



Annual Comprehensive Financial Report

For Fiscal Year Ended September 30, 2022



Introductory Section

Letter of Transmittal	i-vi
GFOA Certificate of Achievement	vii
Organization Chart	viii
List of Principal Officials	ix

Financial Section

Independent Auditor's Report	1-3
Management's Discussion and Analysis	4-11

Basic Financial Statements

Government-wide Financial Statements:	
Statement of Net Position	12-13
Statement of Activities	14-15

Fund Financial Statements:

Governmental Funds:

Balance Sheet	16
Reconciliation of the Balance Sheet to the Statement of Net Position	17
Statement of Revenue, Expenditures, and Changes in Fund Balances	18
Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances to the Statement of Activities	19

Proprietary Funds:

Statement of Net Position	20
Statement of Revenue, Expenses, and Changes in Net Position	21
Statement of Cash Flows	22-23

Fiduciary Funds:

Statement of Fiduciary Net Position	24
Statement of Changes in Fiduciary Net Position	25

Component Units:

Statement of Net Position	26-27
Statement of Activities	28-29

Notes to Financial Statements	30-91
-------------------------------	-------

Required Supplemental Information	92
--	----

Budgetary Comparison Schedule - General Fund	93
Budgetary Comparison Schedules - Major Special Revenue Funds	94-96
Schedule of Changes in the Net Pension Liability and Related Ratios	97
Schedule of County Pension Contributions	98
Schedule of Pension Investment Returns	99
Schedule of Changes in the Net OPEB Liability and Related Ratios	100
Schedule of OPEB Contributions	101
Schedule of OPEB Investment Returns	102
Notes to Required Supplemental Information	103-104

Other Supplemental Information	105
Nonmajor Governmental Funds:	
Fund Descriptions	106-108
Combining Balance Sheet	109-113
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances	114-118
Nonmajor Enterprise Funds:	
Fund Descriptions	119
Combining Statement of Net Position	120
Combining Statement of Revenue, Expenses, and Changes in Net Position	121
Combining Statement of Cash Flows	122-123
Internal Service Funds:	
Fund Descriptions	124
Combining Statement of Net Position	125
Combining Statement of Revenue, Expenses, and Changes in Net Position	126
Combining Statement of Cash Flows	127-128
Fiduciary Funds:	
Fund Descriptions	129
Statement of Fiduciary Net Position	130
Statement of Changes in Fiduciary Net Position	131
Component Units:	
Statement of Net Position/Governmental Fund Balance Sheet - Brownfield Authority	132
Statement of Revenue, Expenditures, and Changes in Fund Balance/Statement of Activities - Brownfield Authority	133
Statement of Net Position/Governmental Fund Balance Sheet - Drains	134
Statement of Revenue, Expenditures, and Changes in Fund Balances/Statement of Activities - Drains	135
Statement of Net Position/Governmental Fund Balance Sheet - Economic Development Corporation	136
Statement of Revenue, Expenditures, and Changes in Fund Balances/Statement of Activities - Economic Development Corporation	137
Budgetary Comparison Schedule - Nonmajor Governmental Funds	138-154
<u>Statistical Section</u>	155
Description of the Statistical Section	156
Financial Trend Information	
Net Position by Component	157
Changes in Governmental Net Position	158
Changes in Business-type Net Position	159
Fund Balances - Governmental Funds	160
Changes in Fund Balances - Governmental Funds	161
Revenue Capacity Information	
Taxable Value by Property Type and Actual Value	162
Direct and Overlapping Property Tax Rates	163
Principal Property Taxpayers	164
Property Tax Levies and Collections	165

Debt Capacity Information

Ratios of Outstanding Debt	166
Ratios of General Bonded Debt Outstanding	167
Direct and Overlapping Governmental Activities Debt	168
Legal Debt Margin	169
Pledged Revenue Coverage	170

Demographic and Economic Information

Demographic and Economic Statistics	171
Principal Employers	172

Operating Information

Full-time Equivalent Government Employees	173
Operating Indicators	174-175
Capital Asset Statistics	176-177



GENESEE COUNTY

OFFICE OF FISCAL SERVICES



(810) 257-3560



(810) 257-3040

February 28, 2023

The Annual Comprehensive Financial Report of Genesee County for the fiscal period ended September 30, 2022 is submitted herein. Responsibility for both the accuracy of the presented data and the completeness and fairness of this presentation, including all disclosures, rests with the Genesee County Board of County Commissioners. We believe the data as presented is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial activity have been included. A more detailed statement of management's responsibility for the financial statements is included in the Financial Section of this report, following the Auditor's opinion. In addition, the report provides 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 the MD&A and should be read in conjunction with it.

State statutes require an annual audit by independent certified public accountants. The accounting firm of Plante & Moran, PLLC, was selected and approved by the Genesee County Board of County Commissioners. In addition to meeting the requirements set forth in State statutes, the audit is designed to meet the requirements of the Federal Single Audit Act of 1984 and related Uniform Grant Guidance. Plante & Moran, PLLC, has issued an unmodified ("clean") opinion on Genesee County's financial statements for the fiscal year ended September 30, 2022. That report on the basic financial statements, and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is not included in this report, but is issued as a separate report.

THE REPORTING ENTITY AND ITS SERVICES

The funds and entities related to Genesee County included in this Annual Comprehensive Financial Report are considered to be within the overall responsibility of the Genesee County Board of County Commissioners. The criteria used in determining the reporting entity are consistent with the Governmental Accounting Standards Board Codification Section 2100. Based on these criteria, the various funds and account groups shown in the Table of Contents are included in this report. Also, included in this report are the Genesee County Building Authority, Genesee County Employees Retirement System, Genesee County Road Commission, Water and Waste Services, Economic Development Corporation, Drains, Genesee County Land Bank Authority, and the Brownfield Authority, which are presented as component units of Genesee County Government.

1101 Beach Street, 3rd Floor Flint, MI 48502

Background

Genesee County is geographically located in the southeast region of Michigan's Lower Peninsula, approximately 60 miles northwest of Detroit. It is the fifth largest county in the State of Michigan with a population of approximately 404,000. Genesee County includes seventeen townships, eleven cities and three villages. Further information regarding the description of the County and its operations is included in Note 1 of the Financial Statements.

Organization of Government Unit

The structure of Genesee County government is based upon the State Constitution and the general laws of the State of Michigan. The County's legislative body and its administrative body for many functions is the Board of County Commissioners. The Board consists of nine commissioners elected by direct vote from single member districts on a partisan basis every two years. In addition to the nine members of the Board of Commissioners, there are twenty-two other elected officials serving the County as judicial, administrative, or staff officers. An organizational chart depicting the County structure is shown on the page following this transmittal letter.

Services Provided

The County is responsible for the management and financing of over 250 municipal services to its citizens. These services are separated into seven major program areas. These areas are: legislative, administration of justice, law enforcement and community protection, human services, community enrichment and development, management and planning, and general support. Approximately 95 percent of these services are mandated by State law and the Board is responsible for determining the funding level needed to maintain these functions at a serviceable level. The remaining 5 percent are discretionary.

The resources and expenditure data regarding these services are discussed in the following sections of this letter.

ECONOMIC & BUDGETARY CONDITIONS

Genesee County has been fortunate to be included in the general economic rebound that Michigan and the rest of the country has been experiencing. Revenue collection for governmental funds has increased by over 23% from the previous year. The General Fund amended budget projected to use approximately \$369,000 of fund balance. Considerable savings have been realized due to staff turnover and close monitoring of spending. These savings coupled with the \$3 million of revenue replacement funds from the American Rescue Plan Act resulted in an increase of fund balance of \$2.6 million in General Fund.

No doubt the economic downturn in the late 2000's were a struggle for our community. In an effort to ensure that we are able to weather any future economic crisis, the Genesee County Board of County Commissioners have taken a more deliberate approach to budgeting; Budgeting based on priorities rather than based on previous year's levels, budgeting based on needs within the community rather than based on historical services, and budgeting based on long-term sustainability rather than short-term political gain.

Departmental hearings were held in order to fully understand all functions within a department as well as determine proper funding levels to meet the needs of our residents.

The Board of County Commissioners have continued to focus on a sustainable financial future for Genesee County and that focus will be the underlying consideration in every decision that is made.

MAJOR INITIATIVES

Genesee County has been fortunate to have residents that understand the needs of an aging county government and the capital improvement issues that we face as a result of infrastructure that has exceeded its useful life.

CAPITAL PROJECTS

Capital needs, of which there are many, have been postponed in favor of continuing needed services for residents. Unfortunately, we have reached a critical point where waiting any longer is not an option. The Board of County Commissioners continued to place a major emphasis on addressing some of these long-term capital needs during this past fiscal year.

Animal Control

Work was completed on the renovation and expansion of the Genesee County Animal Control facility. In addition to the expansion, operationally, Animal Control has been able to reach a no-kill status whereby over 90% of the animals that come into the shelter, leave the shelter. This was a huge achievement by our staff and volunteers. It wasn't long ago that nearly 75% of the animals entering the shelter were euthanized. We look forward to continued success in our new facility in the upcoming years.

Genesee County Juvenile Justice Center

Genesee County broke ground in 2020 on a new Juvenile Justice Center that will redefine how Genesee County handles its court involved youth. Rather than simply warehousing them, the new focus is on giving them the tools they need to succeed in their environment. The investment made now will hopefully stop them from being a burden in the future.

Administration Building

The Board spent considerable time reviewing our current and future needs in the Administration Building. The facility has far surpassed its useful life and the footprint of this building exceeds our current needs with nearly 40,000 square feet of unused space. During the fiscal year, the County purchased a building with the proceeds from a local grant. Renovations on this new space will continue in the next fiscal year and will allow the County to consolidate several buildings into one location. This new space will provide cost savings over time and will also allow residents to have access to more services under one roof.

SERVICES

Parks & Recreation

The Parks & Recreation Commission continues to provide a wide array of recreational opportunities to our residents. Our parks, the largest system in the state, continue to evolve to meet the changing needs and demands of our residents and visitors and really act as a major attraction for our County.

Senior & Veterans Services

Through the generous support of our residents, Genesee County has been fortunate to be able to be strong advocates for our Seniors and Veterans. Both offices have come up with unique and innovative ways to ensure that the basic needs of our seniors and veterans are being met. Genesee County continues to put an emphasis on our most vulnerable populations and will carry that through into the next fiscal year.

FINANCIAL OUTLOOK

While assessed property values have continued the recent trends of slight increases, other funding sources such as revenue sharing payments from the State of Michigan, continue under the perpetual cloud of uncertainty that comes with payments that are at the whim of the State Legislature.

The General Fund Fiscal Year 2021/22 adopted budget called for expenditures totaling approximately \$106 million. The General Fund Fiscal Year 2022/23 adopted budget estimated expenditures at approximately \$131 million, an increase of approximately 24% primarily related to the increase in grant funding and transfers for capital projects.

Close management oversight of spending will be key to ensure sustainability of the General Fund fund balance. The limited revenue growth coupled with the projected increases in General Fund operational expenditures will pose a challenge when making future decisions that affect our budget.

The Board of Commissioners adopted a budget for the 2022/23 Fiscal Year that projected to use \$6,000,000 of fund balance that had been assigned for capital projects in the General Fund.

ACCOUNTING AND FINANCIAL POLICIES

The County's accounting records for general governmental operations are maintained on a modified accrual basis, with revenue recorded when available and measurable and expenditures recorded when the services or goods are received and the related liabilities are incurred. Accounting records for the County's proprietary and similar fiduciary funds are maintained on the accrual basis.

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable

assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework.

As a recipient of federal and state financial assistance, the County is responsible for ensuring an adequate internal control structure to ensure compliance with the applicable laws and regulations related to those programs, as well as meeting the single audit requirements.

The results of the County's Fiscal Year 2020/21 single audit provided instances of material weaknesses in the internal control structure. We continue to update procedures to address and correct any internal control deficiencies discovered. There were no other violations of applicable laws and regulations.

While changing audit standards require different disclosures than in past years, any deficiencies noted in the Fiscal Year 2021/22 single audit will be promptly addressed and corrected. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The County maintains budgetary control using features of the County's accounting system. The objective of these controls is to ensure compliance with legal provisions in the annual adopted County budget approved by the Board of Commissioners. All amendments to the adopted County budget, with the exception of limited authority for line-item transfers given to the County Chief Financial officer, require Board review and approval.

The County's operations are accounted for through seven major programs as outlined in the Services Provided section of this Transmittal Letter. The revenues received and expenditures incurred in the general operations of the County are recorded in the General Fund. The revenues and expenditures recorded in funds other than the General Fund are designated for specific programs or purposes.

Effect of Revenue Limitations

Michigan has the Headlee Amendment, which limits any increase in property tax to the annual inflation rate. In addition, any flow-through of special taxes (i.e. Alcohol and Cigarette Taxes) enacted by the State subsequent to the Headlee Amendment from which the County derives a benefit must reduce the property tax billed to the County residents. In order for the County to benefit from these special taxes, the Board of Commissioners must announce their intent to roll up property taxes to the maximum allowable and then hold a public hearing prior to Board action. The maximum allowable property tax is the product of the approved millage times the Taxable Value limited to the annual inflation rate without considering the effects of the special taxes. In order to levy taxes above the inflation rate, voters must approve an increase in the millage.

The Headlee provisions were still applicable for Genesee County in Fiscal Year 2021/22 with the result that the property tax millage rate for general operations was limited to 5.3921 mills while the millage rate for Paramedics was limited to 0.4775 mill, Parks and Recreation 0.7390 mill, Senior Services 0.6897 mill, Health Services 0.9855 mill, Veteran Services 0.0984 mill, Michigan State University Extension 0.0392 mill, Animal Control 0.1970 mill, Culture

.9479 mill, and Mental Health .9400 mill. The millages were reduced from the maximum allowable of 5.68 for general operations. Although there was no intent to hold an election to approve the roll-up of millage to the maximum allowable, the Board of Commissioners did roll up the property tax rate to the maximum allowable rate without a vote of the public to take advantage of the benefits derived from the special taxes.

As in past years, the effective management of local governmental finances is a continuous challenge for the legislative body of Genesee County. The marginal growth in property tax values coupled with reductions in uncollectible property tax amounts related to chargebacks for unpaid taxes and Michigan tax tribunal adjustments and the increased grant revenue from the American Rescue Plan Act have had a positive effect on the Fiscal Year 2021/22 revenues.

AWARDS AND ACKNOWLEDGEMENTS

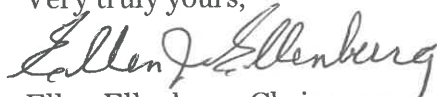
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Genesee County, Michigan for its annual comprehensive financial report for the fiscal period ending September 30, 2021, the forty-third consecutive year.

In order to be awarded a Certificate of Achievement for Excellence, a government must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement for Excellence in Financial Reporting Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The Board of Commissioners would also like to acknowledge our employees here at Genesee County. The Board of Commissioners cannot thank them enough for the work they do on our behalf.

Very truly yours,


Ellen Ellenburg, Chairperson
Board of Commissioners


Martin Cousineau, Chairperson
Finance Committee


Chrystal Simpson, Chief Financial Officer
Genesee County



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Genesee County
Michigan**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

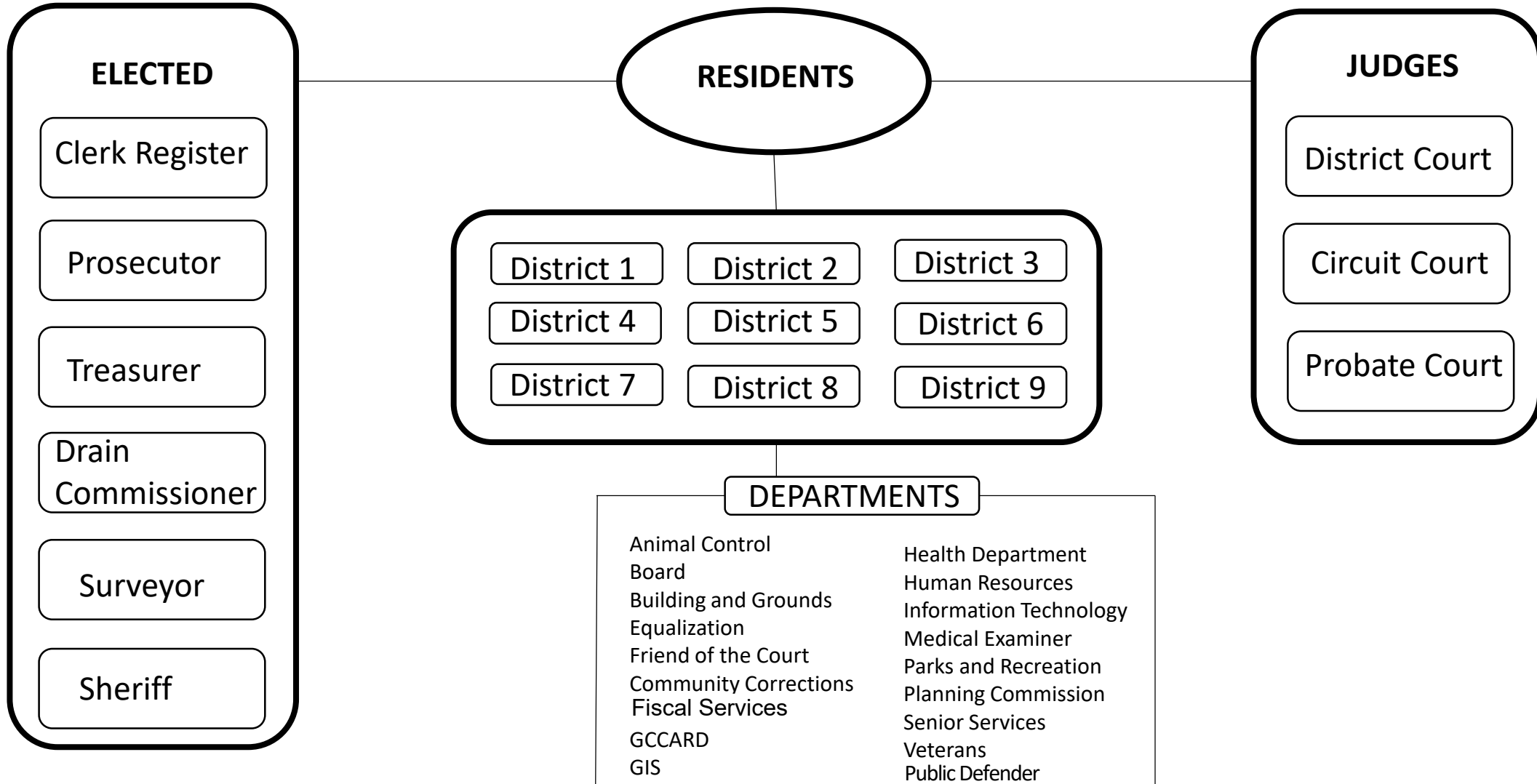
September 30, 2021

Christopher P. Morill

Executive Director/CEO



GENESEE COUNTY ORGANIZATION CHART



GENESEE COUNTY, MICHIGAN

As of January 27, 2023

Board of Commissioners

Ellen Ellenburg, Chairperson of the Board



Delrico J. Loyd



Charles H. Winfrey



Ellen Ellenburg



Dr. Beverly Brown



James Avery



Shaun Shumaker



Martin L. Cousineau



Dale K. Weighill



Michelle Davis

Prepared by:

Office of Fiscal Services

Chief Financial Officer:

Chrystal Simpson

Independent Auditors:

Plante & Moran, PLLC

Independent Auditor's Report

To the Board of Commissioners
Genesee County, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited 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 Genesee County, 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 accompanying 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 County as of September 30, 2022 and the respective changes in its financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Genesee County Land Bank Authority and Genesee County Road Commission, discretely presented component units of the County, which represent less than 1.6 and 18.6 percent of the assets, respectively, and 1.6 and 13.6 percent of the revenue, respectively, of the primary government. Those financial statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Genesee County Land Bank Authority and the Genesee County Road Commission, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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. The financial statements of the following entities were not audited in accordance with *Governmental Auditing Standards*: Genesee County Drain Commissioner Division of Water & Waste Services and Genesee County Storm Water Management System.

Emphasis of Matter

As explained in Note 3, the financial statements include investments valued at \$375,000,00 (69 percent of total investments for the aggregate remaining funds) at September 30, 2022, whose fair values have been estimated by management in the absence of readily determinable market values. Management's estimates are based on information provided by fund managers and the partnership general partners. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

To the Board of Commissioners
Genesee County, Michigan

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 12 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 GAAS 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 GAAS 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 Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplemental information, as identified in the table of contents, 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, which 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 supplemental 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.

To the Board of Commissioners
Genesee County, Michigan

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The other supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplemental information is 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 section and statistical section schedules 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 whether 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 February 28, 2023 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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's internal control over financial reporting and compliance.



February 28, 2023

As management of Genesee County, Michigan (Genesee County or the "County"), we offer readers of Genesee County's financial statements this narrative overview and analysis of the financial activities of Genesee 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 at the beginning of this report.

Financial Highlights

- The County's total net position increased by \$130,235,866. Governmental activities increased by \$125,104,570, while business-type activities increased by \$5,131,296. The increase in the County's governmental activities net position was primarily due to the decreases in the net OPEB liability and the net pension liability.
- The business-type activities net position increased primarily due to a decrease in transfers out.
- As of the close of the current fiscal year, Genesee County, Michigan's governmental funds reported combined ending fund balances of \$97,509,392, an increase of \$8,962,670 in comparison with the prior year. A significant portion of this increase can be traced to the increase in property tax revenue and charges for services. Approximately 13 percent of this total amount, \$13,004,719, is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$15,383,366, or 15.8 percent of total General Fund expenditures.
- Genesee County, Michigan's total governmental activities long-term debt, including compensated absences, was \$50,410,495, a decrease of \$3,024,048 from the prior year, which was primarily related to payments on debt during the year. Business-type activities debt, including compensated absences, was \$20,603,047, a decrease of \$6,835,774 from the prior year. The County issued delinquent tax notes in the amount of \$32,900,000 during the current fiscal year, which was offset by total payments of \$39,739,000.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to Genesee County, Michigan's basic financial statements. Genesee County, Michigan's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also includes supplemental information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide Statements

The government-wide financial statements are designed to provide readers with a broad overview of Genesee County's finances in a manner similar to a private-sector business.

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

The statement of activities presents information showing how Genesee County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenue and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., the cost of pension and other postemployment benefits).

Both of the government-wide financial statements distinguish functions of Genesee County that are principally supported by taxes and intergovernmental revenue (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Genesee County include legislative, management and planning, administration of justice, law enforcement, human services, community enrichment, general support, and other. The business-type activities of Genesee County include the Parks and Recreation, Commissary, Parking Meter, and Delinquent Tax Revolving funds.

The government-wide financial statements include not only Genesee County itself (known as the primary government) but also seven legally separated component units for which Genesee County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 12-15 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Genesee County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Genesee County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

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

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

Genesee County, Michigan maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances for the General Fund and four special revenue funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Genesee County, Michigan adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 16-19 of this report.

Proprietary Funds

Genesee County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Genesee County uses enterprise funds to account for its Parks and Recreation, Commissary, Parking Meter, and Delinquent Tax Revolving funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among Genesee County's various functions. Genesee County uses internal service funds to account for its fleet of vehicles; self-insured medical, property, and casualty; and other administrative services. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Parks and Recreation, Commissary, Parking Meter, and Delinquent Tax Revolving funds. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 20-23 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support Genesee County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Genesee County's fiduciary funds include the Employees' Fringe Benefit (VEBA) Trust Fund, Pension Trust Fund, and Custodial Fund.

The basic fiduciary fund financial statements can be found on pages 24-25 of this report.

Component Units Presented

The government-wide financial statements include not only Genesee County, Michigan itself (known as the primary government) but also seven legally separated component units for which Genesee County, Michigan is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The basic component unit financial statements can be found on pages 26-29 of this report.

Notes and Other Information

The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. In addition to the basic financial statements and accompanying notes, this report also presents required supplemental information concerning Genesee County's progress in funding its obligation to provide pension and OPEB benefits to its employees. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplemental information on pensions and OPEB.

Government-wide Overall Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As shown in the schedules below, Genesee County, Michigan's liabilities exceeded assets by \$342,703,376 at the close of the most recent fiscal year. This compares to a deficit in net position of \$472,939,242 at the close of the prior fiscal year, a decrease in net deficit of \$130,235,866 that was primarily related to the decrease in the net OPEB liability and the net pension liability.

Genesee County, Michigan

Management's Discussion and Analysis (Continued)

The County's Net Position

A significant portion of Genesee County's total net position, \$89,212,822, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Genesee County, Michigan uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Genesee County, Michigan's investments in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities			
	2021	2022	Change	Percent Change
Assets				
Current and other assets	\$ 216,088,589	\$ 231,292,329	\$ 15,203,740	7.0
Capital assets	103,912,126	121,703,408	17,791,282	17.1
Total assets	320,000,715	352,995,737	32,995,022	10.3
Deferred Outflows of Resources	62,438,394	19,686,191	(42,752,203)	(68.5)
Liabilities				
Current liabilities	78,076,382	87,804,970	9,728,588	12.5
Noncurrent liabilities	744,583,639	562,885,136	(181,698,503)	(24.4)
Total liabilities	822,660,021	650,690,106	(171,969,915)	(20.9)
Deferred Inflows of Resources	70,381,752	107,489,916	37,108,164	52.7
Net Position (Deficit)				
Net investment in capital assets	75,577,057	87,509,742	11,932,685	15.8
Restricted	30,271,217	40,082,555	9,811,338	32.4
Unrestricted	(616,450,938)	(513,090,391)	103,360,547	(16.8)
Total net position (deficit)	\$ (510,602,664)	\$ (385,498,094)	\$ 125,104,570	(24.5)
	Business-type Activities			
	2021	2022	Change	Percent Change
Assets				
Current and other assets	\$ 64,876,020	\$ 64,350,242	\$ (525,778)	(0.8)
Capital assets	1,792,610	1,703,080	(89,530)	(5.0)
Total assets	66,668,630	66,053,322	(615,308)	(0.9)
Deferred Outflows of Resources	73,635	13,572	(60,063)	(81.6)
Liabilities				
Current liabilities	782,014	1,879,768	1,097,754	140.4
Noncurrent liabilities	28,215,215	21,252,781	(6,962,434)	(24.7)
Total liabilities	28,997,229	23,132,549	(5,864,680)	(20.2)
Deferred Inflows of Resources	81,614	139,627	58,013	71.1
Net Position				
Net investment in capital assets	1,792,610	1,703,080	(89,530)	(5.0)
Restricted	6,989,579	9,935,003	2,945,424	42.1
Unrestricted	28,881,233	31,156,635	2,275,402	7.9
Total net position	\$ 37,663,422	\$ 42,794,718	\$ 5,131,296	13.6

An additional portion of Genesee County's total net position, \$50,017,558, represents resources that are subject to external restrictions on how they may be used.

The County's Changes in Net Position

As shown in the schedule below, the deficit in net position of the County's governmental activities decreased by \$125,104,570 in the current year compared to a decrease in net deficit of \$3,196,046 in the prior year. When compared to the prior year, this change is mostly attributable to the decrease in the net OPEB liability and the net pension liability. Compared to the prior year, revenue increased by \$49,996,988, expenses decreased by \$72,191,654, and transfers decreased by \$280,118. Revenue increased primarily due to increases in charges for services, grant revenue, and property taxes. Expenditure reductions related to staffing turnover, close monitoring of other nonpersonnel expenditures, and decreases in the liabilities for pension and OPEB.

	Governmental Activities			
	2021	2022	Change	Percent Change
Revenue				
Program revenue:				
Charges for services	\$ 22,653,867	\$ 25,320,089	\$ 2,666,222	11.8
Operating grants	82,630,643	104,469,014	21,838,371	26.4
Capital grants	-	10,000,000	10,000,000	-
General revenue:				
Taxes:				
Property taxes	99,823,920	112,939,980	13,116,060	13.1
State liquor and cigarette tax	3,754,360	3,538,393	(215,967)	(5.8)
State-shared revenue	12,902,096	12,615,594	(286,502)	(2.2)
Interest income	767,744	617,300	(150,444)	(19.6)
Other revenue:				
Sale of capital assets	89,363	21,232	(68,131)	(76.2)
Other miscellaneous income	6,934,633	10,032,012	3,097,379	44.7
Total revenue	229,556,626	279,553,614	49,996,988	21.8
Expenses				
Management and planning	27,853,952	20,459,067	(7,394,885)	(26.5)
Administration of justice	45,429,644	13,084,155	(32,345,489)	(71.2)
Law enforcement and community protection	42,124,375	13,376,356	(28,748,019)	(68.2)
Human services	89,330,232	85,047,347	(4,282,885)	(4.8)
Legislative	715,450	221,712	(493,738)	(69.0)
Community enrichment and development	21,042,681	22,099,239	1,056,558	5.0
Debt service	1,589,246	1,606,050	16,804	1.1
Total expenses	228,085,580	155,893,926	(72,191,654)	(31.7)
Excess of Revenue Over Expenses - Before transfers	1,471,046	123,659,688	122,188,642	8,306.2
Transfers	1,725,000	1,444,882	(280,118)	(16.2)
Change in Net Position	3,196,046	125,104,570	121,908,524	3,814.4
Net Position (Deficit) - Beginning of year	(513,798,710)	(510,602,664)	3,196,046	(0.6)
Net Position (Deficit) - End of year	<u>\$ (510,602,664)</u>	<u>\$ (385,498,094)</u>	<u>\$ 125,104,570</u>	(24.5)

Genesee County, Michigan

Management's Discussion and Analysis (Continued)

	Business-type Activities			
	2021	2022	Change	Percent Change
Revenue				
Program revenue - Charges for services	\$ 14,499,184	\$ 14,040,614	\$ (458,570)	(3.2)
General revenue:				
Investment income (loss)	262,937	(162,828)	(425,765)	(161.9)
Other revenue - Sale of capital assets	19,970	-	(19,970)	(100.0)
Total revenue	14,782,091	13,877,786	(904,305)	(6.1)
Expenses				
Operating expenses, other than depreciation	5,988,193	6,880,475	892,282	14.9
Depreciation and amortization	94,674	112,074	17,400	18.4
Interest expense	327,428	309,059	(18,369)	(5.6)
Total expenses	6,410,295	7,301,608	891,313	13.9
Excess of Revenue Over Expenditures - Before transfers	8,371,796	6,576,178	(1,795,618)	(21.4)
Transfers	(1,725,000)	(1,444,882)	280,118	(16.2)
Change in Net Position	6,646,796	5,131,296	(1,515,500)	(22.8)
Net Position - Beginning of year	31,016,626	37,663,422	6,646,796	21.4
Net Position - End of year	<u>\$ 37,663,422</u>	<u>\$ 42,794,718</u>	<u>\$ 5,131,296</u>	13.6

Financial Analysis of Individual Funds

As noted earlier, Genesee County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of Genesee County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Genesee County's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for discretionary use, as it represents the portion of the fund balance that has not yet been limited to use for a particular purpose by an external party. Uncommitted or unassigned fund balance provides further information about the resources that have not been constrained by either Genesee County or a group or individual that has been delegated authority to assign resources for use for particular purposes by Genesee County. Below is a comparison of the fund balances of governmental funds by type of constraint:

Governmental Funds

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

As of the end of the current fiscal year, Genesee County's governmental funds reported a combined ending fund balance of \$97,509,392, an increase of \$8,962,670 from the prior year. The increase from the prior year was due primarily to the increase in property tax revenue due to increases in taxable values. Approximately 13 percent of the ending fund balance, \$13,004,719, constitutes unassigned fund balance, which is available for spending at the government's discretion.

The General Fund unassigned fund balance totaled \$15,383,366, a decrease of \$4,662,290 from fiscal year 2021 operations. Property tax revenue increased due to the growth in tax rates, other intergovernmental revenue increased due to the increase in state shared revenue, and federal grants increases due to the American Rescue Plan Act funding. The General Fund experienced an increase in expenditures primarily related to the spending of American Rescue Plan Act dollars. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 16 percent of total General Fund expenditures, while total fund balance represents 43 percent of that same amount.

At the end of the current fiscal year, the total fund balance of the County Health Fund was \$7,434,764. The fund balance represents 36 percent of total county health expenditures. The County Health Fund saw an increase in fund balance in the current year of \$2,325,685. This increase relates primarily to a decrease in expenditures during the year.

The fund balance for the Community Action Resource Department Fund increased by \$2,360,128 primarily as a result of a reduction in the deferred inflows balance for unavailable revenue.

The fund balance for the Community Development Fund decreased by \$441,391 as a result of a decrease in grant revenue due to an increase in unavailable revenue and an increase in costs during the year.

Proprietary Funds and Business-type Activities

Genesee County's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail. Unrestricted net position at the end of the year amounted to \$31,156,635. The total increase in net position for all proprietary funds was \$5,131,296. This was primarily related to charges for services exceeding expenses and the decrease in transfers out.

General Fund Budgetary Highlights

During the year, the fiscal year budget was amended primarily to provide resources to meet the needs in the area of grant spending with proceeds from the American Rescue Plan Act and other costs related to COVID-19. In most cases, incoming revenue was paired in order to not affect the General Fund. During the year, the General Fund revenue was more than the amended budgetary expenditures, which resulted in a \$2,631,954 increase in fund balance.

Capital Assets and Debt Administration

Capital Assets

Genesee County's investment in capital assets for its governmental and business-type activities as of September 30, 2022 amounts to \$123,406,488 (net of accumulated depreciation). This investment in capital assets included land, buildings and system improvements, machinery and equipment, and park facilities.

Genesee County continued construction on the Genesee County Juvenile Justice Center and has preliminary plans for other infrastructure capital projects. Accordingly, capital expenditures at this time are limited to those needed to maintain the structural integrity of the County's property, plant, and equipment. Additional information on Genesee County's capital assets can be found in Note 4 to the financial statements.

Debt

At the end of the current fiscal year, Genesee County had total debt outstanding of \$67,225,784 for governmental activities and business-type activities. The full amount is backed by the full faith and credit of the government.

Genesee County's debt decreased by \$9,024,000 primarily related to principal payments on debt during the year.

Additional information on Genesee County's long-term debt can be found in Note 6 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The government expects increases in property tax revenue due to anticipated increase in taxable property values in 2022.

Goals to monitor expenditures and priority-based budgeting will continue.

All of these factors were considered in preparing Genesee County's budget for the 2022-2023 fiscal year.

Requests for Further Information

This financial report is intended to provide a general overview of the County's finances and demonstrate the County's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of Fiscal Services, County of Genesee, 1101 Beach Street, Flint, MI 48502. This report, county budgets, and other financial information are available on the County's website at www.gc4me.com.

September 30, 2022

	Primary Government		Total	Component Units
	Governmental Activities	Business-type Activities		
Assets				
Cash and cash equivalents	\$ 43,829,120	\$ 875,978	\$ 44,705,098	\$ 60,263,422
Investments	121,692,731	15,687,653	137,380,384	12,516,578
Accounts receivable:				
Current and delinquent taxes receivable	17,578,057	34,274,317	51,852,374	-
Special assessments receivable	-	-	-	4,265,799
Land contract receivable, less than one year	-	-	-	503,350
Interest and accounts receivable	15,054,466	939,829	15,994,295	16,744,732
Leases receivable - Current	-	-	-	1,165,000
Current loan receivable	-	-	-	225,000
Loan receivables	-	-	-	579,490
Due from other governmental units	17,223,889	848,805	18,072,694	17,433,536
Other accounts receivable	6,670,419	-	6,670,419	-
Due from component units	169,735	-	169,735	-
Internal balances	(9,697,335)	9,697,335	-	-
Inventory	852,486	-	852,486	2,026,279
Prepaid expenses and other assets	3,048,783	26,325	3,075,108	1,256,922
Long-term advance to component unit	2,242,860	2,000,000	4,242,860	-
Restricted assets - Cash and cash equivalents	12,627,118	-	12,627,118	61,477,036
Investment in joint ventures	-	-	-	1,000
Net OPEB asset	-	-	-	18,263,953
Capital assets:				
Assets not subject to depreciation	52,816,714	734,279	53,550,993	11,030,518
Assets subject to depreciation - Net	68,886,694	968,801	69,855,495	964,105,522
Lease receivable	-	-	-	30,428,572
Land contract receivable, greater than one year - Net of allowance of \$293,102	-	-	-	853,408
Total assets	352,995,737	66,053,322	419,049,059	1,203,140,117
Deferred Outflows of Resources				
Deferred charges on bond refunding	-	-	-	169,036
Deferred pension costs	11,423,035	-	11,423,035	16,025,428
Deferred OPEB costs	8,263,156	13,572	8,276,728	5,047,744
Total deferred outflows of resources	19,686,191	13,572	19,699,763	21,242,208
Liabilities				
Accounts payable	12,305,312	481,349	12,786,661	8,780,013
Due to other governmental units	2,362,486	-	2,362,486	89,505
Due to primary government	-	-	-	169,735
Accrued liabilities and other	4,282,023	1,395,332	5,677,355	6,515,683
Advances and deposits	-	-	-	2,829,762
Unearned revenue	68,855,149	3,087	68,858,236	831,947
Noncurrent liabilities:				
Due within one year:				
Payable from restricted assets	2,248,029	-	2,248,029	-
Compensated absences	2,942,489	18,007	2,960,496	696,672
General, workers' compensation claims, and IBNR liability - Current	1,698,000	-	1,698,000	-
Current portion of long-term debt	2,990,000	14,980,000	17,970,000	2,480,029
Due in more than one year:				
Payable from restricted assets	-	-	-	28,120,529
Compensated absences	822,222	5,040	827,262	356,015
General, workers' compensation claims, and IBNR liability	3,152,307	-	3,152,307	-
Funds held in escrow	-	-	-	225,000
Net pension liability	109,786,492	-	109,786,492	50,983,095
Net OPEB liability	395,589,813	649,734	396,239,547	24,021,132
Long-term debt	43,655,784	5,600,000	49,255,784	549,016,095
Long-term advance from primary government	-	-	-	2,242,860
Total liabilities	650,690,106	23,132,549	673,822,655	677,358,072

Statement of Net Position (Continued)

September 30, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Deferred Inflows of Resources				
Deferred benefit on bond refunding	\$ -	\$ -	\$ -	\$ 163,673
Deferred pension cost reductions	22,478,379	-	22,478,379	14,607,503
Deferred OPEB cost reductions	85,011,537	139,627	85,151,164	22,383,451
Total deferred inflows of resources	107,489,916	139,627	107,629,543	37,154,627
Net Position (Deficit)				
Net investment in capital assets	87,509,742	1,703,080	89,212,822	481,292,763
Restricted:				
County health	2,788,123	-	2,788,123	-
Community development	14,632,140	-	14,632,140	-
Net OPEB asset	-	-	-	8,272,998
Drug forfeiture and law enforcement	1,277,055	-	1,277,055	-
Emergency medical services	2,426,696	-	2,426,696	-
Health services plan	6,012,499	-	6,012,499	-
Retirement of delinquent tax notes payable	-	8,978,567	8,978,567	-
Parks and recreation nonexpendable	-	956,436	956,436	-
Opioid settlement	6,540,098	-	6,540,098	-
Veterans millage	1,543,535	-	1,543,535	-
Accommodation ordinance tax Programs	768,272	-	768,272	-
Debt service	-	-	-	1,708,793
Senior services	3,119,051	-	3,119,051	15,363,213
Solid waste planning activities	975,086	-	975,086	-
Unrestricted	(513,090,391)	31,156,635	(481,933,756)	3,231,859
Total net position (deficit)	\$ (385,498,094)	\$ 42,794,718	\$ (342,703,376)	\$ 509,869,626

Genesee County, Michigan

	Program Revenue			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary government:				
Governmental activities:				
Management and planning	\$ 20,459,067	\$ 13,294,427	\$ 10,800	\$ 10,000,000
Administration of justice	13,084,155	5,658,954	17,045,901	-
Law enforcement and community protection	13,376,356	1,457,534	6,687,292	-
Human services	85,047,347	3,456,894	79,942,746	-
Legislative	221,712	-	-	-
Community enrichment and development	22,099,239	1,452,280	782,275	-
Interest on long-term debt	1,606,050	-	-	-
Total governmental activities	155,893,926	25,320,089	104,469,014	10,000,000
Business-type activities:				
Commissary	783	385,659	-	-
Delinquent Taxes	6,211,459	12,876,316	-	-
Parks and Recreation - Enterprise	1,052,272	744,531	-	-
Parking Meter Fund	37,094	34,108	-	-
Total business-type activities	7,301,608	14,040,614	-	-
Total primary government	\$ 163,195,534	\$ 39,360,703	\$ 104,469,014	\$ 10,000,000
Component units:				
Road Commission	\$ 43,347,702	\$ 6,361,047	\$ 39,595,629	\$ 18,225,591
Water & Waste Services	94,991,397	80,067,561	-	2,011,133
Economic Development Corporation	8,743	-	-	-
Drains	4,295,572	1,252,231	-	-
Land Bank Authority	6,613,099	5,485,695	1,905,906	-
Brownfield Authority	268,523	-	-	-
Storm Water Management System	382,259	-	213,520	-
Total component units	\$ 149,907,295	\$ 93,166,534	\$ 41,715,055	\$ 20,236,724
General revenue (expense):				
Property taxes:				
Property taxes				
State liquor tax				
Unrestricted state-shared revenue				
Unrestricted investment income (loss)				
Taxes				
Gain on sale of capital assets				
Unrestricted other miscellaneous income				
Total general revenue (expense)				
Transfers				
Change in Net Position				
Net Position (Deficit) - Beginning of year				
Net Position (Deficit) - End of year				

