

Allegan County

December 31, 2022 Audit Summary

Gabridge & Company

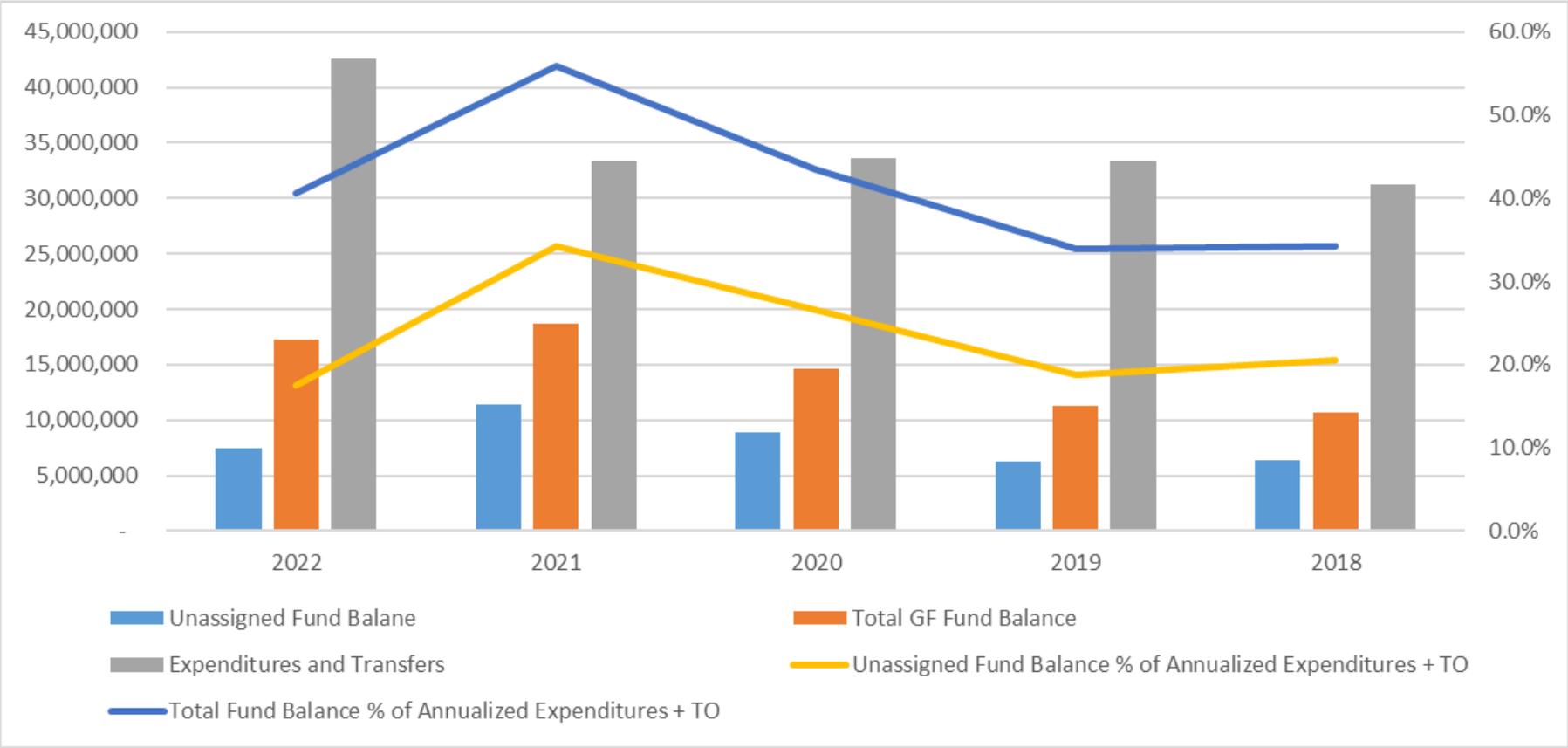
Audit Opinion

- ▶ Issued an unmodified opinion - highest level of assurance
- ▶ No internal control deficiencies
- ▶ No deficit fund balances
- ▶ No major budget deficiencies (as defined by state)
- ▶ Implementation of GASB Statement No. 87 - Leases

Financial Highlights

- ▶ Fund balance across all governmental funds as of 12/31/22 was \$40,002,888
 - ▶ Increase of \$204,832
- ▶ General Funds ending fund balance as of 12/31/2022 was \$17,282,091
 - ▶ Decrease of \$1,397,331
 - ▶ Unassigned fund balance of \$7,474,000
 - ▶ 17.5% of annualized expenditures and transfers out of the General Funds

