

**COUNTY OF OTTAWA
GRAND HAVEN, MICHIGAN**



**2022 ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2022
Prepared by Fiscal Services Department**

COUNTY OF OTTAWA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED SEPTEMBER 30, 2022

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INTRODUCTORY



March 22, 2023

Members of the Board of Commissioners and citizens of the County of Ottawa:

Local governments are required to complete a set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants. Pursuant to those requirements, we hereby issue the Annual Comprehensive Financial Report for the County of Ottawa, Michigan ("the County") for the fiscal year ended September 30, 2022.

Management of the County has established a comprehensive internal control framework to provide a reasonable basis for this report. Because the cost of internal controls should not outweigh their benefit, the internal control framework of the County is designed to provide reasonable, rather than absolute, assurance the financial statements are free from any material misstatement. Management assumes full responsibility for the completeness and reliability of the information presented in this report and we believe it to be complete and reliable in all material respects.

Vredeveld Haefner LLC, an independent firm of certified public accountants, has audited the financial statements contained in this report and has found them to present fairly, in all material respects, the financial position of the County. Vredeveld Haefner LLC also performed a single audit in conformity with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of expenditures of federal awards, schedule of findings and questioned costs, and independent auditor's report, can be found at the end of this report.

GAAP requires management to provide a narrative 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 MD&A and should be read in conjunction with it. MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE COUNTY

The County was established in 1837 and encompasses approximately 565 square miles of the southwestern portion of Michigan's Lower Peninsula, including over 30 miles of Lake Michigan shoreline. The six cities, one village, and seventeen townships of the County are home to approximately 299,000 people, making the County the seventh most populous county in the state. Since 2010, the County has been the fastest growing county in the state and has been consistently ranked among the best in the County Health Rankings & Roadmaps report conducted by the University of Wisconsin Population Health Institute. The County is governed by an 11-member elected Board of Commissioners ("Board") and provides a wide range of services to residents, including law enforcement, administration of justice, community development and enrichment, health and human services, and recreation. Thanks to the sound management by the Board, elected officials, and appointed county administration, the County continues to maintain a healthy financial status, including high credit ratings, low interest rates, and the sixth lowest general property tax rate in the state.

Although considered legally separate entities, the County works closely with its seven component units – Road Commission, Central Dispatch Authority, Public Utilities System, Land Bank Authority, Office of the Water Resources Commissioner, Brownfield Redevelopment Authority, and Economic Development Corporation; as well as its two blended component units – Building Authority and Insurance Authority to provide the citizens of the County additional services.

The Board of Commissioners is required to adopt a final operating budget prior to the beginning of each fiscal year. Budgetary control over expenditures is maintained on a department basis, which is the legal level of control. Internal meetings are held during July to review and discuss the requested revenue and expenditures level, it's then presented to the Finance Committee in August. A public hearing is held in September prior to the Board approval. Expenditures may not legally exceed budgeted amounts. The Board has delegated authority to the County Administrator to approve budget transfers between departments within a fund if the amount to be transferred does not exceed \$50,000.

LOCAL ECONOMY

The Ottawa County economy continues a solid economic path with manufacturing and real estate leading the investments. For 2022 the County taxable values increased by 7.29%. This growth continues to be limited by state law as both the Headlee Amendment and Proposal A significantly limit inflationary increases. Equalized property values have increased 34% in the last five years from \$13.9 billion to \$18.6 billion, while taxable values have increased an average of 5% during the same time frame.

Sustained economic growth by the County, including Gross Domestic Product and Per Capita Income, has helped attract significant business development and expansion to the area. The County's GDP increased 6.7%, from \$13,020,427,000 to \$13,896,605,000 and Per Capita Income grew from 4.8%, from \$53,507 to \$56,076. The 2022 unemployment rate for Ottawa County is 2.9% which is the 3rd lowest in the state.

MAJOR INITIATIVES

The County began construction on a new 56,000 square foot Family Justice Center facility. The new facility will house administrative office space for Juvenile Court, Probate Court, Friend of the Court, the County Clerk and Legal Self-Help, in addition to three new courtrooms and hearing rooms. This project will cost \$32 million to construct and County issued \$30 million in bonds to fund the project. The anticipated completion date of this project is Spring of 2024.

The American Rescue Plan Act of 2021 (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) to provide state, local and Tribal governments with the resources needed to respond to the pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. The County's allocation of these funds was \$57 million. The County assembled a Task Force made up of County and Community leaders to create a plan on how to spend the ARPA funds. The Task Force has worked together over the past year to identify projects that will enhance the quality of life for County residents.

The County participated in a wage scale and classification study with a third party that was completed in 2021. The study reviewed the County's wage scale in comparison to other governmental units and comparable organizations and provided recommendations. The new wage scale was implemented in January of 2022 and the total cost was \$853,000.

PLANNING FOR THE FUTURE

The initiatives and concerns that will occupy our organizational capacity over the next year include continued progress on the Family Justice Center, implementing ARPA projects, managing investments during a fluctuating market, maintaining capital funding, and ongoing budgetary management.

The Board meets annually to review the County's strategic plan and tailor it to the goals of the Board, which include maintaining and improving the strong financial position of the County. For the 2022 fiscal year and beyond, the Board identified several objectives to meet these goals, including maintaining and improving current processes and implementing new strategies to retain a balanced budget. These processes and strategies include maintaining the health of the County financing tools and the Insurance Authority and continuing to develop the Capital Improvement Plan by identifying projects needed in the future and the funding to pay for them. Together, the Board and the County continue to evaluate and adopt strategies to contain the cost of health benefits and address the outstanding pension and retiree liabilities. With the vision and action of the Board, the County continues to look very positively toward the future.

AWARDS


The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for the Excellence in Financial Reporting to the County for its Annual Comprehensive Financial Report (Annual

Report) for the fiscal year ended September 30, 2021. In order to be awarded a Certificate of Achievement, the County published an Annual Report whose contents conform to program standards. This Annual Report satisfied both generally accepted accounting principles (GAAP) and applicable legal requirements. A Certificate of Achievement is valid for a period of only one year and the County has received this prestigious award for thirty-seven consecutive years. We believe our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Fiscal Services Department. We would like to express our appreciation to all members of the department who assisted and contributed, as well as the Board of Commissioners for their continued leadership and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Sincerely,



John Gibbs
County Administrator



Karen Karasinski, CPA
Fiscal Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

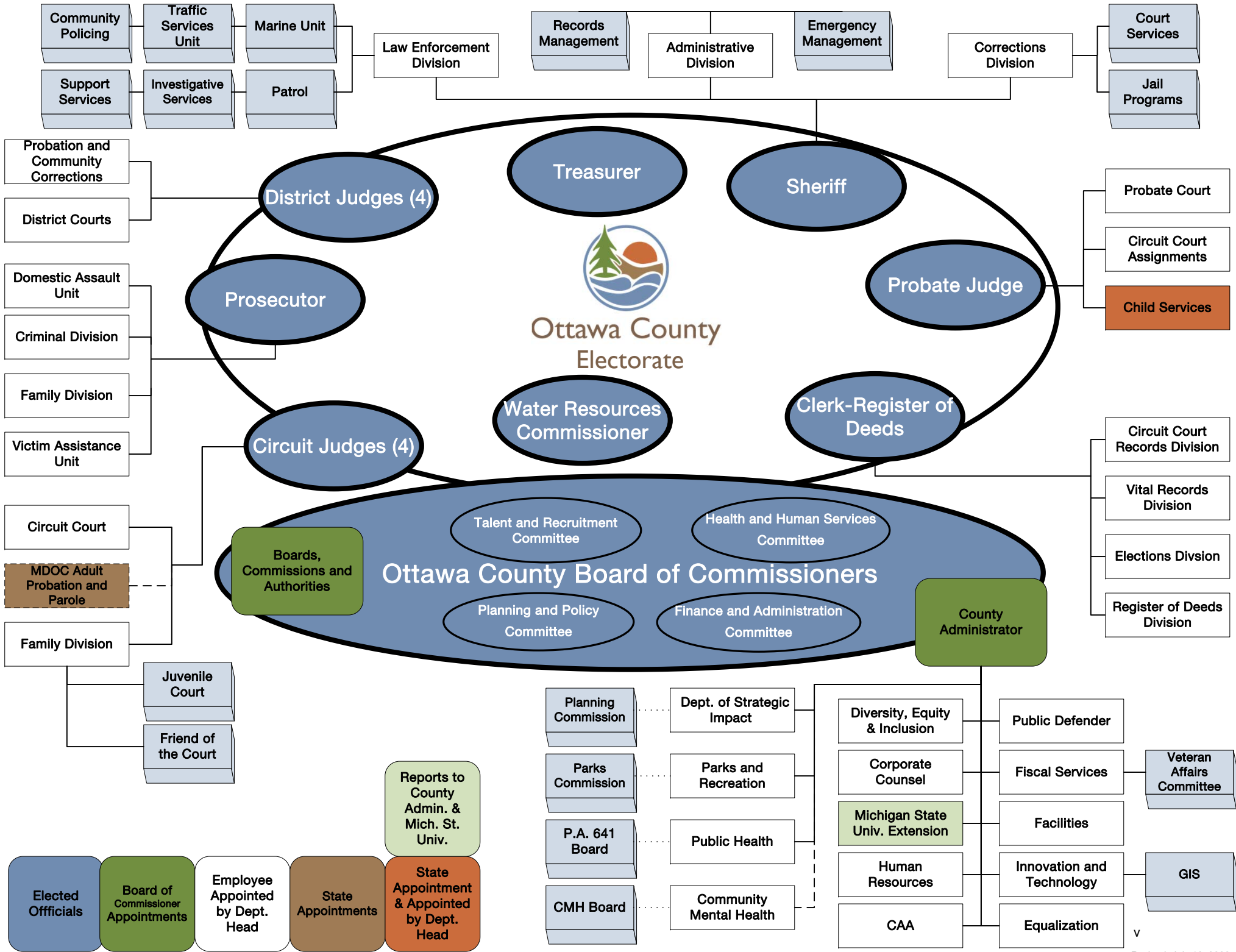
**County of Ottawa
Michigan**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2021

Christopher P. Morill

Executive Director/CEO



ANNUAL COMPREHENSIVE FINANCIAL REPORT

of

COUNTY OF OTTAWA
GRAND HAVEN, MICHIGAN

FOR THE YEAR ENDED SEPTEMBER 30, 2022

BOARD OF COMMISSIONERS

2022

MATTHEW FENSKE, CHAIRMAN
AL DANNENBERG, VICE-CHAIRMAN

JOSEPH BAUMANN
ROGER BERGMAN
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KYLE TERPSTRA
DOUG ZYLSTRA

ADMINISTRATOR
JOHN SHAY

FISCAL SERVICES DIRECTOR
KAREN KARASINSKI, CPA

INDEPENDENT AUDITORS' REPORT



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Peter S. Haefner, CPA
(616) 460-9388

INDEPENDENT AUDITORS' REPORT

March 22, 2023

County of Ottawa
Board of County Commissioners
West Olive, Michigan

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Ottawa, Michigan (the County), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Ottawa County, Michigan, as of September 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 13 and the Required Supplementary Information section be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Ottawa's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2023, on our consideration of the County of Ottawa's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County of Ottawa's internal control over financial reporting and compliance

Urodeuxeld Haefner LLC

MANAGEMENT'S DISCUSSION AND ANALYSIS

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the County of Ottawa, we offer readers of the County's financial statements this narrative discussion and analysis of the financial activities of the County for the fiscal year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iii of the introductory section.

FINANCIAL HIGHLIGHTS

- The County's net position, which is the excess of assets and deferred outflows over liabilities and deferred inflows, at the close of the fiscal year was \$206,441,864, of which \$50,105,465 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Total net position increased by \$13,283,137 as a result of operations of the current fiscal year.
- At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$124,749,284, an increase of \$56,178,851 as a result of operations of the current fiscal year. Of the ending fund balance total, \$103,642,366 (83%) is Nonspendable or subject to the underlying restrictions, commitments, or assignments of the particular general, special revenue, debt service or capital project funds, while \$21,106,918 (17%) is unassigned and available for spending at the County's discretion.
- At the end of the current fiscal year, total fund balance for the General Fund was \$77,253,088, an increase of \$29,870,972 from current operations.
- The County made principal payment on bonded debt of \$4,045,000 and issued \$27,845,000 of Building Authority bonds during the current fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as introduction to the County's basic financial statements, which are comprised of three components:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

The report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements

Government-wide financial statements are designed to provide readers a broad overview of the County's finances in a manner similar to a private-sector business. These two statements distinguish between the governmental activities of the County, which include legislative, judicial, general government, public safety, public works, health and welfare, community and economic development, and culture and recreation, that are principally supported by taxes and intergovernmental revenues and the business-type activities of the County, which include the administration of the delinquent property tax collection system, that are intended to recover all, or a significant portion, of their costs through user fees and charges.

Included in these statements are the primary government, which includes the County and two blended component units (Ottawa County Building Authority and the Ottawa County, Michigan Insurance Authority) which are legally separate entities but function as departments of the County, as well as seven legally separate entities, known as discretely presented component units, which are:

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

- Ottawa County Road Commission
- Ottawa County Central Dispatch Authority ("OCCDA")
- Ottawa County Public Utilities System ("the System")
- Ottawa County Land Bank Authority
- Ottawa County Office of the Water Resources Commissioner ("WR Commissioner")
- Ottawa County Brownfield Redevelopment Authority ("BRA")
- Ottawa County Economic Development Corporation ("EDC")

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

The statement of activities presents information of how the government's net position changed during the current period. All changes in net position are reported as soon as the underlying event causing the change occurs, regardless of the timing of related cash flows, which means some revenues and expenses are reported in this statement for items that will only result in cash flows in future fiscal periods.

Fund financial statements

A fund is a group of related accounts used to track resources separated for a specific activity or purpose. Like other state and local governments, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Governmental funds are similar to governmental activities in the government-wide financial statements, but the governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the period. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to the government-wide financial statements which allows for comparison between governmental funds and governmental activities so readers may better understand the long-term impact of the government's near-term financing decisions.

The County has 23 governmental funds, four of them (General, Community Mental Health, American Rescue Plan Act, and Building Authority) are considered major funds and are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The other 18 funds are considered nonmajor funds and are combined into a single, aggregated presentation. Information for each of the nonmajor funds is provided in both individual and combined statements later in the report. There are 5 funds that do not meet the requirements of special revenue funds according to GASB Statement No.54 and are consolidated into the General Fund. These funds include Solid Waste Clean-Up, Infrastructure, Stabilization, Board Initiatives and DB/DC.

The County adopts an annual appropriated budget for its general, special revenue, debt service and capital projects funds. Budgetary comparison statements or schedules have been provided herein to demonstrate compliance with those budgets.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds

The County has two types of proprietary funds: enterprise and internal service funds. The County has one enterprise fund for the Delinquent Tax Revolving Fund, which is presented as business-type activities in the government-wide financial statements. The County has eleven internal service funds

to account for, and allocate, costs internally. The following activities are accounted for in the internal service funds: innovation technology, duplicating, telecommunications, equipment pool, insurance programs, employee benefits, retirement benefits and compensated absences. Because these services predominantly benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government and because the resources are not available to support the County's programs, they are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is similar to that used for proprietary funds.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required supplementary information

The required supplementary information includes management's discussion and analysis, major fund budget to actual schedules, and multi-year trend information on the funding progress of the County's defined benefit pension plan and other post-employment benefits.

Supplementary information

In addition to the basic financial statements, accompanying notes, and required supplementary information, this report also contains supplementary combining statements and schedules, statistical information and a single audit section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Over time, net position may serve as a useful indicator of a government's financial health. For the County of Ottawa, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$206,441,864 at the close of the fiscal year. 24.27% of the County's net position is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.

Net investment in capital assets, which represent 65.61% of total net position, include net book value of land, buildings, and equipment less any outstanding debt used to acquire those assets, and are not available for future spending. Although the County's investment in capital assets is reported net of related debt, the resources needed to repay the debt should be provided from other sources since the assets cannot be readily used to liquidate these liabilities. Net investment in capital assets decreased by \$394,092 during the year.

In addition to the net investment in capital assets, there are other restrictions on the use of net position, primarily due to legal guidelines. The restricted net position total was \$20,894,098. This represents resources that are subject to external restrictions on how they may be used.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's net position for the current fiscal year, with a comparison to the previous fiscal year, is as follows:

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 242,996,651	\$ 188,228,255	\$ 18,728,325	\$ 21,650,382	\$ 261,724,976	\$ 209,878,637
Capital assets	149,356,567	146,170,699	-	-	149,356,567	146,170,699
Total assets	392,353,218	334,398,954	18,728,325	21,650,382	411,081,543	356,049,336
Deferred outflow s of resources	17,510,731	17,838,037	-	-	17,510,731	17,838,037
Other liabilities	57,428,430	64,581,036	4,308	7,338	57,432,738	64,588,374
Long-term liabilities outstanding	133,674,992	99,790,601	-	-	133,674,992	99,790,601
Total liabilities	191,103,422	164,371,637	4,308	7,338	191,107,730	164,378,975
Deferred inflow s of resources	31,042,680	16,349,671	-	-	31,042,680	16,349,671
Net position						
Net investment in capital assets	135,442,301	135,836,393	-	-	135,442,301	135,836,393
Restricted	18,730,083	18,926,619	2,164,015	2,164,103	20,894,098	21,090,722
Unrestricted	33,545,463	16,752,671	16,560,002	19,478,941	50,105,465	36,231,612
Total net position	\$ 187,717,847	\$ 171,515,683	\$ 18,724,017	\$ 21,643,044	\$ 206,441,864	\$ 193,158,727

Statement of Activities

Total net position increased \$13,283,137 during 2022.

Specific activity affecting the primary government's net position's increase of \$13,283,137 during the current year, is as follows:

Revenues

Revenues increased by \$16,436,483 (8.5%). The total increase is due in large part to the \$30,474,373 in operating grants and contributions received for ARPA and COVID funding for Public Safety and Health and Welfare, along with an increase in property tax revenue of \$4,119,392 as a result of development and increased value of existing property. Additionally, investment earnings decreased by \$17,590,297 due to a decline in investment valuation at year end and a reduction of interest rates on investments.

Expenses

Expenses increased \$15,968,406 (8.1%) with increases in Judicial, General Government, Public Safety, with the largest increase in Health and Welfare. The increase in Health and Welfare is related to both an increase in contractual services for client care for Community Mental Health and costs related to the COVID-19 emergency response for Public Health.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's changes in net position for the current fiscal year, with a comparison to the previous fiscal year, is as follows:

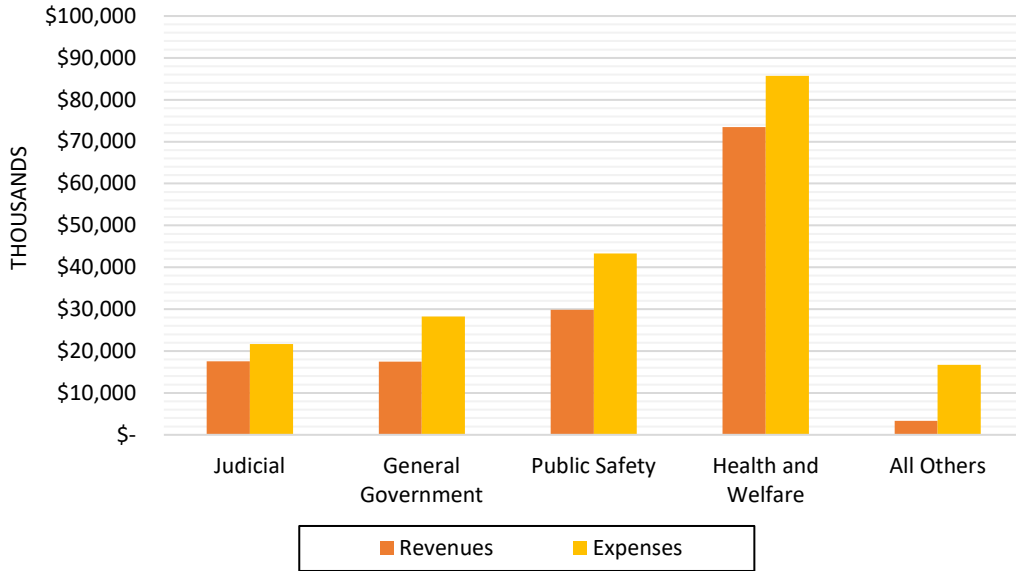
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Program revenues:						
Charges for services	\$ 18,432,146	\$ 18,918,899	\$ 808,730	\$ 983,983	\$ 19,240,876	\$ 19,902,882
Operating grants and contributions	123,301,345	92,826,972	-	-	123,301,345	92,826,972
Capital grants and contributions	-	-	-	-	-	-
General revenues:						
Property taxes	73,173,436	69,054,044	-	-	73,173,436	69,054,044
Grants and contributions not	-	-	-	-	-	-
Restricted to specific programs	4,999,629	4,902,040	-	-	4,999,629	4,902,040
Investment earnings	(7,375,030)	7,895,726	(2,827,587)	(508,046)	(10,202,617)	7,387,680
Miscellaneous	6,670	9,238	-	-	6,670	9,238
Total revenues	212,538,196	193,606,919	(2,018,857)	475,937	210,519,339	194,082,856
Expenses						
Legislative	347,681	545,976	-	-	347,681	545,976
Judicial	21,704,785	19,492,100	-	-	21,704,785	19,492,100
General government	28,214,461	27,544,023	-	-	28,214,461	27,544,023
Public safety	43,304,450	41,302,924	-	-	43,304,450	41,302,924
Public works	9,032,834	8,125,305	-	-	9,032,834	8,125,305
Health and welfare	85,725,558	76,346,962	-	-	85,725,558	76,346,962
Community and economic development	1,680,606	1,251,788	-	-	1,680,606	1,251,788
Culture and recreation	5,678,630	5,353,151	-	-	5,678,630	5,353,151
Interest on long-term debt	1,321,021	993,208	-	-	1,321,021	993,208
Business-type activities	-	-	226,176	312,359	226,176	312,359
Total expenses	197,010,026	180,955,437	226,176	312,359	197,236,202	181,267,796
Increase in net position before transfers to other funds	15,528,170	12,651,482	(2,245,033)	163,578	13,283,137	12,815,060
Transfers	673,994	674,877	(673,994)	(674,877)	-	-
Increase (decrease) in net position	16,202,164	13,326,359	(2,919,027)	(511,299)	13,283,137	12,815,060
Net position, beginning of year	171,515,683	158,189,324	21,643,044	22,154,343	193,158,727	180,343,667
Net position, end of year	\$ 187,717,847	\$ 171,515,683	\$ 18,724,017	\$ 21,643,044	\$ 206,441,864	\$ 193,158,727

COUNTY OF OTTAWA

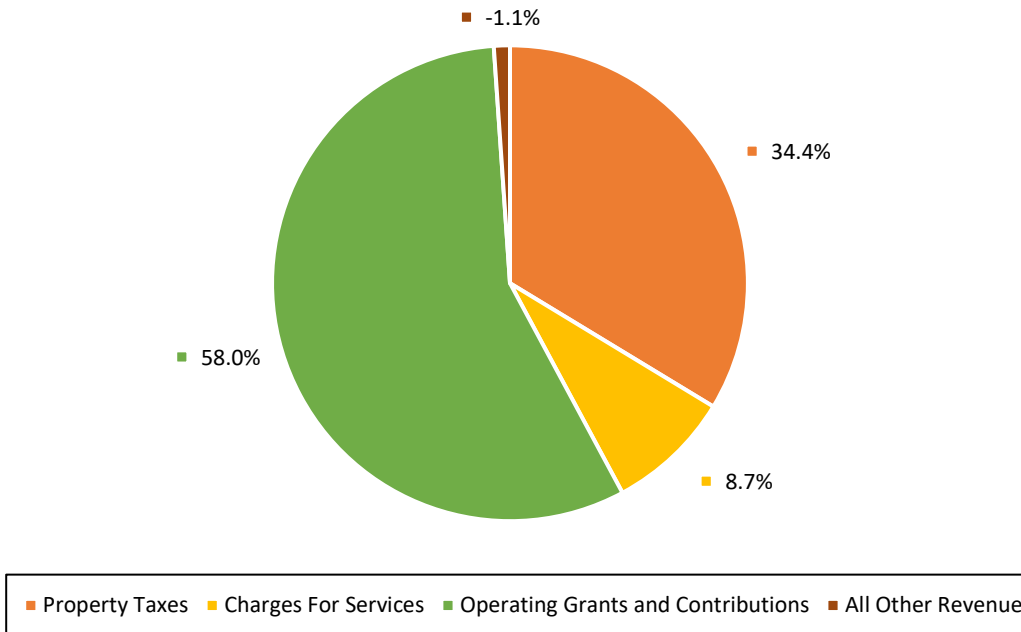
MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Activities

Program Revenues and Expenses



Revenues by Source



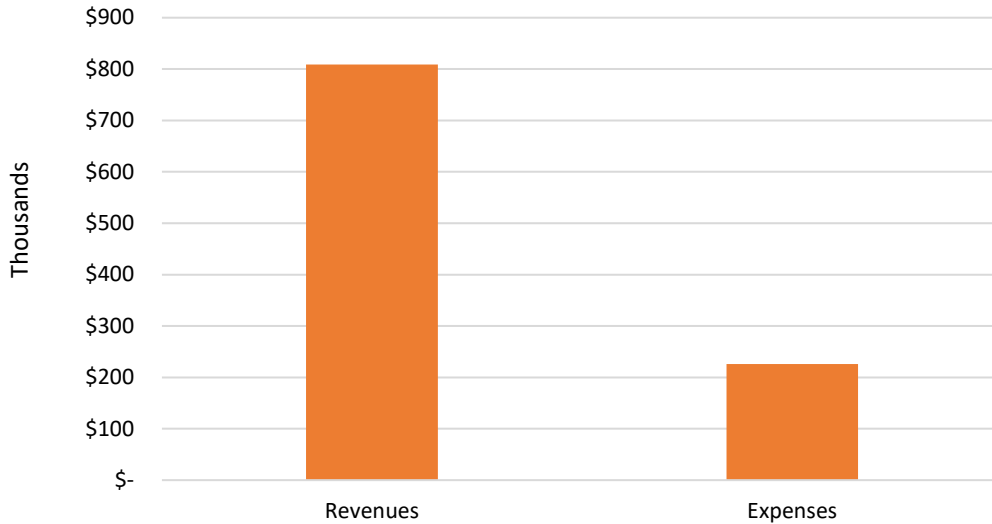
COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

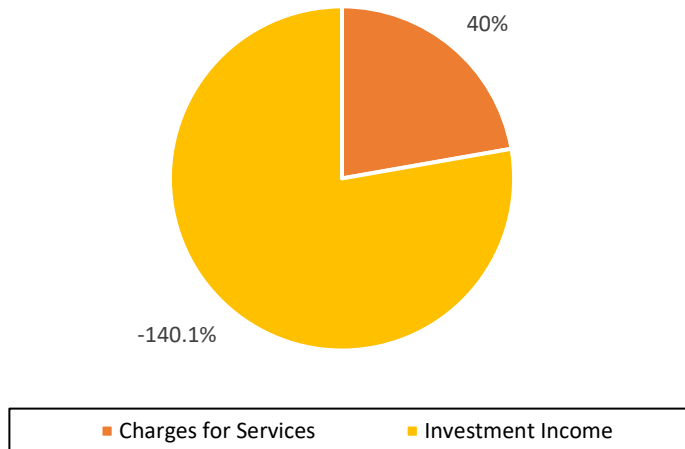
Business-type Activities

Business-type activities decreased the County's net position by \$2,919,027 due to a decrease in investment earnings. The revenues for these activities are penalties and interest on delinquent taxes and proceeds from property sales. Investment income decreased by \$2,319,541 due to a change in the valuation of investments at year end and an increase in interest rates on investments. The investments are held until maturity and any gains or losses from recording investments at market value will not be realized.

Program Revenues and Expenses



Revenues by Source



COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

FUND STATEMENT FINANCIAL ANALYSIS

Governmental Funds

Of the \$124,749,284 combined governmental fund balances as of the end of the current fiscal year, \$45,240,516 (36%) is considered non-spendable or restricted because it is either in a non-spendable form (inventory or prepaid expenses) or is unavailable because it is a long-term advance to component units and other funds or due to legal restrictions. Those amounts are \$950,159 and \$44,290,357 respectively. The remaining \$79,508,768 (64%) is considered spendable fund balance, of which \$56,242,648 has been committed by the Board for specific purposes, \$2,159,202 has been assigned by the County Administrator for specific purposes, and \$21,106,918 is unassigned fund balance and is available for spending at the County's discretion. Unassigned fund balance represents 17% percent of total General Fund expenditures and transfers out, which may be a useful measurement of the General Fund's liquidity. The County's fund balance is still higher than the normal 10-15% range.

The General Fund is the chief operating fund of the County and on September 30, 2022, had a total fund balance of \$77,253,088. In accordance with GASB 54, the County consolidates 6 sub-funds with the General Fund. The sub-funds represent resources designated for specific purposes and, during the year, increased reserves in the amount of \$8,099,457. The sub-funds additions to reserves combined with the increase of \$21,771,515 from on-going operations resulted in the net increase of \$29,870,972 from the previous year, which is largely attributable of the use of ARPA funds.

The Community Mental Health Fund (2220) had a decrease to fund balance of \$6,848 as result of a cost settlement with the Michigan Department for Health and Human Services for Medicaid.

The American Rescue Plan Act Fund (2860) received an additional \$28,342,378 in federal monies as of September 30, 2022, in which \$29,785,292 was applied to offset personnel expenditures for Public Safety, Judicial and General Government and the remaining \$19,248,782 was reported as unearned revenue.

The Building Authority Fund (4690) had an increase to fund balance of \$24,439,674 as a result of receiving \$30,000,000 in bond proceeds to construct a 56,000 square foot Family Justice Center.

General Fund Budgetary Highlights

The original revenue and expenditure budgets (including transfers in/out) for the General Fund (1010) were \$90,244,537 and \$91,465,351, respectively. The amended revenue budget was \$92,964,151, and the amended expenditure budget was \$105,735,698.

The revenue budget (including transfers in) increased overall by \$2,719,613, spread throughout the County in various departments with no area having a material increase. Revenues and transfers were \$2,097,073 under budget.

The budget for General Fund expenditures (including transfers out) increased \$14,270,347 in total. Expenditures and transfers out as a whole were \$36,640,135 under budget, which is attributable to the use of ARPA funds to cover personnel expenses for Public Safety, Judicial and General Government.

Capital Asset and Debt Administration

Capital Assets

The County's investment in capital assets net of accumulated depreciation was \$149,356,567 as of September 30, 2022. This investment in capital assets includes land and construction in progress. The County's total net investment in land improvements, building and improvements, and equipment decreased in FY22 due to depreciation exceeding the cost of new additions. The global supply chain crisis was also a major contributing factor to the decrease.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

Major capital asset events during the current fiscal year included the following:

- Approximately \$4,018,000 was spent on the construction of the Family Justice Center project, which was still in progress at the close of the fiscal year.
- Approximately \$1,991,000 was on spent on the Idema Explorer's Trail expansion.
- Approximately \$708,000 was spent on the purchase of Reenders Farm.

Capital Assets (net of depreciation)

Additional information on the County's capital assets can be found in Note 5 of this report.

	<u>2022</u>	<u>2021</u>
Land	\$ 66,676,772	\$ 65,710,977
Construction in progress	12,898,831	5,389,933
Land improvements	13,409,612	14,576,551
Buildings and improvements	47,835,406	51,503,768
Equipment	8,535,946	8,989,470
Total	<u>\$ 149,356,567</u>	<u>\$ 146,170,699</u>

Long-term Debt

At the end of the current fiscal year, the County had total general obligation bonds backed by the full faith and credit of the County outstanding of \$54,170,000, which increased by \$23,800,000 from the prior year which is attributable to the issuance of bonds to construct the Family Justice Center project.

General Obligation Bonds Outstanding

Additional information on debt can be found in Note 8 of this report.

	<u>2022</u>	<u>2021</u>
General obligation bonds	\$ 46,370,000	\$ 21,265,000
General obligation bonds - Refunding	5,590,000	6,530,000
Private Placements	2,210,000	2,575,000
Total	<u>\$ 54,170,000</u>	<u>\$ 30,370,000</u>

The County has a "AAA" rating from Fitch for general obligation limited tax bonds, as well as a "AAA" rating from Moody's and a "AA" rating from Standard and Poor's for general obligation unlimited and limited tax bonds.

State statutes limit the amount of general obligation debt a governmental entity may issue up to 10% of its total assessed valuation. As of September 30, 2022, the debt limitation for the County is \$1,856,846,275, which is significantly in excess of the County's outstanding general obligation debt.

Additional information on the County's long-term debt can be found on Note 8 in the notes to the financial statements section of this report.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

ECONOMIC FACTORS AND THEIR IMPACT ON FUTURE BUDGETS

The following factors were considered in preparing the County's budget for the 2022 fiscal year:

- Property values have increased an average of 5% over the last 6 years. The changes in taxable value over the last six years are as follows:

2017	2018	2019	2020	2021	2022
3.73%	4.08%	5.42%	5.02%	4.43%	7.29%

- In November 2018, Ottawa County residents authorized a fixed allocation and reset the maximum County Operating Millage to 4.4400. The Headlee Rollback for 2020 reduced the maximum allowable millage to 4.3814. The FY2022 budget is based on the same millage rate, .3 mill still committed to pay down the unfunded liability from the closed defined benefit plan.
- The unemployment rate for the County was 2.9% in December 2022, which is the 3rd lowest in the state. Industry initiatives discussed in the transmittal letter have continued to improve the employment outlook for the County.
- The County continues to see sustained population growth, as it has the last five years.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those who are interested. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to:

Fiscal Services Director
12220 Fillmore Street, Room 331
West Olive, Michigan 49460

BASIC FINANCIAL STATEMENTS

COUNTY OF OTTAWA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current assets				
Cash and pooled investments (Note 3)	168,563,624	\$ 15,576,877	\$ 184,140,501	\$ 89,111,394
Investments	42,586,936	-	42,586,936	-
Receivables (net of allowance for estimated uncollectibles)				
Taxes	8,795,327	2,259,706	11,055,033	-
Accrued interest and penalties on delinquent taxes	-	419,790	419,790	16,563,445
Accounts	1,358,223	22,291	1,380,514	-
Accrued interest on investments	274,862	-	274,862	-
Advances to component units (Note 6)	325,000	-	325,000	-
Due from other governments	10,699,452	449,661	11,149,113	2,047,031
Inventory of supplies	459,507	-	459,507	1,216,525
Prepaid items	1,295,445	-	1,295,445	507,356
Total current assets	234,358,376	18,728,325	253,086,701	109,445,751
Noncurrent assets				
Net other post-employment benefits asset (Note 12)	2,528,237	-	2,528,237	-
Due from other governments	-	-	-	106,507,661
Leases Receivable	6,110,038	-	6,110,038	-
Notes Receivable	-	-	-	60,783
Capital assets not being depreciated (Note 5)	79,575,603	-	79,575,603	4,449,328
Capital assets being depreciated, net (Note 5)	69,780,964	-	69,780,964	335,083,479
Total noncurrent assets	157,994,842	-	157,994,842	446,101,251
Total assets	392,353,218	18,728,325	411,081,543	555,547,002
Deferred outflows of resources				
Unamortized deferred bond refunding costs	179,553	-	179,553	2,076,376
Pension Plan/OPEB (Note 10 & 12)	17,331,178	-	17,331,178	3,803,575
Total deferred outflows of resources	17,510,731	-	17,510,731	5,879,951
Liabilities				
Current liabilities				
Accounts payable	15,808,287	4,068	15,812,355	7,990,822
Interest payable	850,391	-	850,391	838,156
Due to component units	-	-	-	453,108
Due to other governments	7,204,137	240	7,204,377	-
Current portion of long-term debt (Note 8)	13,527,854	-	13,527,854	10,613,909
Advances from primary government (Note 6)	-	-	-	325,000
Advances from other governments	-	-	-	1,070,939
Unearned revenue	20,037,761	-	20,037,761	642,134
Total current liabilities	57,428,430	4,308	57,432,738	21,934,068
Noncurrent liabilities				
Noncurrent portion of long-term obligations (Note 8)	70,182,759	-	70,182,759	130,931,141
Net OPEB liability (Note 12)	-	-	-	2,167,781
Net pension liability (Note 10)	63,492,233	-	63,492,233	22,892,826
Total noncurrent liabilities	133,674,992	-	133,674,992	155,991,748
Total liabilities	191,103,422	4,308	191,107,730	177,925,816

(Continued)

COUNTY OF OTTAWA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Deferred inflows of resources				
Aggregate deferred inflows (Note 4)	6,110,038	-	6,110,038	-
Pension Plan/OPEB (Note 10 & 12)	<u>24,932,642</u>	<u>-</u>	<u>24,932,642</u>	<u>3,380,315</u>
	<u>31,042,680</u>	<u>-</u>	<u>31,042,680</u>	<u>3,380,315</u>
Net position (Note 1)				
Net investment in capital assets	135,442,301	-	135,442,301	276,813,425
Restricted for				
Capital projects	6,502,719	-	6,502,719	39,487,406
Donations	687,589	-	687,589	-
Grants	670,853	-	670,853	-
Infrastructure maintenance	-	-	-	1,557,104
State of Michigan public act restrictions	10,868,922	2,164,015	13,032,937	-
Unrestricted	<u>33,545,463</u>	<u>16,560,002</u>	<u>50,105,465</u>	<u>62,262,887</u>
Total net position	<u>\$ 187,717,847</u>	<u>\$ 18,724,017</u>	<u>\$ 206,441,864</u>	<u>\$ 380,120,822</u>

(Concluded)

COUNTY OF OTTAWA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2022

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Net (Expense) Revenue
			Charges for Services	Operating Grants and Contributions	
Primary government					
Governmental activities					
Legislative	\$ 347,681	\$ 3,856	\$ -	\$ 1,085	\$ -
Judicial	21,704,785	3,154,990	3,779,241	13,767,768	-
General government	28,214,461	(7,707,826)	8,366,520	9,098,683	-
Public safety	43,304,450	1,096,905	1,384,663	28,483,426	-
Public works	9,032,834	41,251	550,992	224,856	-
Health and welfare	85,725,558	2,866,077	2,820,288	70,677,592	-
Community and economic development	1,680,606	190,058	206,477	598,655	-
Culture and recreation	5,678,630	354,689	1,323,965	449,280	-
Interest on long-term debt	1,321,021	-	-	-	-
Total governmental activities	197,010,026	-	18,432,146	123,301,345	-
Business-type activities					
Delinquent tax collection	226,176	-	808,730	-	-
Total primary government	\$ 197,236,202	\$ -	\$ 19,240,876	\$ 123,301,345	\$ -
Component units	\$ 71,639,723	\$ -	\$ 38,342,586	\$ 41,659,108	\$ 14,972,825

(Continued)

COUNTY OF OTTAWA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Primary Government</u>			<u>Component Units</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	
Changes in net position				
Net (expense) revenue	\$ (55,276,535)	\$ 582,554	\$ (54,693,981)	\$ 23,334,796
General revenues				
Property taxes, levied for general purposes	53,282,533	-	53,282,533	14,120
Property taxes, levied for park development	4,047,127	-	4,047,127	-
Property taxes, levied for E-911 Central Dispatch	5,707,030	-	5,707,030	-
Property taxes, levied for Road Commission and Cities	6,482,502	-	6,482,502	-
Property taxes, levied for CMH Millage Fund	3,654,244	-	3,654,244	-
Grants and contributions not restricted to specific programs	4,999,629	-	4,999,629	196,344
Investment earnings	(7,375,030)	(2,827,587)	(10,202,617)	198,336
Gain from disposal of capital assets	-	-	-	1,325,651
Miscellaneous	6,670	-	6,670	583,738
Transfers - internal activities	673,994	(673,994)	-	-
Total general revenues and transfers	<u>71,478,699</u>	<u>(3,501,581)</u>	<u>67,977,118</u>	<u>2,318,189</u>
Change in net position	16,202,164	(2,919,027)	13,283,137	25,652,985
Net position, beginning of year	<u>171,515,683</u>	<u>21,643,044</u>	<u>193,158,727</u>	<u>354,467,837</u>
Net position, end of year	<u>\$ 187,717,847</u>	<u>\$ 18,724,017</u>	<u>\$ 206,441,864</u>	<u>\$ 380,120,822</u>

(Concluded)

COUNTY OF OTTAWA

**GOVERNMENTAL FUNDS
BALANCE SHEET**

SEPTEMBER 30, 2022

(with comparative totals for year ended September 30, 2021)

	General	Community Mental Health	American Rescue Plan Act	Building Authority	Nonmajor Governmental Funds	Total Governmental Funds	
						2022	2021
Assets							
Cash and pooled investments	\$ 71,380,838	4,115,169	\$ 19,248,782	\$ 26,978,688	\$ 25,052,219	\$ 146,775,696	\$ 93,912,747
Receivables (net of allowance for estimated uncollectibles)							
Taxes	8,790,509	-	-	-	4,818	8,795,327	6,753,943
Accounts	529,921	147,111	-	-	673,376	1,350,408	1,143,099
Leases	6,110,038	-	-	-	-	6,110,038	-
Accrued interest on investments	223,565	-	-	-	-	223,565	191,708
Due from other funds	42,262	-	-	-	47,019	89,281	192,278
Due from other governmental units	1,967,837	1,810,102	-	-	6,917,913	10,695,852	7,195,443
Interfund receivable	1,896,066	-	-	-	-	1,896,066	850,863
Advances to component units	325,000	-	-	-	-	325,000	325,000
Inventory of supplies	78,210	2,612	-	-	232,607	313,429	270,231
Prepaid expenditures	248,409	266	-	-	63,055	311,730	271,555
Total assets	91,592,655	6,075,260	19,248,782	26,978,688	32,991,007	176,886,392	111,106,867
Liabilities, deferred inflows of resources and fund balances							
Liabilities							
Accounts payable	4,650,820	4,588,439	-	1,418,413	2,959,163	13,616,835	10,110,231
Due to other governmental units	380,573	1,438,586	-	-	5,384,978	7,204,137	7,917,594
Due to other funds	58,141	-	-	-	-	58,141	-
Interfund payable	-	-	-	-	1,859,430	1,859,430	850,863
Unearned revenue	473,973	26,072	19,248,782	-	288,934	20,037,761	20,805,477
Total liabilities	5,563,507	6,053,097	19,248,782	1,418,413	10,492,505	42,776,304	39,684,165
Deferred inflows of resources							
Aggregate deferred inflows (Note 4)	8,776,060	-	-	-	584,744	9,360,804	2,852,269
Fund balances (Note 1)							
Nonspendable	651,619	2,878	-	-	295,662	950,159	866,786
Restricted	9,563,032	19,285	-	25,560,275	9,147,765	44,290,357	18,926,619
Committed	43,772,317	-	-	-	12,470,331	56,242,648	20,511,243
Assigned	2,159,202	-	-	-	-	2,159,202	7,000,598
Unassigned	21,106,918	-	-	-	-	21,106,918	21,265,187
Total fund balances	77,253,088	22,163	-	25,560,275	21,913,758	124,749,284	68,570,433
Total liabilities, deferred inflows of resources and fund balances	\$ 91,592,655	\$ 6,075,260	\$ 19,248,782	\$ 26,978,688	\$ 32,991,007	\$ 176,886,392	\$ 111,106,867

COUNTY OF OTTAWA

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

SEPTEMBER 30, 2022

Total Fund Balances - Governmental Funds	\$ 124,749,284
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.