Statement of Activities

Year Ended September 30, 2022

Net Revenue (Expense) and Changes in Net Position				
Primary Government				
Governmental Activities	Business-type Activities	Total	Component Units	
\$ 2,846,160	\$ -	\$ 2,846,160	\$ -	
9,620,700	-	9,620,700	-	
(5,231,530)	-	(5,231,530)	-	
(1,647,707)	-	(1,647,707)	-	
(221,712)	-	(221,712)	-	
(19,864,684)	-	(19,864,684)	-	
(1,606,050)	-	(1,606,050)	-	
(16,104,823)	-	(16,104,823)	-	
-	384,876	384,876	-	
-	6,664,857	6,664,857	-	
-	(307,741)	(307,741)	-	
-	(2,986)	(2,986)	-	
-	6,739,006	6,739,006	-	
(16,104,823)	6,739,006	(9,365,817)	-	
-	-	-	20,834,565	
-	-	-	(12,912,703)	
-	-	-	(8,743)	
-	-	-	(3,043,341)	
-	-	-	778,502	
-	-	-	(268,523)	
-	-	-	(168,739)	
-	-	-	5,211,018	
112,939,980	-	112,939,980	1,721,190	
3,538,393	-	3,538,393	-	
12,615,594	-	12,615,594	-	
617,300	(162,828)	454,472	2,275,771	
-	-	-	167,076	
21,232	-	21,232	-	
10,032,012	-	10,032,012	21,620,155	
139,764,511	(162,828)	139,601,683	25,784,192	
1,444,882	(1,444,882)	-	-	
125,104,570	5,131,296	130,235,866	30,995,210	
(510,602,664)	37,663,422	(472,939,242)	478,874,416	
\$ (385,498,094)	\$ 42,794,718	\$ (342,703,376)	\$ 509,869,626	

September 30, 2022

	General Fund	County Health	Community Action Resource Department	Community Development	Nonmajor Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 837	\$ 9,528,630	\$ 5,335,733	\$ 2,513	\$ 27,045,980	\$ 41,913,693
Investments	112,946,884	-	-	-	1,045	112,947,929
Accounts receivable:						
Current and delinquent taxes receivable	17,372,308	-	-	-	205,749	17,578,057
Interest and accounts receivable	2,311	487,564	-	13,301,713	726,106	14,517,694
Due from other governmental units	2,968,753	138,253	7,137,325	1,128,619	5,850,939	17,223,889
Other accounts receivable	-	-	-	-	6,670,419	6,670,419
Due from component units	-	-	-	-	169,735	169,735
Due from other county funds	269,738	639,000	-	-	15,517,345	16,426,083
Inventory	-	-	468,133	160,502	164,501	793,136
Prepaid expenses and other assets	742,693	13,792	24,277	22,690	436,234	1,239,686
Long-term advance to component unit	1,062,860	-	-	-	1,180,000	2,242,860
Restricted assets	-	-	-	-	12,627,118	12,627,118
Total assets	\$ 135,366,384	\$ 10,807,239	\$ 12,965,468	\$ 14,616,037	\$ 70,595,171	\$ 244,350,299
Liabilities						
Accounts payable	\$ 2,417,548	\$ 508,084	\$ 1,948,821	\$ 542,715	\$ 5,351,941	\$ 10,769,109
Due to other governmental units	-	2,250,913	628	-	2,838	2,254,379
Due to other county funds	17,473,931	-	7,090,100	580,310	1,878,937	27,023,278
Accrued liabilities and other	1,895,107	307,848	110,156	-	1,312,386	3,625,497
Unearned revenue	64,276,453	69,078	4,192,337	-	316,420	68,854,288
Payable from restricted assets	-	-	-	-	2,248,029	2,248,029
Total liabilities	86,063,039	3,135,923	13,342,042	1,123,025	11,110,551	114,774,580
Deferred Inflows of Resources - Unavailable revenue	7,114,426	236,552	589,957	13,589,004	10,536,388	32,066,327
Total liabilities and deferred inflows of resources	93,177,465	3,372,475	13,931,999	14,712,029	21,646,939	146,840,907
Fund Balances (Deficit)						
Nonspendable:						
Inventory	-	-	468,133	160,502	164,501	793,136
Prepays	742,693	13,792	24,277	22,690	436,234	1,239,686
Long-term receivable	1,062,860	-	-	-	-	1,062,860
Restricted:						
County health	-	2,537,779	-	-	-	2,537,779
Community development	-	-	-	-	250,724	250,724
Capital projects	-	-	-	-	11,534,768	11,534,768
Drug forfeiture and law enforcement	-	-	-	-	1,008,223	1,008,223
Accommodations ordinance tax	-	-	-	-	768,272	768,272
Emergency medical services	-	-	-	-	2,426,127	2,426,127
Senior services	-	-	-	-	3,118,890	3,118,890
Health services plan	-	-	-	-	6,012,499	6,012,499
Veterans millage	-	-	-	-	1,496,463	1,496,463
Solid waste planning activities	-	-	-	-	848,684	848,684
Assigned	25,000,000	4,883,193	-	-	21,523,369	51,406,562
Unassigned	15,383,366	-	(1,458,941)	(279,184)	(640,522)	13,004,719
Total fund balances (deficit)	42,188,919	7,434,764	(966,531)	(95,992)	48,948,232	97,509,392
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ 135,366,384	\$ 10,807,239	\$ 12,965,468	\$ 14,616,037	\$ 70,595,171	\$ 244,350,299

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Position

September 30, 2022

Fund Balances Reported in Governmental Funds	\$ 97,509,392
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and are not reported in the funds	119,159,367
Property taxes, grants, and other receivables that are collected after year end, such that they are not available to pay bills outstanding as of year end, are not recognized in the funds	32,066,327
Deferred outflows of resources related to pension and OPEB are not reported in the funds	19,594,554
Accrued interest payable is not due and payable in the current period and is not reported in the funds	(441,214)
Bonds payable and capital lease obligations are not due and payable in the current period and are not reported in the funds	(46,645,784)
Employee compensated absences are not due and payable in the current period and are not reported in the funds	(3,754,250)
Net OPEB liability does not present a claim on current financial resources and is not reported as a fund liability	(394,653,136)
Net pension liability does not present a claim on current financial resources and is not reported as a fund liability	(109,389,435)
Deferred inflows of resources related to pension and OPEB are not reported in the funds	(107,176,571)
Internal service funds are included as part of governmental activities	<u>8,232,656</u>
Net Position (Deficit) of Governmental Activities	<u><u>\$ (385,498,094)</u></u>

Governmental Funds

Statement of Revenue, Expenditures, and Changes in Fund Balances

Year Ended September 30, 2022

	General Fund	County Health	Community Action Resource Department	Community Development	Nonmajor Funds	Total Governmental Funds
Revenue						
Taxes	\$ 59,136,190	\$ -	\$ -	\$ -	\$ 54,133,274	\$ 113,269,464
Other intergovernmental revenue:						
Federal grants	14,688,787	11,724,286	33,452,502	3,642,119	10,860,810	74,368,504
Other intergovernmental revenue	20,496,497	7,026,422	2,548,175	-	16,392,009	46,463,103
Local grants and contributions	644,735	-	-	-	10,879,900	11,524,635
Charges for services	15,527,516	394,390	6,341	-	5,706,756	21,635,003
Fines and forfeitures	1,084,374	-	-	-	-	1,084,374
Licenses and permits	546,055	1,092,255	-	-	224,013	1,862,323
Interest income:						
Interest income	306,361	28,872	15,165	-	263,815	614,213
Rental income	132,528	-	611,007	-	268,544	1,012,079
Other revenue	1,809,988	713,945	567,236	-	3,780,231	6,871,400
Total revenue	114,373,031	20,980,170	37,200,426	3,642,119	102,509,352	278,705,098
Expenditures						
Current services:						
Management and planning	36,068,425	-	-	-	137,580	36,206,005
Administration of justice	26,376,536	-	-	-	18,547,677	44,924,213
Law enforcement and community protection	25,724,383	-	-	-	15,997,976	41,722,359
Human services	5,066,612	20,437,754	34,638,188	-	39,642,017	99,784,571
Community enrichment and development	3,573,250	-	-	3,561,489	16,960,040	24,094,779
Capital outlay	409,439	-	-	522,021	18,954,939	19,886,399
Debt service	-	-	-	-	3,791,050	3,791,050
Total expenditures	97,218,645	20,437,754	34,638,188	4,083,510	114,031,279	270,409,376
Excess of Revenue Over (Under) Expenditures	17,154,386	542,416	2,562,238	(441,391)	(11,521,927)	8,295,722
Other Financing Sources (Uses)						
Transfers in	2,010,070	1,783,269	-	-	16,229,486	20,022,825
Transfers out	(16,533,336)	-	(203,742)	-	(2,640,865)	(19,377,943)
Sale of capital assets	-	-	1,632	-	19,600	21,232
Insurance recoveries	834	-	-	-	-	834
Total other financing (uses) sources	(14,522,432)	1,783,269	(202,110)	-	13,608,221	666,948
Net Change in Fund Balances	2,631,954	2,325,685	2,360,128	(441,391)	2,086,294	8,962,670
Fund Balances (Deficit) - Beginning of year	39,556,965	5,109,079	(3,326,659)	345,399	46,861,938	88,546,722
Fund Balances (Deficit) - End of year	\$ 42,188,919	\$ 7,434,764	\$ (966,531)	\$ (95,992)	\$ 48,948,232	\$ 97,509,392

Governmental Funds

**Reconciliation of the Statement of Revenue, Expenditures, and Changes in
Fund Balances to the Statement of Activities**

Year Ended September 30, 2022

Net Change in Fund Balances Reported in Governmental Funds	\$ 8,962,670
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, in the statement of activities, these costs are allocated over their estimated useful lives as depreciation:	
Depreciation expense	(5,221,089)
Capital outlay	<u>21,898,041</u>
Total	16,676,952
Revenue in the statement of activities that does not provide current financial resources is not reported as revenue in the funds until it is available	145,223
Change in deferred outflows related pension and OPEB	(42,705,983)
Change in compensated absences is recorded when incurred in the statement of activities	834,536
Repayment of bond principal is an expenditure in the governmental funds but not in the statement of activities (where it reduces long-term debt)	2,185,000
Change in the net OPEB liability is recorded when earned in the statement of activities	158,619,633
Change in the net pension liability is recorded when incurred in the statement of activities	20,452,452
Change in deferred inflows related to pension and OPEB	(36,952,212)
Internal service funds are included as part of governmental activities	<u>(3,113,701)</u>
Change in Net Position of Governmental Activities	<u>\$ 125,104,570</u>

Proprietary Funds
Statement of Net Position

September 30, 2022

	Enterprise Funds			Governmental
	Delinquent Tax Revolving	Nonmajor Enterprise	Total	Internal Service Funds
Assets				
Current assets:				
Cash and cash equivalents	\$ 709,855	\$ 166,123	\$ 875,978	\$ 1,915,427
Investments	14,731,217	956,436	15,687,653	8,744,802
Accounts receivable:				
Current and delinquent taxes receivable	34,274,317	-	34,274,317	-
Interest and accounts receivable	859,101	80,728	939,829	536,772
Due from other governmental units	848,805	-	848,805	-
Due from other county funds	7,811,405	1,900,000	9,711,405	940,260
Inventory	-	-	-	59,350
Prepays and other assets	26,325	-	26,325	1,809,097
Long-term advance to component unit	2,000,000	-	2,000,000	-
Total current assets	61,261,025	3,103,287	64,364,312	14,005,708
Noncurrent assets -				
Capital assets:				
Assets not subject to depreciation	-	734,279	734,279	131,033
Assets subject to depreciation - Net	-	968,801	968,801	2,413,008
Total noncurrent assets	-	1,703,080	1,703,080	2,544,041
Total assets	61,261,025	4,806,367	66,067,392	16,549,749
Deferred Outflows of Resources				
Deferred pension costs	-	-	-	72,071
Deferred OPEB costs	13,572	-	13,572	19,566
Total deferred outflows of resources	13,572	-	13,572	91,637
Liabilities				
Current liabilities:				
Accounts payable	476,405	4,944	481,349	1,536,203
Due to other governmental units	-	-	-	108,107
Due to other county funds	14,070	-	14,070	40,400
Accrued liabilities and other	1,337,281	58,051	1,395,332	215,312
Unearned revenue	-	3,087	3,087	861
Compensated absences	8,828	9,179	18,007	8,173
General, workers' compensation claims, and IBNR liability - Current	-	-	-	1,698,000
Current portion of long-term debt	14,980,000	-	14,980,000	-
Total current liabilities	16,816,584	75,261	16,891,845	3,607,056
Noncurrent liabilities:				
Compensated absences	2,920	2,120	5,040	2,288
General, workers' compensation claims, and IBNR liability	-	-	-	3,152,307
Net pension liability	-	-	-	397,057
Net OPEB liability	649,734	-	649,734	936,677
Long-term debt	5,600,000	-	5,600,000	-
Total noncurrent liabilities	6,252,654	2,120	6,254,774	4,488,329
Total liabilities	23,069,238	77,381	23,146,619	8,095,385
Deferred Inflows of Resources				
Deferred pension cost reductions	-	-	-	112,056
Deferred OPEB cost reductions	139,627	-	139,627	201,289
Total deferred inflows of resources	139,627	-	139,627	313,345
Net Position				
Net investment in capital assets	-	1,703,080	1,703,080	2,544,041
Restricted:				
Retirement of delinquent tax notes payable	8,978,567	-	8,978,567	-
Parks and recreation nonexpendable	-	956,436	956,436	-
Unrestricted	29,087,165	2,069,470	31,156,635	5,688,615
Total net position	\$ 38,065,732	\$ 4,728,986	\$ 42,794,718	\$ 8,232,656

See notes to financial statements.

Proprietary Funds
Statement of Revenue, Expenses, and Changes in Net Position

Year Ended September 30, 2022

	Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Nonmajor Enterprise	Total	Internal Service Funds
Operating Revenue				
Other sales to customers	\$ -	\$ 419,767	\$ 419,767	\$ -
Charges for sales and services	12,876,316	744,531	13,620,847	-
Charges to other funds	-	-	-	17,686,400
Total operating revenue	12,876,316	1,164,298	14,040,614	17,686,400
Operating Expenses				
Salaries and fringe benefits	368,229	622,596	990,825	598,858
Supplies and other operating expenses	5,534,171	355,479	5,889,650	19,731,509
Depreciation	-	112,074	112,074	635,281
Total operating expenses	5,902,400	1,090,149	6,992,549	20,965,648
Operating Income (Loss)	6,973,916	74,149	7,048,065	(3,279,248)
Nonoperating Revenue (Expense)				
Investment income (loss)	68,099	(230,927)	(162,828)	(775,019)
Interest expense	(309,059)	-	(309,059)	-
Gain on sale of assets	-	-	-	140,566
Total nonoperating expense	(240,960)	(230,927)	(471,887)	(634,453)
Income (Loss) - Before transfers	6,732,956	(156,778)	6,576,178	(3,913,701)
Transfers In	55,118	500,000	555,118	800,000
Transfers Out	(1,500,000)	(500,000)	(2,000,000)	-
Change in Net Position	5,288,074	(156,778)	5,131,296	(3,113,701)
Net Position - Beginning of year	32,777,658	4,885,764	37,663,422	11,346,357
Net Position - End of year	\$ 38,065,732	\$ 4,728,986	\$ 42,794,718	\$ 8,232,656

**Proprietary Funds
Statement of Cash Flows**

Year Ended September 30, 2022

	Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Nonmajor Enterprise	Total	Internal Service Funds
Cash Flows from Operating Activities				
Receipts from customers	\$ 15,174,195	\$ 1,132,337	\$ 16,306,532	\$ 13,793,140
Receipts from interfund services and reimbursements	920,859	-	920,859	3,178,248
Payments to suppliers	(6,305,012)	(383,345)	(6,688,357)	(17,575,573)
Payments to employees and fringes	(386,036)	(624,887)	(1,010,923)	(711,445)
Other (payments) receipts	(38,683)	-	(38,683)	616
Claims paid	-	-	-	(2,299,386)
Net cash and cash equivalents provided by (used in) operating activities	9,365,323	124,105	9,489,428	(3,614,400)
Cash Flows from Noncapital Financing Activities				
Issuance of short-term borrowings	32,900,000	-	32,900,000	-
Transfers from other funds	55,118	500,000	555,118	800,000
Principal and interest paid on operating debt	(40,048,059)	-	(40,048,059)	-
Transfers to other funds	(1,500,000)	(500,000)	(2,000,000)	-
Loans made to other funds	-	(1,900,000)	(1,900,000)	-
Net cash and cash equivalents (used in) provided by noncapital financing activities	(8,592,941)	(1,900,000)	(10,492,941)	800,000
Cash Flows from Capital and Related Financing Activities				
Proceeds from sale of capital assets	-	-	-	140,566
Purchase of capital assets	-	(22,544)	(22,544)	(1,749,611)
Net cash and cash equivalents used in capital and related financing activities	\$ -	\$ (22,544)	\$ (22,544)	\$ (1,609,045)

**Proprietary Funds
Statement of Cash Flows (Continued)**

Year Ended September 30, 2022

	Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Nonmajor Enterprise	Total	Internal Service Funds
Cash Flows from Investing Activities				
Interest received on investments	\$ 597,558	\$ 4,703	\$ 602,261	\$ 346,268
Purchases of investment securities	(3,064,788)	-	(3,064,788)	(512,037)
Proceeds from sales and maturities of investment securities	-	-	-	2,186,300
Market decline on investments	-	-	-	(1,121,287)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net cash and cash equivalents (used in) provided by investing activities	(2,467,230)	4,703	(2,462,527)	899,244
Net Decrease in Cash and Cash Equivalents	(1,694,848)	(1,793,736)	(3,488,584)	(3,524,201)
Cash and Cash Equivalents - Beginning of year	2,404,703	1,959,859	4,364,562	5,439,628
Cash and Cash Equivalents - End of year	<u><u>\$ 709,855</u></u>	<u><u>\$ 166,123</u></u>	<u><u>\$ 875,978</u></u>	<u><u>\$ 1,915,427</u></u>
Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities				
Operating income (loss)	\$ 6,973,916	\$ 74,149	\$ 7,048,065	\$ (3,279,248)
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	-	112,074	112,074	635,281
Changes in assets and liabilities:				
Receivables	2,260,378	(31,961)	2,228,417	16,312
Due to and from other funds	920,859	-	920,859	(730,708)
Inventories	-	-	-	(13,766)
Prepaid and other assets	(2,004,289)	-	(2,004,289)	(199,507)
Net pension or OPEB liability	(17,807)	-	(17,807)	(93,888)
Accounts payable	1,233,448	(27,940)	1,205,508	(78,854)
Compensated absence liability	(1,182)	4,408	3,226	(4,512)
Accrued and other liabilities	-	(6,625)	(6,625)	134,490
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net cash and cash equivalents provided by (used in) operating activities	<u><u>\$ 9,365,323</u></u>	<u><u>\$ 124,105</u></u>	<u><u>\$ 9,489,428</u></u>	<u><u>\$ (3,614,400)</u></u>

**Fiduciary Funds
Statement of Fiduciary Net Position**

September 30, 2022

	Total Pension and Other Employee Benefit Trust Funds	Custodial Fund
Assets		
Cash and cash equivalents	\$ 26,750,369	\$ 26,776,852
Investments:		
Money market funds and investment pool	-	1,602,332
Negotiable CDs	3,169,390	-
U.S. government securities	49,390,448	-
Foreign bonds	2,676,060	-
Collective investment trust	153,894,934	-
Foreign equity	88,361,082	-
Real estate limited partnerships	110,587,048	-
Common stock	54,517,140	-
Corporate bonds	45,747,891	-
Real estate investment trusts	24,828,091	-
Mutual funds - Equity	2,252,642	-
Partnerships alternative investments	214,115	-
Real estate	1,317,200	-
Accounts receivable:		
Interest and accounts receivable	612,301	-
Due from other governmental units	-	101,621
Other accounts receivable	2,731,623	17,087,730
Accounts receivable - Pending trades	2,215,622	-
Prepaid expenses and other assets	198,802	454
Total assets	569,464,758	45,568,989
Liabilities		
Accounts payable	1,049,054	4,681,887
Due to other governmental units	-	40,794,553
Accrued liabilities and other	806,492	68,456
Unearned revenue	-	3,201
Due to broker	1,516,442	-
Other current liabilities	17,346	-
Total liabilities	3,389,334	45,548,097
Net Position - Restricted for		
Pension	556,592,652	-
Postemployment benefits other than pension	9,482,772	-
Individuals, organizations, and other governments	-	20,892
Total net position	\$ 566,075,424	\$ 20,892

Fiduciary Funds
Statement of Changes in Fiduciary Net Position

Year Ended September 30, 2022

	Total Pension and Other Employee Benefit Trust Funds	Custodial Fund
Additions		
Investment income (loss):		
Interest and dividends	\$ 5,082,491	\$ -
Net increase in fair value of investments	64,730,881	-
Investment costs	(1,151,733)	-
Net investment income	68,661,639	-
Contributions:		
Employer	67,073,111	-
Employee	2,754,205	-
Total contributions	69,827,316	-
Collection of 911 surcharge	-	8,731,112
Collection of funds held for inmates	-	2,293,580
Collection of State of Michigan SET tax	-	65,258,383
Collection of state transfer tax	-	16,075,233
Tax collections on behalf of others	-	8,336,127
District court fees	-	7,264,841
Miscellaneous	365,031	5,828,142
Total additions	138,853,986	113,787,418
Deductions		
Benefit payments	66,566,709	-
Refunds to terminated employees	1,021,883	-
Administrative expenses	544,455	-
Disbursement of 911 surcharges	-	8,731,112
Disbursement of funds held for inmates	-	2,293,580
Disbursement of State of Michigan SET tax	-	65,258,383
Disbursement of state transfer tax	-	16,075,233
Disbursement of tax collections to other authorities	-	8,336,127
Disbursement of district court fees	-	7,264,841
Disbursement of miscellaneous funds	-	5,914,620
Total deductions	68,133,047	113,873,896
Net Increase (Decrease) in Fiduciary Net Position	70,720,939	(86,478)
Net Position - Beginning of year	495,354,485	107,370
Net Position - End of year	\$ 566,075,424	\$ 20,892

Genesee County, Michigan

	Road Commission September 30, 2022	Water & Waste Services December 31, 2021	Economic Development Corporation September 30, 2022
Assets			
Cash and cash equivalents	\$ 23,458,117	\$ 25,847,385	\$ 112,592
Investments	2,629,154	-	-
Accounts receivable:			
Special assessments receivable	70,072	-	-
Land contract receivable, less than one year	-	-	-
Interest and accounts receivable	79,684	16,235,956	46,382
Leases receivable - Current	-	1,165,000	-
Current loan receivable	-	-	-
Loan receivables	-	-	129,490
Due from other governmental units	10,435,750	6,603,017	-
Inventory	1,675,351	-	-
Prepaid expenses and other assets	148,275	859,528	123
Restricted assets	-	60,890,073	586,963
Investment in joint ventures	-	-	-
Net OPEB asset	18,263,953	-	-
Capital assets - Net	244,947,501	714,042,437	-
Lease receivable	-	30,428,572	-
Land contract receivable, greater than one year - Net of allowance of \$293,102	-	-	-
Total assets	301,707,857	856,071,968	875,550
Deferred Outflows of Resources			
Deferred charges on bond refunding	-	169,036	-
Deferred pension costs	5,353,120	10,672,308	-
Deferred OPEB costs	2,228,914	2,818,830	-
Total deferred outflows of resources	7,582,034	13,660,174	-
Liabilities			
Accounts payable	3,658,355	4,282,578	5,195
Due to other governmental units	-	-	89,505
Due to primary government	169,735	-	-
Accrued liabilities and other	744,633	5,258,648	-
Advances and deposits	2,829,762	-	-
Unearned revenue	140,000	462,000	-
Noncurrent liabilities:			
Due within one year:			
Compensated absences	614,236	-	-
Current portion of long-term debt	263,955	1,332,241	-
Due in more than one year:			
Payable from restricted assets	-	28,120,529	-
Compensated absences	355,125	-	-
Funds held in escrow	-	-	-
Net pension liability	25,753,438	25,229,657	-
Net OPEB liability	-	24,021,132	-
Long-term debt	1,741,566	537,014,029	-
Long-term advance from primary government	-	-	-
Total liabilities	36,270,805	625,720,814	94,700
Deferred Inflows of Resources			
Deferred benefit on bond refunding	-	-	-
Deferred pension cost reductions	6,892,971	7,714,532	-
Deferred OPEB cost reductions	12,219,869	10,163,582	-
Total deferred inflows of resources	19,112,840	17,878,114	-
Net Position (Deficit)			
Net investment in capital assets	242,941,980	225,609,014	-
Restricted:			
Net OPEB asset	8,272,998	-	-
Programs	-	-	776,382
Debt service	47,953	15,315,260	-
Unrestricted	2,643,315	(14,791,060)	4,468
Total net position (deficit)	<u>\$ 253,906,246</u>	<u>\$ 226,133,214</u>	<u>\$ 780,850</u>

Component Units Statement of Net Position

September 30, 2022

Drains September 30, 2022	Land Bank Authority September 30, 2022	Brownfield Authority September 30, 2022	Storm Water Management System September 30, 2022	Total
\$ 1,206,138	\$ 9,217,558	\$ 160,469	\$ 261,163	\$ 60,263,422
212,714	9,674,710	-	-	12,516,578
4,064,118	-	131,609	-	4,265,799
-	503,350	-	-	503,350
-	382,710	-	-	16,744,732
-	-	-	-	1,165,000
-	-	225,000	-	225,000
-	-	450,000	-	579,490
-	384,769	-	10,000	17,433,536
85,781	265,147	-	-	2,026,279
171,556	77,290	150	-	1,256,922
-	-	-	-	61,477,036
-	1,000	-	-	1,000
-	-	-	-	18,263,953
13,355,182	2,790,920	-	-	975,136,040
-	-	-	-	30,428,572
-	853,408	-	-	853,408
19,095,489	24,150,862	967,228	271,163	1,203,140,117
-	-	-	-	169,036
-	-	-	-	16,025,428
-	-	-	-	5,047,744
-	-	-	-	21,242,208
139,787	671,154	-	22,944	8,780,013
-	-	-	-	89,505
-	-	-	-	169,735
43,987	321,890	146,525	-	6,515,683
-	-	-	-	2,829,762
104,947	125,000	-	-	831,947
3,179	79,257	-	-	696,672
233,833	75,000	575,000	-	2,480,029
-	-	-	-	28,120,529
890	-	-	-	356,015
-	-	225,000	-	225,000
-	-	-	-	50,983,095
-	-	-	-	24,021,132
1,915,500	-	8,345,000	-	549,016,095
1,062,860	1,180,000	-	-	2,242,860
3,504,983	2,452,301	9,291,525	22,944	677,358,072
-	-	163,673	-	163,673
-	-	-	-	14,607,503
-	-	-	-	22,383,451
-	-	163,673	-	37,154,627
11,205,849	1,535,920	-	-	481,292,763
-	-	-	-	8,272,998
-	684,192	-	248,219	1,708,793
-	-	-	-	15,363,213
4,384,657	19,478,449	(8,487,970)	-	3,231,859
\$ 15,590,506	\$ 21,698,561	\$ (8,487,970)	\$ 248,219	\$ 509,869,626

Genesee County, Michigan

	Program Revenue			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Component Units				
Road Commission	\$ 43,347,702	\$ 6,361,047	\$ 39,595,629	\$ 18,225,591
Water & Waste Services	94,991,397	80,067,561	-	2,011,133
Economic Development Corporation	8,743	-	-	-
Drains	4,295,572	1,252,231	-	-
Land Bank Authority	6,613,099	5,485,695	1,905,906	-
Brownfield Authority	268,523	-	-	-
Storm Water Management System	382,259	-	213,520	-
Total component units	\$ 149,907,295	\$ 93,166,534	\$ 41,715,055	\$ 20,236,724

General revenue (expense):

- Special assessments
- Interest income
- Taxes
- Other miscellaneous income (loss)

Total general revenue (expense)

Change in Net Position

Net Position (Deficit) - Beginning of year

Net Position (Deficit) - End of year

Component Units Statement of Activities

Year Ended September 30, 2022

Net Revenue (Expense) and Changes in Net Position							
Road Commission	Water & Waste Services	Economic Development Corporation	Drains	Land Bank Authority	Brownfield Authority	Storm Water Management System	Total
\$ 20,834,565	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,834,565
-	(12,912,703)	-	-	-	-	-	(12,912,703)
-	-	(8,743)	-	-	-	-	(8,743)
-	-	-	(3,043,341)	-	-	-	(3,043,341)
-	-	-	-	778,502	-	-	778,502
-	-	-	-	-	(268,523)	-	(268,523)
-	-	-	-	-	-	(168,739)	(168,739)
<u>20,834,565</u>	<u>(12,912,703)</u>	<u>(8,743)</u>	<u>(3,043,341)</u>	<u>778,502</u>	<u>(268,523)</u>	<u>(168,739)</u>	<u>5,211,018</u>
-	-	-	1,721,190	-	-	-	1,721,190
133,831	2,048,885	8,408	5,865	78,744	-	38	2,275,771
-	-	-	-	-	167,076	-	167,076
<u>47,537</u>	<u>23,334,315</u>	<u>-</u>	<u>101,777</u>	<u>(2,232,110)</u>	<u>368,636</u>	<u>-</u>	<u>21,620,155</u>
<u>181,368</u>	<u>25,383,200</u>	<u>8,408</u>	<u>1,828,832</u>	<u>(2,153,366)</u>	<u>535,712</u>	<u>38</u>	<u>25,784,192</u>
21,015,933	12,470,497	(335)	(1,214,509)	(1,374,864)	267,189	(168,701)	30,995,210
<u>232,890,313</u>	<u>213,662,717</u>	<u>781,185</u>	<u>16,805,015</u>	<u>23,073,425</u>	<u>(8,755,159)</u>	<u>416,920</u>	<u>478,874,416</u>
<u>\$253,906,246</u>	<u>\$226,133,214</u>	<u>\$ 780,850</u>	<u>\$ 15,590,506</u>	<u>\$ 21,698,561</u>	<u>\$ (8,487,970)</u>	<u>\$ 248,219</u>	<u>\$509,869,626</u>

Note 1 - Significant Accounting Policies

The following is a summary of the significant accounting policies used by Genesee County, Michigan (the "County"):

Reporting Entity

The County of Genesee, Michigan was incorporated on March 18, 1835 and covers an area of approximately 642 square miles with the county seat located in the City of Flint, Michigan. The County operates under an elected Board of Commissioners (nine members) and provides services to its more than 425,000 residents in many areas, including law enforcement, administration of justice, community enrichment and development, and human services. Education services are provided to citizens through more than 198 schools in 21 local school districts, 5 colleges, and a district library; such districts, colleges, and the library are separate governmental entities whose financial statements are not included herein, in accordance with Governmental Accounting Standards Board Codification Section 2100.

As required by generally accepted accounting principles, these financial statements represent Genesee County, Michigan (the primary government) and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Fiduciary Component Units

Genesee County Employees' Retirement System

Genesee County Employees' Retirement System (GCERS) is a legally separate entity established to account for employee and employer contributions, investment income, accumulated assets, and payments to beneficiaries. The pension board has five ex officio commissioners due to their positions held in the County and four elected employee commissioners, with services provided almost exclusively for the County and its employees. The retirement system has a calendar fiscal year end. It was determined by the County that it would be extremely impractical for the retirement system to change to a September 30 fiscal year end.

Employees' Fringe Benefit (VEBA) Trust Fund

The Employees' Fringe Benefit (VEBA) Trust Fund is governed by the County Board of Commissioners. Although it is legally separate from the County, it is reported as a fiduciary component unit because the County administers the plan and the plan imposes a financial burden on the County. There are no separately issued financial statements. The plan is reported using a September 30 year end.

Blended Component Unit

Genesee County Building Authority (the "Building Authority")

The Building Authority is a legally separate entity established for the sole purpose of issuing bonded debt to finance construction of county buildings. The entire board of the Building Authority is appointed by the County Board of Commissioners. There was no activity in the current year.

Discretely Presented Component Units

Genesee County Road Commission

An entity responsible for constructing and maintaining the primary and local road system within the County. Its five-member board is appointed by the county board. The county board can significantly influence the operations of the road commission board.

Note 1 - Significant Accounting Policies (Continued)

Water & Waste Services

Water & Waste Services is an entity established by the County pursuant to state law to provide for water and waste management services. The County appoints the lone board member/manager-director and has the ability to remove the manager-director if it so chooses. The County approves and would be secondarily liable for any debt issuances. Water & Waste Services have a calendar year. The County has determined that it would be impractical for Water & Waste Services to change to a September 30 fiscal year end.

Economic Development Corporation (EDC)

EDC is an entity responsible for the administration of the revolving loan program. This loan program makes low-interest loans available to businesses located within Genesee County, Michigan. The board of the Economic Development Corporation is appointed by the Board of Commissioners. The Board of Commissioners can remove board members of the EDC if it so chooses.

Drains

These separate legal entities represent drainage districts established pursuant to Act 40, P.A. 1956, as amended, of the Michigan Drain Code. The oversight of these districts is the responsibility of the Genesee County drain commissioner, an elected position that is funded by Genesee County, Michigan. The County lends its full faith and credit toward payment of the special assessment bonds issued for the projects. The County can significantly influence the operations of the Drain Commission since the County Board of Commissioners approves the Drains' budgets.

Genesee County Land Bank Authority

The Genesee County Land Bank Authority is an entity that accounts for the activities of the authority consisting of acquisition of properties via the delinquent tax state statute sales of property to individuals, commercial entities, and nonprofit organizations; rental of properties to individuals; and rehabilitation and demolition of properties in preparation for sale or future development. The entity is composed of seven members appointed by the county board. The county board can significantly influence the operations of the Land Bank Authority Board.

Brownfield Authority

The Brownfield Authority is an entity governed by a nine-member board. The board is appointed by each member of the county board. The Brownfield Authority was created to provide a means for financing remediation of brownfield (environmentally contaminated) sites within the County. The County issued bonds to provide capital for the revitalization of environmentally distressed, blighted, and functionally obsolete properties within the County. The County approves and would be secondarily liable for any debt issuances.

Storm Water Management System

The Storm Water Management System is an entity established by the County pursuant to Act 342, Public Acts of Michigan, 1939. Genesee County Storm Water Management System is responsible for administration services necessary to enable the County and the cities, villages, townships, and charter townships located within the County to comply with the Phase II Regulations established by the United States Environmental Protection Agency (EPA) in the Federal Register on December 8, 1999. The drain commissioner's office was designated and appointed as the county agency for the system to manage and operate the system.

Complete financial statements of the individual component units (excluding Drains, the Brownfield Authority, the Economic Development Corporation of Genesee County, and the Building Authority, which are included in this financial report) can be obtained from their respective administrative offices.

Note 1 - Significant Accounting Policies (Continued)

Accounting and Reporting Principles

The County follows accounting principles generally accepted in the United States of America (GAAP), as applicable to governmental units. Accounting and financial reporting pronouncements are promulgated by the Governmental Accounting Standards Board. The following is a summary of the significant accounting policies used by the County:

Report Presentation

Governmental accounting principles require that financial reports include two different perspectives - the government-wide perspective and the fund-based perspective. 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. The government-wide financial statements are presented on the economic resources measurement focus and the full accrual basis of accounting. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The statements also present a schedule reconciling these amounts to the modified accrual-based presentation found in the fund-based statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes (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 revenue are reported instead as general revenue.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds, and the component units, even though the fiduciary fund statements 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.

Fund Accounting

The County accounts for its various activities in several different funds in order to demonstrate accountability for how we have spent certain resources; separate funds allow us to show the particular expenditures for which specific revenue was used. The various funds are aggregated into three broad fund types:

Governmental Funds

Governmental funds include all activities that provide general governmental services that are not business-type activities. This includes the General Fund, special revenue funds, debt service funds, capital project funds, and permanent funds. The County reports the following funds as major governmental funds:

- The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The County Health Fund accounts for the operations of providing health protection and health services; the main revenue sources are federal and state grants.
- The Community Action Resource Department Fund accounts for the programs designed to provide health and human services to low-income individuals; the main revenue source is federal grants.

Note 1 - Significant Accounting Policies (Continued)

- The Community Development Fund accounts for Housing and Urban Development grant awards that are allocated to all local units of government (excluding City of Flint, Michigan) for projects benefiting low- and moderate-income persons or projects defined as having an urgent need.

Proprietary Funds

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue 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 revenue of the proprietary funds relates to charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses. The County reports the following funds as major enterprise funds:

- The Delinquent Tax Revolving Fund accounts for the activities of the delinquent real property tax purchase program whereby the County purchases the outstanding taxes from each local taxing unit. The County in turn collects those delinquent taxes along with penalties and interest.

The County's internal service funds account for various services, such as data processing, purchasing, and other administrative services; fleet management; buildings and grounds maintenance; the self-funded property/casualty program; and the self-funded prescription drug and medical program. These services are provided to other county departments on a cost-reimbursement basis.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Genesee County, Michigan's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The government reports the following fiduciary funds:

- The Pension Trust Fund accounts for employee and employer pension contributions, investment income, accumulated assets, and payments to beneficiaries.
- The Employees' Fringe Benefit (VEBA) Trust Fund accounts for employee and employer contributions, investment income, and accumulated assets set aside with the intent to accumulate adequate funds to defray part of the cost of retiree medical benefits in future years.
- The Custodial Fund account for assets held by the County as an agent for individuals and other governments.

Interfund Activity

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Note 1 - Significant Accounting Policies (Continued)

Furthermore, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Basis of Accounting

The governmental funds use the current financial resources measurement focus and the modified accrual basis of accounting. This basis of accounting is intended to better demonstrate accountability for how the County has spent its resources.

Expenditures are reported when the goods are received or the services are rendered. Capital outlays are reported as expenditures (rather than as capital assets) because they reduce the ability to spend resources in the future; conversely, employee benefit costs that will be funded in the future (such as pension and retiree health care-related costs or sick and vacation pay) are not counted until they come due for payment. In addition, debt service expenditures, claims, and judgments are recorded only when payment is due.

Revenue is not recognized until it is collected or collected soon enough after the end of the year that it is available to pay for obligations outstanding at the end of the year. For this purpose, the County considers revenue to be available if it is collected within 60 days of the end of the current fiscal period. The following major revenue sources meet the availability criterion: state-shared revenue, property tax revenue, court fines, and interest associated with the current fiscal period. Conversely, property taxes and federal grant reimbursements will be collected after the period of availability; receivables have been recorded for these, along with a deferred inflow of resources.

Proprietary funds and fiduciary funds, as applicable, use the economic resources measurement focus and the full accrual basis of accounting. Revenue is recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Specific Balances and Transactions

Cash and Cash Equivalents

The County considers cash equivalents as short-term highly liquid investments that are both readily convertible to cash and have maturities of 90 days or less when purchased to minimize the risk of changes in value due to interest rate changes.

Investments

Investments are stated at fair value. Fair value is determined based on quoted market prices except for money market funds, which are valued at amortized cost. Unrealized appreciation or depreciation on investments due to changes in market value are recognized in fund operations each year.

Accounts Receivable

Accounts receivable primarily relate to grants, settlements, and interest and penalties related to delinquent taxes. The amount recorded at September 30, 2022 is net of an estimated allowance for uncollectible amounts of \$5,351,288.

Note 1 - Significant Accounting Policies (Continued)

Inventories and Prepaid Items

Inventories are stated at cost on a first-in, first-out basis for governmental funds and the lower of cost on a first-in, first-out basis or market for proprietary funds. The cost of inventory items in governmental funds is recorded as an expenditure at the time of purchase, except for certain special revenue funds and the Drains component unit, for which inventories are expensed when used. Inventory in the Land Bank Authority represents land inventory held for resale.

Restricted Assets

Unspent bond proceeds of \$434,477 in the Capital Improvement Fund are required to be set aside for capital improvements. Unspent bond proceeds of \$12,017,641 in the GVRC Project Fund are required to be set aside for capital improvements related to the new Genesee County Juvenile Justice Center building being constructed. There is also \$175,000 of restricted assets for the Flint City Lockup.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost ranging from \$1,500 for equipment to \$100,000 for infrastructure and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Capital assets are depreciated using the straight-line method over the estimated useful lives of the related assets. The estimated useful lives are as follows:

Capital Asset Class	Depreciable Life - Years
Land improvements	10-40
Buildings and improvements	25-50
Machinery and equipment	3-20
Infrastructure	20-50

Unearned Revenue

Unearned revenue consists primarily of grant proceeds, which are not considered earned until they have been spent on eligible expenditures as well as prepayments received in advance of services being performed.

Long-term Obligations

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

Note 1 - Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. At September 30, 2022, the County reported deferred outflows of resources related to pension and OPEB for governmental activities and business-type activities. See the tables in Notes 8 and 10 for governmental and business-type activities and Note 18 for component units for amounts and when they will be recognized in pension/OPEB expense. In the component unit Water & Waste Services, a deferred outflow of resources related to bond refunding loss that is being amortized. The Road Commission and Water & Waste Services component units have deferred outflows related to pension and OPEB costs.

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. At September 30, 2022, the County reported deferred inflows of resources related to pension and OPEB for governmental activities and business-type activities. See the tables in Notes 8 and 10 for governmental and business-type activities and Note 18 for component units for amounts and when they will be recognized in pension/OPEB expense. There are also deferred inflows in the governmental funds for unavailable grant revenue, unavailable settlement revenue and property tax revenue and in the component units for bond refunding (Brownfield Authority) and Road Commission and Water & Waste Services for pension and OPEB.

Net Position Flow Assumption

The County will sometimes fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balance Flow Assumptions

The County will sometimes fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Furthermore, when an expense is incurred for a purpose for which amounts in any of the unrestricted fund balance classifications could be used, it is the County's policy to spend funds in this order: committed, assigned, and unassigned.

Fund Balance Policies

In the fund financial statements, governmental funds report the following components of fund balance:

Nonspendable - Amounts that are not in spendable form or are legally or contractually required to be maintained intact.

Restricted - Reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties, constitutional provisions, or enabling legislation for use for a specific purpose.

Committed - Amounts that have been formally set aside by the Board of Commissioners for use for specific purposes. Commitments are made and can be rescinded only via resolution of the board.