General Fund - Fund Balance



Statement of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
ASSETS						
<i>Current Assets</i>						
Cash and pooled investments	\$ 64,442,144	\$ 56,796,950	\$ 11,649,678	\$ 11,325,345	\$ 76,091,822	\$ 68,122,295
Accounts receivable	3,085,817	1,294,643	566,612	766,430	3,652,429	2,061,073
Leases receivable	231,693	-	-	-	231,693	-
Property taxes receivable	4,517,060	3,867,327	3,980,923	3,852,199	8,497,983	7,719,526
Due from other governments	3,532,833	2,694,909	1,684,783	147,441	5,217,616	2,842,350
Inventory	23,316	24,292	-	-	23,316	24,292
Prepays	793,659	1,048,978	-	12,554	793,659	1,061,532
Total Current Assets	76,626,522	65,727,099	17,881,996	16,103,969	94,508,518	81,831,068
<i>Noncurrent Assets</i>						
Leases receivable, long-term	1,256,803	-	-	-	1,256,803	-
Capital assets not being depreciated	1,471,111	2,839,814	-	-	1,471,111	2,839,814
Capital assets being depreciated, net	38,950,580	37,530,400	1,732,297	1,831,169	40,682,877	39,361,569
Advance to component unit	1,667,040	1,102,040	-	-	1,667,040	1,102,040
Net pension asset	-	-	20,980	-	20,980	-
Total Assets	119,972,056	107,199,353	19,635,273	17,935,138	139,607,329	125,134,491
DEFERRED OUTFLOWS OF RESOURCES						
Pension	8,128,631	822,036	6,084	1,860	8,134,715	823,896
Total Deferred Outflows of Resources	8,128,631	822,036	6,084	1,860	8,134,715	823,896
LIABILITIES						
<i>Current Liabilities</i>						
Accounts payable	2,196,945	3,002,192	1,055,308	794,401	3,252,253	3,796,593
Accrued liabilities	2,818,995	3,085,002	139,224	118,004	2,958,219	3,203,006
Due to other governments	543,307	444,850	-	225	543,307	445,075
Unearned revenue	23,018,013	11,642,700	26,974	-	23,044,987	11,642,700
Accrued interest	121,765	134,492	-	-	121,765	134,492
Current portion of long-term debt	2,102,271	2,045,102	-	-	2,102,271	2,045,102
Total Current Liabilities	30,801,296	20,354,338	1,221,506	912,630	32,022,802	21,266,968
<i>Noncurrent Liabilities</i>						
Long-term debt	18,567,811	20,135,062	-	-	18,567,811	20,135,062
Compensated absences	1,661,493	1,600,786	107,774	139,460	1,769,267	1,740,246
Net pension liability	1,880,486	3,534,354	-	93,274	1,880,486	3,627,628
Total Liabilities	52,911,086	45,624,540	1,329,280	1,145,364	54,240,366	46,769,904
DEFERRED INFLOWS OF RESOURCES						
Revenues intended to finance a subsequent year	4,524,108	2,606,530	-	-	4,524,108	2,606,530
Deferred lease revenues	1,370,696	-	-	-	1,370,696	-
Pension	5,007,549	1,957,652	162,997	76,783	5,170,546	2,034,435
Total Deferred Inflows of Resources	10,902,353	4,564,182	162,997	76,783	11,065,350	4,640,965
NET POSITION						
Net investment in capital assets	29,918,964	29,078,055	1,732,297	1,831,169	31,651,261	30,909,224
Restricted	14,409,284	12,483,101	-	-	14,409,284	12,483,101
Unrestricted	19,959,000	16,271,511	16,416,783	14,883,682	36,375,783	31,155,193
Total Net Position	\$ 64,287,248	\$ 57,832,667	\$ 18,149,080	\$ 16,714,851	\$ 82,436,328	\$ 74,547,518