Capital assets not being depreciated - land	79,575,603
Capital assets being depreciated, net of accumulated depreciation	64,148,111

Certain assets are not current financial resources and are not reported in the funds.

Net other post-employment benefits asset	2,528,237
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Internal service funds are used by management to charge the costs of centralized services, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities.

Total net position of internal service funds	48,068,522
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Certain deferred inflows reported in the funds are not available but are recognized in the governmental activities.

Unavailable deferred inflows	3,250,766
------------------------------	-----------

Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds and notes payable	(54,170,000)
Landfill reclamation liability	(5,963,395)
Accrued interest payable	(850,391)
Unamortized bond premium	(2,704,746)
Unamortized deferred bond refunding loss	179,553
Deferred Inflows for Pension and OPEB	(24,932,642)
Net pension liability	(63,492,233)
Deferred outflows for pension and OPEB plans	<u>17,331,178</u>

Net Position of Governmental Activities	<u>\$ 187,717,847</u>
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COUNTY OF OTTAWA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	General	Community Mental Health	American Rescue Plan Act	Building Authority	Nonmajor Governmental Funds	Total Governmental Funds	
						2022	2021
Revenues							
Taxes	\$ 64,401,437	\$ -	\$ -	\$ -	\$ 7,709,978	\$ 72,111,415	\$ 68,439,273
Intergovernmental revenues	11,640,853	48,898,697	29,785,292	-	37,056,635	127,381,477	97,045,758
Charges for services	9,907,656	63,565	-	-	2,708,905	12,680,126	12,964,888
Fines and forfeits	113,882	-	-	-	-	113,882	83,598
Investment earnings	391,833	28,724	-	8,727	103,390	532,674	407,632
Licenses and permits	356,164	-	-	-	1,105,961	1,462,125	1,427,543
Rental income	2,494,683	4,550	-	-	5,800	2,505,033	2,423,827
Other	1,084,050	58,719	-	-	2,117,076	3,259,845	3,433,880
Total revenues	<u>90,390,558</u>	<u>49,054,255</u>	<u>29,785,292</u>	<u>8,727</u>	<u>50,807,745</u>	<u>220,046,577</u>	<u>186,226,399</u>
Expenditures							
Current operations							
Legislative	670,309	-	-	-	-	670,309	544,737
Judicial	7,611,319	-	6,526,177	-	6,135,387	20,272,883	18,829,460
General government	12,288,940	-	4,508,076	-	3,939,310	20,736,326	22,272,764
Public safety	14,435,923	-	18,751,039	-	10,055,857	43,242,819	40,547,518
Public works	7,210,284	-	-	-	1,127,440	8,337,724	7,634,477
Health and welfare	1,254,608	49,593,189	-	-	35,110,342	85,958,139	76,600,698
Community and economic development	1,736,663	-	-	-	4,089	1,740,752	1,237,811
Culture and recreation	-	-	-	-	4,492,110	4,492,110	4,294,574
Other governmental functions	220,476	-	-	-	-	220,476	158,233
Debt service	-	-	-	-	5,062,369	5,062,369	4,706,728
Capital projects	708,226	-	-	4,018,819	5,053,409	9,780,454	8,179,291
Total expenditures	<u>46,136,748</u>	<u>49,593,189</u>	<u>29,785,292</u>	<u>4,018,819</u>	<u>70,980,313</u>	<u>200,514,361</u>	<u>185,006,291</u>
Revenues over (under) expenditures	<u>44,253,810</u>	<u>(538,934)</u>	<u>-</u>	<u>(4,010,092)</u>	<u>(20,172,568)</u>	<u>19,532,216</u>	<u>1,220,108</u>
Other financing sources (uses)							
Transfers from other funds	6,645,401	532,086	-	-	24,366,146	31,543,633	27,795,436
Transfers to other funds	(21,028,239)	-	-	(1,550,000)	(2,318,525)	(24,896,764)	(21,095,421)
Issuance of bonds	-	-	-	27,845,000	-	27,845,000	-
Premium on bonds	-	-	-	2,154,766	-	2,154,766	-
Total other financing sources (uses)	<u>(14,382,838)</u>	<u>532,086</u>	<u>-</u>	<u>28,449,766</u>	<u>22,047,621</u>	<u>36,646,635</u>	<u>6,700,015</u>
Net change in fund balances	29,870,972	(6,848)	-	24,439,674	1,875,053	56,178,851	7,920,123
Fund balances, beginning of year	<u>47,382,116</u>	<u>29,011</u>	<u>-</u>	<u>1,120,601</u>	<u>20,038,705</u>	<u>68,570,433</u>	<u>60,650,310</u>
Fund balances, end of year	<u>\$ 77,253,088</u>	<u>\$ 22,163</u>	<u>\$ -</u>	<u>\$ 25,560,275</u>	<u>\$ 21,913,758</u>	<u>\$ 124,749,284</u>	<u>\$ 68,570,433</u>

COUNTY OF OTTAWA

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

Net Change in Fund Balances - Governmental Funds	\$ 56,178,851
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.</p>	
Capital outlay	9,930,078
Depreciation expense	(6,558,895)
Net book value of disposed assets	(26,432)
<p>Certain receivables are long-term in nature and are collectable over several years. However only the current year's receipts are reflected as revenues in the fund statements.</p>	
Change in unavailable revenues	398,497
<p>Bond or note proceeds provide current financial resources to governmental funds in the period issued, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond or note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>	
Principal payments on debt	4,045,000
Issuance of Debt	(29,999,766)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.</p>	
Change in landfill reclamation liability	(586,408)
Change in accrued interest payable	(402,530)
Amortization of bond premium	135,482
Amortization of deferred bond refunding costs	(36,603)
Change in net pension liability	4,665,642
Change in deferred outflow for pension plan	(439,883)
Change in deferred inflow for pension plan	(10,352,414)
Change in OPEB asset	(1,510,938)
Change in OPEB deferred outflow	149,180
Change in OPEB deferred inflow	1,769,443
<p>Internal service funds are used by management to charge the costs of certain services to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.</p>	
Change in net position of internal service funds	(11,156,140)
Change in Net Position of Governmental Activities	\$ 16,202,164

COUNTY OF OTTAWA

PROPRIETARY FUNDS

STATEMENT OF NET POSITION

SEPTEMBER 30, 2022

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Assets		
Current assets		
Cash and pooled investments	\$ 15,576,877	\$ 21,787,928
Investments	-	42,586,936
Receivables		
Delinquent taxes receivable	2,259,706	-
Accrued interest and penalties on delinquent taxes	419,790	-
Accounts	22,291	7,815
Accrued interest on investments	-	51,297
Due from other governmental units	449,661	3,600
Due from other funds	-	3,613,807
Inventory of supplies	-	146,078
Prepaid expenses	-	983,715
Total current assets	18,728,325	69,181,176
Noncurrent assets		
Capital assets		
Office furniture and equipment	-	10,958,576
Copy machines	-	370,674
Telephone equipment	-	2,138,396
Vehicles	-	7,145,716
Less accumulated depreciation	-	(14,980,509)
Net capital assets	-	5,632,853
Total assets	18,728,325	74,814,029
Liabilities		
Current liabilities		
Accounts payable	4,068	2,191,452
Interfund payable	-	36,636
Current Portion of long-term debt	-	6,249,444
Due to other funds	-	3,644,947
Due to other governmental units	240	-
Total Current liabilities	4,308	12,122,479
Total Noncurrent liabilities	-	14,623,028
Total liabilities	4,308	26,745,507
Net position		
Invested in capital assets	-	5,632,853
Restricted for land foreclosure	2,164,015	-
Unrestricted	16,560,002	42,435,669
Total net position	\$ 18,724,017	\$ 48,068,522

COUNTY OF OTTAWA

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Operating revenues		
Charges for services	\$ 77,039	\$ 43,846,479
Penalties and interest in delinquent taxes	731,524	-
Other revenue	167	564,730
Total operating revenues	808,730	44,411,209
Operating expenses		
Personnel services	164,193	3,482,829
Contractual services	48,528	1,203,610
Supplies	13,455	604,238
Depreciation	-	2,028,920
Building and equipment rental	-	344,883
Claims and legal	-	3,935,141
Miscellaneous	-	30,739,968
Total operating expenses	226,176	42,339,589
Operating income	582,554	2,071,620
Nonoperating revenues (expenses)		
Investment earnings	115,350	1,850,469
Net change in the fair value of investments	(2,942,937)	(9,673,012)
Gain on sale of capital assets	-	567,658
Total nonoperating revenues	(2,827,587)	(7,254,885)
Income before transfers	(2,245,033)	(5,183,265)
Transfers		
Transfers in	756	117,726
Transfers out	(674,750)	(6,090,601)
Total transfers	(673,994)	(5,972,875)
Change in net position	(2,919,027)	(11,156,140)
Total net position, beginning of year	21,643,044	59,224,662
Total net position, end of year	\$ 18,724,017	\$ 48,068,522

COUNTY OF OTTAWA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Cash flows from operating activities		
Cash received from interfund services provided	\$ -	\$ 44,447,278
Cash receipts from customers	167	-
Cash received from penalties and interest on delinquent taxes	793,467	-
Cash payments to suppliers for goods and services	(66,202)	(31,331,754)
Cash payments for self-funded insurance claims	-	(1,454,260)
Cash payments to employees for services	(164,193)	(4,829,734)
Purchase of delinquent tax rolls	2,544,830	-
Collection of delinquent tax rolls	(2,259,706)	-
Net cash provided by (used for) operating activities	<u>848,363</u>	<u>6,831,530</u>
Cash flows from noncapital financing activities		
Due from other funds	-	(24,213)
Transfers in from other funds	756	117,726
Transfers out to other funds	(674,750)	(6,090,601)
Net cash provided by (used for) noncapital financing activities	<u>(673,994)</u>	<u>(5,997,088)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	-	(1,870,036)
Proceeds from sale of equipment	-	567,658
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>(1,302,378)</u>
Cash flows from investing activities		
Purchase of investments	-	(13,484,706)
Interest on investments	115,350	1,804,239
Net change in the fair value of investments	(2,942,937)	-
Proceeds from sale of investments	-	14,158,588
Net cash provided by (used for) investing activities	<u>(2,827,587)</u>	<u>2,478,121</u>
Net increase (decrease) in cash and pooled investments	(2,653,218)	2,010,185
Cash and pooled investments, beginning of year	<u>18,230,095</u>	<u>19,777,743</u>
Cash and pooled investments, end of year	<u>\$ 15,576,877</u>	<u>\$ 21,787,928</u>

(Continued)

COUNTY OF OTTAWA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities		
Operating income (loss)	\$ 582,554	\$ 2,071,620
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		
Depreciation	-	2,028,920
Change in assets and liabilities not affecting cash provided by (used for) operating activities		
(Increase) decrease in receivables	268,839	(3,614)
(Increase) decrease in prepaid expenses	-	303,490
Increase (decrease) in unpaid claims liability	-	2,480,881
Increase (decrease) in accounts payable	(3,030)	53,948
Increase (decrease) in current portion of long-term debt	-	23,345
Increase (decrease) in due to other funds	-	(67,292)
Net cash provided by (used for) operating activities	\$ 848,363	\$ 6,831,530

Noncash investing activities

The change in fair value of investments for the internal service funds was (\$9,673,012)

(Concluded)

COUNTY OF OTTAWA
FIDUCIARY FUNDS
STATEMENT OF NET POSITION

SEPTEMBER 30, 2022
(with comparative totals at September 30, 2021)

	<u>Other Post-Employment Benefit Plan</u>		<u>Custodial Funds</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Assets				
Cash and pooled investments	\$ 685,649	\$ 226,431	\$ 45,980,792	\$ 43,378,660
U.S. Government securities	1,147,697	1,034,590	-	-
Corporate bonds	746,826	855,734	-	-
Mutual funds				
Money market mutual funds	40,610	458,216	-	-
Fixed income	101,464	162,918	-	-
Domestic equity	1,219,501	1,768,684	-	-
Exchange traded	2,489,664	3,424,848	-	-
International equity	72,523	138,860	-	-
Total assets	<u>6,503,934</u>	<u>8,070,281</u>	<u>45,980,792</u>	<u>43,378,660</u>
Liabilities				
Due to other governmental units				
Due to State of Michigan	-	-	45,503,204	42,955,239
Fines and fees due to local libraries	-	-	243,915	210,865
Custodial deposits	-	-	158,314	147,557
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 45,905,433</u>	<u>\$ 43,313,661</u>
Net position				
Restricted for:				
Inland Lakes	-	-	75,359	64,999
Other post-employment benefits	6,503,934	8,070,281	-	-
Total Net Position	<u>\$ 6,503,934</u>	<u>\$ 8,070,281</u>	<u>\$ 75,359</u>	<u>\$ 64,999</u>

COUNTY OF OTTAWA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Other Post-Employment Benefit Plan		Custodial Funds	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Additions				
Contributions				
Employer	\$ 46,805	\$ 78,291	\$ -	\$ -
Plan member	446,530	440,066	-	-
Investment income (loss)	(1,071,889)	1,373,586	-	-
Custodial Deposits	-	-	105,545,030	98,533,017
Total additions	<u>(578,554)</u>	<u>1,891,943</u>	<u>105,545,030</u>	<u>98,533,017</u>
Deductions				
Administrative expense	68,619	69,740	-	-
Premiums	919,174	494,200	-	-
Custodial Payments	-	-	105,534,670	98,547,697
Total deductions	<u>987,793</u>	<u>563,940</u>	<u>105,534,670</u>	<u>98,547,697</u>
Total net increase (decrease)	(1,566,347)	1,328,003	10,360	(14,680)
Net position, beginning of year	<u>8,070,281</u>	<u>6,742,278</u>	<u>64,999</u>	<u>79,679</u>
Net position, end of year	<u>\$ 6,503,934</u>	<u>\$ 8,070,281</u>	<u>\$ 75,359</u>	<u>\$ 64,999</u>

COUNTY OF OTTAWA
COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2022

	<u>Ottawa County Road Commission</u>	<u>Ottawa County Central Dispatch Authority</u>	<u>Ottawa County Public Utilities System</u>	<u>Ottawa County Land Bank Authority</u>	<u>Ottawa County Office of the Water Resources Commissioner</u>	<u>Ottawa County Brownfield Redevelopment Authority</u>	<u>Ottawa County Economic Development Corporation</u>	<u>Total</u>
Assets								
Current assets								
Cash and pooled investments	\$ 61,674,146	\$ 6,307,471	\$ 17,910,049	\$ 49,996	\$ 3,043,924	\$ 115,926	\$ 9,882	\$ 89,111,394
Accounts	6,619,333	-	2,871,668	-	7,072,444	-	-	16,563,445
Due from other governments	1,520,599	526,432	-	-	-	-	-	2,047,031
Inventory of supplies	1,202,234	-	14,291	-	-	-	-	1,216,525
Prepaid items	270,182	237,174	-	-	-	-	-	507,356
Total current assets	<u>71,286,494</u>	<u>7,071,077</u>	<u>20,796,008</u>	<u>49,996</u>	<u>10,116,368</u>	<u>115,926</u>	<u>9,882</u>	<u>109,445,751</u>
Noncurrent assets								
Due from other governments	-	-	106,507,661	-	-	-	-	106,507,661
Notes receivable	-	-	-	-	-	60,783	-	60,783
Capital assets not being depreciated	4,449,328	-	-	-	-	-	-	4,449,328
Capital assets being depreciated, net	275,553,684	14,290,559	-	-	45,239,236	-	-	335,083,479
Total noncurrent assets	<u>280,003,012</u>	<u>14,290,559</u>	<u>106,507,661</u>	<u>-</u>	<u>45,239,236</u>	<u>60,783</u>	<u>-</u>	<u>446,101,251</u>
Total assets	<u>351,289,506</u>	<u>21,361,636</u>	<u>127,303,669</u>	<u>49,996</u>	<u>55,355,604</u>	<u>176,709</u>	<u>9,882</u>	<u>555,547,002</u>
Deferred outflows of resources								
Unamortized bond refunding costs	-	-	2,076,376	-	-	-	-	2,076,376
Deferred for pension/opeb plans	3,689,731	113,844	-	-	-	-	-	3,803,575
	<u>3,689,731</u>	<u>113,844</u>	<u>2,076,376</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,879,951</u>
Liabilities								
Current liabilities								
Accounts payable	4,539,685	143,368	2,756,210	-	509,643	41,916	-	7,990,822
Interest payable	-	-	790,084	-	48,072	-	-	838,156
Due to component units	177,440	-	275,668	-	-	-	-	453,108
Current portion of long-term debt	1,293,871	865,977	7,210,000	-	1,244,061	-	-	10,613,909
Advances from primary government	-	-	150,000	-	175,000	-	-	325,000
Advances from other governments	1,070,939	-	-	-	-	-	-	1,070,939
Unearned revenue	-	-	310,714	-	331,420	-	-	642,134
Total current liabilities	<u>7,081,935</u>	<u>1,009,345</u>	<u>11,492,676</u>	<u>-</u>	<u>2,308,196</u>	<u>41,916</u>	<u>-</u>	<u>21,934,068</u>

(Continued)

COUNTY OF OTTAWA
COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2022

	<u>Ottawa County Road Commission</u>	<u>Ottawa County Central Dispatch Authority</u>	<u>Ottawa County Public Utilities System</u>	<u>Ottawa County Land Bank Authority</u>	<u>Ottawa County Office of the Water Resources Commissioner</u>	<u>Ottawa County Brownfield Redevelopment Authority</u>	<u>Ottawa County Economic Development Corporation</u>	<u>Total</u>
Noncurrent liabilities								
Noncurrent portion of long-term obligations	3,469,881	6,142,638	116,032,700	-	5,225,139	60,783	-	130,931,141
Net OPEB liability	2,167,781	-	-	-	-	-	-	2,167,781
Net pension liability	<u>22,654,113</u>	<u>238,713</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,892,826</u>
Total noncurrent liabilities	<u>28,291,775</u>	<u>6,381,351</u>	<u>116,032,700</u>	<u>-</u>	<u>5,225,139</u>	<u>60,783</u>	<u>-</u>	<u>155,991,748</u>
Total liabilities	<u>35,373,710</u>	<u>7,390,696</u>	<u>127,525,376</u>	<u>-</u>	<u>7,533,335</u>	<u>102,699</u>	<u>-</u>	<u>177,925,816</u>
Deferred inflows of resources								
Deferred for pension/opeb plans	<u>3,304,696</u>	<u>75,619</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,380,315</u>
Net position								
Net investment in capital assets	276,813,425	-	-	-	-	-	-	276,813,425
Restricted for								
Capital projects	39,487,406	-	-	-	-	-	-	39,487,406
Infrastructure maintenance	-	-	1,557,104	-	-	-	-	1,557,104
Unrestricted	<u>-</u>	<u>14,009,165</u>	<u>297,565</u>	<u>49,996</u>	<u>47,822,269</u>	<u>74,010</u>	<u>9,882</u>	<u>62,262,887</u>
Total net position	<u>\$ 316,300,831</u>	<u>\$ 14,009,165</u>	<u>\$ 1,854,669</u>	<u>\$ 49,996</u>	<u>\$ 47,822,269</u>	<u>\$ 74,010</u>	<u>\$ 9,882</u>	<u>\$ 380,120,822</u>

(Concluded)

COUNTY OF OTTAWA
COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Functions/Programs	Expenses	Program Revenues		Net (Expense)	
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Component units					
Ottawa County Road Commission	\$36,185,074	\$13,579,458	\$ 35,422,067	\$ 9,283,855	\$ 22,100,306
Ottawa County Central Dispatch Authority	6,081,966	18,803	6,234,365	-	171,202
Ottawa County Public Utilities	24,627,831	24,741,384	-	-	113,553
Ottawa County Land Bank Authority	125	-	-	-	(125)
Ottawa County Office of the Water Resources Commissioner	4,526,787	-	-	5,688,970	1,162,183
Ottawa County Brownfield Redevelopment Authority	217,940	2,941	2,676	-	(212,323)
Ottawa County Economic Development Corporation	-	-	-	-	-
Total component units	<u>71,639,723</u>	<u>38,342,586</u>	<u>41,659,108</u>	<u>14,972,825</u>	<u>23,334,796</u>

(Continued)

COUNTY OF OTTAWA
COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Component Units							Total
	Ottawa County Road Commission	Ottawa County Central Dispatch Authority	Ottawa County Public Utilities System	Ottawa County Land Bank Authority	Ottawa County Office of the Water Resources Commissioner	Ottawa County Brownfield Redevelopment Authority	Ottawa County Economic Development Corporation	
Changes in net position								
Net (expense) revenue	\$ 22,100,306	\$ 171,202	\$ 113,553	\$ (125)	\$ 1,162,183	\$ (212,323)	\$ -	\$ 23,334,796
General revenues								
Property taxes, levied for general purposes	-	-	-	-	-	14,120	-	14,120
Grants and contributions not restricted to specific programs	-	-	-	-	-	196,344	-	196,344
Investment earnings/(loss)	279,943	(98,597)	2,465	-	14,525	-	-	198,336
Gain from disposal of capital assets	1,325,651	-	-	-	-	-	-	1,325,651
Miscellaneous	583,738	-	-	-	-	-	-	583,738
Total general revenues	2,189,332	(98,597)	2,465	-	14,525	210,464	-	2,318,189
Change in net position	24,289,638	72,605	116,018	(125)	1,176,708	(1,859)	-	25,652,985
Net position, beginning of year	292,011,193	13,936,560	1,738,651	50,121	46,645,561	75,869	9,882	354,467,837
Net position, end of year	\$ 316,300,831	\$ 14,009,165	\$ 1,854,669	\$ 49,996	\$ 47,822,269	\$ 74,010	\$ 9,882	\$ 380,120,822

(Concluded)

NOTES TO THE FINANCIAL STATEMENTS

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Ottawa, Michigan (the "County") was incorporated in 1837 and covers an area of approximately 565 square miles with the County seat located in the City of Grand Haven. The County operates under an 11 member-elected Board of Commissioners (the "Board") and provides services to its estimated 299,157 residents in many areas including law enforcement, administration of justice, community enrichment and development and human services.

The financial statements of the County have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

Reporting entity

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

Blended and discretely presented component units are shown based on their year-end indicated below.

Blended component units

The Building Authority is governed by a three-member board appointed by the Ottawa County Board of Commissioners. Its sole purpose is to finance and construct the County's public buildings. It is reported in the appropriate fund categories of debt service and capital projects and has a September 30 year-end.

The Ottawa County, Michigan Insurance Authority ("OCIA") is a separate legal entity organized for the purpose of providing insurance coverage and risk management and related services to public entities in the County of Ottawa, Michigan pursuant to State of Michigan Act No. 36 of the Public Acts of 1988. The governing board consists of one appointed and four elected officials of the County and one appointed official from each other participating public entity. The County and the Building Authority are currently the only participating entities. The OCIA is reported in an internal service fund and has a September 30 year-end.

A separate report for the Building Authority and complete financial statements for the OCIA can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting entity (continued)

Discretely presented component units

The Ottawa County Road Commission (“Road Commission”) was established pursuant to the County Road Law (MCL 224.1). The governing board is appointed by the Ottawa County Board of Commissioners. It may not issue debt or levy a tax without the approval of the County Board of Commission. Road Commission property taxes are levied under the taxing authority of the County, as approved by the County electors, and are included as part of the County's total tax levy. The Road Commission has a September 30 year-end.

Complete financial statements for the Road Commission can be obtained from:

Finance Director, Ottawa County Road Commission
P.O. Box 7392
Grand Haven, MI 49417

The Ottawa County Central Dispatch Authority (“OCCDA”) is governed by an eight-member board with two members appointed by the Ottawa County Board of Commissioners. The OCCDA is fiscally dependent upon the County because it cannot levy taxes or issue bonded debt without approval of the Board. OCCDA property taxes are levied under the taxing authority of the County, as approved by the County electors, and are included as part of the County's total tax levy. Additionally, the economic resources of the OCCDA are almost entirely for the benefit of the Ottawa County residents and it would be misleading to exclude the activity. The OCCDA has a December 31 year-end.

Complete financial statements for the OCCDA can be obtained from:

Director, Ottawa County Central Dispatch Authority
12101 Stanton Street
West Olive, MI 49460

The Ottawa County Public Utilities System (“System”) is governed by a board appointed by the Ottawa County Board of Commissioners. The System deposits receipts with and invests through the County. It is fiscally dependent upon the County because the Board must approve debt issuances of Public Act 342 bonds. The System has a December 31 year-end.

Complete financial statements for the System can be obtained from:

Finance Director, Ottawa County Road Commission
P.O. Box 7392
Grand Haven, MI 49417

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting entity (continued)

Discretely presented component units (continued)

The Ottawa County Land Bank Authority (“Authority”) was established pursuant to the Michigan Land Bank Fast Track Act, 2003 P.A. 258, 124.751 and the intergovernmental agreement by and between the Michigan Land Bank Fast Track Authority and the Treasurer of the County of Ottawa. The governing board consists of the Treasurer of the County of Ottawa and eight additional members appointed by the Ottawa County Board of Commissioners. The Authority has the power to contract, to sue and be sued, to hold, manage and dispose of property, etc. Although funding for the Authority is designed to come from the eventual sale of properties, the County Board of Commission has enabled the Authority to borrow up to \$50,000 from the County’s Delinquent Tax Revolving fund as needed, interest free. The Authority has a September 30 year-end.

Complete financial statements for the Authority can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

The Ottawa County Office of the Water Resources Commissioner (“WR Commissioner”) manages the drainage districts established pursuant to the Drain Code of 1956 which are separate legal entities, with the power to contract, to sue and be sued, to hold, manage and dispose of real and personal property, etc. The WR Commissioner is considered to be a component unit of the County because the County has the ability to significantly influence operations and has accountability for fiscal matters, by formally approving the WR Commissioner’s budget and performing all financial management functions. The statutory drainage board of Chapter 20 drainage districts consists of the Water Resources Commissioner, the Chair of the County Board of Commissioners and one other member of the Board of Commissioners. The statutory drainage board of Chapter 6 and 21 drainage districts consists of the State Director of Agriculture and the Water Resources Commissioner of each county involved in the project. The Water Resources Commissioner has sole responsibility to administer the drainage districts established pursuant to Chapter 4 and 8 of the Drain Code. The drainage board or Water Resources Commissioner, on behalf of the drainage district, may issue debt and levy special assessments authorized by the Drain Code without the prior approval of the Board. The full faith and credit of the County may be pledged for the debt of the drainage district. The Office of the Water Resources Commissioner has a September 30 year-end.

Complete financial statements for the WR Commissioner can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting entity (continued)

Discretely presented component units (continued)

The Economic Development Corporation of the County of Ottawa (“EDC”) was established pursuant to the Economic Development Corporations Act (Act 338, Public Acts of 1974, as amended) and is a separate legal entity. The EDC’s governing board is appointed by the Ottawa County Board of Commissioners. The County was required to hold a public hearing and approve the bonds issued in compliance with the Internal Revenue Code. Neither the EDC nor the County is obligated in any way for the payment of these bonds. The EDC has a September 30 year-end.

Complete financial statements for the EDC can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

The Ottawa County Brownfield Redevelopment Authority (the “BRA”) was established pursuant to the Brownfield Redevelopment Financing Act (Act 381, Public Acts of 1996, as amended) and is separate legal entity. The BRA’s governing board is appointed by the Ottawa County Board of Commissioners. The primary government appoints the voting majority and imposes its will through the approval of all BRA projects. The BRA has a September 30 year-end.

Complete financial statements for the BRA can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, exceptions to this general rule are charges between enterprise functions and other various functions of the government. Elimination of these charges would distort costs and program revenues for the various functions concerned. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide and fund financial statements

Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Indirect expenses* are charged based upon a County-wide cost allocation plan which allocates costs based upon the number of full time equivalents, number of transactions, and other pertinent information. *Program revenues* include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund statements. The fiduciary fund financial statements are reported using the *accrual basis of accounting* and the *economic resources measurement focus*. Revenues are recorded when earned and expenses are recorded when liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. After March 1 of the following year, the Delinquent Tax Revolving Fund pays the County for any real outstanding taxes as of that date. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Measurement focus, basis of accounting, and financial statement presentation

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, landfill closure costs and compensated absences are recorded only when payment is due.

Intergovernmental revenue, charges for services, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. The County considers these to be available if received within 180 days of year-end. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement focus, basis of accounting, and financial statement presentation (continued)

The County reports the following major governmental funds:

General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. With the implementation of GASB Statement No.54, *Fund Balance Reporting and Governmental Fund Type Definitions*, certain funds which had been special revenue funds have been combined with the general fund. These funds include:

Cell Towers Fund (1060) – This fund was established to account for the Cell Tower activities. The monies are mainly used for the maintenance of the cell towers. Rent in excess of expenses is committed to technology improvements.

Board Initiatives (1070) – This fund was established to account for the projects that will be funded by the budgetary savings resulting from the use of American Rescue Plan Act (ARPA) funds which the Board has committed.

Solid Waste Clean-Up Fund (2271) – This fund was established to account for monies received from settlement of a claim. The monies are mainly used for the clean-up of the Southwest Ottawa Landfill.

Infrastructure Fund (2444) – This fund was established by the County Board to provide financial assistance to local units of government for water, sewer, road and bridge projects that are especially unique, non-routine, and out-of-the ordinary.

Stabilization Fund (2570) – This fund was established to assure the continued solid financial condition of the County in case of emergency.

DBDC Fund (2970) – This fund is used to account for the property tax revenue committed by the Board of Commissioners to pay the unfunded liability for the Municipal Employees Defined Benefit Retirement Plan.

Community Mental Health Fund (2220) – This fund is used to account for monies to provide mental health services within the County. Monies are provided by federal, state and county appropriations, contributions and charges for services.

American Rescue Plan Act (ARPA) Fund (2860) – The American Rescue Plan Act of 2021 (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) to provide state, local and Tribal governments with the resources needed to respond to the COVID-19 pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. Funds are provided and allocated through federal legislation via the Department of Treasury. This fund is used to account for those monies.

Building Authority Fund (4690) – this fund was established to record receipts and expenditures for capital projects financed by the Building Authority.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement focus, basis of accounting, and financial statement presentation (continued)

The County reports the following major proprietary fund:

Delinquent Tax Revolving Fund (5160) – This Enterprise Fund is used to pay each local governmental unit, including the County general fund, the respective amount of delinquent taxes not collected as of March 1 of each year. Financing is provided by subsequent collection of delinquent property taxes by the County Treasurer.

The County also reports the following fund types:

Special Revenue Funds account for revenue from specific revenue sources (other than fiduciary or major capital projects) and related expenditures which are restricted for specific purposes by administrative action or law.

The **Debt Service Funds** account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Capital Projects Funds accounts for construction projects performed on existing County facilities, the purchase of capital equipment and for the construction of County buildings.

Internal Service Funds account for data processing, equipment purchases, and insurance coverage provided to County departments on a cost reimbursement basis.

The **OPEB Trust Fund** is used to account for the activity of the County's other post-employment benefit program.

Custodial Funds account for assets held for the benefit of external organizations and individuals including other governments. The majority of the balances in the custodial funds represent payments collected on behalf of the State of Michigan and other governmental agencies.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the delinquent tax revolving enterprise fund are interest and penalties on delinquent taxes. The principal operating revenues of the County's internal service funds are charges to County departments for equipment amortization, employee benefit programs and insurance coverage. Operating expenses for the enterprise fund include costs associated with the collection of delinquent taxes. Operating expenses for the internal service funds include the cost of services (including premiums and claims), administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, liabilities, and net position or equity

Cash and pooled investments

For purposes of the statement of cash flows, the County considers all assets held in the cash and investment pool to be cash equivalents because the investments are not identifiable to specific funds and the assets can be withdrawn at any time, similar to a demand deposit account. The investments of the County investment pool consist primarily of U.S treasuries, U.S. government agency securities, commercial paper, certificates of deposit, local government investment pools, and mutual funds.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Receivables, payables, and due from other governments

Investments of the Insurance Authority and other post-employment benefit plan trust also consist of government and corporate debt and equity securities. All investments are recorded at fair value.

During the course of operations, numerous transactions occur between individual funds and/or between the primary government and component units for goods provided or services rendered. These receivables and payables are classified as "due from other funds/component units" or "due to other funds/component units" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables".

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Other accounts receivable is shown net of the allowance for estimated uncollectible. For the mental health fund receivables, an allowance of \$184,219 has been established. For the jail and inmate housing receivable and various other receivables an allowance of \$313,282 has been established. The health fund receivables also has an allowance of \$64,891.

Property taxes

Property taxes for general County operations are levied as of July 1 (lien date) on property values assessed as of the same date. Property taxes for Parks and Recreation, Community Mental Health, the OCCDA, the Road Commission and Cities are levied December 1 (lien date) on property values assessed as of the same date. The taxes levied July 1 are due on September 14 and taxes levied December 1 are due on February 14 of the following year. After the due dates, the applicable property is subject to penalties and interest.

Advances to other funds

Noncurrent portions of long-term interfund loans receivable in governmental funds are reported as advances and are offset by non-spendable fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

Inventories and prepaids

Inventories are valued at cost on the first-in / first-out (FIFO) method. Inventories are recorded as expenditures when consumed rather than when purchased. Payments made to vendors for services that will benefit periods beyond a fund's fiscal year-end are recorded as prepaid in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed rather than when purchased.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column in the government-wide financial statements. For the County, infrastructure exists in the Road Commission and the Office of the Water Resources Commissioner component units. The capitalization threshold ranges from \$1,000 – \$25,000. Capital assets are defined by the primary government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at acquisition value (the amount that would be paid to acquire an asset with an equivalent potential in an ordinary market transaction) on the date received. The amount reported for infrastructure includes assets acquired or constructed since 1980. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Interest is not capitalized or included in the value of capital assets. Depreciation of the capital assets (including infrastructure) of the primary government, as well as the component units, is computed using the straight-line method over the estimated useful lives.

	Years
Land improvements	25
Buildings and improvements	25 - 50
Office furniture and equipment	3 - 20
Vehicles	3 - 10
Infrastructure	30

Self-insurance claims incurred but not reported

At September 30, 2022 the County had several Internal Service funds which account for various uninsured risks. The County is self-insured up to certain limits, which vary by type of risk, and purchases reinsurance to cover claims in excess of those limits. The County records estimates of self-insurance claims incurred but not reported as of September 30 based on historical trend information, claims reported subsequent to year-end, actuarial valuations and/or professional judgment. Such estimates are included in accounts payable and long-term debt.

Compensated absences

Substantially all County employees are granted vacation and sick leave in varying amounts based on length of service. Vacation pay is fully vested when earned and accrued in the proprietary funds and the government-wide financial statements. Employees are granted varying amounts of sick days annually and may accumulate up to various maximums. Unused sick leave accumulated under the current plan is forfeited upon termination or retirement. Therefore, no liability for unpaid accumulated sick leave is recorded. All employees except judges and elected officials are covered under short and long-term disability benefits if an illness lasts longer than 10 working days or six months, respectively.

Employees who accumulated sick days under the County's prior sick leave policy before moving into the current plan have been allowed to bank up to 120 hours of their sick days accumulated under the prior plan

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Compensated absences (continued)

in a holding account at the pay rate in effect when they entered the current plan. Employees' accounts earn interest annually at the average rate earned by the County Treasurer. Eligible employees with at least ten years of continuous service are paid for banked sick days in full upon death or retirement and at the rate of 50% of accumulated benefits upon termination for reasons other than death or retirement.

A liability for this amount is accrued and reported in the government-wide financial statements. The County estimates that the maximum liability for unpaid and unused sick leave would be \$9,273 at September 30, 2022 if all employees who accumulated sick leave under the prior plan retired. Only the portion of this liability that has matured is recognized as a current liability. The liability for this balance is recorded in the internal service funds. The County has fully funded its vacation pay liability. The vacation pay expenditure/expense was recorded in each fund, and this amount was recorded in the compensated absence internal service fund.

Under the Road Commission's personnel policy and contracts negotiated with employee groups, individual employees have a vested right to receive payments for unused vacation and sick leave under formulas and conditions specified in the policy and contracts. Accumulated leave of the General Fund is recorded on the statement of net position.

The OCCDA's personnel policy and employment agreements provide employees a vested right to receive payments for unused vacation leave under formulas and conditions specified in the policy and agreements. Accumulated leave of the General Fund is recorded on the statement of net position.

Employee retirement plans

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

Long-term obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, the long-term debt and other long-term obligations are reported as liabilities in the governmental activities, business-type activities, or proprietary fund type statement of net position. Bonds payable are reported including bond premiums or net of discounts.

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 on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expense regardless of fund or activity.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Restricted net position

Under Act 30, Public Acts of 1978, the use of the fund balance of the Stabilization Fund (consolidated with the General Fund) is restricted to 1) cover a deficit, 2) prevent a reduction in the level of public services or number of employees in the current or next fiscal year, or 3) cover expenses arising from a natural disaster.

Fund equity

The County implemented the provisions of GASB Statement No.54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in the 2011 financial statements. GASB 54 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.

In the fund financial statements, governmental funds report fund balance in five categories:

1. Nonspendable fund balance cannot be spent because it is either a) not in spendable form or b) legally or contractually required to be maintained intact.
2. Restricted fund balance can only be spent for specific purposes due to a) externally imposed by grantors, creditors, and contributors, of laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.
3. Committed fund balance can only be spent for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. The Board is the highest level of decision-making authority for the government that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.
4. Assigned fund balance is constrained by the government's intent to be used for specific purposes but has not been formally committed by Board action or restricted in any way. Through the County's fund balance policy, the Board has delegated the authority to assign fund balance to the County Administrator.
5. Unassigned fund balance is the residual classification for the General Fund. Except for funds with negative fund balance, only the General Fund has unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it is the County's policy to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the County's policy that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

In addition, it is the County's policy to maintain a fund balance in the General Fund of not less than 20% and not more than 25% of the most recently audited General Fund expenditures and transfers out for cash flow and flexibility purposes. Such assignments cannot exceed the available (spendable, unrestricted, uncommitted) fund balance in any particular fund.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Fund equity (continued)

Details on the County's fund balance amounts follow:

	General	Community Mental Health	Building Authority	Nonmajor Governmental Funds	Total
Nonspendable:					
Inventory and prepaid expenditures	\$ 326,619	\$ 2,878	\$ -	\$ 295,662	\$ 625,159
Long-term advances to component units	325,000	-	-	-	325,000
Total Nonspendable	\$ 651,619	\$ 2,878	\$ -	\$ 295,662	\$ 950,159
Restricted:					
Special Millage/Bonds					
Parks and Recreation millage - Fund 2081	\$ -	\$ -	\$ -	\$ 2,759,796	\$ 2,759,796
CMH Millage - Fund 2221	-	-	-	3,742,923	3,742,923
Building Authority - 4690	-	-	25,560,275	-	25,560,275
Donations:					
Canines	1,190	-	-	-	1,190
Circuit Court Learning Center	11,755	-	-	-	11,755
Dive Team	1,375	-	-	-	1,375
HAZMAT	17,521	-	-	-	17,521
Non-motorized Pathways	24,270	-	-	-	24,270
Sheriff Honor Guard	1,372	-	-	-	1,372
Sheriff Monument	10,591	-	-	-	10,591
Sheriff Victim's Advocates	9,630	-	-	-	9,630
Cold Case	2,633	-	-	-	2,633
DEI Office Donations	5,200	-	-	-	5,200
Pathways to Better Health - Fund 2210	-	-	-	602,052	602,052
Grants:					
IRS Asset Forfeiture - Fund 2620	-	-	-	9,634	9,634
Marriage Counseling	168,637	-	-	-	168,637
Road Salt Management	1,944	-	-	-	1,944
Sheriff Training	10,683	-	-	-	10,683
Community Mental Health - Fund 2220	-	19,285	-	-	19,285
Substance Use Disorder - Fund 1010 & 2225	-	-	-	248,372	248,372
Other Governmental Grants - Fund 2180	-	-	-	212,298	212,298
State of Michigan Public Act Restrictions:					
Jail Booking Fees	10,094	-	-	-	10,094
Stabilization - Fund 2570	9,255,217	-	-	-	9,255,217
Concealed Pistol Licensing - Fund 2631	-	-	-	414,510	414,510
Homestead Property Tax - Fund 2550	-	-	-	55,063	55,063
Register of Deeds Technology - Fund 2560	-	-	-	1,103,117	1,103,117
In Lieu of Petition	30,921	-	-	-	30,921
Total Restricted	\$ 9,563,032	\$ 19,285	\$ 25,560,275	\$ 9,147,765	\$ 44,290,357

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Fund equity (continued)

	General	Community Mental Health	Building Authority	Nonmajor Governmental Funds	Total
Committed					
Infrastructure - Fund 2444	\$ 514,156	\$ -	\$ -	\$ -	\$ 514,156
Innovation Fund	668,868	-	-	-	668,868
Mental Health Programs	581,275	-	-	-	581,275
Red Pine Timber Sales	167,909	-	-	-	167,909
Solid Waste Clean-Up - Fund 2271	2,671,355	-	-	-	2,671,355
Substance Abuse	799,480	-	-	-	799,480
Technology Improvements	75,000	-	-	-	75,000
Voting Machines	313,617	-	-	-	313,617
Defined Benefit Retirement Plan Closure Fund 2970	473,688	-	-	-	473,688
Capital Improvement - Fund 4020/4080	-	-	-	8,262,341	8,262,341
Farmland Preservation - Fund 2340	-	-	-	97,081	97,081
Board Initiatives	29,785,292	-	-	-	29,785,292
Board Initiatives - Fund 1070	7,132,232	-	-	-	7,132,232
Cell Tower - Fund 1060	589,445	-	-	-	589,445
Child Care - Fund 2920	-	-	-	786,108	786,108
Health - Fund 2210	-	-	-	2,574,078	2,574,078
Landfill Tipping Fees - Fund 2272	-	-	-	599,819	599,819
Sheriff Contracts - Fund 2630	-	-	-	150,904	150,904
Total Committed	\$ 43,772,317	\$ -	\$ -	\$ 12,470,331	\$ 56,242,648
Assigned					
4 C Program	\$ 164,105	\$ -	\$ -	\$ -	\$ 164,105
Community Corrections	106,695	-	-	-	106,695
M231 Race	25,563	-	-	-	25,563
Memorial Garden	1,302	-	-	-	1,302
Planning Commission	134,888	-	-	-	134,888
Strategic Planning Consultant Fees	250	-	-	-	250
Succeeding Year's Budget Deficit	1,000,000	-	-	-	1,000,000
Technology Forum	6,266	-	-	-	6,266
Family Justice Center	500,000	-	-	-	500,000
EDC	195,800	-	-	-	195,800
Digital Inclusion Strategy	24,333	-	-	-	24,333
Total Assigned	\$ 2,159,202	\$ -	\$ -	\$ -	\$ 2,159,202

Comparative data

Presentation of comparative total data for the prior year have been presented when available in order to provide an understanding of the changes in the financial position and operations of these funds.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary information

The General, Special Revenue, Debt Service, and Capital Projects funds are under formal budgetary control. Formal budgetary integration is used as a management control device during the year for governmental funds. While formal budget integration is not used for other funds, informational summaries are prepared and presented to the Board for consideration for internal service and proprietary fund types. The County adopts its budget in accordance with Public Act 621, the Uniform Budgeting and Accounting Act, which mandates an annual budget process and an annual appropriation act to implement the budget. Budgets, as presented for these funds in the accompanying financial statements, were prepared on the modified accrual basis of accounting.