Note 1 - Significant Accounting Policies (Continued)

Assigned - Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The Board of Commissioners are authorized to assign fund balance. Unlike commitments, assignments generally exist only temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned - Amounts that do not fall into any other category above. This is the residual classification for amounts in the General Fund and represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes in the General Fund. In other governmental funds, only negative unassigned amounts are reported, if any, and represent expenditures incurred for specific purposes exceeding the amounts previously restricted, committed, or assigned to those purposes.

Property Taxes

The County's property tax is levied each July 1 for operations and each December 1 for all others on the assessed valuation of property located in the County as of the preceding December 31. On December 1, the property tax attachment is an enforceable lien on property and is payable by the last day of the next February following. Assessed values are established annually by the County and are equalized by the State at an estimated 50 percent of current market value. Real and personal property in Genesee County, Michigan for the 2022 levy was assessed at \$14,414,280,143 and equalized at \$14,414,280,143, representing 50 percent of estimated current market value. The County's operating tax rate is currently 5.3921 mills, with an additional 0.7390 mills voted for parks, 0.4775 mills for paramedics, 0.6897 mills for senior services, 0.9855 mills for health services, 0.0984 mills for veterans, 0.0392 mills for the MSU extension, 0.1970 mills for animal control, 0.9479 mills for culture, and 0.9400 mills for mental health.

By agreement with various taxing authorities, the County purchases at face value the real property taxes receivable returned delinquent each March 1. These receivables (\$34,274,317 at September 30, 2022) are pledged to a bank for payment of notes payable, the proceeds of which were used to liquidate the amounts due to the General Fund and various other funds and governmental agencies for purchase of the receivables and to provide funds for current operations. Subsequent collections on delinquent taxes receivable, plus interest and collection fees thereon and investment earnings, are used to extinguish the debt.

Pension

Genesee County, Michigan offers a defined benefit pension plan to its employees. The County records a net pension liability for the difference between the total pension liability calculated by the actuary and the pension plan's fiduciary net position. 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 Genesee County Employees' Retirement System pension plan and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The General, special revenue, and internal service funds will be used to liquidate the net pension liability based on whichever fund an employee or retiree is assigned and to which the employee's pension costs are charged.

Note 1 - Significant Accounting Policies (Continued)

Other Postemployment Benefit Costs

The County offers retiree health care benefits to retirees. The County records a net OPEB liability for the difference between the total OPEB liability calculated by the actuary and the OPEB plan's fiduciary net position. For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the plan and additions to/deductions from the OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. The General, special revenue, Delinquent Tax Revolving, and internal service funds will be used to liquidate the other postemployment benefit obligation based on whichever fund an employee or retiree is assigned and to which the employee's other postemployment benefit costs are charged.

Compensated Absences (Vacation and Sick Leave)

It is the County's policy to permit employees to accumulate earned but unused sick and vacation pay benefits. Vacation pay is accrued and fully vested when earned; upon termination, with a few bargaining unit exceptions, employees are paid accumulated vacation at full rates to a limit of 150 percent of their current annual earned vacation. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service with the County. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only for employee terminations as of year end. All other accrued compensated absences are reported in the government-wide financial statements; generally, the funds that report each employee's compensation (the General Fund, major special revenue funds, internal service funds, and Delinquent Tax Revolving Fund, primarily) are used to liquidate the obligation.

Use of Estimates

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

Upcoming Accounting Pronouncements

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*, which clarifies the existing definition of conduit debt, provides a single method of reporting conduit debt obligations by issuers, and eliminates diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosures. As a result, issuers should not recognize a liability for items meeting the definition of conduit debt; however, a liability should be recorded for additional or voluntary commitments to support debt service if certain recognition criteria are met. The standard also addresses the treatment of arrangements where capital assets are constructed or acquired with the proceeds of a conduit debt obligation and used by a third-party obligor. The requirements of the standard will be applied retrospectively and are effective for the County's financial statements for the September 30, 2023 fiscal year.

In May 2020, the Governmental Accounting Standards Board issued Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*, which defines SBITAs and provides accounting and financial reporting for SBITAs by governments. This statement requires a government to recognize a subscription liability and an intangible right-to-use subscription asset for SBITAs. The County is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this statement are effective for the County's financial statements for the year ending September 30, 2023.

Note 1 - Significant Accounting Policies (Continued)

In June 2022, the Governmental Accounting Standards Board issued Statement No. 101, *Compensated Absences*, which updates the recognition and measurement guidance for compensated absences under a unified model. This statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means and establishes guidance for measuring a liability for leave that has not been used. It also updates disclosure requirements for compensated absences. The provisions of this statement are effective for the County's financial statements for the year ending December 31, 2024.

Subsequent Events

The financial statements and related disclosures include evaluation of events up through and including February 28, 2023, which is the date the financial statements were available to be issued.

Note 2 - Stewardship, Compliance, and Accountability

Fund Deficits

As of September 30, 2022, the following funds were in a deficit:

Component unit - Brownfield Authority	\$ 8,487,970
Special revenue fund - Community Development	95,992
Special revenue fund - Sheriff Contracted Services	382,233
Special revenue fund - Community Action Resource Department	966,531

Note 3 - Deposits and Investments

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended) authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The law also allows investments outside the state of Michigan when fully insured. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications that matures no more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions that are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The Employees' Fringe Benefit (VEBA) Trust Fund is authorized by Michigan Public Act 149 of 1999 to invest in certain reverse repurchase agreements, stocks, diversified investment companies, annuity investment contracts, real estate leased to public entities, mortgages, real estate, debt or equity of certain small businesses, certain state and local government obligations, and certain other specified investment vehicles. The Pension Trust Fund is also authorized by Michigan Public Act 314 of 1965, as amended, to invest in similar types of investments as the Employees' Fringe Benefit (VEBA) Trust Fund.

State statutes as they relate to group self-insurance pools (Public Act 218 of 1956, as amended) authorize the Self-funded Property/Casualty Program Fund to invest in obligations of the U.S. Treasury and U.S. agencies, deposit agreements with federally insured financial institutions within the state of Michigan, commercial paper, common stocks, real estate, repurchase obligations of the U.S. government and U.S. agencies, bankers' acceptances of U.S. banks, common stocks, and mutual funds composed of the above authorized investments. The pool has adopted the above as its investment policy and has authorized the following depositories: Huntington Bank.

Note 3 - Deposits and Investments (Continued)

The County has designated two banks for the deposit of its funds. The investment policy adopted by the board in accordance with Public Act 196 of 1997 has authorized investments as allowed under state statutory authority, as listed above. The County's cash and investments are subject to several types of risk, which are examined in more detail as follows:

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. At year end, the County had bank deposits of \$101,525,922, including the Economic Development Corporation, Drains, and Brownfield, (checking and savings accounts) that were uninsured and uncollateralized. The County believes that, due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. Insuring or collateralizing all cash deposits would also result in a significant decrease in the investment returns for the County. Consistent with the investment policy that is prepared by the county treasurer's office and approved by the County Board of Commissioners, the County evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

Custodial Credit Risk of Investments

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 does not have a policy for custodial credit risk. At year end, \$545,700,843 of investment securities was uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the County's name.

Note 3 - Deposits and Investments (Continued)

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The County's investment policy does not restrict investment maturities other than commercial paper, which can only be purchased with a 270-day maturity. At year end, the average maturities of investments are as follows:

Type of Investment	Fair Value	Less Than One Year	1-5 Years	6-10 Years	More Than 10 Years
Commercial paper (primary government)	\$ 4,963,906	\$ 4,963,906	\$ -	\$ -	\$ -
U.S. gov. or agency bond or notes (primary government)	12,900,437	5,222,622	7,677,815	-	-
Bank investment pools (fiduciary - custodial fund)	586,821	586,821	-	-	-
Bank investment pools (primary government)	58,919,545	58,919,545	-	-	-
Corporate bonds (primary government)	2,466,980	1,894,407	572,573	-	-
Corporate asset backed (pension)	6,276,631	-	2,529,727	2,162,075	1,584,829
U.S. gov. collateralized mortgage obligation (pension)	8,380,106	-	593,669	328,115	7,458,322
U.S. gov. mortgage backed (pension)	5,732,594	-	69,106	341,216	5,322,272
U.S. gov. Treasurys, notes, and bonds (pension)	19,567,004	1,499,985	9,933,833	8,133,186	-
Corporate collateralized mortgage obligation (pension)	5,049,994	-	400,815	265,228	4,383,951
Corporate bonds (pension)	29,808,868	1,750,226	11,506,903	15,832,838	718,901
Foreign corporate (pension)	2,411,830	-	1,679,416	591,054	141,360
Municipal (pension)	15,224,751	-	4,797,175	4,854,679	5,572,897
Private placement (pension)	4,612,397	131,364	2,324,367	1,998,074	158,592
U.S. gov. agency (pension)	431,148	-	-	431,148	-
U.S. gov. asset-backed (pension)	54,844	-	-	-	54,844
Foreign government (pension)	264,230	-	137,479	126,751	-
Total	\$ 177,652,086	\$ 74,968,876	\$ 42,222,878	\$ 35,064,364	\$ 25,395,968

Credit Risk

Credit risk is the risk that the government will not be able to recover the value of its securities. The County follows state law, which limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The County has no investment policy that would further limit its investment choices for general county funds. The pension funds are allowed to invest in longer maturity corporate bonds in accordance with state law. As of year end, the credit quality ratings of debt securities not explicitly guaranteed by the U.S. government are as follows (pension amounts are rounded to the nearest 1,000):

Investment	Fair Value	Rating	Rating Organization
Commercial paper (primary government)	\$ 4,963,906	A-1	S&P
U.S. gov. or agency securities (primary government)	12,505,206	AA+	S&P
U.S. gov. or agency securities (primary government)	395,230	Not rated	N/A
Money market funds (primary government)	29,412,588	Not rated	N/A
Money market funds (primary government)	22,226,698	AAAm	S&P
Money market funds (primary government)	232,248	AA M	S&P
Bank investment pools (primary government)	58,919,545	AAAm	S&P

Note 3 - Deposits and Investments (Continued)

Investment	Fair Value	Rating	Rating Organization
Corporate bonds (primary government)	\$ 1,158,266	A+	S&P
Corporate bonds (primary government)	372,557	A-	S&P
Corporate bonds (primary government)	230,630	BBB+	S&P
Corporate bonds (primary government)	363,584	BBB	S&P
Corporate bonds (primary government)	341,943	BBB-	S&P
Bank investment pools (fiduciary-custodial fund)	586,821	AAAm	S&P
Money market funds (fiduciary-custodial fund)	10,954	Not rated	N/A
Money market (fiduciary-custodial fund)	1,004,558	AAAm	S&P
Asset backed (pension)	2,672,058	Aaa	Moody's
Asset backed (pension)	244,218	Aa1	Moody's
Asset backed (pension)	789,640	Baa1 and Below	Moody's
Asset backed (pension)	2,570,715	Not rated	N/A
Corporate bonds (pension)	1,020,948	Aaa	Moody's
Corporate bonds (pension)	1,004,118	Aa2	Moody's
Corporate bonds (pension)	110,267	Aa3	Moody's
Corporate bonds (pension)	2,395,953	A1	Moody's
Corporate bonds (pension)	3,813,423	A2	Moody's
Corporate bonds (pension)	5,536,137	A3	Moody's
Corporate bonds (pension)	12,359,288	Baa1 and Below	Moody's
Corporate bonds (pension)	3,568,734	Not rated	N/A
Corporate CMO (pension)	2,210,963	Aaa	Moody's
Corporate CMO (pension)	154,152	Aa1	Moody's
Corporate CMO (pension)	53,765	Aa3	Moody's
Corporate CMO (pension)	141,978	A3	Moody's
Corporate CMO (pension)	2,489,136	Not rated	N/A
Private placement (pension)	363,401	Aa3	Moody's
Private placement (pension)	252,970	A1	Moody's
Private placement (pension)	513,102	A2	Moody's
Private placement (pension)	381,664	A3	Moody's
Private placement (pension)	2,493,305	Baa1 and Below	Moody's
Private placement (pension)	607,955	Not rated	N/A
Foreign corporate bonds (pension)	1,002,782	A1	Moody's
Foreign corporate bonds (pension)	932,054	A2	Moody's
Foreign corporate bonds (pension)	127,790	A3	Moody's
Foreign corporate bonds (pension)	347,430	Baa1 and Below	Moody's
Foreign corporate bonds (pension)	1,774	Not rated	Moody's
Foreign government bonds (pension)	264,230	Baa1 and Below	Moody's
Municipal bonds (pension)	1,409,306	Aaa	Moody's
Municipal bonds (pension)	1,467,735	Aa1	Moody's
Municipal bonds (pension)	2,199,216	Aa2	Moody's
Municipal bonds (pension)	261,474	Aa3	Moody's
Municipal bonds (pension)	694,927	A1	Moody's
Municipal bonds (pension)	1,583,398	A2	Moody's
Municipal bonds (pension)	252,385	Baa1 and Below	Moody's
Municipal bonds (pension)	7,356,310	Not rated	N/A
U.S. gov. agency (pension)	431,148	Not rated	Moody's
U.S. gov. asset backed (pension)	54,844	Not rated	N/A
U.S. gov. CMO (pension)	109,580	Aaa	Moody's
U.S. gov. CMO (pension)	5,623,014	Not rated	N/A
U.S. gov. mortgage backed (pension)	8,380,106	Not rated	N/A
U.S. gov Treasurys, notes, and bonds (pension)	15,554,714	Aaa	Moody's
U.S. gov Treasurys, notes, and bonds (pension)	4,012,290	Not rated	N/A
Total	<u>\$ 230,539,131</u>		

September 30, 2022

Note 3 - Deposits and Investments (Continued)

Fair Value Measurements

The County categorizes its fair value measurements 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, and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using net asset value (NAV) per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The County's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

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

	Assets Measured at Fair Value on a Recurring Basis			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at September 30, 2022
Debt securities:				
U.S. gov. or agency bond or note (primary government)	\$ -	\$ 2,250,963	\$ -	\$ 2,250,963
U.S. gov. or agency bond or note (pension)	19,567,005	29,823,443	-	49,390,448
Foreign government bonds (pension)	-	2,676,060	-	2,676,060
Corporate bonds (primary government)	-	2,466,980	-	2,466,980
Corporate bonds (pension)	-	45,747,891	-	45,747,891
Total debt securities	19,567,005	82,965,337	-	102,532,342
Equity securities:				
Common stocks (primary government)	2,570,720	-	-	2,570,720
Mutual funds (VEBA)	2,252,642	-	-	2,252,642
Common stocks (pension)	54,517,140	-	-	54,517,140
Total equity securities	59,340,502	-	-	59,340,502
Commercial real estate - Real estate investment trusts (pension)				
	-	1,317,200	-	1,317,200
Total	\$ 78,907,507	\$ 84,282,537	\$ -	163,190,044
Investments measured at net asset value:				
Collective Investment Trust (pension)				150,590,363
Real estate limited partnerships (pension)				110,587,048
Investment pools - MI CLASS (primary government)				58,919,545
Investment pools - MI CLASS (fiduciary - custodial fund)				586,821
Foreign equity (pension)				88,361,082
Collective Investment Trust (VEBA)				3,304,571
Real estate Investment Trusts (pension)				24,828,091
Partnership alternative investments (pension)				214,115
Total investments measured at NAV				437,391,636
Total investments measured at fair value				\$ 600,581,680

Note 3 - Deposits and Investments (Continued)

Equity securities, debt securities, and mutual funds classified in Level 1 are valued using prices quoted in active markets for those securities.

The fair value of debt securities and real estate investments at September 30, 2022 (and December 31, 2021 for the Pension Trust Fund) was determined primarily based on Level 2 inputs. The County estimates the fair value of these investments using quoted prices for similar assets and other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

The fair values of closely held commercial real estate investments, partnership investments, investment pools, collective investment trusts, and foreign equity investments at December 31, 2021 were determined primarily based on net asset value. The Pension Trust Fund estimates the fair value to these investments using audited financial statements.

The Pension Trust Fund has investments valued at \$28,169,787 that qualify as an investment pool in accordance with GASB Statement No. 79. These investments have been recorded at amortized cost.

The valuation method for investments measured at net asset value per share (or its equivalent) is presented in the table below.

Investments in Entities that Calculate Net Asset Value per Share

The County holds shares or interests in investment companies where the fair value of the investments is measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

At September 30, 2022 (and December 31, 2021 for the Pension Trust Fund), the fair value, unfunded commitments, and redemption rules of those investments are as follows:

	Fair Value	Unfunded Commitments	Redemption Frequency, if Eligible	Redemption Notice Period
Foreign equity	\$ 88,361,082	\$ -	Monthly	30 days
Limited partnerships	110,587,048	-	Quarterly	90 days
Michigan CLASS investment pool	59,506,366	-	N/A	None
Collective Investment Trust	153,894,934	-	Monthly	30 days
Real estate investments	24,828,091	16,440,452	Quarterly	90 days
Partnership alternative investments	214,115	-	N/A	None
Total	<u>\$ 437,391,636</u>	<u>\$ 16,440,452</u>		

The limited partnerships investment includes investments in other limited liability companies and limited partnerships that specialize in a wide array of real estate investments established to act as real estate investment vehicles. The partnerships acquire ownership in underlying investments either through direct real estate ownership or ownership in real estate companies or the equity of real estate investment companies or trusts. The fair values of the investments in this class have been estimated using net asset value per share of the investments.

The Michigan CLASS investment pool invests in U.S. Treasury obligations, federal agency obligations of the U.S. government, high-grade commercial paper (rated A1 or better), collateralized bank deposits, repurchase agreements (collateralized at 102 percent by treasuries and agencies), and approved money market funds. The program is designed to meet the needs of Michigan public sector investors. It purchases securities that are legally permissible under state statutes and are available for investment by Michigan counties, cities, townships, school districts, authorities, and other public agencies.

The Collective Investment Trust includes publicly traded common stocks of large-sized domestic companies as represented by the Standard & Poor's (S&P) 500 Index. Investments in this class are recorded at fair value.

Note 3 - Deposits and Investments (Continued)

The foreign equity funds class includes investments in funds that investment predominantly in equity securities of non-U.S. companies. The funds invest in developed and emerging market countries and utilize investments across the capitalization spectrum from large to small companies. The fair values of the investments in this class have been estimated using net asset value per share of the investments.

The real estate investment funds class includes investments in funds whose objective is to operate a core portfolio of real estate investments predominately located in the U.S. The funds acquire ownership in underlying investments either through direct real estate ownership or ownership in real estate companies or the equity of real estate investment trusts. The funds predominantly target purchases in office, industrial, retail, or multifamily real estate classes.

Note 4 - Capital Assets

Capital asset activity at September 30, 2022 is summarized as follows:

Governmental Activities

	Balance October 1, 2021	Reclassifications /Adjustments	Additions	Disposals	Balance September 30, 2022
Capital assets not being depreciated:					
Land	\$ 22,257,468	\$ -	\$ -	\$ -	\$ 22,257,468
Construction in progress	13,622,062	(1,572,184)	18,509,368	-	30,559,246
Subtotal	35,879,530	(1,572,184)	18,509,368	-	52,816,714
Capital assets being depreciated:					
Buildings and improvements	134,360,896	-	556,755	-	134,917,651
Machinery and equipment	30,905,755	-	4,451,713	(1,189,040)	34,168,428
Land improvements	5,982,111	1,572,184	129,816	-	7,684,111
Subtotal	171,248,762	1,572,184	5,138,284	(1,189,040)	176,770,190
Accumulated depreciation:					
Buildings and improvements	76,392,737	-	3,274,162	-	79,666,899
Machinery and equipment	23,708,816	-	2,394,282	(1,189,040)	24,914,058
Land improvements	3,114,613	-	187,926	-	3,302,539
Subtotal	103,216,166	-	5,856,370	(1,189,040)	107,883,496
Net capital assets being depreciated	68,032,596	1,572,184	(718,086)	-	68,886,694
Net capital assets	<u>\$ 103,912,126</u>	<u>\$ -</u>	<u>\$ 17,791,282</u>	<u>\$ -</u>	<u>\$ 121,703,408</u>

September 30, 2022

Note 4 - Capital Assets (Continued)

Business-type Activities

	Balance October 1, 2021	Adjustments	Additions	Disposals	Balance September 30, 2022
Capital assets not being depreciated:					
Land	\$ 711,735	\$ -	\$ -	\$ -	\$ 711,735
Construction in progress	-	-	22,544	-	22,544
Subtotal	711,735	-	22,544	-	734,279
Capital assets being depreciated:					
Buildings and improvements	1,479,329	-	-	-	1,479,329
Machinery and equipment	2,993,953	-	-	-	2,993,953
Land improvements	3,823,121	-	-	-	3,823,121
Subtotal	8,296,403	-	-	-	8,296,403
Accumulated depreciation:					
Buildings and improvements	1,187,487	-	6,907	-	1,194,394
Machinery and equipment	2,635,637	-	47,451	-	2,683,088
Land improvements	3,392,404	-	57,716	-	3,450,120
Subtotal	7,215,528	-	112,074	-	7,327,602
Net capital assets being depreciated	1,080,875	-	(112,074)	-	968,801
Net capital assets	<u>\$ 1,792,610</u>	<u>\$ -</u>	<u>\$ (89,530)</u>	<u>\$ -</u>	<u>\$ 1,703,080</u>

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

Governmental activities:	
Administration of justice	\$ 1,344,107
Law enforcement and community protection	966,455
Human services	393,942
Community enrichment and development	936,840
General support services	242,901
Internal service fund depreciation is charged to the various functions based on their usage of the asset	635,281
Management and planning	<u>1,336,844</u>
Total governmental activities	<u>\$ 5,856,370</u>
Business-type activities:	
Parks and Recreation	\$ 85,556
Parking ramps	<u>26,518</u>
Total business-type activities	<u>\$ 112,074</u>

In addition, land with an approximate value of \$5,000,000 used by Parks and Recreation is leased at nominal costs from the Nature Conservatory and the City of Flint, Michigan under long-term arrangements.

Note 4 - Capital Assets (Continued)

Construction Commitments

The County has active construction projects at year end. The projects are included below. At year end, the County's commitments with contractors are as follows:

	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Genesee County Juvenile Justice Center	\$ 17,667,816	\$ 4,905,303

Note 5 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

Due to/from Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Delinquent Tax Revolving Fund	\$ 11,725
	Nonmajor governmental funds	<u>258,013</u>
	Total General Fund	269,738
County Health	Nonmajor governmental funds	639,000
Nonmajor governmental funds	Delinquent Tax Revolving Fund	2,345
	General Fund	<u>15,515,000</u>
	Total nonmajor governmental funds	15,517,345
Delinquent Tax Revolving Fund	General Fund	58,931
	Community Action Resource Department Fund	7,090,100
	Nonmajor governmental funds	41,664
	Community Development	580,310
	Internal service funds	<u>40,400</u>
	Total Delinquent Tax Revolving Fund	7,811,405
Internal service funds	Nonmajor governmental funds	940,260
Nonmajor enterprise funds	General Fund	<u>1,900,000</u>
	Total	<u>\$ 27,077,748</u>

The County has made the following long-term advances between primary government and component units:

<u>Fund Borrowed From</u>	<u>Fund Loaned To</u>	<u>Amount</u>
Primary government - General Fund	Component unit - Drains	\$ 1,062,860
Primary government - Hughes & Hatcher	Component unit - Land Bank Authority	1,180,000
Enterprise funds - Delinquent Tax Revolving	Component unit - Water & Waste Services (12/31/2021 year-end reporting)	<u>2,000,000</u>
	Total	<u>\$ 4,242,860</u>

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

Due to/from Primary Government and Component Units

Receivable	Payable	Amount
Primary government - Nonmajor governmental funds	Component unit - Road Commission	\$ 169,735

Note - The interfund receivables/payables exist due to the fact that the County uses a pooled cash management account for substantially all funds. This accounts for the transactions between the primary government and the component units.

The amount due to the General Fund from Drains was for drain projects and is paid in yearly principal and interest installments at 1.6 percent. Noble Westchester and Lake Fenton Inlet will mature on June 1, 2025, and Goodrich will mature on June 1, 2026.

The amount due to the Hughes & Hatcher Center from the Land Bank Authority was for improvements of the Land Bank Center; will mature on October 1, 2024; and is paid in yearly principal and interest installments, with interest at rates ranging from 4.75 to 5.75 percent.

The amount due to the Delinquent Tax Revolving Fund from Water & Waste Services was to acquire and construct improvements to the Water and Waste System, including a new SCADA system; will mature on March 1, 2027; and is paid in yearly principal and interest installments, with an interest rate of 1.50 percent. The advance was made after December 31, 2021 and, thus, was not reported in the Water & Waste Services December 31, 2021 statements.

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

Paying Fund (Transfer Out)	Receiving Fund (Transfer In)	Amount
General Fund	County Health Fund	\$ 1,783,269
	Nonmajor governmental funds	14,250,067
	Nonmajor enterprise funds	500,000
	Total General Fund	16,533,336
Delinquent Tax Revolving Fund	General Fund	1,500,000
Community Action Resource Department Fund	Nonmajor governmental funds	203,742
Nonmajor governmental funds	General Fund	10,070
	Delinquent Tax Revolving Fund	55,118
	Nonmajor governmental funds	1,775,677
	Internal service funds	800,000
	Total nonmajor governmental funds	2,640,865
Nonmajor enterprise funds	General Fund	500,000
	Total	<u>\$ 21,377,943</u>

Transfers between funds were primarily for operating purposes and were transfers of unrestricted resources, except for transfers involving various capital projects funds, which were primarily for capital purposes.

September 30, 2022

Note 6 - Long-term Debt

Long-term debt of the County is as follows:

Governmental Activities

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds and contracts payable:					
Direct borrowings and direct placements:					
2.9 percent Genesee County Refunding Bonds; bonds maturing on or prior to May 1, 2022 shall not be subject to redemption prior to maturity. Bonds maturing on or after May 1, 2022 may be subject to prior redemption	\$ 550,000	\$ -	\$ (550,000)	\$ -	\$ -
JCI Energy Bonds 2010; debt was issued to perform numerous energy efficiency improvements on most county buildings	3,675,784	-	(660,000)	3,015,784	700,000
Capital Improvement Bonds 2018, proceeds were used to renovate various county buildings	13,280,000	-	(905,000)	12,375,000	940,000
GVRC Bond Series 2020 Limited Tax General Obligation Bonds, proceeds used to construct new GVRC building	30,000,000	-	-	30,000,000	1,275,000
Total direct borrowings and direct placements principal outstanding	47,505,784	-	(2,115,000)	45,390,784	2,915,000
Other debt - 4.75 to 5.7 percent Genesee County Bonds Series 2004-B Capital Improvement Bonds; bonds maturing before April 1, 2014 not subject to redemption prior to maturity	1,325,000	-	(70,000)	1,255,000	75,000
Total bonds and contracts payable	48,830,784	-	(2,185,000)	46,645,784	2,990,000
Compensated absences	4,603,759	2,821,559	(3,660,607)	3,764,711	2,942,489
Total governmental activities long-term debt	<u>\$ 53,434,543</u>	<u>\$ 2,821,559</u>	<u>\$ (5,845,607)</u>	<u>\$ 50,410,495</u>	<u>\$ 5,932,489</u>

Business-type Activities

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds and contracts payable - Direct borrowings and direct placements - Delinquent Tax Revolving Fund - Variable- rate delinquent tax notes	\$ 27,419,000	\$ 32,900,000	\$ (39,739,000)	\$ 20,580,000	\$ 14,980,000
Compensated absences	19,821	28,671	(25,445)	23,047	18,007
Total business-type activities long-term debt	<u>\$ 27,438,821</u>	<u>\$ 32,928,671</u>	<u>\$ (39,764,445)</u>	<u>\$ 20,603,047</u>	<u>\$ 14,998,007</u>

Genesee County, Michigan lends its full faith and credit for bond issues that are repaid through special assessments. The County is not obligated in any manner for special assessment debt. The amount of special assessment debt is detailed within the notes for the component unit under which the projects originated.

Delinquent property taxes receivable are pledged as collateral for the repayment of the outstanding delinquent tax notes (see Note 1).

Typically, the General Fund and all special revenue funds liquidate liability for compensated absences and governmental debt.

September 30, 2022

Note 6 - Long-term Debt (Continued)

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

Years Ending September 30	Governmental Activities					Business-type Activities		
	Direct Borrowings and Direct Placements		Other Debt		Total	Direct Borrowings and Direct Placements		Total
	Principal	Interest	Principal	Interest		Principal	Interest	
2023	\$ 2,915,000	\$ 1,444,043	\$ 75,000	\$ 71,419	\$ 4,505,462	\$ 14,980,000	\$ -	\$ 14,980,000
2024	3,035,000	1,333,933	80,000	67,200	4,516,133	5,600,000	-	5,600,000
2025	3,160,000	1,219,093	85,000	62,700	4,526,793	-	-	-
2026	3,235,784	1,100,025	90,000	57,855	4,483,664	-	-	-
2027	2,530,000	1,000,786	95,000	52,725	3,678,511	-	-	-
2028-2032	13,930,000	3,751,360	560,000	176,415	18,417,775	-	-	-
2033-2037	10,460,000	1,709,194	270,000	23,370	12,462,564	-	-	-
2038-2042	6,125,000	351,450	-	-	6,476,450	-	-	-
Total	\$ 45,390,784	\$ 11,909,884	\$ 1,255,000	\$ 511,684	\$ 59,067,352	\$ 20,580,000	\$ -	\$ 20,580,000

By statute, the County's general obligation debt is restricted to 10 percent of the equalized value of all property in the County. Certain obligations, such as special assessment notes, are not subject to this limitation. At September 30, 2022, the County's debt limit amounted to \$1,441,428,014, and indebtedness subject to the limitation aggregated \$263,170,561.

Note 7 - Contingencies, Claims, Risk Management, and Litigation

There are various legal actions pending against the County. Management has evaluated the likely outcome of various actions and has concluded that it is not appropriate to record any amount as a liability at September 30, 2022.

The County is totally self-insured for workers' compensation for all losses, up to \$500,000 per occurrence, and self-insured for property and liability insurance claims up to \$50,000 and \$350,000, respectively, for specific losses. The County is insured for the amount of claims in excess of such limitation to a maximum of replacement cost for property and \$20,000,000 for liability claims. The County is self-insured for claims in excess of these insurance coverages. The County is also self-insured for the first \$50,000 of catastrophic coverage for auto physical damage per location. The County is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees.

The County paid losses within its self-insured retention through an internal service fund. Net position for this fund as of September 30, 2022 was \$5,591,531, with \$4,850,307 accrued as a liability for incurred losses and expenses. An actuarial study projected a required reserve of \$4,850,307 for 2022. The County's risk manager provides employee accident prevention training and various risk-control techniques through a continuing education program. There were no reductions in reinsurance coverage or settlements in excess of insurance coverage over the past three years.

A reconciliation of the claims liability for the years ended September 30, 2022 and 2021 is as follows:

	2022	2021
Claims liability - Beginning of year	\$ 4,550,378	\$ 4,217,476
Claims incurred during the period	2,607,760	2,274,400
Changes in estimate for claims of prior periods	(848,628)	(688,726)
Payments on claims	(1,459,203)	(1,252,772)
Claims liability - End of year	<u>\$ 4,850,307</u>	<u>\$ 4,550,378</u>

Several complaints for alleged discriminatory employment practices have also been filed against the County.

September 30, 2022

Note 7 - Contingencies, Claims, Risk Management, and Litigation (Continued)

A portion of the fund balance of the General Fund has been assigned to provide for a possible loss resulting from the unfavorable outcome of any claims and litigation. See the General Fund balance sheet.

The County provides a funding mechanism for the payment of the costs of pharmaceuticals and medical insurance for employees. The County contracts with a third-party administrator to provide claims processing, with the cost of the claims reimbursed from these funds. Net position for this fund as of September 30, 2022 was \$1,244,617, with \$193,712 accrued as a liability for incurred losses and expenses. This liability is reported within accrued liabilities and other.

A reconciliation of the claims liability for the years ended September 30, 2022 and 2021 is as follows:

	2022		
	Medical	Pharmacy	Total Insurance
Claims liability - Beginning of year	\$ 283,078	\$ 61,886	\$ 344,964
Claims incurred during the period	(5,391,367)	(3,302,428)	(8,693,795)
Payments on claims	5,235,203	3,307,340	8,542,543
Claims liability - End of year	<u>\$ 126,914</u>	<u>\$ 66,798</u>	<u>\$ 193,712</u>
	2021		
	Medical	Pharmacy	Total Insurance
Claims liability - Beginning of year	\$ 268,682	\$ 70,431	\$ 339,113
Claims incurred during the period	(5,066,323)	(2,660,147)	(7,726,470)
Payments on claims	5,080,719	2,651,602	7,732,321
Claims liability - End of year	<u>\$ 283,078</u>	<u>\$ 61,886</u>	<u>\$ 344,964</u>

Note 8 - Pension Plan

Plan Description

The County administers a contributory agent multiemployer defined benefit pension plan known as the Genesee County Employees' Retirement System (the "System"). GCERS issues a publicly available annual financial report that includes financial statements and required supplementary information for the System as a whole. This report can be obtained from the retirement coordinator at the County's administrative offices, located at 1101 Beach Street, Flint, MI 48502, or on the State of Michigan's website.

GCERS was organized pursuant to Section 12a of Act 156, State of Michigan Public Acts of 1851 (MSA 5.33(1); MCLA 46.12a), as amended. GCERS was established by ordinance in 1946, beginning with general county employees and the County Road Commission. Genesee County Drain Commissioner Division of Water & Waste Services joined the System in 1956; Genesee County Community Mental Health joined in 1966; the City of Mt. Morris, Michigan joined in 1969; and the Genesee District Library joined in 1980. GCERS is regulated under the Genesee County Employees' Retirement System Ordinance, the sections of which have been approved by the State of Michigan Pension Commission. All new-hire general county and Community Mental Health employees hired after November 20, 2017 may only join the defined contribution plan.

Benefits Provided

The System provides certain retirement, disability, and death benefits to plan members and beneficiaries. PA 427 of 1984, as amended, established and amends the benefit provisions of the participants in GCERS.

The GCERS plan covers union and nonunion county employees.

Note 8 - Pension Plan (Continued)

The plan provides for vesting of benefits after 8 years of service. Generally, participants may elect normal retirement with 20 to 25 years of credited service, regardless of age, or at age 60 with 8 or more years of credited service. Retirement benefits vary by employer group and are payable monthly. Generally, the retirement benefit is equal to the employee's final average compensation times the sum of 2.4 to 2.5 percent for each year of credited service. All employers allow members to elect a deferred annuity providing a lifetime benefit. The length of service required to elect the deferred annuity is either 8 or 15 years, depending on the date of employment and employer group.

Benefit terms provide for annual cost of living adjustments to each employee's retirement allowance subsequent to the employee's retirement date. The annual adjustments are between 1.75 and 3 percent, noncompounding.

Benefit terms, within the parameters established by GCERS, are generally established and amended by authority of the County Board of Commissioners, generally after negotiations of these terms with the affected unions. The covered employees' benefit terms may be subject to binding arbitration in certain circumstances.

Employees Covered by Benefit Terms

At the December 31, 2021 measurement date, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	1,017
Inactive plan members entitled to but not yet receiving benefits	13
Active plan members	<u>76</u>
Total employees covered by GCERS	<u><u>1,106</u></u>

Contributions

Article 9, Section 24 of the State of Michigan constitution requires that financial benefits arising on account of employee service rendered in each year be funded during that year. Accordingly, GCERS retains an independent actuary to determine the annual contribution. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by the GCERS retirement board. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The employer may establish contribution rates to be paid by its covered employees.

For the year ended September 30, 2022, the active employee contribution rate was between 0.0 and 11.0 percent of annual pay, and the County's level dollar contribution was \$14,069,163.

Net Pension Liability

The net pension liability reported at September 30, 2022 was determined using a measure of the total pension liability and the pension net position as of December 31, 2021. The December 31, 2021 total pension liability was determined by an actuarial valuation performed as of that date.

September 30, 2022

Note 8 - Pension Plan (Continued)

Changes in the net pension liability during the measurement year were as follows:

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at December 31, 2020	\$ 368,054,349	\$ 237,740,305	\$ 130,314,044
Changes for the year:			
Service cost	1,161,870	-	1,161,870
Interest	24,777,462	-	24,777,462
Differences between expected and actual experience	(1,708,042)	-	(1,708,042)
Changes in assumptions	2,193,731	-	2,193,731
Contributions - Employer	-	12,505,655	(12,505,655)
Contributions - Employee	-	509,637	(509,637)
Net investment income	-	34,187,574	(34,187,574)
Benefit payments, including refunds	(30,504,925)	(30,504,925)	-
Administrative expenses	-	(250,293)	250,293
Net changes	<u>(4,079,904)</u>	<u>16,447,648</u>	<u>(20,527,552)</u>
Balance at December 31, 2021	<u>\$ 363,974,445</u>	<u>\$ 254,187,953</u>	<u>\$ 109,786,492</u>

Net pension liabilities related to the component units are disclosed in Note 18. The plan's fiduciary net position as a percentage of the total pension liability is 69.8 percent.

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 pension expense of \$2,350,923. At September 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ (22,478,379)
Employer contributions to the plan subsequent to the measurement date	11,423,035	-
Total	<u>\$ 11,423,035</u>	<u>\$ (22,478,379)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows. These amounts are exclusive of the employer contributions to the plan made subsequent to the measurement date of \$11,423,035, which will reduce the net pension liability in fiscal year 2023, rather than pension expense.

Years Ending September 30	Amount
2023	\$ (5,140,506)
2024	(9,195,898)
2025	(4,508,646)
2026	(3,633,329)

Note 8 - Pension Plan (Continued)

Actuarial Assumptions

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

Inflation	3.0%
Salary increases	2.5% - 8.50%
Discount rate	7.00%

Mortality rates were based on the Pub-2010 Mortality Table with generational mortality improvements using Scale MP-2021.

Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Projected Cash Flows

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees; therefore, the discount rate is the assumed rate of return of 7.00 percent.

Investment Rate of Return

The long-term expected rate of return on pension plan investments was determined using a model in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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. The nominal long-term expected rate of return for the plan as a whole was 7.00 percent. The target allocation by class is as follows:

Asset Class	Target Allocation
U.S. equities active or passive	42.00 %
Non-U.S. equities	15.00
Domestic fixed income	18.00
Commercial real estate	18.00
Alternative investment hedge funds	5.00
Cash equivalents	2.00

Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 14.06 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Note 8 - Pension Plan (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the County, calculated using the discount rate of 7.00 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00 percent) or 1 percentage point higher (8.00 percent) than the current rate:

	1 Percentage Point Decrease (6.00%)	Current Discount Rate (7.00%)	1 Percentage Point Increase (8.00%)
Net pension liability of the County	\$ 145,920,480	\$ 109,786,492	\$ 79,168,565

Pension Plan Fiduciary Net Position

Detailed information about the plan's fiduciary net position is available in the separately issued financial report. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the plan's fiduciary net position and additions to/deductions from fiduciary net position has been determined on the same basis as they are reported by the plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Assumption Changes

For the December 31, 2021 actuarial valuation, there were assumption changes that resulted in an increase in the calculated total pension liability. The assumptions changed during the year related to the assumed salary increases and mortality table improvement scale utilized; see above for the assumptions used.

Note 9 - Defined Contribution Pension Plan

The County offers a defined contribution pension plan as an alternative to the defined benefit pension plan. The International City Managers Association (ICMA) Retirement Corporation administers the plan, and the County Board of Commissioners has authority over plan provisions and contribution requirements. All employees are eligible to participate in this plan, if not participating in the defined benefit plan.

The County is required to contribute 8 to 10 percent of eligible employees' annual covered payroll, and employees are required to contribute either 3 or 7 percent of covered payroll. Employees are fully vested after five years of service. During the year ended September 30, 2022, employer and employee contributions to the plan were \$4,700,384 and \$2,757,439, respectively, based on covered payroll of \$57,860,038.

Note 10 - OPEB Plan

Plan Description

The County administers the Genesee County OPEB Plan (the "Plan"), a single-employer defined benefit OPEB plan that is used to provide postemployment benefits other than pensions (OPEB) for various classes of employees. All county employees hired on or after March 23, 2011 may only join the defined contribution OPEB plan.

The financial statements of the OPEB plan are included in these financial statements as a pension and other employee benefit trust fund (a fiduciary fund).

Note 10 - OPEB Plan (Continued)

Benefits Provided

The County provides retiree medical, optical, dental, and life insurance benefits to county retirees who meet eligibility requirements. The benefits are provided under collective bargaining agreements to union employees and by resolution of the County Board of Commissioners for employees not covered under collective bargaining agreements.

Plan Membership

At September 30, 2022, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	1,213
Active plan members	<u>323</u>
Total	<u><u>1,536</u></u>

Contributions

The board retains an independent actuary to determine the annual contribution. For the year ended September 30, 2022, the County contributed \$15,844,471.

Net OPEB Liability

The County has chosen to use the September 30 measurement date as its measurement date for the net OPEB liability. The September 30, 2022 fiscal year end reported net OPEB liability was determined using a measure of the total OPEB liability and the OPEB net position as of the September 30, 2022 measurement date. The September 30, 2022 measurement date total OPEB liability was determined by an actuarial valuation performed as of that date.

Changes in the net OPEB liability during the measurement year were as follows:

Changes in Net OPEB Liability	Increase (Decrease)		
	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balance at September 30, 2021	\$ 563,335,795	\$ 8,177,530	\$ 555,158,265
Changes for the year:			
Service cost	5,927,578	-	5,927,578
Interest	12,087,250	-	12,087,250
Differences between expected and actual experience	(3,372,657)	-	(3,372,657)
Changes in assumptions	(158,048,797)	-	(158,048,797)
Contributions - Employer	-	15,844,471	(15,844,471)
Contributions - Employee	-	643,513	(643,513)
Net investment loss	-	(943,029)	943,029
Benefit payments, including refunds	(14,206,850)	(14,206,850)	-
Administrative expenses	-	(32,863)	32,863
Net changes	<u>(157,613,476)</u>	<u>1,305,242</u>	<u>(158,918,718)</u>
Balance at September 30, 2022	<u><u>\$ 405,722,319</u></u>	<u><u>\$ 9,482,772</u></u>	<u><u>\$ 396,239,547</u></u>

Net OPEB liabilities related to the component units are disclosed in Note 18. The plan's fiduciary net position as a percentage of the total OPEB liability is 2.34 percent.

