,000        | 30,000              |
| Amount of issue: \$158,000<br>Maturing through 2014   |                      |                           |                   |                |                     |                |                     |
| Other governmental obligations - Special assessment at-large road districts of the Genesee County Road Commission   | 3.803% - 4.87%       | \$65,522 - \$181,882      | 896,331           | 726,000        | 208,019             | 1,414,312      | 181,882             |
| Amount of issue: \$1,818,818<br>Maturing through 2018   |                      |                           |                   |                |                     |                |                     |
| Installment purchase agreements - Contract issued in 2001 for the Charter Township's portion of a fire truck purchase for the Grand Blanc Fire Commission | 4.99%                | \$20,000                  | 60,000            | -              | 20,000              | 40,000         | 20,000              |
| Amount of issue: \$150,000<br>Maturing through 2011   |                      |                           |                   |                |                     |                |                     |
| Total bonds payable   |                      |                           | 11,656,331        | 884,000        | 328,019             | 12,212,312     | 431,882             |
| Other long-term obligations - Compensated absences  |                      |                           | 463,577           | 748,847        | 744,872             | 467,552        | 467,552             |
| Total governmental activities   |                      |                           | \$ 12,119,908     | \$ 1,632,847   | \$ 1,072,891        | \$ 12,679,864  | \$ 899,434          |
| <br><b>Business-type Activities</b> - Other long-term obligations - Compensated absences  |                      |                           |                   |                |                     |                |                     |
|   | Beginning Balance    | Additions                 | Reductions        | Ending Balance | Due Within One Year |                |                     |
|   | \$ 89,137            | \$ 182,397                | \$ 167,827        | \$ 103,707     | \$ 103,707          |                |                     |

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 6 - Long-term Debt (Continued)

Annual debt service requirements to maturity for the above bonds and note obligations are as follows:

| Years Ending<br>December 31 | Principal            | Interest            | Total                |
|-----------------------------|----------------------|---------------------|----------------------|
| 2010                        | \$ 431,882           | \$ 528,982          | \$ 960,864           |
| 2011                        | 422,285              | 513,327             | 935,612              |
| 2012                        | 422,285              | 496,023             | 918,308              |
| 2013                        | 402,285              | 479,218             | 881,503              |
| 2014                        | 402,285              | 462,413             | 864,698              |
| 2015-2019                   | 2,451,290            | 1,975,164           | 4,426,454            |
| 2020-2024                   | 2,800,000            | 1,406,425           | 4,206,425            |
| 2025-2029                   | 3,500,000            | 705,512             | 4,205,512            |
| 2030-2032                   | 1,400,000            | 63,000              | 1,463,000            |
| Total                       | <u>\$ 12,232,312</u> | <u>\$ 6,630,064</u> | <u>\$ 18,862,376</u> |

### Note 7 - Reserved and Designated Fund Balances

Fund balances have been designated as follows:

|   | Capital<br>Projects Fund | Master<br>Campus<br>Project Fund |
|---|--------------------------|----------------------------------|
| Technology  | \$ 13,329                | \$ -                             |
| Pathway/Trailway plan                                 | 391,978                  | -                                |
| Vehicle   | 125,501                  | -                                |
| Road improvements                                     | 364,448                  | -                                |
| Bicentennial Park                                     | 14,500                   | -                                |
| Land  | 10,856                   | -                                |
| Master campus capital and bond repayment              | -                        | 2,147,383                        |
| Total fund balance designated for capital<br>projects | <u>\$ 920,612</u>        | <u>\$ 2,147,383</u>              |

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 8 - Property Tax Revenue

The Charter Township's governmental funds recognize the December 1, 2008 property tax levy as revenue for the year ended December 31, 2009. The following is a breakdown of tax levies reported in the General Fund.

|   | Approximate<br>Revenue |
|---|------------------------|
| Operating millage - Charter limit of 5.0 mills:                 |                        |
| 3.6806 mills - Operating  | \$ 5,335,000           |
| .70 mills - Master campus project                               | 1,015,000              |
| Police millage - .9128 mills - Voted millage for public service | 1,323,000              |
| Mosquito millage - .1184 mills - Charter limit of 5.0 mills     | 172,000                |
| Act 198/255 taxes and administration fees                       | 563,000                |

A mill equals \$1 of tax per thousand dollars of property valuation (taxable valuation). The Charter Township's total taxable valuation for 2008 was approximately \$1,449,534,000.

The police millage raised less revenue than expenditures. To date, the mosquito millage has raised \$1,986 more revenue than expenditures. As a result, \$1,986 of the fund balance was reserved in the General Fund as of December 31, 2009.

### Note 9 - Risk Management

The Charter Township is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The Charter Township has purchased commercial insurance for workers' compensation and medical benefits and participates in the Michigan Townships Participating Plan (the "Plan") risk pool for claims relating to general liability. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The Michigan Townships Participating Plan operates as an insurance purchasing pool for local units of government in Michigan. The Plan purchases commercial insurance on behalf of its members at a lower cost than would be available on an individual basis.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 10 - Defined Benefit Pension Plan

**Plan Description** - The Charter Township participates in the Michigan Municipal Employees' Retirement System (the "System"), an agent multiple-employer defined benefit pension plan that covers all police sergeants, officers, and administration. The system provides retirement, disability, and death benefits to plan members and their beneficiaries. The Michigan Municipal Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplemental information for the System. That report may be obtained by writing to the System at 1134 Municipal Way, Lansing, MI 48917.

**Funding Policy** - The obligation to contribute to and maintain the System for these employees was established by negotiation with the Charter Township's Police Officers Labor Council Patrol Officers Union, Police Officers Labor Council Sergeants Unit, and Fraternal Order of Police Executive Command. The agreement requires a contribution from the employer of any actuarially required contributions in excess of 15 percent prior to 1997 and 14 percent after January 1, 1997. Currently, this results in an employee contribution ranging from 2.56 percent to 14.28 percent of gross wages.

**Annual Pension Cost** - For the year ended December 31, 2009, the Charter Township's annual pension cost of \$635,636 for the plan was equal to the Charter Township's required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2007, using the entry age actuarial cost method.

Significant actuarial assumptions used include (a) an 8 percent investment rate of return, (b) projected salary increases of 4.5 percent to 12.9 percent per year, and (c) 2.5 percent per year cost-of-living adjustments. Both (a) and (b) include an inflation component of 4.5 percent. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility over a five-year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is 30 years depending on division.

#### Three-year Trend Information

|                               | Fiscal Year Ended December 31 |            |            |
|-------------------------------|-------------------------------|------------|------------|
|                               | 2007                          | 2008       | 2009       |
| Annual pension cost (APC)     | \$ 534,688                    | \$ 566,886 | \$ 635,636 |
| Percentage of APC contributed | 100.0 %                       | 100.0 %    | 100.0 %    |
| Net pension obligation        | -                             | -          | -          |

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 10 - Defined Benefit Pension Plan (Continued)

|  | Fiscal Year Ended December 31 |              |              |
|--|-------------------------------|--------------|--------------|
|  | 2006                          | 2007         | 2008         |
| Actuarial value of assets                        | \$ 5,544,219                  | \$ 6,404,582 | \$ 7,160,147 |
| Actuarial accrued liability (AAL)<br>(entry age) | 11,401,792                    | 12,258,960   | 13,270,174   |
| Unfunded AAL (UAAL)                              | 5,857,573                     | 5,854,378    | 6,110,027    |
| Funded ratio                                     | 48.6 %                        | 52.2 %       | 54.0 %       |
| Covered payroll                                  | 2,940,411                     | 3,127,798    | 3,094,761    |
| UAAL as a percentage of covered<br>payroll       | 199.2 %                       | 187.2 %      | 197.4 %      |

### Note 11 - Defined Contribution Pension Plan

The Charter Township provides pension benefits to all of its full-time employees (except police personnel, who are covered by a defined benefit plan effective January 1, 1993) through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate from the date of employment (or other date). As established by the Charter Township board of trustees, the Charter Township contributes 15 percent of employees' gross earnings, and employees are not permitted to make contributions other than participant rollover contributions. In accordance with these requirements, the Charter Township contributed \$301,568 during the current year and there was no employee contribution.

### Note 12 - Joint Ventures

The Charter Township is a member of the Grand Blanc District Library Commission, which provides library services to the residents of the Charter Township and the City of Grand Blanc. The participating communities provide annual funding for its operations. During the current year, the Charter Township contributed \$55,000 for its operations. The Charter Township is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future. Complete financial statements for the Grand Blanc District Library Commission can be obtained from the administrative offices at 4195 West Pasadena, Flint, MI 48504.

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements** **December 31, 2009**

### **Note 12 - Joint Ventures (Continued)**

The Charter Township is a member of the Grand Blanc Parks and Recreation Commission, which provides recreational services to the residents of the Charter Township and the City of Grand Blanc. The participating communities provide annual funding for its operations. During the current year, the Charter Township contributed \$216,710 for its operations. The Charter Township's equity interest of \$476,097 is recorded within the governmental activities column of the statement of net assets. The Charter Township is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future. Complete financial statements for the Grand Blanc Parks and Recreation commission can be obtained from the administrative offices at 131 East Grand Blanc Road, Grand Blanc, MI 48439.

The Charter Township is a member of the Grand Blanc Fire Commission, which provides fire protection services to the residents of the Charter Township and the City of Grand Blanc. The participating communities provide annual funding for its operations. During the current year, the Charter Township contributed \$573,711 for its operations. The Charter Township's equity of \$1,185,370 is recorded within the governmental activities column of the statement of net assets. The Charter Township is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future. Complete financial statements for the Grand Blanc Fire Commission can be obtained for the administrative offices at 117 High Street, Grand Blanc, MI 48439.

### **Note 13 - Contingent Liabilities**

The Charter Township has been named as a defendant in multiple claims and lawsuits requesting damages of various amounts. The various proceedings have not yet progressed to the point where legal opinion can be reached as to the ultimate liability, if any, after consideration of available insurance, where applicable, that may result from the resolution of these matters. The Charter Township has not recorded an estimate of this liability at December 31, 2009.

### **Note 14 - Other Postemployment Benefits**

**Plan Description** - The Charter Township provides retiree healthcare benefits to eligible employees and their spouses. Benefits are provided to all full-time employees. Currently, the plan has 115 members (including 92 employees in active services, one terminated employee not receiving benefits, and 22 retired employees with their beneficiaries currently receiving benefits).

This is a single employer defined benefit plan administered by the Charter Township. The benefits are provided under collective bargaining agreements. The plan does not issue a separate stand-alone financial statement.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 14 - Other Postemployment Benefits (Continued)

**Funding Policy** - There are no provisions in the plan for employee contributions. The Charter Township has no obligation to make contributions in advance of when the insurance premiums are due for payment (in other words, this may be financed on a "pay-as-you-go" basis). However, as shown below, the Charter Township has made contributions to advance-fund these benefits, as determined by the Charter Township board through annual budget resolutions.

**Funding Progress** - For the year ended December 31, 2009, the Charter Township has estimated the cost of providing retiree healthcare benefits through an actuarial valuation as of December 31, 2008. The valuation computes an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. This valuation's computed contribution and actual funding are summarized as follows:

|  |                  |
|--|------------------|
| Annual required contribution (recommended)       | \$ 1,438,121     |
| Interest on the prior year's net OPEB obligation | <u>63,396</u>    |
| Annual OPEB cost                                 | 1,501,517        |
| Amounts contributed:                             |                  |
| Payments of current premiums                     | (305,349)        |
| Advance funding                                  | <u>(500,000)</u> |
| Increase in net OPEB obligation                  | 696,168          |
| OPEB obligation - Beginning of year              | <u>845,286</u>   |
| OPEB obligation - End of year                    | \$ 1,541,454     |

| Fiscal Year Ended | Actuarial Valuation Date | Annual Required Contribution | Percentage Contributed | Net OPEB Obligation |
|-------------------|--------------------------|------------------------------|------------------------|---------------------|
| 12/31/08          | 10/31/06                 | \$ 1,263,411                 | 33.1                   | \$ 845,286          |
| 12/31/09          | 12/31/08                 | 1,438,121                    | 56.0                   | 1,541,454           |

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 14 - Other Postemployment Benefits (Continued)

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

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liability (AAL) | Unfunded AAL (UAAL) | Funded Ratio (Percent) | Covered Payroll | UAAL as a Percentage of Covered Payroll |
|--------------------------|---------------------------|-----------------------------------|---------------------|------------------------|-----------------|---|
|                          | (a)                       | (b)                               | (b-a)               | (a/b)                  | (c)             |   |
| 10/31/06                 | \$ 1,577,000              | \$ 12,537,422                     | \$ 10,960,422       | 12.6                   | \$ 4,907,432    | 223.3                                   |
| 12/31/08                 | 2,028,960                 | 13,175,632                        | 11,146,672          | 15.4                   | 5,082,104       | 219.3                                   |

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

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

In the December 31, 2008 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 7.5 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 5 percent annually. Both rates included a 5 percent inflation assumption. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis over 30 years.