The Fiscal Services Director presents the budget requests for the succeeding fiscal year to the County Administrator in July. The County Administrator, Fiscal Services Director and Assistant Fiscal Services Director meet with department heads and elected officials during July to review and discuss the requested revenue and expenditures levels. A proposed budget with balancing options for all funds is presented to the Finance Committee in August, then made available to the public to review. A public hearing and formal budget presentation is held at the first board meeting in September to provide any county resident with the opportunity to discuss the budget with the Board prior to approval. The budget, and an appropriation ordinance implementing it, is approved by the Finance Committee and forwarded to the Board for approval at the last Board meeting in September.

Budgetary control over expenditures is maintained on a departmental basis, which is the legal level of control. Expenditures may not legally exceed budgeted amounts and certain Special Revenue fund expenditures must be in accordance with the respective agreements with Federal and State grantor agencies. All budget appropriations lapse at the end of each fiscal year unless specific Board action is taken.

Budgets for the current year are continually reviewed for any required revisions of original estimates. Proposed increases or reductions in appropriations may not be made without review by the Finance Committee and approval by the Board, with certain exceptions. The Board has delegated authority to the County Administrator to approve budget transfers between departments within a fund if the amount to be transferred does not exceed \$50,000. The Board amends the general appropriation act as soon as it becomes apparent this action is necessary. The budgetary information as presented herein has been amended by official actions of the Board.

Excess of expenditures over appropriations

During the year ended September 30, 2022, the County incurred the following expenditures in budgetary funds which were in excess of the amounts appropriated:

	Final Budget	Actual	Variance
General Fund			
Public Works	\$ 6,871,550	\$ 7,210,284	\$ (338,734)

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS

Primary government

Deposit and investment balances at year-end are as follows:

	Primary Government	Component Units	Fiduciary Funds	Total
Statement of net position				
Cash and pooled investments	\$184,140,501	\$ 89,111,394	\$ 46,666,441	\$319,918,336
Investments	42,586,936	-	5,818,285	48,405,221
Total	226,727,437	89,111,394	52,484,726	368,323,557
Separate disclosure				
Ottawa County Road Commission	-	(61,674,146)		(61,674,146)
Ottawa County Central Dispatch Authority	-	(6,307,471)	-	(6,307,471)
Ottawa County Other Post- Employment Benefit Plan	-	-	(5,818,285)	(5,818,285)
Ottawa County Insurance Authority	(43,273,328)	-	-	(43,273,328)
Ottawa County Public Utilities System	-	(17,910,049)	-	(17,910,049)
Balance	\$183,454,109	\$ 3,219,728	\$ 46,666,441	233,340,278
Cash on hand				15,527
Deposits				175,062,009
Investments				58,262,742
Total				\$ 233,340,278

Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that, in the event of bank failure, the County's deposits may not be returned. It is County policy to review and verify a bank's credit worthiness through a system of ratio analysis and from information provided by several third party sources. The County policy also places maximum limits on percent of portfolio, per issuer and duration. The County places concentration limits on banks based on bank size and credit worthiness analysis. As of September 30, 2022, the County's bank balance (including certificates of deposit) was \$176,290,176 and of that \$174,285,980 was uninsured and uncollateralized.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Investments

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

The County has the following recurring fair value measurements as of September 30, 2022:

- The Ottawa County Investment Pool investments are valued using either quoted market prices (Level 1 inputs) or a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investment fund/pool (Level 2 inputs).
- The County does not have any investments which are valued based on significant unobservable inputs (Level 3 inputs).

Michigan statutes authorize the County to invest in bonds, other direct obligations and repurchase agreements of the United States, certificates of deposit, savings accounts, deposit accounts or receipts of a bank which is a member of the FDIC, commercial paper, bankers' acceptances of United States banks, obligations of the State of Michigan and its political subdivisions, external investment pools, and certain mutual funds. The County's investment policy, last amended in March 3, 2022, allows for all of these types of investments.

The County chooses to disclose its investments by weighted average maturity. As of September 30, 2022, the County had the following investments:

As of September 30, 2022 the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Moody's or S&P Rating</u>	<u>Weighted Avg Maturity (year)</u>	<u>Level</u>
MiClass	\$ 5,294,091	AAAm	N/A	2
Agency-FAMCA	955,525	N/A	4.6493	2
Agency-FFCB	2,453,578	Aaa	3.4877	2
Agency-FHLB	5,566,566	Aaa	1.7836	2
Agency-FHLMC	3,628,129	Aaa	2.4904	2
Agency-FNMA	2,809,396	Aaa	2.9945	2
Municipal Bond	5,942,133	AA, AA-, Aaa, Aa1, Aa2	1.6356	2
Treasury Bills	4,985,818	Aaa	0.2466	2
Treasury Notes	26,627,506	Aaa	2.274	2
Total	\$ 58,262,742			

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Primary Government (continued)

Custodial Credit Risk – Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy requires that investment securities be held in third-party safekeeping by an institution designated as primary agent. To reduce custodial risk further, the County's investment policy requires that all trades of marketable securities be executed by delivery versus payment to ensure that securities are deposited in an eligible financial institution prior to the release of funds. As of September 30, 2022, the County's investments in treasuries, U.S. government agency securities, marketable CDs and municipal bonds were held in third-party safekeeping in the County's name. The \$5,294,091 MiClass investment listed in the Ottawa County Investments as of September 30, 2022 is a pooled account similar to a mutual fund for which the County's custodial credit risk exposure cannot be determined because the investment does not consist of specifically identifiable securities.

Credit Risk. State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations with a maximum maturity of 270 days. The County's investment policy further limits its investment choices by limiting the maturity to A-1 270 days. The County's investment policy is silent on the use of rated vs. unrated money market funds. In addition, there is no rating level requirement for those money market funds that are rated. Investment ratings are identified in the chart on the previous page.

Concentration of Credit Risk. The County's investment policy specifies a plan to diversify and set concentration limits to further manage credit risk. The policy sets maximum percentages of the pooled portfolio by investment type with additional maximums by issuer. A minimum of 15% is to be invested in U.S. Treasuries. The policy sets a maximum of 50% in U.S. agencies with a maximum of 20% in any one issuer. Certificates of deposit have a 50% maximum with concentration limits set at 5% of the issuer's net worth. Investment balances by investment type are identified in the chart on the previous page.

Interest Rate Risk. The County does have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The policy sets the maximum maturity by specific type of security and by specific issuer with the maximum of 10 years. The weighted average maturity of each type of investment are identified in the chart on the previous page.

Foreign Currency Risk. The County's investment policy is silent regarding foreign currency risk. Management believes the County's exposure to foreign currency risk is immaterial.

Ottawa County Other Post-Employment Benefit Plan ("OPEB Plan")

The Ottawa County Other Post-Employment Benefit Plan can utilize all investment options allowed for the County as well as equity, corporate securities, and foreign investment. The OPEB Plan held the following investments as of September 30, 2022:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Other Post-Employment Benefit Plan (“OPEB Plan”)

OPEB PLAN HOLDINGS AS OF:	September 30, 2022				
	Market Value	Investment Maturities (fair value by years)			
	(Fair Value)	Less than 1	1-5	6-10	over 10
Corporate Bonds	\$ 746,826	\$ 149,146	\$ 574,980	\$ 22,699	\$ -
US Gov't Notes & Bonds	1,147,697	73,064	529,582	545,052	-
Total Notes & Bonds	1,894,523	222,210	1,104,562	567,751	-

Mutual Funds

Exchange Traded Fds-Equit	\$ 2,489,664
MF-Equity	1,219,501
MF-Equity Intl	72,523
MF-Fixed Income	101,464
MM Funds-Taxable	40,611
Total Mutual Funds	3,923,762

Total held by OPEB **\$ 5,818,285**

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the \$5,818,285 of investments, the County has custodial credit risk of \$1,894,523 because the related securities are uninsured, unregistered and held by the government’s brokerage firm which is also the counterparty for these particular securities. Of the above investments, \$3,923,762 is invested in mutual funds for which the County’s custodial credit risk exposure cannot be determined because the mutual funds do not consist of specifically identifiable securities.

Credit Risk. At September 30, 2022, U.S. Government Notes & Bonds, Corporate Bonds and Mutual Fund-Fixed Income were rated by Standard & Poors as follows:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Other Post-Employment Benefit Plan (OPEB Plan) (continued)

OPEB RATED INVESTMENTS	
S&P Rating	Market Value (Fair Value)
AAA	\$ -
AA, AA-, AA+	1,318,490
A, A-, A+	257,864
BBB, BBB-, BBB+	419,632
Total Rated Inv	<u>\$ 1,995,987</u>

Concentration of Credit Risk. The County's investment policy for the OPEB Plan provides for no more than 50% fixed income securities, 70% equities, 20% international securities, 15% commodities and 50% cash and equivalents. Investments at year-end comply with policy.

Foreign Currency Risk. The County's investment policy is silent regarding foreign currency risk. The OPEB Plan has mutual funds with a fair value of \$101,464 containing international equities involving numerous currencies. Management believes the County's exposure to foreign currency risk from these equities is immaterial.

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

The OPEB Plan has the following recurring fair value measurements as of September 30, 2022:

- The money market accounts, fixed income, domestic equity, exchange traded, and equity mutual funds are valued using quoted market prices (Level 1 inputs).
- The US Government Notes & Bonds and Corporate Bonds are valued based on significant other observable inputs (Level 2 inputs).
- The OPEB Plan had no investments which are valued based on significant unobservable inputs (Level 3 inputs).

The valuation techniques used in the fair value measurement for Level 2 inputs include: (a) quoted prices for similar assets and liabilities in active markets, (b) quoted prices for identical or similar assets and liabilities in markets that are not active, and (c) other inputs that are observable or can be corroborated by observable market data.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Blended Component Units

Ottawa County Insurance Authority (“OCIA”)

The OCIA’s investments, including its cash and cash equivalents, are held in a trust account at local banks. Public Act 218 of 1956 (the Insurance Code of 1956) establishes asset requirements for domestic insurers. Qualified assets as defined thereunder include investments in domestic and foreign stocks, bonds, and other indebtedness of solvent corporations as approved by the insurer’s governing body entrusted with its investments, subject to certain percentage of portfolio limitations. Generally, the statute does not prohibit investments in any asset otherwise permitted to be held by any other person or corporation under Michigan laws. All of the OCIA’s investments comply with State statutes.

Custodial Credit Risk. The OCIA’s cash and cash equivalents are money market funds that amounted to \$686,392 at September 30, 2022, before considering any outstanding checks. The money market funds are rated AAAM by S&P and are not subject to custodial risk categorization because they are not evidenced by a specific security. At September 30, 2022, the OCIA did not have any custodial credit risk on its remaining investments.

The cost and estimated fair values of unrestricted investments in debt securities and mutual funds at September 30, 2022 are summarized as follows:

	Cost	Unrealized		Fair Value
		Gains	Losses	
Debt securities				
Federal agency mortgage-backed	\$ 45,875	\$ -	\$ 4,051	\$ 41,824
U.S. Treasury notes	2,846,389	-	157,868	2,688,521
Asset-backed securities	1,456,164	-	55,256	1,400,908
Commercial paper	247,973	1,214	-	249,187
Corporate notes	4,176,801	-	314,439	3,862,362
Land	747,366	-	-	747,366
Mutual funds				
Bond	9,475,190	-	1,555,729	7,919,461
Equity	3,674,080	-	677,074	2,997,006
Other	2,638,741	-	450,892	2,187,849
Exchange-traded funds				
Bond	1,614,761	-	280,104	1,334,657
Equity	16,272,536	-	1,863,997	14,408,539
Total	\$ 43,195,876	\$ 1,214	\$ 5,359,410	\$ 37,837,680

The calculation of realized gains and losses is independent of the calculation of net change in the fair value of investments. Unrealized gains and losses on investments sold in the current year that had been held for more than one year were included in the net change reported in the current and prior years.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (OCIA) (continued)

Interest Rate Risk. The OCIA does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The OCIA had the following investments and maturities in debt securities (none of which were callable) as of September 30, 2022:

	Cost	Fair Value	Investment Maturities (fair value by year)			
			Less than 1	1-5	6-10	Over 10
Federal agency mortgage-backed	\$ 45,875	\$ 41,824	\$ -	\$ 41,824	\$ -	\$ -
U.S. Treasury notes	2,846,389	2,688,521	-	2,688,521	-	-
Asset-backed	1,456,164	1,400,908	-	1,400,908	-	-
Mutual funds - bonds	9,475,190	7,919,461	-	4,058,481	3,860,980	-
Exchange-traded - bonds	1,614,761	1,334,657	-	564,359	770,298	-
Commercial paper	247,973	249,187	249,187	-	-	-
Corporate notes	4,176,801	3,862,362	122,377	3,739,985	-	-
Total	\$ 19,863,153	\$ 17,496,920	\$ 371,564	\$ 12,494,078	\$ 4,631,278	\$ -

Credit Risk. Credit risk is the risk that an issuer or other counter-party to an investment will not fulfill its obligation. The OCIA's investment policy prohibits investments in notes or bonds rated below investment grade. As of September 30, 2022, the OCIA's investments in federal agency mortgage-backed securities, federal agency collateralized mortgage obligations, federal agency notes, U.S. Treasury notes, and asset-backed securities were rated AAA by Moody's. Bond mutual funds of \$5,496,895 and \$2,422,566 were rated three stars and four stars, respectively, by Morningstar. Exchange-traded bond funds of \$1,334,657 and were rated 3 stars Morning Star. The OCIA's investments in corporate notes were rated by Moody's as follows (unless otherwise noted):

Rating	Fair Value
AAA	\$ 355,220
AA3	21,956
AA2	67,066
AA1	-
A3	597,708
A2	1,346,278
A1	924,098
BAA2	240,883
BAA1	260,650
BAA3	48,503
	<u>\$ 3,862,362</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (OCIA) (continued)

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the OCIA's investment in a single issuer. The OCIA's investment policy stipulates that investment managers may not invest more than 5% of the domestic equity, international equity or fixed income portfolio assets in the securities of one issuer at time of purchase, nor in more than 5% of the outstanding securities of one issuer. Excluding U.S. government guaranteed investments, mutual funds, and pooled investments, the OCIA had no investment in a single issuer that exceeded 5% of total investments at September 30, 2022.

Foreign Currency Risk. Foreign currency risk is the risk that changes in the exchange rates will adversely affect the fair value of an investment or deposit. The OCIA's investment policy permits investing in foreign publicly held stocks, mutual funds, ETFs and other pooled investments. At September 30, 2022, the OCIA had International Equity mutual funds with a total fair market value of \$1,788,727 and international equity exchange traded funds with a total fair market value of \$3,660,538.

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

The OCIA has the following recurring fair value measurements as of September 30, 2022:

- The money market accounts, bond mutual funds, and equity mutual funds are valued using quoted market prices (Level 1 inputs).
- The debt securities are valued using a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investments fund/pool (Level 2 inputs).
- The OCIA investments in real estate are valued based on significant unobservable inputs (Level 3 inputs).

Restricted Investments

In 1998, to comply with Michigan Insurance Bureau regulations, the OCIA transferred certain investments – i.e., U.S. Treasury Notes – to the Michigan Department of Treasury as security for the benefit of the OCIA's policyholders. As these investments mature, they are replaced with comparable investments to maintain a face value balance of \$5.0 million. Such investments held by the State Treasurer as of September 30, 2022, are as summarized below:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (OCIA) (continued)

Description	Maturity Date	Interest Rate	Face Value	Fair Value	
				2022	2021
U.S. Treasury Notes	10/31/2021	1.250%	\$ 440,000	\$ -	\$ 440,407
U.S. Treasury Notes	11/15/2021	2.000%	340,000	-	340,804
U.S. Treasury Notes	4/30/2022	1.875%	1,000,000	-	1,010,498
U.S. Treasury Notes	12/31/2022	2.125%	1,360,000	1,355,644	1,393,474
U.S. Treasury Notes	5/31/2023	1.625%	1,390,000	1,367,630	1,422,362
U.S. Treasury Notes	6/30/2024	2.000%	470,000	451,934	489,683
U.S. Treasury Notes	12/31/2025	0.375%	1,780,000	1,574,048	-
				\$ 4,749,256	\$ 5,097,228

Discretely Presented Component Units

Ottawa County Road Commission (“Road Commission”)

The Road Commission reported cash and pooled investments of \$61,674,146 at September 30, 2022. All cash and pooled investment accounts are managed by the Ottawa County Treasurer in the name of the Road Commission. The balance consisted of the following:

	Cash and Investments
Governmental fund	
Deposits	\$14,848,380
Investments	46,825,766
Total	\$61,674,146

Deposits

The deposits are in financial institutions located in Michigan in varying amounts. State law and Ottawa County policy limits the Road Commission’s investing options to financial institutions located in Michigan. All accounts are in the name of the Road Commission. They are recorded in Road Commission records at fair value. Interest is recorded when earned.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Road Commission (“Road Commission”) (continued)

Deposit risk

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Commission’s deposits may not be returned. State law does not require, and Ottawa County does not have, a policy for deposit custodial credit risk. As of year-end, \$14,684,996 of the Road Commission’s bank balance of \$14,934,996 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

Investments

The Road Commission chooses to disclose its investments by specifically identifying each. As of year-end, the Commission had the following investment:

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
MBIA Michigan Class	N/A	\$41,905,226	AAAm	S&P
FHLB	9/13/24	4,920,540	AA+	S&P

Investment risk

Interest Rate Risk. State law and Ottawa County policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. Ottawa County’s investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The maturity date for each investment is identified above for investments held at year-end. There is no stated maturity date for the Road Commission’s investment in MBIA Michigan Class identified above.

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

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Road Commission will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require, and Ottawa County does not have, a policy for investment custodial credit risk. Of the above \$46,926,705 of investments, the Road Commission has custodial credit risk of \$4,920,540 because the related securities are uninsured, unregistered and held by the government’s brokerage firm which is also the counterparty for these particular securities. Of the above investments in MBIA Michigan Class, the Road Commission’s custodial credit risk exposure cannot be determined because the investment fund does not consist of specifically identifiable securities.

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in Note 1, the summary of significant accounting policies. Ottawa County’s investment policy does not have specific limits in excess of state law on concentration of credit risk. All investments held at year-end are reported above.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Road Commission (“Road Commission”) (continued)

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

The Road Commission has the following recurring fair value measurements as of year-end.

- The Road Commission does not have any investments valued using quoted market prices (Level 1 inputs).
- The MBIA Michigan Class and FHLB investments are valued using a pricing model utilizing observable fair value measures of fund investments and other observable inputs to determining the fair value of the securities making up the investment fund (Level 2 inputs).
- The Road Commission does not have any investments that report fair value based on significant unobservable inputs (Level 3 inputs).

Ottawa County Central Dispatch Authority (“OCCDA”)

OCCDA reported cash and pooled investments of \$6,307,471 at December 31 2021. The balance consisted of the following:

Deposits	\$2,349,419
Investments	3,957,952
Petty cash	<u>100</u>
Total	<u>\$6,307,471</u>

Deposits

The deposits are in financial institutions located in Michigan. State policy limits the OCCDA’s investing options to financial institutions located in Michigan. All accounts are in the name of the OCCDA. They are recorded in OCCDA records at fair value. Interest is recorded when earned.

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the OCCDA’s deposits may not be returned. State law does not require, and the OCCDA does not have, a policy for deposit custodial credit risk. As of year-end, \$1,894,344 of the OCCDA’s bank balance of \$2,394,344 was uninsured and uncollateralized.

Investments

The OCCDA chooses to disclose its investments by specifically identifying each. As of year-end, the OCCDA had the following investments:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Central Dispatch Authority (“OCCDA”) (continued)

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
Michigan CLASS pool	n/a	\$ 3,602	AAAm	S&P
Federated govt. obligations				
money market fund	n/a	102,370	AAAm	S&P
Dreyfus govt. money market fund	n/a	301,222	Aaa	Moody's
Asset backed securities:				
Uniform MBS pool	06/01/23	55,609	Unrated	
GNMA 3.00%	07/16/40	41,707	Unrated	
FNMA 3.00%	03/25/42	48,940	Unrated	
FNMA 2.00%	12/25/42	36,648	Unrated	
FNMA 3.00%	03/25/44	131,731	Unrated	
FHLMC 2.00%	10/15/46	43,830	Unrated	
GNMA 2.50%	03/20/47	21,624	Unrated	
GNMA 2.25%	03/20/47	24,911	Unrated	
FHLMC 2.50%	07/15/47	97,330	Unrated	
FNMA 2.25%	11/25/47	56,532	Unrated	
FNMA 2.50%	11/25/47	24,832	Unrated	
GNMA 2.50%	12/20/48	24,525	Unrated	
GNMA 2.00%	02/20/49	44,375	Unrated	
GNMA 2.75%	03/20/49	137,692	Unrated	
FHLMC 1.25%	06/25/49	589,892	Unrated	
FHLMC 2.00%	07/25/49	117,507	Unrated	
FNMA 1.00%	02/25/50	890,783	Unrated	
FHLMC 1.00%	12/25/1950	607,260	Unrated	
FHLMC 1.00%	7/25/1951	<u>555,030</u>	Unrated	
 Total		 <u>\$ 3,957,952</u>		

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

The OCCDA has the following recurring value measurements as of year-end.

- The money market account and Michigan CLASS pool are valued using quoted market prices (Level 1 inputs).
- The remaining securities are valued using a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investments fund/pool (Level 2 inputs).

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Central Dispatch Authority (“OCCDA”) (continued)

- The OCCDA has no investments that report fair value based on significant unobservable inputs (Level 3 inputs).

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

Investment risk

Interest Rate Risk. State law and OCCDA policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies.

The OCCDA’s investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The maturity date for each investment is identified above for investments held at year-end.

Credit Risk. State law limits investments to specific securities as identified in Note 1 of the summary of significant accounting policies. The investment policy does not have specific limits in excess of state law on investment credit risk. The rating for each investment is identified above for investments held at year-end.

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the OCCDA will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require and the OCCDA does not have a policy for investment custodial credit risk. The OCCDA had custodial credit risk totaling \$3,495,149 at year-end because the related securities were held by the government’s brokerage firm which is also the counterparty. At year-end, the OCCDA had \$462,803 invested in money market mutual funds for which custodial credit risk exposure could not be determined because the mutual funds did not consist of specifically identifiable securities.

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in Note 1, the summary of significant accounting policies. The OCCDA’s investment policy does not have specific limits in excess of state law on concentration of credit risk. All investments held at year-end are reported above.

Ottawa County Public Utilities System (“System”)

All cash and temporary investment accounts are managed by the Ottawa County Treasurer. Balances reported on the financial statements consist of the following at year-end:

	Cash and Investments
Deposits	\$ 11,440,545
Temporary investments	<u>6,469,504</u>
Total cash and temporary investments	<u>\$ 17,910,049</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Public Utilities System (“System”) (continued)

Deposits

The deposits are in financial institutions located in Michigan in varying amounts. State law and Ottawa County policy limits the System’s investing options to financial institutions located in Michigan. All accounts are in the name of the System and are recorded in the System’s records at fair value. Interest is recorded when earned.

Deposit risk

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the System’s deposits may not be returned. State law does not require, and Ottawa County does not have, a policy for deposit custodial credit risk. As of year-end, \$12,720,969 of the System’s bank balance of \$12,970,969 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

Investments

The System chooses to disclose its investments by specifically identifying each. As of year-end, the System had the following investment:

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
MBIA Michigan Class	N/A	\$6,469,504	AAAm	S&P

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

Investment risk

Interest Rate Risk. State law and Ottawa County policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. Ottawa County’s investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The maturity rate for each investment is identified above for investments held at year-end. There is no stated maturity date for the System’s investment in MBIA Michigan Class identified above.

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

Custodial Credit Risk – Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the System will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require, and Ottawa County does not have, a policy for investment custodial credit risk. Of the above investments in MBIA Michigan Class, the System’s custodial credit risk exposure cannot be determined because the investment fund does not consist of specifically identifiable securities.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Public Utilities System (“System”) (continued)

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in Note 1, the summary of significant accounting policies. Ottawa County’s investment policy does not have specific limits in excess of state law on concentration of credit risk. All investments held at year-end are reported above.

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

The System has the following recurring fair value measurements as of year-end.

- The System does not have any investments valued using quoted market prices (Level 1 inputs).
- The MBIA Michigan Class investment is valued using a pricing model utilizing observable fair value measures of fund investments and other observable inputs to determining the fair value of the securities making up the investment fund (Level 2 inputs).
- The System does not have any investments that report fair value based on significant unobservable inputs (Level 3 inputs).

Remaining Discretely Presented Component Units

The remaining component units reported cash and pooled investments of \$3,219,728 at their year-ends. All cash and pooled investment accounts are in the name of the Ottawa County Treasurer and a specific fund or common account at component unit year-ends. Cash and pooled investments are recorded in component unit records at fair value. Reported balances of cash and pooled investments were as follows:

Component unit	Amount
Ottawa County Land Bank Authority – 9/30/22	\$ 49,996
Ottawa County Office of the Water Resources Commissioner – 9/30/22	3,043,924
Ottawa County Brownfield Redevelopment Authority – 9/30/22	115,926
Ottawa County Economic Development Corporation – 9/30/22	<u>9,882</u>
 Total	 <u><u>\$3,219,728</u></u>

The remaining component units categorize their fair value measurements of cash and pooled investments with the Ottawa County Treasurer within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

3. DEPOSITS AND INVESTMENTS (continued)

Discretely Presented Component Units (continued)

The remaining component units have the following recurring fair value measurements for their participation in the Ottawa County cash and pooled investments as of their year-ends:

- The Ottawa County cash and pooled investments are valued using either quoted market prices (Level 1 inputs) or a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investment fund/pool (Level 2 inputs).
- The Ottawa County cash and pooled investments does not consist of any investments which are valued based on significant unobservable inputs (Level 3 inputs).

Deposit and Investment Risk. For remaining component unit cash and pooled investments held by Ottawa County, the deposit and investment risks can be determined for Ottawa County as a whole, but cannot be separately identified for the remaining component units. The Ottawa County investment pool is unrated. Specific disclosure regarding Ottawa County deposits and investments is provided above.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

4. DEFERRED INFLOWS OF RESOURCES

On the governmental funds balance sheet, the aggregate deferred inflows represent items that will be recognized as an inflow of resources (revenue) in future periods. They are as follows:

	General	Nonmajor Governmental Funds
	<u>General</u>	<u>Funds</u>
2022 Property Taxes:		
Primary Government	\$ 1,898,697	\$ -
Ottawa County Road Commission	-	-
Ottawa County Central Dispatch Authority	-	-
Delinquent Property Taxes:		
Primary Government	43,988	4,818
Ottawa County Road Commission	6,565	-
Ottawa County Central Dispatch Authority	6,554	-
Survey & Remonumentation	349,812	-
Cell Tower Leases	6,110,038	
Unavailable Receivables	360,406	579,926
Balance per fund statements	8,776,060	584,744
Adjustment for modified accrual to full accrual	(2,666,022)	(584,744)
Balance per government-wide statements	<u>\$ 6,110,038</u>	<u>\$ -</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

5. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2022 was as follows:

Primary government

	Beginning of Year	Additions	Deductions	End of Year
Capital assets, not being depreciated:				
Land	\$ 65,710,977	\$ 965,796	\$ -	\$ 66,676,773
Construction in progress	5,389,933	8,578,422	1,069,525	12,898,830
Total capital assets, not being depreciated	71,100,910	9,544,218	1,069,525	79,575,603
Capital assets, being depreciated:				
Land improvements	33,068,632	186,795	-	33,255,427
Buildings and improvements	107,881,004	253,149	-	108,134,153
Equipment	34,240,609	2,903,642	1,112,474	36,031,777
Total capital assets, being depreciated	175,190,245	3,343,586	1,112,474	177,421,357
Less accumulated depreciation for:				
Land improvements	18,492,081	1,353,733	-	19,845,814
Buildings and improvements	56,377,236	3,921,511	-	60,298,747
Equipment	25,251,139	3,312,571	1,067,878	27,495,832
Total accumulated depreciation	100,120,456	8,587,815	1,067,878	107,640,393
Net capital assets, being depreciated	75,069,789	(5,244,229)	(44,596)	69,780,964
Net governmental activities capital assets	\$ 146,170,699	\$ 4,299,989	\$ 1,024,929	\$ 149,356,567

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

Governmental activities:	
Judicial	\$ 106,687
General Government	4,556,811
Public Safety	86,071
Public Works	138,807
Health and Welfare	238,222
Culture and Recreation	1,432,296
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the net position	<u>2,028,920</u>
Total depreciation expense - governmental activities	<u>\$ 8,587,815</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

5. CAPITAL ASSETS (continued)

Discretely presented component units

	Beginning of Year	Additions	Deductions	End of Year
Capital assets, not being depreciated:				
Land	\$ 3,461,915	\$ -	\$ -	\$ 3,461,915
Construction in progress	338,985	987,413	338,985	987,413
Total capital assets, not being depreciated	<u>3,800,900</u>	<u>987,413</u>	<u>338,985</u>	<u>4,449,328</u>
Capital assets, being depreciated:				
Buildings	26,105,462	195,448	403,000	25,897,910
Equipment	47,977,702	1,790,168	1,232,907	48,534,963
Infrastructure	535,772,716	26,631,120	-	562,403,836
Total capital assets, being depreciated	<u>609,855,880</u>	<u>28,616,736</u>	<u>1,635,907</u>	<u>636,836,709</u>
Less accumulated depreciation for:				
Buildings	6,077,513	501,178	383,713	6,194,978
Equipment	32,482,890	2,742,532	1,232,907	33,992,515
Infrastructure	245,164,933	16,400,804	-	261,565,737
Total accumulated depreciation	<u>283,725,336</u>	<u>19,644,514</u>	<u>1,616,620</u>	<u>301,753,230</u>
Net capital assets, being depreciated	<u>326,130,544</u>	<u>8,972,222</u>	<u>(19,287)</u>	<u>335,083,479</u>
Net component units capital assets	<u>\$ 329,931,444</u>	<u>\$ 9,959,635</u>	<u>\$ 319,698</u>	<u>\$ 339,532,807</u>

Commitments

The Ottawa County Road Commission had construction and contract commitments of approximately \$1,610,783 at their September 30, 2022 year-end. The Ottawa County Public Utilities System had construction and contract commitments of approximately \$3,830,000 at their December 31, 2021 year-end.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

6. INTERFUND, RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund balances as of September 30, 2022 are as follows:

Amounts due to and from other funds

	Due from Other Funds	Due to Other Funds
Primary Government		
General Fund	\$ 42,262	\$ 58,141
Nonmajor Governmental	47,019	-
Internal Service Funds	3,613,807	3,644,947
	<u>\$ 3,703,088</u>	<u>\$ 3,703,088</u>

Included in the Internal Service funds is \$3,644,947 which represents funds from the worker's compensation program that are invested by the Ottawa County Insurance Authority.

Receivable and Payable

As of September 30, 2022, certain funds that are a part of the County's pooled cash report negative cash balances. Accordingly, an interfund payable is established in the amount of the negative cash balance and a corresponding interfund receivable is established in the General Fund.

	Interfund Receivable	Interfund Payable
General Fund	\$ 1,896,066	\$ -
Nonmajor Governmental Funds	-	1,859,430
Internal Service Funds	-	36,636
	<u>\$ 1,896,066</u>	<u>\$ 1,896,066</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

6. INTERFUND, RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

Long-term advances to and from component units and primary government

	Advances to Component Units	Advances from Primary Government
Primary Government		
Major Governmental Funds:		
General Fund	\$ 325,000	\$ -
Component Units:		
Ottawa County Public Utilities	-	150,000
Ottawa County Office of the Water Resources Commissioner	-	175,000
Total	\$ 325,000	\$ 325,000

Interfund transfers within the primary government

	General Fund	Community Mental Health	Nonmajor Governmental Funds	Delinquent Tax Revolving Fund	Internal Service Funds	Total
Primary Government						
Transfer out:						
Major Funds:						
General Fund	\$ 784,680	\$ 532,086	\$ 19,711,473	\$ -	\$ -	\$ 21,028,239
Delinquent Tax Revolving Fund	-	-	674,750	-	-	674,750
Building Authority	1,550,000	-	-	-	-	1,550,000
Internal Service Funds	4,310,721	-	1,662,154	-	117,726	6,090,601
Nonmajor Governmental Funds	-	-	2,317,769	756	-	2,318,525
TOTAL	\$ 6,645,401	\$ 532,086	\$ 24,366,146	\$ 756	\$ 117,726	\$ 31,662,115

Transfers are used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and move revenues from the fund that is required to collect them to the fund required, or allowed, to expend them.

Significant transfers include the following

- General Fund transfer to Nonmajor Funds included \$5.8m to the Health Fund to support operations, \$4.2m to the Capital Improvement Fund to support projects and \$3.8m to the DBDC Fund for the unfunded liability for the retirement plan
- Retirement Benefit Fund, an Internal Service Fund, transferred \$3.3m to the Debt Service Fund for debt repayment

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

7. LEASES

The County has entered into several lease arrangements for the use of County Cell Towers and other facilities.

The terms of the leases are as follows:

- Initial five-year term ending 2014, with options to extend for additional four five-year terms through 2034; current monthly payments of \$2,448 with 3% annual increases. The lessee may terminate the lease upon 30 days prior written notice for any reason.
- Initial five-year term ending 2014, with options to extend for additional four five-year terms through 2034; current monthly payments of \$2,947 with 3% annual increases. The lessee may terminate the lease upon 90 days prior written notice for any reason.
- Initial five-year term ending 2026, with options to extend for additional four five-year terms through 2042; current monthly payments of \$2,100 with 3% annual increases. The lessee may terminate the lease upon 30 days prior written notice for any reason.
- Initial five-year term ending 2017, with options to extend for additional four five-year terms through 2037; current monthly payments of \$2,013 with 3% annual increases. The lessee may terminate the lease upon 30 days prior written notice for any reason.
- Initial ten-year term ending 2022, with options to extend for additional four five-year terms through 2042; current monthly payments of \$1,700 with 3% annual increases. The lessee may terminate the lease upon 180 days prior written notice for any reason.
- Initial five-year term ending 2010, with options to extend for additional five five-year terms through 2035; current monthly payments of \$3,378 with 3% annual increases. The lessee may terminate the lease upon 30 days prior written notice for any reason.
- Initial five-year term ending 2009, with options to extend for additional four five-year terms through 2029; current monthly payments of \$2,837 with 3% annual increases. The lessee may terminate the lease upon 30 days prior written notice for any reason.
- Initial fourteen-year term ending 2014, with options to extend for additional three five-year terms through 2034; current monthly payments of \$37,500 with 3% annual increases. The lessee may terminate the lease upon 30 days prior written notice for any reason.

Lease revenue for the year ended September 30, 2022 was \$634,032.

COUNTY OF OTTAWA, MICHIGAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

8. LONG-TERM DEBT

The County issues and guarantees bonds for governmental activities and component units to provide funds for the construction of water and sewage disposal systems, drains and buildings, and to refund previously issued bonds. The Primary Government bonds are repaid through designated general funding sources. The private placement bonds for the primary government are secured by the limited tax, full faith and credit pledge of the County. The bonds issued for the component units are generally being repaid from funds received from local municipalities in the County, from drain assessments levied and gas and weight tax. Under the terms of the bond agreements with local municipalities, the local municipalities have pledged their full faith and credit to pay the amounts sufficient to make principal and interest payments on the bonds each year. The County has also pledged its full faith and credit for payment on the bonds but has not established a reserve or sinking fund to cover defaults by property owners or local units. These bonds generally are issued as 20-year serial bonds with varying amounts of principal maturing each year.

The original issue amount of the primary government's bonds is \$75,380,000.

Bonds outstanding for which the County has pledged its full faith and credit are as follows:

Purpose	Primary Government	Component Units		Total Ottawa County
		Ottawa County Public Utilities System	Ottawa County Office of the Water Resources Commissioner	
Governmental activities	\$46,370,000	\$ 53,601,968	\$ 1,290,000	\$ 101,261,968
Governmental activities-refunding	5,590,000	63,160,000	-	68,750,000
Private Placements	2,210,000	-	-	2,210,000
Total	\$54,170,000	\$ 116,761,968	\$ 1,290,000	\$ 172,221,968

Interest is payable on all bond obligations semi-annually, and principal payments are made annually. The annual debt service requirements to maturity for the bonds outstanding (including component unit notes and installment purchases) at year-end are as follows:

Governmental Activities

Current Year Plus	Primary Government				Component Units	
	Bond		Private Placement		Principal	Interest
	Principal	Interest	Principal	Interest		
one year	\$ 5,040,000	\$ 1,956,953	\$ 365,000	\$ 83,980	\$ 9,841,425	\$ 3,961,091
two years	4,505,000	1,865,594	365,000	70,110	11,313,614	3,691,483
three years	4,180,000	1,699,004	370,000	56,240	9,328,773	3,303,229
four years	4,215,000	1,531,204	370,000	42,180	9,372,882	2,959,390
five years	3,725,000	1,376,991	370,000	28,120	8,837,763	10,022,022
years 6-10	9,645,000	5,268,224	370,000	14,060	72,409,651	3,592,510
years 11-15	5,560,000	3,911,255	-	-	306,917	580,105
years 16-20	15,090,000	3,503,596	-	-	11,595,000	-
years 21-25	-	-	-	-	-	-
Total	\$ 51,960,000	\$ 21,112,821	\$ 2,210,000	\$ 294,690	\$ 133,006,025	\$ 28,109,830

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

8. LONG-TERM DEBT (continued)

Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2022 was as follows:

Primary Government	Balance October 1 2021			Balance September 30 2022		Due Within One Year
	Additions	Reductions				
Governmental activities:						
General obligation bonds						
QECB 2013 bonds	\$ 2,575,000	\$ -	\$ 365,000	\$ 2,210,000		\$ 365,000
Pension 2014 bonds	20,505,000	-	2,705,000	17,800,000		3,345,000
2015 Refunding bonds	6,530,000	-	940,000	5,590,000		990,000
2020 Marina bond	760,000	-	35,000	725,000		35,000
2022 Bldg Auth bonds	-	27,845,000	-	27,845,000		670,000
Bond premium	685,462	2,154,766	135,482	2,704,746		-
Landfill reclamation	5,376,987	586,408	-	5,963,395		1,873,410
Compensated absences	3,765,739	3,789,084	3,765,739	3,789,084		3,789,084
Claims Payable	-	17,083,388	-	17,083,388		2,460,360
Total	<u>\$ 40,198,188</u>	<u>\$ 51,458,646</u>	<u>\$ 7,946,221</u>	<u>\$ 83,710,613</u>		<u>\$ 13,527,854</u>

Compensated absences are liquidated by the Compensated Absences internal service fund and landfill reclamation is liquidated by the Solid Waste Clean-up fund, a sub-fund of the General Fund. All accrued vacation days are required to be taken within one year.