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

For the year ended September 30, 2022, the County recognized OPEB expense of \$(71,905,115).

Note 10 - OPEB Plan (Continued)

At September 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (6,008,761)
Changes in assumptions	8,276,728	(79,024,399)
Net difference between projected and actual earnings on OPEB plan investments	-	(118,004)
Total	\$ 8,276,728	\$ (85,151,164)

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

Years Ending September 30	Amount
2023	\$ (77,333,572)
2024	(99,216)
2025	267,428
2026	290,924
Total	\$ (76,874,436)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of September 30, 2022. The valuation used the following actuarial assumptions, which were applied at all periods included in the measurement, unless otherwise noted. An inflation rate of 3.00 percent and salary increases of 1.75 percent per year were assumed. An investment rate of return of 5.00 percent was used along with a health care cost trend rate of 7.50 percent, decreasing to an ultimate rate of 4.50 percent. The mortality tables used were Pub-2010 General, Pub-2010 Public Safety, and Pub-2010 Contingent Survivor, all using scale MP-2021.

Inactive plan members share in the cost of OPEB by paying monthly premiums equal to the amount of premiums paid while members were active.

Discount Rate

The discount rate used to measure the total OPEB liability was 4.40 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and employer contributions will be made at rates equal to 20 percent of eligible employee's payroll.

Based on these assumptions, the Plan's net position was not projected to be sufficient to make projected future benefit payments of current plan members beyond 2025. For all future years, projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield of 4.40 percent rated by the Fidelity 20-Year Go Municipal Bond Index.

Note 10 - OPEB Plan (Continued)

Rate of Return

The long-term expected rate of return on OPEB 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 OPEB 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 adding expected inflation. Best estimates of arithmetic real rates of return as of the September 30, 2022 measurement date for each major asset class included in the OPEB plan's target asset allocation are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	40.00 %	4.42 %
Domestic bonds	30.00	1.00
Cash	30.00	(0.33)

Money-weighted Rate of Return

For the year ended September 30, 2022, the annual money-weighted rate of return on OPEB plan investments, net of OPEB plan investment expense, was (8.60) percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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 4.40 percent, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.40 percent) or 1 percentage point higher (5.40 percent) than the current rate:

	1 Percentage Point Decrease (3.40%)	Current Discount Rate (4.40%)	1 Percentage Point Increase (5.40%)
Net OPEB liability of the County	\$ 461,578,477	\$ 396,239,547	\$ 344,118,137

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate

The following presents the net OPEB liability of the County, calculated using the health care cost trend rate of 7.50 percent decreasing to 4.50 percent, as well as what the County's net OPEB liability would be if it were calculated using a health care cost trend rate that is 1 percentage point lower (6.50 percent, decreasing to 3.50 percent) or 1 percentage point higher (8.50 percent, decreasing to 5.50 percent) than the current rate:

	1 Percentage Point Decrease (6.5% Decreasing to 3.5%)	Current Health Care Cost Trend Rate (7.5% Decreasing to 4.5%)	1 Percentage Point Increase (8.5% Decreasing to 5.5%)
Net OPEB liability of the County	\$ 344,860,892	\$ 396,239,547	\$ 460,172,285

Note 10 - OPEB Plan (Continued)

OPEB Plan Fiduciary Net Position

Detailed information about the Plan’s fiduciary net position is not available in the separately issued financial report. For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Plan’s fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the Plan. The Plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Assumption Changes

As of the measurement date, the discount rate used was updated to 4.40 percent. The health care cost trend rate utilized was reset to an initial rate of 7.50 percent decreasing by 0.5 percent annually to an ultimate rate of 4.5 percent. Lastly, the mortality tables were updated from using the Scale MP-2020 to Scale MP-2021. These changes in assumptions changed the total OPEB liability, as noted in the table above.

Allocation

The County has allocated the OPEB liability, deferred outflows, and deferred inflows as follows:

	Governmental Activities	Business-type Activities	Total
Deferred outflows - OPEB	\$ 8,263,156	\$ 13,572	\$ 8,276,728
Deferred inflows - OPEB	85,011,537	139,627	85,151,164
Net OPEB liability	395,589,813	649,734	396,239,547

Note 11 - Defined Contribution OPEB Plan

The County offers a defined contribution OPEB plan as an alternative to the defined benefit OPEB plan. The County administers the plan, the County Board of Commissioners has authority over the plan provisions and contribution requirements, and the plan is administered by Municipal Employees’ Retirement System of Michigan. All employees are eligible to participate in this plan, if not participating in the defined benefit plan.

The County is not required to make contributions to the plan; however, during the year ended September 30, 2022, the County contributed \$952,525. Employees are eligible to start drawing on these funds once retirement eligibility criteria have been met.

Note 12 - Deferred Inflows of Resources - Unavailable Revenue

At the end of the current fiscal year, the various components of deferred inflows of resources are as follows:

	Governmental Funds
Property taxes unavailable	\$ 4,432,774
Long-term receivable	1,180,000
Revenue in grant funds not collected in allotted time period	19,913,455
Opioid settlement unavailable	6,540,098
Total governmental funds deferred inflows	<u>\$ 32,066,327</u>

Note 13 - Karegnondi Water Authority

Karegnondi Water Authority (KWA) was formed in 2013 for the purpose of constructing a new raw water supply system (the "Water System"). Effective August 1, 2013, the County entered into an agreement with KWA and the City of Flint, Michigan (the "Agreement") to issue debt to acquire, construct, and operate the Water System. The debt will not exceed \$300,000,000. As part of this agreement, the County has guaranteed a portion of the debt. The County's guaranteed share of the debt is 65.8 percent or an amount not to exceed \$197,400,000, and the City of Flint, Michigan's (Flint) share of the debt is 34.2 percent or an amount not to exceed \$102,600,000. As of September 30, 2021, the KWA debt outstanding was as follows:

County's share	\$ 174,485,150
Flint's share	<u>90,689,850</u>
Total	<u>\$ 265,175,000</u>

The County and the City of Flint, Michigan expect to make their respective payments of principal and interest on the bonds from revenue collected from charges imposed on the customers of their respective water supply systems. The County and the City of Flint, Michigan have each pledged their limited tax full faith and credit for the payment of their respective bond obligations and are obligated to levy ad valorem taxes on all taxable property within their boundaries for such purpose, subject to applicable constitutional, statutory, and charter tax limitations as to rate and amount.

If Flint fails to pay any of its obligations on the bonds, the County is obligated under its contract with KWA to make such payments within one day of being notified of Flint's failure to pay. If the County is required to make a payment for Flint under the Agreement and KWA recovers any funds from the pursuit of its remedies under its raw water supply contract with Flint, KWA shall reimburse the County from such funds for any payments made. Also, to the extent permitted by law, the capacity that Flint acquired in the System pursuant to its raw water supply contract shall be transferred to the County until Flint has repaid the County for any additional payments made by the County for each month or fraction thereof that the payments remain unpaid after the due date of the amount paid by the County as a result of Flint fulfilling its payment obligations under the Agreement.

KWA has retained the services of the Genesee County Drain Commissioner Division of Water & Waste Services (the "Division") to administer the design and construction of the raw water supply system. In addition, it is expected that KWA will contract with the Division for operation and maintenance of the raw water supply system after the system is completed and operational. KWA has no employees of its own, with all current and future services expected to be rendered by the Division's employees.

The Division has entered into certain contracts with the Authority as a local unit so as to acquire a supply of raw water. This raw water supply system became fully operational in November 2017.

In August 2013, the Division entered into a water purchase contract with KWA, which provides the Division with 42 million gallons per day of capacity, out of a total KWA capacity of 60 million gallons per day. This arrangement in effect means the Division will provide KWA with 70 percent of its total operating revenue over the coming years.

The County is also a voting member of KWA. The County joined KWA in 2013 based on the expectation that the purchase of water for the County will be more economical in the future than continuing to purchase water from the DWSD.

Complete financial statements of KWA can be obtained from the Division's administrative office.

September 30, 2022

Note 14 - Nonexchange Financial Guarantees

In September 2016, the County guaranteed the 30-year, \$56,895,000 revenue bond issuance of the Water Treatment Facility (16-03) through the Genesee County Drain Commissioner Division of Water & Waste Services, a legally separate district located within Genesee County, Michigan. The bonds mature annually in December with annual interest payments. In the event that the Genesee County Drain Commissioner Division of Water & Waste Services is unable to make a payment, the County will be required to make that payment. As of September 30, 2022, the Genesee County Drain Commissioner Division of Water & Waste Services expects to pay principal payments on bonds from revenue collected from charges imposed on the customers of the water supply system.

In September 2019, the County guaranteed the 20-year, \$6,330,000 Misteguay intercounty drain bonds of the counties of Genesee, Saginaw, and Shiawassee, Michigan. The counties of Saginaw and Shiawassee, Michigan are legally separate municipal entities located within the State of Michigan. The bonds mature annually in June with semiannual interest payments. In the event that the counties of Saginaw or Shiawassee, Michigan are unable to make a payment, the County will be required to make that payment. As of September 30, 2022, the counties of Saginaw and Shiawassee, Michigan expect to pay principal payments on bonds from revenue collected from special assessments. The County has recorded its portion of these bonds in the Drains fund, which is a component unit of the County.

Note 15 - Tax Abatements

The County receives reduced property tax revenue as a result of industrial facilities tax exemptions (PA 198 of 1974) and brownfield redevelopment agreements granted by cities, villages, and townships within the boundaries of the County. Industrial facility exemptions are intended to promote construction of new industrial facilities or to rehabilitate historical facilities; brownfield redevelopment agreements are intended to reimburse taxpayers that remediate environmental contamination on their properties.

For the fiscal year ended September 30, 2022, the County's property tax revenue was reduced by \$1,037,147 under these programs.

There are no significant abatements made by other governments that reduce the County's tax revenue.

Note 16 - Components of Assigned Fund Balance

Assigned fund balances of the County's governmental funds are as follows:

	Assigned Fund Balance							
	Costs and Settlements of Contractual Disallowances, Claims, and Litigation	OPEB Funding	Health Department	Administration of Justice	Animal Control	Child Care	Community Enrichment and Development	Law Enforcement
General Fund	\$ 1,000,000	\$ 3,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County Health	-	-	4,883,193	-	-	-	-	-
Administration of Justice	-	-	-	5,005,238	-	-	-	-
Animal Shelter	-	-	-	-	772,663	-	-	-
Child Care	-	-	-	-	-	5,505,323	-	-
Community Enrichment and Development	-	-	-	-	-	-	1,296,624	-
Law Enforcement	-	-	-	-	-	-	-	114,737
Parks and Recreation	-	-	-	-	-	-	-	-
Planning Commission	165,000	-	-	-	-	-	-	-
Jail Site Remediation	-	-	-	-	-	-	-	-
Animal Control Renovation	-	-	-	-	-	-	-	-
Total	\$ 1,165,000	\$ 3,000,000	\$ 4,883,193	\$ 5,005,238	\$ 772,663	\$ 5,505,323	\$ 1,296,624	\$ 114,737

	Assigned Fund Balance							
	Parks and Recreation	Planning Commission	Assignment for Subsequent Year's Budget	Local Match on Grants	Capital Improvements	Technology Upgrades	Compensated Absences	Total
General Fund	\$ -	\$ -	\$ 6,000,000	\$ -	\$ 15,000,000	\$ -	\$ -	\$ 25,000,000
County Health	-	-	-	-	-	-	-	4,883,193
Administration of Justice	-	-	-	-	-	-	-	5,005,238
Animal Shelter	-	-	-	-	-	-	-	772,663
Child Care	-	-	-	-	-	-	-	5,505,323
Community Enrichment and Development	-	-	-	-	-	-	-	1,296,624
Law Enforcement	-	-	-	-	-	-	-	114,737
Parks and Recreation	8,164,484	-	-	-	-	-	-	8,164,484
Planning Commission	-	283,631	-	15,000	-	20,000	65,438	549,069
Jail Site Remediation	-	-	-	-	1,094	-	-	1,094
Animal Control Renovation	-	-	-	-	114,137	-	-	114,137
Total	\$ 8,164,484	\$ 283,631	\$ 6,000,000	\$ 15,000	\$ 15,115,231	\$ 20,000	\$ 65,438	\$ 51,406,562

September 30, 2022

Note 17 - Pension and Other Employee Benefit (VEBA) Trust Funds

The following are condensed financial statements for the individual pension plans and postemployment health care plans:

	Pension Trust Fund - December 31, 2021	Employees' Fringe Benefit (VEBA) Trust Fund	Total
Statement of Net Position			
Cash and investments	\$ 554,866,935	\$ 8,839,475	\$ 563,706,410
Other assets	3,552,553	2,205,795	5,758,348
Liabilities	<u>(1,826,836)</u>	<u>(1,562,498)</u>	<u>(3,389,334)</u>
Net position	<u>\$ 556,592,652</u>	<u>\$ 9,482,772</u>	<u>\$ 566,075,424</u>
Statement of Changes in Net Position			
Investment income (loss)	\$ 69,605,973	\$ (944,334)	\$ 68,661,639
Contributions	53,339,332	16,487,984	69,827,316
Other additions	365,031	-	365,031
Benefit payments	(52,359,859)	(14,206,850)	(66,566,709)
Other deductions	<u>(1,534,780)</u>	<u>(31,558)</u>	<u>(1,566,338)</u>
Net change in net position	<u>\$ 69,415,697</u>	<u>\$ 1,305,242</u>	<u>\$ 70,720,939</u>

Note 18 - Component Unit Disclosures

Deposits and Investments

All of the County's component unit deposits and investments are governed by the following:

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

The Road Commission, Water & Waste Services and Land Bank Authority have designated two banks for the deposit of their funds. The remaining component units have designated one bank for the deposit of their funds. The investment policy adopted by the board of each component unit is in accordance with Public Act 196 of 1997. All component unit deposit and investment policies are in accordance with statutory authority. The cash and investments of component units are subject to the same types of risks as detailed in Note 3. These risks are examined in more detail below:

Custodial credit risk of bank deposits - None of the component units have a deposit policy for custodial credit risk. At September 30, 2022, the Road Commission had \$7,284,349 of bank deposits (certificates of deposit, checking and savings accounts) that were uninsured and uncollateralized. At December 31, 2021, Water & Waste Services had \$39,821,803 of bank deposits (certificates of deposit, checking and savings accounts) that were uninsured and uncollateralized. At September 30, 2022, the Land Bank Authority had \$8,951,356 of bank deposits (checking accounts) that were uninsured and uncollateralized. At September 30, 2022, the Storm Water Management System had \$11,163 of bank deposits (checking accounts) that were uninsured and uncollateralized.

At September 30, 2021, Karegnondi Water Authority (a component unit of Water & Waste Services) had \$28,014,193 (checking and savings accounts) that were not fully insured or collateralized. Karegnondi Water Authority also has deposits of \$18,346,482 that are uninsured but collateralized with securities held by the pledging financial institution but not in the Karegnondi Water Authority's name.

Note 18 - Component Unit Disclosures (Continued)

Road Commission

Investments

Custodial Credit Risk of Investments

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 a policy for investment custodial risk. The Road Commission's investment policy does not address custodial credit risk for investments. However, while uninsured and unregistered, the Road Commission's funds are not exposed to custodial credit risk since the securities are held in the counterparty's trust department in the Road Commission's name.

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Road Commission's investment policy does not restrict investment maturities other than commercial paper, which can only be purchased with a 270-day maturity.

<u>Investment</u>	<u>Carrying Value</u>	<u>Weighted- average Maturity (Years)</u>
Primary Government		
U.S. government agency securities	\$ 2,629,154	0.09
Commercial paper	9,941,477	0.05-0.21
Total	<u>\$ 12,570,631</u>	

Credit Risk

State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Road Commission has no investment policy that would further limit its investment choices. As of September 30, 2022, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

<u>Investment</u>	<u>Carrying Value</u>	<u>Rating</u>	<u>Rating Organization</u>
Primary Government			
U.S. government agency securities	\$ 2,629,154	AA	Moody's
Commercial Paper	9,941,477	AAA	Moody's
Money Market Funds	6,392,625	AAA	Moody's
Total	<u>18,963,256</u>		

Concentration of Credit Risk

The Road Commission places no limit on the amount it may invest in any one issuer. Total cash and investments in the Road Commission General Fund total \$26,087,271 at September 30, 2022. Of this total, \$2,629,154, or approximately 10.1 percent, is invested in U.S. Treasury notes and bills and mortgage notes; \$6,392,625, or approximately 24.5 percent, is invested in money market funds; and \$9,941,477, or approximately 38.1 percent, is invested in commercial paper.

Note 18 - Component Unit Disclosures (Continued)

Fair Value Measurements

The Road Commission categorizes its fair value measurements 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, and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Road Commission’s assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

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

Assets and Liabilities Measured at Fair Value on a Recurring Basis at September 30, 2022

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at September 30, 2022
Debt securities - U.S. agency bonds	\$ -	\$ 2,629,154	\$ -	\$ 2,629,154
Money market funds	6,392,625	-	-	6,392,625
Total Assets	<u>\$ 6,392,625</u>	<u>\$ 2,629,154</u>	<u>\$ -</u>	<u>\$ 9,021,779</u>

Money market funds classified in Level 1 are valued using quoted prices in active markets for identical assets. Debt securities classified in Level 2 are valued using other inputs, such as interest rates and yield curves, that are observable at commonly quote intervals.

Long-term Debt

The long-term debt for year-ended September 30, 2022 for Genesee County Road Commission is presented below:

Note 18 - Component Unit Disclosures (Continued)

	Interest Rate (Percent)	Maturing Through	Balance October 1, 2021	Additions	Reductions	Balance September 30, 2022	Due Within One Year
Contracts payable -							
Leases:							
Konica lease copier/printer	12.70	9/30/2022	\$ 2,628	\$ -	\$ (2,628)	\$ -	\$ -
HP lease copier/printer	6.075-6.34	11/1/2021	1,112	-	(1,112)	-	-
Caterpillar loader	4.49	5/29/2025	221,143	-	(32,075)	189,068	33,516
John Deere loader	4.50	4/25/2025	153,972	-	(15,195)	138,777	15,893
Caterpillar loader	3.85	12/3/2026	150,092	-	(18,094)	131,998	18,791
Caterpillar loader	2.99	9/12/2027	-	199,954	(25,320)	174,634	20,098
AIS finance Gradall	4.95	7/20/2029	-	470,475	(62,805)	407,670	49,973
AIS finance Gradall	6.50	12/20/2026	345,235	-	(46,230)	299,005	49,326
AIS finance Gradall	4.84	10/20/2028	407,668	-	(49,973)	357,695	52,503
John Deere grader	7.25	9/27/2026	328,866	-	(22,192)	306,674	23,855
Total Contracts Payable - Direct Placements			1,610,716	670,429	(275,624)	2,005,521	263,955
Compensated Absences			1,053,107	530,490	(614,236)	969,361	614,236
Total Governmental Activities Long-term Debt			\$ 2,663,823	\$ 1,200,919	\$ (889,860)	\$ 2,974,882	878,191

Annual requirements to pay principal and interest on the outstanding obligations at September 30, 2022 are as follows:

Year Ending September 30	Installment Purchases		Leases	
	Principal	Interest	Principal	Interest
2023	\$ 88,298	\$ 23,712	\$ 175,657	\$ 76,630
2024	91,857	20,153	185,938	66,348
2025	95,563	16,447	196,837	55,449
2026	215,813	12,586	208,392	43,894
2027	74,994	4,422	405,821	31,642
2028	23,287	2,033	131,186	7,740
2029	44,665	1,335	67,213	2,250
	\$ 634,477	\$ 80,688	\$ 1,371,044	\$ 283,953

Interest is payable on all obligations semi-annually. Principal is paid on an annual basis.

Act 143, Public Acts of State 1943, provides that total bonds and notes outstanding under this Act cannot exceed 40 percent of the sum of the revenues derived from state collected taxes returned to the County for county road purposes for the last preceding five calendar years and not specifically allocated for other purposes. As of September 30, 2022, the Road Commission is within the statutory limit of Act 143.

September 30, 2022

Note 18 - Component Unit Disclosures (Continued)**Property and Equipment**

The following table summarizes the changes in the components of the Road Commission's capital assets:

	Balance October 1, 2021	Additions	Disposals / Adjustments	Balance September 30, 2022
Capital assets not being depreciated -				
Land	\$ 478,816	\$ 85,556	\$ -	\$ 564,372
Construction in progress	1,050,583	300,110	(476,058)	874,635
Other nondepreciable assets	1,210	-	-	1,210
Total Capital Assets, not being depreciated	<u>1,530,609</u>	<u>385,666</u>	<u>(476,058)</u>	<u>1,440,217</u>
Capital assets, being depreciated -				
Infrastructure:				
Roads	512,813,259	24,338,379	(191,488,235)	345,663,403
Bridges	56,279,310	3,602,937	-	59,882,247
Buildings and improvements	13,846,468	315,168	-	14,161,636
Road equipment	34,385,131	3,174,904	(1,093,805)	36,466,230
Shop equipment	805,766	87,895	-	893,661
Office equipment	1,563,831	-	(709,782)	854,049
Engineering equipment	186,827	-	-	186,827
Land improvements	2,479,726	54,035	-	2,533,761
Yard and storage equipment	605,041	-	-	605,041
Right-to-use assets:				
Road equipment	805,384	923,980	-	1,729,364
Total Capital Assets, being depreciated	<u>623,770,743</u>	<u>32,497,298</u>	<u>(193,291,822)</u>	<u>462,976,219</u>
Less: Accumulated Depreciation/Amortization for -				
Infrastructure:				
Roads	328,451,517	17,353,032	(191,488,235)	154,316,314
Bridges	17,581,198	3,646,976	-	21,228,174
Buildings and improvements	10,157,786	373,598	-	10,531,384
Road equipment	27,484,607	2,524,112	(1,093,805)	28,914,914
Shop equipment	637,742	42,853	-	680,595
Office equipment	1,520,232	24,812	(709,782)	835,262
Engineering equipment	154,025	11,044	-	165,069
Land improvements	1,571,959	103,815	-	1,675,774
Yard and storage equipment	592,604	8,307	-	600,911
Right-to-use assets:				
Road equipment	170,967	349,571	-	520,538
Total Accumulated Depreciation/Amortization	<u>388,322,637</u>	<u>24,438,120</u>	<u>(193,291,822)</u>	<u>219,468,935</u>
Total Capital Assets, being depreciated/amortized, net	<u>235,448,106</u>	<u>8,059,178</u>	<u>-</u>	<u>243,507,284</u>
Governmental Activity Capital Assets, net	<u>236,978,715</u>	<u>8,444,844</u>	<u>(476,058)</u>	<u>244,947,501</u>

Construction Commitments

The Road Commission has active construction projects at year end. At year end, the Road Commission has spent \$7,763,400 related to various projects, with a remaining commitment of \$1,948,041.

Note 18 - Component Unit Disclosures (Continued)

Defined Benefit Pension Plan

Plan Description

The Road Commission participates in an agent multiple-employer defined benefit pension plan (Genesee County Employees Retirement System, also known as GCERS). The complete plan description is included in Note 8.

Benefits Provided

The provided benefits are included in Note 8.

Employees Covered by Benefit Terms

At the December 31, 2021 measurement date, the following Road Commission employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	227
Inactive plan members entitled to but not yet receiving benefits	11
Active plan members	<u>147</u>
Total employees covered by GCERS	<u><u>385</u></u>

Contribution Requirements

Details of contribution requirements are included in Note 8.

For the year ended September 30, 2022, the Road Commission's actuarially determined contribution rate 38.68 percent of annual covered payroll. Road Commission employees are required to contribute 1.00 to 6.00 percent of their annual covered payroll.

Net Pension Liability

The net pension liability reported at September 30, 2022 was determined using a measure of the total pension liability and the pension net position as of the December 31, 2021 measurement date. The December 31, 2021 total pension liability was determined by an actuarial valuation performed as of that date.

Changes in the net pension liability during the year were as follows:

	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at December 31, 2020	\$ 97,656,234	\$ 65,754,374	31,901,860
Service cost	1,676,338	-	1,676,338
Interest	6,698,461	-	6,698,461
Differences between expected and actual experience	(533,540)	-	(533,540)
Changes in assumptions	(553,035)	-	(553,035)
Employer Contributions	-	3,670,685	(3,670,685)
Employee Contributions	-	394,227	(394,227)
Net investment income	-	9,440,976	(9,440,976)
Benefit payments	(7,280,550)	(7,280,550)	-
Administrative expenses	-	(69,242)	69,242
Balance at December 31, 2021	<u>\$ 97,663,908</u>	<u>\$ 71,910,470</u>	<u>\$ 25,753,438</u>

Note 18 - Component Unit Disclosures (Continued)

Assumption Changes

For the December 31, 2021 actuarial valuation, there were assumption changes that resulted in a decrease in the calculated total pension liability. Details of the assumption changes are included in Note 8.

Pension Expense and Deferred Outflows of Resources Related to Pensions

During the year, the Road Commission recognized pension expense of \$1,753,051. At September 30, 2022, the Road Commission reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 248,512	\$ (501,741)
Changes in assumptions	2,208,536	(418,148)
Net Difference between projected and actual earnings on pension plan investments	-	(5,973,082)
Employer contributions to the plan subsequent to the measurement date	2,896,072	-
	<u>\$ 5,353,120</u>	<u>\$ (6,892,971)</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (note that employer contributions made subsequent to the measurement date of \$2,896,072 will reduce the net pension liability and, therefore, will not be included in future pension expense):

Year Ending September 30	Amount
2023	\$ 39,029
2024	(2,052,766)
2025	(1,405,058)
2026	(1,017,128)

Actuarial Assumptions

Details of actuarial assumptions are included in Note 8.

Discount Rate

Details of the discount rate are included in Note 8.

Investment Rate of Return

Details of the investment rate of return are included in Note 8.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the Road Commission's net pension liability, calculated using the discount rate of 7.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Net pension liability of the Road Commission	\$ 36,545,146	\$ 25,753,438	\$ 16,666,319

Note 18 - Component Unit Disclosures (Continued)

Changes in the net OPEB liability during the measurement year were as follows:

	Total OPEB Liability	Plan Net Position	Net OPEB Liability (Asset)
Balance at December 31, 2020	\$ 57,186,132	\$ 54,243,518	\$ 2,942,614
Service cost	291,136	-	291,136
Interest	4,167,927	-	4,167,927
Changes in benefits	(66,697)	-	(66,697)
Differences between expected and actual experience	(11,087,245)	-	(11,087,245)
Changes in assumptions	(3,416,035)	-	(3,416,035)
Employer contributions	-	3,464,621	(3,464,621)
Net investment earnings	-	7,738,709	(7,738,709)
Benefit payments, including refunds	(1,541,544)	(1,541,544)	-
Administrative expenses	-	(107,677)	107,677
Balance at December 31, 2021	<u>\$ 45,533,674</u>	<u>\$ 63,797,627</u>	<u>\$ (18,263,953)</u>

The plan's fiduciary net position represents 140.11 percent of the total OPEB liability (asset).

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

For the year ended September 30, 2022, the Road Commission recognized OPEB recovery of \$9,816,770.

At September 30, 2022, the Road Commission reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (5,731,088)
Changes in assumptions	-	(1,765,777)
Net Difference between projected and actual earnings on OPEB plan investments	-	(4,723,004)
Employer contributions to the plan subsequent to the measurement date	2,228,914	-
	<u>\$ 2,228,914</u>	<u>\$ (12,219,869)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (note that employer contributions made subsequent to the measurement date of \$2,228,914 will reduce the net pension liability and, therefore, will not be included in future pension expense):

Year Ending September 30	Amount
2023	\$ (7,886,431)
2024	(2,270,597)
2025	(1,325,823)
2026	(737,018)
	<u>\$ (12,219,869)</u>

Note 18 - Component Unit Disclosures (Continued)

Actuarial Assumptions

The total OPEB liability (asset) in the December 31, 2021 actuarial valuation was determined using an inflation assumption of 2.50 percent; assumed salary increases (including inflation) of 1.00 percent; an investment rate of return (net of investment expenses) of 7.35 percent; a healthcare cost trend rate of 7.25 percent for 2021 graded down by 0.25 percent per year to an ultimate rate of 4.50 percent for pre-65 and 5.50 percent graded down by 0.25 percent per year to an ultimate rate of 4.50 percent for post-65; and the Public General 2010 Employee and Healthy Retiree, headcount-weighted, MP-2021 mortality improvement scale. These assumptions were applied to all periods included in the measurement.

Discount Rate

The discount rate used to measure the total OPEB liability (asset) was 7.35 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the Road Commission’s contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability (asset).

Investment Rate of Return

The long-term expected rate of return on OPEB 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 OPEB 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 weighing the expected future real rates of return by the target asset allocation percentage and adding expected inflation. Best estimates of arithmetic real rates of return as of the December 31, 2021 measurement date for each major asset class included in the OPEB plan’s target asset allocation are summarized in the following tables:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global equity	60.00%	5.25%
Global fixed income	20.00	1.25
Private assets	20.00	7.25

Rate of Return

For the year ended September 30, 2022, the annual money-weighted rate of return on OPEB plan investments, net of OPEB plan expense, was 13.85 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the net OPEB liability (asset) of the Road Commission, calculated using the discount rate of 7.35 percent, as well as what the Road Commission’s net OPEB liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB liability (asset) of the Genesee County Road Commission Retiree Medical Benefits Plan	\$ (13,093,881)	\$ (18,263,953)	\$ (22,558,909)

Note 18 - Component Unit Disclosures (Continued)

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rate

The following presents the net OPEB liability (asset) of the Road Commission, calculated using the healthcare cost trend rate as well as what the Road Commission's net OPEB (asset) liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Net OPEB liability (asset) of the Genesee County Road Commission Retiree Medical Benefits Plan	\$ (22,725,394)	\$ (18,263,953)	\$ (12,985,303)

OPEB Plan Fiduciary Net Position

Detailed information about the plan's fiduciary net position is available in the separately issued financial report. For the purpose of measuring the net OPEB liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the plan's fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Water & Waste Services

Restricted Assets

The restricted assets are restricted for the following purposes:

<u>Description</u>	<u>Enterprise Fund</u>	<u>Component Unit- KWA</u>
Unspent bond proceeds and related interest	\$ 6,624,718	\$ -
Unspent bond proceeds held by the County	100,000	100,000
General obligation bond restrictions:		
Debt reserve/redemption	17,731,973	21,221,707
Capacity/Debt service fee for debt service	-	15,111,675
Total restricted assets	<u>\$ 24,456,691</u>	<u>\$ 36,433,382</u>

Note 18 - Component Unit Disclosures (Continued)

The general obligation bond debt reserve is restricted for debt service per the bond agreements. The KWA capacity fee is restricted per the bond agreement for current principal and interest payments on general obligation bonds and the capital lease.

Net position has been restricted for \$4,873,947 and \$10,441,313 for Water & Waste Services and KWA, respectively, related to the restricted assets held for debt service, net of the related payable.

Long-term Debt

The summary of long-term debt transactions for Water & Waste Services for the year ended December 31, 2021, is presented below:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
Bonds and contracts payable:					
Direct borrowings and direct placements:					
Interceptor and Treatment Revenue Bond, Series 2005A	\$ 7,410,000	\$ -	\$ (1,185,000)	\$ 6,225,000	\$ 1,205,000
Interceptor and Treatment Revenue Bond, Series 2005B	5,190,000	-	(830,000)	4,360,000	845,000
Interceptor and Treatment Revenue Bond, Series 2006A	1,095,000	-	(150,000)	945,000	150,000
Interceptor and Treatment Revenue Bond, Series 2006B	2,980,000	-	(405,000)	2,575,000	410,000
Interceptor and Treatment Revenue Bond, Series 2006C	1,680,000	-	(230,000)	1,450,000	230,000
Interceptor and Treatment Revenue Bond, Series 2007	4,610,000	-	(545,000)	4,065,000	555,000
Interceptor and Treatment Refunding Series 2017	12,775,000	-	(1,360,000)	11,415,000	1,380,000
Interceptor and Treatment Revenue Bond, Series 2010A	7,816,023	-	(710,000)	7,106,023	710,000
Interceptor and Treatment Revenue Bond, Series 2011A	885,000	-	(70,000)	815,000	75,000
Interceptor and Treatment Revenue Bond, Series 2020A	13,800,000	-	(275,000)	13,525,000	305,000
Interceptor and Treatment Revenue Bond, Series 2020A Bond premium	1,927,216	-	(96,361)	1,830,855	-
Sewage Disposal Revenue Bond, Series 2010A	610,000	-	(55,000)	555,000	55,000
Installment Purchase Agreement - 2021 Vactor	-	359,939	(122,235)	237,704	117,472
Installment Purchase Agreement - Excavator	-	152,705	(51,996)	100,709	49,769
Sewage Disposal Revenue Bond, Series 2017	2,855,000	-	(375,000)	2,480,000	385,000
Water Supply System Revenue bond, Series 2016A	4,498,354	-	(195,000)	4,303,354	200,000
Water Supply System Revenue bond, Series 2017A	9,275,000	-	(440,000)	8,835,000	445,000
Water Supply System Revenue Bond, Series 2011	564,265	-	(45,000)	519,265	45,000
Water Supply System Revenue Bond, Series 2011 Bond Premium	13,402	-	(1,218)	12,184	-
Water Supply Revenue Bond, Series 2015	814,307	-	(45,000)	769,307	45,000
Total Direct borrowings and direct placements Principal outstanding:	\$ 78,798,567	\$ 512,644	\$ (7,186,810)	\$ 72,124,401	\$ 7,207,241

Note 18 - Component Unit Disclosures (Continued)

Other Debt:

Interceptor and Treatment Revenue Bond, Series 2011B	\$ 3,680,000	\$ -	\$ (270,000)	\$ 3,410,000	\$ 290,000
Water Supply System Revenue Bond, Series 2013	29,000,000	-	(1,020,000)	27,980,000	1,075,000
Water Supply System Revenue Bond, Series 2013 Bond premium	455,083	-	(25,282)	429,801	-
Water Supply System, Revenue Bond, Series 2014	22,310,000	-	(1,560,000)	20,750,000	1,640,000
Water Supply System, Revenue Bond, Series 2014 Bond Premium	1,077,021	-	(76,930)	1,000,091	-
Water Supply System Limited Tax Bond, Series 2015	58,100,000	-	(705,000)	57,395,000	740,000
Water Supply System Limited Tax Bond, Series 2015 Bond Premium	1,968,640	-	(78,746)	1,889,894	-
Water Supply System Limited Tax Bond, Series 2016	54,930,000	-	(640,000)	54,290,000	670,000
Water Supply System Limited Tax Bond, Series 2016 Bond Premium	5,627,583	-	(216,448)	5,411,135	-
Total other debt principal outstanding	<u>177,148,327</u>	<u>-</u>	<u>(4,592,406)</u>	<u>172,555,921</u>	<u>4,415,000</u>
Total business-type activities long-term debt	<u>255,946,894</u>	<u>512,644</u>	<u>(11,779,216)</u>	<u>244,680,322</u>	<u>11,622,241</u>

Component Unit – KWA

	Beginning Balance	Additions	Reductions	Ending Balance September 30, 2021	Due within One Year
Bonds and contracts payable:					
Direct borrowings - Capital lease:	\$ 32,300,000	\$ -	\$ (975,000)	\$ 31,325,000	\$ 1,020,000
Other debt - Bonds:	271,070,000	-	(5,895,000)	265,175,000	6,175,000
Unamortized bond premiums	15,294,226	-	(643,278)	14,650,948	-
Total KWA long-term debt	<u>\$ 318,664,226</u>	<u>\$ -</u>	<u>\$ (7,513,278)</u>	<u>\$ 311,150,948</u>	<u>\$ 7,195,000</u>

Note 18 - Component Unit Disclosures (Continued)

A total of \$10,290,000 of the \$11,622,241 due within one year for Water & Waste Services is included in payable from restricted assets on the statement of net position. Debt due within one year of \$7,195,00 at September 30, 2021 for KWA is included in payable from restricted assets on the statement of net position.

Total interest expense for Water and Waste Services for the year was \$9,455,008, none of which was capitalized. Total interest expense for KWA for the year was \$ 15,006,634.

The annual requirements to pay principal and interest on the outstanding obligations for Water & Waste Services at December 31, 2021 are as follows:

	Business-type Activities					Component Unit Activities - KWA		
	Direct Borrowings and Direct Placements		Other Debt		Total	Other Debt		Total
	Principal	Interest	Principal	Interest		Principal	Interest	
2022	\$ 7,207,241	\$ 1,763,758	\$ 4,415,000	\$ 7,431,600	\$ 20,817,599	\$ 6,175,000	\$ 13,339,862	\$ 19,514,862
2023	7,371,171	1,621,340	4,620,000	7,212,250	20,824,761	6,445,000	13,044,362	19,489,362
2024	7,355,000	1,474,007	4,845,000	6,982,116	20,656,123	6,760,000	12,714,237	19,474,237
2025	7,500,000	1,323,821	5,095,000	6,739,963	20,658,784	7,105,000	12,367,613	19,472,613
2026	7,645,000	1,166,002	5,345,000	6,484,631	20,640,633	7,460,000	12,003,488	19,463,488
2027-2031	17,936,288	3,895,730	30,705,000	28,446,691	80,983,709	43,370,000	53,746,094	97,116,094
2032-2036	9,474,307	1,973,995	34,190,000	20,189,388	65,827,690	55,715,000	41,101,200	96,816,200
2037-2041	5,792,355	395,022	36,890,000	12,723,675	55,801,052	71,560,000	24,821,650	96,381,650
2042-2046	-	-	37,720,000	4,036,225	41,756,225	60,585,000	5,659,125	66,244,125
Total	\$ 70,281,362	\$ 13,613,675	\$ 163,825,000	\$ 100,246,539	\$ 347,966,576	\$ 265,175,000	\$ 188,797,631	\$ 453,972,631

Note 18 - Component Unit Disclosures (Continued)

Other Miscellaneous Income

The other miscellaneous income reported on the Statement of Activities primarily represents capacity fees charged to users of KWA.

Related Party

During fiscal year 2013, the Karegnondi Water Authority (the "Authority") was formed. The Authority has retained the services of Water & Waste Services to administer the design and construction of the raw water supply system. In addition, it is expected that the Authority will contract with Water & Waste Services for operation and maintenance of the raw water supply system after the system is completed and operational. The Authority has no employees of its own, with all current and future services expected to be rendered by Water & Waste Services employees.

Water & Waste Services has entered into certain contracts with the Authority as a local unit so as to acquire a supply of raw water. This new raw water supply system is expected to be utilized by Water & Waste Services in late 2017, at which time Water & Waste Services will cease purchasing finished water from the Great Lakes Water Authority.

In August 2013, Water & Waste Services entered into a Water Purchase Contract with the Authority, which provides Water & Waste Services with 42 MGD of capacity, out of a total authority capacity of 60 MGD. This arrangement in effect means Water & Waste Services will provide the Authority with 70 percent of its total operating revenue over the coming years. In addition, Water & Waste Services has entered into a Financing Contract with the Authority, which obligates Water & Waste Services to pay to the Authority approximately 66 percent of the Authority's debt service. A copy of the Financing Contract can be viewed in the Authority's Official Statement.

Water & Waste Services has a lease receivable related to Water & Waste Services' \$35 million bond issuance in 2013 for construction of an intake facility and two pump stations. Recording of the receivable was a result of modification of a supply contract with KWA in April 2014, effectively stating Water & Waste Services is to turn over title to the aforementioned facilities to KWA upon redemption of the bonds. Based on contract terms, GASB Statement No. 62, paragraph 213 requires KWA to treat facilities as a capital lease and record as construction in progress the cost of land and other construction costs previously incurred by Water & Waste Services. Water & Waste Services reports a lease receivable, and KWA reports long-term debt.

The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded as a present value of the future minimum lease payments as of the inception date. The future minimum lease obligations (for KWA) and the net present value are as follows:

2022	\$ 2,529,437
2023	2,525,687
2024	2,529,437
2025	2,525,188
2026	2,528,188
2027-2031	12,635,288
2032-2036	12,636,113
2037-2041	<u>12,638,928</u>
Total	<u>50,548,266</u>
Less amount representing interest	<u>(20,243,266)</u>
Present Value	<u>\$ 30,305,000</u>

Note 18 - Component Unit Disclosures (Continued)

Capital Assets

The summary of capital assets for Water & Waste Services at December 31, 2021 is displayed below:

	Balance January 1, 2021	Reclassifications	Additions	Disposals and Adjustments	Balance December 31, 2021
Enterprise Fund:					
Capital assets not being depreciated:					
Land	2,872,652	-	13,297	-	2,885,949
Construction in progress	4,566,790	(10,249,936)	9,968,028	-	4,284,882
Subtotal	7,439,442	(10,249,936)	9,981,325	-	7,170,831
Capital assets being depreciated:					
Distribution and collections system	501,507,418	1,214,384	248,485	-	502,970,287
Buildings and equipment	27,814,627	9,035,552	274,397	-	37,124,576
Vehicles	2,889,322	-	451,439	-	3,340,761
Subtotal	532,211,367	10,249,936	974,321	-	543,435,624
Accumulated depreciation:					
Distribution and collections system	123,008,776	-	10,206,467	-	133,215,243
Buildings and equipment	11,058,104	-	1,505,476	-	12,563,580
Vehicles	1,766,234	-	295,864	-	2,062,098
Subtotal	135,833,114	-	12,007,807	-	147,840,921
Net capital assets being depreciated	396,378,253	10,249,936	(11,033,486)	-	395,594,703
Net capital assets	403,817,695	-	(1,052,161)	-	402,765,534

Component Unit - KWA

	Balance October 1, 2020	Reclassifications	Additions	Disposals	Balance September 30, 2021
Capital assets being depreciated - Water Pipeline	\$ 332,839,500	\$ -	\$ 610,658	\$ -	\$ 333,450,158
Accumulated Depreciation	16,614,739	-	5,558,516	-	\$ 22,173,255
Net Capital assets	\$ 316,224,761	\$ -	\$ (4,947,858)	\$ -	\$ 311,276,903

Construction Commitments

Water & Waste Services has active construction projects at year end, which include improvements and extensions to the water and sewage disposal systems. Water & Waste Services spent \$26,851,842 to date and has \$5,217,867 remaining on outstanding contracts.