# Charter Township of Grand Blanc

## Notes to Financial Statements December 31, 2009

### Note 15 - Pension and Other Employee Benefit Trust Funds

The following are condensed financial statements for the Charter Township's defined contribution pension plan (see Note 11) and the postemployment healthcare plan (see Note 14). The plans do not issue separate financial statements.

|   | Pension<br>Trust    | Employee<br>Benefits | Total               |
|---|---------------------|----------------------|---------------------|
| <b>Statement of Net Assets</b>            |                     |                      |                     |
| Cash and investments                      | \$ 4,091,421        | \$ 2,361,188         | \$ 6,452,609        |
| Other assets                              | 35,977              | 250,000              | 285,977             |
| Total net assets                          | <u>\$ 4,127,398</u> | <u>\$ 2,611,188</u>  | <u>\$ 6,738,586</u> |
| <b>Statement of Changes in Net Assets</b> |                     |                      |                     |
| Investment income                         | \$ 1,034,054        | \$ 32,228            | \$ 1,066,282        |
| Contributions                             | 301,568             | 500,000              | 801,568             |
| Benefit payments                          | (34,740)            | -                    | (34,740)            |
| Other decreases                           | (6,631)             | -                    | (6,631)             |
| Total changes in net assets               | <u>\$ 1,294,251</u> | <u>\$ 532,228</u>    | <u>\$ 1,826,479</u> |

### Note 16 - Receivables and Deferred Revenue

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

|  | Governmental Funds |                     | Governmental<br>Activities<br>Unearned |
|--|--------------------|---------------------|--|
|  | Unavailable        | Unearned            |  |
| Property taxes levied for 2010 operations      | \$ -               | \$ 8,656,734        | \$ 8,656,734                           |
| Solid waste charges billed for 2010 operations | -                  | 1,177,891           | 1,177,891                              |
| Special assessments                            | 121,339            | -                   | -                                      |
| Delinquent property taxes                      | 34,256             | -                   | -                                      |
| Total  | <u>\$ 155,595</u>  | <u>\$ 9,834,625</u> | <u>\$ 9,834,625</u>                    |

# **Charter Township of Grand Blanc**

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## **Notes to Financial Statements** **December 31, 2009**

### **Note 17 - Upcoming Reporting Changes**

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

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

## **Required Supplemental Information**

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## **General Fund**

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The General Fund contains the records of the ordinary activities of the Charter Township that are not accounted for in another fund. General Fund activities are funded by revenues from state-shared revenues, general property taxes, and other sources. The schedule comparing revenues and expenditures - budgetary comparison schedule - compares the activity final amended budget (the level on which expenditures may not legally exceed appropriations) to actual revenues and expenditures.

# Charter Township of Grand Blanc

## Required Supplemental Information Budgetary Comparison Schedule - General Fund Year Ended December 31, 2009

|  | Original Budget     | Amended Budget      | Actual              | Variance with<br>Amended Budget |
|--|---------------------|---------------------|---------------------|---------------------------------|
| <b>Revenue</b>                             |                     |                     |                     |                                 |
| Property taxes                             | \$ 8,456,181        | \$ 8,385,128        | \$ 8,389,929        | \$ 4,801                        |
| Licenses and permits                       | 461,791             | 343,072             | 325,612             | (17,460)                        |
| Federal grants                             | 57,800              | 87,700              | 86,369              | (1,331)                         |
| State-shared revenue and grants            | 2,339,530           | 2,030,530           | 2,022,440           | (8,090)                         |
| Fines, forfeitures, and seizures           | 100,000             | 100,000             | 101,192             | 1,192                           |
| Investment income                          | 415,000             | 161,000             | 114,291             | (46,709)                        |
| Other revenue:                             |                     |                     |                     |                                 |
| Special assessments                        | 205,000             | 205,000             | 239,590             | 34,590                          |
| Cable franchise fees                       | 425,000             | 450,000             | 469,885             | 19,885                          |
| Other miscellaneous income                 | 329,200             | 383,081             | 367,082             | (15,999)                        |
| Total revenue                              | 12,789,502          | 12,145,511          | 12,116,390          | (29,121)                        |
| <b>Expenditures - Current</b>              |                     |                     |                     |                                 |
| General government:                        |                     |                     |                     |                                 |
| Legislative                                | 251,096             | 241,766             | 235,527             | 6,239                           |
| Supervisor's office                        | 147,827             | 108,586             | 104,323             | 4,263                           |
| General office                             | 558,545             | 575,999             | 544,363             | 31,636                          |
| Treasurer's office                         | 265,735             | 254,890             | 234,231             | 20,659                          |
| Assessor's office                          | 465,537             | 466,137             | 444,257             | 21,880                          |
| Clerk's office                             | 305,945             | 265,763             | 255,550             | 10,213                          |
| Elections                                  | 46,500              | 30,800              | 23,566              | 7,234                           |
| Building and grounds                       | 385,000             | 355,000             | 343,018             | 11,982                          |
| Legal and attorney                         | 180,000             | 122,500             | 115,544             | 6,956                           |
| Planning and zoning                        | 400,783             | 306,718             | 305,669             | 1,049                           |
| Contingency                                | 38,337              | -                   | -                   | -                               |
| Total general government                   | 3,045,305           | 2,728,159           | 2,606,048           | 122,111                         |
| Public safety:                             |                     |                     |                     |                                 |
| Police                                     | 6,352,625           | 6,173,389           | 6,135,044           | 38,345                          |
| Fire                                       | 698,091             | 671,242             | 668,051             | 3,191                           |
| Building and zoning                        | 567,399             | 468,988             | 433,103             | 35,885                          |
| Total public safety                        | 7,618,115           | 7,313,619           | 7,236,198           | 77,421                          |
| Public works                               | 1,115,531           | 1,298,333           | 1,207,695           | 90,638                          |
| Total expenditures                         | 11,778,951          | 11,340,111          | 11,049,941          | 290,170                         |
| <b>Excess of Revenue Over Expenditures</b> | 1,010,551           | 805,400             | 1,066,449           | 261,049                         |
| <b>Other Financing Sources (Uses)</b>      |                     |                     |                     |                                 |
| Issuance of debt                           | -                   | 158,000             | 158,000             | -                               |
| Proceeds from sale of capital assets       | 5,000               | 5,000               | 2,288               | (2,712)                         |
| Transfers out                              | (1,012,151)         | (966,000)           | (1,216,000)         | (250,000)                       |
| Total other financing (uses)<br>sources    | (1,007,151)         | (803,000)           | (1,055,712)         | (252,712)                       |
| <b>Net Change in Fund Balance</b>          | 3,400               | 2,400               | 10,737              | 8,337                           |
| <b>Fund Balance - Beginning of year</b>    | 1,688,569           | 1,688,569           | 1,688,569           | -                               |
| <b>Fund Balance - End of year</b>          | <b>\$ 1,691,969</b> | <b>\$ 1,690,969</b> | <b>\$ 1,699,306</b> | <b>\$ 8,337</b>                 |

## **Major Special Revenue Fund**

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The Solid Waste Fund is a Special Revenue Fund. Special Revenue Funds account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. This fund accounts for the operations of a residential and commercial rubbish collection and disposal system, primarily transportation to a privately owned and operated landfill.

# Charter Township of Grand Blanc

**Required Supplemental Information**  
**Budgetary Comparison Schedule - Major Special Revenue Fund**  
**Solid Waste Fund**  
**Year Ended December 31, 2009**

|  | Original Budget          | Amended Budget           | Actual                   | Variance with Amended Budget |
|--|--------------------------|--------------------------|--------------------------|------------------------------|
| <b>Revenue</b>                               |                          |                          |                          |                              |
| Solid waste collection charges               | \$ 1,160,280             | \$ 1,152,413             | \$ 1,152,097             | \$ (316)                     |
| Investment income                            | 10,000                   | 587                      | 912                      | 325                          |
| Total revenue                                | 1,170,280                | 1,153,000                | 1,153,009                | 9                            |
| <b>Expenditures - Current - Public works</b> | <u>1,280,280</u>         | <u>1,250,000</u>         | <u>1,240,015</u>         | <u>9,985</u>                 |
| <b>Net Change in Fund Balance</b>            | (110,000)                | (97,000)                 | (87,006)                 | 9,994                        |
| <b>Fund Balance - Beginning of year</b>      | <u>448,191</u>           | <u>448,191</u>           | <u>448,191</u>           | <u>-</u>                     |
| <b>Fund Balance - End of year</b>            | <u><b>\$ 338,191</b></u> | <u><b>\$ 351,191</b></u> | <u><b>\$ 361,185</b></u> | <u><b>\$ 9,994</b></u>       |

# **Charter Township of Grand Blanc**

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## **Note to Required Supplemental Information Year Ended December 31, 2009**

**Budgetary Information** - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and all Special Revenue Funds. All annual appropriations lapse at fiscal year end.

The Charter Township adopts a formal budget for the General Fund, Special Revenue Fund, and Capital Projects Funds. By August 1 of each year, all department heads submit spending requests to the Charter Township supervisor so that a budget may be prepared. Before September 1, the proposed budget is submitted to the Charter Township board for review. Public hearings are held and the final budget is adopted no later than December 31.

The budget document presents information by fund, function, department, and line items. Appropriations are adopted by the Charter Township board on a departmental basis; this is the legal level of budgetary control. Expenditures at the departmental level in excess of budget appropriations are a violation of Michigan law. During the year, the budget was amended in a legally permissible manner, except for a final amendment which occurred subsequent to year end. Encumbrances represent commitments related to unperformed contracts (or purchase orders) for goods or services. Encumbrances are not included as expenditures or liabilities; the amount of encumbrances outstanding at December 31, 2009 is not significant. Unexpended appropriations lapse at year end.

**Excess of Expenditures Over Appropriations in Budgeted Funds** - During the year, the only significant expenditures in excess of appropriations were the General Fund transfer to the Employee Benefits Trust Fund of \$250,000, which was not budgeted.

A reconciliation of the budgetary comparison schedules to the fund-based statement of changes in fund balance is as follows:

|  | <u>Expenditures</u>         |
|--|-----------------------------|
| Charter Township of Grand Blanc:                   |                             |
| Amounts per operating statement                    | \$ 11,775,941               |
| Proceeds from debt budgeted to offset public works | <u>(726,000)</u>            |
| Amounts per budget statement                       | <u><u>\$ 11,049,941</u></u> |

## **Other Supplemental Information**

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# Charter Township of Grand Blanc

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## Other Supplemental Information

### Nonmajor Funds

### Fund Descriptions

#### Nonmajor Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. A description of the Special Revenue Funds included as nonmajor governmental funds is as follows:

**Drug Forfeiture Fund** - This fund accounts for monies received from the federal drug enforcement agency for law enforcement purposes and for state funds related to drug enforcement purposes. These monies are to be used to supplement existing law and drug enforcement funds in the law enforcement field.

**Law Enforcement Fund** - This fund accounts for monies received as a result of gambling raids. These funds are to be used for law enforcement enhancement.

**Federal Equitable Sharing Fund** - This fund accounts for federal monies related to drug enforcement purposes. These monies are to be used to supplement existing law and drug enforcement funds in the law enforcement field.

**Bicentennial Park Fund** - This fund accounts for monies received from Trinity Wireless for the use of land within Bicentennial Park for a cellular tower. These funds are to be used for Bicentennial Park improvements.

**PEG Channel Grant Fund** - This fund accounts for monies collected by the Charter Township for the operation of public, educational, and government channels (PEG).

#### Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for the acquisition of capital facilities other than those financed by the operations of an Enterprise Fund.

**Capital Projects Fund** - This fund is used to account for earmarked revenue set aside for public improvements of a major nature. Revenue sources to date have come solely from General Fund operating transfers.

**Master Campus Project** - This fund is used to account for property taxes set aside for all costs associated with the development and construction of a Charter Township master campus.