The reporting entity's legal debt margin at September 30, 2022 is \$1,856,846,275.

Discretely Presented Component Units

	Beginning of Year	Additions	Reductions	End of Year	Due within One Year
Governmental activities:					
General obligation bonds	\$ 116,912,731	\$ 12,065,000	\$ 12,015,763	\$ 116,961,968	\$ 7,235,000
Special assessment bonds	1,185,000	-	95,000	1,090,000	95,000
Bond premium	6,594,612	1,120,607	954,900	6,760,319	-
Notes payable	7,555,796	2,265,000	1,670,813	8,149,983	1,839,061
Claims payable	-	-	-	-	-
Compensated absences	2,018,808	662,153	902,255	1,778,706	783,412
Installment purchase	7,444,341	-	640,267	6,804,074	661,436
Total	<u>\$ 141,711,288</u>	<u>\$ 16,112,760</u>	<u>\$ 16,278,998</u>	<u>\$ 141,545,050</u>	<u>\$ 10,613,909</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

8. LONG-TERM DEBT (continued)

Changes in long-term liabilities (continued)

Conduit debt

In 2011, the Economic Development Corporation of Ottawa County (“EDC”), a discretely presented component unit, issued \$10 million in limited obligation refunding revenue bonds on behalf of Hope College. Although this debt bears the name of the EDC, the EDC has no obligation for such debt beyond the resources provided by a lease or loan with Hope College. The proceeds were used to advance refund a portion of the \$16,385,000 in outstanding bond principal of the Michigan Higher Education Facilities Authority Limited Obligation Bonds, series 2002A. At September 30, 2022, \$130,000 was still outstanding. The EDC has also issued \$5.44 million in limited obligation revenue bonds series 2015 on behalf of the North Ottawa Community Health System. the EDC has no obligation for such debt beyond the resources provided by a lease or loan with North Ottawa Community Health System. At September 30, 2022, \$4,885,000 was still outstanding. On July 21, 2022 the EDC has also issued \$78.3 million in limited obligation revenue bonds series 2022B on behalf of Resthaven, a Michigan nonprofit corporation. the EDC has no obligation for such debt beyond the resources provided by a lease or loan with Resthaven. At September 30, 2022 \$78.3 million was still outstanding.

COUNTY OF OTTAWA, MICHIGAN
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9. LANDFILL RECLAMATION

The County owns the Southwest Ottawa County Refuse Disposal Center ("SOCRDC") otherwise known as the Southwest Ottawa County Landfill. Waste Management operated the landfill from the early 1970's until it was closed in 1981. The landfill was closed per the terms of the "1981 closure agreement" between the County and the Department of Natural Resources ("DNR"). The agreement outlined a plan to cap the landfill and install a pump and carbon filtration system. Waste Management installed the cap in the mid 1980's; the pump and carbon filtration system was built by the County in 1987, as per the terms of the closure agreement. The County has been operating the pump and filter system 24 hours a day, 7 days a week since beginning operation in 1987.

The pump and filter system were not effective in containing the plume of contaminants in the groundwater down gradient from the landfill. As a result, contaminants have escaped past the outer purge wells and are migrating southwest towards Lake Michigan. Even though the contaminated water meets drinking water standards, the County provided municipal water infrastructure to property owners in the path of the plume, and is working with the local unit of government to place institutional controls on future users moving into the area. The County has completed negotiations with the Michigan Department of Environmental Quality ("MDEQ"), formerly known as the DNR, with a revised plan to contain the contamination. The County recapped the landfill and enhanced the water filtration system with a project started in 2006. The County is reviewing the feasibility of a soil/bentonite onsite slurry wall and treatment system improvements to minimize additional contamination. Landfill post closure cost estimates are subject to change based on inflation, deflation, technology or changes to applicable laws or regulations.

The County's estimate of the costs of operating, maintaining and improvements to the landfill containment and treatment system are as follows:

Year Ending September 30	Present Value of Estimated Cost
2023	\$ 1,873,410
2024	368,249
2025	514,865
2026	388,767
2027	499,463
2028-2032	<u>2,318,641</u>
Total	<u>\$5,963,395</u>

COUNTY OF OTTAWA, MICHIGAN
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10. DEFINED BENEFIT PENSION PLAN

County of Ottawa

Plan description

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

Benefits provided

Benefits provided include plans with multipliers ranging from 1.70 to 2.50. Vesting period of 6-10 years. Normal retirement age is 60. Final average compensation is calculated based on a 5 years average.

Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2021):

Inactive employees or beneficiaries currently receiving benefits	711
Inactive employees entitled but not yet receiving benefits	448
Active employees	373
Total	1,532

Contributions

The County is required to contribute at an actuarially determined rate, which for the current year was \$343 to \$358,261 per month depending on position and classification. Participating employees are required to contribute from 0.00% to 6.99% percent of gross wages to the plan based on position and classification. The contribution requirements of the County are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by labor agreements.

Net pension liability

The employer’s net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an annual actuarial valuation as of that date. Amounts due for pension liabilities are liquidated by the Governmental or Proprietary funds from which the related employees’ compensation is paid.

The total pension liability in the December 31, 2021 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 3.0% (3-4% for 2014)

Salary Increases: base wage inflation of 3.00% in the long-term (plus merit and longevity from 0-11% based on age) (4.5% for 2014)

COUNTY OF OTTAWA, MICHIGAN
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10. DEFINED BENEFIT PENSION PLAN (continued)

County of Ottawa (continued)

Net pension liability (continued)

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

Mortality rates used for non-disabled plan member were based on a weighted blend of RP-2014 mortality tables of a 50% male and 50% female blend. Mortality rates for disabled plan member were based on a blend of RP-2014 disabled retire mortality tables of a 50% male and 50% female blend.

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Expected Money Weighted Rate of Return
Global Equity	60.00%	4.50%	2.70%
Global Fixed Income	20.00%	2.00%	0.40%
Private Investments	20.00%	7.00%	1.40%
Inflation			2.50%
Administrative fee			0.25%
			7.25%

Discount rate. The discount rate used to measure the total pension liability is 7.25%, which changed from 7.60% in the prior year. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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10. DEFINED BENEFIT PENSION PLAN (continued)

County of Ottawa (continued)

Changes in the net pension liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance at 12/31/20	\$347,287,700	\$279,129,825	\$68,157,875
Changes for the year:			
Service cost	3,302,053	-	3,302,053
Interest	25,848,817	-	25,848,817
Change in benefits	-	-	-
Differences between expected and actual experience	(2,275,284)	-	(2,275,284)
Change in assumptions	14,460,429	-	14,460,429
Employer contributions	-	10,175,495	(10,175,495)
Employee contributions	-	1,128,568	(1,128,568)
Net investment income	-	35,139,943	(35,139,943)
Benefit payments, including refunds	(17,645,423)	(17,645,423)	-
Administrative expense	-	(442,347)	442,347
Other changes	2	-	2
Net changes	23,690,594	28,356,236	(4,665,642)
Balance at 12/31/21	\$370,978,294	\$307,486,061	\$63,492,233

Pension liabilities are liquidated in all funds with pension expense but primarily by the General Fund, the Public Health Fund and the Mental Health Fund.

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's net pension liability would be using a discount rate that is 1.00% lower (6.25%) or 1.00% higher (8.25%) than the current rate.

	1% Decrease	Current Discount rate	1% Increase
Total Pension Liability	\$417,899,352	\$370,978,294	\$331,978,164
Fiduciary Net Position	307,486,061	307,486,061	307,486,061
Net Pension Liability	\$110,413,291	\$ 63,492,233	\$ 24,492,103

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

10. DEFINED BENEFIT PENSION PLAN (continued)

County of Ottawa (continued)

Pension expense and deferred outflows and deferred inflows of resources related to pensions

For the year ended September 30, 2022, the employer recognized pension expense of \$17,848,054. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ -	\$ 1,137,642
Differences in assumptions	7,230,215	-
Excess(deficit) investment returns	-	19,972,839
Contributions subsequent to the measurement date*	7,892,303	-
Total	<u>\$ 15,122,518</u>	<u>\$ 21,110,481</u>

*The amount reported as deferred outflows of resources resulting from the contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ended 2022.

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

2023	\$ 3,385,468
2024	(8,394,770)
2025	(6,034,192)
2026	(2,836,772)
Thereafter	<u>-</u>
Total	<u>\$ (13,880,266)</u>

COUNTY OF OTTAWA, MICHIGAN
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10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission

Plan description

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

Benefits provided

Benefits provided include plans with multipliers ranging from 1.7 to 2.50. Vesting period of 6-10 years. Normal retirement age is 60. Final average compensation is calculated based on a 3 years average. This plan is closed to new entrants.

Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2021):

Inactive employees or beneficiaries currently receiving benefits	145
Inactive employees entitled but not yet receiving benefits	18
Active employees	60
Total	223

Contributions

The Commission is required to contribute a fixed monthly amount of \$174,628 for some employee groups and at an actuarially determined rate of 70.32% of annual covered payroll for other groups depending on position and classification. Participating employees are required to contribute from 3% to 5% percent of gross wages to the plan based on position and classification. The contribution requirements of the Commission are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by labor agreements.

Net pension liability

The employer’s net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

The total pension liability in the December 31, 2021 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5%

Salary Increases: base wage inflation of 3.00% in the long-term (plus merit and longevity from 0-6.7% based on age)

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

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission (continued)

Net pension liability (continued)

Mortality rates used for non-disabled plan member were based on a weighted blend of RP-2019 mortality tables of a 50% male and 50% female blend. Mortality rates for disabled plan member were based on a blend of RP-2019 disabled retire mortality tables of a 50% male and 50% female blend.

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Expected Money Weighted Rate of Return
Global Equity	60.00%	4.50%	2.70%
Global Fixed Income	20.00%	2.00%	0.40%
Private Investments	20.00%	7.00%	1.40%
Inflation			2.50%
Administrative fee			0.25%
Discount rate			7.25%

Discount rate. The discount rate used to measure the total pension liability is 7.25%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission (continued)

Changes in the net pension liability

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (a)-(b)
Balance at January 1, 2021	\$60,474,179	\$36,717,544	\$23,756,635
Changes for the year:			
Service cost	376,179	-	376,179
Interest	4,446,543	-	4,446,543
Change in benefits	-	-	-
Differences between expected and actual experience	143,510	-	143,510
Change in assumptions	1,992,014	-	1,992,014
Contributions : employer	-	2,837,809	(2,837,809)
Contributions: employee	-	189,441	(189,441)
Net investment Income	-	5,091,926	(5,091,926)
Benefit payments, including refunds	(4,310,264)	(4,310,264)	-
Administrative expense	-	(58,409)	58,409
Other changes	(1)	-	(1)
Net changes	2,647,981	3,750,503	(1,102,522)
Balance at December 31, 2021	\$63,122,160	\$40,468,047	\$22,654,113

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's net pension liability would be using a discount rate that is 1.00% lower (6.25%) or 1.00% higher (8.25%) than the current rate.

	1%	Current Discount Rate	1 %
	Decrease		Increase
Total pension liability	\$69,453,570	\$63,122,160	\$57,700,818
Fiduciary net position	40,468,047	40,468,047	40,468,047
Net pension liability	\$28,985,523	\$22,654,113	\$17,232,771

COUNTY OF OTTAWA, MICHIGAN
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10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission (continued)

Pension expense and deferred outflows and deferred inflows of resources related to pensions

For the year ended September 30, 2022 the employer recognized pension expense of \$3,942,535. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ 71,755	\$ -
Differences in assumptions	996,007	-
Excess(deficit) investment returns	-	2,407,085
Contributions subsequent to the measurement date*	2,063,178	-
Total	<u>\$3,130,940</u>	<u>\$2,407,085</u>

*The amount reported as deferred outflows of resources resulting from the contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ending 2023.

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

2023	\$ 830,675
2024	(1,022,007)
2025	(677,516)
2026	(470,475)
Thereafter	<u>-</u>
Total	<u>\$ (1,339,323)</u>

Ottawa County Central Dispatch Authority

Plan description

The Authority participates in the Municipal Employees Retirement System (“MERS”) of Michigan. MERS is an agent multiple employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the MERS website at www.mersofmich.com.

The defined benefit pension plan is closed to new entrants.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

Benefits provided

Benefits provided include a multiplier of 2% per year of service times final average compensation with a vesting period of 10 years. Normal retirement age is 60 with early retirement at 50 with 25 years of service with various benefits. Benefits are calculated using final average compensation of 5 years. Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2020):

Active plan members	2
Inactive employees entitled but not yet receiving benefits	4
Inactive employees or beneficiaries currently receiving benefits	<u>13</u>
Total	19

Contributions

The Authority is required to contribute at an actuarially determined rate of \$3,440 per month for members of the general employee division. General division employees are required to contribute at a rate from 0% to 2% of annual covered payroll to the plan. The contribution requirements of the Authority are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by employment and labor agreements.

Net pension liability

The employer's net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an annual actuarial valuation as of that date.

The total pension liability in the December 31, 2020 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	2.5% (3-4% for 2014)
Salary Increases:	3.0% (4.5% for 2014)
Investment rate of return:	7.35%, net of investment expense, including inflation (8.25% for 2014)

Mortality rates used for non-disabled plan member were based on a weighted blend of RP-2014 mortality tables of a 50% male and 50% female blend. Mortality rates used for disabled plan member were based on a blend of RP-2014 disabled retire mortality tables of a 50% male and 50% female blend of disabled retirees. (1994 group annuity tables is 2014)

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

COUNTY OF OTTAWA, MICHIGAN
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10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Expected Money Weighted Rate of Return*</u>
Global Equity	60.0%	7.75%	3.15%
Global Fixed Income	20.0%	3.75%	0.25%
Private Investment	20.0%	9.75%	1.45%
Inflation			2.50%
Administrative Fee			<u>0.25%</u>
Discount Rate			<u>7.60%</u>

Discount rate. The discount rate used to measure the total pension liability is 7.6% which is the same rate as was utilized in the prior year. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

COUNTY OF OTTAWA, MICHIGAN
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10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

Changes in the Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at 12/31/20	\$2,470,433	\$2,147,487	322,946
Changes for the Year:			
Service Cost	9,123	-	9,123
Interest	181,203	-	181,203
Change in benefits	-	-	-
Differences between expected and actual experience	(5,158)	-	(5,158)
Change in assumptions	113,438	-	113,438
Contributions: employer	-	113,844	(113,844)
Contributions: employee	-	2,301	(2,301)
Net Investment income	-	270,991	(270,991)
Benefit payments, incl refunds	(181,485)	(181,485)	-
Administrative expense	-	(4,296)	4,296
Other Changes	1	-	1
Net Changes	117,122	201,355	(84,233)
Balance at 12/31/21	\$2,587,555	\$2,348,842	\$238,713

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.6%, as well as what the employer's net pension liability would be using a discount rate that is 1% lower (6.6%) or 1% higher (8.6%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
Total Pension Liability	\$ 2,819,602	\$ 2,587,555	\$ 2,386,664
Fiduciary Net Position	2,348,842	2,348,842	2,348,842
Net Pension Liability	\$ 470,760	\$ 238,713	\$ 37,822

Pension expense and deferred outflows of resources related to pensions

For the year ended December 31, 2021 the employer recognized pension expense of \$112,768. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

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10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ -	\$ -
Differences in assumptions	-	-
Excess (deficit) investment returns	-	75,619
Contributions subsequent to the measurement date*	113,844	-
Total	\$ 113,844	\$ 75,619

* The amount reported as deferred outflows of resources resulting from the contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ending December 31, 2022.

Amounts reported as deferred outflows and inflows of resources related to pensions (excluding contributions subsequent to the measurement date) will be recognized in pension expense as follows:

2021	\$	14,979
2022		(5,386)
2023		43,941
2024		22,085
2025		-
Thereafter		-
Total	\$	75,619

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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11. DEFINED CONTRIBUTION PENSION PLAN

Primary government

The County's defined contribution pension plans provide pension benefits for certain employee groups hired after January 1, 2012 who are eligible for MERS membership and those hired before January 1, 2012 electing participation in the defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employer and plan member contributions are recognized in the period that the contributions are due. Plan investments are excluded from this report as the fiduciary responsibility for this plan rests with MERS.

Participation in the defined contribution plan is mandatory for all eligible employees. The County contributes 3% of each participant's base salary to the plan. Employees are required to contribute a minimum of 3% of base pay to the plan. The County also matches employee contributions another 3% for a maximum County contribution of 6%. Participating employees are vested 50% after 3 years of service, 75% after 4 years of service, and 100% after 5 years of service. The plan provisions and contribution amounts were established by the Board and may be amended by the Board. The plan is administered by MERS. The County and member contributions were \$1,979,048 and \$2,042,668, respectively, for the current year.

Deferred compensation plan

The County offers to their employees several different deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are available to County employees with various options and employer contribution requirements depending on which bargaining unit the employee is a member. All plans permit employees to defer a portion of their salary until future years. Participation in the plans is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The County employee contributions for the year ended September 30, 2022 were \$2,186,751 and the County match was \$469,375.

Discretely presented component units

The Ottawa County Central Dispatch Authority's ("OCCDA") defined contribution pension plan provides pension benefits for employees hired after January 1, 2000 who work 30 or more hours per week and those hired before January 1, 2000 electing participation in the 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 immediately upon employment. The OCCDA contributes 2% of each participant's base salary to the plan. The Authority also matches employee contributions up to a total OCCDA contribution of 5%. Employees are required to contribute a minimum of 2% of base pay to the plan. Participating employees are immediately 100% vested in the member's accumulated balance. The plan provisions and contribution amounts were established by the OCCDA Board and may be amended by the OCCDA Board. The plan is administered by MERS. The OCCDA and member contributions were \$98,780 and \$98,780 respectively, for the current year.

The Ottawa County Road Commission ("Commission") provides a defined contribution pension plan for eligible employees excluded from the defined benefit pension plan (externally managed), which provides pension benefits to qualified employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The Commission's contribution for employees eligible to participate in the plans vests immediately. The Commission and employees contribute 5% of participant coverage wages. Commission contributions were \$150,035 and participant contributions were \$150,035 to the plan during the year. The plan provisions and contribution amounts were established and may be amended by the Commission.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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11. DEFINED CONTRIBUTION PENSION PLAN

Deferred compensation plan

The OCCDA offers to their employees several different deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are available to OCCDA employees with various options and employer contribution requirements depending on which bargaining unit the employee is a member. All plans permit employees to defer a portion of their salary until future years. Participation in the plans is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The OCCDA employee contributions were \$161,385 and OCCDA match was \$32,063 for the current year.

All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in trust for the exclusive benefit of participants and their beneficiaries. Investments are managed by the plans' trustees, under one of several investment options, or combination thereof. The choice of the investment option(s) is made by the participants or the investment manager at the option of the employee. As the assets of the trust are managed by the plans trustees, and the County does not have fiduciary responsibility. The plan assets are not recorded in the financial statements of the County.

The Commission offers its employees a deferred compensation plan created in accordance with IRS section 457. The plan, available to all Commission employees, permits them to defer a portion of their current salary until future years. A trust has been established for the plan assets and the related assets and liability are not included in the Commission's financial statements.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST-EMPLOYMENT BENEFITS

County of Ottawa

Plan description

The County of Ottawa Retiree Medical Plan (The “Plan”) is a single-employer plan established and administered by the County of Ottawa and can be amended at its discretion. The Plan is included as an Other Post-Employment Benefits (“OPEB”) trust fund in the County’s financial statements; a stand-alone financial report has not been issued, but a legal trust has been established for the plan.

Benefits provided

Benefit provisions are established through negotiations between the County and bargaining units and employee groups. Retirees under age 65 hired before January 1, 2008 contribute an amount equal to the Priority Health insured premium rate (which is a combined rate for active and pre-65 retirees). Retirees under 65, hired after January 1, 2008 pay the actuarially determined cost of medical and prescription drug benefits for retirees under age 65. All retirees over 65 pay the insured premium rate applicable to retirees over 65. In addition, retirees under age 65 in certain benefit groups receive a monthly credit that is used to reduce the amount of their contribution. The credit amount for the years of service range from \$4 - \$10 for each year of service with a maximum of \$100 - \$250 per month.

Summary of participants

Membership of the Plan consisted of the following as October 1, 2020:

Retired Plan Members	61
Active Plan Members	<u>879</u>
Total Participants	940

Contributions

The Plan was established and is being funded under the authority of the County Board of Commissioners and under agreements with the unions representing various classes of employees. The Plan’s funding policy is that the employer will contribute any required amounts as determined by an annual actuarial valuation. There are no long-term contracts for contributions to The Plan. The Plan has no legally required reserves.

Net OPEB liability

The employer’s net OPEB liability was measured as of September 30, 2022. The total OPEB liability was determined by an actuarial valuation as of October 1, 2020 and rolled forward to September 30, 2022. The following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.2
Salary increases	2.0%
Investment rate of return	5.87% including inflation
Mortality	Pub-2010 Headcount weighted mortality table for General and Public Safety, annuitant and non-annuitant, sex distinct with improvement scale MP-2018

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST-EMPLOYMENT BENEFITS (continued)

Net OPEB Liability (continued)

The long-term expected rate of return on retirement plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of retirement plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the retirement plan's target asset allocations of September 30, 2022 are summarized in the following table:

Asset Class	Target Allocation	Expected Rate of Return
Equity	65%	4.6%
Fixed Income	30%	2.0%
Cash Equivalent	5%	1.5%

The sum of each target allocation times its long-term expected rate is 5.87%.

Discount rate

The discount rate used to measure the total OPEB liability was 5.87%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the most recent recommend contribution expressed as a percentage of covered payroll. Based on those assumptions, the retirement plan's fiduciary net position was projected to be sufficient to make all projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that the benefit payments were not projected to be covered by the projected assets (the "depletion date"), projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB liability. The discount rate used for September 30, 2021 actuarial liability was 5.87%.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST-EMPLOYMENT BENEFITS (continued)

Changes in the Net OPEB Liability

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at September 30, 2021	\$3,433,459	\$7,472,634	\$(4,039,175)
Changes during the year			
Service cost	16,553	-	16,553
Interest	187,246	-	187,246
Experience (gains)/losses	173,080	-	173,080
Change in plan terms	-	-	-
Change in actuarial assumptions	-	-	-
Contributions-employer, including receivable to OPEB trust	-	-	-
Contributions-employee	-	-	-
Contribution to OPEB trust	-	-	-
Contributions/expenses paid from general operating funds	-	-	-
Contributions/benefit paid from general operating funds	-	-	-
Net investment income	-	(1,071,085)	1,071,085
Benefit payments; including refunds of employee contributions	(520,289)	(520,289)	-
Administrative expenses	-	(60,319)	60,319
Other changes	-	(2,655)	2,655
Total changes	(143,410)	(1,654,348)	1,510,938
Balance at September 30, 2022	\$3,290,049	\$5,818,286	\$(2,528,237)

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of the County, calculated using the discount rate of 5.87%, as well as using a discount rate that is 1% higher and lower than base assumptions.

	1% Decrease 4.87%	Current Discount Rate 5.87%	1% Increase 6.87%
<u>Discount</u>			
Total OPEB Liability	\$3,508,641	\$3,290,049	\$ 3,091,824
Plan Fiduciary Net Position	5,818,285	5,818,286	5,818,285
Net OPEB Liability	<u>\$(2,309,644)</u>	<u>\$(2,528,237)</u>	<u>\$(2,726,461)</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST-EMPLOYMENT BENEFITS (continued)

Sensitivity of the net OPEB liability to changes in the health cost trend rate

The following presents the net OPEB liability of the County, calculated using the trend rate, as well using a trend rate that is 1% higher and lower than base assumptions.

<u>Trend</u>	<u>1% Decrease</u>	<u>Current Trend</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 3,041,030	\$ 3,290,049	\$ 3,569,785
Plan Fiduciary Net Position	5,818,285	5,818,286	5,818,285
Net OPEB Liability	<u>\$ (2,777,255)</u>	<u>\$ (2,528,237)</u>	<u>\$ (2,248,500)</u>

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions

For the year ended September 30, 2022 the County recognized OPEB expense of \$(407,685). The County reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences in experience	\$ 1,470,721	\$ 2,548,857
Differences in assumptions	273,941	1,273,304
Excess (deficit) invest returns	463,998	-
Total	<u>\$ 2,208,660</u>	<u>\$ 3,822,161</u>

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

<u>Year Ended Sept 30</u>	<u>Amount Recognized</u>
2023	\$ (207,143)
2024	(226,172)
2025	(169,294)
2026	(118,612)
2027	(432,877)
Thereafter	<u>(459,403)</u>
	<u>\$ (1,613,501)</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST EMPLOYMENT BENEFITS (continued)

Ottawa County Road Commission

Plan Description and Benefits Provided

The Commission administers a single-employer defined benefit healthcare plan (the Retiree Health Plan). The plan provides of health insurance premiums for retirees until age 65 (Medicare eligible). The plan was closed to non-bargaining employees hired after September 12, 2013 and bargaining employees hired after May 31, 2016. Benefit provisions are established through negotiations between the Commission and bargaining units and employee groups. The Commission makes 80% of the premium payment to the plan. The Retiree Health Plan does not issue a publicly available financial report but a legal trust has not been established for the plan.

Membership of the Retiree Health plan consisted of the following at the date of the latest actuarial valuation (October 1, 2021):

Inactive employees or beneficiaries currently receiving benefits	21
Active plan members	55
 Total	 76

Contributions

The contribution requirements of Plan members and the Commission are established and may be amended by the Commission. The actuarially determined contributions are based on the actuarial valuation of the plan. The actual contributions to the plan include benefit costs (80% and 20% made by the Commission and employees respectively) and a contribution to the trust which is made at the discretion of Commission.

Net OPEB Liability

The employer's net OPEB liability was measured as of September 30, 2022 using a method of rolling forward the October 1, 2021 valuation. The total OPEB liability used to calculate the net OPEB liability was determined by an annual actuarial valuation as of that date.

The total OPEB liability in the October 1, 2021 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5%

Salary Increases: 4.0%

Investment rate of return: 7.0%

20-year Aa Municipal bond rate: 4.77% (S&P Municipal Bond 20-Year High Grade Rate Index)

Healthcare cost trend rates: 8.0 initially going down 0.5% per year, reaching a long-term rate of 5.0%

Mortality: Public General 2010 Employee and Healthy Retiree, Headcount weighted

Improvement Scale: MP-2021

COUNTY OF OTTAWA, MICHIGAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST EMPLOYMENT BENEFITS (continued)

Ottawa County Road Commission (continued)

Discount rate. The discount rate used to measure the total OPEB liability is 7.00%. The Road Commission has committed to a Corrective Action Plan which will fully fund the plan. The retirement plan's fiduciary net position was projected to be sufficient to make projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long term expected rate would be used to discount the projected benefits. From the year projected benefits are not projected to be covered by the projected assets (the "depletion date"), projected benefits would be discounted at a discount rate reflecting a 20 year AA/Aa tax exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB Liability. The discount rate utilized for the 2021 valuation was 7.35%.

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balance at October 1, 2021	\$2,318,446	\$ 97,459	\$2,220,987
Changes for the year:			
Service cost	48,597	-	48,597
Interest	171,137	-	171,137
Experience (Gains)/Losses	(89,142)	-	(89,142)
Change in plan terms	-	-	-
Change in assumptions	(103,000)	-	(103,000)
Contributions to OPEB trust	-	20,000	(20,000)
Contributions/benefits paid from general operating funds	-	77,318	(77,318)
Contributions: employer	-	-	-
Contributions: employee	-	-	-
Net investment Income	-	(16,320)	16,320
Benefit payments, including refunds	(77,318)	(77,318)	-
Administrative expense	-	(200)	200
Other changes	-	-	-
Net changes	(49,726)	3,480	(53,206)
Balance at September 30, 2022	\$2,268,720	\$100,939	\$2,167,781

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

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

	1% Decrease	Current Discount Rate	1 % Increase
Total OPEB liability	\$2,265,659	\$2,167,781	\$2,074,454

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

12. OTHER POST EMPLOYMENT BENEFITS (continued)

Ottawa County Road Commission (continued)

Sensitivity of the Net OPEB Liability to changes in the healthcare cost trend rates.

The following presents the net OPEB liability of the employer, calculated using the healthcare cost trend rate, as well as what the employer's net OPEB liability would be using a rate that is 1 percentage point lower or 1% higher than the current rate.

	<u>1% Decrease</u>	<u>Current Healthcare Rate</u>	<u>1 % Increase</u>
Total OPEB liability	\$2,018,135	\$2,167,781	\$2,336,153

For the year ended September 30, 2022 the employer recognized OPEB expense of \$186,230.

Deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended September 30, 2022 the employer reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences in experience	\$ -	\$603,308
Differences in assumptions	543,339	294,303
Excess(deficit) investment returns	15,452	-
Total	\$558,791	\$897,611

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

2023	\$ (25,447)
2024	(25,439)
2025	(24,213)
2026	(136,138)
2027	(101,083)
Thereafter	(26,500)
Total	\$(338,820)

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

13. SELF-INSURANCE

Primary government

The County is self-funded for liability, worker's compensation, and unemployment insurance. The claims liabilities reported at September 30, 2022 are based on the requirements of GASB Statement No.10, which requires that a liability for claims be reported if it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated.

The Ottawa County, Michigan Insurance Authority ("OCIA") blended component unit accounts for the self-insurance program for municipal excess liability, law enforcement liability, professional liability, and property liability. The OCIA's participating members include the County of Ottawa and the Ottawa County Building Authority blended component unit.

The OCIA records unpaid claims liabilities based on estimates of the ultimate cost of claims, including future claim adjustment expenses that have been reported but not settled, and of claims that have been incurred but not reported. Because actual claims depend on such complex factors as inflation, damage awards and changes in legal liability doctrines, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for coverages such as general liability. Claims liabilities are (or will be) recomputed periodically using a variety of claims frequency and other economic and societal factors. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

The OCIA purchases municipal excess liability, auto liability, professional liability, and property coverage. Property coverage carries a \$50,000 deductible and the liability coverages attach above a \$1 million self-insured retention for all other coverages. The liability policy provides coverage of up to \$5 million for liability protection. In addition, the OCIA provides coverage above the \$5 million for total aggregate coverage of \$20 million. The property coverage, including loss of income, is \$197,500 which is \$42,900 more than the prior year. Coverage was adjusted to reflect updated property values.

The revenues for this fund's operation are reimbursements from various funds. The funds are charged based on the number of full-time equivalents, number of vehicles and other pertinent information. Losses, damages, and administrative expenses are all paid from this fund. Administrative expenses are first paid from Internal Service fund 6770, Protected Self-Funded Insurance Programs and then invoiced to the OCIA. The claim liability for known claims and incurred but not reported claims are determined by an actuary. No annuity contracts have been purchased to satisfy claim liabilities. Settled claims have not exceeded insurance coverage in the history of the self-insurance program.

The changes in the claims liability for the fiscal year ended September 30, 2022, and the fiscal year ended September 30, 2021 as recorded in the OCIA are as follows:

	Current Year			
	Beginning of Year Liability	Claims and Changes in Estimates	Claim Payments	End of Year Liability
2022	\$14,602,507	\$3,935,141	\$1,454,260	\$17,083,388
2021	\$13,107,438	\$2,153,029	\$657,960	\$14,602,507

COUNTY OF OTTAWA, MICHIGAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

13. SELF-INSURANCE (continued)

The County's self-insured worker's compensation program provides Michigan statutorily required coverage for worker's compensation claims. It also provides employer's liability coverage of \$5 million excess above the \$750,000 self-insured retention. An independent third-party administrator administers the program for an annual fee. The claim liability for known claims and incurred but not reported claims are determined by an actuary. The changes in worker's compensation liability for the fiscal year ended September 30, 2022 and the fiscal year ended September 30, 2021:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability
2022	\$661,116	\$265,210	\$339,207	\$587,119
2021	\$730,714	\$229,169	\$298,767	\$661,116

Beginning January 1, 2011, the County purchased commercial insurance for health, dental and optical coverage for employees. Premiums and associated costs are recorded in the Employee Benefits internal service fund (6771). This fund allocates the cost of the insurance program to departments based on full time equivalents. The County has had no settled claims resulting from these risks that exceeded their commercial coverage in any of the past three fiscal years.

The self-insurance program for unemployment is accounted for in the Unemployment internal service fund (6772). Unemployment claims are reimbursed to the Michigan Employment Security Commission based on actual claims annually and were \$11,446 and \$11,271 for the fiscal year ended September 30, 2021 and the fiscal year ended September 30, 2022 respectively.

Discretely presented component units

The Ottawa County Central Dispatch Authority (OCCDA), is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Authority carried commercial insurance to cover risks of losses. The Authority had no settled claims resulting from these risks that exceeded their commercial coverage in any of the past three fiscal years.

Ottawa County Public Utilities System (System) is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees and natural disasters. In order to minimize its exposure to these risks, the System participates in the Michigan County Road Commission Self Insurance Pool. Settled claims relating to participation in Michigan County Road Commission Self Insurance Pool have not exceeded the amount of insurance coverage in any of the past three fiscal years. There were no reductions in insurance coverage from prior years.

The Ottawa County Road Commission (Commission) is exposed to lawsuits and claims. In response to this exposure, the Commission participates in the Michigan County Road Commission Self Insurance Pool (MCRCSIP). Participation in the MCRCSIP requires payment of premiums to the pool. The pool purchases commercial reinsurance on behalf of its members. Due to the Commission's participation in this pool, the liability of the Commission relative to claims covered by the pool is limited to \$10,000 per occurrence.

The Commission is a group for workers compensation coverage through the County Road Association Self Insurance fund (CRASIF). Through membership of this group fund, the Commission's liability is covered up to \$1,000,000 per employee.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

14. LITIGATION

In the normal course of its activities, the County is a party to various legal actions and subject to certain asserted and unasserted claims. The County refers these actions and claims to the Ottawa County, Michigan Insurance Authority (an internal service fund of the County) which has sufficient expertise, reserves, excess insurance coverage and available surplus to defend against or, if necessary, satisfy any of these claims.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

15. RELATED PARTY TRANSACTIONS

During the year ended September 30, 2022, the County provided OCCDA operating grants of \$5,708,134 from the 2021 levy.

During the year ended September 30, 2022, the County provided OCRC operating grants of \$5,006,463 from the 2021 levy.

Ottawa County Public Utilities System (“System”) incurred expenses of approximately \$1,134,000 for wages and equipment provided by the Ottawa County Road Commission, which also provides fiscal and managerial services to the System. At their year-end, the System owed the Ottawa County Road Commission \$270,571 for these goods and services.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

16. TAX ABATEMENTS

The County receives reduced property tax revenues as a result of Industrial Facilities Tax exemptions. Industrial Facilities Tax Exemptions (IFT), entered into under the Plant Rehabilitation and Industrial Development Districts Act PA 198 of 1974, as amended, provide a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high tech facilities. An IFT certificate entitles the facility to exemption from ad valorem real and/or personal property taxes for a term of 1-12 years as determined by the local unit of government and is computed at half the local property tax millage rate, amounting to a reduction in property taxes of approximately 50%. The amount of IFT Exemptions for the year ended September 30, 2022 was approximately \$786,000. Of the \$786,000 abated, approximately \$504,000 of the abatements were initiated by various townships in the County and \$283,000 were initiated by various cities in the County.

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SUPPLEMENTARY

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ 60,334,104	\$ 60,334,104	\$ 60,374,253	\$ 40,149	\$ 57,089,981
Intergovernmental revenues	10,834,180	12,326,410	11,640,853	(685,557)	11,545,745
Charges for services	10,278,502	10,424,134	9,907,656	(516,478)	10,007,675
Fines and forfeits	73,100	73,100	113,882	40,782	83,598
Investment earnings (loss)	339,411	339,411	376,508	37,097	213,879
Licenses and permits	372,485	372,485	356,164	(16,321)	368,654
Rental income	2,124,818	2,418,601	2,310,651	(107,950)	1,999,086
Other	577,341	760,730	1,084,050	323,320	825,908
Total revenues	<u>84,933,941</u>	<u>87,048,975</u>	<u>86,164,017</u>	<u>(884,958)</u>	<u>82,134,526</u>
Expenditures					
Current operations					
Legislative	585,811	682,145	670,309	11,836	544,737
Judicial	14,486,711	15,083,922	7,611,319	7,472,603	13,013,918
General government	17,403,495	17,712,956	11,088,940	6,624,016	14,902,834
Public safety	33,731,717	34,801,050	14,435,923	20,365,127	23,607,163
Public works	6,871,550	6,871,550	7,210,284	(338,734)	6,516,792
Health and welfare	1,232,852	1,364,386	1,254,608	109,778	1,830,671
Community and economic development	1,636,679	2,431,817	1,587,856	843,961	1,227,993
Other expenditures	1,275,476	294,355	220,476	73,879	158,233
Capital projects	45,000	748,910	708,226	40,684	-
Total expenditures	<u>77,269,290</u>	<u>79,991,092</u>	<u>44,787,941</u>	<u>35,203,151</u>	<u>61,802,341</u>
Revenues over (under) expenditures	<u>7,664,651</u>	<u>7,057,882</u>	<u>41,376,076</u>	<u>34,318,194</u>	<u>20,332,185</u>
Other financing sources (uses)					
Transfers from other funds	5,310,596	5,915,176	4,703,061	(1,212,115)	3,408,353
Transfers to other funds	(14,196,061)	(25,744,606)	(24,307,622)	1,436,984	(15,779,709)
Total other financing sources (uses)	<u>(8,885,465)</u>	<u>(19,829,430)</u>	<u>(19,604,561)</u>	<u>224,869</u>	<u>(12,371,356)</u>
Net change in fund balance	(1,220,814)	(12,771,547)	21,771,515	34,543,062	7,960,829
Fund balance, beginning of year	<u>34,466,694</u>	<u>34,466,694</u>	<u>34,466,694</u>	<u>-</u>	<u>26,505,865</u>
Fund balance, end of year	<u>\$ 33,245,880</u>	<u>\$ 21,695,147</u>	<u>\$ 56,238,209</u>	<u>\$ 34,543,062</u>	<u>\$ 34,466,694</u>

COUNTY OF OTTAWA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED SEPTEMBER 30, 2022

1. Budgets and budgetary accounting

The County adopts an annual budget for the General, special revenue, debt service and capital projects funds following the the GAAP basis of accounting. Unexpended appropriations lapse at year-end.