The component unit, KWA, had no significant construction commitments at September 30, 2021.

Note 18 - Component Unit Disclosures (Continued)

Defined Benefit Pension Plan

Plan Description

Water & Waste Services participates in an agent multiple-employer defined benefit pension plan (Genesee County Employees Retirement System, also known as GCERS). The complete plan description is included in Note 8.

Benefits Provided

The provided benefits are included in Note 8.

Employees Covered by Benefit Terms

At the December 31, 2020 measurement date, the following Water & Waste Services employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	114
Inactive plan members entitled to but not yet receiving benefits	7
Active plan members	<u>151</u>
Total employees covered by GCERS	<u><u>272</u></u>

Contributions

Details of contribution requirements are included in Note 8.

For the year ended December 31, 2021, Water & Waste Services' actuarially determined contribution rate was 24.22 percent of annual covered payroll. Water & Waste Services employees are required to contribute 5 to 7 percent of their annual covered payroll.

Net Pension Liability

Water & Waste Services has chosen to use the December 31 measurement date as its measurement date for the net pension liability. The December 31, 2021 fiscal year end reported net pension liability was determined using a measure of the total pension liability and the pension net position as of the December 31, 2020 measurement date. The December 31, 2020 measurement date total pension liability was determined by an actuarial valuation performed as of that date.

Changes in the net pension liability during the measurement year were as follows:

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at January 1, 2020	\$ 76,583,025	\$ 52,457,657	\$ 24,125,368
Service cost	1,669,276	-	1,669,276
Interest	5,335,071	-	5,335,071
Differences between expected and actual experience	1,073,176	-	1,073,176
Changes in assumptions	1,423,494	-	1,423,494
Contributions - Employer	-	3,161,632	(3,161,632)
Contributions - Employee	-	778,926	(778,926)
Net investment income	-	4,514,653	(4,514,653)
Benefit payments, including refunds	(4,074,004)	(4,074,004)	-
Administrative expenses	-	(58,483)	58,483
Net changes	<u>5,427,013</u>	<u>4,322,724</u>	<u>1,104,289</u>
Balance at December 31, 2020	<u>\$ 82,010,038</u>	<u>\$ 56,780,381</u>	<u>\$ 25,229,657</u>

The plan's fiduciary net position represents 69.2 percent of total pension liability.

Note 18 - Component Unit Disclosures (Continued)

Pension Expense and Deferred Outflows of Resources Related to Pensions

During the year, Water & Waste Services recognized pension expense of \$2,793,206. At December 31, 2021, Water & Waste Services reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 2,194,174	\$ (602,123)
Changes in assumptions	5,574,372	(4,712,991)
Net difference between projected and actual earnings on pension plan investments	-	(2,399,418)
Employer contributions to the plan subsequent to the measurement date	2,903,762	-
Total	\$ 10,672,308	\$ (7,714,532)

The amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows (note that employer contributions subsequent to the measurement date will reduce the net pension liability and, therefore, will not be included in future pension expense):

Years Ending December 31	Amount
2022	\$ 99,230
2023	(765,278)
2024	(807,482)
2025	744,034
2026	664,620
Thereafter	118,890

Actuarial Assumptions

The total pension liability in the December 31, 2020 actuarial valuation was determined using an inflation assumption of 3.00 percent; assumed salary increases (including inflation) of 3.00 to 7.03 percent, which include across-the-board increases, along with merit and longevity increases that range from 0.17 percent up to 4.03 percent; an investment rate of return (net of administrative and investment expenses) of 7.00 percent; and the Pub-2010 Mortality Table with generational improvements using Scale MP-2020.

Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Water and Waste Services contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Projected Cash Flows

Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make 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.

Note 18 - Component Unit Disclosures (Continued)

Investment Rate of Return

The long-term expected rate of return on pension plan investments was determined using a model in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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. The nominal long-term expected rate of return for the plan as a whole was 7.00 percent. The target allocation by class is as follows:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
U.S. equities active or passive - Large cap	25.00%	4.06%
U.S. equities active or passive - Small/mid cap	12.00	4.56
Non-U.S. equities	18.00	4.48
Domestic fixed income	22.00	0.56
Real estate	18.00	3.59
Direct Lending	3.00	4.85
Cash equivalents	2.00	-

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents Water & Waste Services' net pension liability, calculated using the discount rate of 7.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate:

	1 Percent Decrease (6.00%)	Current Discount Rate (7.00%)	1 Percent Increase (8.00%)
Net pension liability of the Water and Waste Division	\$ 35,097,058	\$ 25,229,657	\$ 16,891,292

Pension Plan Fiduciary Net Position

Details of the pension plan fiduciary net position are included in Note 8.

Assumption Changes

For the December 31, 2020 actuarial valuation, there were assumption changes that resulted in an increase in the calculated total pension liability. The assumptions changed during the year related to the mortality tables utilized; see above for the assumption used.

Other Postemployment Benefit Plan

Plan Description

Water & Waste Services administers the Genesee County Drain Commissioner Division of Water & Waste Services OPEB Plan (the "Plan"), a single-employer defined benefit OPEB plan that is used to provide postemployment benefits other than pensions (OPEB) for various classes of employees.

Benefits Provided

The OPEB Plan provides healthcare and vision benefits for retirees and their dependents. Benefits are provided through Water & Waste Services' self-insurance program, and the full cost of benefits is covered by the plan.

Note 18 - Component Unit Disclosures (Continued)

Employees Covered by Benefit Terms

The following members were covered by the benefit terms:

	OPEB Plan
Date of member count	December 31, 2021
Inactive plan members or beneficiaries currently receiving benefits	105
Inactive plan members entitled to but not yet receiving benefits	4
Active plan members	150
Total plan members	<u>259</u>

Contributions

Water & Waste Services establishes contribution rates based on an actuarially determined rate per a funding valuation. For the year ended December 31, 2021, Water & Waste Services' contribution was \$3,171,413. Employees are not required to contribute to the plan.

Net OPEB Liability

Water & Waste Services has chosen to use the December 31 measurement date as its measurement date for the net OPEB liability. The December 31, 2021 fiscal year end reported net OPEB liability was determined using a measure of the total OPEB liability and the OPEB net position as of the December 31, 2021 measurement date. The December 31, 2021 measurement date total OPEB liability was determined by an actuarial valuation performed as of that date.

Changes in the net OPEB liability during the measurement year were as follows:

Changes in Net OPEB Liability	Increase (Decrease)		
	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balance at January 1, 2021	\$ 58,009,688	\$ 25,425,381	\$ 32,584,307
Changes for the year:			
Service cost	1,288,077	-	1,288,077
Interest	4,093,333	-	4,093,333
Differences between expected and actual experience	(2,751,757)	-	(2,751,757)
Changes in assumptions	(4,393,104)	-	(4,393,104)
Contributions - Employer	-	3,171,413	(3,171,413)
Net investment Income	-	3,648,413	(3,648,413)
Benefit payments, including refunds	(1,671,413)	(1,671,413)	-
Administrative expenses	-	(20,102)	20,102
Net changes	(3,434,864)	5,128,311	(8,563,175)
Balance at December 31, 2021	<u>\$ 54,574,824</u>	<u>\$ 30,553,692</u>	<u>\$ 24,021,132</u>

The plan's fiduciary net position represents 56.0 percent of the total OPEB liability

Note 18 - Component Unit Disclosures (Continued)

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

For the year ended December 31, 2021, Water & Waste Services recognized OPEB expense of \$2,012,985.

At December 31, 2021, Water & Waste Services reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,078,871	\$ (3,911,714)
Changes in assumptions	1,739,959	(3,864,950)
Net Difference between projected and actual earnings on OPEB plan investments	-	(2,386,918)
Total	<u>\$ 2,818,830</u>	<u>\$ (10,163,582)</u>

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

Year Ending December 31	Amount
2022	\$ (1,556,953)
2023	\$ (1,921,522)
2024	(1,522,824)
2025	(1,161,077)
2026	(1,182,376)
Total	<u>\$ (7,344,752)</u>

Actuarial Assumptions

The total OPEB liability in the December 31, 2021 actuarial valuation was determined using an inflation assumption of 2.50 percent; assumed salary increases (including inflation) of 3.50 percent; an investment rate of return (net of investment expenses) of 7.00 percent; a healthcare cost trend rate of 7.50 percent for 2021 decreasing 0.25 percent per year to an ultimate rate of 4.50 percent for 2033 and later years; and the PubG-2010 mortality tables with the gender-specific MP-2019 improvement scale. These assumptions were applied to all periods included in the measurement.

Discount Rate

The discount rate used to measure the total OPEB liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Water & Waste Services contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Note 18 - Component Unit Disclosures (Continued)

Investment Rate of Return

The long-term expected rate of return on OPEB 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 OPEB 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 weighing the expected future real rates of return by the target asset allocation percentage and adding expected inflation. Best estimates of arithmetic real rates of return as of the December 31, 2021 measurement date for each major asset class included in the OPEB plan’s target asset allocation, as disclosed in the investment footnote, are summarized in the following tables:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global equity	60.00%	5.25%
Global fixed income	20.00	1.25
Private investments	20.00	7.25

Rates of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on OPEB plan investments, net of OPEB plan investment expense, was 14.09 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjust for the changing amounts actually invested.

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

The following presents the net OPEB liability of Water & Waste Services, calculated using the discount rate of 7.00 percent, as well as what Water and Waste Services’ net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percent Decrease (6.00%)	Current Discount Rate (7.00%)	1 Percent Increase (8.00%)
Net OPEB liability of the Water and Waste Division Retiree Medical Benefits Plan	\$ 32,329,139	\$ 24,021,132	\$ 17,295,874

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

The following presents the net OPEB liability of Water & Waste Services, calculated using the healthcare cost trend rate of 7.00 percent, as well as what Water & Waste Services’ net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1 Percent Decrease (6.50- 3.50%)	Current Healthcare Cost Trend Rate (7.50- 4.50%)	1 Percent Increase (8.50- 5.50%)
Net OPEB liability of the Water and Waste Division Retiree Medical Benefits Plan	\$ 16,887,631	\$ 24,021,132	\$ 32,972,333

Note 18 - Component Unit Disclosures (Continued)

OPEB Plan Fiduciary Net Position

Detailed information about the Plan’s fiduciary net position is not available in a separately issued financial report. For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Plan’s fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the Plan. The Plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

Assumption Changes

For the December 31, 2021 actuarial valuation, there were assumption changes that resulted in a decrease in the calculated total OPEB liability. The assumptions changed during the year related to the mortality table and health care cost trend rate; see above for the assumptions used.

Subsequent Events

Subsequent to year end, Water & Waste Services intends to issue new debt for the Interceptor and Treatment Facilities Fund and has been given approval for up to \$50,000,000 of par value in revenue bonds, of which \$13,800,000 was issued in fiscal year 2020. Only a portion of the remaining \$36,200,000 is expected to be issued during fiscal year 2022.

Drains

Long-term Debt

The summary of long-term debt transactions for the Drain funds for the year ended September 30, 2022 is presented below:

	<u>Balance Oct. 1, 2021</u>	<u>Additions (Reductions)</u>	<u>Balance Sept. 30, 2022</u>	<u>Due in One Year</u>
Bonds and contracts payable -				
Direct borrowings and direct placements:				
3.99% Genesee County Drainage District Bonds #0138 Series 2018 Bonds	582,000	(48,000)	534,000	48,000
2.00% Genesee County Drainage District Bonds #0555 Series 2019 Bonds	762,666	(95,333)	667,333	95,333
2.59% Genesee County Drainage District Bonds #0297 Series 2020 Bonds	685,000	(40,000)	645,000	40,000
Total direct borrowings and direct placements principal outstanding	<u>2,029,666</u>	<u>(183,333)</u>	<u>1,846,333</u>	<u>183,333</u>
Other Debt:				
2.0% to 3.15% Genesee County Drainage District Bonds #0017 Series 2011 Bonds	245,000	(245,000)	-	-
3.69% to 6.85% Genesee County Special Assessment debt with governmental commitment	\$ 353,500	\$ (50,500)	\$ 303,000	\$ 50,500
3.25% to 5.00% Genesee County Special Assessment debt with governmental commitment	-	-	-	-
Total other debt principal outstanding	<u>598,500</u>	<u>(295,500)</u>	<u>303,000</u>	<u>50,500</u>
Total bonds and contracts payable	<u>\$ 2,628,166</u>	<u>\$ (478,833)</u>	<u>\$ 2,149,333</u>	<u>\$ 233,833</u>

Note 18 - Component Unit Disclosures (Continued)

The annual requirements to pay principal and interest on the outstanding obligations for the Drain funds at September 30, 2022 are as follows:

Years Ending September 30	Direct Borrowings and Direct Placements		Other Debt		Total
	Principal	Interest	Principal	Interest	
2023	\$183,333	\$51,359	\$50,500	\$8,688	\$293,880
2024	183,333	46,501	50,500	7,260	\$287,594
2025	183,333	41,644	50,500	5,792	\$281,269
2026	183,333	36,786	50,500	4,344	\$274,963
2027	183,333	31,928	101,000	4,347	\$320,608
2028-2032	635,668	92,092	-	-	\$727,760
2033-2037	224,000	24,619	-	-	\$248,619
2038-2039	70,000	2,720	-	-	\$72,720
	<u>\$1,846,333</u>	<u>\$327,649</u>	<u>\$303,000</u>	<u>\$30,431</u>	<u>\$2,507,413</u>

Capital Assets

The following is a summary of capital assets for the Drain fund at September 30, 2022:

	Balance Oct. 1, 2021	Additions	Adjustments	Reclassifications	Balance Sept. 30, 2022
Capital assets not being depreciated:					
Land	\$ 764,044	\$ -	\$ -	\$ -	\$ 764,044
Construction in progress	1,598,971	212,182	-	(477,110)	1,334,043
Subtotal.....	<u>2,363,015</u>	<u>212,182</u>	<u>-</u>	<u>(477,110)</u>	<u>2,098,087</u>
Capital assets being depreciated:					
Equipment	1,801,109	110,464	-	-	1,911,573
Infrastructure	28,906,212	-	-	477,110	29,383,322
Drain System Retrospective	29,376,026	-	-	-	29,376,026
Subtotal.....	<u>60,083,347</u>	<u>110,464</u>	<u>-</u>	<u>477,110</u>	<u>60,670,921</u>
Less Allowance for Depreciation					
Equipment	1,662,360	107,700	-	-	1,770,060
Infrastructure	17,095,602	1,172,138	-	-	18,267,740
Drain System Retrospective	29,376,026	-	-	-	29,376,026
Subtotal	<u>48,133,988</u>	<u>1,279,838</u>	<u>-</u>	<u>-</u>	<u>49,413,826</u>
Net Capital assets being depreciated	<u>11,949,359</u>	<u>1,390,302</u>	<u>-</u>	<u>477,110</u>	<u>11,257,095</u>
Total Capital Assets					
Net of depreciation	<u>\$ 14,312,374</u>	<u>\$ 1,602,484</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,355,182</u>

Note 18 - Component Unit Disclosures (Continued)

Land Bank Authority

Investments

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Authority 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 a policy for investment custodial risk. The Authority’s investment policy does not address custodial credit risk for investments. The securities are safekept with a third party selected by the Authority. As of September 30, 2022, \$9,674,710 in investments were held in third-party safekeeping in the Authority’s name. The Authority’s investment policy does not limit the amount of securities that can be held.

Fair Value Measurements

The Authority categorizes its fair value measurements 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, and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Authority’s assessment of the significance of particular inputs to these fair value measurements requires judgement and considers factors specific to each asset.

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

	Assets Measured at Fair Value on a Recurring Basis			
	Level 1	Level 2	Level 3	Total
U.S. Treasury & Agency Securities	\$ -	\$ 9,674,710	\$ -	\$ 9,674,710

The fair value U.S. Treasury & Agency Securities classified in Level 2 are valued using other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

Interest Rate Risk

Risk that the value of investments will decrease as a result of a rise in the interest rates. The investment policy adopted by the Authority does not restrict investment maturities other than commercial paper, which can only be purchased with a 270-day maturity. At year-end, the Authority’s investments had the following range of maturity dates:

Investment Type	Fair Value	Maturity (Years)			
		<1	1-5	6-10	>10
U.S. Treasury and Agency Securities	\$ 9,674,710	\$ 2,972,850	\$ 6,701,860	\$ -	\$ -

Note 18 - Component Unit Disclosures (Continued)

Capital Assets

The following is a summary of capital assets for the Land Bank Authority at September 30, 2022:

Land Bank Authority Enterprise Fund:

	Balance Oct. 1, 2021	Additions	Deletions	Balance Sep. 30, 2022
Capital assets not being depreciated:				
Land	\$ 20,369	\$ -	\$ -	\$ 20,369
Construction in Progress	\$ 64,264	\$ 172,811		\$ 237,075
Subtotal	\$ 84,633	\$ 172,811	\$ -	\$ 257,444
Capital assets being depreciated:				
Buildings and improvements	3,008,434	-	-	3,008,434
Machinery and equipment	256,661	60,908	-	317,569
Office equipment	179,035	-	-	179,035
Vehicles	236,243	169,994	-	406,237
Subtotal	3,680,373	230,902	-	3,911,275
Less Accumulated depreciation				
Buildings and improvements	1,286,185	85,794	-	1,371,979
Machinery and equipment	203,920	12,943	-	216,863
Office equipment	165,660	3,345	-	169,005
Vehicles	229,326	9,085	-	238,411
Subtotal	1,885,091	111,167	-	1,996,258
Net Capital assets being depreciated	1,795,282	119,735	-	1,915,017
Total Capital Assets- Net of depreciation	<u>\$ 1,879,915</u>	<u>\$ 292,546</u>	<u>\$ -</u>	<u>\$ 2,172,461</u>

Land Bank Authority Component Unit- GCLB- Berridge Place, Inc. and Subsidiaries:

	Balance Jan. 1, 2021	Additions	Adjustments/ Deletions	Balance Dec. 31, 2021
Capital assets not being depreciated:				
Land	\$ 63,939	\$ -	\$ -	\$ 63,939
Capital assets being depreciated:				
Buildings and improvements	882,016	-	(4)	882,012
Furniture and equipment	14,045	-	4	14,049
Subtotal	896,061	-	-	896,061
Less Accumulated depreciation				
Buildings and improvements	286,558	40,938	(4)	327,492
Furniture and equipment	14,045	-	4	14,049
Subtotal	300,603	40,938	-	341,541
Net Capital assets being depreciated	595,458	(40,938)	-	554,520
Total Capital Assets- Net of depreciation	<u>\$ 659,397</u>	<u>\$ (40,938)</u>	<u>\$ -</u>	<u>\$ 618,459</u>

Note 18 - Component Unit Disclosures (Continued)

Significant Accounting Policies – Investment in 607 East Second Avenue, LLC

The Land Bank Authority’s 1 percent ownership interest in 607 East Second Avenue, LLC (LLC) is accounted for in the statement of net position as an equity investment. 607 East Second Avenue, LLC was created to account for the redevelopment of the old Durant Hotel. The total projected cost of the development was approximately \$35,590,000, with a total contribution of \$18,380,819 from the Land Bank Authority. The Land Bank Authority’s capital contributions sources were from grants, Brownfield TIF bonds, and sale of state historic and state Brownfield tax credits. On December 30, 2022 the Authority entered into a settlement with Durant Development Group, LLC, where Durant shall pay the Authority the agreed value of the Authority’s interest in 607 East Avenue, LLC, the difference of the original and appealed ad valorem tax value, plus the Authority’s cost of litigating the appeals, and attorney’s fees and costs associated with the lawsuit. The agreed value of the Authority’s interest was \$1,000.

Commitments and Contingencies

Help for the Hardest Hit Grant Funding –

The Authority participates in a program with the U.S. Department of Treasury through Michigan Homeowner Assistance Non-profit Housing Corporation (MHA) and Michigan State Housing Development Authority (MSHDA) for the demolition of blighted properties. The funding is provided on a reimbursement basis, plus \$500 per property for administrative costs and \$500 per property for continued maintenance. Each property must be approved by MHA/MSHDA prior to beginning any demolition. A mortgage agreement and demand note are executed for each project, and MHA/MSHDA has an enforceable lien on the related property. Under the terms of the mortgage agreement, the debt is to be forgiven over a period of five years (20 percent after each full year) or is repayable to MHA/MSHDA if sold or transferred prior to that date. The Authority is considered by MHA/MSHDA to be a contractor for this program and not a subrecipient. Accordingly, the grant’s activity is not subject to Single Audit requirements under the Uniform Guidance.

The Authority expects to seek forgiveness of the loan and released of the lien if the Authority sells or transfers property prior to completion of the five-year period. The Authority intends to sell the properties as permitted under the grant; any other sales would adhere to grant requirements. Accordingly, the mortgages have not been recorded as liabilities of the Authority. At September 30, 2022, the Authority has executed mortgage agreements since the initiation of the program in excess of \$67,000,000 through the Help for the Hardest Hit program that have been approved for payment by MHA/MSHDA.

As part of the settlement with Durant Development Group, LLC, the Authority will receive an amount over the next 12 years representing a calculation of original and amended taxable values of the property owned, the Authority’s cost of litigating the appeals, and attorney’s fees and costs associated with the lawsuit. The amount will be paid with a down payment of \$88,145 and 12 annual payments of \$42,342. The Authority has also agreed to pay the County each year an amount up to the annual payment received from Durant Development Group, LLC, should the County TIF not cover the related bond payments.

Brownfield Authority

Long-term Debt

The summary of long-term debt transactions for the Brownfield Authority for the year ended September 30, 2022 is presented below:

	<u>Balance Oct. 1, 2021</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Balance Sep. 30, 2022</u>	<u>Due In One Year</u>
Bonds and contracts payable -					
Direct borrowings and direct Placements:					
2.050% to 3.55% Genesee County Brownfield Authority Series 2017 Tax Increment Bonds, Subject to redemption prior to maturity	9,485,000	-	(565,000)	8,920,000	575,000
Total bonds and contracts payable	<u>\$ 9,485,000</u>	<u>\$ -</u>	<u>\$ (565,000)</u>	<u>\$ 8,920,000</u>	<u>\$ 575,000</u>

Note 18 - Component Unit Disclosures (Continued)

The annual requirements to pay principal and interest on the outstanding obligations at September 30, 2022 are as follows:

<u>Years Ending September 30</u>	<u>Direct Borrowings and Direct Placements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 575,000	\$ 273,105	\$ 848,105
2024	590,000	257,960	847,960
2025	605,000	242,425	847,425
2026	620,000	226,500	846,500
2027	640,000	208,680	848,680
2028-2032	3,500,000	727,173	4,227,173
2033-2035	2,390,000	129,220	2,519,220
Total	<u>\$ 8,920,000</u>	<u>\$ 2,065,063</u>	<u>\$ 10,985,063</u>

Required Supplemental Information

**Required Supplemental Information
Budgetary Comparison Schedule
General Fund**

Year Ended September 30, 2022

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance with Amended Budget</u>
Revenue				
Property taxes	\$ 59,024,110	\$ 59,024,110	\$ 59,136,190	\$ 112,080
Other intergovernmental revenue:				
Federal grants	4,032,693	33,276,418	14,688,787	(18,587,631)
Other intergovernmental revenue	20,245,057	21,170,875	20,496,497	(674,378)
Local grants and contributions	644,735	644,735	644,735	-
Charges for services	15,318,275	15,662,029	15,527,516	(134,513)
Fines and forfeitures	1,440,300	1,448,588	1,084,374	(364,214)
Licenses and permits	535,500	535,500	546,055	10,555
Interest income	247,480	247,480	438,889	191,409
Other revenue	1,994,236	2,955,389	1,809,988	(1,145,401)
Total revenue	103,482,386	134,965,124	114,373,031	(20,592,093)
Expenditures				
Current services:				
Management and planning:				
Board coordinator	954,699	985,799	874,696	111,103
Corporation counsel	480,156	480,156	429,336	50,820
Fiscal services administration	536,214	545,252	550,559	(5,307)
Purchasing	202,535	202,535	200,943	1,592
Human resources	947,976	1,001,656	886,967	114,689
Information technology/data proc.	3,752,367	3,824,691	2,983,149	841,542
County treasurer	1,259,846	1,259,846	1,050,372	209,474
County clerk	2,364,900	2,371,400	2,007,234	364,166
Drain commissioner	1,626,635	1,626,635	1,556,724	69,911
Equalization	946,332	946,332	898,676	47,656
Elections clerk	905,855	905,855	542,761	363,094
Geographic information system	275,235	286,348	276,256	10,092
Register of deeds	630,412	630,412	589,710	40,702
Other general government	17,252,118	19,190,295	19,084,108	106,187
Buildings and grounds	4,811,609	5,248,934	4,136,934	1,112,000
Administration of justice:				
District court costs	8,171,764	8,171,764	7,590,488	581,276
Circuit court	8,870,878	14,342,554	10,584,032	3,758,522
Adult probation, jury board, and court services	409,558	415,058	253,248	161,810
Probate court	2,233,315	2,233,315	2,062,903	170,412
Prosecutor	5,908,068	6,022,343	5,885,865	136,478
Law enforcement and community protection:				
Sheriff security	19,636,420	22,247,509	22,486,475	(238,966)
Sheriff marine division	26,700	33,993	28,606	5,387
Detective division	1,824,871	2,113,619	1,839,976	273,643
Sheriff administration	1,189,213	1,196,258	1,226,226	(29,968)
Office of emergency preparedness	132,639	153,499	143,100	10,399
Human services	3,808,924	4,783,979	5,066,612	(282,633)
Community enrichment and development	435,000	18,757,551	3,573,250	15,184,301
Capital outlay	494,000	520,015	409,439	110,576
Total expenditures	90,088,239	120,497,603	97,218,645	23,278,958
Excess of Revenue Over Expenditures	13,394,147	14,467,521	17,154,386	2,686,865
Other Financing Sources (Uses)				
Transfers in	2,505,482	2,448,109	2,010,070	(438,039)
Transfers out	(15,899,629)	(17,285,012)	(16,533,336)	751,676
Insurance recoveries	-	-	834	834
Total other financing uses	(13,394,147)	(14,836,903)	(14,522,432)	314,471
Net Change in Fund Balance	-	(369,382)	2,631,954	3,001,336
Fund Balance - Beginning of year	39,556,965	39,556,965	39,556,965	-
Fund Balance - End of year	\$ 39,556,965	\$ 39,187,583	\$ 42,188,919	\$ 3,001,336

Genesee County, Michigan

Required Supplemental Information Budgetary Comparison Schedules - Major Special Revenue Funds County Health

Year Ended September 30, 2022

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance with Amended Budget</u>
Revenue				
Other intergovernmental revenue:				
Federal grants	\$ 10,144,873	\$ 14,499,092	\$ 11,724,286	\$ (2,774,806)
Other intergovernmental revenue	8,594,290	9,185,953	7,026,422	(2,159,531)
Charges for services	381,288	1,209,658	394,390	(815,268)
Licenses and permits	1,135,332	1,135,332	1,092,255	(43,077)
Interest income	600	2,400	28,872	26,472
Other revenue	131,915	355,402	713,945	358,543
Total revenue	<u>20,388,298</u>	<u>26,387,837</u>	<u>20,980,170</u>	<u>(5,407,667)</u>
Expenditures - Current services - Human services	<u>22,854,713</u>	<u>28,609,246</u>	<u>20,437,754</u>	<u>8,171,492</u>
Excess of Revenue (Under) Over Expenditures	(2,466,415)	(2,221,409)	542,416	2,763,825
Other Financing Sources - Transfers in	<u>2,466,415</u>	<u>4,112,317</u>	<u>1,783,269</u>	<u>(2,329,048)</u>
Net Change in Fund Balance	-	1,890,908	2,325,685	434,777
Fund Balance - Beginning of year	<u>5,109,079</u>	<u>5,109,079</u>	<u>5,109,079</u>	<u>-</u>
Fund Balance - End of year	<u><u>\$ 5,109,079</u></u>	<u><u>\$ 6,999,987</u></u>	<u><u>\$ 7,434,764</u></u>	<u><u>\$ 434,777</u></u>

Genesee County, Michigan

Required Supplemental Information Budgetary Comparison Schedules - Major Special Revenue Funds (Continued) Community Action Resource Department

Year Ended September 30, 2022

	Original Budget	Amended Budget	Actual	Variance with Amended Budget
Revenue				
Other intergovernmental revenue:				
Federal grants	\$ 31,981,917	\$ 49,152,628	\$ 33,452,502	\$ (15,700,126)
Other intergovernmental revenue	3,504,282	3,717,848	2,548,175	(1,169,673)
Charges for services	8,200	8,200	6,341	(1,859)
Rental income	1,256,680	1,256,680	626,172	(630,508)
Other revenue	4,015,940	4,911,923	567,236	(4,344,687)
Total revenue	40,767,019	59,047,279	37,200,426	(21,846,853)
Expenditures - Current services - Human services	40,761,988	59,042,253	34,638,188	24,404,065
Excess of Revenue Over Expenditures	5,031	5,026	2,562,238	2,557,212
Other Financing Sources (Uses)				
Transfers in	198,703	198,703	-	(198,703)
Transfers out	(203,742)	(203,742)	(203,742)	-
Sale of capital assets	-	-	1,632	1,632
Total other financing uses	(5,039)	(5,039)	(202,110)	(197,071)
Net Change in Fund Balance	(8)	(13)	2,360,128	2,360,141
Fund Balance (Deficit) - Beginning of year	(3,326,659)	(3,326,659)	(3,326,659)	-
Fund Balance (Deficit) - End of year	\$ (3,326,667)	\$ (3,326,672)	\$ (966,531)	\$ 2,360,141

Genesee County, Michigan

Required Supplemental Information Budgetary Comparison Schedules - Major Special Revenue Funds (Continued) Community Development

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual (Unaudited)	Variance with Amended Budget (Unaudited)
Revenue - Federal grants	\$ 14,302,688	\$ 18,080,357	\$ 3,642,119	\$ (14,438,238)
Expenditures				
Current - Community enrichment and development	14,302,688	17,471,561	3,561,489	13,910,072
Capital outlay	-	608,796	522,021	86,775
Total expenditures	<u>14,302,688</u>	<u>18,080,357</u>	<u>4,083,510</u>	<u>13,996,847</u>
Net Change in Fund Balance	-	-	(441,391)	(441,391)
Fund Balance - Beginning of year	<u>345,399</u>	<u>345,399</u>	<u>345,399</u>	<u>-</u>
Fund Balance (Deficit) - End of year	<u><u>\$ 345,399</u></u>	<u><u>\$ 345,399</u></u>	<u><u>\$ (95,992)</u></u>	<u><u>\$ (441,391)</u></u>

Genesee County, Michigan

Required Supplemental Information Schedule of Changes in the Net Pension Liability and Related Ratios

Last Eight Years Ended December 31

	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability								
Service cost	\$ 1,161,870	\$ 1,544,821	\$ 1,525,119	\$ 1,931,717	\$ 2,601,932	\$ 3,462,442	\$ 2,092,850	\$ 2,441,909
Interest	24,777,462	24,539,898	25,376,359	23,779,684	22,818,341	22,270,704	23,309,874	22,786,858
Changes in benefit terms	-	-	-	38	116	-	-	-
Differences between expected and actual experience	(1,708,042)	1,276,470	655,591	1,409,823	4,946,041	(13,052,891)	3,447,036	3,421,029
Changes in assumptions	2,193,731	6,799,237	16,849,063	(15,233,575)	(23,294,707)	(10,317,917)	59,608,793	5,189,777
Benefit payments, including refunds	(30,504,925)	(30,262,492)	(29,670,637)	(28,798,783)	(28,115,438)	(27,615,228)	(27,179,618)	(26,514,618)
Miscellaneous other	-	-	-	-	-	-	784,042	-
Net Change in Total Pension Liability	(4,079,904)	3,897,934	14,735,495	(16,911,096)	(21,043,715)	(25,252,890)	62,062,977	7,324,955
Total Pension Liability - Beginning of year	368,054,349	364,156,415	349,420,920	366,332,016	387,375,731	412,628,621	350,565,644	343,240,689
Total Pension Liability - End of year	\$ 363,974,445	\$ 368,054,349	\$ 364,156,415	\$ 349,420,920	\$ 366,332,016	\$ 387,375,731	\$ 412,628,621	\$ 350,565,644
Plan Fiduciary Net Position								
Contributions - Employer	\$ 12,505,655	\$ 12,756,114	\$ 11,748,987	\$ 10,247,638	\$ 9,124,807	\$ 9,635,562	\$ 9,060,276	\$ 7,679,505
Contributions - Member	509,637	598,600	679,980	717,108	844,135	962,642	1,099,739	1,144,877
Net investment income (loss)	34,187,574	20,204,984	38,881,007	(4,999,130)	26,563,629	17,999,919	2,902,513	16,143,654
Administrative expenses	(250,293)	(261,737)	(243,052)	(247,884)	(323,841)	(214,399)	(258,787)	(261,859)
Benefit payments, including refunds	(30,504,925)	(30,262,492)	(29,670,637)	(28,798,783)	(28,115,438)	(27,615,228)	(27,179,618)	(26,514,618)
Other	-	-	-	-	-	6,456	(6,455)	-
Net Change in Plan Fiduciary Net Position	16,447,648	3,035,469	21,396,285	(23,081,051)	8,093,292	774,952	(14,382,332)	(1,808,441)
Plan Fiduciary Net Position - Beginning of year	237,740,305	234,704,836	213,308,551	236,389,602	228,296,310	227,521,358	241,903,690	243,712,131
Plan Fiduciary Net Position - End of year	\$ 254,187,953	\$ 237,740,305	\$ 234,704,836	\$ 213,308,551	\$ 236,389,602	\$ 228,296,310	\$ 227,521,358	\$ 241,903,690
County's Net Pension Liability - Ending	\$ 109,786,492	\$ 130,314,044	\$ 129,451,579	\$ 136,112,369	\$ 129,942,414	\$ 159,079,421	\$ 185,107,263	\$ 108,661,954
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	69.84 %	64.59 %	64.45 %	61.05 %	64.53 %	58.93 %	55.14 %	69.00 %
Covered Payroll	\$ 5,808,164	\$ 6,044,133	\$ 8,052,913	\$ 8,719,610	\$ 9,482,054	\$ 10,990,135	\$ 12,730,024	\$ 13,706,964
County's Net Pension Liability as a Percentage of Covered Payroll	1,890.21 %	2,156.04 %	1,607.51 %	1,560.99 %	1,370.40 %	1,447.47 %	1,454.10 %	792.75 %

Genesee County, Michigan

Required Supplemental Information Schedule of County Pension Contributions

**Last Eight Fiscal Years
Years Ended September 30**

	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 13,095,838	\$ 12,723,245	\$ 12,306,703	\$ 11,849,508	\$ 10,103,058	\$ 9,041,206	\$ 8,816,860	\$ 8,852,715
Contributions in relation to the actuarially determined contribution	14,069,163	12,724,578	12,924,250	11,849,835	10,103,873	9,042,317	8,816,154	8,852,715
Contribution Excess (Deficiency)	\$ 973,325	\$ 1,333	\$ 617,547	\$ 327	\$ 815	\$ 1,111	\$ (706)	\$ -
Covered Payroll	\$ 6,690,019	\$ 6,043,655	\$ 8,052,913	\$ 9,066,246	\$ 9,866,762	\$ 10,990,135	\$ 12,730,024	\$ 13,706,964
Contributions as a Percentage of Covered Payroll	210.30 %	210.54 %	160.49 %	130.70 %	102.40 %	82.28 %	69.25 %	64.59 %

Notes to Schedule of County Pension Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation date Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported. Contributions for the County's fiscal year ended September 30, 2022 were determined based on the actuarial valuation as of December 31, 2020. The most recent valuation is as of December 31, 2021.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level dollar
Remaining amortization period	25 years, closed
Asset valuation method	4 years, smoothed market
Inflation	3.00 percent
Salary increase	3.00 - 7.03 percent, including inflation
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation
Mortality	Pub-2010 with fully generational improvements using the MP-2020 scale
Other information	Pension schedules (schedule of changes in the net pension liability and related ratios and schedule of county contributions) are intended to show information for 10 years. Additional years' information will be displayed as it becomes available.

Genesee County, Michigan

Required Supplemental Information Schedule of Pension Investment Returns

	Last Eight Years Years Ended December 31							
	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return - Net of investment expense	14.06 %	8.72 %	19.17 %	(2.30)%	11.87 %	1.03 %	1.03 %	6.69 %

Required Supplemental Information
Schedule of Changes in the Net OPEB Liability and Related Ratios

Last Six Fiscal Years
(Schedule is built prospectively upon implementation of GASB 74)

	2022	2021	2020	2019	2018*	2017
Total OPEB Liability						
Service cost	\$ 5,927,578	\$ 5,536,734	\$ 4,860,964	\$ 4,253,859	\$ 5,905,371	\$ 6,845,712
Interest	12,087,250	13,144,651	20,438,557	22,010,643	19,568,900	16,459,162
Differences between expected and actual experience	(3,372,657)	(12,967,297)	(143,411,634)	(18,430,985)	(14,135,927)	(13,022,059)
Changes in assumptions	(158,048,797)	24,830,251	108,297,071	50,264,587	(5,808,672)	12,591,686
Benefit payments, including refunds	(14,206,850)	(14,101,912)	(18,517,235)	(17,810,023)	(16,389,699)	(15,913,780)
Net Change in Total OPEB Liability	(157,613,476)	16,442,427	(28,332,277)	40,288,081	(10,860,027)	6,960,721
Total OPEB Liability - Beginning of year	563,335,795	546,893,368	575,225,645	534,937,564	545,797,591	538,836,870
Total OPEB Liability - End of year	\$ 405,722,319	\$ 563,335,795	\$ 546,893,368	\$ 575,225,645	\$ 534,937,564	\$ 545,797,591
Plan Fiduciary Net Position						
Contributions - Employer	\$ 15,844,471	\$ 14,566,929	\$ 14,745,786	\$ 6,153,776	\$ 6,491,663	\$ 7,834,649
Contributions - Active and inactive plan members not yet receiving benefits	643,513	668,422	707,630	751,465	791,723	593,239
Net investment (loss) income	(943,029)	542,443	2,241,374	3,119,730	262,825	1,490,451
Administrative expenses	(32,863)	(28,717)	(21,640)	(55,368)	(91,656)	(171,015)
Benefit payments, including refunds	(14,206,850)	(14,101,912)	(18,517,235)	(17,810,023)	(16,389,699)	(15,913,780)
Net Change in Plan Fiduciary Net Position	1,305,242	1,647,165	(844,085)	(7,840,420)	(8,935,144)	(6,166,456)
Plan Fiduciary Net Position - Beginning of year*	8,177,530	6,530,365	7,374,450	15,214,870	24,150,014	31,677,053
Plan Fiduciary Net Position - End of year	\$ 9,482,772	\$ 8,177,530	\$ 6,530,365	\$ 7,374,450	\$ 15,214,870	\$ 25,510,597
Net OPEB Liability - Ending	\$ 396,239,547	\$ 555,158,265	\$ 540,363,003	\$ 567,851,195	\$ 519,722,694	\$ 520,286,994
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	2.34 %	1.45 %	1.19 %	1.28 %	2.84 %	4.67 %
Covered-employee Payroll	\$ 23,444,252	\$ 27,559,427	\$ 27,379,911	\$ 30,338,758	\$ 29,775,656	\$ 38,702,758
Net OPEB Liability as a Percentage of Covered-employee Payroll	1,690.14 %	2,014.40 %	1,973.57 %	1,871.70 %	1,745.46 %	1,344.32 %

*Beginning of year plan fiduciary net position was adjusted in 2018 to remove defined contribution assets for retiree health care.

Required Supplemental Information
Schedule of OPEB Contributions

Last Ten Fiscal Years
Years Ended September 30

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 26,030,387	\$ 25,118,785	\$ 29,997,378	\$ 28,504,540	\$ 26,099,994	\$ 18,883,352	\$ 18,883,352	\$ 19,066,021	\$ 19,066,021	\$ 18,549,049
Contributions in relation to the actuarially determined contribution	15,844,471	14,566,928	14,745,786	6,153,776	6,491,663	6,937,061	7,468,726	8,212,389	8,626,867	9,524,252
Contribution Deficiency	\$ (10,185,916)	\$ (10,551,857)	\$ (15,251,592)	\$ (22,350,764)	\$ (19,608,331)	\$ (11,946,291)	\$ (11,414,626)	\$ (10,853,632)	\$ (10,439,154)	\$ (9,024,797)
Covered-employee Payroll	\$ 23,444,252	\$ 27,559,427	\$ 27,379,911	\$ 30,338,758	\$ 29,775,656	\$ 38,702,758	\$ 25,157,676	\$ 33,343,864	\$ 33,343,864	\$ 36,987,137
Contributions as a Percentage of Covered-employee Payroll	67.58 %	52.86 %	53.86 %	20.28 %	21.80 %	17.92 %	29.69 %	24.63 %	25.87 %	25.75 %

Notes to Schedule of Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation date Actuarially determined contribution rates are calculated as of September 30, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal (level percent of payroll)
Amortization method	Level dollar
Remaining amortization period	27 years
Asset valuation method	Equal to market value of assets
Inflation	1.75 percent
Health care cost trend rates	8.00 percent, decreasing to an ultimate rate of 4.50 percent
Salary increase	1.75 percent
Investment rate of return	6.00 percent, net of OPEB plan investment expense, including inflation
Retirement age	62
Mortality	Pub-2010 using scale MP-2020
Other information	None

Genesee County, Michigan

Required Supplemental Information Schedule of OPEB Investment Returns

**Last Six Fiscal Years
Years Ended September 30**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual money-weighted rate of return - Net of investment expense	(8.60)%	(0.51)%	(3.51)%	8.13 %	1.55 %	4.83 %

Budgetary Information

Budgets shown in the financial statements were prepared on the same modified accrual basis used to reflect actual results. The County employs the following procedures in establishing the budgetary data reflected in the financial statements:

Prior to July 1, county departments, in conjunction with the Controller's Office, prepare and submit their proposed operating budgets for the fiscal year commencing on October 1. The operating budget includes proposed expenditures and resources to finance them.