#### Nonmajor Permanent Funds

Permanent funds account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for the Charter Township programs. A description of the permanent funds included as nonmajor governmental funds is as follows:

**Oakwood Cemetery Fund** - This fund is used to account for Oakwood Cemetery deposits.

**Perry Cemetery Fund** - This fund is used to account for Perry Cemetery deposits.

**Maple Cemetery Fund** - This fund is used to account for Maple Cemetery deposits.

# Charter Township of Grand Blanc

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|  | Special Revenue Funds |                      |                        |                        |                        |                 |
|--|-----------------------|----------------------|------------------------|------------------------|------------------------|-----------------|
|  | Drug Forfeiture Fund  | Law Enforcement Fund | Equitable Sharing Fund | Bicentennial Park Fund | PEG Channel Grant Fund |                 |
|  |                       |                      |                        |                        |                        |                 |
| <b>Assets</b>                              |                       |                      |                        |                        |                        |                 |
| Cash and cash equivalents                  | \$ -                  | \$ -                 | \$ -                   | \$ -                   | \$ -                   | \$ -            |
| Investments                                | -                     | -                    | -                      | -                      | -                      | -               |
| Receivables                                | -                     | -                    | -                      | -                      | -                      | -               |
| Due from other funds                       | 20,049                | 2,353                | 5,381                  | 7,240                  | 9,833                  |                 |
| <b>Total assets</b>                        | <b>\$ 20,049</b>      | <b>\$ 2,353</b>      | <b>\$ 5,381</b>        | <b>\$ 7,240</b>        | <b>\$ 9,833</b>        |                 |
| <b>Liabilities and Fund Balances</b>       |                       |                      |                        |                        |                        |                 |
| <b>Liabilities - Accounts payable</b>      | <b>\$ 1,641</b>       | <b>\$ -</b>          | <b>\$ -</b>            | <b>\$ -</b>            | <b>\$ -</b>            | <b>\$ 6,745</b> |
| <b>Fund Balances</b>                       |                       |                      |                        |                        |                        |                 |
| Reserved for:                              |                       |                      |                        |                        |                        |                 |
| Law enforcement                            | 18,408                | 2,353                | 5,381                  | -                      | -                      |                 |
| Cable TV activities                        | -                     | -                    | -                      | -                      | -                      | 3,088           |
| Cemetery unexpended                        | -                     | -                    | -                      | -                      | -                      | -               |
| Cemetery expendable                        | -                     | -                    | -                      | -                      | -                      | -               |
| Unreserved, reported in:                   |                       |                      |                        |                        |                        |                 |
| Special Revenue Funds -                    |                       |                      |                        |                        |                        |                 |
| Undesignated                               | -                     | -                    | -                      | 7,240                  | -                      |                 |
| Capital Projects Funds - Designated        | -                     | -                    | -                      | -                      | -                      |                 |
| Total fund balances                        | 18,408                | 2,353                | 5,381                  | 7,240                  | 3,088                  |                 |
| <b>Total liabilities and fund balances</b> | <b>\$ 20,049</b>      | <b>\$ 2,353</b>      | <b>\$ 5,381</b>        | <b>\$ 7,240</b>        | <b>\$ 9,833</b>        |                 |

**Other Supplemental Information**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2009**

| Capital Projects Funds |                            | Permanent Funds       |                     |                     | Total                       |  |
|------------------------|----------------------------|-----------------------|---------------------|---------------------|-----------------------------|--|
| Capital Projects Fund  | Master Campus Project Fund | Oakwood Cemetery Fund | Perry Cemetery Fund | Maple Cemetery Fund | Nonmajor Governmental Funds |  |
| \$ -                   | \$ -                       | \$ 678                | \$ 40,798           | \$ 4,908            | \$ 46,384                   |  |
| -                      | -                          | 42,980                | 64,309              | 89,736              | 197,025                     |  |
| -                      | 478                        | -                     | -                   | -                   | 478                         |  |
| <u>957,331</u>         | <u>2,153,298</u>           | <u>-</u>              | <u>-</u>            | <u>-</u>            | <u>3,155,485</u>            |  |
| <b>\$ 957,331</b>      | <b>\$ 2,153,776</b>        | <b>\$ 43,658</b>      | <b>\$ 105,107</b>   | <b>\$ 94,644</b>    | <b>\$ 3,399,372</b>         |  |
| <br>                   |                            |                       |                     |                     |                             |  |
| \$ 36,719              | \$ 6,393                   | \$ -                  | \$ -                | \$ -                | \$ 51,498                   |  |
| -                      | -                          | -                     | -                   | -                   | 26,142                      |  |
| -                      | -                          | -                     | -                   | -                   | 3,088                       |  |
| -                      | -                          | 10,399                | 66,314              | 18,473              | 95,186                      |  |
| -                      | -                          | 33,259                | 38,793              | 76,171              | 148,223                     |  |
| <u>920,612</u>         | <u>2,147,383</u>           | <u>-</u>              | <u>-</u>            | <u>-</u>            | <u>7,240</u>                |  |
| <b>920,612</b>         | <b>2,147,383</b>           | <b>43,658</b>         | <b>105,107</b>      | <b>94,644</b>       | <b>3,067,995</b>            |  |
| <b>\$ 957,331</b>      | <b>\$ 2,153,776</b>        | <b>\$ 43,658</b>      | <b>\$ 105,107</b>   | <b>\$ 94,644</b>    | <b>\$ 3,347,874</b>         |  |
| <br>                   |                            |                       |                     |                     |                             |  |

# Charter Township of Grand Blanc

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|  | Special Revenue Funds |                      |                        |                        |                        |
|--|-----------------------|----------------------|------------------------|------------------------|------------------------|
|  | Drug Forfeiture Fund  | Law Enforcement Fund | Equitable Sharing Fund | Bicentennial Park Fund | PEG Channel Grant Fund |
| <b>Revenue</b>                                     |                       |                      |                        |                        |                        |
| Federal grants                                     | \$ -                  | \$ -                 | \$ -                   | \$ -                   | \$ -                   |
| Fines, forfeitures, and seizures                   | 7,813                 | 2,780                | 5,381                  | -                      | -                      |
| Investment income                                  | -                     | -                    | -                      | -                      | -                      |
| Other revenue                                      | -                     | -                    | -                      | 16,560                 | 24,654                 |
| Total revenue                                      | 7,813                 | 2,780                | 5,381                  | 16,560                 | 24,654                 |
| <b>Expenditures - Current</b>                      |                       |                      |                        |                        |                        |
| General government                                 | -                     | -                    | -                      | -                      | 29,798                 |
| Public safety                                      | 2,888                 | 823                  | -                      | -                      | -                      |
| Capital outlay                                     | -                     | -                    | -                      | 10,499                 | -                      |
| Debt service                                       | -                     | -                    | -                      | -                      | -                      |
| Total expenditures                                 | 2,888                 | 823                  | -                      | 10,499                 | 29,798                 |
| <b>Excess of Revenue Over (Under) Expenditures</b> | 4,925                 | 1,957                | 5,381                  | 6,061                  | (5,144)                |
| <b>Other Financing Sources - Transfers in</b>      | -                     | -                    | -                      | -                      | -                      |
| <b>Net Change in Fund Balances</b>                 | 4,925                 | 1,957                | 5,381                  | 6,061                  | (5,144)                |
| <b>Fund Balances - Beginning of year</b>           | 13,483                | 396                  | -                      | 1,179                  | 8,232                  |
| <b>Fund Balances - End of year</b>                 | <b>\$ 18,408</b>      | <b>\$ 2,353</b>      | <b>\$ 5,381</b>        | <b>\$ 7,240</b>        | <b>\$ 3,088</b>        |

**Other Supplemental Information**  
**Combining Statement of Revenue, Expenditures,**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**Year Ended December 31, 2009**

| Capital Projects Fund    |                               | Permanent Funds             |                           |                           |                     | Total<br>Nonmajor<br>Governmental<br>Funds |
|--------------------------|-------------------------------|-----------------------------|---------------------------|---------------------------|---------------------|--|
| Capital<br>Projects Fund | Master Campus<br>Project Fund | Oakwood<br>Cemetery<br>Fund | Perry<br>Cemetery<br>Fund | Maple<br>Cemetery<br>Fund |                     |  |
| \$ 170,579               | \$ -                          | \$ -                        | \$ -                      | \$ -                      | \$ 170,579          |  |
| -                        | -                             | -                           | -                         | -                         | -                   | 15,974                                     |
| -                        | 17,846                        | 1,946                       | 23,852                    | 8,079                     | -                   | 51,723                                     |
| <u>16,769</u>            | <u>-</u>                      | <u>-</u>                    | <u>-</u>                  | <u>3,050</u>              | <u>-</u>            | <u>61,033</u>                              |
| 187,348                  | 17,846                        | 1,946                       | 23,852                    | 11,129                    | 299,309             |  |
| -                        | -                             | -                           | -                         | 121                       | -                   | 29,919                                     |
| -                        | -                             | -                           | -                         | -                         | -                   | 3,711                                      |
| 894,227                  | 306,210                       | -                           | -                         | -                         | -                   | 1,210,936                                  |
| -                        | 568,950                       | -                           | -                         | -                         | -                   | 568,950                                    |
| <u>894,227</u>           | <u>875,160</u>                | <u>-</u>                    | <u>-</u>                  | <u>121</u>                | <u>-</u>            | <u>1,813,516</u>                           |
| (706,879)                | (857,314)                     | 1,946                       | 23,852                    | 11,008                    | (1,514,207)         |  |
| <u>250,000</u>           | <u>966,000</u>                | <u>-</u>                    | <u>-</u>                  | <u>-</u>                  | <u>-</u>            | <u>1,216,000</u>                           |
| (456,879)                | 108,686                       | 1,946                       | 23,852                    | 11,008                    | (298,207)           |  |
| <u>1,377,491</u>         | <u>2,038,697</u>              | <u>41,712</u>               | <u>81,255</u>             | <u>83,636</u>             | <u>3,646,081</u>    |  |
| <b>\$ 920,612</b>        | <b>\$ 2,147,383</b>           | <b>\$ 43,658</b>            | <b>\$ 105,107</b>         | <b>\$ 94,644</b>          | <b>\$ 3,347,874</b> |  |

# Charter Township of Grand Blanc

## Other Supplemental Information Nonmajor Governmental Fund - Drug Forfeiture Fund Budgetary Comparison Year Ended December 31, 2009

|  | Prior Year<br>Actual    | Amended<br>Budget       | Actual                  | Variance with<br>Amended<br>Budget |
|--|-------------------------|-------------------------|-------------------------|------------------------------------|
| <b>Revenue - Forfeitures and seizures</b>              | \$ 15,000               | \$ 6,100                | \$ 7,813                | \$ 1,713                           |
| <b>Expenditures - Current - Public safety</b>          | <u>24,702</u>           | <u>3,000</u>            | <u>2,888</u>            | <u>112</u>                         |
| <b>Excess of Revenue (Under) Over<br/>Expenditures</b> | (9,702)                 | 3,100                   | 4,925                   | 1,825                              |
| <b>Fund Balance - Beginning of year</b>                | <u>23,185</u>           | <u>13,483</u>           | <u>13,483</u>           | <u>-</u>                           |
| <b>Fund Balance - End of year</b>                      | <b><u>\$ 13,483</u></b> | <b><u>\$ 16,583</u></b> | <b><u>\$ 18,408</u></b> | <b><u>\$ 1,825</u></b>             |

# Charter Township of Grand Blanc

## Other Supplemental Information Nonmajor Governmental Fund - Law Enforcement Fund Budgetary Comparison Year Ended December 31, 2009

|  | Prior Year<br>Actual | Amended<br>Budget | Actual          | Variance with<br>Amended<br>Budget |
|--|----------------------|-------------------|-----------------|------------------------------------|
| <b>Revenue - Fines, forfeitures, and seizures</b>      | \$ 3,910             | \$ 2,500          | \$ 2,780        | \$ 280                             |
| <b>Expenditures - Current - Public safety</b>          | <u>13,849</u>        | <u>2,000</u>      | <u>823</u>      | <u>1,177</u>                       |
| <b>Excess of Revenue (Under) Over<br/>Expenditures</b> | (9,939)              | 500               | 1,957           | 1,457                              |
| <b>Fund Balance - Beginning of year</b>                | <u>10,335</u>        | <u>396</u>        | <u>396</u>      | <u>-</u>                           |
| <b>Fund Balance - End of year</b>                      | <u>\$ 396</u>        | <u>\$ 896</u>     | <u>\$ 2,353</u> | <u>\$ 1,457</u>                    |

# Charter Township of Grand Blanc

## Other Supplemental Information Nonmajor Governmental Fund - Federal Equitable Sharing Fund Budgetary Comparison Year Ended December 31, 2009

|   | Original Budget | Amended Budget | Actual          | Variance with Amended Budget |
|---|-----------------|----------------|-----------------|------------------------------|
| <b>Revenue</b> - Fines, forfeitures, and seizures | \$ -            | \$ -           | \$ 5,381        | \$ 5,381                     |
| <b>Fund Balance</b> - Beginning of year           | <u>-</u>        | <u>-</u>       | <u>-</u>        | <u>-</u>                     |
| <b>Fund Balance</b> - End of year                 | <u>\$ -</u>     | <u>\$ -</u>    | <u>\$ 5,381</u> | <u>\$ 5,381</u>              |

# Charter Township of Grand Blanc

## Other Supplemental Information Nonmajor Governmental Fund - Bicentennial Park Fund Budgetary Comparison Year Ended December 31, 2009

|  | Prior Year<br>Actual   | Amended<br>Budget      | Actual                 | Variance with<br>Amended<br>Budget |
|--|------------------------|------------------------|------------------------|------------------------------------|
| <b>Revenue - Rental income</b>                         | \$ 16,560              | \$ 16,560              | \$ 16,560              | \$ -                               |
| <b>Expenditures - Current - Capital outlay</b>         | <u>22,345</u>          | <u>16,500</u>          | <u>10,499</u>          | <u>6,001</u>                       |
| <b>Excess of Expenditures (Under) Over<br/>Revenue</b> | (5,785)                | 60                     | 6,061                  | 6,001                              |
| <b>Fund Balance - Beginning of year</b>                | <u>6,964</u>           | <u>1,179</u>           | <u>1,179</u>           | <u>-</u>                           |
| <b>Fund Balance - End of year</b>                      | <u><b>\$ 1,179</b></u> | <u><b>\$ 1,239</b></u> | <u><b>\$ 7,240</b></u> | <u><b>\$ 6,001</b></u>             |