Statement of Activities

	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Revenues						
Program Revenues						
Charges for services	\$ 11,430,577	\$ 12,488,320	\$ 5,445,577	\$ 5,907,018	\$ 16,876,154	\$ 18,395,338
Operating grants and contributions	19,872,795	18,142,634	2,621,553	1,531,217	22,494,348	19,673,851
Capital grants and contributions	24,795	66,382	-	-	24,795	66,382
Total Program Revenues	31,328,167	30,697,336	8,067,130	7,438,235	39,395,297	38,135,571
General Revenues						
Taxes	33,226,744	27,472,680	1,421,518	1,340,919	34,648,262	28,813,599
Unrestricted intergovernmental revenues	2,799,087	1,839,723	-	-	2,799,087	1,839,723
Interest income	75,233	11,895	(28,002)	2,159	47,231	14,054
Total General Revenues	36,101,064	29,324,298	1,393,516	1,343,078	37,494,580	30,667,376
Total Revenues	67,429,231	60,021,634	9,460,646	8,781,313	76,889,877	68,802,947
Expenses						
Judicial	9,187,379	8,904,616	-	-	9,187,379	8,904,616
General government	16,162,129	14,396,792	-	-	16,162,129	14,396,792
Public safety	20,700,116	20,298,594	-	-	20,700,116	20,298,594
Public works	1,130,831	1,802,751	-	-	1,130,831	1,802,751
Health and welfare	13,275,824	12,687,418	-	-	13,275,824	12,687,418
Community and economic development	130,667	325,904	-	-	130,667	325,904
Recreation and culture	599,327	477,518	-	-	599,327	477,518
Interest on long-term debt	673,060	734,634	-	-	673,060	734,634
Delinquent property tax	-	-	298,961	176,857	298,961	176,857
Medical Care Community	-	-	6,842,773	7,424,338	6,842,773	7,424,338
Total Expenses	61,859,333	59,628,227	7,141,734	7,601,195	69,001,067	67,229,422
Changes in Net Position Before Transfers	5,569,898	393,407	2,318,912	1,180,118	7,888,810	1,573,525
Transfers, net	884,683	804,558	(884,683)	(804,558)	-	-
Change in Net Position	6,454,581	1,197,965	1,434,229	375,560	7,888,810	1,573,525
<i>Net Position at the Beginning of Period</i>	<i>57,832,667</i>	<i>56,634,702</i>	<i>16,714,851</i>	<i>16,339,291</i>	<i>74,547,518</i>	<i>72,973,993</i>
Net Position at the End of Period	\$ 64,287,248	\$ 57,832,667	\$ 18,149,080	\$ 16,714,851	\$ 82,436,328	\$ 74,547,518

Pension

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability						
Service cost	\$ 397,012	\$ 387,131	\$ 547,472	\$ 563,239	\$ 566,872	\$ 575,360
Interest	5,287,415	5,061,448	5,302,851	5,176,056	5,158,817	5,101,578
Differences between expected and actual experience	248,542	(149,467)	632,920	355,330	(1,088,250)	(633,978)
Changes in assumptions **	2,687,085	2,581,598	2,424,842	-	-	-
Changes in benefits	-	-	(3,824,839)	-	-	-
Benefit payments, including refunds	(4,979,744)	(4,823,184)	(4,558,315)	(4,445,235)	(4,395,034)	(4,251,411)
Other changes	-	-	-	-	2,160,970	-
Net Change in Pension Liability	<u>3,640,310</u>	<u>3,057,526</u>	<u>524,931</u>	<u>1,649,390</u>	<u>2,403,375</u>	<u>791,549</u>
<i>Total Pension Liability - Beginning</i>	<u>71,873,549</u>	<u>68,816,023</u>	<u>68,291,092</u>	<u>66,641,702</u>	<u>64,238,327</u>	<u>63,446,778</u>
Total Pension Liability - Ending (a)	<u>\$ 75,513,859</u>	<u>\$ 71,873,549</u>	<u>\$ 68,816,023</u>	<u>\$ 68,291,092</u>	<u>\$ 66,641,702</u>	<u>\$ 64,238,327</u>
Plan Fiduciary Net Position						
Contributions - employer	\$ 829,944	\$ 556,320	\$ 587,231	\$ 392,628	\$ 6,727,018	\$ 368,383
Contributions - employee	240,036	253,603	297,326	281,627	281,302	314,894
Net investment income (loss)	9,426,334	7,820,652	8,042,589	(2,507,442)	7,736,509	6,026,562
Benefit payments, including refunds	(4,979,744)	(4,823,184)	(4,558,315)	(4,445,235)	(4,395,034)	(4,251,411)
Administrative expenses	(108,138)	(127,206)	(138,479)	(127,060)	(298,081)	(119,106)
Other changes/transfers	-	-	-	(79,216)	176,601	-
Net Change in Plan Fiduciary Net Position	<u>5,408,432</u>	<u>3,680,185</u>	<u>4,230,352</u>	<u>(6,484,698)</u>	<u>10,228,315</u>	<u>2,339,322</u>
<i>Plan Fiduciary Net Position - Beginning</i>	<u>68,245,921</u>	<u>64,565,736</u>	<u>60,335,384</u>	<u>66,820,082</u>	<u>56,591,767</u>	<u>54,252,445</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 73,654,353</u>	<u>\$ 68,245,921</u>	<u>\$ 64,565,736</u>	<u>\$ 60,335,384</u>	<u>\$ 66,820,082</u>	<u>\$ 56,591,767</u>
Net Pension Liability (Asset) - Ending (a) - (b)	\$ 1,859,506	\$ 3,627,628	\$ 4,250,287	\$ 7,955,708	\$ (178,380)	\$ 7,646,560
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	97.5%	95.0%	93.8%	88.4%	100.3%	88.1%

Questions