2. Reconciliation between the general fund schedule of revenues, expenditures and changes in fund balance - budget and actual and the statement of revenues, expenditures and changes in fund balance

The adjustments necessary to reconcile actual revenues and expenditures reported on a budgetary basis to actual revenues and expenditures reported in accordance with generally accepted accounting principals are as follows:

	<u>Revenues and other sources</u>	<u>Expenditures and other uses</u>	<u>Net change in fund balance</u>
General fund:			
Schedule of revenues, expenditures and changes in fund balance - budget and actual	\$ 90,867,078	\$ 69,095,563	\$ 21,771,515
Funds classified with the general fund for purposes of GASB Statement #54			
Cell Towers (1060)	612,342	22,897	589,445
Board Initiatives (1070)	7,650,482	518,250	7,132,232
Solid Waste Clean-up (2271)	1,061,539	-	1,061,539
Infrastructure (2444)	503,786	125,000	378,786
Stabilization (2570)	-	-	-
DBDC (2970)	4,027,184	5,089,729	(1,062,545)
Eliminations	<u>(7,686,452)</u>	<u>(7,686,452)</u>	<u>-</u>
Statement of revenues, expenditures and changes in fund balance	<u>\$ 97,035,959</u>	<u>\$ 67,164,987</u>	<u>\$ 29,870,972</u>

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

COMMUNITY MENTAL HEALTH (2220) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>	
Revenues					
Intergovernmental revenues	\$ 45,401,940	\$ 52,521,809	\$ 48,898,697	\$ (3,623,112)	\$ 41,831,961
Charges for services	203,000	203,000	63,565	(139,435)	172,914
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	22,293	22,293	28,724	6,431	61,852
Licenses and permits	-	-	-	-	-
Rental income	-	-	4,550	4,550	-
Other	50,000	50,000	58,719	8,719	38,867
Total revenues	<u>45,677,233</u>	<u>52,797,102</u>	<u>49,054,255</u>	<u>(3,742,847)</u>	<u>42,105,594</u>
Expenditures					
Current operations					
Personnel services	12,083,232	13,297,255	12,466,108	831,147	10,406,368
Supplies	268,422	211,899	193,439	18,460	153,715
Other services and charges	34,151,771	40,114,140	36,933,642	3,180,498	32,108,907
Total expenditures	<u>46,503,425</u>	<u>53,623,294</u>	<u>49,593,189</u>	<u>4,030,105</u>	<u>42,668,990</u>
Revenues over (under) expenditures	<u>(826,192)</u>	<u>(826,192)</u>	<u>(538,934)</u>	<u>287,258</u>	<u>(563,396)</u>
Other financing sources (uses)					
Transfers from other funds	826,192	832,086	532,086	300,000	525,618
Transfers to other funds	-	-	-	-	(968,283)
Total other financing sources (uses)	<u>826,192</u>	<u>832,086</u>	<u>532,086</u>	<u>300,000</u>	<u>(442,665)</u>
Net change in fund balance	-	5,894	(6,848)	587,258	(1,006,061)
Fund balance, beginning of year	<u>29,011</u>	<u>29,011</u>	<u>29,011</u>	<u>-</u>	<u>1,035,072</u>
Fund balance, end of year	<u>\$ 29,011</u>	<u>\$ 34,905</u>	<u>\$ 22,163</u>	<u>\$ 587,258</u>	<u>\$ 29,011</u>

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

**AMERICAN RESCUE PLAN ACT (2860)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ -	\$ 32,092,148	\$ 29,785,292	\$ (2,306,856)	\$ 7,650,482
Investment earnings	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>32,092,148</u>	<u>29,785,292</u>	<u>(2,306,856)</u>	<u>7,650,482</u>
Expenditures					
Current operations					
Personnel services	-	32,092,148	29,785,292	2,306,856	7,650,482
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Total expenditures	<u>-</u>	<u>32,092,148</u>	<u>29,785,292</u>	<u>2,306,856</u>	<u>7,650,482</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF OTTAWA
BUILDING AUTHORITY (4690)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	-	234	8,727	8,493	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>234</u>	<u>8,727</u>	<u>8,493</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	31,570,600	4,018,819	27,551,781	301,381
Total expenditures	<u>-</u>	<u>31,570,600</u>	<u>4,018,819</u>	<u>27,551,781</u>	<u>301,381</u>
Revenues over (under) expenditures	<u>-</u>	<u>(31,570,367)</u>	<u>(4,010,092)</u>	<u>27,560,275</u>	<u>(301,381)</u>
Other financing sources (uses)					
Issuance of bonds	-	27,845,000	27,845,000	-	-
Premium on bonds issued	-	2,154,766	2,154,766	-	-
Transfers from other funds	-	2,000,000	-	(2,000,000)	1,050,000
Transfers to other funds	-	(1,550,000)	(1,550,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>30,449,766</u>	<u>28,449,766</u>	<u>(2,000,000)</u>	<u>1,050,000</u>
Net change in fund balance	-	(1,120,600)	24,439,674	25,560,275	748,619
Fund balance, beginning of year	<u>1,120,601</u>	<u>1,120,601</u>	<u>1,120,601</u>	<u>-</u>	<u>371,982</u>
Fund balance, end of year	<u>\$ 1,120,601</u>	<u>\$ -</u>	<u>\$ 25,560,275</u>	<u>\$ 25,560,275</u>	<u>\$ 1,120,601</u>

COUNTY OF OTTAWA
REQUIRED SUPPLEMENTARY INFORMATION
DEFINED BENEFIT PENSION PLAN
SCHEDULE OF CHANGES IN EMPLOYERS NET PENSION
LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total pension liability						
Service cost	\$ 3,302,053	\$ 3,875,267	\$ 3,911,248	\$ 4,134,129	\$ 4,292,728	\$ 4,405,425
Interest	25,848,817	23,659,631	23,176,263	22,495,130	21,530,960	20,559,652
Changes in benefit terms			-	(1,199,051)	-	-
Difference between expected and actual experience	(2,275,284)	4,525,878	(599,287)	(2,566,233)	(314,505)	(375,877)
Changes in assumptions	14,460,429	13,906,131	10,554,788	-	-	-
Benefit payments including employee refunds	(17,645,423)	(16,105,001)	(14,729,757)	(13,746,995)	(13,008,781)	(11,773,976)
Other	<u>2</u>	<u>(2)</u>	<u>(2)</u>	<u>2</u>	<u>11</u>	<u>1</u>
Net change in total pension liability	23,690,594	29,861,904	22,313,253	9,116,982	12,500,413	12,815,225
Total pension liability, beginning of year	<u>347,287,700</u>	<u>317,425,796</u>	<u>295,112,543</u>	<u>285,995,561</u>	<u>273,495,148</u>	<u>260,679,923</u>
Total pension liability, ending of year	<u>\$ 370,978,294</u>	<u>\$ 347,287,700</u>	<u>\$ 317,425,796</u>	<u>\$ 295,112,543</u>	<u>\$ 285,995,561</u>	<u>\$ 273,495,148</u>
Plan Fiduciary Net Position						
Contributions-employer	\$ 10,175,495	\$ 11,896,991	\$ 10,604,402	\$ 7,103,170	\$ 5,820,947	\$ 4,962,722
Contributions-employee	1,128,568	1,266,461	1,283,336	1,337,895	1,749,987	1,927,913
Net Investment income	35,139,943	34,694,804	29,922,304	(9,184,975)	28,190,453	22,309,475
Benefit payments including employee refunds	(17,645,423)	(16,105,001)	(14,729,757)	(13,746,995)	(13,008,781)	(11,773,976)
Administrative expense	<u>(442,347)</u>	<u>(496,315)</u>	<u>(515,451)</u>	<u>(456,006)</u>	<u>(446,433)</u>	<u>(440,498)</u>
Net change in plan fiduciary net position	28,356,237	31,256,940	26,564,834	(14,946,911)	22,306,173	16,985,636
Plan fiduciary net position, beginning of year	<u>279,129,825</u>	<u>247,872,885</u>	<u>221,308,051</u>	<u>236,254,962</u>	<u>213,948,789</u>	<u>196,963,153</u>
Plan fiduciary net position, ending of year	<u>\$ 307,486,061</u>	<u>\$ 279,129,825</u>	<u>\$ 247,872,885</u>	<u>\$ 221,308,051</u>	<u>\$ 236,254,962</u>	<u>\$ 213,948,789</u>
Employer net pension liability	<u>\$ 63,492,233</u>	<u>\$ 68,157,875</u>	<u>\$ 69,552,911</u>	<u>\$ 73,804,492</u>	<u>\$ 49,740,599</u>	<u>\$ 59,546,359</u>
Plan fiduciary net position as a percentage of the total pension liability	83%	80%	78%	75%	83%	78%
Covered payroll	<u>\$ 25,804,031</u>	<u>\$ 29,913,006</u>	<u>\$ 30,438,340</u>	<u>\$ 32,079,263</u>	<u>\$ 33,373,122</u>	<u>\$ 34,396,609</u>
Employer's net pension liability as a percentage of covered payroll	246%	228%	229%	230%	149%	173%

Notes to schedule:

Above amounts are based on December 31 of the prior year measurement dates.
This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA
REQUIRED SUPPLEMENTARY INFORMATION
DEFINED BENEFIT PENSION PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contributions	\$ 8,721,402	\$ 9,332,767	\$ 7,880,199	\$ 7,296,615	\$ 6,685,320	\$ 5,606,562
Contributions in relation to the actuarially determined contribution	<u>11,721,402</u>	<u>12,332,767</u>	<u>10,880,199</u>	<u>7,296,615</u>	<u>6,685,320</u>	<u>5,606,562</u>
Contribution deficiency (excess)	<u>\$ (3,000,000)</u>	<u>\$ (3,000,000)</u>	<u>\$ (3,000,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 26,345,551</u>	<u>\$ 28,762,136</u>	<u>\$ 30,554,828</u>	<u>\$ 32,292,727</u>	<u>\$ 33,302,626</u>	<u>\$ 34,764,334</u>
Contributions as a percentage of covered payroll	44%	43%	36%	23%	20%	16%
Notes to schedule						
Actuarial cost method	Entry Age					
Amortization method	Level percentage of payroll, closed					
Remaining amortization period	12-15 years					
Asset valuation method	5 year smoothed					
Inflation	3.0% (2.5% for 2019)					
Salary increases	3.75% (4.50% for 2021)					
Investment rate of return	7.0% (7.75% for 2019)					
Retirement age	Varies depending on plan adoption					
Mortality	50% female/ 50% male RP-2014 mortality table					

This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST-EMPLOYMENT BENEFIT PLAN
SCHEDULE OF CHANGES IN EMPLOYERS LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	2022	2021	2020	2019	2018
Total OPEB liability					
Service cost	\$ 16,553	\$ 50,565	\$ 46,742	\$ 72,568	\$ 76,635
Interest	187,246	304,352	298,361	379,207	381,186
Changes in benefit terms	-	(73,263)	-	-	-
Difference between expected and actual experience	173,080	(2,352,689)	(144,260)	(916,876)	(381,561)
Changes in assumptions	-	(325,115)	487,403	(936,918)	-
Benefit payments including employee refunds	(520,289)	(413,780)	(97,766)	(108,923)	(110,442)
Other	-	-	-	-	-
Net change in total OPEB liability	<u>(143,410)</u>	<u>(2,809,930)</u>	<u>590,480</u>	<u>(1,510,942)</u>	<u>(34,182)</u>
Total OPEB liability, beginning of year	<u>3,433,459</u>	<u>6,243,389</u>	<u>5,652,909</u>	<u>7,163,851</u>	<u>7,198,033</u>
Total OPEB liability, ending of year	<u>\$ 3,290,049</u>	<u>\$ 3,433,459</u>	<u>\$ 6,243,389</u>	<u>\$ 5,652,909</u>	<u>\$ 7,163,851</u>
Plan Fiduciary Net Position					
Contributions-employer	\$ -	\$ 50,565	\$ 1,539	\$ 113,888	\$ 174,677
Contributions-employee	-	-	-	111,423	112,850
Net Investment income	(1,071,085)	1,373,586	602,108	215,713	508,448
Benefit payments including employee refunds	(520,289)	(413,780)	(97,766)	(108,923)	(110,442)
Administrative expense	(60,319)	(75,140)	(68,084)	(61,534)	(61,690)
Other	(2,655)	-	-	-	-
Net change in plan fiduciary net position	<u>(1,654,348)</u>	<u>935,231</u>	<u>437,797</u>	<u>270,567</u>	<u>623,843</u>
Plan fiduciary net position, beginning of year	<u>7,472,634</u>	<u>6,537,403</u>	<u>6,099,606</u>	<u>5,829,039</u>	<u>5,205,196</u>
Plan fiduciary net position, ending of year	<u>\$ 5,818,286</u>	<u>\$ 7,472,634</u>	<u>\$ 6,537,403</u>	<u>\$ 6,099,606</u>	<u>\$ 5,829,039</u>
Employer net OPEB liability	<u>\$ (2,528,237)</u>	<u>\$ (4,039,175)</u>	<u>\$ (294,014)</u>	<u>\$ (446,697)</u>	<u>\$ 1,334,812</u>
Plan fiduciary net position as a percentage of the total OPEB liability	176.8%	217.6%	104.7%	107.9%	81.4%
Covered payroll	<u>\$ 26,461,532</u>	<u>\$ 26,586,938</u>	<u>\$ 28,946,550</u>	<u>\$ 30,780,553</u>	<u>\$ 27,536,712</u>
Employer's net OPEB asset as a percentage of employee payroll	-10%	-15%	-1%	-1%	5%

This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

OTHER POST-EMPLOYMENT BENEFIT PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contributions	\$ -	\$ 14,682	\$ 1,539	\$ 225,311	\$ 287,527
Contributions in relation to the actuarially determined contribution	<u>-</u>	<u>50,566</u>	<u>1,539</u>	<u>225,311</u>	<u>287,527</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (35,884)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll	 <u>\$ 26,461,532</u>	 <u>\$ 26,586,938</u>	 <u>\$ 28,946,550</u>	 <u>\$ 30,780,553</u>	 <u>\$ 27,536,712</u>
 Contributions as a percentage of covered payroll	 0.00%	 0.19%	 0.01%	 0.73%	 1.04%
Notes to schedule					
Actuarial cost method	Entry Age				
Amortization method	Level percentage of compensation				
Remaining amortization period	12 year level percentage of payroll				
Asset valuation method	Equal to market value of assets				
Inflation	Included in rate of return				
Salary increases	2.00%				
Investment rate of return	5.87% (including inflation)				
Retirement age	Varies depending on plan adoption				
Mortality	50% female/ 50% male RP-2014 mortality table				
 Annual money-weighted rate of return net of investment expense	 -14.70%	 9.37%	 3.62%	 9.24%	 26.07%

This schedule is being accumulated prospectively until ten years of data is presented.

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COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING BALANCE SHEET SCHEDULE

SEPTEMBER 30, 2022

	General Fund (1010)	Cell Towers (1060)	Board Initiatives (1070)	Solid Waste Clean-Up (2271)
Assets				
Cash and pooled investments	\$ 50,358,609	\$ 596,795	\$ 7,132,232	\$ 2,671,355
Receivables (net of allowance for estimated uncollectibles)				
Taxes	8,790,509	-	-	-
Accounts	529,921	-	-	-
Leases	3,517,352	2,592,686	-	-
Accrued interest on investments	223,565	-	-	-
Due from other funds	42,262	-	-	-
Interfund receivable	1,896,066	-	-	-
Advances to component units	325,000	-	-	-
Due from other governmental units	1,967,837	-	-	-
Inventory of supplies	78,210	-	-	-
Prepaid expenditures	248,409	-	-	-
Total assets	<u>67,977,740</u>	<u>3,189,481</u>	<u>7,132,232</u>	<u>2,671,355</u>
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	4,643,470	7,350	-	-
Due to other governmental units	380,573	-	-	-
Due to other funds	58,141	-	-	-
Unearned revenue	473,973	-	-	-
Total liabilities	<u>5,556,157</u>	<u>7,350</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources				
Aggregate deferred inflows	<u>6,183,374</u>	<u>2,592,686</u>	<u>-</u>	<u>-</u>
Fund balances				
Nonspendable	651,619	-	-	-
Restricted	307,815	-	-	-
Committed	32,391,441	589,445	7,132,232	2,671,355
Assigned	2,159,202	-	-	-
Unassigned	20,728,132	-	-	-
Total fund balances	<u>56,238,209</u>	<u>589,445</u>	<u>7,132,232</u>	<u>2,671,355</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 67,977,740</u>	<u>\$ 3,189,481</u>	<u>\$ 7,132,232</u>	<u>\$ 2,671,355</u>

(Continued)

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING BALANCE SHEET SCHEDULE

SEPTEMBER 30, 2022

	Infrastructure (2444)	Stabilization (2570)	DBDC (2970)	Total
Assets				
Cash and pooled investments	\$ 892,942	\$ 9,255,217	\$ 473,688	\$ 71,380,838
Receivables (net of allowance for estimated uncollectibles)				
Taxes	-	-	-	8,790,509
Accounts	-	-	-	529,921
Leases	-	-	-	6,110,038
Accrued interest on investments	-	-	-	223,565
Due from other funds	-	-	-	42,262
Interfund receivable	-	-	-	1,896,066
Advances to component units	-	-	-	325,000
Due from other governmental units	-	-	-	1,967,837
Inventory of supplies	-	-	-	78,210
Prepaid expenditures	-	-	-	248,409
Total assets	<u>892,942</u>	<u>9,255,217</u>	<u>473,688</u>	<u>91,592,655</u>
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	-	-	-	4,650,820
Due to other governmental units	-	-	-	380,573
Due to other funds	-	-	-	58,141
Unearned revenue	-	-	-	473,973
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,563,507</u>
Deferred inflows of resources				
Aggregate deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,776,060</u>
Fund balances				
Nonspendable	-	-	-	651,619
Restricted	-	9,255,217	-	9,563,032
Committed	514,156	-	473,688	43,772,317
Assigned	-	-	-	2,159,202
Unassigned	<u>378,786</u>	<u>-</u>	<u>-</u>	<u>21,106,918</u>
Total fund balances	<u>892,942</u>	<u>9,255,217</u>	<u>473,688</u>	<u>77,253,088</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 892,942</u>	<u>\$ 9,255,217</u>	<u>\$ 473,688</u>	<u>\$ 91,592,655</u>

(Concluded)

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	General Fund (1010)	Cell Towers (1060)	Board Initiatives (1070)	Solid Waste Clean-Up (2271)
Revenues				
Taxes	\$ 60,374,253	\$ -	\$ -	\$ -
Intergovernmental revenues	11,640,853	-	-	-
Charges for services	9,907,656	-	-	-
Fines and forfeits	113,882	-	-	-
Investment earnings	376,508	-	-	11,539
Licenses and permits	356,164	-	-	-
Rental income	2,310,651	184,032	-	-
Other	1,084,050	-	-	-
Total revenues	<u>86,164,017</u>	<u>184,032</u>	<u>-</u>	<u>11,539</u>
Expenditures				
Current operations				
Legislative	670,309	-	-	-
Judicial	7,611,319	-	-	-
General government	11,088,940	-	-	-
Public safety	14,435,923	-	-	-
Public works	7,210,284	-	-	-
Health and welfare	1,254,608	-	-	-
Community and economic development	1,587,856	22,897	125,910	-
Other expenditures	220,476	-	-	-
Capital outlay	708,226	-	-	-
Total expenditures	<u>44,787,941</u>	<u>22,897</u>	<u>125,910</u>	<u>-</u>
Revenues over (under) expenditures	<u>41,376,076</u>	<u>161,135</u>	<u>(125,910)</u>	<u>11,539</u>
Other financing sources (uses)				
Transfers from other funds	4,703,061	428,310	7,650,482	1,050,000
Transfers to other funds	<u>(24,307,622)</u>	<u>-</u>	<u>(392,340)</u>	<u>-</u>
Total other financing sources (uses)	<u>(19,604,561)</u>	<u>428,310</u>	<u>7,258,142</u>	<u>1,050,000</u>
Net change in fund balances	21,771,515	589,445	7,132,232	1,061,539
Fund balances, beginning of year	<u>34,466,694</u>	<u>-</u>	<u>-</u>	<u>1,609,816</u>
Fund balances, end of year	<u>\$ 56,238,209</u>	<u>\$ 589,445</u>	<u>\$ 7,132,232</u>	<u>\$ 2,671,355</u>

(Continued)

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Infrastructure (2444)	Stabilization (2570)	DB/DC (2970)	Eliminations	Total
Revenues					
Taxes	\$ -	\$ -	\$ 4,027,184	\$ -	\$ 64,401,437
Intergovernmental revenues	-	-	-	-	11,640,853
Charges for services	-	-	-	-	9,907,656
Fines and forfeits	-	-	-	-	113,882
Investment earnings	3,786	-	-	-	391,833
Licenses and permits	-	-	-	-	356,164
Rental income	-	-	-	-	2,494,683
Other	-	-	-	-	1,084,050
Total revenues	<u>3,786</u>	<u>-</u>	<u>4,027,184</u>	<u>-</u>	<u>90,390,558</u>
Expenditures					
Current operations					
Legislative	-	-	-	-	670,309
Judicial	-	-	-	-	7,611,319
General government	-	-	1,200,000	-	12,288,940
Public safety	-	-	-	-	14,435,923
Public works	-	-	-	-	7,210,284
Health and welfare	-	-	-	-	1,254,608
Community and economic development	-	-	-	-	1,736,663
Other expenditures	-	-	-	-	220,476
Capital outlay	-	-	-	-	708,226
Total expenditures	<u>-</u>	<u>-</u>	<u>1,200,000</u>	<u>-</u>	<u>46,136,748</u>
Revenues over (under) expenditures	<u>3,786</u>	<u>-</u>	<u>2,827,184</u>	<u>-</u>	<u>44,253,810</u>
Other financing sources (uses)					
Transfers from other funds	500,000	-	-	(7,686,452)	6,645,401
Transfers to other funds	<u>(125,000)</u>	<u>-</u>	<u>(3,889,729)</u>	<u>7,686,452</u>	<u>(21,028,239)</u>
Total other financing sources (uses)	<u>375,000</u>	<u>-</u>	<u>(3,889,729)</u>	<u>-</u>	<u>(14,382,838)</u>
Net change in fund balances	378,786	-	(1,062,545)	-	29,870,972
Fund balances, beginning of year	<u>514,156</u>	<u>9,255,217</u>	<u>1,536,233</u>	<u>-</u>	<u>47,382,116</u>
Fund balances, end of year	<u>\$ 892,942</u>	<u>\$ 9,255,217</u>	<u>\$ 473,688</u>	<u>\$ -</u>	<u>\$ 77,253,088</u>

(Concluded)

COUNTY OF OTTAWA
GENERAL FUND AND OTHER FINANCING USES
SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

Expenditures	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Current operations					
Legislative:					
Commissioners	\$ 585,811	\$ 682,145	\$ 670,309	\$ 11,836	\$ 544,737
Judicial:					
20th Circuit Court	3,495,425	3,688,109	2,196,346	1,491,763	3,230,664
58th District Court	8,040,047	8,293,307	3,655,629	4,637,678	7,625,772
Probate Court	1,052,469	1,025,332	609,750	415,582	829,814
Juvenile Services Division	1,712,465	1,890,869	973,385	917,484	1,203,407
Circuit Court Adult Probation	163,873	163,873	154,882	8,991	103,896
All other judicial	22,432	22,432	21,327	1,105	20,365
General government:					
Administrator	1,425,462	1,341,689	1,059,056	282,633	1,161,144
Fiscal Services	1,958,300	2,037,161	1,830,398	206,763	1,684,192
County Clerk	2,881,378	2,885,950	947,445	1,938,505	2,444,370
Prosecuting Attorney	5,291,427	5,578,854	2,255,468	3,323,386	4,631,270
County Treasurer	938,095	967,577	948,897	18,680	890,249
Equalization	2,056,517	1,750,736	1,725,421	25,315	1,608,636
Geographic Information Systems	578,750	607,882	595,851	12,031	530,774
MSU Extension	389,363	396,515	395,824	691	355,262
Facilities Maintenance	4,564,372	4,692,663	4,199,143	493,520	4,130,546
Corporate Counsel	327,800	331,987	323,838	8,149	325,434
Register of Deeds	789,298	808,739	786,972	21,767	702,122
Human Resources	1,239,499	1,259,817	1,110,378	149,439	1,117,280
Water Resources Commissioner	1,052,869	1,091,548	1,023,514	68,034	988,011
All other general government	151,943	206,458	136,681	69,777	137,792
Public safety:					
Sheriff	21,955,620	22,911,199	11,126,490	11,784,709	16,077,689
Jail	11,776,097	11,889,851	3,309,433	8,580,418	7,529,474
Public works	6,871,550	6,871,550	7,210,284	(338,734)	6,516,792
Health and welfare:					
Substance Abuse	520,246	592,246	548,475	43,771	1,119,854
All other health and welfare	712,606	772,140	706,133	66,007	710,817
Culture and recreation					
All other culture and recreation					
Community and economic development	1,636,679	2,431,817	1,587,856	843,961	1,227,993
All other community and economic development					
Other expenditures:					
Insurance	220,476	220,476	220,476	-	158,233
Contingency	1,055,000	73,879	-	73,879	-
Capital projects	45,000	748,910	708,226	40,684	-
Transfers to other funds	14,196,061	25,744,606	24,307,622	1,436,984	15,779,709
Total	97,706,929	111,980,318	75,345,509	36,634,809	83,386,298
Allocated to other departments	(6,241,578)	(6,244,620)	(6,249,946)	5,326	(5,804,248)
Total Expenditures	\$ 91,465,351	\$ 105,735,698	\$ 69,095,563	\$ 36,640,135	\$ 77,582,050

COUNTY OF OTTAWA

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for revenue from specific revenue sources (other than major capital projects) and related expenditures which are restricted for specific purposes by administrative action or law.

Parks and Recreation (2081) - This fund is used to account for monies received from Federal, State, and local grants, County appropriations, and property taxes levied to provide parks and recreation services to County residents.

Friend of the Court (2160) - This fund accounts for the operations of the Friend of the Court including the Cooperative Reimbursement Grant, the Friend of the Court incentive payments established under Act 297 of 1982, Section 2530.

Other Governmental Grants (2180) - This fund was opened in 2012 and accounts for various grants, including judicial, public safety, and Community Action Agency grants.

Health Fund (2210) - This fund is used to account for monies received from Federal, State, and local grants and County appropriations. These monies are utilized in providing a variety of health related services to County residents.

Community Mental Health Millage (2221) – This fund was established to account for a 10 year special millage approved by the voters for the purpose of providing a fund to supplement (but not supplant) Michigan Medicaid funding, Michigan general fund dollars, and Ottawa County general fund dollars and to support additional programming and services for Ottawa County residents who are clients of the Ottawa County Community Mental Health Agency who receive programming and services therefrom pursuant to the terms of the Michigan Mental Health Code, Act 258 of the Public Acts of 1974, as amended.

Substance Use Disorder (2225) – This fund is used to account for monies to provide substance disorder health services within the County. Monies are provided by federal and state appropriations, contributions, and charges for services.

Landfill Tipping Fees (2272) - This fund was established to account for the County's share of the tipping fee surcharge of Ottawa County Farms and Autumn Hills landfills. The monies are to be used for implementation of the Solid Waste Management Plan.

Farmland Preservation (2340) - This fund accounts for cash purchases and/or installment purchases of development rights voluntarily offered by landowners. Once purchased, an agricultural conservation easement is placed on the property which restricts future development.

Homestead Property Tax (2550) - This fund was established as a result of the passage of Public Act 105 of 2003 which provides for the denial of homestead status by local governments, counties and/or State of Michigan. The County's share of interest on tax revenue collected under this statute is to be used solely for the administration of this program, and any unused funds remaining after a period of three years may be transferred to the county general fund (MCL 211.7cc, as amended).

Register of Deeds Technology (2560) - This fund was established under Public Act 698 of 2002 to account for newly authorized additional recording fees effective March 31, 2003. The revenue collected is to be spent on technology upgrades.

Office of Public Defender (2600) – This fund was established to undertake, perform and complete the services described in the approved compliance plan and in accordance with the Michigan Indigent Defense Act, created by Public Act 93 of 2013.

COUNTY OF OTTAWA

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

SPECIAL REVENUE FUNDS (continued)

Federal Forfeiture (2620) – This fund was established under Public Act 20 of 1943 to account for deposit of fees and expenses of costs for those local units participating in the Justice Department Equitable Sharing Program.

Sheriff Grants & Contracts (2630) - This fund accounts for various public safety grants and contracts for policing services with County municipalities.

Concealed Pistol Licensing (2631) - This fund was established under Public Act 3 of 2015 to account for the deposit of fees, and expense of costs, of administering the act.

Department of Health and Human Services (2901) - This fund accounts for County appropriations to assist with the welfare program which offers aid to disadvantaged individuals of Ottawa County.

Child Care Funds (2920) - This fund is used to account for foster childcare in the County, including the operating costs of the Ottawa County Detention Center, which is a facility that houses juveniles on a short-term basis and is funded by both the State and a County appropriation.

DEBT SERVICE FUND

Debt Service (3010) - These funds were established to account for the accumulation of resources for payment of principal and interest on bonds issued to finance building projects for the County of Ottawa. Financing is provided by cash rental payments pursuant to lease agreements with the County of Ottawa.

CAPITAL PROJECTS FUND

Capital Improvement (4020, 4080) - This fund was established to account for financial resources used for the acquisition or construction of capital facilities. These include land, improvements to land, building and building improvement, equipment, and infrastructure.

INTERNAL SERVICE FUNDS

Internal Service Funds are established to account for the financing of goods or services provided by one department to other departments of the governmental unit on a cost-reimbursement basis.

Innovation and Technology (6360) - This fund is used to account for revenues collected from user departments for service charges to cover the costs incurred in the operation of the department including computer processing time and programming time.

Duplicating (6450) - This fund is used to account for revenues received from user departments and expenses incurred in providing copier services.

Telecommunications (6550) - This fund is used to account for revenues received from user departments and expenses incurred in providing telephone service.

Equipment Pool (6641) - This fund is used to account for revenues collected from user departments for the equipment rental charges to cover the costs incurred to administer the equipment pool fund and depreciation of the equipment.

COUNTY OF OTTAWA

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

INTERNAL SERVICE FUNDS (continued)

Protected Self-Funded Insurance Programs (6770) - This fund is used to account for the administrative costs associated with managing the self-insured portion of the vehicle protection program, the workers' compensation program, the liability protection program and the property and fire protection program.

Employee Benefits (6771) - This fund is used to account for revenues collected from user departments for the payment of costs incurred to administer the employee insurance programs, third party administrative expenses and actual premiums paid.

Protected Self-Funded Unemployment (6772) - This fund is used to account for revenues collected from user departments for the payment of costs incurred to administer the self-funded unemployment insurance program, third party administrative expenses and actual unemployment claims paid.

Long-Term Disability Insurance (6775) - This fund is used to account for revenues collected from user departments for the payment of costs incurred to administer the long-term disability insurance program and insurance premiums paid.

Ottawa County, Michigan Insurance Authority (6780) - This fund is used to account for insurance coverage and risk management related services to participating public entities pursuant to State of Michigan Act No. 36 of the Public Acts of 1988.

Retirement Benefits (6810) – this fund was established by the County Board to set aside funds needed for startup costs associated with moving new hires to a defined contribution retirement system.

Compensated Absences (6800) – This fund is used to account for the future payments of accumulated sick pay of County employees under the sick days/short and long-term disability plan. This fund is also used to accrue vacation pay.

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Custodial Funds

Trust and Agency (7010) - This fund was established to account for monies received by the County for later distribution to other agencies or persons. Primarily the fund accounts for revenue received and later remitted to the State of Michigan.

Juvenile Court (7015) – This fund was established to account for monies received by the Juvenile Court for later distribution to other agencies or persons.

Library Penal Fine (7210) - This fund was established under Act 236, Section 4351 to account for monies received from District Court fines which are allocated annually for operations of libraries in the County.

Inland Lake Improvement (8725) - The Water Resource Commissioner serves as the treasurer for various inland lake boards that do not meet the requirements of a component unit, so the financial activity is recorded in this fund.

COUNTY OF OTTAWA

**CELL TOWERS (1060)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Investment earnings (loss)	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Rental income	180,596	180,596	184,032	3,436	-
Other	-	-	-	-	-
Total revenues	<u>180,596</u>	<u>180,596</u>	<u>184,032</u>	<u>3,436</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	12,650	25,780	22,897	2,883	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>12,650</u>	<u>25,780</u>	<u>22,897</u>	<u>2,883</u>	<u>-</u>
Revenues over (under) expenditures	<u>167,946</u>	<u>154,816</u>	<u>161,135</u>	<u>6,319</u>	<u>-</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	428,310	428,310	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>428,310</u>	<u>428,310</u>	<u>-</u>	<u>-</u>
Net change in fund balance	167,946	583,126	589,445	6,319	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 167,946</u>	<u>\$ 583,126</u>	<u>\$ 589,445</u>	<u>\$ 6,319</u>	<u>\$ -</u>

COUNTY OF OTTAWA
BOARD INITIATIVES (1070)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Investment earnings (loss)	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	5,760,653	125,910	5,634,743	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>5,760,653</u>	<u>125,910</u>	<u>5,634,743</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>(5,760,653)</u>	<u>(125,910)</u>	<u>5,634,743</u>	<u>-</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	7,650,482	7,650,482	-	-
Transfers to other funds	-	(392,340)	(392,340)	-	-
Total other financing sources (uses)	<u>-</u>	<u>7,258,142</u>	<u>7,258,142</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	1,497,489	7,132,232	5,634,743	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 1,497,489</u>	<u>\$ 7,132,232</u>	<u>\$ 5,634,743</u>	<u>\$ -</u>

COUNTY OF OTTAWA

SOLID WASTE CLEAN-UP (2271) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Investment earnings (loss)	\$ 37,315	37,315	\$ 11,539	\$ (25,776)	\$ 22,718
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>37,315</u>	<u>37,315</u>	<u>11,539</u>	<u>(25,776)</u>	<u>22,718</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>37,315</u>	<u>37,315</u>	<u>11,539</u>	<u>(25,776)</u>	<u>22,718</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	1,050,000	1,050,000	-	-
Transfers to other funds	-	-	-	-	(1,050,000)
Total other financing sources (uses)	<u>-</u>	<u>1,050,000</u>	<u>1,050,000</u>	<u>-</u>	<u>(1,050,000)</u>
Net change in fund balance	37,315	1,087,315	1,061,539	(25,776)	(1,027,282)
Fund balance, beginning of year	<u>1,609,816</u>	<u>1,609,816</u>	<u>1,609,816</u>	<u>-</u>	<u>2,637,098</u>
Fund balance, end of year	<u>\$ 1,647,131</u>	<u>\$ 2,697,131</u>	<u>\$ 2,671,355</u>	<u>\$ (25,776)</u>	<u>\$ 1,609,816</u>

COUNTY OF OTTAWA

INFRASTRUCTURE (2444)

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

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Investment earnings (loss)	\$ 8,892	\$ 8,892	\$ 3,786	\$ (5,106)	\$ 5,490
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>8,892</u>	<u>8,892</u>	<u>3,786</u>	<u>(5,106)</u>	<u>5,490</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>8,892</u>	<u>8,892</u>	<u>3,786</u>	<u>(5,106)</u>	<u>5,490</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	500,000	500,000	-	-
Transfers to other funds	(125,000)	(125,000)	(125,000)	-	(125,000)
Total other financing sources (uses)	<u>(125,000)</u>	<u>375,000</u>	<u>375,000</u>	<u>-</u>	<u>(125,000)</u>
Net change in fund balance	(116,108)	383,892	378,786	(5,106)	(119,510)
Fund balance, beginning of year	<u>514,156</u>	<u>514,156</u>	<u>514,156</u>	<u>-</u>	<u>633,666</u>
Fund balance, end of year	<u>\$ 398,048</u>	<u>\$ 898,048</u>	<u>\$ 892,942</u>	<u>\$ (5,106)</u>	<u>\$ 514,156</u>

COUNTY OF OTTAWA

**STABILIZATION (2570)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	-	-	-	-	-
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	-	-	-	-
Revenues over (under) expenditures	-	-	-	-	-
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>9,255,217</u>	<u>9,255,217</u>	<u>9,255,217</u>	<u>-</u>	<u>9,255,217</u>
Fund balance, end of year	<u>\$ 9,255,217</u>	<u>\$ 9,255,217</u>	<u>\$ 9,255,217</u>	<u>\$ -</u>	<u>\$ 9,255,217</u>

COUNTY OF OTTAWA

DBDC (2970)

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ 4,158,620	\$ 4,158,620	\$ 4,027,184	\$ (131,436)	\$ 3,840,216
Intergovernmental revenues	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>4,158,620</u>	<u>4,158,620</u>	<u>4,027,184</u>	<u>(131,436)</u>	<u>3,840,216</u>
Expenditures					
Current operations					
Personnel services	1,462,133	1,462,133	1,200,000	262,133	3,870,000
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,462,133</u>	<u>1,462,133</u>	<u>1,200,000</u>	<u>262,133</u>	<u>3,870,000</u>
Revenues over (under) expenditures	<u>2,696,487</u>	<u>2,696,487</u>	<u>2,827,184</u>	<u>130,697</u>	<u>(29,784)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	<u>(3,889,729)</u>	<u>(3,889,729)</u>	<u>(3,889,729)</u>	<u>-</u>	<u>(2,417,564)</u>
Total other financing sources (uses)	<u>(3,889,729)</u>	<u>(3,889,729)</u>	<u>(3,889,729)</u>	<u>-</u>	<u>(2,417,564)</u>
Net change in fund balance	(1,193,242)	(1,193,242)	(1,062,545)	130,697	(2,447,348)
Fund balance, beginning of year	<u>1,536,233</u>	<u>1,536,233</u>	<u>1,536,233</u>	<u>-</u>	<u>3,983,581</u>
Fund balance, end of year	<u>\$ 342,991</u>	<u>\$ 342,991</u>	<u>\$ 473,688</u>	<u>\$ 130,697</u>	<u>\$ 1,536,233</u>

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**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

SEPTEMBER 30, 2022

	Special Revenue				
	Parks and Recreation (2081)	Friend of the Court (2160)	Other Governmental Grants (2180)	Health (2210)	Community Mental Health Millage (2221)
Assets					
Cash and pooled investments	\$ 3,011,307	\$ 250	\$ -	\$ 5,064,496	\$ 3,845,401
Receivables (net of allowance for estimated uncollectibles)					
Taxes	4,818	-	-	-	-
Accounts	-	-	-	233,792	3,816
Due from other funds	-	-	-	-	-
Due from other governmental units	-	553,873	996,583	344,135	95,205
Inventory of supplies	9,681	-	16,007	206,919	-
Prepaid expenditures	-	-	5,538	18,550	38,967
Total assets	<u>3,025,806</u>	<u>554,123</u>	<u>1,018,128</u>	<u>5,867,892</u>	<u>3,983,389</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	144,884	122,784	252,900	500,789	197,683
Due to other governmental units	-	-	2,397	1,760,098	-
Interfund payable	-	431,339	517,060	-	-
Unearned revenue	104,440	-	11,928	-	3,816
Total liabilities	<u>249,324</u>	<u>554,123</u>	<u>784,285</u>	<u>2,260,887</u>	<u>201,499</u>
Deferred inflows of resources					
Aggregate deferred inflows	7,005	-	-	205,406	-
Fund balances					
Nonspendable	9,681	-	21,545	225,469	38,967
Restricted	2,759,796	-	212,298	602,052	3,742,923
Committed	-	-	-	2,574,078	-
Assigned	-	-	-	-	-
Total fund balances	<u>2,769,477</u>	<u>-</u>	<u>233,843</u>	<u>3,401,599</u>	<u>3,781,890</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,025,806</u>	<u>\$ 554,123</u>	<u>\$ 1,018,128</u>	<u>\$ 5,867,892</u>	<u>\$ 3,983,389</u>

(Continued)

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

SEPTEMBER 30, 2022

	Special Revenue				
	Substance Use Disorder (2225)	Landfill Tipping Fees (2272)	Farmland Preservation (2340)	Homestead Property Tax (2550)	Register of Deeds Technology (2560)
Assets					
Cash and pooled investments	\$ 1,433,495	\$ 639,995	\$ 261,133	\$ 55,063	\$ 1,103,836
Receivables (net of allowance for estimated uncollectibles)					
Taxes	-	-	-	-	-
Accounts	2,168	56,569	5,375	-	-
Due from other funds	-	-	-	-	-
Due from other governmental units	2,706,545	-	-	-	-
Inventory of supplies	-	-	-	-	-
Prepaid expenditures	-	-	-	-	-
Total assets	<u>4,142,208</u>	<u>696,564</u>	<u>266,508</u>	<u>55,063</u>	<u>1,103,836</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	468,962	96,745	-	-	719
Due to other governmental units	3,424,874	-	-	-	-
Interfund payable	-	-	-	-	-
Unearned revenue	-	-	168,750	-	-
Total liabilities	<u>3,893,836</u>	<u>96,745</u>	<u>168,750</u>	<u>-</u>	<u>719</u>
Deferred inflows of resources					
Aggregate deferred inflows	-	-	677	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	248,372	-	-	55,063	1,103,117
Committed	-	599,819	97,081	-	-
Assigned	-	-	-	-	-
Total fund balances	<u>248,372</u>	<u>599,819</u>	<u>97,081</u>	<u>55,063</u>	<u>1,103,117</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,142,208</u>	<u>\$ 696,564</u>	<u>\$ 266,508</u>	<u>\$ 55,063</u>	<u>\$ 1,103,836</u>

(Continued)

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

SEPTEMBER 30, 2022

	Special Revenue				
	Public Defender (2600)	Federal Forfeiture (2620)	Sheriff Grants & Contracts (2630)	Concealed Pistol Licensing (2631)	Department of Health and Human Services (2901)
Assets					
Cash and pooled investments	\$ 337,522	\$ 9,634	\$ -	\$ 415,998	\$ 4,167
Receivables (net of allowance for estimated uncollectibles)					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governmental units	-	-	736,842	-	-
Inventory of supplies	-	-	-	-	-
Prepaid expenditures	-	-	-	-	-
Total assets	<u>337,522</u>	<u>9,634</u>	<u>736,842</u>	<u>415,998</u>	<u>4,167</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	139,913	-	228,835	1,488	4,167
Due to other governmental units	197,609	-	-	-	-
Interfund payable	-	-	357,103	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>337,522</u>	<u>-</u>	<u>585,938</u>	<u>1,488</u>	<u>4,167</u>
Deferred inflows of resources					
Aggregate deferred inflows	-	-	-	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	9,634	-	414,510	-
Committed	-	-	150,904	-	-
Assigned	-	-	-	-	-
Total fund balances	<u>-</u>	<u>9,634</u>	<u>150,904</u>	<u>414,510</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 337,522</u>	<u>\$ 9,634</u>	<u>\$ 736,842</u>	<u>\$ 415,998</u>	<u>\$ 4,167</u>

(Continued)

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

SEPTEMBER 30, 2021

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Improvement</u>	<u>Total Nonmajor Governmental Funds</u>	
	<u>Child Care (2920)</u>	<u>Debt Service (3010)</u>	<u>Capital Improvement (4020) & (4080)</u>	<u>2022</u>	<u>2021</u>
Assets					
Cash and pooled investments	\$ -	\$ -	\$ 8,869,922	\$ 25,052,219	\$ 15,684,626
Receivables (net of allowance for estimated uncollectibles)					
Taxes	-	-	-	4,818	3,320
Accounts	371,656	-	-	673,376	441,771
Due from other funds	-	-	47,019	47,019	43,433
Due from other governmental units	1,484,730	-	-	6,917,913	5,008,204
Inventory of supplies	-	-	-	232,607	254,647
Prepaid expenditures	-	-	-	63,055	136,362
Total assets	<u>1,856,386</u>	<u>-</u>	<u>8,916,941</u>	<u>32,991,007</u>	<u>21,572,363</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	192,443	-	606,851	2,959,163	2,659,152
Due to other governmental units	-	-	-	5,384,978	429,480
Interfund payable	506,179	-	47,749	1,859,430	1,564,898
Unearned revenue	-	-	-	288,934	90,181
Total liabilities	<u>698,622</u>	<u>-</u>	<u>654,600</u>	<u>10,492,505</u>	<u>4,743,711</u>
Deferred inflows of resources					
Aggregate deferred inflows	<u>371,656</u>	<u>-</u>	<u>-</u>	<u>584,744</u>	<u>329,952</u>
Fund balances					
Nonspendable	-	-	-	295,662	391,009
Restricted	-	-	-	9,147,765	6,863,823
Committed	786,108	-	8,262,341	12,470,331	4,160,865
Assigned	-	-	-	-	5,083,003
Total fund balances	<u>786,108</u>	<u>-</u>	<u>8,262,341</u>	<u>21,913,758</u>	<u>16,498,700</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,856,386</u>	<u>\$ -</u>	<u>\$ 8,916,941</u>	<u>\$ 32,991,007</u>	<u>\$ 21,572,363</u>