# Charter Township of Grand Blanc

## Other Supplemental Information Nonmajor Governmental Fund - PEG Channel Grant Fund Budgetary Comparison Year Ended December 31, 2009

|  | Prior Year<br>Actual   | Amended<br>Budget      | Actual                 | Variance with<br>Amended<br>Budget |
|--|------------------------|------------------------|------------------------|------------------------------------|
| <b>Revenue - PEG contributions</b>                     | \$ 25,696              | \$ 20,552              | \$ 24,654              | \$ 4,102                           |
| <b>Expenditures - Current</b>                          | <u>20,552</u>          | <u>23,100</u>          | <u>29,798</u>          | <u>(6,698)</u>                     |
| <b>Excess of Revenue Over (Under)<br/>Expenditures</b> | <b>5,144</b>           | <b>(2,548)</b>         | <b>(5,144)</b>         | <b>(2,596)</b>                     |
| <b>Fund Balance - Beginning of year</b>                | <u>-</u>               | <u>8,232</u>           | <u>8,232</u>           | <u>-</u>                           |
| <b>Fund Balance - End of year</b>                      | <b><u>\$ 5,144</u></b> | <b><u>\$ 5,684</u></b> | <b><u>\$ 3,088</u></b> | <b><u>\$ (2,596)</u></b>           |

# Charter Township of Grand Blanc

**Other Supplemental Information**  
**Nonmajor Governmental Fund - Capital Projects Fund**  
**Budgetary Comparison**  
**Year Ended December 31, 2009**

|  | Prior Year<br>Actual       | Amended<br>Budget        | Actual                   | Variance with<br>Amended<br>Budget |
|--|----------------------------|--------------------------|--------------------------|------------------------------------|
| <b>Revenue</b>                                 |                            |                          |                          |                                    |
| Federal grants                                 | \$ -                       | \$ 159,000               | \$ 170,579               | \$ 11,579                          |
| Other revenue                                  | 16,762                     | 16,000                   | 16,769                   | 769                                |
| Total revenue                                  | 16,762                     | 175,000                  | 187,348                  | 12,348                             |
| <b>Expenditures - Current - Capital outlay</b> | <u>721,938</u>             | <u>900,000</u>           | <u>894,227</u>           | <u>5,773</u>                       |
| <b>Excess of Expenditures Over Revenue</b>     | (705,176)                  | (725,000)                | (706,879)                | 18,121                             |
| <b>Other Financing Sources - Transfers in</b>  | <u>194,500</u>             | <u>-</u>                 | <u>250,000</u>           | <u>250,000</u>                     |
| <b>Net Change in Fund Balance</b>              | (510,676)                  | (725,000)                | (456,879)                | 268,121                            |
| <b>Fund Balance - Beginning of year</b>        | <u>1,888,167</u>           | <u>1,377,491</u>         | <u>1,377,491</u>         | <u>-</u>                           |
| <b>Fund Balance - End of year</b>              | <u><b>\$ 1,377,491</b></u> | <u><b>\$ 652,491</b></u> | <u><b>\$ 920,612</b></u> | <u><b>\$ 268,121</b></u>           |

# Charter Township of Grand Blanc

**Other Supplemental Information**  
**Nonmajor Governmental Fund - Master Campus Project Fund**  
**Budgetary Comparison**  
**Year Ended December 31, 2009**

|   | Prior Year<br>Actual       | Amended<br>Budget          | Actual                     | Variance with<br>Amended<br>Budget |
|---|----------------------------|----------------------------|----------------------------|------------------------------------|
| <b>Revenue - Investment income</b>            | \$ 138,697                 | \$ 14,000                  | \$ 17,846                  | \$ 3,846                           |
| <b>Expenditures</b>                           |                            |                            |                            |                                    |
| Capital outlay                                | 356,761                    | 331,050                    | 306,210                    | 24,840                             |
| Debt service:                                 |                            |                            |                            |                                    |
| Principal                                     | 100,000                    | 100,000                    | 100,000                    | -                                  |
| Interest on long-term debt                    | <u>473,325</u>             | <u>468,950</u>             | <u>468,950</u>             | <u>-</u>                           |
| Total expenditures                            | <u>930,086</u>             | <u>900,000</u>             | <u>875,160</u>             | <u>24,840</u>                      |
| <b>Excess of Expenditures Over Revenue</b>    | (791,389)                  | (886,000)                  | (857,314)                  | 28,686                             |
| <b>Other Financing Sources - Transfers in</b> | 1,290,746                  | 966,000                    | 966,000                    | -                                  |
| <b>Net Change in Fund Balance</b>             | 499,357                    | 80,000                     | 108,686                    | 28,686                             |
| <b>Fund Balance - Beginning of year</b>       | <u>1,539,340</u>           | <u>2,038,697</u>           | <u>2,038,697</u>           | <u>-</u>                           |
| <b>Fund Balance - End of year</b>             | <b><u>\$ 2,038,697</u></b> | <b><u>\$ 2,118,697</u></b> | <b><u>\$ 2,147,383</u></b> | <b><u>\$ 28,686</u></b>            |

## **Fiduciary Funds**

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A description of the Fiduciary Funds maintained by the Charter Township is as follows:

**Pension Trust Fund** - This fund accounts for employer and employee contributions to the Charter Township's defined contribution pension plan.

**Employee Benefits Fund** - This fund accounts for anticipated future costs of existing employee benefit programs.

**Agency Funds** - Agency Funds account for assets held by the Charter Township as an agent for individuals, organizations, other governments, or other funds. Such funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results in operations.

# Charter Township of Grand Blanc

**Other Supplemental Information  
Statement of Assets and Liabilities  
Pension and Other Employee Benefits Trust Funds  
December 31, 2009**

|   | Pension<br>Trust    | Employee<br>Benefits<br>Trust | Total               |
|---|---------------------|-------------------------------|---------------------|
| <b>Assets</b>   |                     |                               |                     |
| Cash and cash equivalents   | \$ 75,435           | \$ 2,361,188                  | \$ 2,436,623        |
| Investments:  |                     |                               |                     |
| Mutual funds  | 3,765,621           | -                             | 3,765,621           |
| Bonds   | 250,365             | -                             | 250,365             |
| Receivables   | 35,977              | -                             | 35,977              |
| Due from primary government   | -                   | 250,000                       | 250,000             |
|   | <hr/>               | <hr/>                         | <hr/>               |
| Total assets  | 4,127,398           | 2,611,188                     | 6,738,586           |
| <b>Net Assets Held in Trust for Pension and<br/>Other Employee Benefits</b> |                     |                               |                     |
|   | <hr/>               | <hr/>                         | <hr/>               |
|   | <b>\$ 4,127,398</b> | <b>\$ 2,611,188</b>           | <b>\$ 6,738,586</b> |

# Charter Township of Grand Blanc

**Other Supplemental Information**  
**Combining Statement of Changes in Fiduciary Net Assets**  
**Pension and Other Employee Benefits Trust Funds**  
**Year Ended December 31, 2009**

|   | Pension<br>Trust           | Employee<br>Benefits<br>Trust | Total                      |
|---|----------------------------|-------------------------------|----------------------------|
| <b>Additions</b>  |                            |                               |                            |
| Investment income:  |                            |                               |                            |
| Interest and dividends  | \$ 154,334                 | \$ 32,228                     | \$ 186,562                 |
| Net increase in fair value of investments   | <u>879,720</u>             | <u>-</u>                      | <u>879,720</u>             |
| Net investment income   | 1,034,054                  | 32,228                        | 1,066,282                  |
| Contributions - Employer  | <u>301,568</u>             | <u>500,000</u>                | <u>801,568</u>             |
| Total additions   | 1,335,622                  | 532,228                       | 1,867,850                  |
| <b>Deductions</b>   |                            |                               |                            |
| Benefit payments  | 34,740                     | -                             | 34,740                     |
| Administrative expenses   | <u>6,631</u>               | <u>-</u>                      | <u>6,631</u>               |
| Total deductions  | 41,371                     | -                             | 41,371                     |
| <b>Net Increase</b>   | 1,294,251                  | 532,228                       | 1,826,479                  |
| <b>Net Assets Held in Trust for Pension and Other Employee Benefits - Beginning of year</b> | <u>2,833,147</u>           | <u>2,078,960</u>              | <u>4,912,107</u>           |
| <b>Net Assets Held in Trust for Pension and Other Employee Benefits - End of year</b>       | <b><u>\$ 4,127,398</u></b> | <b><u>\$ 2,611,188</u></b>    | <b><u>\$ 6,738,586</u></b> |

# **Charter Township of Grand Blanc**

**Other Supplemental Information**  
**Schedule of Changes in Assets and Liabilities**  
**Agency Funds**  
**December 31, 2009**

|  | <u>Balance at</u><br><u>January 1, 2009</u> | <u>Additions</u>     | <u>Reductions</u>      | <u>Balance at</u><br><u>December 31,</u><br><u>2009</u> |
|--|---|----------------------|------------------------|---|
| <b>Assets - Cash and investments</b>                             | <u>\$ 5,008,877</u>                         | <u>\$ 59,254,605</u> | <u>\$ (54,543,662)</u> | <u>\$ 9,719,820</u>                                     |
| <b>Liabilities - Undistributed tax collections<br/>and other</b> | <u>\$ 5,008,877</u>                         | <u>\$ 59,254,605</u> | <u>\$ (54,543,662)</u> | <u>\$ 9,719,820</u>                                     |

## **Statistical Section**

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# **Charter Township of Grand Blanc**

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## **Description of Statistical Section**

This part of the Charter Township of Grand Blanc's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the Charter Township's overall financial health. Many of the schedules present data for the past fiscal years that will allow the reader to discern trends that cannot be seen in a single year's financial statements.

### **Contents**

#### **Financial Trends:**

These schedules contain trend information to help the reader understand how the Charter Township's financial performance and well-being have changed over time.

#### **Revenue Capacity:**

These schedules contain information to help the reader assess the locally levied taxes including the property tax collected by the Charter Township treasurer, which represents the Charter Township's largest revenue source.

#### **Debt Capacity:**

These schedules present information to help the reader assess the affordability of the Charter Township's current levels of outstanding debt and the Charter Township's ability to issue debt in the future.

#### **Demographic Information:**

These schedules offer demographic indicators to help the reader understand the environment within which the Charter Township's financial activities take place.

#### **Operating Information:**

These schedules contain service data to help the reader understand how the information in the Charter Township's financial report relates to the services the Charter Township provides and the activities it performs.

### **Sources**

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The Charter Township implemented GASB Statement No. 34 in 2003; schedules representing government-wide information include information beginning in that year. The reported numbers begin with the year for which information is available.

# Charter Township of Grand Blanc

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|                                    | Fiscal Year                 |                             |                             |                             |
|------------------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
|                                    | 2003                        | 2004                        | 2005                        | 2006                        |
| <b>Governmental Activities</b>     |                             |                             |                             |                             |
| Invested in capital assets -       |                             |                             |                             |                             |
| Net of related debt                | \$ 5,778,904                | \$ 5,685,105                | \$ 6,061,001                | \$ 6,313,242                |
| Restricted                         | 446,337                     | 477,616                     | 745,081                     | 790,887                     |
| Unrestricted                       | <u>4,154,639</u>            | <u>5,238,804</u>            | <u>5,480,340</u>            | <u>5,877,983</u>            |
| Total net assets                   | 10,379,880                  | 11,401,525                  | 12,286,422                  | 12,982,112                  |
| <b>Business-type Activities</b>    |                             |                             |                             |                             |
| Invested in capital assets -       |                             |                             |                             |                             |
| Net of related debt                | 65,617,031                  | 69,497,610                  | 72,709,732                  | 77,445,337                  |
| Restricted - Mosquito              | 90,158                      | 114,653                     | -                           | -                           |
| Unrestricted                       | <u>5,646,020</u>            | <u>5,021,322</u>            | <u>9,755,242</u>            | <u>8,227,121</u>            |
| Total net assets                   | 71,353,209                  | 74,633,585                  | 82,464,974                  | 85,672,458                  |
| <b>Primary Government in Total</b> |                             |                             |                             |                             |
| Invested in capital assets -       |                             |                             |                             |                             |
| Net of related debt                | 71,395,935                  | 75,182,715                  | 78,770,733                  | 83,758,579                  |
| Restricted                         | 536,495                     | 592,269                     | 745,081                     | 790,887                     |
| Unrestricted                       | <u>9,800,659</u>            | <u>10,260,126</u>           | <u>15,235,582</u>           | <u>14,105,104</u>           |
| Total net assets                   | <b><u>\$ 81,733,089</u></b> | <b><u>\$ 86,035,110</u></b> | <b><u>\$ 94,751,396</u></b> | <b><u>\$ 98,654,570</u></b> |

Note: In fiscal year 2003, the Charter Township adopted GASB No. 34 and began reporting a government-wide statement of net assets