A public hearing is conducted to obtain taxpayers' comments.

Prior to September 30, the budget is legally enacted through passage of a resolution.

After the budget is adopted, the finance committee of the Board of Commissioners is authorized to transfer budgeted amounts between accounts within a department. However, any revisions that alter the total expenditures of a department or fund must be approved by the Board of Commissioners.

Formal budgetary integration is employed as a management control device during the year for the General Fund and the special revenue funds. Formal budgetary integration is not employed for other governmental-type funds, as effective management control is achieved through alternative procedures.

Budgets for the General Fund and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board of Commissioners during the year. Individual amendments were not material in relation to the original appropriations, which were amended. Appropriations unused at September 30 are not carried forward to the following year. The budgets for the General Fund and special revenue funds are adopted at the departmental level and total fund level, respectively.

Excesses of expenditures over appropriations in individual funds are presented below:

	Amended Budget	Actual	Variance
Major fund - General Fund:			
Fiscal services administration	\$ 545,252	\$ 550,559	\$ (5,307)
Sheriff security	22,247,509	22,486,475	(238,966)
Sheriff administration	1,196,258	1,226,226	(29,968)
Human services	4,783,979	5,066,612	(282,633)
Nonmajor fund - Accommodations Ordinance Tax	1,149,800	1,158,873	(9,073)
Nonmajor fund - Drug Forfeiture	37,802	40,183	(2,381)
Nonmajor fund - Senior Services	6,869,320	6,869,331	(11)
Nonmajor fund - Sheriff Contracted Services	3,584,362	3,628,379	(44,017)
Nonmajor fund - Genesee Health Systems Millage	9,629,044	9,647,694	(18,650)

The cause of the budget overruns was unanticipated expenditures.

Pension Information

Changes in Assumptions

In 2022, assumptions changed related to the mortality table improvement scale utilized and assumed salary increases, resulting in an increase in the total pension liability.

In 2021, assumptions changed related to the mortality tables, resulting in an increase in the total pension liability.

In 2020 and 2019, assumptions changed related to the discount rate, investment rate of return, and mortality tables, resulting in an increase in the total pension liability.

In 2018, 2017, and 2016, assumptions changed related to the discount rate, resulting in a decrease or increase in the total pension liability.

In 2015, mortality tables were adjusted to reflect longer lifetimes, and the discount rate was lowered, resulting in an increase in the total pension liability.

OPEB Information

Changes in Assumptions

In 2022, assumptions changed related to the mortality tables, discount rate and health care trend rates, resulting in a decrease in the total OPEB liability.

In 2021, assumptions changed related to the discount rate, health care cost trend rate, inflation rate, and investment rate of return, resulting in an increase in the total OPEB liability.

In 2020, assumptions changed related to the discount rate, mortality table, and health care cost trend rate, resulting in an increase in the total OPEB liability. Additionally, the excise tax was removed from the calculation of the total OPEB liability.

In 2019, assumptions changed related to the discount rate, resulting in an increase of the total OPEB liability.

In 2018, assumptions changed related to the discount rate, resulting in a decrease of the total OPEB liability.

In 2017, assumptions changed related to the discount rate and mortality tables, resulting in an increase of the total OPEB liability.

Other Supplemental Information

Nonmajor Special Revenue Funds

Accommodations Ordinance Tax

To account for the collection of a 5 percent hotel room tax and subsequent disbursement of such revenue to the Flint Convention and Tourist Council and the Genesee County Parks and Recreation Department. Board of Commissioners resolution provides for use of such revenue to promote tourism and convention business.

Administration of Justice

To account for programs that provide support to local court activities within Genesee County. Financing is provided through various federal and state grants and General Fund appropriations.

Animal Shelter

To account for the operations of the County's animal shelter facility. Financing is provided by an annual property tax levy.

Child Care

To account for court-ordered expenses for the health and welfare of minor children. Financing is provided by General Fund appropriations and state matching of certain eligible costs.

Community Enrichment and Development

To account for small grants providing for activities that support community development. Financing is provided through various federal and state grants and General Fund appropriations.

Drug Forfeiture

To account for local share of funds received as a result of seizures made in the arrest and prosecution of criminal drug cases in Genesee County.

Emergency Medical Services

To account for the costs of providing advanced emergency medical services. Financing is provided by an annual property tax levy.

Flint City Lockup

To account for the costs of providing additional lockup facilities in the City of Flint, Michigan. Financing is provided by state grants.

Health Care Services

To account for the costs of providing health care to low-income uninsured persons in addition to substantially improving the quality of life of those persons. Financing is provided by an annual property tax levy.

Law Enforcement

To account for programs designated for the support of local law enforcement efforts in Genesee County. Financing is provided through various federal and state grants and General Fund appropriations.

Parks and Recreation

To account for the operations and maintenance of county-owned parks and facilities, exclusive of the Parks and Recreation Enterprise Fund. Financing is provided by General Fund appropriations, an annual property tax levy, and charges for services of operating the parks.

Planning Commission

To account for the planning and information-gathering activities undertaken to improve city- or county-maintained roads, relieve local unemployment, or other related activities that benefit county residents. Financing is provided by state and federal grants and General Fund appropriations.

Senior Services

To account for the costs of providing services to improve the health, safety, and quality of life for seniors in Genesee County. Financing is provided by an annual property tax levy.

Sheriff Contracted Services

To account for the costs pertaining to township police services and school resource officers performed by the Genesee County Sheriff's Department. Financing is provided primarily by the townships and schools utilizing the service on a cost-reimbursement basis.

Social Services

To account for the costs of providing financial assistance to county residents who cannot meet basic requirements for personal needs, shelter, and medical care. Financing is provided by the Michigan Department of Social Services and General Fund appropriations.

Veterans Millage

To account for the costs of providing services to improve the health, safety, and quality of life for veterans in Genesee County. Financing is provided by an annual property tax levy.

Genesee Health Systems Millage

To account for the costs related to Genesee Health Systems. Financing is provided by an annual property tax levy.

Opioid Fund

To account for the costs of providing services to combat opioid addiction in Genesee County. Financing was provided from a settlement.

Nonmajor Debt Service Funds

Hughes & Hatcher Center

To account for the funding and payment of principal and interest on debt issued to finance the purchase and renovation of the Hughes & Hatcher Building.

JCI Energy Efficiency Project

To account for the funding and payment of principal and interest on debt issued to finance energy efficiency improvements on most county buildings.

2012 Refunding

To account for the funding and payment of interest on the consolidation of the GCCARD and Burton Clinic Bonds.

2018 Capital Improvement Bond

To account for the repayment of financing the animal control renovation, McCree parking lot resurfacing, and corrections facility capital improvements.

GVRC Debt Service

To account for the funding and payment of principal and interest on debt issued to finance the construction of the new GVRC building.

Nonmajor Capital Project Funds

Jail Site Remediation

To account for the funding proceeds and project costs related to the remedial activities at the contaminated jail site.

Animal Control Renovation

To account for the costs related to the renovation of the Genesee County animal control facility. Financing was provided by the 2018 Capital Improvement Bond.

Capital Improvement

To account for the costs related to renovations of various facilities at Genesee County, Michigan. Financing was provided by the 2018 Capital Improvement Bond.

GVRC Project Fund

To account for the costs related to the construction of the new Genesee Valley Regional Center building. Financing was provided by the GVRC bond .

Municipal Building Fund

To account for the costs related to the renovations of the new municipal building.

**Other Supplemental Information
Combining Balance Sheet
Nonmajor Governmental Funds**

September 30, 2022

	Special Revenue Funds						
	Accommodations Ordinance Tax	Administration of Justice	Animal Shelter	Child Care	Community Enrichment and Development	Drug Forfeiture	Emergency Medical Services
Assets							
Cash and cash equivalents	\$ 954,143	\$ 2,690,844	\$ 879,341	\$ 848,504	\$ 1,686,230	\$ 433,235	\$ 2,503,334
Investments	-	-	-	-	-	-	-
Accounts receivable:							
Current and delinquent taxes receivable	205,749	-	-	-	-	-	-
Interest and accounts receivable	-	53,984	517	-	303,795	4,798	-
Due from other governmental units	-	1,712,327	-	1,149,802	570,728	9,765	-
Other accounts receivable	-	-	-	-	-	-	1,404
Due from component units	-	-	-	-	169,735	-	-
Due from other county funds	-	2,015,000	-	5,000,000	2,345	-	-
Inventory	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	4,292	4,693	752	112,931	-	569
Long-term advance to component unit	-	-	-	-	-	-	-
Restricted assets	-	-	-	-	-	-	-
Total assets	\$ 1,159,892	\$ 6,476,447	\$ 884,551	\$ 6,999,058	\$ 2,845,764	\$ 447,798	\$ 2,505,307
Liabilities							
Accounts payable	\$ 391,620	\$ 682,024	\$ 67,182	\$ 310,539	\$ 458,835	\$ -	\$ 4,226
Due to other governmental units	-	-	-	-	-	-	-
Due to other county funds	-	-	2,139	-	10,719	-	5,185
Accrued liabilities and other	-	584,079	37,874	97,971	10,719	-	69,200
Unearned revenue	-	-	-	-	-	116,265	-
Payable from restricted assets	-	-	-	-	-	-	-
Total liabilities	391,620	1,266,103	107,195	408,510	480,273	116,265	78,611
Deferred Inflows of Resources - Unavailable revenue	-	200,814	-	1,084,473	705,212	929	-
Total liabilities and deferred inflows of resources	391,620	1,466,917	107,195	1,492,983	1,185,485	117,194	78,611
Fund Balances (Deficit)							
Nonspendable:							
Inventory	-	-	-	-	-	-	-
Prepays	-	4,292	4,693	752	112,931	-	569
Restricted:							
Community development	-	-	-	-	250,724	-	-
Capital projects	-	-	-	-	-	-	-
Drug forfeiture and law enforcement	-	-	-	-	-	330,604	-
Accommodations ordinance tax	768,272	-	-	-	-	-	-
Emergency medical services	-	-	-	-	-	-	2,426,127
Senior services	-	-	-	-	-	-	-
Health services plan	-	-	-	-	-	-	-
Veterans millage	-	-	-	-	-	-	-
Solid waste planning activities	-	-	-	-	-	-	-
Assigned	-	5,005,238	772,663	5,505,323	1,296,624	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficit)	768,272	5,009,530	777,356	5,506,075	1,660,279	330,604	2,426,696
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ 1,159,892	\$ 6,476,447	\$ 884,551	\$ 6,999,058	\$ 2,845,764	\$ 447,798	\$ 2,505,307

**Other Supplemental Information
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds**

September 30, 2022

	Special Revenue Funds						
	Flint City Lockup	Health Care Services	Law Enforcement	Parks and Recreation	Planning Commission	Senior Services	Sheriff Contracted Services
Assets							
Cash and cash equivalents	\$ -	\$ 6,937,031	\$ 636,047	\$ 400,520	\$ 1,321,318	\$ 3,790,024	\$ 1,162
Investments	-	-	-	-	-	-	-
Accounts receivable:							
Current and delinquent taxes receivable	-	-	-	-	-	-	-
Interest and accounts receivable	-	2,895	-	6,144	224,001	2,027	125,767
Due from other governmental units	814,068	-	604,900	161,641	-	-	652,572
Other accounts receivable	-	-	-	-	128,917	-	-
Due from component units	-	-	-	-	-	-	-
Due from other county funds	-	-	-	8,500,000	-	-	-
Inventory	-	-	-	164,501	-	-	-
Prepaid expenses and other assets	-	-	-	52,355	1,517	161	-
Long-term advance to component unit	-	-	-	-	-	-	-
Restricted assets	175,000	-	-	-	-	-	-
	\$ 989,068	\$ 6,939,926	\$ 1,240,947	\$ 9,285,161	\$ 1,675,753	\$ 3,792,212	\$ 779,501
Total assets							
Liabilities							
Accounts payable	\$ 1,295	\$ 916,726	\$ 131,249	\$ 510,317	\$ 86,131	\$ 661,225	\$ 2,763
Due to other governmental units	-	-	-	-	2,838	-	-
Due to other county funds	940,260	10,701	-	7,358	-	4,494	639,000
Accrued liabilities and other	47,513	-	49,439	192,686	54,793	7,442	135,909
Unearned revenue	-	-	-	193,460	6,320	-	-
Payable from restricted assets	-	-	-	-	-	-	-
	989,068	927,427	180,688	903,821	150,082	673,161	777,672
Total liabilities							
Deferred Inflows of Resources - Unavailable revenue							
	-	-	267,903	-	126,401	-	384,062
	-	-	267,903	-	126,401	-	384,062
Total liabilities and deferred inflows of resources							
	989,068	927,427	448,591	903,821	276,483	673,161	1,161,734
Fund Balances (Deficit)							
Nonspendable:							
Inventory	-	-	-	164,501	-	-	-
Prepays	-	-	-	52,355	1,517	161	-
Restricted:							
Community development	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Drug forfeiture and law enforcement	-	-	677,619	-	-	-	-
Accommodations ordinance tax	-	-	-	-	-	-	-
Emergency medical services	-	-	-	-	-	-	-
Senior services	-	-	-	-	-	3,118,890	-
Health services plan	-	6,012,499	-	-	-	-	-
Veterans millage	-	-	-	-	-	-	-
Solid waste planning activities	-	-	-	-	848,684	-	-
Assigned	-	-	114,737	8,164,484	549,069	-	-
Unassigned	-	-	-	-	-	-	(382,233)
	-	6,012,499	792,356	8,381,340	1,399,270	3,119,051	(382,233)
Total fund balances (deficit)							
Total liabilities, deferred inflows of resources, and fund balances (deficit)							
	\$ 989,068	\$ 6,939,926	\$ 1,240,947	\$ 9,285,161	\$ 1,675,753	\$ 3,792,212	\$ 779,501

Other Supplemental Information
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds

September 30, 2022

	Special Revenue Funds				Debt Service Funds			
	Social Services	Veterans Millage	Genesee Health Systems Millage	Opioid	Total Special Revenue Funds	Hughes & Hatcher Center	JCI Energy Efficiency Project	2012 Refunding
Assets								
Cash and cash equivalents	\$ -	\$ 1,479,972	\$ 2,147	\$ -	\$ 24,563,852	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-
Accounts receivable:								
Current and delinquent taxes receivable	-	-	-	-	205,749	-	-	-
Interest and accounts receivable	-	1,539	639	-	726,106	-	-	-
Due from other governmental units	-	175,136	-	-	5,850,939	-	-	-
Other accounts receivable	-	-	-	6,540,098	6,670,419	-	-	-
Due from component units	-	-	-	-	169,735	-	-	-
Due from other county funds	-	-	-	-	15,517,345	-	-	-
Inventory	-	-	-	-	164,501	-	-	-
Prepaid expenses and other assets	-	576	-	-	177,846	36,084	-	-
Long-term advance to component unit	-	-	-	-	-	1,180,000	-	-
Restricted assets	-	-	-	-	175,000	-	-	-
Total assets	\$ -	\$ 1,657,223	\$ 2,786	\$ 6,540,098	\$ 54,221,492	\$ 1,216,084	\$ -	\$ -
Liabilities								
Accounts payable	\$ -	\$ 87,859	\$ 2,786	\$ -	\$ 4,314,777	\$ -	\$ -	\$ -
Due to other governmental units	-	-	-	-	2,838	-	-	-
Due to other county funds	-	1,068	-	-	1,620,924	35,709	-	-
Accrued liabilities and other	-	24,761	-	-	1,312,386	-	-	-
Unearned revenue	-	-	-	-	316,045	375	-	-
Payable from restricted assets	-	-	-	-	-	-	-	-
Total liabilities	-	113,688	2,786	-	7,566,970	36,084	-	-
Deferred Inflows of Resources - Unavailable revenue	-	46,496	-	6,540,098	9,356,388	1,180,000	-	-
Total liabilities and deferred inflows of resources	-	160,184	2,786	6,540,098	16,923,358	1,216,084	-	-
Fund Balances (Deficit)								
Nonspendable:								
Inventory	-	-	-	-	164,501	-	-	-
Prepays	-	576	-	-	177,846	36,084	-	-
Restricted:								
Community development	-	-	-	-	250,724	-	-	-
Capital projects	-	-	-	-	-	-	-	-
Drug forfeiture and law enforcement	-	-	-	-	1,008,223	-	-	-
Accommodations ordinance tax	-	-	-	-	768,272	-	-	-
Emergency medical services	-	-	-	-	2,426,127	-	-	-
Senior services	-	-	-	-	3,118,890	-	-	-
Health services plan	-	-	-	-	6,012,499	-	-	-
Veterans millage	-	1,496,463	-	-	1,496,463	-	-	-
Solid waste planning activities	-	-	-	-	848,684	-	-	-
Assigned	-	-	-	-	21,408,138	-	-	-
Unassigned	-	-	-	-	(382,233)	(36,084)	-	-
Total fund balances (deficit)	-	1,497,039	-	-	37,298,134	-	-	-
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ -	\$ 1,657,223	\$ 2,786	\$ 6,540,098	\$ 54,221,492	\$ 1,216,084	\$ -	\$ -

**Other Supplemental Information
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds**

September 30, 2022

	Debt Service Funds			Capital Project Funds			
	2018 Capital Improvement Bond	GVRC Debt Service	Total Debt Service Funds	Jail Site Remediation	Animal Control Renovation	Capital Improvement	GVRC Project
Assets							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 148	\$ 114,137	\$ -	\$ -
Investments	-	99	99	946	-	-	-
Accounts receivable:							
Current and delinquent taxes receivable	-	-	-	-	-	-	-
Interest and accounts receivable	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	-
Other accounts receivable	-	-	-	-	-	-	-
Due from component units	-	-	-	-	-	-	-
Due from other county funds	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-
Prepaid expenses and other assets	221,929	375	258,388	-	-	-	-
Long-term advance to component unit	-	-	1,180,000	-	-	-	-
Restricted assets	-	-	-	-	-	434,477	12,017,641
Total assets	\$ 221,929	\$ 474	\$ 1,438,487	\$ 1,094	\$ 114,137	\$ 434,477	\$ 12,017,641
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	-	-	-	-	-	-	-
Due to other county funds	221,929	375	258,013	-	-	-	-
Accrued liabilities and other	-	-	-	-	-	-	-
Unearned revenue	-	-	375	-	-	-	-
Payable from restricted assets	-	-	-	-	-	143,306	2,104,723
Total liabilities	221,929	375	258,388	-	-	143,306	2,104,723
Deferred Inflows of Resources - Unavailable revenue	-	-	1,180,000	-	-	-	-
Total liabilities and deferred inflows of resources	221,929	375	1,438,388	-	-	143,306	2,104,723
Fund Balances (Deficit)							
Nonspendable:							
Inventory	-	-	-	-	-	-	-
Prepays	221,929	375	258,388	-	-	-	-
Restricted:							
Community development	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	291,171	9,912,918
Drug forfeiture and law enforcement	-	-	-	-	-	-	-
Accommodations ordinance tax	-	-	-	-	-	-	-
Emergency medical services	-	-	-	-	-	-	-
Senior services	-	-	-	-	-	-	-
Health services plan	-	-	-	-	-	-	-
Veterans millage	-	-	-	-	-	-	-
Solid waste planning activities	-	-	-	-	-	-	-
Assigned	-	-	-	1,094	114,137	-	-
Unassigned	(221,929)	(276)	(258,289)	-	-	-	-
Total fund balances (deficit)	-	99	99	1,094	114,137	291,171	9,912,918
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ 221,929	\$ 474	\$ 1,438,487	\$ 1,094	\$ 114,137	\$ 434,477	\$ 12,017,641

**Other Supplemental Information
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds**

September 30, 2022

	Capital Project Funds		
	Municipal Building	Total Capital Project Funds	Total
Assets			
Cash and cash equivalents	\$ 2,367,843	\$ 2,482,128	\$ 27,045,980
Investments	-	946	1,045
Accounts receivable:			
Current and delinquent taxes receivable	-	-	205,749
Interest and accounts receivable	-	-	726,106
Due from other governmental units	-	-	5,850,939
Other accounts receivable	-	-	6,670,419
Due from component units	-	-	169,735
Due from other county funds	-	-	15,517,345
Inventory	-	-	164,501
Prepaid expenses and other assets	-	-	436,234
Long-term advance to component unit	-	-	1,180,000
Restricted assets	-	12,452,118	12,627,118
	\$ 2,367,843	\$ 14,935,192	\$ 70,595,171
Total assets			
Liabilities			
Accounts payable	\$ 1,037,164	\$ 1,037,164	\$ 5,351,941
Due to other governmental units	-	-	2,838
Due to other county funds	-	-	1,878,937
Accrued liabilities and other	-	-	1,312,386
Unearned revenue	-	-	316,420
Payable from restricted assets	-	2,248,029	2,248,029
	1,037,164	3,285,193	11,110,551
Total liabilities			
Deferred Inflows of Resources - Unavailable revenue			
	-	-	10,536,388
Total liabilities and deferred inflows of resources			
	1,037,164	3,285,193	21,646,939
Fund Balances (Deficit)			
Nonspendable:			
Inventory	-	-	164,501
Prepays	-	-	436,234
Restricted:			
Community development	-	-	250,724
Capital projects	1,330,679	11,534,768	11,534,768
Drug forfeiture and law enforcement	-	-	1,008,223
Accommodations ordinance tax	-	-	768,272
Emergency medical services	-	-	2,426,127
Senior services	-	-	3,118,890
Health services plan	-	-	6,012,499
Veterans millage	-	-	1,496,463
Solid waste planning activities	-	-	848,684
Assigned	-	115,231	21,523,369
Unassigned	-	-	(640,522)
	1,330,679	11,649,999	48,948,232
Total fund balances (deficit)			
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ 2,367,843	\$ 14,935,192	\$ 70,595,171

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

Year Ended September 30, 2022

	Special Revenue Funds						
	Accommodations Ordinance Tax	Administration of Justice	Animal Shelter	Child Care	Community Enrichment and Development	Drug Forfeiture	Emergency Medical Services
Revenue							
Taxes	\$ 1,881,727	\$ -	\$ 2,010,556	\$ -	\$ 10,080,925	\$ -	\$ 4,880,324
Other intergovernmental revenue:							
Federal grants	-	8,901,542	-	88,211	-	-	-
Other intergovernmental revenue	-	3,645,377	-	3,049,641	442,080	224,011	-
Local grants and contributions	29,900	-	-	-	-	-	-
Charges for services	-	915,419	108,872	256,832	390,872	-	-
Licenses and permits	-	-	-	-	217,433	-	-
Interest income:							
Interest income	2,591	12,417	-	17,398	4,902	1,075	7,928
Rental income	-	-	-	-	-	-	-
Other revenue	-	374,395	22,475	119,766	1,460,694	-	26,834
Total revenue	1,914,218	13,849,150	2,141,903	3,531,848	12,596,906	225,086	4,915,086
Expenditures							
Current services:							
Management and planning	-	-	-	-	-	-	-
Administration of justice	-	18,547,677	-	-	-	-	-
Law enforcement and community protection	-	-	2,178,859	-	543,480	33,896	4,373,227
Human services	-	-	-	7,947,827	-	-	-
Community enrichment and development	1,158,873	-	-	-	11,642,439	-	-
Capital outlay	-	26,123	-	-	111,569	6,287	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	1,158,873	18,573,800	2,178,859	7,947,827	12,297,488	40,183	4,373,227
Excess of Revenue Over (Under) Expenditures	755,345	(4,724,650)	(36,956)	(4,415,979)	299,418	184,903	541,859
Other Financing Sources (Uses)							
Transfers in	-	5,084,315	134,425	4,542,264	115,347	-	-
Transfers out	(343,561)	-	-	-	-	(10,070)	-
Sale of capital assets	-	-	-	-	-	-	-
Total other financing (uses) sources	(343,561)	5,084,315	134,425	4,542,264	115,347	(10,070)	-
Net Change in Fund Balances	411,784	359,665	97,469	126,285	414,765	174,833	541,859
Fund Balances (Deficit) - Beginning of year	356,488	4,649,865	679,887	5,379,790	1,245,514	155,771	1,884,837
Fund Balances (Deficit) - End of year	\$ 768,272	\$ 5,009,530	\$ 777,356	\$ 5,506,075	\$ 1,660,279	\$ 330,604	\$ 2,426,696

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
(Continued)
Nonmajor Governmental Funds

Year Ended September 30, 2022

	Special Revenue Funds						
	Flint City Lockup	Health Care Services	Law Enforcement	Parks and Recreation	Planning Commission	Senior Services	Sheriff Contracted Services
Revenue							
Taxes	\$ -	\$ 10,067,399	\$ -	\$ 7,511,854	\$ -	\$ 7,048,965	\$ -
Other intergovernmental revenue:							
Federal grants	-	-	1,122,884	-	748,173	-	-
Other intergovernmental revenue	4,694,244	-	1,119,894	123,713	7,190	-	2,774,547
Local grants and contributions	-	-	850,000	-	-	-	-
Charges for services	-	-	102,778	2,906,536	1,025,447	-	-
Licenses and permits	-	-	620	-	5,960	-	-
Interest income:							
Interest income	-	21,979	1,020	136,507	3,116	12,779	-
Rental income	-	-	-	122,813	-	-	-
Other revenue	-	-	5,417	711,578	70,888	8,322	945,468
Total revenue	4,694,244	10,089,378	3,202,613	11,513,001	1,860,774	7,070,066	3,720,015
Expenditures							
Current services:							
Management and planning	-	-	-	-	-	-	-
Administration of justice	-	-	-	-	-	-	-
Law enforcement and community protection	2,556,251	-	2,683,884	-	-	-	3,628,379
Human services	-	7,390,583	-	6,119,075	1,667,507	6,869,331	-
Community enrichment and development	-	-	-	2,686,025	-	-	-
Capital outlay	-	-	24,741	622,257	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	2,556,251	7,390,583	2,708,625	9,427,357	1,667,507	6,869,331	3,628,379
Excess of Revenue Over (Under) Expenditures	2,137,993	2,698,795	493,988	2,085,644	193,267	200,735	91,636
Other Financing Sources (Uses)							
Transfers in	-	-	303,846	925,531	396,756	-	-
Transfers out	-	-	(144,005)	(1,996,067)	-	-	-
Sale of capital assets	-	-	-	19,600	-	-	-
Total other financing (uses) sources	-	-	159,841	(1,050,936)	396,756	-	-
Net Change in Fund Balances	2,137,993	2,698,795	653,829	1,034,708	590,023	200,735	91,636
Fund Balances (Deficit) - Beginning of year	(2,137,993)	3,313,704	138,527	7,346,632	809,247	2,918,316	(473,869)
Fund Balances (Deficit) - End of year	\$ -	\$ 6,012,499	\$ 792,356	\$ 8,381,340	\$ 1,399,270	\$ 3,119,051	\$ (382,233)

Genesee County, Michigan

Other Supplemental Information Combining Statement of Revenue, Expenditures, and Changes in Fund Balances (Continued) Nonmajor Governmental Funds

Year Ended September 30, 2022

	Special Revenue Funds				Debt Service Funds			
	Social Services	Veterans Millage	Genesee Health Systems Millage	Opioid	Total Special Revenue Funds	Hughes & Hatcher Center	JCI Energy Efficiency Project	2012 Refunding
Revenue								
Taxes	\$ -	\$ 1,004,098	\$ 9,647,426	\$ -	\$ 54,133,274	\$ -	\$ -	\$ -
Other intergovernmental revenue:								
Federal grants	-	-	-	-	10,860,810	-	-	-
Other intergovernmental revenue	-	192,713	-	-	16,273,410	-	118,599	-
Local grants and contributions	-	-	-	-	879,900	-	-	-
Charges for services	-	-	-	-	5,706,756	-	-	-
Licenses and permits	-	-	-	-	224,013	-	-	-
Interest income:								
Interest income	-	-	-	-	221,712	-	-	-
Rental income	-	-	-	-	122,813	145,731	-	-
Other revenue	-	34,126	268	-	3,780,231	-	-	-
Total revenue	-	1,230,937	9,647,694	-	92,202,919	145,731	118,599	-
Expenditures								
Current services:								
Management and planning	-	-	-	-	-	-	-	-
Administration of justice	-	-	-	-	18,547,677	-	-	-
Law enforcement and community protection	-	-	-	-	15,997,976	-	-	-
Human services	-	-	9,647,694	-	39,642,017	-	-	-
Community enrichment and development	-	1,472,328	-	-	16,959,665	375	-	-
Capital outlay	-	1,821	-	-	792,798	-	-	-
Debt service:								
Principal	-	-	-	-	-	70,000	660,000	550,000
Interest and fiscal charges	-	-	-	-	-	75,355	187,029	15,950
Total expenditures	-	1,474,149	9,647,694	-	91,940,133	145,730	847,029	565,950
Excess of Revenue Over (Under) Expenditures	-	(243,212)	-	-	262,786	1	(728,430)	(565,950)
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	11,502,484	-	728,430	565,950
Transfers out	(92,044)	-	-	-	(2,585,747)	(55,118)	-	-
Sale of capital assets	-	-	-	-	19,600	-	-	-
Total other financing (uses) sources	(92,044)	-	-	-	8,936,337	(55,118)	728,430	565,950
Net Change in Fund Balances	(92,044)	(243,212)	-	-	9,199,123	(55,117)	-	-
Fund Balances (Deficit) - Beginning of year	92,044	1,740,251	-	-	28,099,011	55,117	-	-
Fund Balances (Deficit) - End of year	\$ -	\$ 1,497,039	\$ -	\$ -	\$ 37,298,134	\$ -	\$ -	\$ -

Genesee County, Michigan

Other Supplemental Information Combining Statement of Revenue, Expenditures, and Changes in Fund Balances (Continued) Nonmajor Governmental Funds

Year Ended September 30, 2022

	Debt Service Funds			Capital Project Funds		
	2018 Capital Improvement Bond	GVRC Debt Service	Total Debt Service Funds	Jail Site Remediation	Animal Control Renovation	Capital Improvement
Revenue						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other intergovernmental revenue:						
Federal grants	-	-	-	-	-	-
Other intergovernmental revenue	-	-	118,599	-	-	-
Local grants and contributions	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Interest income:						
Interest income	-	83	83	-	333	1,320
Rental income	-	-	145,731	-	-	-
Other revenue	-	-	-	-	-	-
Total revenue	-	83	264,413	-	333	1,320
Expenditures						
Current services:						
Management and planning	-	-	-	-	-	-
Administration of justice	-	-	-	-	-	-
Law enforcement and community protection	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Community enrichment and development	-	-	375	-	-	-
Capital outlay	-	-	-	-	-	259,043
Debt service:						
Principal	905,000	-	2,185,000	-	-	-
Interest and fiscal charges	475,507	852,209	1,606,050	-	-	-
Total expenditures	1,380,507	852,209	3,791,425	-	-	259,043
Excess of Revenue Over (Under) Expenditures	(1,380,507)	(852,126)	(3,527,012)	-	333	(257,723)
Other Financing Sources (Uses)						
Transfers in	1,380,507	852,225	3,527,112	-	-	-
Transfers out	-	-	(55,118)	-	-	-
Sale of capital assets	-	-	-	-	-	-
Total other financing (uses) sources	1,380,507	852,225	3,471,994	-	-	-
Net Change in Fund Balances	-	99	(55,018)	-	333	(257,723)
Fund Balances (Deficit) - Beginning of year	-	-	55,117	1,094	113,804	548,894
Fund Balances (Deficit) - End of year	\$ -	\$ 99	\$ 99	\$ 1,094	\$ 114,137	\$ 291,171

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
(Continued)
Nonmajor Governmental Funds

Year Ended September 30, 2022

	Capital Project Funds			Total
	GVRC Project Fund	Municipal Building	Total Capital Project Funds	
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ 54,133,274
Other intergovernmental revenue:				
Federal grants	-	-	-	10,860,810
Other intergovernmental revenue	-	-	-	16,392,009
Local grants and contributions	-	10,000,000	10,000,000	10,879,900
Charges for services	-	-	-	5,706,756
Licenses and permits	-	-	-	224,013
Interest income:				
Interest income	37,006	3,361	42,020	263,815
Rental income	-	-	-	268,544
Other revenue	-	-	-	3,780,231
Total revenue	37,006	10,003,361	10,042,020	102,509,352
Expenditures				
Current services:				
Management and planning	-	137,580	137,580	137,580
Administration of justice	-	-	-	18,547,677
Law enforcement and community protection	-	-	-	15,997,976
Human services	-	-	-	39,642,017
Community enrichment and development	-	-	-	16,960,040
Capital outlay	8,168,106	9,734,992	18,162,141	18,954,939
Debt service:				
Principal	-	-	-	2,185,000
Interest and fiscal charges	-	-	-	1,606,050
Total expenditures	8,168,106	9,872,572	18,299,721	114,031,279
Excess of Revenue Over (Under) Expenditures	(8,131,100)	130,789	(8,257,701)	(11,521,927)
Other Financing Sources (Uses)				
Transfers in	-	1,199,890	1,199,890	16,229,486
Transfers out	-	-	-	(2,640,865)
Sale of capital assets	-	-	-	19,600
Total other financing (uses) sources	-	1,199,890	1,199,890	13,608,221
Net Change in Fund Balances	(8,131,100)	1,330,679	(7,057,811)	2,086,294
Fund Balances (Deficit) - Beginning of year	18,044,018	-	18,707,810	46,861,938
Fund Balances (Deficit) - End of year	\$ 9,912,918	\$ 1,330,679	\$ 11,649,999	\$ 48,948,232

Parks and Recreation - Enterprise Fund

To account for activities of the campgrounds and railroad. The fund records revenue from the warehouse and stern wheeler activities to cover cost of operations.

Commissary Fund

To account for the accumulated profit from the sale of snack foods and small personal items to inmates and others at the Genesee County Jail.

Parking Meter Fund

To account for the accumulated profit from the charging of parking.

Genesee County, Michigan

Other Supplemental Information Combining Statement of Net Position Nonmajor Enterprise Funds

September 30, 2022

	Parks and Recreation - Enterprise	Commissary	Parking Meter	Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 39,192	\$ 118,341	\$ 8,590	\$ 166,123
Investments	956,436	-	-	956,436
Interest and accounts receivable	2,009	78,719	-	80,728
Due from other county funds	1,400,000	-	500,000	1,900,000
Total current assets	2,397,637	197,060	508,590	3,103,287
Noncurrent assets -				
Capital assets:				
Assets not subject to depreciation	734,279	-	-	734,279
Assets subject to depreciation - Net	942,283	-	26,518	968,801
Total noncurrent assets	1,676,562	-	26,518	1,703,080
Total assets	4,074,199	197,060	535,108	4,806,367
Liabilities				
Current liabilities:				
Accounts payable	4,116	-	828	4,944
Accrued liabilities and other	23,571	-	34,480	58,051
Unearned revenue	3,087	-	-	3,087
Compensated absences	9,179	-	-	9,179
Total current liabilities	39,953	-	35,308	75,261
Noncurrent liabilities - Compensated absences	2,120	-	-	2,120
Total liabilities	42,073	-	35,308	77,381
Net Position				
Net investment in capital assets	1,676,562	-	26,518	1,703,080
Restricted - Parks and recreation nonexpendable	956,436	-	-	956,436
Unrestricted	1,399,128	197,060	473,282	2,069,470
Total net position	<u>\$ 4,032,126</u>	<u>\$ 197,060</u>	<u>\$ 499,800</u>	<u>\$ 4,728,986</u>

Genesee County, Michigan

Other Supplemental Information Combining Statement of Revenue, Expenses, and Changes in Net Position Nonmajor Enterprise Funds

Year Ended September 30, 2022

	Parks and Recreation - Enterprise	Commissary	Parking Meter	Total
Operating Revenue				
Other sales to customers	\$ -	\$ 385,659	\$ 34,108	\$ 419,767
Charges for sales and services	744,531	-	-	744,531
Total operating revenue	744,531	385,659	34,108	1,164,298
Operating Expenses				
Salaries and fringe benefits	622,596	-	-	622,596
Supplies and other operating expenses	344,120	783	10,576	355,479
Depreciation	85,556	-	26,518	112,074
Total operating expenses	1,052,272	783	37,094	1,090,149
Operating (Loss) Income	(307,741)	384,876	(2,986)	74,149
Nonoperating (Expense) Revenue -				
Investment (loss) income	(232,821)	416	1,478	(230,927)
(Loss) Income - Before transfers	(540,562)	385,292	(1,508)	(156,778)
Transfers In	500,000	-	-	500,000
Transfers Out	-	(500,000)	-	(500,000)
Change in Net Position	(40,562)	(114,708)	(1,508)	(156,778)
Net Position - Beginning of year	4,072,688	311,768	501,308	4,885,764
Net Position - End of year	\$ 4,032,126	\$ 197,060	\$ 499,800	\$ 4,728,986

**Other Supplemental Information
Combining Statement of Cash Flows
Nonmajor Enterprise Funds**

Year Ended September 30, 2022

	Parks and Recreation - Enterprise	Commissary	Parking Meter	Total
Cash Flows from Operating Activities				
Receipts from users	\$ 750,464	\$ 346,569	\$ 35,304	\$ 1,132,337
Payments to suppliers	(343,482)	(783)	(39,080)	(383,345)
Payments to employees and fringes	(628,387)	-	3,500	(624,887)
Net cash and cash equivalents (used in) provided by operating activities	(221,405)	345,786	(276)	124,105
Cash Flows from Noncapital Financing Activities				
Transfers from other funds	500,000	-	-	500,000
Transfers to other funds	-	(500,000)	-	(500,000)
Loans made to other funds	(1,400,000)	-	(500,000)	(1,900,000)
Net cash and cash equivalents used in noncapital financing activities	(900,000)	(500,000)	(500,000)	(1,900,000)
Cash Flows Used in Financing Activities -				
Purchase of capital assets	(22,544)	-	-	(22,544)
Cash Flows Provided by Investing Activities -				
Interest received on investments	2,808	416	1,479	4,703
Net Decrease in Cash and Cash Equivalents	(1,141,141)	(153,798)	(498,797)	(1,793,736)
Cash and Cash Equivalents - Beginning of year	1,180,333	272,139	507,387	1,959,859
Cash and Cash Equivalents - End of year	<u>\$ 39,192</u>	<u>\$ 118,341</u>	<u>\$ 8,590</u>	<u>\$ 166,123</u>

Other Supplemental Information
Combining Statement of Cash Flows (Continued)
Nonmajor Enterprise Funds

Year Ended September 30, 2022

	Parks and Recreation - Enterprise	Commissary	Parking Meter	Total
Reconciliation of Operating (Loss) Income to Net Cash and Cash Equivalents from Operating Activities				
Operating (loss) income	\$ (307,741)	\$ 384,876	\$ (2,986)	\$ 74,149
Adjustments to reconcile operating (loss) income to net cash and cash equivalents from operating activities:				
Depreciation	85,556	-	26,518	112,074
Changes in assets and liabilities:				
Receivables	5,933	(39,090)	1,196	(31,961)
Compensated absence liability	4,408	-	-	4,408
Accounts payable	564	-	(28,504)	(27,940)
Accrued and other liabilities	(10,125)	-	3,500	(6,625)
Total adjustments	86,336	(39,090)	2,710	49,956
Net cash and cash equivalents (used in) provided by operating activities	<u>\$ (221,405)</u>	<u>\$ 345,786</u>	<u>\$ (276)</u>	<u>\$ 124,105</u>

Administrative Services

Employee Unemployment Benefit Trust

To account for contributions made to the State of Michigan by Genesee County, Michigan. The contributions will be paid by the State to employees in case of unemployment.

Vehicles and Equipment

Motor Pool

To reduce travel expenses paid to employees who require the use of an automobile while conducting county business. Departments are charged on a per mile basis. Maintenance and gasoline services are also extended to various government-related organizations outside the county structure.

Parks and Recreation Vehicle and Equipment

To account for all activity relating to the operation of the parks and recreation motor pool. Other functions of this fund are to purchase, operate, and maintain equipment required for the efficient operation of the parks and recreation department.

Emergency Response Vehicle Fund

To account for activity relating to the purchase, operation, and maintenance of emergency response vehicles.

Self-insured Medical

To provide a funding mechanism for the payment of the costs of pharmaceuticals and medical insurance for county employees. The County contracts with a third-party administrator to provide claims processing with the cost of the claims reimbursed from this fund.

Self-funded Property/Casualty Program

To initiate and oversee loss prevention and loss control activities to reduce losses and to account for all applicable workers' compensation, auto, property, and liability claims.