(Concluded)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue				
	Parks and Recreation (2081)	Friend of the Court (2160)	Other Governmental Grants (2180)	Health (2210)	Community Mental Health Millage (2221)
Revenues					
Taxes	\$ 4,047,127	\$ -	\$ -	\$ -	\$ 3,654,244
Intergovernmental revenues	319,461	3,462,613	3,505,081	7,084,255	3,015,642
Charges for services	884,568	294,955	57,904	654,471	-
Investment earnings	30,145	-	-	-	25,867
Licenses and permits	-	-	-	1,058,251	-
Rental income	5,800	-	-	-	-
Other	532,944	-	250,989	380,771	636
Total revenues	<u>5,820,045</u>	<u>3,757,568</u>	<u>3,813,974</u>	<u>9,177,748</u>	<u>6,696,389</u>
Expenditures					
Current operations					
Judicial	-	5,183,431	951,956	-	-
General government	-	-	-	-	-
Public safety	-	-	255,175	-	-
Public works	-	-	184,465	-	-
Health and welfare	-	-	2,406,986	15,647,801	6,292,236
Culture and recreation	4,492,110	-	-	-	-
Community and economic development	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	133,238	-	44,890	6,030	-
Total expenditures	<u>4,625,348</u>	<u>5,183,431</u>	<u>3,843,472</u>	<u>15,653,831</u>	<u>6,292,236</u>
Revenues over (under) expenditures	<u>1,194,697</u>	<u>(1,425,863)</u>	<u>(29,498)</u>	<u>(6,476,083)</u>	<u>404,153</u>
Other financing sources (uses)					
Transfers from other funds	414,803	1,423,868	34,623	6,156,663	-
Transfers to other funds	(1,980,316)	-	-	-	(338,209)
Total other financing sources (uses)	<u>(1,565,513)</u>	<u>1,423,868</u>	<u>34,623</u>	<u>6,156,663</u>	<u>(338,209)</u>
Net changes in fund balances	(370,816)	(1,995)	5,125	(319,420)	65,944
Fund balances, beginning of year	<u>3,140,293</u>	<u>1,995</u>	<u>228,718</u>	<u>3,721,019</u>	<u>3,715,946</u>
Fund balances, end of year	<u>\$ 2,769,477</u>	<u>\$ -</u>	<u>\$ 233,843</u>	<u>\$ 3,401,599</u>	<u>\$ 3,781,890</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue				
	Substance Use Disorder (2225)	Landfill Tipping Fees (2272)	Farmland Preservation (2340)	Homestead Property Tax (2550)	Register of Deeds Technology (2560)
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ 8,607	\$ -
Intergovernmental revenues	3,828,361	25,066	-	-	-
Charges for services	-	550,992	-	-	245,005
Investment earnings	7,687	-	-	314	6,935
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	87,781	-	-
Total revenues	<u>3,836,048</u>	<u>576,058</u>	<u>87,781</u>	<u>8,921</u>	<u>251,940</u>
Expenditures					
Current operations					
Judicial	-	-	-	-	-
General government	-	-	-	1,632	209,894
Public safety	-	-	-	-	-
Public works	-	942,975	-	-	-
Health and welfare	3,900,874	-	-	-	-
Culture and recreation	-	-	-	-	-
Community and economic development	-	-	4,089	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	35,572
Total expenditures	<u>3,900,874</u>	<u>942,975</u>	<u>4,089</u>	<u>1,632</u>	<u>245,466</u>
Revenues over (under) expenditures	<u>(64,826)</u>	<u>(366,917)</u>	<u>83,692</u>	<u>7,289</u>	<u>6,474</u>
Other financing sources (uses)					
Transfers from other funds	88,209	1,902	-	-	153
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>88,209</u>	<u>1,902</u>	<u>-</u>	<u>-</u>	<u>153</u>
Net changes in fund balances	23,383	(365,015)	83,692	7,289	6,627
Fund balances, beginning of year	<u>224,989</u>	<u>964,834</u>	<u>13,389</u>	<u>47,774</u>	<u>1,096,490</u>
Fund balances, end of year	<u>\$ 248,372</u>	<u>\$ 599,819</u>	<u>\$ 97,081</u>	<u>\$ 55,063</u>	<u>\$ 1,103,117</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue				
	Public Defender (2600)	Federal Forfeiture (2620)	Sheriff Grants & Contracts (2630)	Concealed Pistol Licensing (2631)	Department of Health and Human Services (2901)
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	2,717,649	-	8,968,504	75,960	-
Charges for services	-	-	-	21,010	-
Investment earnings	-	-	(840)	-	-
Licenses and permits	-	-	-	47,710	-
Rental income	-	-	-	-	-
Other	-	-	2,200	-	-
Total revenues	<u>2,717,649</u>	<u>-</u>	<u>8,969,864</u>	<u>144,680</u>	<u>-</u>
Expenditures					
Current operations					
Judicial	-	-	-	-	-
General government	3,651,813	-	-	75,971	-
Public safety	-	-	9,800,682	-	-
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	59,591
Culture and recreation	-	-	-	-	-
Community and economic development	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	6,980	-	-
Total expenditures	<u>3,651,813</u>	<u>-</u>	<u>9,807,662</u>	<u>75,971</u>	<u>59,591</u>
Revenues over (under) expenditures	<u>(934,164)</u>	<u>-</u>	<u>(837,798)</u>	<u>68,709</u>	<u>(59,591)</u>
Other financing sources (uses)					
Transfers from other funds	934,164	-	723,367	-	57,957
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>934,164</u>	<u>-</u>	<u>723,367</u>	<u>-</u>	<u>57,957</u>
Net changes in fund balances	-	-	(114,431)	68,709	(1,634)
Fund balances, beginning of year	<u>-</u>	<u>9,634</u>	<u>265,335</u>	<u>345,801</u>	<u>1,634</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 9,634</u>	<u>\$ 150,904</u>	<u>\$ 414,510</u>	<u>\$ -</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Debt Service</u>		<u>Capital Improvement</u>		<u>Total Nonmajor Governmental Funds</u>	
	<u>Child Care (2920)</u>	<u>Debt Service (3010)</u>	<u>Capital Improvement (4020) & (4080)</u>	<u>2022</u>	<u>2021</u>	
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ 7,709,978	\$ 7,509,076	
Intergovernmental revenues	3,871,845	87,198	95,000	37,056,635	36,017,570	
Charges for services	-	-	-	2,708,905	2,784,299	
Investment earnings	-	-	33,282	103,390	103,693	
Licenses and permits	-	-	-	1,105,961	1,058,889	
Rental income	-	-	-	5,800	424,741	
Other	509,183	-	352,572	2,117,076	2,569,105	
Total revenues	<u>4,381,028</u>	<u>87,198</u>	<u>480,854</u>	<u>50,807,745</u>	<u>50,467,373</u>	
Expenditures						
Current operations						
Judicial	-	-	-	6,135,387	5,815,542	
General government	-	-	-	3,939,310	3,499,930	
Public safety	-	-	-	10,055,857	9,289,873	
Public works	-	-	-	1,127,440	1,117,685	
Health and welfare	6,725,925	-	76,929	35,110,342	32,101,037	
Culture and recreation	-	-	-	4,492,110	4,294,574	
Community and economic development	-	-	-	4,089	9,818	
Debt service	-	5,062,369	-	5,062,369	4,706,728	
Capital outlay	-	-	4,826,699	5,053,409	8,179,291	
Total expenditures	<u>6,725,925</u>	<u>5,062,369</u>	<u>4,903,628</u>	<u>70,980,313</u>	<u>69,014,478</u>	
Revenues over (under) expenditures	<u>(2,344,897)</u>	<u>(4,975,171)</u>	<u>(4,422,774)</u>	<u>(20,172,568)</u>	<u>(18,547,105)</u>	
Other financing sources (uses)						
Transfers from other funds	1,744,896	4,975,171	7,810,370	24,366,146	23,861,465	
Transfers to other funds	-	-	-	(2,318,525)	(754,865)	
Total other financing sources (uses)	<u>1,744,896</u>	<u>4,975,171</u>	<u>7,810,370</u>	<u>22,047,621</u>	<u>23,106,600</u>	
Net changes in fund balances	(600,001)	-	3,387,596	1,875,053	4,559,495	
Fund balances, beginning of year	<u>1,386,109</u>	<u>-</u>	<u>4,874,745</u>	<u>20,038,705</u>	<u>16,599,811</u>	
Fund balances, end of year	<u>\$ 786,108</u>	<u>\$ -</u>	<u>\$ 8,262,341</u>	<u>\$ 21,913,758</u>	<u>\$ 21,159,306</u>	

(Concluded)

COUNTY OF OTTAWA

PARKS AND RECREATION (2081) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ 4,113,220	\$ 4,113,220	\$ 4,047,127	\$ (66,093)	\$ 3,943,997
Intergovernmental revenues	200,000	200,000	319,461	119,461	1,012,831
Charges for services	724,345	724,345	884,568	160,223	903,151
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	32,464	32,464	30,145	(2,319)	32,664
Licenses and permits	-	-	-	-	-
Rental income	-	-	5,800	5,800	-
Other	159,520	175,129	532,944	357,815	759,852
Total revenues	<u>5,229,549</u>	<u>5,245,158</u>	<u>5,820,045</u>	<u>574,887</u>	<u>6,652,495</u>
Expenditures					
Current operations					
Personnel services	3,030,327	3,139,940	2,968,942	170,998	2,694,246
Supplies	398,786	404,745	353,660	51,085	314,956
Other services and charges	1,393,572	1,397,609	1,169,508	228,101	1,285,372
Debt service	-	-	-	-	-
Capital outlay	-	72,980	133,238	(60,258)	1,801,598
Total expenditures	<u>4,822,685</u>	<u>5,015,274</u>	<u>4,625,348</u>	<u>389,926</u>	<u>6,096,172</u>
Revenues over (under) expenditures	<u>406,864</u>	<u>229,884</u>	<u>1,194,697</u>	<u>964,813</u>	<u>556,323</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Transfers from other funds	355,065	415,695	414,803	(892)	353,174
Transfers to other funds	(906,170)	(1,980,316)	(1,980,316)	-	(47,765)
Total other financing sources (uses)	<u>(551,105)</u>	<u>(1,564,621)</u>	<u>(1,565,513)</u>	<u>(892)</u>	<u>305,409</u>
Net change in fund balance	(144,241)	(1,334,736)	(370,816)	963,921	861,732
Fund balance, beginning of year	<u>3,140,293</u>	<u>3,140,293</u>	<u>3,140,293</u>	<u>-</u>	<u>2,278,561</u>
Fund balance, end of year	<u>\$ 2,996,052</u>	<u>\$ 1,805,557</u>	<u>\$ 2,769,477</u>	<u>\$ 963,921</u>	<u>\$ 3,140,293</u>

COUNTY OF OTTAWA

FRIEND OF THE COURT (2160) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	3,666,960	3,733,532	3,462,613	(270,919)	3,413,838
Charges for services	<u>313,100</u>	<u>313,100</u>	<u>294,955</u>	<u>(18,145)</u>	<u>325,785</u>
Total revenues	<u>3,980,060</u>	<u>4,046,632</u>	<u>3,757,568</u>	<u>(289,064)</u>	<u>3,739,623</u>
Expenditures					
Current operations					
Personnel services	4,474,875	4,652,495	4,379,193	273,302	4,165,439
Supplies	101,052	101,052	68,354	32,698	96,887
Other services and charges	<u>791,499</u>	<u>791,499</u>	<u>735,884</u>	<u>55,615</u>	<u>808,746</u>
Total expenditures	<u>5,367,426</u>	<u>5,545,046</u>	<u>5,183,431</u>	<u>361,615</u>	<u>5,071,072</u>
Revenues over (under) expenditures	<u>(1,387,366)</u>	<u>(1,498,414)</u>	<u>(1,425,863)</u>	<u>72,551</u>	<u>(1,331,449)</u>
Other financing sources (uses)					
Transfers from other funds	<u>1,387,366</u>	<u>1,498,414</u>	<u>1,423,868</u>	<u>(74,546)</u>	<u>1,333,444</u>
Total other financing sources (uses)	<u>1,387,366</u>	<u>1,498,414</u>	<u>1,423,868</u>	<u>(74,546)</u>	<u>1,333,444</u>
Net change in fund balance	-	-	(1,995)	(1,995)	1,995
Fund balance, beginning of year	<u>1,995</u>	<u>1,995</u>	<u>1,995</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,995</u>	<u>\$ 1,995</u>	<u>\$ -</u>	<u>\$ (1,995)</u>	<u>\$ 1,995</u>

COUNTY OF OTTAWA

OTHER GOVERNMENTAL GRANTS (2180) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 4,245,026	\$ 5,914,942	\$ 3,505,081	\$(2,409,861)	\$ 4,990,508
Charges for services	144,600	85,450	57,904	(27,546)	89,988
Other	79,744	253,516	250,989	(2,527)	83,178
Total revenues	4,469,370	6,253,908	3,813,974	(2,439,934)	5,163,674
Expenditures					
Current operations					
Judicial					
Personnel services	433,869	589,450	538,065	51,385	383,396
Supplies	60,747	374,785	39,627	335,158	34,227
Other services and charges	583,274	776,762	374,264	402,498	326,847
Public safety					
Personnel services	220,003	155,563	146,967	8,596	154,649
Supplies	14,093	30,913	6,924	23,989	70,264
Other services and charges	2,250	87,213	101,284	(14,071)	31,293
Public works					
Other services and charges	184,465	184,465	184,465	-	214,996
Health					
Personnel services	631,968	646,125	560,137	85,988	546,175
Supplies	275,883	1,004,166	261,878	742,288	695,591
Other services and charges	2,057,439	2,446,386	1,584,971	861,415	2,551,993
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	40,000	48,776	44,890	3,886	-
Total expenditures	4,503,991	6,344,604	3,843,472	2,501,132	5,009,431
Revenues over (under) expenditures	(34,621)	(90,696)	(29,498)	61,198	154,243
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	34,621	34,621	34,623	2	2,350
Total other financing sources (uses)	34,621	34,621	34,623	2	2,350
Net change in fund balance	-	(56,075)	5,125	61,200	156,593
Fund balance, beginning of year	228,718	228,718	228,718	-	72,125
Fund balance, end of year	\$ 228,718	\$ 172,643	\$ 233,843	\$ 61,200	\$ 228,718

COUNTY OF OTTAWA

HEALTH (2210)

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 5,102,300	\$ 9,531,103	\$ 7,084,255	\$ (2,446,848)	\$ 7,127,943
Charges for services	767,270	767,270	654,471	(112,799)	577,375
Licenses and permits	958,385	958,385	1,058,251	99,866	977,519
Other	305,848	377,314	380,771	3,457	223,183
Total revenues	<u>7,133,803</u>	<u>11,634,072</u>	<u>9,177,748</u>	<u>(2,456,324)</u>	<u>8,906,020</u>
Expenditures					
Current operations					
Personnel services	10,394,381	12,876,555	11,040,287	1,836,268	9,779,221
Supplies	975,803	1,322,967	960,126	362,841	1,023,901
Other services and charges	2,825,950	4,532,288	3,647,388	884,900	2,587,715
Capital outlay	-	21,000	6,030	14,970	6,566
Total expenditures	<u>14,196,134</u>	<u>18,752,810</u>	<u>15,653,831</u>	<u>3,098,979</u>	<u>13,397,403</u>
Revenues over (under) expenditures	<u>(7,062,331)</u>	<u>(7,118,738)</u>	<u>(6,476,083)</u>	<u>(642,655)</u>	<u>(4,491,383)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	6,294,093	6,211,017	6,156,663	(54,354)	5,201,159
Total other financing sources (uses)	<u>6,294,093</u>	<u>6,211,017</u>	<u>6,156,663</u>	<u>(54,354)</u>	<u>5,201,159</u>
Net change in fund balance	(768,238)	(907,721)	(319,420)	(697,009)	709,776
Fund balance, beginning of year	<u>3,721,019</u>	<u>3,721,019</u>	<u>3,721,019</u>	<u>-</u>	<u>3,011,243</u>
Fund balance, end of year	<u>\$ 2,952,781</u>	<u>\$ 2,813,298</u>	<u>\$ 3,401,599</u>	<u>\$ (697,009)</u>	<u>\$ 3,721,019</u>

COUNTY OF OTTAWA

COMMUNITY MENTAL HEALTH MILLAGE (2221) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ 3,979,632	\$ 3,979,632	\$ 3,654,244	\$ (325,388)	\$ 3,560,989
Intergovernmental revenues	3,367,826	4,009,627	3,015,642	(993,985)	1,231,975
Investment earnings (loss)	37,654	37,654	25,867	(11,787)	28,698
Other	-	-	636	636	-
Total revenues	<u>7,385,112</u>	<u>8,026,913</u>	<u>6,696,389</u>	<u>(1,330,524)</u>	<u>4,821,662</u>
Expenditures					
Current operations					
Personnel services	1,364,386	2,656,729	2,211,005	445,724	1,098,380
Supplies	10,958	85,504	67,731	17,773	63,530
Other services and charges	<u>5,774,744</u>	<u>5,841,857</u>	<u>4,013,500</u>	<u>1,828,357</u>	<u>3,413,042</u>
Total expenditures	<u>7,150,088</u>	<u>8,584,090</u>	<u>6,292,236</u>	<u>2,291,854</u>	<u>4,574,952</u>
Revenues over (under) expenditures	<u>235,024</u>	<u>(557,177)</u>	<u>404,153</u>	<u>961,330</u>	<u>246,710</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	968,283
Transfers to other funds	<u>(638,209)</u>	<u>(638,209)</u>	<u>(338,209)</u>	<u>(300,000)</u>	<u>(329,921)</u>
Total other financing sources (uses)	<u>(638,209)</u>	<u>(638,209)</u>	<u>(338,209)</u>	<u>(300,000)</u>	<u>638,362</u>
Net change in fund balance	(403,185)	(1,195,386)	65,944	661,330	885,072
Fund balance, beginning of year	<u>3,715,946</u>	<u>3,715,946</u>	<u>3,715,946</u>	<u>-</u>	<u>2,830,874</u>
Fund balance, end of year	<u>\$ 3,312,761</u>	<u>\$ 2,520,560</u>	<u>\$ 3,781,890</u>	<u>\$ 661,330</u>	<u>\$ 3,715,946</u>

COUNTY OF OTTAWA

SUBSTANCE USE DISORDER (2225) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 4,329,982	\$ 6,416,507	\$ 3,828,361	\$ (2,588,146)	\$ 3,176,194
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	7,551	7,551	7,687	136	10,172
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>4,337,533</u>	<u>6,424,058</u>	<u>3,836,048</u>	<u>(2,588,010)</u>	<u>3,186,366</u>
Expenditures					
Current operations					
Personnel services	561,472	798,695	692,244	106,451	451,883
Supplies	18,154	54,587	14,236	40,351	32,574
Other services and charges	3,846,116	5,658,984	3,194,394	2,464,590	2,657,952
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>4,425,742</u>	<u>6,512,267</u>	<u>3,900,874</u>	<u>2,611,393</u>	<u>3,142,409</u>
Revenues over (under) expenditures	<u>(88,209)</u>	<u>(88,209)</u>	<u>(64,826)</u>	<u>23,383</u>	<u>43,957</u>
Other financing sources (uses)					
Transfers from other funds	88,209	88,209	88,209	-	79,921
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>88,209</u>	<u>88,209</u>	<u>88,209</u>	<u>-</u>	<u>79,921</u>
Net change in fund balance	-	-	23,383	23,383	123,878
Fund balance, beginning of year	<u>224,989</u>	<u>224,989</u>	<u>224,989</u>	<u>-</u>	<u>101,111</u>
Fund balance, end of year	<u>\$ 224,989</u>	<u>\$ 224,989</u>	<u>\$ 248,372</u>	<u>\$ 23,383</u>	<u>\$ 224,989</u>

COUNTY OF OTTAWA

LANDFILL TIPPING FEES (2272) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 36,000	\$ 54,000	\$ 25,066	\$ (28,934)	\$ 36,049
Charges for services	535,100	535,100	550,992	15,892	539,673
Investment earnings	-	-	-	-	-
Total revenues	<u>571,100</u>	<u>589,100</u>	<u>576,058</u>	<u>(13,042)</u>	<u>575,722</u>
Expenditures					
Current operations					
Personnel services	367,993	367,993	340,138	27,855	334,528
Supplies	22,826	22,826	17,943	4,883	19,695
Other services and charges	658,646	676,646	584,894	91,752	548,466
Total expenditures	<u>1,049,465</u>	<u>1,067,465</u>	<u>942,975</u>	<u>124,490</u>	<u>902,689</u>
Revenues over (under) expenditures	<u>(478,365)</u>	<u>(478,365)</u>	<u>(366,917)</u>	<u>111,448</u>	<u>(326,967)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	1,902	1,902	1,902	-	119
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>1,902</u>	<u>1,902</u>	<u>1,902</u>	<u>-</u>	<u>119</u>
Net change in fund balance	(476,463)	(476,463)	(365,015)	111,448	(326,848)
Fund balance, beginning of year	<u>964,834</u>	<u>964,834</u>	<u>964,834</u>	<u>-</u>	<u>1,291,682</u>
Fund balance, end of year	<u>\$ 488,372</u>	<u>\$ 488,372</u>	<u>\$ 599,819</u>	<u>\$ 111,448</u>	<u>\$ 964,834</u>

COUNTY OF OTTAWA

FARMLAND PRESERVATION (2340) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 163,800	\$ 163,800	\$ -	\$ (163,800)	\$ 599,186
Other	<u>165,084</u>	<u>165,084</u>	<u>87,781</u>	<u>(77,303)</u>	<u>326,203</u>
Total revenues	<u>328,884</u>	<u>328,884</u>	<u>87,781</u>	<u>(241,103)</u>	<u>925,389</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	4,293	4,293	2,960	1,333	1,580
Other services and charges	9,591	9,591	1,129	8,462	8,238
Capital outlay	<u>315,000</u>	<u>315,000</u>	<u>-</u>	<u>315,000</u>	<u>904,264</u>
Total expenditures	<u>328,884</u>	<u>328,884</u>	<u>4,089</u>	<u>324,795</u>	<u>914,082</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>83,692</u>	<u>83,692</u>	<u>11,307</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	83,692	83,692	11,307
Fund balance, beginning of year	<u>13,389</u>	<u>13,389</u>	<u>13,389</u>	<u>-</u>	<u>2,082</u>
Fund balance, end of year	<u>\$ 13,389</u>	<u>\$ 13,389</u>	<u>\$ 97,081</u>	<u>\$ 83,692</u>	<u>\$ 13,389</u>

COUNTY OF OTTAWA

HOMESTEAD PROPERTY TAX (2550) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ 5,000	\$ 5,000	\$ 8,607	\$ 3,607	\$ 4,090
Investment earnings	586	586	314	(272)	410
Other	-	-	-	-	-
Total revenues	<u>5,586</u>	<u>5,586</u>	<u>8,921</u>	<u>3,335</u>	<u>4,500</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	100	100	-	100	-
Other services and charges	1,637	1,637	1,632	5	1,580
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,737</u>	<u>1,737</u>	<u>1,632</u>	<u>105</u>	<u>1,580</u>
Revenues over (under) expenditures	<u>3,849</u>	<u>3,849</u>	<u>7,289</u>	<u>3,440</u>	<u>2,920</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	3,849	3,849	7,289	3,440	2,920
Fund balance, beginning of year	<u>47,774</u>	<u>47,774</u>	<u>47,774</u>	<u>-</u>	<u>44,854</u>
Fund balance, end of year	<u>\$ 51,623</u>	<u>\$ 51,623</u>	<u>\$ 55,063</u>	<u>\$ 3,440</u>	<u>\$ 47,774</u>

COUNTY OF OTTAWA

REGISTER OF DEEDS TECHNOLOGY (2560) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Charges for services	\$ 315,000	\$ 315,000	\$ 245,005	\$ (69,995)	\$ 330,742
Fines and forfeits	-	-	-	-	-
Investment earnings	11,892	11,892	6,935	(4,957)	9,078
Other	-	-	-	-	-
Total revenues	<u>326,892</u>	<u>326,892</u>	<u>251,940</u>	<u>(74,952)</u>	<u>339,820</u>
Expenditures					
Current operations					
Personnel services	29,793	31,302	31,596	(294)	28,304
Supplies	3,762	5,846	9,703	(3,858)	9,582
Other services and charges	192,510	192,510	168,595	23,915	163,363
Capital outlay	32,000	74,127	35,572	38,555	13,738
Total expenditures	<u>258,065</u>	<u>303,784</u>	<u>245,466</u>	<u>58,318</u>	<u>214,987</u>
Revenues over (under) expenditures	<u>68,827</u>	<u>23,108</u>	<u>6,474</u>	<u>(16,634)</u>	<u>124,833</u>
Other financing sources (uses)					
Transfers from other funds	153	153	153	-	411
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>153</u>	<u>153</u>	<u>153</u>	<u>-</u>	<u>411</u>
Net change in fund balance	68,980	23,261	6,627	(16,634)	125,244
Fund balance, beginning of year	<u>1,096,490</u>	<u>1,096,490</u>	<u>1,096,490</u>	<u>-</u>	<u>971,246</u>
Fund balance, end of year	<u>\$ 1,165,470</u>	<u>\$ 1,119,751</u>	<u>\$ 1,103,117</u>	<u>\$ (16,634)</u>	<u>\$ 1,096,490</u>

COUNTY OF OTTAWA

PUBLIC DEFENDER (2600)

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 2,915,257	\$ 2,915,257	\$ 2,717,649	\$ (197,608)	\$ 2,258,886
Charges for services	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>2,915,257</u>	<u>2,915,257</u>	<u>2,717,649</u>	<u>(197,608)</u>	<u>2,258,886</u>
Expenditures					
Current operations					
Personnel services	3,182,573	3,151,548	2,993,380	158,168	2,458,191
Supplies	61,046	69,626	44,492	25,134	36,764
Other services and charges	605,803	628,248	613,941	14,307	706,403
Capital outlay	-	-	-	-	-
Total expenditures	<u>3,849,422</u>	<u>3,849,422</u>	<u>3,651,813</u>	<u>197,609</u>	<u>3,201,358</u>
Revenues over (under) expenditures	<u>(934,165)</u>	<u>(934,165)</u>	<u>(934,164)</u>	<u>-</u>	<u>(942,472)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	934,164	934,164	934,164	-	942,472
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>934,164</u>	<u>934,164</u>	<u>934,164</u>	<u>-</u>	<u>942,472</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF OTTAWA

FEDERAL FORFEITURE (2620) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	4,000	4,000	-	4,000	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	8,750
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>	<u>8,750</u>
Revenues over (under) expenditures	<u>(4,000)</u>	<u>(4,000)</u>	<u>-</u>	<u>4,000</u>	<u>(8,750)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(4,000)	(4,000)	-	4,000	(8,750)
Fund balance, beginning of year	<u>9,634</u>	<u>9,634</u>	<u>9,634</u>	<u>-</u>	<u>18,384</u>
Fund balance, end of year	<u>\$ 5,634</u>	<u>\$ 5,634</u>	<u>\$ 9,634</u>	<u>\$ 4,000</u>	<u>\$ 9,634</u>

COUNTY OF OTTAWA

SHERIFF GRANTS & CONTRACTS (2630) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 9,387,541	\$ 9,396,929	\$ 8,968,504	\$ (428,425)	\$ 8,470,821
Investment earnings	-	-	(840)	(840)	-
Other	-	2,195	2,200	5	-
Total revenues	<u>9,387,541</u>	<u>9,399,124</u>	<u>8,969,864</u>	<u>(429,260)</u>	<u>8,470,821</u>
Expenditures					
Current operations					
Personnel services	8,713,269	8,762,495	8,474,660	287,835	7,951,311
Supplies	296,738	298,933	250,640	48,293	236,383
Other services and charges	1,024,168	1,160,475	1,075,382	85,093	845,973
Capital outlay	-	7,193	6,980	213	28,352
Total expenditures	<u>10,034,175</u>	<u>10,229,096</u>	<u>9,807,662</u>	<u>421,434</u>	<u>9,062,019</u>
Revenues over (under) expenditures	<u>(646,634)</u>	<u>(829,972)</u>	<u>(837,798)</u>	<u>(7,826)</u>	<u>(591,198)</u>
Other financing sources (uses)					
Transfers from other funds	591,870	723,367	723,367	-	560,056
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>591,870</u>	<u>723,367</u>	<u>723,367</u>	<u>-</u>	<u>560,056</u>
Net change in fund balance	(54,764)	(106,605)	(114,431)	(7,826)	(31,142)
Fund balance, beginning of year	<u>265,335</u>	<u>265,335</u>	<u>265,335</u>	<u>-</u>	<u>296,477</u>
Fund balance, end of year	<u>\$ 210,571</u>	<u>\$ 158,730</u>	<u>\$ 150,904</u>	<u>\$ (7,826)</u>	<u>\$ 265,335</u>

COUNTY OF OTTAWA

CONCEALED PISTOL LICENSING (2631) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 144,000	\$ 144,000	\$ 75,960	\$ (68,040)	\$ 111,348
Charges for services	54,000	54,000	21,010	(32,990)	17,585
Licenses and permits	100,000	100,000	47,710	(52,290)	81,370
Other	-	-	-	-	-
Total revenues	<u>298,000</u>	<u>298,000</u>	<u>144,680</u>	<u>(153,320)</u>	<u>210,303</u>
Expenditures					
Current operations					
Personnel services	70,756	74,603	57,015	17,588	65,883
Supplies	10,243	10,243	8,643	1,600	10,124
Other services and charges	10,522	10,522	10,313	209	19,736
Capital outlay	-	-	-	-	-
Total expenditures	<u>91,521</u>	<u>95,368</u>	<u>75,971</u>	<u>19,397</u>	<u>95,743</u>
Revenues over (under) expenditures	<u>206,479</u>	<u>202,632</u>	<u>68,709</u>	<u>(133,923)</u>	<u>114,560</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	206,479	202,632	68,709	(133,923)	114,560
Fund balance, beginning of year	<u>345,801</u>	<u>345,801</u>	<u>345,801</u>	<u>-</u>	<u>231,241</u>
Fund balance, end of year	<u>\$ 552,280</u>	<u>\$ 548,433</u>	<u>\$ 414,510</u>	<u>\$ (133,923)</u>	<u>\$ 345,801</u>

COUNTY OF OTTAWA

DEPARTMENT OF HEALTH AND HUMAN SERVICES (2901) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2021 Actual
	Original	Final			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	61,040	61,040	59,591	1,449	42,466
Capital outlay	-	-	-	-	-
Total expenditures	<u>61,040</u>	<u>61,040</u>	<u>59,591</u>	<u>1,449</u>	<u>42,466</u>
Revenues over (under) expenditures	<u>(61,040)</u>	<u>(61,040)</u>	<u>(59,591)</u>	<u>1,449</u>	<u>(42,466)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	61,040	61,040	57,957	(3,083)	44,100
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>61,040</u>	<u>61,040</u>	<u>57,957</u>	<u>(3,083)</u>	<u>44,100</u>
Net change in fund balance	-	-	(1,634)	(1,634)	1,634
Fund balance, beginning of year	<u>1,634</u>	<u>1,634</u>	<u>1,634</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,634</u>	<u>\$ 1,634</u>	<u>\$ -</u>	<u>\$ (1,634)</u>	<u>\$ 1,634</u>

COUNTY OF OTTAWA

CHILD CARE (2920) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 3,496,801	\$ 3,472,892	\$ 3,871,845	\$ 398,953	\$ 3,282,700
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	<u>1,355,100</u>	<u>1,355,100</u>	<u>509,183</u>	<u>(845,917)</u>	<u>1,075,347</u>
Total revenues	<u>4,851,901</u>	<u>4,827,992</u>	<u>4,381,028</u>	<u>(446,964)</u>	<u>4,358,047</u>
Expenditures					
Current operations					
Personnel services	5,443,279	5,379,461	4,882,205	497,256	4,857,310
Supplies	288,142	286,942	176,397	110,545	215,819
Other services and charges	2,348,642	2,365,842	1,667,323	698,519	2,083,065
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>8,080,063</u>	<u>8,032,245</u>	<u>6,725,925</u>	<u>1,306,320</u>	<u>7,156,194</u>
Revenues over (under) expenditures	<u>(3,228,162)</u>	<u>(3,204,253)</u>	<u>(2,344,897)</u>	<u>859,356</u>	<u>(2,798,147)</u>
Other financing sources (uses)					
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	2,628,162	2,604,253	1,744,896	(859,357)	2,896,448
Transfers to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>2,628,162</u>	<u>2,604,253</u>	<u>1,744,896</u>	<u>(859,357)</u>	<u>2,896,448</u>
Net change in fund balance	(600,000)	(600,000)	(600,001)	(1)	98,301
Fund balance, beginning of year	<u>1,386,109</u>	<u>1,386,109</u>	<u>1,386,109</u>	<u>-</u>	<u>1,287,808</u>
Fund balance, end of year	<u>\$ 786,109</u>	<u>\$ 786,109</u>	<u>\$ 786,108</u>	<u>\$ (1)</u>	<u>\$ 1,386,109</u>

COUNTY OF OTTAWA

**DEBT SERVICE FUNDS (3010)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 92,400	\$ 87,197	\$ 87,198	\$ 1	\$ 99,791
Charges for services	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>92,400</u>	<u>87,197</u>	<u>87,198</u>	<u>1</u>	<u>99,791</u>
Expenditures					
Current operations					
Debt service					
Principal retirement	4,045,000	4,045,000	4,045,000	-	3,570,000
Interest and fiscal charges	1,016,668	1,017,368	1,017,369	(1)	1,136,728
Capital outlay	-	-	-	-	-
Total expenditures	<u>5,061,668</u>	<u>5,062,368</u>	<u>5,062,369</u>	<u>(1)</u>	<u>4,706,728</u>
Revenues over (under) expenditures	<u>(4,969,268)</u>	<u>(4,975,171)</u>	<u>(4,975,171)</u>	<u>-</u>	<u>(4,606,937)</u>
Other financing sources (uses)					
Payment to refunding bond escrow agent	-	-	-	-	-
Transfers from other funds	4,969,268	4,975,171	4,975,171	-	4,603,597
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>4,969,268</u>	<u>4,975,171</u>	<u>4,975,171</u>	<u>-</u>	<u>4,603,597</u>
Net change in fund balance	-	-	-	-	(3,340)
Fund balance, beginning of year	-	-	-	-	<u>3,340</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF OTTAWA

CAPITAL IMPROVEMENT (4020) & (4080) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2021 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 2,629,757	\$ 5,521,884	\$ 95,000	\$ (5,426,884)	205,500
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	32,912	32,912	33,282	370	22,671
Licenses and permits	-	-	-	-	-
Rental income	606,217	-	-	-	424,741
Other	<u>2,384,236</u>	<u>8,976,792</u>	<u>352,572</u>	<u>(8,624,220)</u>	<u>101,342</u>
Total revenues	<u>5,653,122</u>	<u>14,531,588</u>	<u>480,854</u>	<u>(14,050,734)</u>	<u>754,254</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	109,100	212,100	76,929	135,171	420
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	<u>9,380,574</u>	<u>23,799,173</u>	<u>4,826,699</u>	<u>18,972,474</u>	<u>5,114,642</u>
Total expenditures	<u>9,489,674</u>	<u>24,011,273</u>	<u>4,903,628</u>	<u>19,107,645</u>	<u>5,115,062</u>
Revenues over (under) expenditures	<u>(3,836,552)</u>	<u>(9,479,685)</u>	<u>(4,422,774)</u>	<u>5,056,911</u>	<u>(4,360,808)</u>
Other financing sources (uses)					
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	3,186,312	10,278,919	7,810,370	(2,468,549)	5,825,931
Transfers to other funds	<u>(370,700)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(377,179)</u>
Total other financing sources (uses)	<u>2,815,612</u>	<u>10,278,919</u>	<u>7,810,370</u>	<u>(2,468,549)</u>	<u>5,448,752</u>
Net change in fund balance	(1,020,940)	799,233	3,387,596	2,588,363	1,087,944
Fund balance, beginning of year	<u>4,874,745</u>	<u>4,874,745</u>	<u>4,874,745</u>	<u>-</u>	<u>3,786,801</u>
Fund balance, end of year	<u>\$ 3,853,805</u>	<u>\$ 5,673,978</u>	<u>\$ 8,262,341</u>	<u>\$ 2,588,363</u>	<u>\$ 4,874,745</u>

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2022
(with comparative totals at September 30, 2021)

	Innovation and Technology (6360)	Duplicating (6450)	Telecom- munications (6550)	Equipment Pool (6641)
Assets				
Current assets				
Cash and pooled investments	\$ 1,267,004	\$ 604,082	\$ 1,010,437	\$ 1,669,630
Investments	-	-	-	-
Accounts receivable	2,512	-	-	-
Accrued interest on investments	-	-	-	-
Due from other governmental units	-	-	-	-
Due from other funds	-	-	-	66,987
Inventory of supplies	146,078	-	-	-
Prepaid expenses	475,831	-	8,809	-
Total current assets	<u>1,891,425</u>	<u>604,082</u>	<u>1,019,246</u>	<u>1,736,617</u>
Noncurrent assets				
Capital assets				
Office furniture and equipment	-	-	-	10,958,576
Copy machines	-	370,674	-	-
Telephone equipment	-	-	2,138,396	-
Vehicles	-	-	-	7,145,716
Construction in progress	-	-	-	-
Less accumulated depreciation	-	(266,540)	(1,253,464)	(13,460,505)
Net capital assets	<u>-</u>	<u>104,134</u>	<u>884,932</u>	<u>4,643,787</u>
Total assets	<u>1,891,425</u>	<u>708,216</u>	<u>1,904,178</u>	<u>6,380,404</u>
Liabilities				
Current liabilities				
Accounts payable	144,021	22,340	25,931	63,342
Interfund payable	-	-	-	-
Current portion of long-term debt	-	-	-	-
Due to other funds	-	-	-	-
Total current liabilities	<u>144,021</u>	<u>22,340</u>	<u>25,931</u>	<u>63,342</u>
Total Noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>144,021</u>	<u>22,340</u>	<u>25,931</u>	<u>63,342</u>
Net position				
Invested in capital assets	-	104,134	884,932	4,643,787
Unrestricted	1,747,404	581,742	993,315	1,673,275
Total net position	<u>\$ 1,747,404</u>	<u>\$ 685,876</u>	<u>\$ 1,878,247</u>	<u>\$ 6,317,062</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2022
(with comparative totals at September 30, 2021)

	Protected Self-Funded Insurance Programs (6770)	Employee Benefits (6771)	Protected Self-Funded Unemployment (6772)	Long-Term Disability Insurance (6775)
Assets				
Current assets				
Cash and pooled investments	\$ 307,371	\$ 2,184,063	\$ 1,688,601	\$ -
Investments	-	-	-	-
Accounts receivable	-	-	-	-
Accrued interest on investments	-	-	-	-
Due from other governmental units	-	-	-	-
Due from other funds	3,434,179	54,500	-	58,141
Inventory of supplies	-	-	-	-
Prepaid expenses	<u>25,017</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current assets	<u>3,766,567</u>	<u>2,238,563</u>	<u>1,688,601</u>	<u>58,141</u>
Noncurrent assets				
Capital assets				
Office furniture and equipment	-	-	-	-
Copy machines	-	-	-	-
Telephone equipment	-	-	-	-
Vehicles	-	-	-	-
Construction in progress	-	-	-	-
Less accumulated depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>3,766,567</u>	<u>2,238,563</u>	<u>1,688,601</u>	<u>58,141</u>
Liabilities				
Current liabilities				
Accounts payable	593,167	27,521	1,798	21,505
Interfund payable	-	-	-	36,636
Current portion of long-term debt	-	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current liabilities	593,167	27,521	1,798	58,141
Total Noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>593,167</u>	<u>27,521</u>	<u>1,798</u>	<u>58,141</u>
Net position				
Invested in capital assets	-	-	-	-
Unrestricted	<u>3,173,400</u>	<u>2,211,042</u>	<u>1,686,803</u>	<u>-</u>
Total net position	<u>\$ 3,173,400</u>	<u>\$ 2,211,042</u>	<u>\$ 1,686,803</u>	<u>\$ -</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2022
(with comparative totals at September 30, 2021)

	Ottawa County, Michigan			Totals	
	Insurance Authority <u>(6780)</u>	Retirement Benefit <u>6810</u>	Compensated Absences <u>6800</u>	<u>2022</u>	<u>2021</u>
Assets					
Current assets					
Cash and pooled investments	\$ 686,392	\$ 8,387,477	\$ 3,982,871	\$ 21,787,928	\$ 19,777,743
Investments	42,586,936	-	-	42,586,936	52,933,830
Accounts receivable	5,303	-	-	7,815	4,201
Accrued interest on investments	51,297	-	-	51,297	36,065
Due from other governmental units	3,600	-	-	3,600	-
Due from other funds	-	-	-	3,613,807	3,608,526
Inventory of supplies	-	-	-	146,078	86,310
Prepaid expenses	474,058	-	-	983,715	1,287,205
Total current assets	<u>43,807,586</u>	<u>8,387,477</u>	<u>3,982,871</u>	<u>69,181,176</u>	<u>77,733,880</u>
Noncurrent assets					
Capital assets					
Office furniture and equipment	-	-	-	10,958,576	10,485,746
Copy machines	-	-	-	370,674	343,010
Telephone equipment	-	-	-	2,138,396	1,847,684
Vehicles	-	-	-	7,145,716	6,804,403
Construction in Progress	-	-	-	-	415,950
Less accumulated depreciation	-	-	-	(14,980,509)	(14,105,056)
Net capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,632,853</u>	<u>5,791,737</u>
Total assets	<u>43,807,586</u>	<u>8,387,477</u>	<u>3,982,871</u>	<u>74,814,029</u>	<u>83,525,617</u>
Liabilities					
Current liabilities					
Accounts payable	5,599	1,286,228	-	2,191,452	16,734,412
Interfund payable	-	-	-	36,636	-
Current portion of long-term debt	2,460,360	-	3,789,084	6,249,444	3,765,739
Due to other funds	3,644,947	-	-	3,644,947	3,800,804
Total current liabilities	<u>6,110,906</u>	<u>1,286,228</u>	<u>3,789,084</u>	<u>12,122,479</u>	<u>24,300,955</u>
Total Noncurrent liabilities	<u>14,623,028</u>	<u>-</u>	<u>-</u>	<u>14,623,028</u>	<u>-</u>
Total liabilities	<u>20,733,934</u>	<u>1,286,228</u>	<u>3,789,084</u>	<u>26,745,507</u>	<u>24,300,955</u>
Net position					
Invested in capital assets	-	-	-	5,632,853	5,791,737
Unrestricted	23,073,652	7,101,249	193,787	42,435,669	53,432,925
Total net position	<u>\$ 23,073,652</u>	<u>\$ 7,101,249</u>	<u>\$ 193,787</u>	<u>\$ 48,068,522</u>	<u>\$ 59,224,662</u>