**Financial Trend Information**  
**Net Assets by Component**  
**Statement of Net Assets**

| Fiscal Year                      |                                  |                                 |
|----------------------------------|----------------------------------|---------------------------------|
| 2007                             | 2008                             | 2009                            |
| \$ 6,718,990                     | \$ 6,682,242                     | \$ 6,976,914                    |
| 798,720                          | 683,180                          | 635,810                         |
| <u>5,938,999</u>                 | <u>4,724,292</u>                 | <u>3,039,134</u>                |
| <br>13,456,709                   | <br>12,089,714                   | <br>10,651,858                  |
| <br>80,339,816                   | <br>84,034,057                   | <br>84,724,481                  |
| <br>9,347,557                    | <br>6,860,844                    | <br>4,614,674                   |
| <br>89,687,373                   | <br>90,894,901                   | <br>89,339,155                  |
| <br>87,058,806                   | <br>90,716,299                   | <br>91,701,395                  |
| <br>798,720                      | <br>683,180                      | <br>635,810                     |
| <br><u>15,286,556</u>            | <br><u>11,585,136</u>            | <br><u>7,653,808</u>            |
| <br><b><u>\$ 103,144,082</u></b> | <br><b><u>\$ 102,984,615</u></b> | <br><b><u>\$ 99,991,013</u></b> |

# Charter Township of Grand Blanc

|                                       | Fiscal Year Ended December 31 |                          |                          |
|---------------------------------------|-------------------------------|--------------------------|--------------------------|
|                                       | 2003                          | 2004                     | 2005                     |
| <b>Expenses</b>                       |                               |                          |                          |
| General government                    | \$ 2,997,262                  | \$ 2,789,281             | \$ 3,457,066             |
| Public safety                         | 5,464,514                     | 5,892,463                | 6,409,202                |
| Public services                       | 1,886,488                     | 1,613,483                | 1,691,373                |
| Community and economic development    | 234,370                       | 298,852                  | 395,745                  |
| Recreation and culture                | 282,174                       | 242,510                  | 207,256                  |
| Interest on long-term debt            | 24,917                        | 5,256                    | -                        |
| <br>Total governmental activities     | <br>10,889,725                | <br>10,841,845           | <br>12,160,642           |
| <b>Program Revenues</b>               |                               |                          |                          |
| Charges for services:                 |                               |                          |                          |
| General government                    | 82,762                        | 91,362                   | 155,238                  |
| Public safety                         | 1,043,899                     | 985,364                  | 1,227,246                |
| Public services                       | 5,312                         | 1,233,410                | 1,281,236                |
| Community and economic development    | 81,793                        | 79,479                   | 85,483                   |
| Recreation and culture                | 15,600                        | 13,200                   | 16,296                   |
| <br>Total charges for services        | <br>1,229,366                 | <br>2,402,815            | <br>2,765,499            |
| Operating grants and contributions    | 284,831                       | 270,412                  | 271,313                  |
| Capital grants and contributions      | 50,000                        | -                        | -                        |
| <br>Total program revenues            | <br>1,564,197                 | <br>2,673,227            | <br>3,036,812            |
| <b>Net Expense</b>                    | <br>(9,325,528)               | <br>(8,168,618)          | <br>(9,123,830)          |
| <b>General Revenues</b>               |                               |                          |                          |
| Property taxes                        | 7,077,377                     | 6,407,809                | 6,931,573                |
| State-shared revenues                 | 2,889,369                     | 2,323,369                | 2,302,999                |
| Unrestricted investment earnings      | 199,823                       | 120,879                  | 302,662                  |
| Unrestricted fees and other           | 332,294                       | 338,206                  | 471,493                  |
| <br>Total general revenues            | <br>10,498,863                | <br>9,190,263            | <br>10,008,727           |
| <b>Net Change in Net Assets</b>       | <br>1,173,335                 | <br>1,021,645            | <br>884,897              |
| <b>Net Assets - Beginning of year</b> | <br>9,206,545                 | <br>10,379,880           | <br>11,401,525           |
| <b>Net Assets - End of year</b>       | <br><b>\$ 10,379,880</b>      | <br><b>\$ 11,401,525</b> | <br><b>\$ 12,286,422</b> |

Note: In fiscal year 2003, the Charter Township adopted GASB No. 34 and began reporting a government-wide statement of net assets

**Financial Trend Information  
Changes in Governmental Net Assets**

| Fiscal Year Ended December 31 |                      |                      |                      |  |
|-------------------------------|----------------------|----------------------|----------------------|--|
| 2006                          | 2007                 | 2008                 | 2009                 |  |
| \$ 3,151,040                  | \$ 2,715,114         | \$ 3,328,975         | \$ 3,921,073         |  |
| 7,059,945                     | 7,974,790            | 8,353,459            | 8,053,371            |  |
| 2,144,233                     | 2,007,753            | 2,468,866            | 1,793,029            |  |
| 259,316                       | 432,944              | 402,485              | 430,874              |  |
| 120,673                       | 345,344              | 406,377              | 293,441              |  |
| 198,156                       | 484,127              | 491,165              | 467,876              |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| 12,933,363                    | 13,960,072           | 15,451,327           | 14,959,664           |  |
| <br>                          | <br>                 | <br>                 | <br>                 |  |
| 61,853                        | 74,001               | 159,175              | 381,613              |  |
| 953,146                       | 1,199,517            | 592,056              | 414,235              |  |
| 1,055,304                     | 1,134,598            | 1,161,807            | 1,156,631            |  |
| 35,716                        | 33,135               | 26,204               | 23,848               |  |
| 160,983                       | 118,096              | 16,560               | 16,560               |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| 2,267,002                     | 2,559,347            | 1,955,802            | 1,992,887            |  |
| 295,191                       | 358,543              | 436,751              | 442,677              |  |
| 40,554                        | -                    | 16,762               | 156,804              |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| 2,602,747                     | 2,917,890            | 2,409,315            | 2,592,368            |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| (10,330,616)                  | (11,042,182)         | (13,042,012)         | (12,367,296)         |  |
| <br>                          | <br>                 | <br>                 | <br>                 |  |
| 7,528,398                     | 8,120,917            | 8,505,344            | 8,389,199            |  |
| 2,568,081                     | 2,288,035            | 2,220,797            | 1,915,708            |  |
| 651,273                       | 1,016,079            | 509,379              | 154,648              |  |
| 278,584                       | 91,748               | 439,497              | 469,885              |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| 11,026,336                    | 11,516,779           | 11,675,017           | 10,929,440           |  |
| <br>                          | <br>                 | <br>                 | <br>                 |  |
| 695,690                       | 474,597              | (1,366,995)          | (1,437,856)          |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| 12,286,422                    | 12,982,112           | 13,456,709           | 12,089,714           |  |
| <hr/>                         | <hr/>                | <hr/>                | <hr/>                |  |
| <b>\$ 12,982,112</b>          | <b>\$ 13,456,709</b> | <b>\$ 12,089,714</b> | <b>\$ 10,651,858</b> |  |

# Charter Township of Grand Blanc

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|                                      | Fiscal Year Ended December 31 |                     |                     |                     |                     |
|--------------------------------------|-------------------------------|---------------------|---------------------|---------------------|---------------------|
|                                      | 2000                          | 2001                | 2002                | 2003                | 2004                |
| <b>Expenses</b>                      | \$ 4,877,563                  | \$ 5,019,608        | \$ 6,470,648        | \$ 6,720,937        | \$ 8,272,460        |
| <b>Program Revenues</b>              |                               |                     |                     |                     |                     |
| Charges for services                 | 5,580,493                     | 5,311,149           | 6,310,432           | 6,569,818           | 6,877,348           |
| Operating grants and contributions   | -                             | -                   | -                   | -                   | -                   |
| Capital grants and contributions     | -                             | 1,491,412           | 5,263,058           | 3,450,976           | 4,388,959           |
| Total program revenues               | 5,580,493                     | 6,802,561           | 11,573,490          | 10,020,794          | 11,266,307          |
| <b>Net Revenue (Expense)</b>         | 702,930                       | 1,782,953           | 5,102,842           | 3,299,857           | 2,993,847           |
| <b>General Revenue</b>               |                               |                     |                     |                     |                     |
| Property taxes                       | 105,598                       | 107,518             | 155,306             | 166,286             | 180,794             |
| Unrestricted investment earnings     | 130,237                       | 148,375             | 109,978             | 100,325             | 105,735             |
| Proceeds from sale of capital assets | -                             | -                   | -                   | -                   | -                   |
| Transfers                            | (103,941)                     | (109,096)           | (124,952)           | 42,760              | -                   |
| Total general revenues               | 131,894                       | 146,797             | 140,332             | 309,371             | 286,529             |
| <b>Change in Net Assets</b>          | <b>\$ 834,824</b>             | <b>\$ 1,929,750</b> | <b>\$ 5,243,174</b> | <b>\$ 3,609,228</b> | <b>\$ 3,280,376</b> |

**Financial Trend Information  
Changes in Business-type Net Assets**

| Fiscal Year Ended December 31 |                     |                     |                     |                       |  |
|-------------------------------|---------------------|---------------------|---------------------|-----------------------|--|
| 2005                          | 2006                | 2007                | 2008                | 2009                  |  |
| \$ 8,361,734                  | \$ 8,890,267        | \$ 10,319,834       | \$ 12,904,958       | \$ 12,656,255         |  |
| 7,796,578                     | 7,763,717           | 9,143,873           | 9,117,513           | 10,355,416            |  |
| -                             | -                   | 456,052             | 332,809             | -                     |  |
| <u>8,326,023</u>              | <u>3,839,900</u>    | <u>4,271,568</u>    | <u>4,335,264</u>    | <u>650,320</u>        |  |
| <u>16,122,601</u>             | <u>11,603,617</u>   | <u>13,871,493</u>   | <u>13,785,586</u>   | <u>11,005,736</u>     |  |
| 7,760,867                     | 2,713,350           | 3,551,659           | 880,628             | (1,650,519)           |  |
| 185,175                       | 494,134             | 463,256             | 326,900             | 89,576                |  |
| -                             | -                   | -                   | -                   | 5,197                 |  |
| <u>(114,653)</u>              | <u>-</u>            | <u>-</u>            | <u>-</u>            | <u>-</u>              |  |
| <u>70,522</u>                 | <u>494,134</u>      | <u>463,256</u>      | <u>326,900</u>      | <u>94,773</u>         |  |
| <b>\$ 7,831,389</b>           | <b>\$ 3,207,484</b> | <b>\$ 4,014,915</b> | <b>\$ 1,207,528</b> | <b>\$ (1,555,746)</b> |  |

# Charter Township of Grand Blanc

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|   | December 31         |                     |                     |                     |
|---|---------------------|---------------------|---------------------|---------------------|
|   | 2000                | 2001                | 2002                | 2003                |
| <b>Fund Balances</b>                      |                     |                     |                     |                     |
| General Fund - Unreserved                 | \$ 952,068          | \$ 1,007,738        | \$ 1,030,189        | \$ 1,018,296        |
| All other governmental funds:             |                     |                     |                     |                     |
| Reserved:                                 |                     |                     |                     |                     |
| Mosquito levy                             | -                   | -                   | -                   | -                   |
| Law enforcement                           | 8,709               | 8,709               | 25,848              | 26,518              |
| Drug forfeiture                           | -                   | -                   | -                   | -                   |
| Cable TV activities - PEG Fund            | -                   | -                   | 25,588              | 60,579              |
| Drug enforcement                          | 24,970              | 9,576               | 5,276               | -                   |
| Fire hall                                 | -                   | -                   | -                   | -                   |
| Unreserved, reported in:                  |                     |                     |                     |                     |
| Special Revenue Funds - Solid waste       | 260,467             | 313,855             | 297,778             | 184,936             |
| Special Revenue Funds - Bicentennial Park | 9,693               | 13,501              | 1,764               | 6,624               |
| Capital Projects Funds                    | 899,635             | 2,400,714           | 2,225,147           | 2,649,441           |
| Master Campus Project                     | -                   | -                   | -                   | 150,182             |
| Civic Campus Fund                         | -                   | -                   | -                   | -                   |
| Debt Service Funds - Water and sewer      | 546,753             | 573,864             | 167,167             | 162,782             |
| Permanent funds - Cemetery:               |                     |                     |                     |                     |
| Unexpendable                              | 59,721              | 59,721              | 43,604              | 105,627             |
| Expendable                                | 116,082             | 75,309              | 65,746              | 68,676              |
| Total all other governmental funds        | <b>\$ 2,878,098</b> | <b>\$ 4,462,987</b> | <b>\$ 3,888,106</b> | <b>\$ 4,433,662</b> |