**Other Supplemental Information
Combining Statement of Net Position
Internal Service Funds**

September 30, 2022

	Administrative Services	Vehicles and Equipment	Self-insured Medical	Self-funded Property/ Casualty Program	Total
Assets					
Current assets:					
Cash and cash equivalents	\$ 581,779	\$ 80	\$ 846,798	\$ 486,770	\$ 1,915,427
Investments	-	-	-	8,744,802	8,744,802
Accounts receivable - Interest and accounts receivable	-	6,671	530,101	-	536,772
Due from other county funds	-	-	-	940,260	940,260
Inventory	-	59,350	-	-	59,350
Prepaid expenses and other assets	-	291	1,503,710	305,096	1,809,097
Total current assets	581,779	66,392	2,880,609	10,476,928	14,005,708
Noncurrent assets -					
Capital assets:					
Assets not subject to depreciation	-	131,033	-	-	131,033
Assets subject to depreciation - Net	-	2,413,008	-	-	2,413,008
Total noncurrent assets	-	2,544,041	-	-	2,544,041
Total assets	581,779	2,610,433	2,880,609	10,476,928	16,549,749
Deferred Outflows of Resources					
Deferred pension costs	-	72,071	-	-	72,071
Deferred OPEB costs	-	19,566	-	-	19,566
Total deferred outflows of resources	-	91,637	-	-	91,637
Liabilities					
Current liabilities:					
Accounts payable	-	74,884	1,441,419	19,900	1,536,203
Due to other governmental units	108,107	-	-	-	108,107
Due to other county funds	-	40,400	-	-	40,400
Accrued liabilities and other	-	8,744	193,712	12,856	215,312
Unearned revenue	-	-	861	-	861
Compensated absences	-	6,350	-	1,823	8,173
General, workers' compensation claims, and IBNR liability - Current	-	-	-	1,698,000	1,698,000
Total current liabilities	108,107	130,378	1,635,992	1,732,579	3,607,056
Noncurrent liabilities:					
Compensated absences	-	1,777	-	511	2,288
General, workers' compensation claims, and IBNR liability	-	-	-	3,152,307	3,152,307
Net pension liability	-	397,057	-	-	397,057
Net OPEB liability	-	936,677	-	-	936,677
Total liabilities	108,107	1,465,889	1,635,992	4,885,397	8,095,385
Deferred Inflows of Resources					
Deferred pension cost reductions	-	112,056	-	-	112,056
Deferred OPEB cost reductions	-	201,289	-	-	201,289
Total deferred inflows of resources	-	313,345	-	-	313,345
Net Position					
Net investment in capital assets	-	2,544,041	-	-	2,544,041
Unrestricted	473,672	(1,621,205)	1,244,617	5,591,531	5,688,615
Total net position	<u>\$ 473,672</u>	<u>\$ 922,836</u>	<u>\$ 1,244,617</u>	<u>\$ 5,591,531</u>	<u>\$ 8,232,656</u>

Genesee County, Michigan

Other Supplemental Information Combining Statement of Revenue, Expenses, and Changes in Net Position Internal Service Funds

Year Ended September 30, 2022

	Administrative Services	Vehicles and Equipment	Self-insured Medical	Self-funded Property/ Casualty Program	Total
Operating Revenue - Charges to other funds	\$ 174,955	\$ 1,648,161	\$ 13,264,454	\$ 2,598,830	\$ 17,686,400
Operating Expenses					
Salaries and fringe benefits	74,330	302,146	-	222,382	598,858
Supplies and other operating expenses	-	1,495,553	13,928,951	4,307,005	19,731,509
Depreciation	-	635,281	-	-	635,281
Total operating expenses	<u>74,330</u>	<u>2,432,980</u>	<u>13,928,951</u>	<u>4,529,387</u>	<u>20,965,648</u>
Operating Income (Loss)	100,625	(784,819)	(664,497)	(1,930,557)	(3,279,248)
Nonoperating Revenue (Expense)					
Investment income (loss)	-	348	45	(775,412)	(775,019)
Gain on sale of assets	-	140,566	-	-	140,566
Total nonoperating revenue (expense)	<u>-</u>	<u>140,914</u>	<u>45</u>	<u>(775,412)</u>	<u>(634,453)</u>
Income (Loss) - Before transfers	100,625	(643,905)	(664,452)	(2,705,969)	(3,913,701)
Transfers In	<u>-</u>	<u>800,000</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
Change in Net Position	100,625	156,095	(664,452)	(2,705,969)	(3,113,701)
Net Position - Beginning of year	<u>373,047</u>	<u>766,741</u>	<u>1,909,069</u>	<u>8,297,500</u>	<u>11,346,357</u>
Net Position - End of year	<u><u>\$ 473,672</u></u>	<u><u>\$ 922,836</u></u>	<u><u>\$ 1,244,617</u></u>	<u><u>\$ 5,591,531</u></u>	<u><u>\$ 8,232,656</u></u>

**Other Supplemental Information
Combining Statement of Cash Flows
Internal Service Funds**

Year Ended September 30, 2022

	Administrative Services	Vehicles and Equipment	Self-insured Medical	Self-funded Property/ Casualty Program	Total
Cash Flows from Operating Activities					
Receipts from users	\$ -	\$ -	\$ 13,006,334	\$ 786,806	\$ 13,793,140
Receipts from interfund services and reimbursements	174,955	1,682,493	-	1,320,800	3,178,248
Payments to suppliers	(41,572)	(1,470,505)	(13,995,452)	(2,068,044)	(17,575,573)
Payments to employees and fringes	(74,330)	(403,123)	-	(233,992)	(711,445)
Other receipts	616	-	-	-	616
Claims paid	-	-	-	(2,299,386)	(2,299,386)
Net cash and cash equivalents provided by (used in) by operating activities	59,669	(191,135)	(989,118)	(2,493,816)	(3,614,400)
Cash Flows Provided by Noncapital Financing Activities - Transfers from other funds	-	800,000	-	-	800,000
Cash Flows from Capital and Related Financing Activities					
Proceeds from sale of capital assets	-	140,566	-	-	140,566
Purchase of capital assets	-	(1,749,611)	-	-	(1,749,611)
Net cash and cash equivalents used in capital and related financing activities	-	(1,609,045)	-	-	(1,609,045)
Cash Flows from Investing Activities					
Interest received on investments	-	348	45	345,875	346,268
Purchases of investment securities	-	-	-	(512,037)	(512,037)
Proceeds from sale and maturities of investment securities	-	-	-	2,186,300	2,186,300
Market decline on investments	-	-	-	(1,121,287)	(1,121,287)
Net cash and cash equivalents provided by investing activities	-	348	45	898,851	899,244
Net Increase (Decrease) in Cash and Cash Equivalents	59,669	(999,832)	(989,073)	(1,594,965)	(3,524,201)
Cash and Cash Equivalents - Beginning of year	522,110	999,912	1,835,871	2,081,735	5,439,628
Cash and Cash Equivalents - End of year	<u>\$ 581,779</u>	<u>\$ 80</u>	<u>\$ 846,798</u>	<u>\$ 486,770</u>	<u>\$ 1,915,427</u>

**Other Supplemental Information
Combining Statement of Cash Flows (Continued)
Internal Service Funds**

Year Ended September 30, 2022

	Administrative Services	Vehicles and Equipment	Self-insured Medical	Self-funded Property/ Casualty Program	Total
Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities					
Operating income (loss)	\$ 100,625	\$ (784,819)	\$ (664,497)	\$ (1,930,557)	\$ (3,279,248)
Adjustments to reconcile operating income (loss) to net cash from operating activities:					
Depreciation	-	635,281	-	-	635,281
Changes in assets and liabilities:					
Receivables	616	(2,118)	(258,120)	275,934	16,312
Due to and from other funds	-	36,450	-	(767,158)	(730,708)
Inventories	-	(13,766)	-	-	(13,766)
Prepaid and other assets	-	1,006	(146,373)	(54,140)	(199,507)
Net pension or OPEB liabilities	-	(93,888)	-	-	(93,888)
Accounts payable	(41,572)	37,808	231,124	(306,214)	(78,854)
Compensated absence liability	-	(4,343)	-	(169)	(4,512)
Accrued and other liabilities	-	(2,746)	(151,252)	288,488	134,490
Total adjustments	(40,956)	593,684	(324,621)	(563,259)	(335,152)
Net cash and cash equivalents provided by (used in) by operating activities	<u>\$ 59,669</u>	<u>\$ (191,135)</u>	<u>\$ (989,118)</u>	<u>\$ (2,493,816)</u>	<u>\$ (3,614,400)</u>

Pension Trust Fund

To account for the contributions to the defined benefit plan that provides for pension and disability benefits for most Genesee County, Michigan employees.

Employees' Fringe Benefit (VEBA) Trust Fund

To account for funds set aside in previous years and cost savings related to a lower cost defined contribution plan with the intent to accumulate adequate funds to defray part of the cost of retiree medical benefits in future years. This fund was transferred to a VEBA in late 2004 with the intent of using these dollars for the compliance with the new GASB OPEB requirements.

**Other Supplemental Information
Statement of Fiduciary Net Position
Fiduciary Funds**

September 30, 2022

	Pension and Other Employee Benefit Trust Funds		
	Pension Trust December 31, 2021	Employees' Fringe Benefit (VEBA) Trust	Total
Assets			
Cash and cash equivalents	\$ 26,637,497	\$ 112,872	\$ 26,750,369
Investments:			
Negotiable CDs	-	3,169,390	3,169,390
U.S. government securities	49,390,448	-	49,390,448
Foreign bonds	2,676,060	-	2,676,060
Collective investment trust	150,590,363	3,304,571	153,894,934
Foreign equity	88,361,082	-	88,361,082
Real estate limited partnerships	110,587,048	-	110,587,048
Common stock	54,517,140	-	54,517,140
Corporate bonds	45,747,891	-	45,747,891
Real estate investment trusts	24,828,091	-	24,828,091
Mutual funds - Equity	-	2,252,642	2,252,642
Partnerships alternative investments	214,115	-	214,115
Real estate	1,317,200	-	1,317,200
Accounts receivable:			
Interest and accounts receivable	583,458	28,843	612,301
Other accounts receivable	751,785	1,979,838	2,731,623
Accounts receivable - Pending trades	2,215,622	-	2,215,622
Prepaid expenses and other assets	1,688	197,114	198,802
Total assets	558,419,488	11,045,270	569,464,758
Liabilities			
Accounts payable	293,048	756,006	1,049,054
Accrued liabilities and other	-	806,492	806,492
Due to broker	1,516,442	-	1,516,442
Other current liabilities	17,346	-	17,346
Total liabilities	1,826,836	1,562,498	3,389,334
Net Position			
Restricted:			
Pension	556,592,652	-	556,592,652
Postemployment benefits other than pension	-	9,482,772	9,482,772
Total net position	\$ 556,592,652	\$ 9,482,772	\$ 566,075,424

**Other Supplemental Information
Statement of Changes in Fiduciary Net Position
Fiduciary Funds**

Year Ended September 30, 2022

	Pension and Other Employee Benefit Trust Funds		
	Pension Trust December 31, 2021	Employees' Fringe Benefit (VEBA) Trust	Total
Additions			
Investment income (loss):			
Interest and dividends	\$ 4,529,746	\$ 552,745	\$ 5,082,491
Net increase (decrease) in fair value of investments	66,207,770	(1,476,889)	64,730,881
Investment costs	(1,131,543)	(20,190)	(1,151,733)
Net investment income (loss)	69,605,973	(944,334)	68,661,639
Contributions:			
Employer contributions	51,228,640	15,844,471	67,073,111
Employee contributions	2,110,692	643,513	2,754,205
Total contributions	53,339,332	16,487,984	69,827,316
Miscellaneous	365,031	-	365,031
Total additions	123,310,336	15,543,650	138,853,986
Deductions			
Benefit payments	52,359,859	14,206,850	66,566,709
Refunds to terminated employees	1,021,883	-	1,021,883
Administrative expenses	512,897	31,558	544,455
Total deductions	53,894,639	14,238,408	68,133,047
Net Increase in Fiduciary Net Position	69,415,697	1,305,242	70,720,939
Net Position Restricted for Pension and Other Employee Benefits - Beginning of year	487,176,955	8,177,530	495,354,485
Net Position Restricted for Pension and Other Employee Benefits - End of year	\$ 556,592,652	\$ 9,482,772	\$ 566,075,424

Genesee County, Michigan

Other Supplemental Information Statement of Net Position/Governmental Fund Balance Sheet Brownfield Authority

September 30, 2022

	Brownfield Modified Accrual	Full Accrual Adjustments	Statement of Net Position
Assets			
Cash and cash equivalents	\$ 160,469	\$ -	\$ 160,469
Accounts receivable:			
Special assessments receivable	131,609	-	131,609
Current loan receivable	225,000	-	225,000
Loan receivables	450,000	-	450,000
Prepaid expenses and other assets	150	-	150
	\$ 967,228	-	967,228
Liabilities			
Accrued and other liabilities	\$ 30,000	116,525	146,525
Noncurrent liabilities:			
Due within one year - Current portion of long-term debt	-	575,000	575,000
Due in more than one year:			
Funds held in escrow	225,000	-	225,000
Long-term debt	-	8,345,000	8,345,000
	255,000	9,036,525	9,291,525
Deferred Inflows of Resources - Deferred benefit on bond refunding	762,236	(598,563)	163,673
	1,017,236	8,437,962	9,455,198
Fund Balance (Deficit)			
Nonspendable - Prepays	150	(150)	-
Unassigned	(50,158)	50,158	-
	(50,008)	50,008	-
	\$ 967,228		
Net Position (Deficit)		\$ (8,487,970)	\$ (8,487,970)

Genesee County, Michigan

Other Supplemental Information Statement of Revenue, Expenditures, and Changes in Fund Balance/ Statement of Activities Brownfield Authority

Year Ended September 30, 2022

	Brownfield Modified Accrual	Full Accrual Adjustments	Statement of Activities
Revenue			
Charges for services	\$ 258,336	\$ (91,260)	\$ 167,076
Other revenue	593,636	(225,000)	368,636
Total revenue	851,972	(316,260)	535,712
Expenditures			
Debt service:			
Principal	565,000	(565,000)	-
Interest and fiscal charges	286,972	(18,449)	268,523
Total expenditures	851,972	(583,449)	268,523
Net Change in Fund Balance/Net Position	-	267,189	267,189
Fund Balance (Deficit)/Net Position (Deficit) - Beginning of year	(50,008)	(8,705,151)	(8,755,159)
Fund Balance (Deficit)/Net Position (Deficit) - End of year	<u>\$ (50,008)</u>	<u>\$ (8,437,962)</u>	<u>\$ (8,487,970)</u>

Genesee County, Michigan

Other Supplemental Information Statement of Net Position/Governmental Fund Balance Sheet Drains

September 30, 2022

	Drains*	Full Accrual Adjustments	Statement of Net Position
Assets			
Cash and cash equivalents	\$ 1,206,138	\$ -	\$ 1,206,138
Investments	212,714	-	212,714
Accounts receivable - Special assessments receivable	4,064,118	-	4,064,118
Inventory	85,781	-	85,781
Prepaid expenses and other assets	171,556	-	171,556
Capital assets:			
Assets not subject to depreciation	-	2,098,087	2,098,087
Assets subject to depreciation - Net	141,512	11,115,583	11,257,095
Total assets	\$ 5,881,819	13,213,670	19,095,489
Liabilities			
Accounts payable	\$ 139,787	-	139,787
Accrued liabilities and other	22,662	21,325	43,987
Unearned revenue	104,947	-	104,947
Noncurrent liabilities:			
Due within one year:			
Compensated absences	3,179	-	3,179
Current portion of long-term debt	-	233,833	233,833
Due in more than one year:			
Compensated absences	890	-	890
Long-term debt	-	1,915,500	1,915,500
Long-term advance from primary government	1,062,860	-	1,062,860
Total liabilities	1,334,325	2,170,658	3,504,983
Deferred Inflows of Resources - Unavailable revenue	3,285,315	(3,285,315)	-
Total liabilities and deferred inflows of resources	4,619,640	(1,114,657)	3,504,983
Fund Balances			
Nonspendable - Prepays	171,556	(171,556)	-
Unassigned	1,090,623	(1,090,623)	-
Total fund balances	1,262,179	(1,262,179)	-
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,881,819		
Net Position			
Net investment in capital assets		11,205,849	11,205,849
Unrestricted		4,384,657	4,384,657
Total net position		\$ 15,590,506	\$ 15,590,506

*Amounts reported in the Drains column include both governmental and internal service funds.

Genesee County, Michigan

Other Supplemental Information Statement of Revenue, Expenditures, and Changes in Fund Balances/ Statement of Activities Drains

Year Ended September 30, 2022

	Drains*	Full Accrual Adjustments	Statement of Activities
Revenue			
Taxes	\$ 2,748,764	\$ (1,027,574)	\$ 1,721,190
Charges for services	1,252,231	-	1,252,231
Interest income	5,865	-	5,865
Other revenue	101,777	-	101,777
Total revenue	<u>4,108,637</u>	<u>(1,027,574)</u>	<u>3,081,063</u>
Expenditures			
Drains	2,985,735	-	2,985,735
Capital outlay	272,582	959,956	1,232,538
Debt service:			
Principal	478,833	(478,833)	-
Interest and fiscal charges	83,538	(6,239)	77,299
Total expenditures	<u>3,820,688</u>	<u>474,884</u>	<u>4,295,572</u>
Net Change in Fund Balances/Net Position - Excess of revenue over (under) expenditures	287,949	(1,502,458)	(1,214,509)
Fund Balances/Net Position - Beginning of year	<u>974,230</u>	<u>15,830,785</u>	<u>16,805,015</u>
Fund Balances/Net Position - End of year	<u><u>\$ 1,262,179</u></u>	<u><u>\$ 14,328,327</u></u>	<u><u>\$ 15,590,506</u></u>

*Amounts reported in the Drains column include both governmental and internal service funds.

Genesee County, Michigan

Other Supplemental Information Statement of Net Position/Governmental Fund Balance Sheet Economic Development Corporation

September 30, 2022

	EDC Modified Accrual Funds	Full Accrual Adjustments	Statement of Net Position
Assets			
Cash and cash equivalents	\$ 112,592	\$ -	\$ 112,592
Accounts receivable:			
Interest and accounts receivable	46,382	-	46,382
Loan receivables	129,490	-	129,490
Prepaid expenses and other assets	123	-	123
Restricted assets	586,963	-	586,963
Total assets	\$ 875,550	-	875,550
Liabilities			
Accounts payable	\$ 5,195	-	5,195
Due to other governmental units	89,505	-	89,505
Total liabilities	94,700	-	94,700
Deferred Inflows of Resources - Unavailable revenue	129,490	(129,490)	-
Total liabilities and deferred inflows of resources	224,190	(129,490)	94,700
Fund Balances			
Nonspendable - Prepays	123	(123)	-
Restricted	646,892	(646,892)	-
Unassigned	4,345	(4,345)	-
Total fund balances	651,360	(651,360)	-
Total liabilities, deferred inflows of resources, and fund balances	\$ 875,550		
Net Position			
Restricted - Programs		776,382	776,382
Unrestricted		4,468	4,468
Total net position		\$ 780,850	\$ 780,850

Genesee County, Michigan

Other Supplemental Information
Statement of Revenue, Expenditures, and Changes in Fund Balances/
Statement of Activities
Economic Development Corporation

Year Ended September 30, 2022

	<u>EDC Modified Accrual Funds</u>	<u>Full Accrual Adjustments</u>	<u>Statement of Activities</u>
Revenue - Interest income	\$ 38,555	\$ (30,147)	\$ 8,408
Expenditures - Current - Economic development	<u>8,743</u>	<u>-</u>	<u>8,743</u>
Net Change in Fund Balances/Net Position	29,812	(30,147)	(335)
Fund Balances/Net Position - Beginning of year	<u>621,548</u>	<u>159,637</u>	<u>781,185</u>
Fund Balances/Net Position - End of year	<u><u>\$ 651,360</u></u>	<u><u>\$ 129,490</u></u>	<u><u>\$ 780,850</u></u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds Accommodations Ordinance Tax

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Taxes - Property taxes	\$ 1,500,000	\$ 1,500,000	\$ 1,881,727	\$ 381,727
Other intergovernmental revenue	-	29,900	29,900	-
Interest income	5,000	5,000	2,591	(2,409)
Total revenue	1,505,000	1,534,900	1,914,218	379,318
Expenditures - Current - Community enrichment and development	1,060,000	1,149,800	1,158,873	(9,073)
Excess of Revenue Over Expenditures	445,000	385,100	755,345	370,245
Other Financing Uses - Transfers out	(340,000)	(340,000)	(343,561)	(3,561)
Net Change in Fund Balance	105,000	45,100	411,784	366,684
Fund Balance - Beginning of year	356,488	356,488	356,488	-
Fund Balance - End of year	<u>\$ 461,488</u>	<u>\$ 401,588</u>	<u>\$ 768,272</u>	<u>\$ 366,684</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Administration of Justice

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Other intergovernmental revenue:				
Federal grants	\$ 8,305,276	\$ 8,258,863	\$ 8,901,542	\$ 642,679
Other intergovernmental revenue	5,478,753	5,491,580	3,645,377	(1,846,203)
Charges for services	1,016,603	1,016,603	915,419	(101,184)
Interest income	1	1	12,417	12,416
Other revenue	341,305	348,171	374,395	26,224
Total revenue	<u>15,141,938</u>	<u>15,115,218</u>	<u>13,849,150</u>	<u>(1,266,068)</u>
Expenditures				
Current - Administration of justice	19,490,887	20,176,699	18,547,677	1,629,022
Capital outlay	46,150	60,500	26,123	34,377
Total expenditures	<u>19,537,037</u>	<u>20,237,199</u>	<u>18,573,800</u>	<u>1,663,399</u>
Excess of Expenditures Over Revenue	(4,395,099)	(5,121,981)	(4,724,650)	397,331
Other Financing Sources - Transfers in	5,261,798	5,270,861	5,084,315	(186,546)
Net Change in Fund Balance	866,699	148,880	359,665	210,785
Fund Balance - Beginning of year	4,649,865	4,649,865	4,649,865	-
Fund Balance - End of year	<u><u>\$ 5,516,564</u></u>	<u><u>\$ 4,798,745</u></u>	<u><u>\$ 5,009,530</u></u>	<u><u>\$ 210,785</u></u>

Genesee County, Michigan

Other Supplemental Information
 Budgetary Comparison Schedule - Nonmajor Governmental Funds
 (Continued)
 Animal Shelter

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 2,004,379	\$ 2,004,379	\$ 2,010,556	\$ 6,177
Charges for services	73,100	73,100	108,872	35,772
Other revenue	6,550	6,550	22,475	15,925
Total revenue	2,084,029	2,084,029	2,141,903	57,874
Expenditures - Current - Law enforcement and community protection	2,189,227	2,452,736	2,178,859	273,877
Excess of Expenditures Over Revenue	(105,198)	(368,707)	(36,956)	331,751
Other Financing Sources - Transfers in	-	134,600	134,425	(175)
Net Change in Fund Balance	(105,198)	(234,107)	97,469	331,576
Fund Balance - Beginning of year	679,887	679,887	679,887	-
Fund Balance - End of year	<u>\$ 574,689</u>	<u>\$ 445,780</u>	<u>\$ 777,356</u>	<u>\$ 331,576</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Child Care

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Other intergovernmental revenue:				
Federal grants	\$ 30,000	\$ 30,000	\$ 88,211	\$ 58,211
Other intergovernmental revenue	5,345,845	7,545,413	3,049,641	(4,495,772)
Charges for services	190,000	190,000	256,832	66,832
Interest income	-	-	17,398	17,398
Other revenue	-	-	119,766	119,766
Total revenue	<u>5,565,845</u>	<u>7,765,413</u>	<u>3,531,848</u>	<u>(4,233,565)</u>
Expenditures - Current - Human services	<u>12,608,109</u>	<u>14,807,676</u>	<u>7,947,827</u>	<u>6,859,849</u>
Excess of Expenditures Over Revenue	(7,042,264)	(7,042,263)	(4,415,979)	2,626,284
Other Financing Sources - Transfers in	<u>4,542,264</u>	<u>4,542,264</u>	<u>4,542,264</u>	<u>-</u>
Net Change in Fund Balance	(2,500,000)	(2,499,999)	126,285	2,626,284
Fund Balance - Beginning of year	<u>5,379,790</u>	<u>5,379,790</u>	<u>5,379,790</u>	<u>-</u>
Fund Balance - End of year	<u><u>\$ 2,879,790</u></u>	<u><u>\$ 2,879,791</u></u>	<u><u>\$ 5,506,075</u></u>	<u><u>\$ 2,626,284</u></u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Community Enrichment and Development

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 10,043,264	\$ 10,093,264	\$ 10,080,925	\$ (12,339)
Other intergovernmental revenue	3,966,087	4,630,077	442,080	(4,187,997)
Charges for services	401,000	401,000	390,872	(10,128)
Licenses and permits	245,486	245,486	217,433	(28,053)
Interest income	200	241	4,902	4,661
Other revenue	7,240,528	8,054,417	1,460,694	(6,593,723)
Total revenue	21,896,565	23,424,485	12,596,906	(10,827,579)
Expenditures				
Current services:				
Law enforcement and community protection	3,875,560	3,876,736	543,480	3,333,256
Community enrichment and development	17,347,023	18,436,418	11,642,439	6,793,979
Capital outlay	588,785	1,685,585	111,569	1,574,016
Total expenditures	21,811,368	23,998,739	12,297,488	11,701,251
Excess of Revenue Over (Under) Expenditures	85,197	(574,254)	299,418	873,672
Other Financing Sources - Transfers in	-	-	115,347	115,347
Net Change in Fund Balance	85,197	(574,254)	414,765	989,019
Fund Balance - Beginning of year	1,245,514	1,245,514	1,245,514	-
Fund Balance - End of year	<u>\$ 1,330,711</u>	<u>\$ 671,260</u>	<u>\$ 1,660,279</u>	<u>\$ 989,019</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Drug Forfeiture

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Other intergovernmental revenue	\$ 12,000	\$ 12,000	\$ 224,011	\$ 212,011
Interest income	100	100	1,075	975
Total revenue	12,100	12,100	225,086	212,986
Expenditures				
Current - Law enforcement and community protection	100	31,513	33,896	(2,383)
Capital outlay	-	6,289	6,287	2
Total expenditures	100	37,802	40,183	(2,381)
Excess of Revenue Over (Under) Expenditures	12,000	(25,702)	184,903	210,605
Other Financing Uses - Transfers out	(12,000)	(45,856)	(10,070)	35,786
Net Change in Fund Balance	-	(71,558)	174,833	246,391
Fund Balance - Beginning of year	155,771	155,771	155,771	-
Fund Balance - End of year	<u>\$ 155,771</u>	<u>\$ 84,213</u>	<u>\$ 330,604</u>	<u>\$ 246,391</u>

Genesee County, Michigan

Other Supplemental Information
 Budgetary Comparison Schedule - Nonmajor Governmental Funds
 (Continued)
 Emergency Medical Services

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 5,327,075	\$ 5,327,075	\$ 4,880,324	\$ (446,751)
Interest income	44	44	7,928	7,884
Other revenue	2,232	2,232	26,834	24,602
Total revenue	5,329,351	5,329,351	4,915,086	(414,265)
Expenditures - Current - Law enforcement and community protection	4,760,510	4,893,444	4,373,227	520,217
Excess of Revenue Over Expenditures	568,841	435,907	541,859	105,952
Other Financing Sources - Transfers in	-	14,251	-	(14,251)
Net Change in Fund Balance	568,841	450,158	541,859	91,701
Fund Balance - Beginning of year	1,884,837	1,884,837	1,884,837	-
Fund Balance - End of year	<u>\$ 2,453,678</u>	<u>\$ 2,334,995</u>	<u>\$ 2,426,696</u>	<u>\$ 91,701</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Flint City Lockup

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue - Other intergovernmental revenue	\$ 2,558,516	\$ 2,558,516	\$ 4,694,244	\$ 2,135,728
Expenditures - Current - Law enforcement and community protection	2,549,016	2,558,516	2,556,251	2,265
Net Change in Fund Balance	9,500	-	2,137,993	2,137,993
Fund Balance (Deficit) - Beginning of year	(2,137,993)	(2,137,993)	(2,137,993)	-
Fund Balance (Deficit) - End of year	<u>\$ (2,128,493)</u>	<u>\$ (2,137,993)</u>	<u>\$ -</u>	<u>\$ 2,137,993</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Health Care Services

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 10,026,985	\$ 10,026,985	\$ 10,067,399	\$ 40,414
Interest income	-	-	21,979	21,979
Total revenue	10,026,985	10,026,985	10,089,378	62,393
Expenditures - Current - Human services	11,517,177	11,138,413	7,390,583	3,747,830
Net Change in Fund Balance	(1,490,192)	(1,111,428)	2,698,795	3,810,223
Fund Balance - Beginning of year	3,313,704	3,313,704	3,313,704	-
Fund Balance - End of year	<u>\$ 1,823,512</u>	<u>\$ 2,202,276</u>	<u>\$ 6,012,499</u>	<u>\$ 3,810,223</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Law Enforcement

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Other intergovernmental revenue:				
Federal grants	\$ 868,484	\$ 1,244,721	\$ 1,122,884	\$ (121,837)
Other intergovernmental revenue	1,378,937	1,749,041	1,119,894	(629,147)
Local grants and contributions	-	850,000	850,000	-
Charges for services	80,000	94,000	102,778	8,778
Licenses and permits	7,000	7,000	620	(6,380)
Interest income	59	59	1,020	961
Other revenue	-	-	5,417	5,417
Total revenue	2,334,480	3,944,821	3,202,613	(742,208)
Expenditures				
Current - Law enforcement and community protection	2,499,655	4,134,172	2,683,884	1,450,288
Capital outlay	-	27,000	24,741	2,259
Total expenditures	2,499,655	4,161,172	2,708,625	1,452,547
Excess of Revenue (Under) Over Expenditures	(165,175)	(216,351)	493,988	710,339
Other Financing Sources (Uses)				
Transfers in	182,234	324,788	303,846	(20,942)
Transfers out	-	(134,600)	(144,005)	(9,405)
Total other financing sources	182,234	190,188	159,841	(30,347)
Net Change in Fund Balance	17,059	(26,163)	653,829	679,992
Fund Balance - Beginning of year	138,527	138,527	138,527	-
Fund Balance - End of year	<u>\$ 155,586</u>	<u>\$ 112,364</u>	<u>\$ 792,356</u>	<u>\$ 679,992</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Parks and Recreation

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 7,518,967	\$ 7,518,967	\$ 7,511,854	\$ (7,113)
Other intergovernmental revenue	55,000	177,562	123,713	(53,849)
Charges for services	2,481,164	4,288,057	2,906,536	(1,381,521)
Interest income:				
Interest income	106,947	106,947	136,507	29,560
Rental income	102,000	104,500	122,813	18,313
Other revenue	485,000	505,763	711,578	205,815
Total revenue	<u>10,749,078</u>	<u>12,701,796</u>	<u>11,513,001</u>	<u>(1,188,795)</u>
Expenditures				
Current services:				
Human services	6,230,534	7,404,306	6,119,075	1,285,231
Community enrichment and development	3,240,632	4,089,333	2,686,025	1,403,308
Capital outlay	3,625,000	2,803,696	622,257	2,181,439
Total expenditures	<u>13,096,166</u>	<u>14,297,335</u>	<u>9,427,357</u>	<u>4,869,978</u>
Excess of Revenue (Under) Over Expenditures	(2,347,088)	(1,595,539)	2,085,644	3,681,183
Other Financing Sources (Uses)				
Transfers in	340,000	348,005	925,531	577,526
Transfers out	-	(1,499,705)	(1,996,067)	(496,362)
Sale of capital assets	35,000	35,000	19,600	(15,400)
Total other financing sources (uses)	<u>375,000</u>	<u>(1,116,700)</u>	<u>(1,050,936)</u>	<u>65,764</u>
Net Change in Fund Balance	(1,972,088)	(2,712,239)	1,034,708	3,746,947
Fund Balance - Beginning of year	<u>7,346,632</u>	<u>7,346,632</u>	<u>7,346,632</u>	<u>-</u>
Fund Balance - End of year	<u><u>\$ 5,374,544</u></u>	<u><u>\$ 4,634,393</u></u>	<u><u>\$ 8,381,340</u></u>	<u><u>\$ 3,746,947</u></u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Planning Commission

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Other intergovernmental revenue:				
Federal grants	\$ 1,045,863	\$ 1,045,863	\$ 748,173	\$ (297,690)
Other intergovernmental revenue	-	8,000	7,190	(810)
Charges for services	1,476,052	2,366,939	1,025,447	(1,341,492)
Licenses and permits	6,500	5,960	5,960	-
Interest income	300	840	3,116	2,276
Other revenue	71,531	97,550	70,888	(26,662)
Total revenue	2,600,246	3,525,152	1,860,774	(1,664,378)
Expenditures - Current - Human services	3,599,930	4,397,882	1,667,507	2,730,375
Excess of Expenditures (Under) Over Revenue	(999,684)	(872,730)	193,267	1,065,997
Other Financing Sources (Uses)				
Transfers in	1,027,247	1,027,247	396,756	(630,491)
Transfers out	(94,696)	(154,522)	-	154,522
Total other financing sources	932,551	872,725	396,756	(475,969)
Net Change in Fund Balance	(67,133)	(5)	590,023	590,028
Fund Balance - Beginning of year	809,247	809,247	809,247	-
Fund Balance - End of year	<u>\$ 742,114</u>	<u>\$ 809,242</u>	<u>\$ 1,399,270</u>	<u>\$ 590,028</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Senior Services

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 7,017,363	\$ 7,017,363	\$ 7,048,965	\$ 31,602
Interest income	100	100	12,779	12,679
Other revenue	-	-	8,322	8,322
Total revenue	7,017,463	7,017,463	7,070,066	52,603
Expenditures - Current - Human services	6,198,296	6,869,320	6,869,331	(11)
Excess of Revenue Over Expenditures	819,167	148,143	200,735	52,592
Other Financing Uses - Transfers out	(430,254)	(430,454)	-	430,454
Net Change in Fund Balance	388,913	(282,311)	200,735	483,046
Fund Balance - Beginning of year	2,918,316	2,918,316	2,918,316	-
Fund Balance - End of year	<u>\$ 3,307,229</u>	<u>\$ 2,636,005</u>	<u>\$ 3,119,051</u>	<u>\$ 483,046</u>

Genesee County, Michigan

Other Supplemental Information
 Budgetary Comparison Schedule - Nonmajor Governmental Funds
 (Continued)
 Sheriff Contracted Services

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Other intergovernmental revenue	\$ 2,957,851	\$ 2,584,753	\$ 2,774,547	\$ 189,794
Other revenue	984,420	999,609	945,468	(54,141)
Total revenue	3,942,271	3,584,362	3,720,015	135,653
Expenditures - Current - Law enforcement and community protection	3,942,271	3,584,362	3,628,379	(44,017)
Net Change in Fund Balance	-	-	91,636	91,636
Fund Balance (Deficit) - Beginning of year	(473,869)	(473,869)	(473,869)	-
Fund Balance (Deficit) - End of year	<u>\$ (473,869)</u>	<u>\$ (473,869)</u>	<u>\$ (382,233)</u>	<u>\$ 91,636</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Social Services

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue	\$ 15	\$ -	\$ -	\$ -
Expenditures - Current - Human services	4,041	-	-	-
Excess of Expenditures Over Revenue	(4,026)	-	-	-
Other Financing Sources (Uses)				
Transfers in	4,026	-	-	-
Transfers out	-	(91,378)	(92,044)	(666)
Total other financing sources (uses)	4,026	(91,378)	(92,044)	(666)
Net Change in Fund Balance	-	(91,378)	(92,044)	(666)
Fund Balance - Beginning of year	92,044	92,044	92,044	-
Fund Balance - End of year	<u>\$ 92,044</u>	<u>\$ 666</u>	<u>\$ -</u>	<u>\$ (666)</u>

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Veterans Millage

Year Ended September 30, 2022

	Original Budget (Unaudited)	Amended Budget (Unaudited)	Actual	Variance with Amended Budget (Unaudited)
Revenue				
Property taxes	\$ 1,001,172	\$ 1,001,172	\$ 1,004,098	\$ 2,926
Other intergovernmental revenue	252,308	319,421	192,713	(126,708)
Interest income	200	200	-	(200)
Other revenue	2,500	2,500	34,126	31,626
Total revenue	1,256,180	1,323,293	1,230,937	(92,356)
Expenditures				
Current - Community enrichment and development	1,175,601	1,635,705	1,472,328	163,377
Capital outlay	2,000	2,000	1,821	179
Total expenditures	1,177,601	1,637,705	1,474,149	163,556
Net Change in Fund Balance	78,579	(314,412)	(243,212)	71,200
Fund Balance - Beginning of year	1,740,251	1,740,251	1,740,251	-
Fund Balance - End of year	\$ 1,818,830	\$ 1,425,839	\$ 1,497,039	\$ 71,200

Genesee County, Michigan

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Genesee Health Systems Millage

Year Ended September 30, 2022

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance with Amended Budget</u>
Revenue				
Property taxes	\$ 9,564,044	\$ 9,629,044	\$ 9,647,426	\$ 18,382
Other revenue	-	-	268	268
Total revenue	9,564,044	9,629,044	9,647,694	18,650
Expenditures - Current - Human services	9,564,044	9,629,044	9,647,694	(18,650)
Net Change in Fund Balance	-	-	-	-
Fund Balances - Beginning of year	-	-	-	-
Fund Balance - End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Statistical Section

This part of the Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the County's overall financial health.

Contents

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.

Revenue Capacity:

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity:

These schedules contain 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.

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.

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.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The County implemented GASB Statement No. 34 in 2003; schedules presenting government-wide information include information beginning in that year.