(Concluded)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Innovation and Technology (6360)	Duplicating (6450)	Telecom- munications (6550)	Equipment Pool (6641)
Operating revenues				
Charges for services	\$ 4,336,405	\$ 35,122	\$ 808,376	\$ 1,652,273
Other revenue	<u>403,819</u>	<u>-</u>	<u>19</u>	<u>-</u>
Total operating revenues	<u>4,740,224</u>	<u>35,122</u>	<u>808,395</u>	<u>1,652,273</u>
Operating expenses				
Personnel services	2,692,095	5,243	173,161	34,436
Contractual services	-	-	-	-
Supplies	552,986	43,557	7,551	-
Depreciation	-	29,885	125,238	1,873,797
Building and equipment rental	344,883	-	-	-
Claims and legal	-	-	-	-
Miscellaneous	<u>1,850,882</u>	<u>7,514</u>	<u>503,841</u>	<u>26,855</u>
Total operating expenses	<u>5,440,846</u>	<u>86,199</u>	<u>809,791</u>	<u>1,935,088</u>
Operating income (loss)	<u>(700,622)</u>	<u>(51,077)</u>	<u>(1,396)</u>	<u>(282,815)</u>
Nonoperating revenues (expenses)				
Investment earnings (loss)	7,636	4,116	6,084	8,171
Net change in the fair value of investments	-	-	-	-
Gain (loss) on retirement of capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>567,658</u>
Total nonoperating revenues	<u>7,636</u>	<u>4,116</u>	<u>6,084</u>	<u>575,829</u>
Income (loss) before transfers	<u>(692,986)</u>	<u>(46,961)</u>	<u>4,688</u>	<u>293,014</u>
Transfers				
Transfers from other funds	10,013	-	-	-
Transfers to other funds	<u>-</u>	<u>-</u>	<u>(150,000)</u>	<u>(143,832)</u>
Total transfers	<u>10,013</u>	<u>-</u>	<u>(150,000)</u>	<u>(143,832)</u>
Change in net position	(682,973)	(46,961)	(145,312)	149,182
Total net position, beginning of year	<u>2,430,377</u>	<u>732,837</u>	<u>2,023,559</u>	<u>6,167,880</u>
Total net position, end of year	<u>\$ 1,747,404</u>	<u>\$ 685,876</u>	<u>\$ 1,878,247</u>	<u>\$ 6,317,062</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Protected Self-Funded Insurance Programs (6770)	Employee Benefits (6771)	Protected Self-Funded Unemployment (6772)	Long-Term Disability Insurance (6775)
Operating revenues				
Charges for services	\$ 334,059	\$ 12,642,034	\$ 372,140	\$ 124,471
Other revenue	-	-	-	-
Total operating revenues	<u>334,059</u>	<u>12,642,034</u>	<u>372,140</u>	<u>124,471</u>
Operating expenses				
Personnel services	209,066	242,884	62,124	13,504
Contractual services	-	-	-	-
Supplies	144	-	-	-
Depreciation	-	-	-	-
Building and equipment rental	-	-	-	-
Claims and legal	-	-	-	-
Miscellaneous	146,162	12,330,868	136,151	126,440
Total operating expenses	<u>355,372</u>	<u>12,573,752</u>	<u>198,275</u>	<u>139,944</u>
Operating income (loss)	<u>(21,313)</u>	<u>68,282</u>	<u>173,865</u>	<u>(15,473)</u>
Nonoperating revenues (expenses)				
Investment earnings (loss)	69,291	11,288	10,068	(23)
Net change in the fair value of investments	-	-	-	-
Gain (loss) on retirement of capital assets	-	-	-	-
Total nonoperating revenues	<u>69,291</u>	<u>11,288</u>	<u>10,068</u>	<u>(23)</u>
Income (loss) before transfers	<u>47,978</u>	<u>79,570</u>	<u>183,933</u>	<u>(15,496)</u>
Transfers				
Transfers from other funds	-	107,713	-	-
Transfers to other funds	-	(388,000)	-	-
Total transfers	<u>-</u>	<u>(280,287)</u>	<u>-</u>	<u>-</u>
Change in net position	47,978	(200,717)	183,933	(15,496)
Total net position, beginning of year	<u>3,125,422</u>	<u>2,411,759</u>	<u>1,502,870</u>	<u>15,496</u>
Total net position, end of year	<u>\$ 3,173,400</u>	<u>\$ 2,211,042</u>	<u>\$ 1,686,803</u>	<u>\$ -</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)

	Ottawa County, Michigan Insurance Authority <u>(6780)</u>	Retirement Benefit <u>(6810)</u>	Compensated Absences <u>(6800)</u>	<u>Totals</u>	
				<u>2022</u>	<u>2021</u>
Operating revenues					
Charges for services	\$ 2,372,940	\$ 21,118,379	\$ 50,280	\$ 43,846,479	\$ 39,035,929
Other revenue	<u>160,892</u>	<u>-</u>	<u>-</u>	<u>564,730</u>	<u>883,019</u>
Total operating revenues	<u>2,533,832</u>	<u>21,118,379</u>	<u>50,280</u>	<u>44,411,209</u>	<u>39,918,948</u>
Operating expenses					
Personnel services	-	-	50,316	3,482,829	3,145,972
Contractual services	1,203,610	-	-	1,203,610	931,900
Supplies	-	-	-	604,238	753,870
Depreciation	-	-	-	2,028,920	2,097,538
Building and equipment rental	-	-	-	344,883	400,876
Claims and legal	3,935,141	-	-	3,935,141	2,153,029
Miscellaneous	<u>-</u>	<u>15,611,255</u>	<u>-</u>	<u>30,739,968</u>	<u>27,279,513</u>
Total operating expenses	<u>5,138,751</u>	<u>15,611,255</u>	<u>50,316</u>	<u>42,339,589</u>	<u>36,762,698</u>
Operating income (loss)	<u>(2,604,919)</u>	<u>5,507,124</u>	<u>(36)</u>	<u>2,071,620</u>	<u>3,156,250</u>
Nonoperating revenues (expenses)					
Investment earnings (loss)	1,654,174	54,723	24,941	1,850,469	1,218,135
Net change in the fair value of investments	(9,673,012)	-	-	(9,673,012)	6,362,990
Gain (loss) on retirement of capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>567,658</u>	<u>160,667</u>
Total nonoperating revenues	<u>(8,018,838)</u>	<u>54,723</u>	<u>24,941</u>	<u>(7,254,885)</u>	<u>7,741,792</u>
Income (loss) before transfers	<u>(10,623,757)</u>	<u>5,561,847</u>	<u>24,905</u>	<u>(5,183,265)</u>	<u>10,898,042</u>
Transfers					
Transfers from other funds	-	-	-	117,726	149,482
Transfers to other funds	<u>(2,082,688)</u>	<u>(3,326,081)</u>	<u>-</u>	<u>(6,090,601)</u>	<u>(6,174,620)</u>
Total transfers	<u>(2,082,688)</u>	<u>(3,326,081)</u>	<u>-</u>	<u>(5,972,875)</u>	<u>(6,025,138)</u>
Change in net position	(12,706,445)	2,235,766	24,905	(11,156,140)	4,872,904
Total net position, beginning of year	<u>35,780,097</u>	<u>4,865,483</u>	<u>168,882</u>	<u>59,224,662</u>	<u>54,351,758</u>
Total net position, end of year	<u>\$ 23,073,652</u>	<u>\$ 7,101,249</u>	<u>\$ 193,787</u>	<u>\$ 48,068,522</u>	<u>\$ 59,224,662</u>

(Concluded)

COUNTY OF OTTAWA

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	Innovation and Technology (6360)	Duplicating (6450)	Telecom- munications (6550)	Equipment Pool (6641)	Protected Self-Funded Insurance Programs (6770)	Employee Benefits (6771)
Cash flow from operating activities						
Cash received from interfund services provided	\$ 4,741,913	\$ 35,122	\$ 808,395	\$ 1,652,273	\$ 334,059	\$ 12,642,034
Cash payments to suppliers for goods and services	(2,560,655)	(34,652)	(417,850)	(70,429)	(190,831)	(12,331,372)
Cash payments for self-funded insurance claims	-	-	-	-	-	-
Cash payments to employees for services	(2,692,095)	(5,243)	(173,161)	(34,436)	(209,066)	(242,884)
Net cash provided by (used for) operating activities	<u>(510,837)</u>	<u>(4,773)</u>	<u>217,384</u>	<u>1,547,408</u>	<u>(65,838)</u>	<u>67,778</u>
Cash flow from noncapital financing activities						
Due from other funds	-	-	-	(60,849)	-	-
Transfers in from other funds	10,013	-	-	-	-	107,713
Transfers out to other funds	-	-	(150,000)	(143,832)	-	(388,000)
Net cash provided by (used for) noncapital financing activities	<u>10,013</u>	<u>-</u>	<u>(150,000)</u>	<u>(204,681)</u>	<u>-</u>	<u>(280,287)</u>
Cash flow from capital and related financing activities						
Acquisition of capital assets	-	(65,922)	-	(1,804,114)	-	-
Proceeds from sale of equipment	-	-	-	567,658	-	-
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>(65,922)</u>	<u>-</u>	<u>(1,236,456)</u>	<u>-</u>	<u>-</u>
Cash flow from investing activities						
Purchase of investments	-	-	-	-	-	-
Interest on investments	7,636	4,116	6,084	8,171	150,934	(43,212)
Proceeds from sale of investments	-	-	-	-	-	-
Net cash provided by (used for) investing activities	<u>7,636</u>	<u>4,116</u>	<u>6,084</u>	<u>8,171</u>	<u>150,934</u>	<u>(43,212)</u>
Net increase (decrease) in cash and pooled investments	(493,188)	(66,579)	73,468	114,442	85,096	(255,721)
Cash and pooled investments, beginning of year	<u>1,760,192</u>	<u>670,661</u>	<u>936,969</u>	<u>1,555,188</u>	<u>222,275</u>	<u>2,439,784</u>
Cash and pooled investments, end of year	<u>\$ 1,267,004</u>	<u>\$ 604,082</u>	<u>\$ 1,010,437</u>	<u>\$ 1,669,630</u>	<u>\$ 307,371</u>	<u>\$ 2,184,063</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities						
Operating income (loss)	\$ (700,622)	\$ (51,077)	\$ (1,396)	\$ (282,815)	\$ (21,313)	\$ 68,282
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities						
Depreciation	-	29,885	125,238	1,873,797	-	-
Change in assets and liabilities not affecting cash provided by (used for) operating activities						
(Increase) decrease in receivables	1,689	-	-	-	-	-
(Increase) decrease in inventory	(59,768)	-	-	-	-	-
(Increase) decrease in prepaid expenses	317,824	-	96,586	-	27,371	2,902
Increase (decrease) in unpaid claims liability	-	-	-	-	-	-
Increase (decrease) in accounts payable	(69,960)	16,419	(3,044)	(43,574)	(71,896)	(3,406)
Increase (decrease) in current portion of long-term debt	-	-	-	-	-	-
Increase (decrease) in due to other funds	-	-	-	-	-	-
Net cash provided by (used for) operating activities	<u>\$ (510,837)</u>	<u>\$ (4,773)</u>	<u>\$ 217,384</u>	<u>\$ 1,547,408</u>	<u>\$ (65,838)</u>	<u>\$ 67,778</u>

(Continued)

COUNTY OF OTTAWA

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022
(with comparative totals for year ended September 30, 2021)**

	Protected	Long-Term	Ottawa County,	Retirement	Compensated	Totals	
	Self-Funded Unemployment (6772)	Disability Insurance (6775)	Michigan Insurance Authority (6780)	Benefit (6810)	Absences (6800)	2022	2021
Cash flow from operating activities							
Cash received from interfund services provided	\$ 372,140	\$ 124,471	\$ 2,568,212	\$ 21,118,379	\$ 50,280	\$ 44,447,278	\$ 39,896,777
Cash payments to suppliers for goods and services	(135,281)	(124,437)	(81,528)	(15,384,719)	-	(31,331,754)	(29,307,720)
Cash payments for self-funded insurance claims	-	-	(1,454,260)	-	-	(1,454,260)	(657,960)
Cash payments to employees for services	(62,124)	(13,504)	(1,370,250)	-	(26,971)	(4,829,734)	(4,244,506)
Net cash provided by (used for) operating activities	174,735	(13,470)	(337,826)	5,733,660	23,309	6,831,530	5,686,591
Cash flow from noncapital financing activities							
Due from other funds	-	36,636	-	-	-	(24,213)	84,187
Transfers in from other funds	-	-	-	-	-	117,726	73,867
Transfers out to other funds	-	-	(2,082,688)	(3,326,081)	-	(6,090,601)	(6,054,539)
Net cash provided by (used for) noncapital financing activities	-	36,636	(2,082,688)	(3,326,081)	-	(5,997,088)	(5,896,485)
Cash flow from capital and related financing activities							
Acquisition of capital assets	-	-	-	-	-	(1,870,036)	(1,900,199)
Proceeds from sale of equipment	-	-	-	-	-	567,658	160,667
Net cash provided by (used for) capital and related financing activities	-	-	-	-	-	(1,302,378)	(1,739,532)
Cash flow from investing activities							
Purchase of investments	-	-	(13,484,706)	-	-	(13,484,706)	(37,418,761)
Interest on investments	10,068	(58,164)	1,638,942	54,723	24,941	1,804,239	1,353,789
Proceeds from sale of investments	-	-	14,158,588	-	-	14,158,588	39,446,593
Net cash provided by (used for) investing activities	10,068	(58,164)	2,312,824	54,723	24,941	2,478,121	3,381,621
Net increase (decrease) in cash and pooled investments	184,803	(34,998)	(107,690)	2,462,302	48,250	2,010,185	1,432,195
Cash and pooled investments, beginning of year	1,503,798	34,998	794,082	5,925,175	3,934,621	19,777,743	18,345,548
Cash and pooled investments, end of year	\$ 1,688,601	\$ -	\$ 686,392	\$ 8,387,477	\$ 3,982,871	\$ 21,787,928	\$ 19,777,743
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities							
Operating income (loss)	\$ 173,865	\$ (15,473)	\$ (2,604,919)	\$ 5,507,124	\$ (36)	\$ 2,071,620	\$ 3,156,250
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities							
Depreciation	-	-	-	-	-	2,028,920	2,097,538
Change in assets and liabilities not affecting cash provided by (used for) operating activities							
(Increase) decrease in receivables	-	-	(5,303)	-	-	(3,614)	21,112
(Increase) decrease in inventory	-	-	-	-	-	(59,768)	-
(Increase) decrease in prepaid expenses	-	-	(141,193)	-	-	303,490	(372,031)
Increase (decrease) in unpaid claims liability	-	-	2,480,881	-	-	2,480,881	1,495,069
Increase (decrease) in accounts payable	870	2,003	-	226,536	-	53,948	(523,060)
Increase (decrease) in current portion of long-term del	-	-	-	-	23,345	23,345	(50,166)
Increase (decrease) in due to other funds	-	-	(67,292)	-	-	(67,292)	(138,121)
Net cash provided by (used for) operating activities	\$ 174,735	\$ (13,470)	\$ (337,826)	\$ 5,733,660	\$ 23,309	\$ 6,831,530	\$ 5,686,591
Noncash investing activities							
The change in fair value of investments for the internal service funds was (\$9,673,012)							(Concluded)

COUNTY OF OTTAWA
CUSTODIAL FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2022
(with comparative totals at September 30, 2021)

	Trust and Agency <u>7010</u>	Juvenile Court <u>7015</u>	Library Penal Fine <u>7210</u>	Inland Lake Improvement <u>8725</u>	<u>Totals</u>	
					<u>2022</u>	<u>2021</u>
Assets						
Cash and pooled investments	\$ 45,637,373	\$ 2,145	\$ 243,915	\$ 97,359	\$ 45,980,792	\$ 43,378,660
Total assets	<u>45,637,373</u>	<u>2,145</u>	<u>243,915</u>	<u>97,359</u>	<u>45,980,792</u>	<u>43,378,660</u>
Liabilities						
Due to other governmental units:						
Due to State of Michigan	45,503,131	73	-	-	45,503,204	\$ 42,955,239
Fines and fees due to local libraries	-	-	243,915	-	243,915	210,865
Agency deposits	<u>134,242</u>	<u>2,072</u>	<u>-</u>	<u>22,000</u>	<u>158,314</u>	<u>147,557</u>
Total liabilities	<u>45,637,373</u>	<u>2,145</u>	<u>243,915</u>	<u>22,000</u>	<u>45,905,433</u>	<u>43,313,661</u>
Net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,359</u>	<u>\$ 75,359</u>	<u>\$ 64,999</u>

COUNTY OF OTTAWA
CUSTODIAL FUNDS
COMBINING STATEMENT OF CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Additions	(7010) General Agency	(7015) Juvenile Court	(7210) Library Penal Fine	(8725) Inland Lakes	2022	2021
State education tax collected for other governments	\$ 78,923,463	\$ -	\$ -	\$ -	\$ 78,923,463	\$ 74,172,483
Real estate transfer tax collected for other governments	19,438,553	-	-	-	19,438,553	17,278,961
Fees and fines collected on behalf of other governments	2,551,319	11,156	1,118,751	-	3,681,226	4,200,761
Collections from or on behalf of other inmates	1,180,956	-	-	-	1,180,956	471,536
Other taxes collected for other governments	<u>2,155,569</u>	<u>-</u>	<u>-</u>	<u>165,263</u>	<u>2,320,833</u>	<u>2,409,276</u>
Total additions	<u>104,249,860</u>	<u>11,156</u>	<u>1,118,751</u>	<u>165,263</u>	<u>105,545,030</u>	<u>98,533,017</u>
Deductions						
Payments of state education tax to other governments	\$ 78,923,463	\$ -	\$ -	\$ -	\$ 78,923,462.70	\$ 74,172,483
Payments of real estate transfer tax to other governments	19,438,553	-	-	-	19,438,553	17,278,961
Fees and fines remitted to other governments	2,551,319	11,156	1,118,751	-	3,681,226	4,171,063
Payments to or on behalf of inmates	1,180,956	-	-	-	1,180,956	471,536
Payments of other taxes to other governments	<u>2,155,569</u>	<u>-</u>	<u>-</u>	<u>154,903</u>	<u>2,310,473</u>	<u>2,453,654</u>
Total deductions	<u>104,249,860</u>	<u>11,156</u>	<u>1,118,751</u>	<u>154,903</u>	<u>105,534,670</u>	<u>98,547,697</u>
Total net increase (decrease)	-	-	-	10,360	10,360	(14,680)
Net position, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,999</u>	<u>64,999</u>	<u>79,679</u>
Net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,359</u>	<u>\$ 75,359</u>	<u>\$ 64,999</u>

STATISTICAL

COUNTY OF OTTAWA

STATISTICAL SECTION

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

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Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	158
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	164
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	168
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	171
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	174

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

**COUNTY OF OTTAWA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016*	2015	2014	2013
Governmental Activities										
Net investment in										
capital assets										
Restricted	\$ 135,442,301	\$ 135,836,393	\$ 132,456,534	\$ 129,008,763	\$ 120,840,301	\$ 114,312,426	\$ 111,255,538	\$ 112,970,569	\$ 112,174,398	\$ 104,330,730
Unrestricted	18,730,083	18,926,619	18,435,096	16,262,305	14,787,103	19,151,144	22,089,108	22,685,963	20,170,121	20,227,256
Total Governmental Activities	33,545,463	16,752,671	7,297,694	9,010,854	9,147,837	12,293,198	15,217,024	16,048,186	67,896,554	77,718,270
Net Position	<u>187,717,847</u>	<u>171,515,683</u>	<u>158,189,324</u>	<u>154,281,922</u>	<u>144,775,241</u>	<u>145,756,768</u>	<u>148,561,670</u>	<u>151,704,718</u>	<u>200,241,073</u>	<u>202,276,256</u>
Business-Type Activities										
Net investment in										
capital assets										
Restricted	2,164,015	2,164,103	2,141,127	1,924,772	1,932,436	1,783,468	1,777,050	1,682,228	1,489,576	1,170,787
Unrestricted	16,560,002	19,478,941	20,013,216	18,913,489	19,204,356	20,145,854	21,264,376	20,599,457	21,646,866	22,579,168
Total Business-Type Activities	18,724,017	21,643,044	22,154,343	20,838,261	21,136,792	21,929,322	23,041,426	22,281,685	23,136,442	23,749,955
Net Position	<u>18,724,017</u>	<u>21,643,044</u>	<u>22,154,343</u>	<u>20,838,261</u>	<u>21,136,792</u>	<u>21,929,322</u>	<u>23,041,426</u>	<u>22,281,685</u>	<u>23,136,442</u>	<u>23,749,955</u>
Primary Government										
Net investment in										
capital assets										
Restricted	135,442,301	135,836,393	132,456,534	129,008,763	120,840,301	114,312,426	111,255,538	112,970,569	112,174,398	104,330,730
Unrestricted	20,894,098	21,090,722	20,576,223	18,187,077	16,719,539	20,934,612	23,866,158	24,368,191	21,659,697	21,398,043
Total Primary Government	50,105,465	36,231,612	27,310,910	27,924,343	28,352,193	32,439,052	36,481,400	36,647,643	89,543,420	100,297,438
Net Position	<u>\$ 206,441,864</u>	<u>\$ 193,158,727</u>	<u>\$ 180,343,667</u>	<u>\$ 175,120,183</u>	<u>\$ 165,912,033</u>	<u>\$ 167,686,090</u>	<u>\$ 171,603,096</u>	<u>\$ 173,986,403</u>	<u>\$ 223,377,515</u>	<u>\$ 226,026,211</u>

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

**COUNTY OF OTTAWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016*	2015	2014	2013
Expenses										
Governmental Activities:										
Legislative	\$ 347,681	\$ 545,976	\$ 540,006	\$ 548,540	\$ 546,898	\$ 496,618	\$ 386,596	\$ 467,155	\$ 441,294	\$ 399,151
Judicial	21,704,785	19,492,100	22,422,730	21,779,336	19,996,417	19,681,855	15,951,012	16,995,782	16,209,766	15,693,406
General government	28,214,461	27,544,023	19,916,065	17,002,751	16,776,198	17,297,785	13,037,515	14,214,900	14,509,005	14,013,699
Public safety	43,304,450	41,302,924	42,075,389	41,312,780	38,499,682	38,637,388	30,498,813	32,905,190	33,036,226	31,265,666
Public works	9,032,834	8,125,305	7,915,476	7,101,848	6,079,105	7,427,436	5,936,308	1,113,013	1,717,110	956,091
Health and welfare	85,725,558	76,346,962	71,429,258	68,887,815	65,712,292	62,398,481	60,825,404	64,251,760	66,399,041	63,709,147
Community and economic development	1,680,606	1,251,788	1,143,007	1,206,248	1,330,165	1,257,029	953,552	1,090,188	807,476	710,324
Culture and recreation	5,678,630	5,353,151	5,661,175	4,620,440	5,425,261	4,959,772	3,931,818	5,059,018	3,559,748	3,502,223
Interest on long-term debt	1,321,021	993,208	1,094,794	1,186,589	1,270,256	1,346,413	1,045,275	1,578,129	1,163,255	942,708
Total Governmental Activities Expenses	197,010,026	180,955,437	172,197,900	163,646,347	155,636,274	153,502,777	132,566,293	137,675,135	137,842,921	131,192,415
Business-Type Activities:										
Delinquent tax collection	226,176	312,359	211,347	195,374	175,351	187,444	153,157	2,004,536	2,025,379	2,110,897
Total Business-Type Activities Expenses	226,176	312,359	211,347	195,374	175,351	187,444	153,157	2,004,536	2,025,379	2,110,897
Total Primary Government Expenses	\$ 197,236,202	\$ 181,267,796	\$ 172,409,247	\$ 163,841,721	\$ 155,811,625	\$ 153,690,221	\$ 132,719,450	\$ 139,679,671	\$ 139,868,300	\$ 133,303,312
Program Revenues										
Governmental Activities:										
Charges for services:										
Legislative	\$ -	\$ -	\$ -	\$ 3,371	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Judicial	3,779,241	3,549,379	3,432,492	4,369,583	4,637,020	4,632,745	3,515,097	4,258,011	4,131,540	4,298,591
General government	8,366,520	8,887,971	7,959,944	7,619,076	7,389,210	8,226,407	5,998,183	7,531,480	7,755,264	8,261,854
Public safety	1,384,663	1,605,049	1,465,517	9,776,054	8,786,361	9,550,539	6,216,667	7,549,221	7,310,998	6,726,691
Public works	550,992	539,673	491,618	526,239	509,009	474,008	308,126	376,166	378,009	337,849
Health and welfare	2,820,288	3,101,313	3,149,222	3,914,670	3,571,371	3,804,723	3,449,260	3,421,008	2,994,799	2,810,393
Community and economic development	206,477	21,887	115,868	128,242	187,596	188,780	62,968	225,426	52,968	35,830
Culture and recreation	1,323,965	1,213,627	819,709	837,996	757,716	943,525	628,278	716,220	600,025	788,511
Interest on long-term debt	-	-	-	-	-	-	-	2,044,122	1,821,294	1,815,585
Operating grants and contributions	123,301,345	92,826,972	82,688,482	73,019,233	63,743,292	55,720,530	52,522,855	61,175,917	60,350,883	58,200,664
Capital grants and contributions	-	-	-	-	-	1,311,181	-	-	-	92,595
Total Governmental Activities Program Revenues	141,733,491	111,745,871	100,122,852	100,194,464	89,581,575	84,852,438	72,701,434	87,297,571	85,395,780	83,368,563
Business-Type Activities:										
Charges for services:										
Delinquent tax collection	808,730	983,983	1,162,746	908,033	990,143	893,074	915,284	1,162,809	1,300,687	2,015,105
Total Business-Type Activities Program Revenues	808,730	983,983	1,162,746	908,033	990,143	893,074	915,284	1,162,809	1,300,687	2,015,105
Total Primary Government Program Revenues	\$ 142,542,221	\$ 112,729,854	\$ 101,285,598	\$ 101,102,497	\$ 90,571,718	\$ 85,745,512	\$ 73,616,718	\$ 88,460,380	\$ 86,696,467	\$ 85,383,668

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

**COUNTY OF OTTAWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016*	2015	2014	2013
Net (Expense)/Revenue										
Governmental activities	\$ (55,276,535)	\$ (69,209,566)	\$ (72,075,048)	\$ (63,451,883)	\$ (66,054,699)	\$ (68,650,339)	\$ (59,864,859)	\$ (50,377,564)	\$ (52,447,141)	\$ (47,823,852)
Business-type activities	582,554	671,624	951,399	712,659	814,792	705,630	762,127	(841,727)	(724,692)	(95,792)
Total Primary Government Net Expense	<u>\$ (54,693,981)</u>	<u>\$ (68,537,942)</u>	<u>\$ (71,123,649)</u>	<u>\$ (62,739,224)</u>	<u>\$ (65,239,907)</u>	<u>\$ (67,944,709)</u>	<u>\$ (59,102,732)</u>	<u>\$ (51,219,291)</u>	<u>\$ (53,171,833)</u>	<u>\$ (47,919,644)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property taxes	\$ 73,173,436	\$ 69,054,044	\$ 66,285,148	\$ 63,268,299	\$ 54,827,335	\$ 54,696,231	\$ 49,877,687	\$ 44,583,727	\$ 42,185,402	\$ 41,102,695
Unrestricted grants and contributions	4,999,629	4,902,040	3,754,650	4,803,626	5,639,410	6,036,965	4,462,913	4,729,722	4,124,536	3,180,245
Investment earnings	(7,375,030)	7,895,726	5,259,314	3,202,576	2,790,127	3,785,952	2,135,192	1,090,878	2,717,490	3,509,045
Miscellaneous	6,670	9,238	8,588	15,490	-	11,986	21,727	472,033	1,234,530	1,448,322
Transfers	673,994	674,877	674,750	1,668,575	1,816,300	1,814,150	226,145	150,000	150,000	152,440
Total Governmental Activities	<u>\$ 71,478,699</u>	<u>\$ 82,535,925</u>	<u>\$ 75,982,450</u>	<u>\$ 72,958,566</u>	<u>\$ 65,073,172</u>	<u>\$ 66,345,284</u>	<u>\$ 56,723,664</u>	<u>\$ 51,026,360</u>	<u>\$ 50,411,958</u>	<u>\$ 49,392,747</u>
Business-Type Activities:										
Unrestricted grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 89
Investment earnings	(2,827,587)	(508,046)	1,039,433	657,385	208,978	(3,584)	223,759	136,970	261,179	(13,544)
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	(673,994)	(674,877)	(674,750)	(1,668,575)	(1,816,300)	(1,814,150)	(226,145)	(150,000)	(150,000)	(150,000)
Total Business-Type Activities	<u>(3,501,581)</u>	<u>(1,182,923)</u>	<u>364,683</u>	<u>(1,011,190)</u>	<u>(1,607,322)</u>	<u>(1,817,734)</u>	<u>(2,386)</u>	<u>(13,030)</u>	<u>111,179</u>	<u>(163,455)</u>
Total Primary Government	<u>\$ 67,977,118</u>	<u>\$ 81,353,002</u>	<u>\$ 76,347,133</u>	<u>\$ 71,947,376</u>	<u>\$ 63,465,850</u>	<u>\$ 64,527,550</u>	<u>\$ 56,721,278</u>	<u>\$ 51,013,330</u>	<u>\$ 50,523,137</u>	<u>\$ 49,229,292</u>
Changes in Net Position										
Governmental activities	\$ 16,202,164	\$ 13,326,359	\$ 3,907,402	\$ 9,506,683	\$ (981,527)	\$ (2,305,055)	\$ (3,141,195)	\$ 648,796	\$ (2,035,183)	\$ 1,568,895
Business-type activities	(2,919,027)	(511,299)	1,316,082	(298,531)	(792,530)	(1,112,104)	759,741	(854,757)	(613,513)	(259,247)
Total Primary Government	<u>\$ 13,283,137</u>	<u>\$ 12,815,060</u>	<u>\$ 5,223,484</u>	<u>\$ 9,208,152</u>	<u>\$ (1,774,057)</u>	<u>\$ (3,417,159)</u>	<u>\$ (2,381,454)</u>	<u>\$ (205,961)</u>	<u>\$ (2,648,696)</u>	<u>\$ 1,309,648</u>

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

**COUNTY OF OTTAWA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016*	2015	2014	2013
General Fund										
Nonspendable	\$ 651,619	\$ 534,547	\$ 531,001	\$ 485,832	\$ 549,625	\$ 430,204	\$ 424,706	\$ 444,102	\$ 642,649	\$ 816,756
Restricted	9,563,032	9,662,450	10,440,334	10,294,141	9,866,808	9,905,141	9,985,518	11,020,236	11,019,013	14,172,606
Committed	43,772,317	14,502,508	10,436,540	10,206,281	7,631,003	8,077,078	14,320,359	15,003,982	16,602,224	20,196,920
Assigned	2,159,202	1,417,424	1,344,946	1,388,402	1,376,264	3,286,151	3,084,268	2,852,701	1,821,126	2,857,105
Unassigned	21,106,918	21,265,187	20,262,606	18,089,668	18,352,111	18,995,458	18,841,248	9,971,344	13,251,045	9,918,253
Total General Fund	\$ 77,253,088	\$ 47,382,116	\$ 43,015,427	\$ 40,464,324	\$ 37,775,811	\$ 40,694,032	\$ 46,656,099	\$ 39,292,365	\$ 43,336,057	\$ 47,961,640
All Other Governmental Funds										
Nonspendable	\$ 298,540	\$ 332,239	\$ 396,253	\$ 479,792	\$ 413,478	\$ 478,702	\$ 385,645	\$ 374,645	\$ 509,221	\$ 468,989
Restricted	34,727,325	9,264,169	7,994,762	5,968,164	4,920,295	9,240,238	12,097,819	11,659,957	9,339,384	8,747,803
Committed	12,470,331	6,008,735	4,160,865	3,655,950	4,200,023	1,335	664	2,246	415	897
Assigned	-	5,583,174	5,083,003	4,626,266	4,519,626	4,733,952	2,727,536	2,891,724	2,470,882	2,638,975
	\$ 47,496,196	\$ 21,188,317	\$ 17,634,883	\$ 14,730,172	\$ 14,053,422	\$ 14,454,227	\$ 15,211,664	\$ 14,928,572	\$ 12,319,902	\$ 11,856,664

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

Effective 2011, the County implemented GASB 54, "Fund Balance Reporting and Governmental Fund Type Definitions". Restated figures prior to 2010 are not available.

COUNTY OF OTTAWA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year				
	2022	2021	2020	2019	2018
Revenues					
Taxes	\$72,111,415	\$ 68,439,273	\$ 66,314,833	\$ 63,113,428	\$ 54,749,752
Intergovernmental	127,381,477	97,045,758	85,108,789	83,278,104	74,883,395
Charges for services	12,680,126	12,964,888	11,661,816	12,842,469	12,424,545
Fines and forfeits	113,882	83,598	67,424	72,221	92,636
Investment earnings (loss)	532,674	407,632	638,434	918,589	886,227
Licenses and permits	1,462,125	1,427,543	1,391,068	1,505,930	1,520,059
Rental Income	2,505,033	2,423,827	2,261,171	2,452,477	2,558,853
Other revenues	3,259,845	3,433,880	3,619,384	5,017,388	4,261,180
Total Revenues	220,046,577	186,226,399	171,062,919	169,200,606	151,376,647
Expenditures					
Legislative	670,309	544,737	530,045	535,661	536,062
Judicial	20,272,883	18,829,460	18,638,871	18,388,867	19,581,015
General government	20,736,326	22,272,764	20,663,576	17,096,023	13,650,681
Public safety	43,242,819	40,547,518	39,990,999	38,946,121	36,486,500
Public works	8,337,724	7,634,477	7,251,492	6,859,887	6,284,436
Health and welfare	85,958,139	76,600,698	69,375,726	66,726,481	64,298,726
Community and economic development	1,740,752	1,237,811	1,518,575	1,168,020	1,288,239
Culture and recreation	4,492,110	4,294,574	4,192,325	3,794,805	3,641,729
Other governmental functions	220,476	158,233	142,644	128,249	127,116
Capital outlay	9,780,454	8,179,291	5,122,535	12,977,303	9,535,767
Debt service					
Interest and fiscal charges	1,017,369	1,136,728	1,230,555	1,319,327	1,415,006
Principal	4,045,000	3,570,000	3,145,000	2,815,000	3,705,000
Total Expenditures	200,514,361	185,006,291	171,802,343	170,755,744	160,550,277
Excess of Revenues					
Over (Under) Expenditures	19,532,216	1,220,108	(739,424)	(1,555,138)	(9,173,630)
Other Financing Sources (Uses)					
Transfers from other funds	31,543,633	27,795,436	19,073,121	20,373,632	17,711,359
Transfers to other funds	(24,896,764)	(21,095,421)	(13,751,426)	(15,453,232)	(11,856,755)
Proceeds from capital lease	-	-	73,544	-	-
Issuance of land contract	-	-	-	-	-
Issuance of bonds	29,999,766	-	800,000	-	-
Premium(Discount) on bonds issued	-	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-
Total Other Financing Sources (Uses)	36,646,635	6,700,015	6,195,239	4,920,400	5,854,604
Net Change in Fund Balances	\$ 56,178,851	\$ 7,920,123	\$ 5,455,815	\$ 3,365,262	\$ (3,319,026)
Debt Service as a					
Percentage of Noncapital Expenditures (1)	2.65%	2.66%	2.63%	2.62%	3.39%

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

(1) Capital outlay expenditures have been reduced for purchases not meeting the County's capital asset threshold for this calculation.

COUNTY OF OTTAWA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year				
	2017	2016*	2015	2014	2013
Revenues					
Taxes	\$ 54,703,632	\$ 49,288,581	\$ 43,736,614	\$ 42,185,402	\$ 41,102,695
Intergovernmental	69,962,344	60,867,666	70,964,433	69,894,252	67,009,472
Charges for services	13,356,448	10,353,455	13,137,167	11,504,844	11,581,189
Fines and forfeits	72,511	61,440	69,428	74,400	60,548
Investment earnings (loss)	306,731	813,997	318,138	721,442	(77,480)
Licenses and permits	1,393,940	1,292,215	1,271,158	1,179,701	1,193,107
Rental Income	2,213,529	1,581,580	4,272,100	4,958,509	5,273,139
Other revenues	2,738,759	2,884,674	3,086,381	3,241,866	2,832,192
Total Revenues	144,747,894	127,143,608	136,855,419	133,760,416	128,974,862
Expenditures					
Legislative	478,845	343,622	465,069	443,624	395,482
Judicial	18,944,338	14,174,177	16,881,469	16,172,323	15,698,396
General government	13,411,577	9,552,325	12,713,706	42,393,192	10,978,892
Public safety	35,162,537	25,896,853	32,092,116	31,928,910	30,990,804
Public works	6,156,296	5,787,870	861,849	1,285,200	916,331
Health and welfare	60,406,083	57,712,387	63,182,493	63,162,724	63,281,014
Community and economic development	1,212,851	3,270,914	1,088,435	813,518	704,966
Culture and recreation	3,552,976	-	2,936,867	2,627,130	3,076,797
Other governmental functions	124,382	94,215	120,695	252,124	130,386
Capital outlay	6,190,534	1,795,627	4,405,545	5,273,866	2,293,633
Debt service					
Interest and fiscal charges	1,519,476	785,868	634,278	1,019,424	927,990
Principal	3,515,000	365,000	3,595,000	2,140,000	1,690,000
Total Expenditures	150,674,895	119,778,858	138,977,522	167,512,035	131,084,691
Excess of Revenues					
Over (Under) Expenditures	(5,927,001)	7,364,750	(2,122,103)	(33,751,619)	(2,109,829)
Other Financing Sources (Uses)					
Transfers from other funds	16,929,025	10,129,099	13,996,966	12,970,917	10,149,065
Transfers to other funds	(11,376,250)	(9,845,171)	(13,451,466)	(12,520,917)	(9,736,625)
Proceeds from capital lease	-	-	-	-	-
Issuance of land contract	-	-	-	-	-
Issuance of bonds	-	-	11,955,000	29,285,000	5,495,000
Premium on bonds issued	-	-	1,744,362	(145,726)	-
Payment to refunding bond escrow agent	-	-	(13,557,781)	-	-
Total Other Financing Sources (Uses)	5,552,775	283,928	687,081	29,589,274	5,907,440
Net Change in Fund Balances	\$ (374,226)	\$ 7,648,678	\$ (1,435,022)	\$ (4,162,345)	\$ 3,797,611

Debt Service as a
Percentage of Noncapital Expenditures (1) 3.48% 0.98% 3.14% 1.95% 2.03%

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

(1) Capital expenditures within the functional expenditure categories have been deducted.

**COUNTY OF OTTAWA
ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN CALENDAR YEARS**

Fiscal Year	Residential Property (1)	Commercial Property (1)	Industrial Property (1)	Other Property (1)	Total Assessed Value (2)	Total County Mills Direct Tax Rate	Total Taxable Value (3)	Total Estimated Actual Value	Percentage of Assessed to Estimated Values
2013	\$ 7,273,964,717	\$ 1,288,721,092	\$ 1,086,596,997	\$ 736,291,306	\$ 10,385,574,112	4.3565	\$ 9,450,229,465	\$ 20,882,404,189	49.73%
2014	7,694,150,150	1,317,239,300	1,181,977,000	758,937,100	10,952,303,550	4.3565	9,752,001,895	21,997,982,694	49.79%
2015	8,248,944,347	1,375,588,000	1,399,501,800	787,998,600	11,812,032,747	4.8565	10,297,569,794	23,745,651,821	49.74%
2016 (4)	8,908,804,379	1,477,085,350	1,241,413,325	811,063,175	12,438,366,229	5.1483	10,438,660,200	25,063,191,461	49.63%
2017	9,681,721,350	1,647,507,500	1,224,188,800	835,521,947	13,388,939,597	5.1525	10,827,868,387	26,956,142,355	49.67%
2018	10,147,195,838	1,774,305,700	1,108,920,000	855,073,400	13,885,494,938	5.1525	11,270,020,574	27,923,669,274	49.73%
2019	10,987,914,553	1,867,481,700	1,191,998,544	900,802,600	14,948,197,397	5.4449	11,880,407,296	30,080,061,174	49.69%
2020	11,869,624,624	2,070,355,600	1,251,493,900	970,609,900	16,162,084,024	5.4317	12,476,232,494	32,567,823,453	49.63%
2021	12,723,350,561	2,152,425,255	1,335,293,093	1,007,265,600	17,218,334,509	5.4156	13,028,827,301	34,665,069,816	49.67%
2022	13,825,769,553	2,291,650,600	1,382,415,200	1,068,627,400	18,568,462,753	5.3984	13,978,568,454	37,232,892,610	49.86%

Source: Ottawa County Equalization Department

(1) Real and personal properties have been combined into the categories above.

(2) County assesses property at approximately 50% of the actual value.

(3) For taxes levied in 1995, and each year thereafter, the legislature shall provide for the taxable value of each parcel of property not to increase by more than the increase in the immediately preceding general price level (CPI), or 5%, whichever is less, until such time as ownership of the property is transferred. When ownership of the parcel is transferred, the parcel shall be assessed at the applicable proportion of the current true cash value.