**Financial Trend Information**  
**Fund Balances - Governmental Funds**

| December 31         |                     |                      |                     |                     |                     |  |
|---------------------|---------------------|----------------------|---------------------|---------------------|---------------------|--|
| 2004                | 2005                | 2006                 | 2007                | 2008                | 2009                |  |
| \$ 1,045,513        | \$ 1,454,875        | \$ 1,499,961         | \$ 1,608,985        | \$ 1,682,294        | \$ 1,697,320        |  |
| -                   | -                   | 3,898                | 6,047               | 6,275               | 1,986               |  |
| 16,373              | 17,492              | 14,180               | 10,335              | 396                 | 2,353               |  |
| 1,138               | 5,907               | 14,091               | 23,185              | 13,483              | 23,789              |  |
| 22,380              | 3,088               | 3,088                | 3,088               | 8,232               | 3,088               |  |
| -                   | -                   | -                    | -                   | -                   | -                   |  |
| -                   | -                   | -                    | -                   | -                   | -                   |  |
| 279,813             | 466,345             | 467,283              | 498,710             | 448,191             | 361,185             |  |
| 16,747              | 10,224              | 9,016                | 6,964               | 1,179               | 7,240               |  |
| 2,731,023           | 2,274,604           | 1,681,959            | 1,888,167           | 1,377,491           | 920,612             |  |
| 461,153             | 834,022             | 1,634,021            | 1,539,340           | 2,038,697           | 2,147,383           |  |
| -                   | -                   | 9,015,517            | 257,545             | -                   | -                   |  |
| -                   | -                   | -                    | -                   | -                   | -                   |  |
| 105,627             | 122,191             | 155,716              | 127,580             | 64,335              | 95,186              |  |
| 52,286              | 130,058             | 132,631              | 135,822             | 142,268             | 148,223             |  |
| <b>\$ 4,732,052</b> | <b>\$ 5,318,806</b> | <b>\$ 14,631,361</b> | <b>\$ 6,105,768</b> | <b>\$ 5,782,841</b> | <b>\$ 5,408,365</b> |  |

# Charter Township of Grand Blanc

|   | Year Ended December 31 |                     |                     |                     |
|---|------------------------|---------------------|---------------------|---------------------|
|   | 2000                   | 2001                | 2002                | 2003                |
| <b>Revenue</b>  |                        |                     |                     |                     |
| Property taxes  | \$ 5,008,089           | \$ 5,046,893        | \$ 5,432,863        | \$ 5,909,327        |
| Licenses and permits                                    | 907,498                | 1,284,875           | 1,412,537           | 1,216,745           |
| Federal grants  | 140,797                | 51,631              | -                   | -                   |
| State-shared revenues and grants                        | 2,481,575              | 2,915,759           | 2,760,329           | 3,016,237           |
| Charges for services                                    | 1,070,009              | 1,113,316           | 1,098,336           | 1,168,050           |
| Fines and forfeitures                                   | 76,208                 | 78,903              | 153,024             | 137,489             |
| Investment income                                       | 413,679                | 413,781             | 202,863             | 199,820             |
| Other   | 194,148                | 245,934             | 321,035             | 417,331             |
| Total revenue   | 10,292,003             | 11,151,092          | 11,380,987          | 12,064,999          |
| <b>Expenditures</b>                                     |                        |                     |                     |                     |
| General government                                      | 1,718,582              | 1,719,274           | 2,013,856           | 2,278,435           |
| Public safety   | 4,005,698              | 4,612,660           | 5,383,975           | 5,743,612           |
| Public services   | 1,884,533              | 1,747,487           | 2,014,288           | 2,518,843           |
| Other   | 6,144                  | 5,452               | 4,585               | -                   |
| Capital outlay  | 518,340                | 234,513             | 1,101,704           | 330,006             |
| Debt service principal                                  | 1,496,269              | 1,268,161           | 1,200,654           | 455,188             |
| Debt service interest                                   | -                      | -                   | -                   | 27,630              |
| Other   | -                      | -                   | -                   | 165,730             |
| Total expenditures                                      | 9,629,566              | 9,587,547           | 11,719,062          | 11,519,444          |
| <b>Excess of Revenue Over (Under) Expenditures</b>      | 662,437                | 1,563,545           | (338,075)           | 545,555             |
| <b>Other Financing Sources (Uses)</b>                   |                        |                     |                     |                     |
| Debt issuance   | -                      | 150,000             | -                   | -                   |
| Debt premium or discount                                | -                      | -                   | -                   | -                   |
| Proceeds from sale of capital assets                    | -                      | -                   | -                   | -                   |
| Transfers in  | -                      | 2,280,463           | 1,100,000           | 1,000,712           |
| Transfers out   | -                      | (2,280,463)         | (1,100,000)         | (1,000,712)         |
| Total other financing sources                           | -                      | 150,000             | -                   | -                   |
| <b>Net Change in Fund Balances</b>                      | 662,437                | 1,713,545           | (338,075)           | 545,555             |
| <b>Fund Balances - Beginning of year</b>                | 2,789,858              | 3,452,295           | 5,165,840           | 4,827,765           |
| <b>Fund Balances - End of year</b>                      | <b>\$ 3,452,295</b>    | <b>\$ 5,165,840</b> | <b>\$ 4,827,765</b> | <b>\$ 4,433,662</b> |
| Debt service as a percentage of noncapital expenditures | 16%                    | 14%                 | 11%                 | 4%                  |

**Financial Trend Information**  
**Changes in Fund Balances - Governmental Funds**

| Year Ended December 31 |                     |                      |                     |                     |                     |      |  |      |  |
|------------------------|---------------------|----------------------|---------------------|---------------------|---------------------|------|--|------|--|
| 2004                   |                     | 2005                 |                     | 2006                |                     | 2007 |  | 2008 |  |
| \$ 6,359,871           | \$ 6,947,143        | \$ 7,525,780         | \$ 8,120,917        | \$ 8,505,344        | \$ 8,389,929        |      |  |      |  |
| 1,241,715              | 1,440,310           | 1,183,970            | 1,187,765           | 882,219             | 795,497             |      |  |      |  |
| 24,065                 | -                   | 60,235               | 100,193             | 99,752              | 256,948             |      |  |      |  |
| 2,420,418              | 2,406,442           | 2,627,621            | 2,371,390           | 2,329,109           | 2,022,440           |      |  |      |  |
| 1,227,837              | 1,275,480           | 1,050,136            | 1,129,260           | 1,156,629           | 1,152,097           |      |  |      |  |
| 132,635                | 147,882             | 118,065              | 114,199             | 121,168             | 117,166             |      |  |      |  |
| 120,879                | 328,203             | 654,244              | 1,020,103           | 498,929             | 166,926             |      |  |      |  |
| 291,700                | 426,534             | 374,482              | 302,862             | 480,247             | 667,705             |      |  |      |  |
| 11,819,120             | 12,971,994          | 13,594,533           | 14,346,689          | 14,073,397          | 13,568,708          |      |  |      |  |
| 2,738,634              | 2,773,106           | 2,863,050            | 2,855,104           | 2,996,256           | 2,635,967           |      |  |      |  |
| 5,939,996              | 6,746,784           | 7,175,167            | 7,293,654           | 7,428,887           | 7,239,909           |      |  |      |  |
| 2,198,652              | 1,950,818           | 2,347,500            | 2,453,722           | 2,888,891           | 3,173,710           |      |  |      |  |
| -                      | -                   | -                    | -                   | -                   | -                   |      |  |      |  |
| 146,495                | 1,024,108           | 2,588,288            | 9,806,994           | 1,201,044           | 1,210,936           |      |  |      |  |
| 455,188                | -                   | -                    | -                   | -                   | -                   |      |  |      |  |
| 12,624                 | -                   | -                    | 784,431             | 536,465             | 568,950             |      |  |      |  |
| 29,140                 | -                   | -                    | -                   | -                   | -                   |      |  |      |  |
| 11,520,729             | 12,494,816          | 14,974,005           | 23,193,905          | 15,051,543          | 14,829,472          |      |  |      |  |
| 298,391                | 477,178             | (1,379,472)          | (8,847,216)         | (978,146)           | (1,260,764)         |      |  |      |  |
| -                      | -                   | 10,800,000           | 321,623             | 655,219             | 884,000             |      |  |      |  |
| -                      | -                   | (107,973)            | -                   | 1,485,246           | -                   |      |  |      |  |
| -                      | -                   | -                    | -                   | -                   | 2,288               |      |  |      |  |
| 715,854                | 993,305             | 946,990              | 1,257,353           | (194,500)           | 1,216,000           |      |  |      |  |
| (715,854)              | (883,730)           | (946,990)            | (1,257,353)         | (1,290,746)         | (1,216,000)         |      |  |      |  |
| -                      | 109,575             | 10,692,027           | 321,623             | 655,219             | 886,288             |      |  |      |  |
| 298,391                | 586,753             | 9,312,555            | (8,525,593)         | (322,927)           | (374,476)           |      |  |      |  |
| 4,433,662              | 4,732,053           | 5,318,806            | 14,631,361          | 6,105,768           | 5,782,841           |      |  |      |  |
| <b>\$ 4,732,053</b>    | <b>\$ 5,318,806</b> | <b>\$ 14,631,361</b> | <b>\$ 6,105,768</b> | <b>\$ 5,782,841</b> | <b>\$ 5,408,365</b> |      |  |      |  |

4%

0%

0%

6%

4%

4%

# Charter Township of Grand Blanc

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## Taxable Value by Property Type

### Real Property

| Tax Year | Agricultural and |                |               |       |               | IFT Real |
|----------|------------------|----------------|---------------|-------|---------------|----------|
|          | Residential      | Commercial     | Industrial    | Other |               |          |
| 1999     | \$ 496,307,197   | \$ 121,343,537 | \$ 46,797,429 | \$ -  | \$ 25,871,004 |          |
| 2000     | 549,392,330      | 132,005,933    | 48,367,042    | -     | 26,931,567    |          |
| 2001     | 614,822,305      | 143,232,371    | 52,144,368    | -     | 26,986,149    |          |
| 2002     | 691,422,172      | 161,628,532    | 57,935,960    | -     | 21,865,799    |          |
| 2003     | 758,684,136      | 174,517,419    | 60,636,287    | -     | 22,866,356    |          |
| 2004     | 836,757,967      | 186,527,937    | 62,563,902    | -     | 23,823,900    |          |
| 2005     | 909,882,944      | 198,881,657    | 63,088,569    | -     | 23,919,585    |          |
| 2006     | 993,823,502      | 222,001,854    | 66,846,585    | -     | 21,396,298    |          |
| 2007     | 1,049,143,441    | 263,087,297    | 68,692,698    | -     | 5,077,900     |          |
| 2008     | 1,028,196,955    | 272,794,647    | 68,639,609    | -     | 2,478,500     |          |
| 2009     | 959,112,832      | 277,779,895    | 66,891,980    | -     | 1,077,700     |          |

Note: Under Michigan law, the revenue base is taxable value.

Taxes levied in a particular "tax year" become revenue of the subsequent fiscal year.

| Tax Year | Millage Rates - Direct City Taxes |        |          |        |                    | Overlapping Taxes |         |
|----------|-----------------------------------|--------|----------|--------|--------------------|-------------------|---------|
|          | General                           |        | Mosquito | Police | Total Direct Taxes | Community         |         |
|          | Operating                         | Debt   |          |        |                    | County            | College |
| 2000     | 3.6806                            | 0.9505 | 0.1250   | 0.9425 | 5.6986             | 8.2271            | 1.8694  |
| 2001     | 3.6806                            | 0.8476 | 0.1250   | 0.9205 | 5.5737             | 8.2187            | 2.8672  |
| 2002     | 3.9806                            | 0.4678 | 0.1500   | 0.9253 | 5.5237             | 8.1831            | 2.8280  |
| 2003     | 3.9806                            | 0.4153 | 0.1500   | 0.9153 | 5.4612             | 8.1373            | 2.7466  |
| 2004     | 4.3806                            | -      | 0.1500   | 0.9148 | 5.4454             | 8.5154            | 2.6807  |
| 2005     | 4.3806                            | -      | 0.1297   | 0.9128 | 5.4231             | 8.5091            | 2.6807  |
| 2006     | 4.3806                            | -      | 0.1296   | 0.9128 | 5.4230             | 10.2092           | 2.6796  |
| 2007     | 4.3806                            | -      | 0.1185   | 0.9128 | 5.4119             | 10.2092           | 2.6796  |
| 2008     | 4.3806                            | -      | 0.1184   | 0.9128 | 5.4118             | 10.2092           | 2.6796  |
| 2009     | 4.5650                            | -      | 0.1267   | 0.9128 | 5.6045             | 10.2094           | 2.6796  |