Financial Trend Information
Net Position by Component

	2013	2014	2015*	2016	2017	2018**	2019	2020	2021***	2022
Governmental Activities										
Net investment in capital assets	\$ 71,579,693	\$ 67,667,449	\$ 66,540,287	\$ 65,043,569	\$ 67,493,866	\$ 68,388,288	\$ 65,467,750	\$ 76,328,022	\$ 75,577,057	\$ 87,509,742
Restricted	19,786,947	20,803,376	22,991,275	20,667,188	20,717,811	25,200,284	22,295,771	24,387,608	30,271,217	40,082,555
Unrestricted	6,226,971	(3,415,181)	(109,668,189)	(159,938,403)	(167,131,622)	(607,702,465)	(595,695,216)	(614,934,023)	(616,450,938)	(513,090,391)
Total net position	97,593,611	85,055,644	(20,136,627)	(74,227,646)	(78,919,945)	(514,113,893)	(507,931,695)	(514,218,393)	(510,602,664)	(385,498,094)
Business-type Activities										
Net investment in capital assets	3,313,080	3,202,759	4,068,658	4,000,509	3,944,976	4,069,820	4,317,740	1,580,903	1,792,610	1,703,080
Restricted	11,294,215	13,668,160	13,674,949	12,100,057	8,726,160	4,498,461	5,096,361	5,451,431	6,989,579	9,935,003
Unrestricted	7,266,391	7,419,605	6,755,133	8,456,758	13,225,104	16,374,380	17,028,359	23,984,292	28,881,233	31,156,635
Total net position	21,873,686	24,290,524	24,498,740	24,557,324	25,896,240	24,942,661	26,442,460	31,016,626	37,663,422	42,794,718
Primary Government in Total										
Net investment in capital assets	74,892,773	70,870,208	70,608,945	69,044,078	71,438,842	72,458,108	69,785,490	77,908,925	77,369,667	89,212,822
Restricted	31,081,162	34,471,536	36,666,224	32,767,245	29,443,971	29,698,745	27,392,132	29,839,039	37,260,796	50,017,558
Unrestricted	13,493,362	4,004,424	(102,913,056)	(151,481,645)	(153,906,518)	(591,328,085)	(578,666,857)	(590,949,731)	(587,569,705)	(481,933,756)
Total net position	\$ 119,467,297	\$ 109,346,168	\$ 4,362,113	\$ (49,670,322)	\$ (53,023,705)	\$ (489,171,232)	\$ (481,489,235)	\$ (483,201,767)	\$ (472,939,242)	\$ (342,703,376)

* This year includes the adoption of GASB 68; prior periods have not been restated

** This year includes the adoption of GASB 75; prior periods have not been restated

***This year includes the adoption of GASB 84; prior periods have not been restated

Financial Trend Information
Changes in Governmental Net Position

	2013	2014	2015*	2016	2017	2018**	2019	2020	2021***	2022
Expenses										
Legislative	\$ 981,519	\$ 926,118	\$ 1,920,677	\$ 3,856,292	\$ 2,179,410	\$ 2,100,227	\$ 2,316,618	\$ 643,489	\$ 715,450	\$ 221,712
Management and planning	12,901,085	12,916,484	10,057,818	21,992,843	19,346,863	12,963,677	19,196,353	32,999,685	27,853,952	20,459,067
Administration of justice	38,949,070	40,391,800	41,352,242	51,834,819	41,466,325	38,412,442	43,884,157	45,086,363	45,429,644	13,084,155
Law enforcement and community protection	36,508,812	37,144,127	40,604,622	62,526,245	43,375,756	33,673,106	35,507,036	46,812,882	42,124,375	13,376,356
Human services	130,931,244	78,030,826	92,040,083	84,712,302	80,240,646	78,984,214	83,208,090	82,081,256	89,330,232	85,047,347
Community enrichment and development	16,255,901	21,619,139	13,134,199	12,097,053	10,921,499	12,799,561	21,032,080	20,866,490	21,042,681	22,099,239
Interest on long-term debt	1,101,895	1,130,701	1,062,301	902,668	782,836	714,601	905,871	1,008,450	1,589,246	1,606,050
Total governmental activities	237,629,526	192,159,195	200,171,942	237,922,222	198,313,335	179,647,828	206,050,205	229,498,615	228,085,580	155,893,926
Program Revenue										
Charges for services:										
Management and planning	4,993,877	5,529,950	5,155,908	5,128,133	5,308,178	6,525,633	6,195,164	8,711,351	9,358,041	13,294,427
Administration of justice	4,853,624	6,138,354	6,080,395	7,365,169	6,584,719	6,725,838	6,537,355	8,300,729	6,666,087	5,658,954
Law enforcement and community protection	1,775,139	2,400,755	2,278,905	2,359,546	2,487,439	1,725,256	1,851,633	1,456,948	1,778,819	1,457,534
Human services	26,945,416	3,466,719	3,562,013	3,865,202	4,582,052	4,404,560	3,141,068	1,970,522	3,384,368	3,456,894
Community enrichment and development	4,436,810	4,358,118	2,608,015	4,251,501	5,333,677	3,623,886	3,203,715	3,914,315	1,466,552	1,452,280
Legislative	51,762	-	-	-	-	-	-	-	-	-
Total charges for services	43,056,628	21,893,896	19,685,236	22,969,551	24,296,065	23,005,173	20,928,935	24,353,865	22,653,867	25,320,089
Operating grants and contributions	81,285,904	54,456,149	72,908,386	60,451,243	62,305,939	65,041,544	72,195,804	79,170,185	82,630,643	104,469,014
Capital grants and contributions	-	-	54,538	54,538	37,121	-	-	-	-	10,000,000
Total program revenue	124,342,532	76,350,045	92,648,160	83,475,332	86,639,125	88,046,717	93,124,739	103,524,050	105,284,510	139,789,103
Net expense	(113,286,994)	(115,809,150)	(107,523,782)	(154,446,890)	(111,674,210)	(91,601,111)	(112,925,466)	(125,974,565)	(122,801,070)	(16,104,823)
General Revenue										
Taxes:										
Current property taxes	\$ 69,503,562	\$ 68,707,461	\$ 75,444,697	\$ 76,254,203	\$ 78,154,852	\$ 79,724,473	\$ 94,206,570	\$ 94,944,987	\$ 99,823,920	\$ 112,939,980
State liquor tax	3,263,945	3,597,131	3,764,943	2,021,920	1,989,816	2,048,939	2,084,262	3,163,547	3,754,360	3,538,393
State cigarette tax	22,524	16,946	-	-	-	-	-	-	-	-
Use of money and investments	504,347	471,242	293,780	1,198,970	354,545	655,127	999,272	688,733	767,744	617,300
Other unrestricted intergovernmental revenues	16,031,090	20,830,071	9,865,339	9,982,658	12,337,006	12,109,522	12,130,219	9,967,391	12,902,096	12,615,594
Other unrestricted revenues	8,173,635	4,825,964	2,229,713	6,695,018	12,224,089	5,763,418	6,621,689	10,078,209	7,023,996	10,053,244
Total general revenue	97,499,103	98,448,815	91,598,472	96,152,769	105,060,308	100,301,479	116,042,012	118,842,867	124,272,116	139,764,511
Special item transfer of operations to Genesee Health Services	(17,467,946)	-	-	-	-	-	-	-	-	-
Transfers in (out)	4,889,264	4,822,368	3,982,800	4,203,102	1,921,603	2,598,339	3,065,652	850,000	1,725,000	1,444,882
Total Change in net position	(28,366,573)	(12,537,967)	(11,942,510)	(54,091,019)	(4,692,299)	11,298,707	6,182,198	(6,281,698)	3,196,046	125,104,570
Net Position - Beginning of year	125,960,184	97,593,611	(8,194,117)	(20,136,627)	(74,227,646)	(525,412,600)	(514,113,893)	(507,931,695)	(513,798,710)	(510,602,664)
Net Position - End of year	\$ 97,593,611	\$ 85,055,644	\$ (20,136,627)	\$ (74,227,646)	\$ (78,919,945)	\$ (514,113,893)	\$ (507,931,695)	\$ (514,213,393)	\$ (510,602,664)	\$ (385,498,094)

* This year includes the adoption of GASB 68; prior periods have not been restated
 ** This year includes the adoption of GASB 75; prior periods have not been restated
 *** This year includes the adoption of GASB 84; prior periods have been restated

Financial Trend Information
Changes in Business-type Net Position

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenue										
Charges for services:										
Commissary	\$ 534,689	\$ 463,231	\$ 235,294	\$ 242,563	\$ 183,873	\$ 410,589	\$ 457,177	\$ 255,437	\$ 583,736	\$ 385,659
Delinquent tax	12,727,040	12,919,058	10,390,672	11,370,175	10,119,272	7,661,529	12,221,039	10,248,372	13,242,339	12,876,316
Parks and recreation enterprise	353,734	463,458	334,853	393,676	398,825	429,035	445,470	764,408	651,494	744,531
Parking Meter	322,516	304,109	336,218	190,661	127,919	98,441	99,629	61,844	21,615	34,108
Total revenue	13,937,979	14,149,856	11,297,037	12,197,075	10,829,889	8,599,594	13,223,315	11,330,061	14,499,184	14,040,614
Expenses										
Commissary	340,779	268,348	56,591	279,532	27,536	3,863	19,794	6,322	4,730	783
Delinquent tax	4,757,339	5,284,078	5,240,349	6,243,386	5,725,366	6,617,452	7,962,592	5,249,363	5,637,294	6,211,459
Parks and recreation enterprise	951,103	1,078,445	976,582	1,089,113	1,142,420	1,041,602	1,041,718	796,407	700,721	1,052,272
Parking Meter	349,854	368,222	368,521	398,203	873,654	20,699	41,638	36,431	67,550	37,094
Total operating expenses	6,399,075	6,999,093	6,642,043	8,010,234	7,768,976	7,683,616	9,065,742	6,088,523	6,410,295	7,301,608
Net revenue	\$ 7,538,904	\$ 7,150,763	\$ 4,654,994	\$ 4,186,841	\$ 3,060,913	\$ 915,978	\$ 4,157,573	\$ 5,241,538	\$ 8,088,889	\$ 6,739,006

Financial Trend Information
Fund Balances - Governmental Funds

	2013	2014	2015	2016	2017	2018	2019	2020	2021*	2022
General Fund:										
Nonspendable	1,861,499	1,539,724	1,093,416	901,253	528,924	8,074	9,153	8,351	511,309	1,805,553
Assigned	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	12,600,851	7,769,130	19,000,000	25,000,000
Unassigned	9,455,182	10,967,280	15,964,753	23,162,601	32,223,782	38,261,383	29,358,087	32,989,501	20,045,656	15,383,366
Total general fund	<u>\$ 12,316,681</u>	<u>\$ 13,507,004</u>	<u>\$ 18,058,169</u>	<u>\$ 25,063,854</u>	<u>\$ 33,752,706</u>	<u>\$ 39,269,457</u>	<u>\$ 41,968,091</u>	<u>\$ 40,766,982</u>	<u>\$ 39,556,965</u>	<u>\$ 42,188,919</u>
All other governmental funds:										
Nonspendable	3,051,523	2,727,937	1,480,549	1,051,016	921,194	967,298	672,883	703,305	982,406	1,290,129
Restricted	5,481,383	5,538,687	8,440,561	6,601,010	6,717,376	20,241,778	8,352,305	39,329,020	32,568,650	30,002,429
Committed	74,994	74,994		220,000	180,000	12,302	200,000	200,000	200,000	-
Assigned	12,207,333	12,584,271	8,715,520	12,810,724	14,189,346	14,486,575	35,057,384	16,873,888	21,879,791	26,406,562
Unassigned (deficit)	(3,154,533)	(6,614,073)	(925,418)	(4,755,959)	(3,835,914)	(2,241,307)	23,533,481	(4,651,661)	(6,641,090)	(2,378,647)
Total all other governmental funds	<u>\$ 17,660,700</u>	<u>\$ 14,311,816</u>	<u>\$ 17,711,212</u>	<u>\$ 15,926,791</u>	<u>\$ 18,172,002</u>	<u>\$ 33,466,646</u>	<u>\$ 67,816,053</u>	<u>\$ 52,454,552</u>	<u>\$ 48,989,757</u>	<u>\$ 55,320,473</u>

* This year includes the adoption of GASB 84; prior periods have been restated

Financial Trend Information
Changes in Fund Balances - Governmental Funds

	2013	2014	2015	2016	2017	2018	2019	2020	2021*	2022
Revenue										
Taxes	\$ 69,701,002	\$ 69,525,911	\$ 74,540,294	\$ 76,647,744	\$ 80,729,101	\$ 78,466,003	\$ 92,517,173	\$ 95,539,071	\$ 99,303,451	\$ 113,269,464
Licenses and permits	1,948,321	2,014,825	1,816,567	1,819,346	1,774,842	1,777,880	1,797,419	1,751,095	1,921,162	1,862,323
Fines and forfeitures	1,669,634	1,426,368	1,487,348	1,659,790	1,682,245	1,646,908	1,699,184	1,323,398	1,234,359	1,084,374
Interest income	504,347	471,242	1,185,555	2,089,898	1,398,937	653,080	980,274	681,516	767,194	614,213
Federal grants	58,443,265	40,651,335	49,069,871	29,068,426	33,436,438	36,060,972	37,021,367	47,627,215	56,434,311	74,368,504
Other intergovernmental revenues	39,738,199	35,885,773	41,797,876	41,267,253	42,173,351	46,958,782	45,875,527	49,816,653	41,480,222	57,987,738
Charges for services	46,014,914	17,357,455	15,562,682	18,514,458	19,738,774	21,277,326	15,223,973	16,574,004	17,540,701	21,635,003
Other	8,709,303	4,882,479	3,087,187	7,383,624	12,354,057	8,581,127	6,995,455	10,815,759	6,690,067	7,883,479
Total revenue	226,728,985	172,215,388	188,547,380	178,450,539	193,287,745	195,422,078	202,110,372	224,128,711	225,371,467	278,705,098
Expenditures										
Current:										
Legislative	922,513	871,194	849,702	489,402	513,468	512,511	451,045	467,334	468,048	-
Management and planning	7,693,035	7,740,566	8,567,506	15,079,134	18,320,564	19,163,919	14,034,648	31,593,641	29,163,608	36,206,005
Administration of justice	35,176,495	35,536,901	35,642,835	34,833,859	35,010,351	37,557,390	40,063,399	37,976,988	39,950,942	44,924,213
Law enforcement and community protection	33,448,876	33,316,690	34,478,930	35,062,843	36,714,507	37,610,068	39,693,050	39,738,790	38,204,863	41,722,359
Human services	121,784,023	69,853,272	87,725,494	74,892,870	76,851,459	77,070,089	81,604,304	79,288,702	87,112,866	99,784,571
Community enrichment and development	19,050,134	21,736,676	12,543,301	12,379,565	11,912,959	12,315,598	18,247,180	26,573,294	20,406,907	24,094,779
Debt service:										
Principal	2,365,000	2,340,000	2,420,000	2,490,000	2,615,000	2,745,000	2,875,000	2,085,000	2,175,000	2,185,000
Interest	1,249,358	1,130,701	1,018,801	902,668	782,836	714,601	905,871	1,008,450	1,589,246	1,606,050
Other	3,334,646	4,208,107	-	-	-	-	-	-	-	-
Capital outlay	3,549,562	503,213	175,051	2,141,777	1,078,888	3,248,724	11,276,637	7,988,396	12,037,919	19,886,399
Total expenditures	228,573,642	177,237,320	183,421,620	178,272,118	183,800,032	190,937,900	209,151,134	226,720,595	231,109,399	270,409,376
Excess of Revenue Over (Under) Expenditures	(1,844,657)	(5,021,932)	5,125,760	178,421	9,487,713	4,484,178	(7,040,762)	(2,591,884)	(5,737,932)	8,295,722
Other Financing Sources (Uses)										
Debt issuance	-	-	-	-	-	15,000,000	-	30,000,000	-	-
Payment to refund bond escrow	-	-	-	-	-	-	-	-	-	-
Sale of fixed assets	-	-	-	1,000	-	-	49,100	74,496	89,363	21,232
Insurance recoveries	-	-	-	-	-	-	30,960	-	-	834
Transfers in	28,960,116	28,066,505	28,192,444	30,299,798	27,049,153	36,789,882	38,317,080	58,904,270	19,342,523	20,022,825
Transfers out	(25,501,311)	(25,203,164)	(25,367,643)	(25,257,955)	(25,602,803)	(35,078,543)	(36,276,428)	(60,981,401)	(18,788,449)	(19,377,943)
Total other financing sources (uses)	3,458,805	2,863,341	2,824,801	5,042,843	1,446,350	16,711,339	2,120,712	27,997,365	643,437	666,948
Special Item - Transfer of operations to Genesee Health System	(17,467,946)	-	-	-	-	-	-	-	-	-
Net change in fund balances	(15,853,798)	(2,158,591)	7,950,561	5,221,264	10,934,063	21,195,517	(4,920,050)	25,405,481	(5,094,495)	8,962,670
Fund Balances - Beginning of year	45,831,179	29,977,381	27,818,790	35,769,381	40,990,645	51,540,586	72,736,103	67,816,053	93,641,217	88,546,722
Fund Balances - End of year	\$ 29,977,381	\$ 27,818,790	\$ 35,769,351	\$ 40,990,645	\$ 51,924,708	\$ 72,736,103	\$ 67,816,053	\$ 93,221,534	\$ 88,546,722	\$ 97,509,392
Debt service as a percentage of noncapital expenditures	3.19%	4.54%	1.91%	1.96%	1.91%	1.88%	1.95%	1.41%	1.72%	1.51%

* This year includes the adoption of GASB 84; prior periods have been restated

Revenue Capacity Information
Taxable Value by Property Type and Actual Value

Fiscal Year Ended September 30	Taxable Value by Property Type:						Tax rate (mills)	Estimated Actual Value	Taxable Value as a % of Actual
	Real property:								
	Residential	Commercial	Industrial	Agricultural and Other	Personal Property	Total Value			
2013	5,837,245,297	1,712,997,352	250,527,317	122,092,317	668,282,291	8,591,144,574	8.27	17,993,098,216	47.75%
2014	5,893,132,429	1,675,421,185	235,571,997	124,919,520	630,476,780	8,559,521,911	8.78	18,480,785,762	46.32%
2015	6,024,028,382	1,679,748,773	227,245,957	127,372,575	649,931,485	8,708,327,172	8.78	19,499,163,990	44.66%
2016	6,124,892,467	1,674,914,805	229,771,378	128,575,582	614,091,473	8,772,245,705	8.78	20,548,602,004	42.69%
2017	6,303,093,066	1,677,687,876	228,927,663	129,780,959	622,575,959	8,962,065,523	8.78	21,642,142,982	41.41%
2018	6,546,846,222	1,750,015,434	241,420,233	131,623,455	648,802,294	9,318,707,638	8.72	22,479,688,608	41.45%
2019	6,855,004,613	1,804,498,660	246,323,978	135,649,981	691,095,528	9,732,572,760	9.72	24,071,128,030	40.43%
2020	7,139,268,840	1,867,827,453	260,554,980	139,124,501	771,406,041	10,178,181,815	9.66	25,800,498,048	39.45%
2021	7,428,699,185	1,912,064,682	271,583,544	142,165,551	829,828,364	10,584,341,326	10.54	27,165,346,184	38.96%
2022	7,896,994,632	1,981,704,643	283,316,748	143,236,258	838,355,529	11,143,607,810	10.53	28,828,560,286	38.65%

Note: Under Michigan law, the revenue base is Taxable Value.
Taxes levied in a particular "tax year" become revenue of the subsequent fiscal year

Source: Genesee County Equalization

Note: Property in the county is reassessed annually. The county assesses property at approximately 50 percent of actual value for all types of real and personal property. Estimated actual value is calculated by doubling assessed value. Tax rates are per \$1,000 of assessed value.

Revenue Capacity Information
Direct and Overlapping Property Tax Rates

Fiscal Year Ended September 30,	Millage Rates - Direct County Taxes **										Overlapping Taxes						Total Tax Rate	
	General Operating	County Emergency Medical Services	County Parks	Senior Services	Health Services	Veterans	MSU Extension	Animal Control	Cultural	Mental Health	Total Direct Taxes ***	Airport Authority	District Library	Mass Transportation Authority	Mott Community college	Genesee Intermediate School District		Schools
2013	5.51	0.48	0.48	0.70	1.00	0.10	-	-	-	-	8.27	0.48	1.25	0.80	2.82	3.54	28.44	45.60
2014	5.51	0.48	0.75	0.70	1.00	0.10	0.04	0.20	-	-	8.78	0.48	1.22	0.80	2.82	3.54	28.50	46.14
2015	5.51	0.48	0.75	0.70	1.00	0.10	0.04	0.20	-	-	8.78	0.48	1.00	0.80	2.86	3.53	28.50	45.96
2016	5.51	0.48	0.75	0.70	1.00	0.10	0.04	0.20	-	-	8.78	0.48	1.00	1.23	2.81	3.78	32.00	50.08
2017	5.51	0.48	0.75	0.70	1.00	0.10	0.04	0.20	-	-	8.78	0.48	1.00	1.23	2.81	3.78	28.00	46.08
2018	5.50	0.48	0.75	0.70	1.00	0.10	0.04	0.20	0.96	-	9.73	0.48	1.00	1.23	2.80	3.77	24.00	43.01
2019	5.49	0.48	0.75	0.70	1.00	0.10	0.04	0.20	0.96	-	9.71	0.48	0.97	1.22	2.80	3.77	24.00	42.96
2020	5.46	0.48	0.74	0.69	1.00	0.10	0.04	0.20	0.95	-	9.66	0.48	0.99	1.22	2.80	3.77	24.00	42.92
2021	5.43	0.48	0.74	0.69	0.99	0.10	0.04	0.20	0.95	0.94	10.54	0.48	0.98	1.23	2.76	3.75	24.00	43.74
2022	5.39	0.47	0.75	0.69	0.98	0.10	0.08	0.20	0.94	0.93	10.53	0.47	0.97	1.21	2.66	3.70	24.00	43.54

Source: Genesee County Equalization

* Overlapping rates are those of local and county governments that apply to property owner within Genesee County. Not all overlapping rates apply to all Genesee County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

** Local and county governments are limited by State Statute (Headlee Amendment) to increase property taxes (without a vote of the public) no more that the rate of inflation exclusive of net additions in property values due to new construction. Otherwise, a rate rollback must be done.

*** The maximum County millage rate allowed by Headlee Amendment for 2022 was 10.53.

Revenue Capacity Information
Principal Property Taxpayers

Taxpayer	2022 Taxable Value	of Total Taxable Value	2013 Taxable Value	Rank	of Total Taxable Value
1 Consumers Energy Company	\$ 485,663,848	59.71%	\$ 221,742,449	1	41.31%
2 General Motors ETAL	97,809,014	12.02%	105,956,400	2	19.74%
3 Michigan Electric Transmission Co LLC	41,646,700	5.12%	15,979,400	9	2.98%
4 Monarch Investments & Mgmt Group	31,175,128	3.83%			-
5 Wal-Mart/Sam's	30,732,321	3.78%	41,076,788	4	7.65%
6 Edward Rose Assoc ETAL	29,674,704	3.65%	25,660,242.00	5	4.78%
7 Ascension Genesys ETAL	28,030,356	3.45%			-
8 Meijer Inc/Good Will Co Inc	25,365,774	3.12%	25,407,943.00	6	4.73%
9 Comcast Cablevision	22,975,499	2.82%	19,356,902	7	3.61%
10 Tobin Group/Distinctive Land ETAL	20,349,252	2.50%			-
3341 South Linden Road Holdings LLC	-	-	49,129,300	3	9.15%
MAGNA	-	-	17,894,400	8	3.33%
The Kroger Co	-	-	14,617,238	10	2.72%
Total Taxable Value of Top 10	\$ 813,422,596	7.30%	\$ 536,821,062	6.25%	
Total County Taxable Value	\$ 11,143,607,810		\$ 8,591,144,574		

Source: Genesee County Equalization Department

Revenue Capacity Information
Property Tax Levies and Collections

Tax Year	Fiscal Year	Total Levy	Current Collections	Percent Collected	Delinquent Collections	Total Tax Collections	Percent of Total
	Ended September 30						Collections to Tax Levy
2012	2013	71,888,548	68,418,662	95.2%	3,469,886	71,888,548	100.00%
2013	2014	71,229,062	67,541,004	94.8%	3,688,058	71,229,062	100.00%
2014	2015	75,273,713	68,312,762	90.8%	6,960,951	75,273,713	100.00%
2015	2016	75,950,262	69,400,618	91.4%	6,549,644	75,950,262	100.00%
2016	2017	77,806,999	69,898,913	89.8%	7,908,086	77,806,999	100.00%
2017	2018	79,082,620	75,926,660	96.0%	3,155,960	79,082,620	100.00%
2018	2019	90,090,905	85,839,791	95.3%	4,251,114	90,090,905	100.00%
2019	2020	94,092,542	88,983,129	94.6%	5,109,413	94,092,542	100.00%
2020	2021	97,921,523	92,469,195	94.4%	5,452,328	97,921,523	100.00%
2021	2022	102,423,324	96,250,572	94.0%	6,172,752	102,423,324	100.00%

Genesee County, Michigan

Debt Capacity Information
Ratios of Outstanding Debt

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
General obligation bonds	\$ 23,529,284	\$ 21,217,784	\$ 18,815,784	\$ 16,325,784	\$ 13,710,784	\$ 25,965,784	\$ 23,090,784	\$ 51,005,784	\$ 48,830,784	\$ 46,645,784
Equipment Notes	15,873	461,588	309,175	154,845	-	-	-	-	-	-
Total	23,545,157	21,679,372	19,124,959	16,480,629	13,710,784	25,965,784	23,090,784	51,005,784	48,830,784	46,645,784
Business-type Activities										
General obligation bonds	46,500	18,000	-	-	-	-	-	-	-	-
Delinquent tax notes	35,800,000	40,701,376	43,530,000	37,370,000	39,990,000	39,990,414	35,995,000	34,805,000	27,419,000	20,580,000
Total	35,846,500	40,719,376	43,530,000	37,370,000	39,990,000	39,990,414	35,995,000	34,805,000	27,419,000	20,580,000
Total debt of the government	\$ 59,391,657	\$ 62,398,748	\$ 62,654,959	\$ 53,850,629	\$ 53,700,784	\$ 65,956,198	\$ 59,085,784	\$ 85,810,784	\$ 76,249,784	\$ 67,225,784
Percentage of personal income	0.51%	0.44%	0.46%	0.44%	0.36%	0.35%	0.41%	0.35%	0.41%	0.34%
Total debt per capita *	161	142	150	152	131	131	162	145	188	166

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

* See the Schedule of Demographic and Economic Statistics table for personal income and population data.

Debt Capacity Information
 Ratios of General Bonded Debt Outstanding

Fiscal Year	Governmental General Obligation Bonds	Business General Obligation Bonds	Pledged Debt Service Funds	Net General Obligation Debt	Percent of Estimated Actual Value of Property *	Per capita **
2013	23,529,284	46,500	54,890	23,520,894	0.13%	56
2014	21,217,784	18,000	55,123	21,180,661	0.11%	51
2015	18,815,784	-	349,464	18,466,320	0.09%	45
2016	16,325,784	-	349,463	15,976,321	0.08%	39
2017	13,710,784	-	349,463	13,361,321	0.06%	33
2018	25,965,784	-	12,302	25,953,482	0.12%	64
2019	23,090,784	-	-	23,090,784	0.10%	57
2020	51,005,784	-	-	51,005,784	0.20%	126
2021	48,830,784	-	-	48,830,784	0.19%	121
2022	46,645,784	-	-	46,645,784	0.17%	115

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

* See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

** Population data can be found in the Schedule of Demographic and Economic Statistics table

Debt Capacity Information
Direct and Overlapping Governmental Activities Debt

Governmental Unit	Debt Outstanding *
Genesee County - Direct County Debt:	
General Obligation Bonds	\$ 46,645,784
Total General Obligation Bonds	46,645,784
Revenue Bonds with General Obligation Pledge	265,260,322
Michigan Transportation Fund Bonds	2,005,521
Share of Authority Issued Bonds - Karegnondi Water Supply System, Series 2014	174,485,150
Total Genesee County Direct Debt	488,396,777
Less:	
Revenue Bonds	(265,260,322)
Michigan Transportation Fund Bonds	(2,005,521)
Karegnondi Water Supply System 2014	(174,485,150)
Genesee County Net Direct Debt	46,645,784
Overlapping Debt:	
Cities	238,530,280
Townships	29,814,571
Villages	2,033,611
School Districts	471,864,111
Intermediate School Districts	7,662,927
Community College	61,041,920
Airport Authority	3,320,000
Net Overlapping Debt	814,267,420
Net Direct and Overlapping Debt	<u>\$ 860,913,204</u>

* Source: Municipal Advisory Council of Michigan as of September, 2021

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County . This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Genesee County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

Debt Capacity Information
Legal Debt Margin

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Calculation of Debt Limit										
State equalized valuation (SEV)	\$ 8,996,549,108	\$ 9,240,392,881	\$ 9,749,581,995	\$ 10,274,301,002	\$ 10,821,071,491	\$ 11,239,844,304	\$ 12,035,564,015	\$ 12,900,249,024	\$ 13,582,673,092	\$ 14,414,280,143
Debt limit (10 percent of SEV)	899,654,911	924,039,288	974,958,200	1,027,430,100	1,082,107,149	1,123,984,430	1,203,556,402	1,290,024,902	1,358,267,309	1,441,428,014
Calculation of debt subject to limit:										
Total debt	23,545,157	21,679,372	19,124,959	16,480,629	13,710,784	25,965,784	23,090,784	51,005,784	48,830,784	46,645,784
Plus Business Type Tax Notes	35,800,000	40,701,376	43,530,000	37,370,000	39,990,000	39,990,414	35,995,000	34,805,000	27,419,000	20,580,000
Component Unit Debt:										
Brownfield Authority	12,365,000	12,110,000	11,835,000	11,540,000	11,220,000	11,040,000	10,560,000	10,035,000	9,485,000	8,920,000
Land Bank Authority	2,453,593	1,806,445	1,670,000	1,620,000	1,565,000	1,510,000	1,450,000	1,390,000	1,325,000	1,255,000
Water and Waste Services	170,682,896	187,283,580	173,396,023	224,784,891	275,871,378	275,382,854	262,957,094	251,138,299	255,946,894	244,680,322
Road Commission	11,525,000	9,485,000	7,370,000	5,175,000	3,200,000	1,690,000	1,174,749	1,345,848	1,610,716	2,005,521
Drain Fund	3,165,437	2,608,890	2,383,558	2,661,756	2,119,039	2,495,000	2,978,121	3,161,999	2,628,166	2,149,333
Less debt not subject to limit:										
Non-Bonded Debt	(15,873)	(461,588)	(309,175)	(154,845)	-	-	-	-	-	-
Road Commission Debt	(11,525,000)	(9,485,000)	(7,370,000)	(5,175,000)	(3,200,000)	(1,690,000)	(1,174,749)	(1,345,848)	(1,610,716)	(2,005,521)
Water and Waste Service Sewer Bonds	(131,379,391)	(113,635,288)	(101,505,288)	(91,416,023)	(82,236,023)	(73,016,023)	(64,741,023)	(57,616,023)	(67,313,239)	(60,756,878)
Drain Fund Special Assessment Debt	(480,437)	(333,890)	(523,558)	(916,756)	(197,727)	(805,000)	(634,500)	(464,000)	(353,500)	(303,000)
Net debt subject to limit	\$ 116,136,382	\$ 151,758,897	\$ 149,601,519	\$ 201,969,652	\$ 262,042,451	\$ 282,563,029	\$ 271,655,476	\$ 293,456,059	\$ 277,968,105	\$ 263,170,561
Legal debt margin	783,518,529	772,280,391	825,356,681	825,460,448	820,064,698	841,421,401	931,900,926	996,568,843	1,080,299,204	1,178,257,453
Net debt subject to limit as % of debt limit	12.91%	16.42%	15.34%	19.66%	24.22%	25.14%	22.57%	22.75%	20.46%	18.26%

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

Genesee County, Michigan

**Debt Capacity Information
Pledged Revenue Coverage**

Fiscal year	Net Revenue	Debt service		Coverage
		Principal	Interest	
2012	12,895,721	10,845,000	5,654,333	0.7816
2013	12,340,914	11,835,000	6,159,841	0.6858
2014	17,403,367	11,495,000	6,062,500	0.9912
2015	19,080,934	11,495,000	8,410,579	0.9586
2016	18,612,758	10,745,000	10,235,375	0.8872
2017	10,934,204	11,510,000	10,050,898	0.5071
2018	20,525,926	11,435,000	9,619,908	0.9749
2019	18,270,011	10,520,000	9,295,369	0.9220
2020	21,379,014	11,110,000	9,531,774	1.0357
2021	25,666,605	11,622,241	1,446,686	1.9639

Note: Details regarding Water and Waste Services outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or depreciation

Genesee County, Michigan

Demographic and Economic Information

Demographic and Economic Statistics

Fiscal year	Population *	Total Personal Income (in thousands) *	Per Capita Personal Income *	School Enrollment **	Unemployment Rate *
2013	418,408	13,565,279	32,421	71,734	8.4
2014	415,376	13,708,667	33,003	70,475	6.3
2015	412,895	14,400,945	34,878	67,980	5.1
2016	410,849	15,042,062	36,612	66,847	5.1
2017	408,615	15,394,647	37,675	67,849	4.7
2018	407,385	16,147,159	39,636	65,050	4.6
2019	406,892	16,710,172	41,068	67,321	4.8
2020	405,813	17,015,416	41,929	65,661	6.2
2021	404,794	18,681,879	46,152	60,569	8.2
2022	404,208	19,966,500	49,397	59,613	5.5

Data sources

*Bureau of Economic Analysis, U.S. Department of Commerce

**MI School Data

Genesee County, Michigan

Demographic and Economic Information
Principal Employers

Rank	Employer	Percentage of Total Employment			Rank	Percentage of Total Employment
		2022	2013	2013		
1	General Motors Corp. Assembly	7,500	4.5%	3,417	1	2.1%
2	Genesys Health Care System	3,500	2.1%	3,265	2	2.0%
3	Baker College	2,800	1.7%	-		0.0%
4	McLaren Health Care Corporation	2,785	1.7%	2,500	5	1.5%
5	Hurley Medical Center	2,780	1.7%	2,650	3	1.6%
6	Square D	2,500	1.5%	2,500	4	1.5%
7	University of Michigan-Flint	1,098	0.7%			
8	Flint Metal Center	2,180	1.3%	2,180	6	1.3%
9	General Motors Co., Flint	2,100	1.3%			
10	A1 Flint, LLC	1,500	0.9%			
	General Motors Corp., Powertrain			1,200	8	0.7%
	United States Post Office			1,200	7	0.7%
	City of Flint			1,100	9	0.7%
	Genesee County			1,093	10	0.7%
	Total Principal Employers	28,743		21,105		
	Total Employment	166,441		162,921		

Source: U.S. Bureau of Labor Statistics

Operating Information
Full-time Equivalent Government Employees

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Animal Shelter	9	9	8	16	16	16	16	17	17	17
Board Office	9	9	9	9	9	9	9	9	9	9
Building and Grounds	13	15	15	15	15	17	17	18	16	17
Child Care Fund	7	7	7	8	14	14	14	8	8	8
Circuit Court	39	42	42	54	55	54	55	56	56	54
Community Corrections	3	3	3	3	3	3	3	3	3	3
Corporation Counsel	3	3	3	3	3	3	3	3	3	3
County Clerk	24	24	28	28	28	28	31	31	28	28
Court Services	3	3	2	1	1	1	1	1	1	1
Director of Administration	3	4	3	3	3	5	4	3	3	2
District Court	47	50	52	80	78	80	81	81	78	75
Emergency Management	1	1	1	1	2	2	2	1	1	1
Equalization	7	7	7	8	8	9	10	8	7	7
Family Court	34	35	27	27	32	32	32	26	25	25
Fiscal Services	7	11	12	13	17	18	18	17	21	21
Friend of the Court	74	78	84	87	87	87	87	87	84	80
GCCARD	46	48	100	100	104	127	146	131	148	149
Genesee Valley Regional Ctr.	37	41	50	51	48	48	50	43	36	36
GIS	1	1	1	1	1	1	3	3	2	3
Human Resources	5	5	5	7	7	7	7	8	7	7
Jury Board	2	2	2	2	2	2	2	2	2	2
Medical Examiner	6	6	6	6	6	6	6	6	6	6
Motorpool	2	2	2	2	2	2	2	2	2	3
Information Technology (IT)	17	14	14	15	15	17	18	18	18	20
Parks and Recreation	22	22	23	28	32	32	38	38	31	41
Planning	16	19	19	18	18	18	19	18	16	18
Probate Court	15	14	15	16	16	16	17	20	19	18
Prosecutor	55	53	49	55	58	59	61	72	69	70
Public Health	97	99	100	105	116	125	126	125	144	144
Purchasing	3	4	4	5	5	5	2	2	2	2
Register of Deeds	10	10	9	9	9	9	10	11	8	9
Senior Services	3	3	3	3	3	3	3	3	3	3
Sheriff	234	234	232	243	243	249	261	270	267	270
Surface Water Management	13	15	24	24	24	24	24	23	26	27
Treasurer	12	14	18	19	19	19	18	18	18	18
Veteran's Info. Center	3	5	6	6	6	6	8	8	8	10
Total	<u>880</u>	<u>911</u>	<u>985</u>	<u>1,071</u>	<u>1,105</u>	<u>1,153</u>	<u>1,203</u>	<u>1,190</u>	<u>1,192</u>	<u>1,207</u>

Source: Government Human Resources Office.

Operating Information
Operating Indicators

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Board Office Committee Meeting Log:										
Board of Commissioners	32	30	24	30	27	28	24	27	32	23
Community and Economic Development	9	12	12	9	12	10	12	13	13	11
Finance	25	23	22	21	9	26	32	20	22	21
Governmental Operations	22	22	23	22	22	16	20	20	23	21
Human Services	22	22	22	22	22	18	20	21	22	21
Public Works	22	21	22	18	21	16	19	19	22	19
Building and Grounds -										
Centrally Generated Work Orders	2,011	2,378	2,564	2,852	2,985	3,448	3,922	3,722	3,100	3,695
Circuit Court:										
Number of Civil Cases	2,250	1,885	2,106	1,824	2,023	1,754	2,300	1,173	1,127	1,103
Number of Criminal	3,530	2,297	2,116	1,903	1,571	1,884	1,902	1,284	1,446	2,016
Number of Family Cases	6,725	7,825	8,413	7,809	6,657	6,214	6,586	6,279	5,149	4,249
Fiscal Services -										
Number of Checks	31,826	32,353	47,287	49,052	35,693	47,481	50,000	17,090	20,056	25,832
County Clerk General Election Data:										
Registered Voters	331,984	331,890	325,033	324,251	165,039	342,796	332,054	325,959	346,951	352,545
Ballots Cast	41,606	132,760	109,870	100,136	28,760	176,802	200,918	95,643	29,452	172,823
Percent Voting	12.5%	40.0%	33.8%	30.9%	17.4%	51.6%	60.5%	29.3%	8.4%	49.0%
Birth Certificates	5,441	5,246	5,287	5,138	4,890	4,733	4,809	4,549	4,297	3,818
Civil Cases Filed	6,493	5,980	7,453	10,392	8,363	9,857	5,502	4,855	1,248	4,931
Criminal Cases Filed	1,980	1,960	1,868	2,695	2,398	1,693	1,754	1,166	1,314	1,928
Death Certificates	6,261	4,447	4,568	4,433	4,661	4,833	4,701	5,618	5,636	5,711
Divorces	1,875	1,755	1,697	2,529	2,380	1,662	1,546	1,246	1,421	1,396
Marriage Licenses	2,096	2,321	2,351	2,359	2,191	2,129	2,075	1,550	2,109	1,910
District Court:										
Number of Civil Cases	20,013	18,316	18,590	24,689	34,173	32,427	28,857	18,606	20,944	29,181
Number of Criminal/Traffic Cases	44,250	41,816	36,646	46,819	61,671	60,317	44,720	31,505	35,694	50,632
Equalization -										
Number of Parcel Counts	207,469	204,871	203,712	202,450	201,742	202,422	202,490	202,140	202,510	203,030
Friend of the Court -										
Number of Active Cases	50,833	48,518	47,823	48,064	48,232	47,221	46,865	45,517	43,918	42,630
Health:										
Infant Deaths	41	41	43	48	37	37	37	27	30	34
Smoking Rates	23.0%	23.0%	23.0%	19.0%	22.0%	21.0%	21.0%	24.7%	24.5%	22.4%
Gonorrhea Cases	1,050	783	886	988	951	906	1,085	1,713	1,740	1,270
Parks and Recreation -										
Huckleberry RR/Crossroad Village Attendance	141,279	157,553	158,396	149,427	144,341	141,927	139,090	88,965	123,657	120,392

Operating Information
Operating Indicators (Continued)

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Planning Commission:										
Road Reconstruction, Resurfacing, and Restoration:										
Lane Miles	172	111	82	109	145	188	143	86	41	97
Cost	29,373,316	43,677,734	12,252,980	22,608,550	51,113,333	55,644,840	50,029,561	24,967,446	91,696,783	35,511,586
Streets:										
Miles	3	1	2	1	-	0	3	6	2	2
Cost	81,083	131,753	227,770	297,854	92,173	85,348	481,288	707,186	587,872	687,371
Sidewalks:										
Feet	-	3,020	-	2,095	1,320	1,365	-	-	351	625
Cost	-	153,097	-	82,174	60,088	60,215	-	-	14,303	26,550
Probate Court -										
Number of Probate Cases	3,012	3,015	3,436	4,081	4,041	3,619	3,541	2,934	3,681	4,261
Prosecutors:										
Felony Warrants (more than 1 year)	2,929	3,298	3,251	3,224	3,032	3,587	3,401	3,084	5,350	5,046
Misdemeanor Warrants (more than 1 year)	-	-	-	-	1,195	20	13	2	28	19
Misdemeanor Warrants (less than 1 year)	907	912	651	680	583	1,948	541	348	641	649
Purchasing -										
Number of Purchase Orders	1,195	1,221	1,107	1,892	1,026	3,304	1,504	1,240	6,921	7,410
Register of Deeds -										
Annual Recorded Documents	90,447	86,981	94,886	87,113	79,603	77,924	78,166	77,248	97,310	77,870
Sheriff Department:										
Number of Inmates Booked	14,866	15,771	14,926	13,626	12,801	12,607	12,388	7,136	7,296	8,994
Traffic Accidents	893	1,021	1,036	240	917	1,017	842	806	993	1,279
Traffic Violations	650	895	724	933	990	602	754	273	922	1,131
OUIL Arrests	68	89	124	83	44	91	94	103	87	76
Driving With License Suspended Arrests	248	284	386	275	265	127	168	260	250	124
Felony Arrests	163	314	296	140	178	492	237	251	458	415
Misdemeanor Arrests	563	1,089	1,355	637	585	1,509	752	622	1,427	861
Treasurers -										
Number of Cash Receipts	60,220	59,536	60,336	66,710	63,288	63,461	62,805	45,800	49,473	44,337
Veterans Information Services:										
Soldiers Relief Commission Applications	300	1,401	1,147	783	646	585	596	128	62	144
Burial Applications	103	275	229	150	135	101	66	11	11	12
Vets to Wellness Transports						119	4,346	4,505	5,052	8,323
New signups for Vets to Wellness						51	611	208	155	34
Total Number on Vets to Wellness						51	662	870	1,051	1,033
Michigan Trust Fund Applications	116	336	404	368	172	119	104	6	16	34
Communication with Veterans (email, phone, claims, outreach)	48,605	83,012	70,055	74,409	71,848	70,848	70,959	74,189	75,054	8,980

Source: Various county departments.

Genesee County, Michigan

**Operating Information
Capital Asset Statistics**

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Buildings and Grounds:										
Administration Bldg.	1	1	1	1	1	1	1	1	1	2
Animal Control	1	1	1	1	1	1	1	1	1	1
Clinics	2	2	2	2	2	2	2	2	2	2
Courts	6	6	6	6	6	6	6	6	6	6
Courthouse	1	1	1	1	1	1	1	1	1	1
Drain Commission	1	1	1	1	1	1	1	1	1	1
Galliver Bldg.	1	1	1	1	-	-	-	-	-	-
GCCARD Bldg.	3	3	3	3	3	2	2	2	2	2
Haley	1	1	1	1	1	1	1	1	1	1
Jail	1	1	1	1	1	1	1	1	1	1
Juv. Detention Ctr.	1	1	1	1	1	1	1	1	1	1
McCree Building	1	1	1	1	1	1	1	1	1	1
Morgue	1	1	1	1	1	1	1	1	1	1
Motor Pool	1	1	1	1	1	1	1	1	1	1
MSU Extension	1	1	1	1	-	-	-	-	-	-
Parking Structures	2	2	2	2	1	1	1	1	1	1
Drains - Number of Drains	1,112	1,113	1,113	1,112	1,110	1,107	1,107	1,105	1,107	1,105

Genesee County, Michigan

**Operating Information
Capital Asset Statistics (Continued)**

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Parks and recreation:										
Acreage	10,939	10,939	10,939	10,939	10,939	11,084	11,084	11,156	11,156	11,156
Beaches	3	3	3	3	3	3	3	3	3	3
Bicycle path	7	7	8	8	8	12	12	12	12	12
Boat launches	4	4	4	4	4	4	4	4	4	4
Campgrounds	1	1	1	1	1	1	1	1	1	1
Disc Golf Course	1	1	1	1	1	1	1	1	1	1
For-Mar Nature Preserve & Arboretun	1	1	1	1	1	1	1	1	1	1
Genesee Belle Paddle Wheel Boat	1	1	1	1	1	1	1	1	1	1
Huckleberry Railroad	1	1	1	1	1	1	1	1	1	1
Picnic Areas	5	5	5	5	5	5	5	5	5	5
Play Areas	7	7	7	7	7	7	7	7	7	7
Snowmobile Areas	5	5	5	5	5	5	5	5	5	5
Spray Park	1	1	1	1	1	1	1	1	1	1
Stepping Stone Falls	1	1	1	1	1	1	1	1	1	1
Sheriff:										
Housing Cells	355	355	355	355	355	355	355	355	355	355
Isolation Rooms	6	6	6	6	6	6	6	6	6	6
Safety Cells	6	6	6	6	6	6	6	6	6	6
Medical Cells	7	7	7	7	7	7	7	7	7	7
Patrol Vehicles	16	16	15	22	22	23	29	29	29	28
Boats	4	3	3	3	3	3	4	1	2	4
Paramedic Vehicles	15	13	13	13	13	13	13	14	13	12
Motorcycles	8	8	8	8	-	6	6	6	6	6
Jet Skis	2	2	2	2	2	2	2	1	-	-