(4) Fiscal Year 2016 ended September 30, 2016.

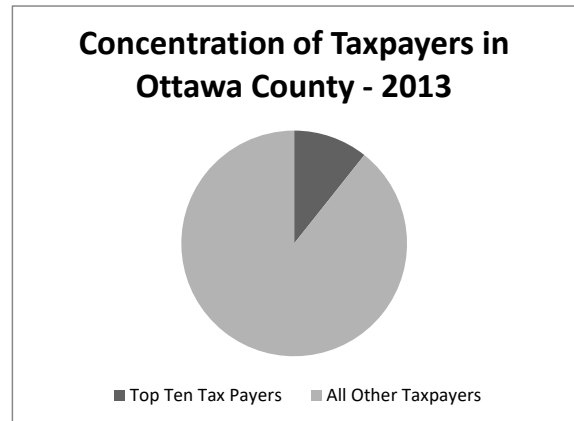
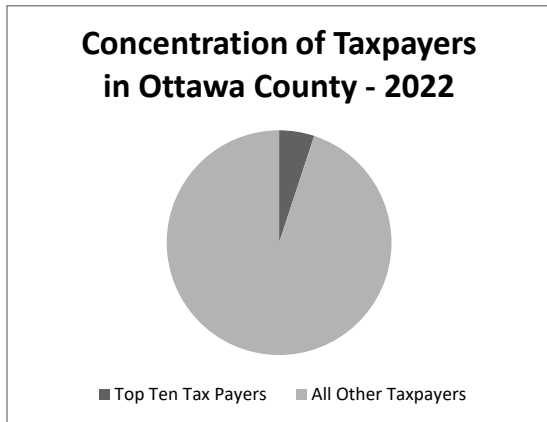
**COUNTY OF OTTAWA
DIRECT AND OVERLAPPING PROPERTY TAX RATES (PER \$1,000 OF TAXABLE VALUE)
LAST TEN CALENDAR YEARS**

	Calendar Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
County Direct Rates										
Operating	3.6000	3.6000	3.6000	3.6000	3.6000	3.6000	3.9000	3.9000	3.9000	3.9000
Parks	0.3165	0.3165	0.3165	0.3148	0.3277	0.3277	0.3261	0.3233	0.3199	0.3163
E-911	0.4400	0.4400	0.4400	0.4377	0.4346	0.4346	0.4325	0.4288	0.4243	0.4195
Roads			0.5000	0.4974	0.4939	0.4939	0.4915	0.4873	0.4822	0.4767
Community Mental Health				0.2984	0.2963	0.2963	0.2948	0.2923	0.2892	0.2859
Total Direct Rate (1)	4.3565	4.3565	4.8565	5.1483	5.1525	5.1525	5.4449	5.4317	5.4156	5.3984
City and Village Rates										
Coopersville	14.4432	14.3554	14.2923	14.5490	14.5356	14.1174	14.1048	14.1000	14.0932	14.0475
Ferrysburg	10.4518	10.9518	10.9474	10.7773	10.6553	10.5476	10.5591	10.3743	10.2278	11.6616
Grand Haven	15.3609	15.3613	15.1810	15.1541	15.7509	15.5606	15.7108	15.6964	15.6792	15.1561
Holland	17.3639	17.5051	17.4522	17.4627	17.5421	16.8797	18.2391	18.1999	18.0347	17.9505
Hudsonville	11.2719	11.2729	11.2876	11.2952	11.2938	11.2303	11.2996	11.2966	11.2943	11.2915
Zeeland	11.2354	11.2354	11.2354	11.2354	11.2354	11.2354	11.2354	10.2354	10.2347	11.2347
Spring Lake Village	11.6619	11.6619	10.3600	10.3600	10.3600	10.3600	10.3600	10.3600	10.3600	10.3600
Township Rates	1.38-8.07	1.38-8.21	1.45-8.17	1.45-6.73	2.02-6.72	2.53-7.28	1.45-6.72	2.20-6.19	2.20-6.65	2.20-6.70
School Rates										
Homestead	3.00 - 10.59	3.00 - 10.87	3.00 - 10.94	3.00 - 10.94	4.12-12.00	4.20-12.00	4.20-12.00	4.20-12.00	4.20-12.00	4.20-12.00
Non-Homestead	21.00 - 28.59	21.00 - 28.49	21.00 - 28.94	21.00 - 28.94	22.12-30.00	22.20-30.00	22.20-30.00	22.20-30.00	22.20-30.00	22.20-30.00

**COUNTY OF OTTAWA
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Type of Business	2022			2013		
		Taxable Valuation	Rank	Percentage of Total County Taxable Value	Taxable Valuation	Rank	Percentage of Total County Taxable Value
Consumers Energy	Utility	\$ 461,317,766	1	3.30%	\$ 636,242,179	1	6.73%
Michigan Electric Transmission	Utility	49,082,017	2	0.35%	19,805,500	9	0.21%
ARC Holland Real Estate Holdings	Real Estate Holdings	34,688,812	3	0.25%			
Gentex	Automotive Components	31,371,029	4	0.22%	138,559,106	2	1.47%
DTE Gas	Utility	30,298,281	5	0.22%	20,448,798	8	0.22%
Semco Energy Inc	Utility	27,781,329	6	0.20%			
Herman Miller Inc.	Office Furniture	20,464,418	7	0.15%	26,001,246	6	0.28%
Meijer Inc	Retail	18,452,410	8	0.13%			
Alden GV Owner LLC	Housing	16,841,184	9	0.12%			
Mead Johnson and Co.	Food Products	16,290,599	10	0.12%	59,210,072	3	0.63%
Request Foods Inc	Food Products				21,928,500	7	0.23%
Fair Oaks Farm Brands	Food Products				38,105,400	4	0.40%
Leprino Foods Inc	Cheese Production				30,651,025	5	0.32%
CS Facilities/Continental Dairy	Cheese Production				18,671,300	10	0.20%
		<u>\$ 706,587,845</u>		<u>5.05%</u>	<u>\$ 1,009,623,126</u>		<u>10.68%</u>

Source: Ottawa County Equalization Department. The 2022 and 2013 total Taxable Values were \$13,978,568,454 and \$9,450,229,465.



**COUNTY OF OTTAWA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended	Taxes Levied in the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
12/31/2013	\$ 41,141,033	\$ 40,348,866	98.07%	\$ 531,503	\$ 40,880,369	99.37%
12/31/2014	41,589,916	40,864,866	98.26%	519,299	41,384,165	99.51%
12/31/2015 (1)	49,551,111	48,826,061	98.54%	270,255	49,096,316	99.08%
9/30/2016 (2)	36,812,648	35,562,568	96.60%	924,535	36,487,103	99.12%
9/30/2017	53,942,306	53,784,953	99.71%	157,353	53,942,306	100.00%
9/30/2018	56,033,310	55,871,645	99.71%	161,665	56,033,310	100.00%
9/30/2019 (3)	62,117,835	61,948,004	99.73%	169,831	62,117,835	100.00%
9/30/2020	65,181,928	65,171,347	99.98%	10,581	65,181,928	100.00%
9/30/2021	68,257,537	68,257,537	100.00%	-	68,257,537	100.00%
9/30/2022	72,370,814	71,932,235	99.39%	438,579	68,257,537	94.32%

(1) The County levied a new roads millage in 2015, on behalf of the Ottawa County Road Commission and City governments.

(2) Only the County millage is shown because the County's fiscal year ended September 30, 2016.

(3) The County Operating milage was increased .3 mills.

**COUNTY OF OTTAWA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Parks & Recreation Land Contract	Capital Leases	Total (1)	Percent of Personal Income	Personal Income (2)	(rounded)	Population (2)	Direct Per Capita Debt	Assessed Value (3)	Bonds Percent of Assessed Value
							Per Personal Income (2)				
2013	\$ 23,135,000	n/a	n/a	\$ 23,135,000	0.22%	\$ 10,342,908	\$ 37,928	\$ 272,701	85	\$ 10,385,574,112	0.22%
2014	50,280,000	n/a	n/a	50,280,000	0.46%	10,866,601	39,330	276,292	182	10,952,303,550	0.46%
2015	46,685,000	n/a	n/a	46,685,000	0.39%	11,931,299	42,619	279,955	167	11,812,032,747	0.40%
2016	46,320,000	n/a	n/a	46,320,000	n/a	n/a	n/a	n/a	n/a	12,438,366,229	0.37%
2017	42,805,000	n/a	n/a	42,805,000	0.34%	12,428,750	44,035	282,250	152	13,388,939,597	0.32%
2018	39,100,000	n/a	n/a	39,100,000	0.30%	13,252,243	46,275	286,383	137	13,885,494,938	0.28%
2019	36,285,000	n/a	n/a	36,285,000	0.25%	14,355,612	49,418	290,494	125	14,948,197,397	0.24%
2020	33,940,000	n/a	58,640	33,998,640	0.24%	14,400,384	49,345	291,830	117	16,162,084,024	0.21%
2021	31,055,462	n/a	n/a	31,055,462	0.20%	15,544,530	53,259	296,200	105	17,218,334,509	0.18%
2022	54,170,000	n/a	n/a	54,170,000	0.32%	16,775,381	56,076	299,157	181	18,568,462,753	0.29%

(1) Does not include the landfill reclamation and compensated absences.
Does not include Component Units, certain debt issued by Component Units is guaranteed by the County.

(2) Bureau of Economic Analysis, U.S. Department of Commerce - Personal Income (Thousands of Dollars) adjusted annually.
Search: Data by Place, Country, Metro, & Other Local Areas, Personal Income by County Metro & Other Areas, Local Area Personal Income, BEA interactive data, then search by State & County
US Census - Quick Facts, Ottawa County MI

(3) From Equalization Report

**COUNTY OF OTTAWA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2022**

	Net Debt Outstanding	Percentage Applicable To County of Ottawa	Amount Applicable To County of Ottawa (2)
Direct:			
County at large	\$ 54,170,000	100.0%	\$ 54,170,000
Total Direct	54,170,000		54,170,000
Overlapping:			
Townships Debt Guaranteed by County (1)	96,832,471	100.0%	96,832,471
School districts	1,296,975,313	71.2%	924,044,395
Cities and villages (1)	122,946,362	80.4%	98,861,008
Grand Rapids Community College	23,775,000	1.5%	366,135
Library	3,780,000	100.0%	3,780,000
Holland Area Swimming Pool	20,845,000	71.3%	14,856,232
Total Overlapping	1,565,154,146		1,138,740,241
Grand Total	\$ 1,619,324,146		\$ 1,192,910,241

(1) Includes bonds issued through Ottawa County Public Utilities System and paid by local municipalities

(2) Overlapping debt is calculated for an entity based upon assessed values received from the State of Michigan which determines the issuer's proportionate share of the debt of other local governmental units that either overlap it (the issuer is located either wholly or partly within the geographic limits of other units) or underlie it (the other units are located within the geographic limits of the issuer). The debt is apportioned based upon relative assessed values.

Source: Municipal Advisory Council of Michigan

**COUNTY OF OTTAWA
RATIO OF NET GENERAL OBLIGATION DEBT OUTSTANDING AND LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Assessed Value of Property	\$ 18,568,462,753	\$ 17,218,334,509	\$ 16,162,084,024	\$ 14,948,197,397	\$ 13,885,494,938	\$ 13,388,939,597	\$ 12,438,366,229	\$ 11,812,032,747	\$ 10,952,303,550	\$ 10,385,574,112
Debt Limit 10% of Assessed Value	1,856,846,275	1,721,833,451	1,616,208,402	1,494,819,740	1,388,549,494	1,338,893,960	1,243,836,623	1,181,203,275	1,095,230,355	1,038,557,411
Amount of Debt Applicable to Limit										
General Obligation Bond Debt:										
Primary Government	54,170,000	31,055,462	33,940,000	36,285,000	39,100,000	42,805,000	46,320,000	46,685,000	50,280,000	23,135,000
Component Units Guaranteed by County (1)	118,051,968	118,097,731	108,530,585	115,435,798	109,251,565	115,932,332	121,261,099	119,591,501	106,474,501	113,574,060
Total Net debt applicable to Limit	172,221,968	149,153,193	142,470,585	151,720,798	148,351,565	158,737,332	167,581,099	166,276,501	156,754,501	136,709,060
Legal Debt Margin	<u>\$ 1,684,624,307</u>	<u>\$ 1,572,680,258</u>	<u>\$ 1,473,737,817</u>	<u>\$ 1,343,098,942</u>	<u>\$ 1,240,197,929</u>	<u>\$ 1,180,156,628</u>	<u>\$ 1,076,255,524</u>	<u>\$ 1,014,926,774</u>	<u>\$ 938,475,854</u>	<u>\$ 901,848,351</u>
Total Net Debt applicable to the Limit as a percentage of Debt Limit	9.27%	8.66%	8.82%	10.15%	10.68%	11.86%	13.47%	14.08%	14.31%	13.16%
Ratio of Net General Obligation Debt to Assessed Value of Property	0.927%	0.866%	0.882%	1.015%	1.068%	1.186%	1.347%	1.408%	1.431%	1.316%
Debt Per Capita of Total Net General Obligation Debt	\$575.69	\$503.56	\$488.20	\$522.29	\$518.02	\$562.40	n/a	\$592.19	\$564.80	\$498.96
Primary Government Net Debt applicable to the Limit as a percentage of Debt Limit	2.92%	1.80%	2.10%	2.43%	2.82%	3.20%	3.72%	3.95%	4.59%	2.23%
Ratio of Primary Government Net General Obligation Bond Debt to Estimated Actual Value of Property (2)	0.15%	0.09%	0.10%	0.12%	0.14%	0.16%	0.18%	0.20%	0.23%	0.11%
Primary Government Debt Per Capita of Net General Obligation Bond Debt (3)	\$181.08	\$104.85	\$116.30	\$124.91	\$136.53	\$151.66	n/a	\$166.76	\$181.78	\$84.72

(1) The County guarantees the Bonded Debt of Public Utilities as well as the Munn Drain which is included in 2010, they do not guarantee the Bonded Debt of the Nunica Drain bond of the Water Resources Commissioner. Consequently, these amounts are not included in the above total for General Obligation Bonded Debt.

(2) See Assessed Value and Estimated Value of Taxable Property Statistics.

(3) See Demographic and Economic Statistics for Population.

Note: Under State of Michigan law, the County's outstanding debt should not exceed 10% of state equalized value less amounts available for repaying the applicable bonds.

**COUNTY OF OTTAWA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

Calendar Year	Population (2)	Personal Income (thousands of dollars) (1)	Per Capita Income (1)	Median Age (2)	School Enrollment (3)	Unemployment Rate (4)
2013	275,044	\$ 10,875,560	\$ 39,541	34.7	48,657	6.1%
2014	278,750	11,588,708	41,574	34.7	48,799	4.8%
2015	281,985	12,381,750	43,909	35.0	48,744	3.6%
2016	284,985	12,895,985	45,251	35.0	49,009	3.4%
2017	287,975	13,538,491	47,013	35.2	49,253	3.2%
2018	291,329	14,061,019	48,265	35.2	49,296	2.8%
2019	293,438	14,613,150	49,800	36.1	49,266	2.8%
2020	296,787	15,880,229	53,507	36.1	48,169	6.8%
2021	299,157	16,775,381	56,076	36.2	47,692	2.9%
2022	n/a	n/a	n/a	n/a	n/a	n/a

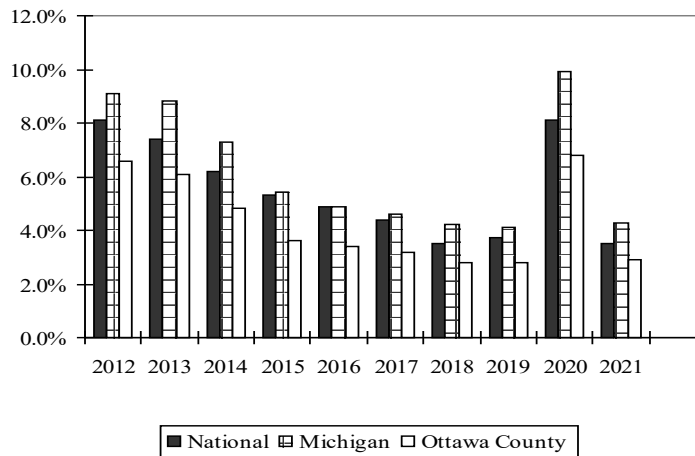
n/a: Final information is unavailable.

Information for 2013-2021 is updated to reflect the most recent data available

Sources:

- (1) U.S. Department of Commerce, Bureau of Economic Analysis, updated with most recent census figures
- (2) U.S. Census Bureau, American Fact Finder, updated with most recent census figures
- (3) Michigan Student Data System, based upon data collected on legislated count day
- (4) Michigan Department of Technology Management & Budget, Michigan Labor Market Information, updated with most recent census figures

National, State and County Unemployment Rates



**COUNTY OF OTTAWA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	Type of Business	2022		2013	
		Rank	Percentage of Total County Employment	Rank	Percentage of Total County Employment
Gentex Corporation	Automotive Mirrors	1	3.5%	1	3.2%
MillerKnoll	Office Furniture	2	2.6%	2	3.1%
Grand Valley State University (2)	Higher Education	3	2.6%	3	2.0%
Holland Hospital	Health Care	5	1.6%	4	1.7%
Meijer	Retailer	6	1.3%	9	1.2%
Hudsonville Public Schools	Public Education	9	1.1%		
Magna Mirrors (1)	Automotive Mirrors	7	1.1%	8	1.3%
Shape Corporation	Metal Roll Forming	8	1.0%	6	1.5%
Jenison Public Schools	Public Education	9	0.9%		
Request Foods	Food Processing	10	0.9%		
County of Ottawa	Government			10	1.0%
Haworth, Inc. (1)	Office Furniture			5	1.6%
Johnson Controls (1)	Automotive Interiors			7	1.3%
		<u>16.7%</u>		<u>18.0%</u>	

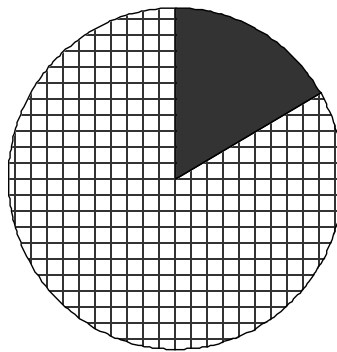
(1) 2013 data includes totals of facilities located within Ottawa County and/or the City of Holland portion of Allegan County, reporting was updated in 2020 to only include the Ottawa County portions of these facilities

(2) Total of all facilities (Ottawa, Kent & Muskegon Counties)

Sources:

Lakeshore Advantage 2022 Largest Ottawa County Manufacturing & Non-Manufacturing Employers as of 12/31/22
Michigan Department of Technology Management & Budget, 2022 Total Employment Based on September 2022 Data, 2013 Based on 2013 Data

Concentration of Employers in Ottawa County



■ Top Ten Employers □ All Other Employers

**COUNTY OF OTTAWA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year										
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Legislative	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000
Judicial	175.710	172.770	167.517	166.250	146.240	139.180	139.180	136.020	128.570	126.081	127.060
General government	191.340	184.330	177.574	177.310	173.290	171.165	171.165	170.950	168.090	165.780	166.000
Public safety	256.160	252.750	246.750	242.500	235.200	235.200	236.200	235.200	224.200	219.200	219.200
Public works	4.350	4.350	4.350	4.850	4.250	4.250	4.250	4.250	4.300	3.800	3.400
Health and welfare	364.040	337.990	276.970	258.930	263.980	282.030	282.030	344.320	376.460	377.089	344.863
Community and economic development	10.480	10.480	8.481	8.400	8.400	8.400	8.400	7.900	6.400	5.900	5.953
Culture and recreation	21.750	21.750	21.380	21.380	20.380	19.750	19.750	17.750	17.250	17.250	15.750
Total	1034.830	995.420	914.022	890.620	862.740	870.975	871.975	927.390	936.270	926.100	893.226

Source: Ottawa County Payroll

Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

**COUNTY OF OTTAWA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Judicial										
Circuit Court										
Total Civil Filings	n/a	309	283	361	350	366	318	328	411	363
Total Criminal Filings	n/a	754	679	857	996	1,013	849	930	922	884
Total Appeals Filings	n/a	54	49	42	54	48	59	56	70	60
Domestic Relations Filings	n/a	1,386	1,335	1,613	1,623	1,675	1,742	1,593	1,468	1,587
Personal Protection Filings	n/a	676	635	647	659	665	628	550	580	598
Juvenile Code Filings	n/a	845	774	818	860	1,007	921	1,055	1,023	1,209
Adoption Filings	n/a	98	96	118	148	106	143	118	112	139
Misc. Family Filings	n/a	117	102	125	103	88	90	81	71	76
District Court										
Felony Cases	n/a	1,273	1,214	1,323	1,511	1,471	1,309	1,385	1,390	1,281
Misdemeanor Cases	n/a	5,721	5,844	6,272	7,330	8,053	7,715	7,216	8,136	8,669
General Civil Cases	n/a	4,324	4,546	6,053	5,592	4,845	4,556	4,633	4,210	4,806
Probate Court										
Estates, Trusts Filings	n/a	486	331	402	441	385	391	417	425	371
Civil, Other Filings	n/a	8	12	17	17	11	19	16	23	11
Guardianships, Conservators et al	n/a	649	634	647	695	591	589	611	612	545
Public Safety										
Jail:										
Subjects Admitted	4,885	4,062	4,103	6,080	6,898	6,525	6,365	5,899	6,776	7,015
Average daily population	257	237	228	315.0	338.0	297.0	286.0	301.0	317.0	338.0
Police:										
Calls for Service	n/a	69,099	66,078	73,402	72,879	73,375	70,555	69,830	67,334	65,179
Criminal Arrests	n/a	5,823	5,901	6,424	7,737	8,298	6,760	6,403	6,893	6,307
Traffic Violations	n/a	17,407	15,977	17,743	18,424	18,347	17,034	19,630	19,984	21,494
Health and welfare										
Public Health										
# of Fixed Food Service Inspections										
	1,902	1,117	2,081	2,098	1,885	1,721	1,617	1,188	1,201	1,183
% of new entrants enrolled in school immunized										
	96%	96%	96%	95%	96%	96%	96%	96%	99%	99%
Maternal/Infant Health Services										
# of Visits	1,549	1,661	1,288	1,365	1,896	2,183	2,047	2,026	2,587	3,065
# of Dental Services with Miles of Smiles and Sealant Program	5,921	3,241	4,829	7,553	8,007	8,482	8,754	8,989	8,776	10,163
Mental Health										
# of Persons Served	4,590	4,610	4,253	3,955	4,096	3,750	3,443	2,848	2,798	2,784
Culture and recreation										
Parks:										
# of Operating Days	100	101	108	96	98	95	99	103	96	98
Daily Permits	40,641	36,737	39,139	44,749	43,688	42,924	42,211	41,214	32,693	33,004
Annual Permits	8,226	8,380	9,704	8,260	9,619	9,406	8,734	6,934	7,017	5,981

**COUNTY OF OTTAWA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government										
Register of Deeds:										
# of Deeds Recorded	11,576	13,362	11,891	12,065	11,991	12,172	12,120	11,707	11,099	11,898
County Clerk:										
# of Certified Copies (Births, Deaths, etc.)	26,631	25,632	25,445	24,515	20,796	19,908	19,360	20,173	21,206	20,173
County Treasurer:										
# of Receipts Written - General	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
# of Receipts Written - Tax Collections (including online)	4,280	4,721	4,864	4,703	4,627	5,007	4,563	5,575	6,302	6,525
Real Properties Returned Delinquent	3,147	3,293	3,261	3,439	3,276	3,675	3,728	3,991	4,092	4,772
Fiscal Services:										
# of A/P Checks/ACH Processed	18,957	18,622	17,354	20,015	18,321	17,341	19,580	21,471	21,403	23,006
# of Invoices Issued	6,192	10,612	11,483	15,244	11,884	12,715	10,092	9,921	9,227	9,392
Facilities Maintenance:										
# of Work Orders Processed	7,922	8,615	6,737	7,106	6,311	6,188	7,317	5,843	9,890	27,886

Source: Ottawa County Departments

**COUNTY OF OTTAWA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Public Safety:										
Vehicular Patrol Units	150	146	144	144	141	139	139	139	139	135
Sheriff's Substations	10	10	10	10	10	10	10	10	10	8
Health and Welfare										
Number of Clinics	3	3	3	3	3	3	3	3	3	3
Culture and Recreation										
Total Park Acres (1)	4,409	4,378	4,352	4,352	4,192	3,992	3,991	3,542	3,542	3,542
General Government										
Total Square Footage of Buildings	637,810	637,810	637,810	637,810	637,810	637,810	637,810	637,810	644,220	644,220
Number of IT Servers	491	328	257	250	200	175	149	124	124	88

Source: Ottawa County Departments

(1) Does not include Park Open Space

**COUNTY OF OTTAWA
LABOR FORCE STATISTICS
CURRENT FISCAL YEAR**

The County has approximately 912 full-time equivalent employees, approximately 337 of whom are members of the seven unions. The details of membership and states of their agreements are as follows:

	Fiscal Year	
	2022	
	Number of Employees	Expiration Date of Contract
Police Officers Labor Counsel (POLC 312) (P.A. 312 Eligible) Road Patrol/Detectives	112	12/31/2023
Police Officers Association of Michigan (POAM Non-312) (P.A. 312 Non-Eligible)	69	12/31/2023
Police Officers Labor Counsel (POLC 312) (P.A. 312 Eligible)	19	12/31/2023
Police Officers Labor Counsel (POLC Non-312) (P.A. 312 Non-Eligible)	6	12/31/2023
O.C. Employees Association (District Court)	52	12/31/2023
Friend of the Court Employees Association	35	12/31/2023
O.C. Juvenile Court Employees Association	44	12/31/2023
Non-union County employees	575	n/a
Total	912	

There are no labor issues at the present time and the County anticipates no strikes or work stoppages.

Source: Ottawa County Human Resources Department

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SINGLE AUDIT



Vredeveld Haefner LLC

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

March 22, 2023

Board of County Commissioners
County of Ottawa
West Olive, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County of Ottawa, Michigan (the County) as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 22, 2023.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

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

County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Uredewald Haefner LLC



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

March 22, 2023

Board of County Commissioners
County of Ottawa
West Olive, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the County of Ottawa, Michigan's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2022. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will

always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Uredaxeld Haefner LLC

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>U.S. Department of Agriculture:</u>					
Beginning Farmer's and Rancher's Development Program	10.311	Direct			\$ 32,581
School Breakfast Program	10.553	MDE	Child Nutrition	221971	13,828
National School Lunch Program	10.555	MDE	Child Nutrition	221961	24,843
NSLP-Afterschool Snacks	10.555	MDE	Child Nutrition	221980	5,663
					<u>30,506</u>
Total Child Nutrition Cluster					<u>44,334</u>
Commodity Supplemental Food Program	10.565	MDE	Food Distribution	220930	29,887
Commodity Supplemental Food Program Commodities (CSFP)	10.565	MDE	Food Distribution	220930	92,724
					<u>122,611</u>
Emergency Food Assistance Program	10.568	MDE	Food Distribution	220930	73,988
The Emergency Food Assistance Program Build Back Better	10.568	MDE	Food Distribution	222276	10,699
					<u>84,687</u>
TEFAP-Commodities	10.569	MDE	Food Distribution	220990	214,565
TEFAP BBB-Commodities	10.569	MDE	Food Distribution	220990	43,684
TEFAP Covid Supplemental-Commodities	10.569	MDE	Food Distribution	220990	24,782
					<u>283,031</u>
Total Food Distribution Cluster					<u>490,329</u>
Total U.S. Department of Agriculture					<u>567,244</u>
<u>U.S. Department of Housing and Urban Development:</u>					
Emergency Housing Voucher			Housing Voucher Cluster	HML-2021-Ottawa C-5826-EHV	11,252
Emergency Solutions Grant	14.231	MSHDA		HML-2020-Ottawa C-5826-C19	627,728
Emergency Solutions Grant	14.231	MSHDA		HML-2021-Ottawa C-5826-ESF	116,886
					<u>744,614</u>

(Continued)

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
Continuum of Care Program - HUD 4	14.267	Direct			21,051
Continuum of Care Program - HUD 1	14.267	Direct			527,749
					<u>548,800</u>
Total U.S. Department of Housing and Urban Development					<u>1,304,666</u>
<u>U.S. Department of Justice:</u>					
2022 Coronavirus Emergency Supplemental Funding	16.034	MSP		CESF-2022-092	\$ 16,870
Ottawa County ADC Methamphetamine Response	16.585	Direct			26,709
Drug Court Discretionary Grant Program (BJA)	16.585	Direct			52,135
					<u>78,844</u>
State Criminal Alien Assistance Program	16.606	Direct			<u>9,655</u>
BJA FY21 Connect & Protect: Law Enforcement Behaviour Health Response	16.738	Direct			58,605
BJA 2019	16.738	Direct			38,902
BJA 2021	16.738	Direct			45,433
					<u>142,940</u>
Comprehensive Opioid, Stimulant, and Substance Abuse Site-Based Program	16.838	Direct			<u>195,769</u>
Total U.S. Department of Justice					<u>444,077</u>
<u>U.S. Department of Treasury:</u>					
Coronavirus State and Local Fiscal Recovery Funds	21.027	Direct			29,785,292
Total U.S. Department of Treasury					<u>29,785,292</u>

(Continued)

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>U.S. Department of Transportation:</u>					
Traffic Enforcement Grant (OWI)	26.600	MSP		PT-22-08	<u>22,022</u>
Office of Highway Safety Planning Operational and Planning Programs	20.601	OHSP	Highway Safety Cluster	25355	<u>44,782</u>
Hazardous Materials Emergency Preparedness Grant Program	20.703	MSP		693JK31940022HMEP	<u>15,265</u>
Total U.S. Department of Transportation					<u>82,069</u>
<u>U.S. Department of Treasury:</u>					
COVID Emergency Rental Assistance Program	21.023	Good Samaritan Ministries		1	<u>74,947</u>
Total U.S. Department of Treasury					<u>74,947</u>
<u>U.S. Environmental Protection Agency:</u>					
Beach Monitoring and Notification Program Implementation Grants	66.472	EGLE		CU00E99312	<u>\$ 4,241</u>
Capitalization Grants for Drinking Water State Revolving Funds	66.468	EGLE	Drinking Water State Revolving Funds	FS97548720	<u>5,676</u>
Brownfield Assessment Grant	66.818	Direct			<u>196,344</u>
Total U.S. Environmental Protection Agency					<u>206,262</u>
<u>U.S. Department of Energy:</u>					
Weatherization Assistance for Low-Income Persons (DOE)	81.042	MDHHS		E20220075-00	167,854
Weatherization Assistance for Low-Income Persons (DOE)	81.042	MDHHS		E20224935-00	<u>19,798</u>
Total U.S. Department of Energy					<u>187,652</u>

(Continued)

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>U.S. Department of Health and Human Services:</u>					
Public Health Emergency Preparedness - BIONINE	93.069	MDHHS		E20222393	136,464
Public Health Emergency Preparedness - BIOTREE	93.069	MDHHS		E20214826	37,407
					<u>173,871</u>
System of Care	93.104	Direct			<u>316,520</u>
Project Grants and Cooperative Agreements for Tuberculosis Control Programs-U4U	93.116	MDHHS		Researching	310
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	MDHHS		E20222660	5,073
					<u>5,383</u>
Immunization Research, Demonstration, Public Information and Education Training and Clinical Skills Improvement Projects	93.185	Community Foundation of the Holland/Zeeland Area		RC112853-CFHZ	<u>56,750</u>
Opioid, Methamphetamine, & Trauma Expansion and Response Program	93.243	Direct			<u>290,262</u>
Family Planning Services	93.217	MDHHS		E20222394	<u>199,071</u>
Immunization Cooperative Agreements - Immunization Action Plan	93.268	MDHHS		E20223132	\$ 141,543
Immunization Cooperative Agreements - Federal Vaccines	93.268	MDHHS		None Issued	305,623
Immunization Cooperative Agreements-CSHCS Vaccine Initiative	93.268	MDHHS		E20224211	13,368
Immunization Cooperative Agreements - Fixed Fees	93.268	MDHHS		E20223133	5,050
Immunization Cooperative Agreements - CVDIM (COVID Immunization)	93.268	MDHHS		E20222517	206,488
					<u>672,072</u>

(Continued)

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
ELC Contact Tracing, Investigation, Testing Coord., Monitoring and Wrap Around	93.323	MDHHS		E20222366	1,263,334
ELC COVID 19 Infection Prevention - CELC Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) - RSHRA	93.323	MDHHS		E20222365	135,000
	93.323	MDHHS		E20224283	907,328
					<u>2,305,662</u>
Child Support Enforcement CRP-Combined (IV-D or FOC)	93.563	MDHHS		CSCOM17-70003	2,770,129
Child Support Enforcement - FOC Incentives	93.563	MDHHS		CSCOM17-70003	383,330
					<u>3,153,459</u>
Low-Income House Energy Assistance Program (MEAP)	93.568	MDHHS		E20222136-001	8,722
Water Assistance Consolidated Appropriations Funding	93.568	MDHHS		E20224346-00/E20224339-00	46,848
Low-Income Home Energy Assistance	93.568	MDHHS		E20222150-00/E20222151-00	117,885
					<u>173,455</u>
Community Service Block Grant (CARES)	93.569	MDHHS		E20221529-00	219,789
Community Service Block Grant	93.569	MDHHS		E20220498-00	136,022
Community Service Block Grant	93.569	MDHHS		E20221995-00	113,673
Community Services Block Grant - Discretionary	93.569	MDHHS		E20224627-00	8,916
					<u>478,401</u>
Child Parent Legal Representation	93.658	MDHHS		E20221454-00	<u>30,754</u>
Medical Assistance Program - OR-MED	93.778	MDHHS	Medicaid	E20222534	\$ 208,946
Medical Assistance Program - CCFIX-EB (CSHCS Elevated Blood)	93.778	MDHHS	Medicaid	E20222886	1,452
Medical Assistance Program - CC-MED (CSHCS Medicaid Outreach)	93.778	MDHHS	Medicaid	E20222656	144,274
Medical Assistance Program - CSHCS (CSHCS Outreach and Advocacy)	93.778	MDHHS	Medicaid	E20222657	88,838
Maternal and Child Health Services Block Grant to the States - CC-FIX (Care Coordination)	93.778	MDHHS	Medicaid	E20222655	26,634
Total Medicaid Cluster					<u>470,144</u>

(Continued)

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
		The Regents of the University			
MC3/Michigan Child Collaborative Care Program	93.778	of Michigan	Medicaid	E20222920-00	34,345
OBRA/PASARR	93.778	MDHHS	Medicaid	20170135-00	46,034
OBRA/PASARR	93.778	MDHHS	Medicaid	20170135-00	75,477
					<u>155,856</u>
State Opioid Reponse - SOR	93.788	LRE		1H79TI083298-01	7,300
Coordinator Services	93.788	LRE		E20221360-00	5,061
State Opioid Response/GPRA	93.788	LRE		20221360-00	14,781
					<u>27,142</u>
CMHOC - Certified Community Behavioral Health Clinic	93.829	Direct			<u>1,221,026</u>
Comm Mental Hlth SER Block Grant/58th District Mental Health Court Expansion	93.958	MDHHS		E20220321-00	45,654
Clubhouse Engagement	93.958	LRE		E20220449-001	4,247
Comm Mental Hlth SER Block Grant/Holland Drop In Center	93.958	MDHHS		E20220319-00	3,991
Comm Mental Health Juvenile Justice Screening Project	93.958	MDHHS		E20221350-00	27,497
Promoting Access and Continuity of Care	93.958	MDHHS		E20221349	26,715
Integrated HealthCare/CMH Community Health Worker	93.958	MDHHS		E20220320-00	136,405
Emergency Grants to Address Mental and Substance Use Disorders During COVID-19	93.958	MDHHS		E20220665-00	281,179
Tobacco Cessation	93.958	LRE		20220356-00	13,807
					<u>539,495</u>
SUD BG Covid	93.959	LRE		20222846-003	\$ 262,740
SAPT Block Grant	93.959	LRE		E20221999-003	825,562
American Rescue Fund Plan Act	93.959	LRE		E20224719	5,589
Block Grant for Prevention and Treatment of Substance Abuse	93.959	LRE		2B08TI010026-19	8,786
Block Grant for Prevention and Treatment of Substance Abuse- COVID 19 Supplemental	93.959	LRE		1B08TI083503-01	49,588
Block Grant for Prevention and Treatment of Substance Abuse	93.959	LRE		2B08TI010026-19	64,221
					<u>1,216,486</u>
Local health Department Sharing Support	93.991	MDHHS		E20222533	43,962
Preventative Health and Health Services Block Grant - MHCCB	93.991	MDHHS		E20220698	40,859
Preventative Health and Health Services Block Grant - FP	93.991	MDHHS		E20222394	10,000
					<u>94,821</u>

(Continued)

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
Maternal and Child Health Services Block Grant to the States- FP	93.994	MDHHS		E20222394	66,505
Maternal and Child Health Services Block Grant to the States- SEAL	93.994	MDHHS		E20223021	16,000
Maternal and Child Health Services Block Grant to the States - All Other	93.994	MDHHS		E20222659	7,194
Maternal and Child Health Services Block Grant to the States- Children	93.994	MDHHS		E20222658	7,155
Maternal and Child Health Services Block Grant to the States - Women	93.994	MDHHS		E20222659	66,865
					<u>163,719</u>
Total U.S. Department of Health and Human Services					<u>11,744,348</u>
<u>Executive Office of the President:</u>					
High Intensity Drug Trafficking Areas (HIDTA)	95.001	WEMET			16,493
Total Executive Office of the President					<u>16,493</u>
<u>U.S. Department of Homeland Security:</u>					
Marine Academy	97.012	DNR		N/A	\$ 16,100
Public Assistance Grants-Statewide LHD Mobile Vaccine Support	97.036	MDHHS		E20222517	364,981
Emergency Management Performance Grant	97.042	MSP		EMC-2022-EP-00001	55,107
Homeland Security	97.067	MSP		EMW-2020-SS-00021 EMW-2020-SS-00044-S01 EMW-2021-SS-00011-S01	144,013
Total U.S. Department of Homeland Security					<u>580,202</u>
Total Expenditures of Federal Awards					<u>\$ 44,993,252</u>

(Concluded)

COUNTY OF OTTAWA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE PERIOD ENDED SEPTEMBER 30, 2022

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Ottawa, Michigan and is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in the financial statements.

2. ACCOUNTING PERIOD

The County's fiscal year end is September 30.

3. INDIRECT COSTS

The County did not elect to use the 10% de minimis cost rate as covered in Uniform Guidance section 2 CFR 200.141 indirect costs.

4. ABBREVIATIONS

The abbreviations used on the schedule of expenditures of federal awards are as follows:

<u>Pass Through Agency Name</u>	<u>Pass Through Agency Abbreviation</u>
Direct Funding from Federal Agency	Direct
Michigan Department of Environmental, Great Lakes, & Energy	EGLE
Lakeshore Regional Entity	LRE
Michigan State Housing Development Authority	MSHDA
Michigan Department of Education	MDE
Michigan Department of Health and Human Services	MDHHS
West Michigan Enforcement Team	WEMET
Michigan Department of State Police	MSP
Michigan Department of Natural Resources	DNR
Michigan Office of Highway Safety Planning	OHSP

(Continued)

COUNTY OF OTTAWA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE PERIOD ENDED SEPTEMBER 30, 2022

5. SUBRECIPIENTS

Of the federal expenditures presented in the accompanying schedule of expenditures of federal awards, the County provided federal awards to subrecipients as follows:

Program Title	CFDA Number	Amount Provided to Subrecipients
Emergency Solutions Grant	14.231	\$ 581,453
Emergency Solutions Grant	14.231	111,950
Reopening Schools- HRA	93.323	907,328
Emergency Housing Voucher		11,252
Brownfield Assessment Grant	66.818	196,344
Total		\$ 1,808,327

6. COMMODITIES EXPENDITURES

Expenditures as reported on the Schedule of Expenditures of Federal Awards agree with the County general ledger and include inventory adjustments in accordance with generally accepted accounting principles. The amount shown above is reconciled to the amount reported by the State of Michigan as follows:

	CFDA #10.565 Commodities
Expenditures as reported	\$ 92,724
Less - inventory at beginning of year	(10,400)
Add - inventory at end of year	16,007
Commodities received per State of Michigan	\$ 98,331

(Continued)

COUNTY OF OTTAWA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE PERIOD ENDED SEPTEMBER 30, 2022

7. VACCINES EXPENDITURES

Expenditures as reported on the Schedule of Expenditures of Federal Awards agree with the County general ledger and include inventory adjustments in accordance with generally accepted accounting principles. The amount shown above is reconciled to the amount reported by the State of Michigan as follows:

	CFDA #93.268
	Vaccines
Expenditures as reported	\$ 305,623
Less - inventory at beginning of year	(84,329)
Add - inventory at end of year	<u>122,371</u>
Vaccines received per State of Michigan	<u><u>\$ 343,665</u></u>

(Concluded)

OTTAWA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	<input checked="" type="checkbox"/> yes	<input type="checkbox"/> no
Significant deficiency(ies) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Type of auditors' report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	American Rescue Plan Act
93.829	Certified Community Behavioral Health Clinic

Dollar threshold used to distinguish between Type A and B programs:	<u>\$1,349,798</u>
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/> yes <input type="checkbox"/> no

SECTION II - FINANCIAL STATEMENT FINDINGS

Condition and Criteria: Material audit adjustments were proposed to and posted by management during the audit process.

Cause: The County's system of controls did not identify errors in technical calculations and related accounting necessary for the audit preparation process.

Effect: Auditing standards require significant audit adjustments be reported as a material weakness.

Recommendation: The County's system of controls should be modified so that adequate supervision and review is provided

Management Response: The County will implement policies and procedures to provide additional supervision and review of technical calculations and related accounting.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS

None