## **Revenue Capacity Information**

### **Assessed Value and Actual Value of Taxable Property**

#### Taxable Value by Property Type

| Personal<br>Property | IFT Pers.     | Total Ad-Val   | Total Abated  | Total Value    | GBT Tax         |                           | Taxable Value             |  |
|----------------------|---------------|----------------|---------------|----------------|-----------------|---------------------------|---------------------------|--|
|                      |               |                |               |                | Rate<br>(Mills) | Estimated<br>Actual Value | as a Percent of<br>Actual |  |
| \$ 110,178,100       | \$ 16,066,000 | \$ 774,626,263 | \$ 41,937,004 | \$ 816,439,688 | 6.0692          | \$ 1,801,398,800          | 45.32%                    |  |
| 98,217,200           | 16,456,600    | 827,982,505    | 43,388,167    | 871,269,165    | 5.6986          | 1,837,971,400             | 47.40%                    |  |
| 103,464,100          | 14,673,600    | 913,663,144    | 41,659,749    | 954,764,747    | 5.5737          | 2,046,331,800             | 46.66%                    |  |
| 108,264,600          | 9,537,200     | 1,019,251,264  | 31,402,999    | 1,051,049,801  | -               | 2,287,789,000             | 45.94%                    |  |
| 107,813,600          | 10,518,000    | 1,101,651,442  | 33,384,356    | 1,134,557,982  | -               | 2,553,378,000             | 44.43%                    |  |
| 104,453,963          | 10,137,300    | 1,190,303,769  | 33,947,420    | 1,224,270,807  | 5.4454          | 2,684,475,400             | 45.61%                    |  |
| 108,761,952          | 10,082,600    | 1,280,615,122  | 34,002,185    | 1,314,617,307  | 5.4231          | 2,879,649,400             | 45.65%                    |  |
| 91,676,305           | 4,245,700     | 1,374,348,246  | 25,641,998    | 1,399,990,244  | 5.4230          | 3,065,639,800             | 45.67%                    |  |
| 90,988,800           | 3,101,600     | 1,471,912,236  | 8,179,500     | 1,480,091,736  | -               | 3,111,956,800             | 47.56%                    |  |
| 79,903,100           | 3,663,100     | 1,449,534,311  | 6,141,600     | 1,455,675,911  | 5.4118          | 3,100,029,800             | 46.96%                    |  |
| 94,827,200           | 2,839,800     | 1,398,611,907  | 3,917,500     | 1,402,529,407  | 5.6045          | 2,910,734,600             | 48.18%                    |  |

#### **Direct and Overlapping Property Tax Rates**

| Intermediate<br>School District | Overlapping Taxes     |                            | Total Tax Rate |                   |
|---------------------------------|-----------------------|----------------------------|----------------|-------------------|
|                                 | School -<br>Homestead | School - Non-<br>homestead | Homestead      | Non-<br>homestead |
| 3.5894                          | 8.8000                | 26.6311                    | 28.1845        | 46.0156           |
| 3.5835                          | 8.7923                | 26.7923                    | 29.0354        | 47.0354           |
| 3.5673                          | 8.7872                | 26.5352                    | 28.8893        | 46.6373           |
| 3.5469                          | 7.7779                | 25.4123                    | 27.6699        | 45.3043           |
| 3.5361                          | 11.4768               | 29.1112                    | 31.6544        | 49.2888           |
| 3.5361                          | 11.5015               | 28.8290                    | 31.6505        | 48.9780           |
| 3.5341                          | 11.4700               | 29.4700                    | 33.3159        | 51.3159           |
| 3.5341                          | 11.3600               | 29.3600                    | 33.1948        | 51.1948           |
| 3.5341                          | 11.3600               | 29.3600                    | 33.1947        | 51.1947           |
| 3.5341                          | 11.3600               | 29.3600                    | 33.3876        | 51.3876           |

# Charter Township of Grand Blanc

## Revenue Capacity Information Principal Property Taxpayers

| Principal Taxpayers            | Type of Business          | 2009          | Percent of | 2000          | Percent of | 2000 |
|--------------------------------|---------------------------|---------------|------------|---------------|------------|------|
|                                |                           | Taxable Value | Total      | Taxable Value | Total      | Rank |
| 1 General Motors               | Auto Manufacturing        | \$ 49,066,452 | 3.50       | \$ 71,581,029 | 8.22       | 1    |
| 2 Consumers Energy             | Utilities                 | 19,737,299    | 1.41       | 16,269,433    | 1.87       | 3    |
| 3 Ring Screw Works             | Manufacturing             | 13,945,731    | 1.00       | 11,840,631    | 1.36       | 4    |
| 4 Auker (Eldon Auker Trust)    | Real Estate               | 10,452,453    | 0.75       | 10,326,975    | 1.19       | 5    |
| 5 Edward Rose Assoc            | Apartments                | 9,859,700     | 0.70       | 8,737,798     | 1.00       | 7    |
| 6 Edward Rose Dev. Co          | Apartments                | 9,662,300     | 0.69       | -             | -          | -    |
| 7 Knollwood Village Associates | Apartments                | 9,186,600     | 0.66       | 9,533,000     | 1.09       | 6    |
| 8 WalMart                      | Retail Sales              | 8,968,600     | 0.64       | -             | -          | -    |
| 9 Genesys Medsports            | Health/Fitness/Conference | 8,610,700     | 0.61       | -             | -          | -    |
| 10 Al Serra Properties         | Movie Theater             | 7,516,763     | 0.54       | -             | -          | -    |

Source: Township Assessing Department Records

## Property Tax Levies and Collections

| Fiscal Year<br>Ended<br>December 31 | Percent of             |              |                   |                           |              |                          | Percent of<br>Collections to<br>Tax Levy |
|-------------------------------------|------------------------|--------------|-------------------|---------------------------|--------------|--------------------------|--|
|                                     | Current<br>Collections |              | Levy<br>Collected | Delinquent<br>Collections |              | Total Tax<br>Collections |  |
|                                     | Total Levy (I)         | Collected    | Collected         | Collections               | Collections  | Collections              |  |
| 2000                                | \$ 4,717,231           | \$ 4,463,157 | 94.61             | \$ 245,783                | \$ 4,708,940 | 99.82                    |  |
| 2001                                | 5,088,582              | 4,820,983    | 94.74             | 263,741                   | 5,084,724    | 99.92                    |  |
| 2002                                | 5,631,979              | 5,308,723    | 94.26             | 286,174                   | 5,594,897    | 99.34                    |  |
| 2003                                | 6,014,126              | 5,798,942    | 96.42             | 190,231                   | 5,989,173    | 99.59                    |  |
| 2004                                | 6,574,010              | 6,379,021    | 97.03             | 111,672                   | 6,490,693    | 98.73                    |  |
| 2005                                | 7,004,728              | 6,889,856    | 98.36             | 23,428                    | 6,913,284    | 98.69                    |  |
| 2006                                | 7,454,988              | 7,399,821    | 99.26             | 4,839                     | 7,404,660    | 99.32                    |  |
| 2007                                | 7,955,313              | 7,924,883    | 99.62             | 12,188                    | 7,937,070    | 99.77                    |  |
| 2008                                | 7,850,857              | 7,224,682    | 92.02             | 16,077                    | 7,240,759    | 92.23                    |  |
| 2009                                | 7,838,228              | 7,746,496    | 98.82             | 5,137                     | 7,751,633    | 98.89                    |  |

(I) Does not include penalty and interest on late payment of taxes

# Charter Township of Grand Blanc

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|   | 2000                       | 2001                       | 2002                       | 2003                       |
|---|----------------------------|----------------------------|----------------------------|----------------------------|
| <b>Governmental Activities</b>                                    |                            |                            |                            |                            |
| General obligation bonds  | \$ -                       | \$ -                       | \$ -                       | \$ -                       |
| Installment purchase agreements                                   |                            | 150,000                    | 140,000                    | 130,000                    |
| Special assessment bonds  | <u>781,297</u>             | <u>768,729</u>             | <u>647,547</u>             | <u>526,365</u>             |
| Total   | 781,297                    | 918,729                    | 787,547                    | 656,365                    |
| <b>Business-type Activities - Installment purchase agreements</b> |                            |                            |                            |                            |
|   | <u>3,243,890</u>           | <u>2,246,264</u>           | <u>1,050,589</u>           | <u>455,187</u>             |
| Total debt of the government                                      | <u><b>\$ 4,025,187</b></u> | <u><b>\$ 3,164,993</b></u> | <u><b>\$ 1,838,136</b></u> | <u><b>\$ 1,111,552</b></u> |
| <b>Median Household Income per Census</b>                         | \$ 59,858                  | \$ 59,858                  | \$ 59,858                  | \$ 59,858                  |
| <b>Total Population (Per Federal Census 10 yr.)</b>               | 25,392                     | 25,392                     | 25,392                     | 25,392                     |
| <b>Total Debt per Capita</b>                                      | \$ 159                     | \$ 125                     | \$ 72                      | \$ 44                      |

**Debt Capacity Information  
Ratios of Outstanding Debt**

| 2004              | 2005              | 2006                 | 2007                 | 2008                 | 2009                 |
|-------------------|-------------------|----------------------|----------------------|----------------------|----------------------|
| \$ -              | \$ -              | \$ 10,800,000        | \$ 10,800,000        | \$ 10,700,000        | \$ 10,600,000        |
| 120,000           | 105,000           | 90,000               | 75,000               | 60,000               | 40,000               |
| <u>405,182</u>    | <u>284,000</u>    | <u>185,811</u>       | <u>376,530</u>       | <u>896,331</u>       | <u>1,572,312</u>     |
| 525,182           | 389,000           | 11,075,811           | 11,251,530           | 11,656,331           | 12,212,312           |
| —                 | —                 | —                    | —                    | —                    | —                    |
| <b>\$ 525,182</b> | <b>\$ 389,000</b> | <b>\$ 11,075,811</b> | <b>\$ 11,251,530</b> | <b>\$ 11,656,331</b> | <b>\$ 12,212,312</b> |
| \$ 59,858         | \$ 59,858         | \$ 59,858            | \$ 59,858            | \$ 59,858            | \$ 59,858            |
| 25,392            | 25,392            | 25,392               | 29,827               | 29,827               | 29,827               |
| \$ 21             | \$ 15             | \$ 436               | \$ 377               | \$ 391               | \$ 409               |

# Charter Township of Grand Blanc

## Debt Capacity Information Ratios of General Bonded Debt Outstanding

| Fiscal Year | General Obligation Bonds |            | Less Pledged Debt Service Funds |                         | Net General Bonded Debt  |        | Total Taxable Value Ad Valorem and IFT | Debt as a Percentage of Taxable Value | Estimated Population | General Obligation Debt per Capita |
|-------------|--------------------------|------------|---------------------------------|-------------------------|--------------------------|--------|--|---------------------------------------|----------------------|------------------------------------|
|             | General Obligation Bonds | Bonds      | Debt Service Funds              | Net General Bonded Debt | General Obligation Bonds | Bonds  |  |                                       |                      |                                    |
| 2000        | \$ 3,244,000             | \$ 547,000 | \$ 2,697,000                    | \$ 871,269,165          | 0.31%                    | 29,827 | \$ 90                                  |                                       |                      |                                    |
| 2001        | 2,195,000                | 574,000    | 1,621,000                       | 954,764,747             | 0.17%                    | 29,827 | 54                                     |                                       |                      |                                    |
| 2002        | 1,050,000                | 167,000    | 883,000                         | 1,051,049,801           | 0.08%                    | 29,827 | 30                                     |                                       |                      |                                    |
| 2003        | 585,000                  | 163,000    | 422,000                         | 1,134,557,982           | 0.04%                    | 29,827 | 14                                     |                                       |                      |                                    |
| 2004        | 120,000                  | -          | 120,000                         | 1,224,270,807           | 0.01%                    | 29,827 | 4                                      |                                       |                      |                                    |
| 2005        | 105,000                  | -          | 105,000                         | 1,314,617,307           | 0.01%                    | 35,075 | 3                                      |                                       |                      |                                    |
| 2006        | 10,890,000               | -          | 10,890,000                      | 1,399,990,244           | 0.78%                    | 35,075 | 310                                    |                                       |                      |                                    |
| 2007        | 10,875,000               | -          | 10,875,000                      | 1,480,091,736           | 0.73%                    | 35,075 | 310                                    |                                       |                      |                                    |
| 2008        | 10,760,000               | -          | 10,760,000                      | 1,455,675,911           | 0.74%                    | 35,075 | 307                                    |                                       |                      |                                    |
| 2009        | 10,798,200               | -          | 10,798,200                      | 1,402,529,407           | 0.77%                    | 35,075 | 308                                    |                                       |                      |                                    |

## Direct and Overlapping Governmental Activities Debt

| Jurisdiction                                  | Debt Outstanding      | Percent Applicable to Charter Township |               | Amount Applicable to Charter Township |          |
|---|-----------------------|--|---------------|---------------------------------------|----------|
|   |                       | Charter                                | Township      | Charter                               | Township |
| Direct debt - Charter Township of Grand Blanc | \$ 12,212,311         | 100.00                                 | \$ 12,212,311 |                                       |          |
| <b>Overlapping debt:</b>                      |                       |  |               |                                       |          |
| Genesee County                                | 42,308,996            | 12.32                                  | 5,212,468     |                                       |          |
| Grand Blanc School District                   | 91,040,000            | 73.47                                  | 66,887,088    |                                       |          |
| Goodrich School District                      | 53,819,942            | 11.65                                  | 6,270,023     |                                       |          |
| Lake Fenton School District                   | 26,950,000            | 2.49                                   | 671,055       |                                       |          |
| Mott Community College                        | 75,825,000            | 11.72                                  | 8,886,690     |                                       |          |
| Bishop Airport Authority                      | 26,775,000            | 12.32                                  | 3,298,680     |                                       |          |
| <b>Total</b>                                  | <b>\$ 328,931,249</b> |  |               | <b>\$ 103,438,316</b>                 |          |

# Charter Township of Grand Blanc

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|  | 2000                 | 2001                  | 2002                  | 2003                  |
|--|----------------------|-----------------------|-----------------------|-----------------------|
| <b>Debt Limit (Fiscal Year Ended) (1)</b>                    |                      |                       |                       |                       |
| State equalized valuation (previous year)                    | \$ 962,426,600       | \$ 1,064,842,300      | \$ 1,175,318,800      | \$ 1,276,689,000      |
| Debt limit (10 percent of state equalized valuation)         | 96,242,660           | 106,484,230           | 117,531,880           | 127,668,900           |
| <b>Debt Applicable to Debt Limit</b>                         |                      |                       |                       |                       |
| Total bonded debt  | 4,236,687            | 3,139,822             | 1,968,123             | 1,413,656             |
| Less deductions allowed by law:                              |                      |                       |                       |                       |
| Special assessment bonds                                     | (781,297)            | (768,729)             | (647,547)             | (526,365)             |
| General obligation limited tax bonds                         | -                    | -                     | -                     | -                     |
| Employee-compensated absences                                | (211,500)            | (175,554)             | (270,201)             | (302,104)             |
| County contractual obligations                               | (3,243,890)          | (2,045,539)           | (910,375)             | (455,187)             |
|  |                      |                       |                       |                       |
| Total amount of debt applicable to debt limit                | -                    | 150,000               | 140,000               | 130,000               |
| <b>Legal Debt Margin</b>                                     | <b>\$ 96,242,660</b> | <b>\$ 106,334,230</b> | <b>\$ 117,391,880</b> | <b>\$ 127,538,900</b> |
| <b>Net Debt Subject to Limit as Percentage of Debt Limit</b> | 0.00%                | 0.14%                 | 0.12%                 | 0.10%                 |

(1) The legal debt limit continues to be derived from state equalized value (SEV), not taxable value (TV).

**Debt Capacity Information**  
**Legal Debt Margins**

| 2004                            | 2005                            | 2006                            | 2007                            | 2008                            | 2009                            |
|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| \$ 1,376,198,900<br>137,619,890 | \$ 1,473,832,800<br>147,383,280 | \$ 1,558,529,700<br>155,852,970 | \$ 1,628,440,700<br>162,844,070 | \$ 1,557,658,800<br>155,765,880 | \$ 1,453,248,100<br>145,324,810 |
| 844,613                         | 756,403                         | 11,367,424                      | 11,710,212                      | 12,119,908                      | 12,679,863                      |
| (405,182)                       | (284,000)                       | (185,811)                       | (376,530)                       | (896,331)                       | (1,572,311)                     |
| -                               | -                               | (10,800,000)                    | (10,800,000)                    | (10,700,000)                    | (10,600,000)                    |
| (319,431)                       | (367,403)                       | (291,613)                       | (458,682)                       | (463,577)                       | (467,552)                       |
| -                               | -                               | -                               | -                               | -                               | -                               |
| 120,000                         | 105,000                         | 90,000                          | 75,000                          | 60,000                          | 40,000                          |
| <b>\$ 137,499,890</b>           | <b>\$ 147,278,280</b>           | <b>\$ 155,762,970</b>           | <b>\$ 162,769,070</b>           | <b>\$ 155,705,880</b>           | <b>\$ 145,284,810</b>           |
| 0.09%                           | 0.07%                           | 0.06%                           | 0.05%                           | 0.04%                           | 0.03%                           |

# Charter Township of Grand Blanc

## Demographic and Economic Statistics Demographic and Economic Information

| Fiscal Year | Population | Personal income<br>(in thousands) | Per Capita         |                      |
|-------------|------------|-----------------------------------|--------------------|----------------------|
|             |            |                                   | Personal<br>Income | Unemployment<br>Rate |
| 2000        | 29,827     | (A)                               | \$27,520           | 0.04                 |
| 2001        | 29,827     | (A)                               | (A)                | (A)                  |
| 2002        | 29,827     | (A)                               | (A)                | (A)                  |
| 2003        | 29,827     | (A)                               | (A)                | (A)                  |
| 2004        | 29,827     | (A)                               | (A)                | (A)                  |
| 2005        | 35,075     | (A)                               | (A)                | (A)                  |
| 2006        | 35,075     | (A)                               | (A)                | (A)                  |
| 2007        | 35,075     | (A)                               | (A)                | (A)                  |
| 2008        | 35,075     | (A)                               | (A)                | (A)                  |
| 2009        | 35,075     | (A)                               | (A)                | 0.088                |

(A) Not available

## Principal Employers

| Taxpayer                                 | 2009<br>Employees | Percentage of<br>Total | 2000      |
|--|-------------------|------------------------|-----------|
|  |                   |                        | Employees |
| 1 Genesys Health System                  | 3,444             | 28.95%                 | (A)       |
| 2 Grand Blanc Community Schools          | 840               | 7.06%                  | (A)       |
| 3 General Motors Service Parts Operation | 800               | 6.72%                  | (A)       |
| 4 General Motors Stamping Plant          | 470               | 3.95%                  | (A)       |
| 5 WalMart                                | 376               | 3.16%                  | (A)       |
| 6 Serra Automotive Group                 | 272               | 2.29%                  | (A)       |
| 7 Inalfa Roof Systems                    | 218               | 1.83%                  | (A)       |
| 8 Hutchings Automotive Pro/Mehr Tube     | 203               | 1.71%                  | (A)       |
| 9 Genesys Athletic Club                  | 200               | 1.68%                  | (A)       |
| 10 Sam's Club                            | 170               | 1.43%                  | (A)       |

(A) Not available

# Charter Township of Grand Blanc

## Operating Information Full-time Equivalent Government Employees

| Function/Program          | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|---------------------------|------|------|------|------|------|------|------|------|------|------|
| <b>General Government</b> |      |      |      |      |      |      |      |      |      |      |
| Supervisor                | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Treasurer                 | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Clerk                     | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Finance                   | 5    | 5    | 5    | 4    | 5    | 5    | 5    | 4    | 5    | 4    |
| General office            | -    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 3    | 3    |
| Assessing                 | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    |
| <b>Public Safety</b>      |      |      |      |      |      |      |      |      |      |      |
| Police                    | 44   | 53   | 51   | 51   | 52   | 52   | 53   | 53   | 51   | 49   |
| Fire and EMS              | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Part-time volunteer       | 58   | 58   | 52   | 52   | 52   | 45   | 48   | 40   | 45   | 45   |
| <b>Public Services</b>    |      |      |      |      |      |      |      |      |      |      |
| DPW                       | 21   | 25   | 30   | 34   | 17   | 20   | 20   | 20   | 20   | 19   |
| Building                  | 5    | 5    | 5    | 5    | 5    | 5    | 6    | 5    | 3    | 3    |
| Planning/Zoning           | 3    | 3    | 3    | 3    | 3    | 3    | 4    | 4    | 4    | 3    |
| Parks and recreation      | 5    | 5    | 6    | 6    | 6    | 6    | 6    | 6    | 6    | 6    |

Information obtained from Director of Department

# Charter Township of Grand Blanc

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| Function/ Program                          | 2000       | 2001       | 2002        | 2003        |
|--|------------|------------|-------------|-------------|
| <b>Police:</b>                             |            |            |             |             |
| Physical arrests                           | 528        | 1,099      | 1,794       | 1,873       |
| Traffic violations                         | 2,126      | 2,242      | 4,498       | 4,371       |
| Traffic stops                              | -          | -          | -           | -           |
| Calls for service                          | (A)        | (A)        | (A)         | (A)         |
| <b>Fire:</b>                               |            |            |             |             |
| Emergency responses                        | 489        | 458        | 448         | 511         |
| Fires extinguished                         | (A)        | (A)        | (A)         | 97          |
| Public works - Refuse collected (tons)     | (A)        | (A)        | (A)         | (A)         |
| Parks and recreation - Recreation programs | (A)        | (A)        | (A)         | 649         |
| <b>Library:</b>                            |            |            |             |             |
| Circulation (books borrowed)               | 877,183    | 922,045    | 978,363     | 1,013,247   |
| Collection volume                          | 684,313    | 717,365    | 699,807     | 661,387     |
| <b>Water:</b>                              |            |            |             |             |
| New connections                            | (A)        | (A)        | (A)         | (A)         |
| Water main breaks                          | (A)        | (A)        | (A)         | (A)         |
| Miles of water mains                       | 125        | 160        | 164         | 173         |
| Number of water meters                     | 3,661      | 4,089      | 4,371       | 5,171       |
| Number of water units                      | -          | -          | -           | -           |
| Total consumption                          | 90,568,962 | 99,697,798 | 131,868,048 | 141,510,695 |
| Average consumption per meter              | 24,739     | 24,382     | 30,169      | 27,366      |
| <b>Sewer:</b>                              |            |            |             |             |
| Miles of sanitary sewer mains              | 195        | 213        | 215         | 219         |
| Number of sewer customers                  | 8,395      | 9,088      | 9,552       | 19,167      |

(A) Information not available

Information obtained from Director of Department

**Operating Information**  
**Operating Indicators**

| 2004        | 2005        | 2006        | 2007        | 2008        | 2009        |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 2,445       | 2,527       | 2,410       | 2,273       | 2,436       | 2,472       |
| 5,548       | 5,577       | 3,324       | 4,445       | 5,111       | 4,929       |
| -           | -           | -           | 8,599       | 9,337       | 8,771       |
| (A)         | (A)         | 16,184      | 17,208      | 17,798      | 16,990      |
| 482         | 438         | 484         | 499         | 472         | 438         |
| 113         | 79          | 102         | 94          | 70          | 54          |
| (A)         | 14830       | (A)         | (A)         |             |             |
| 653         | 662         | 670         | 702         | 701         | 704         |
| 1,418,106   | 1,951,419   | 2,358,562   | 2,434,035   | 2,580,077   | 2,734,882   |
| 700,242     | 705,797     | 678,740     | 665,165     | 645,235     | 632,330     |
| (A)         | (A)         | 147         | 159         | 65          | 26          |
| (A)         | (A)         | 7           | 9           | 1           | 3           |
| 177         | 179         | 182         | 188         | 193         | 193         |
| 5,960       | 6,480       | 6,821       | 7,063       | 7,136       | 7,164       |
| -           | 14,859      | 15,253      | 15,579      | 15,715      | 15,757      |
| 126,300,495 | 130,772,000 | 121,680,400 | 144,908,373 | 122,486,600 | 121,835,108 |
| 21,191      | 20,181      | 17,839      | 20,517      | 17,165      | 17,007      |
| 221         | 227         | 228         | 237         | 245         | 245         |
| 19,233      | 20,473      | 20,473      | 11,155      | 11,216      | 11,241      |

# Charter Township of Grand Blanc

## Operating Information Capital Asset Statistics

| Function/ Program          | 2000  | 2001  | 2002  | 2003  | 2004  | 2005  | 2006  | 2007  | 2008  | 2009  |
|----------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Police:                    |       |       |       |       |       |       |       |       |       |       |
| Stations                   | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     |
| Patrol units               | (A)   | 17    | 17    |
| Fire:                      |       |       |       |       |       |       |       |       |       |       |
| Stations                   | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     |
| Trucks                     | 7     | 7     | 7     | 7     | 7     | 7     | 7     | 7     | 9     | 9     |
| Public works:              |       |       |       |       |       |       |       |       |       |       |
| Streets (miles)            | (A)   |
| Street lights              | (A)   |
| Traffic signals            | (A)   |
| Refuse collection trucks   | (A)   |
| Parks and recreation:      |       |       |       |       |       |       |       |       |       |       |
| Acreage                    | 202   | 202   | 202   | 222   | 222   | 222   | 222   | 222   | 222   | 222   |
| Playgrounds                | 1     | 2     | 2     | 2     | 1     | 1     | 1     | 1     | 1     | 1     |
| Baseball/Softball diamonds | 10    | 10    | 10    | 10    | 10    | 10    | 10    | 10    | 10    | 10    |
| Pools/Splash pad           | -     | -     | -     | -     | -     | -     | 1     | 1     | 1     | 1     |
| Libraries - Branches       | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     |
| Water:                     |       |       |       |       |       |       |       |       |       |       |
| Mains (miles)              | 125.0 | 160.0 | 164.0 | 173.0 | 177.0 | 179.0 | 182.0 | 188.0 | 193.0 | 193.0 |
| Fire hydrants              | (A)   | 2,160 | 2,200 | 2,200 |
| Storage capacity           | (A)   |
| Sewer:                     |       |       |       |       |       |       |       |       |       |       |
| Miles of sanitary sewers   | 195.0 | 213.0 | 215.0 | 219.0 | 221.0 | 227.0 | 228.0 | 237.0 | 245.0 | 245.0 |
| Miles of storm sewers      | (A)   |
| Treatment capacity         | (A)   |

(A) Information not available

Information obtained from Director of Department