



COUNTY OF OTTAWA, MICHIGAN

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022



Vredeveld Haefner LLC
CPAs and Consultants

Allendale Charter Township

TABLE OF CONTENTS

FINANCIAL SECTION	<u>PAGE</u>
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-8
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	9
Statement of Activities	10-11
Fund Financial Statements	
Balance Sheet - Governmental Funds	12
Reconciliation of Fund Balances on the Balance Sheet for Governmental Funds to the Net Position of Governmental Activities on the Statement of Net Position	13
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
Statement of Net Position – Proprietary Funds	16
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	17
Statement of Cash Flows – Proprietary Funds	18
Statement of Fiduciary Net Position – Fiduciary Funds	19
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	20
Notes to Financial Statements	21-32
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – General Fund	33
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – American Rescue Plan Act Fund	34
Combining Nonmajor Fund Financial Statements	
Nonmajor Governmental Funds	
Combining Balance Sheet	36-37
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	38-39



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INDEPENDENT AUDITORS' REPORT

June 15, 2023

Members of the Board of Trustees
Allendale Charter Township, Michigan

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Allendale Charter Township (the Township), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Township, as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement 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 Township'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 and the information on pages 33 and 34 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The combining fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Uroderwald Haefner LLC

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

As management of Allendale Charter Township (the Township), we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the financial statements and notes to the financial statements.

Financial Highlights

- The 2nd tranche of American Rescue Plan Act monies was received in June of 2022 in the amount of \$1.4 million. The Township plans to spend these funds on Fire Department operations assisting through 2026.
- The Township completed \$133,000 in improvements to the park in 2022 including updating walkways, fencing, and the restrooms.
- Work began and nearly concluded on the new Fire Station and driveway improvements. Through the end of 2022 almost \$6.5 million had been expended and the Fire Department moved into the new building in January, 2023. As of December 31, 2022, there was still about \$850,000 remaining to be expended on the Fire Station including landscaping and continuing work on the parking lot.
- With the financial assistance of the Downtown Development Authority component unit, the Water/Sewer Fund was able to update the Lift Station in the Park. That cost was a total of \$450,000 with the DDA contributing \$275,000.
- The Water/Sewer Fund purchased a new Utility Truck for \$36,000 in 2022.
- The Water/Sewer Fund began its' engineering phase of doubling the size of its' wastewater treatment plant. The future cost of this projected is currently estimated to be a \$40 million project.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Allendale Charter Township's financial statements. The Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business.

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

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused compensated absences, accrued interest, etc.).

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Township include general government, public safety, public works, community and economic development, and culture and recreation activities. The business-type activities of the Township include the water and sewer systems.

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. The Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township 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 evaluating a government's near-term financing requirements.

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

The Township maintains nine individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general, American rescue plan act, and fire station building funds which are considered major funds.

Data is combined into a single aggregated presentation for the other governmental funds. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements and schedules*.

The Township adopts an annual appropriated budget for its general and special revenue funds. Budgetary comparison schedules for the general and major special revenue funds have been provided herein to demonstrate compliance with those budgets.

Proprietary funds. The Township maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. 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 water and sewer fund, which is considered to be a major fund of the Township.

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 statement because the resource of those funds are *not* available to support the Township's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Township, assets exceeded liabilities by \$61,184,279 at the close of the most recent fiscal year.

A summary of net position is as follows:

	Net Position					
	Governmental activities		Business-type activities		Total	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Current and other assets	\$11,617,435	\$ 8,582,993	\$10,661,295	\$ 8,668,882	\$22,278,730	\$17,251,875
Capital assets	14,119,679	8,718,722	37,064,374	37,397,693	51,184,053	46,116,415
Total assets	25,737,114	17,301,715	47,725,669	46,066,575	73,462,783	63,368,290
Long-term liabilities outstanding	107,446	-	6,460,794	6,896,270	6,568,240	6,896,270
Other liabilities	2,841,936	1,785,342	1,061,432	336,968	3,903,368	2,122,310
Total liabilities	2,949,382	1,785,342	7,522,226	7,233,238	10,471,608	9,018,580
Deferred inflows of resources	1,611,889	1,326,315	195,007	-	1,806,896	1,326,315
Net position:						
Net investment in capital assets	14,119,679	8,718,722	30,892,406	30,801,704	45,012,085	39,520,426
Restricted	148,870	19,963	-	-	148,870	19,963
Unrestricted	6,907,294	5,451,373	9,116,030	8,031,633	16,023,324	13,483,006
Total net position	\$21,175,843	\$14,190,058	\$40,008,436	\$38,833,337	\$61,184,279	\$53,023,395

A small portion of the Township's net position (26%) reflects unrestricted net position which is available for future operations while the largest portion of net position is invested in capital assets (e.g., land, buildings, vehicles, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

The government's net position increased by \$8,160,884 during the current fiscal year.

Changes in Net Position

	Governmental activities		Business-type activities		Total	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenue:						
Program revenue:						
Charges for services	\$ 702,263	\$ 775,331	\$6,443,132	\$5,573,721	\$ 7,145,395	\$ 6,349,052
Operating grants and contributions	106,726	423,279	-	-	106,726	423,279
Capital grants and contributions	5,028,757	1,426,116	55,343	1,082,858	5,084,100	2,508,974
General revenue:						
Property taxes	1,739,399	1,631,501	-	-	1,739,399	1,631,501
State sources	3,976,968	2,214,781	15,000	-	3,991,968	2,214,781
Unrestricted investment earnings	34,583	5,325	30,500	13,385	65,083	18,710
Other	276,042	10,009	13,843	-	289,885	10,009
Total revenue	11,864,738	6,486,342	6,557,818	6,669,964	18,422,556	13,156,306

	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Expenses:						
General government	\$ 1,683,655	\$ 1,432,406	\$ -	\$ -	\$ 1,683,655	\$ 1,432,406
Public safety	1,837,344	1,905,671	-	-	1,837,344	1,905,671
Public works	494,364	580,962	-	-	494,364	580,962
Community and economic Development	87,046	177,659	-	-	87,046	177,659
Culture and recreation	776,544	771,181	-	-	776,544	771,181
Water and sewer	-	-	5,382,719	4,925,235	5,382,719	4,925,235
Total expenses	4,878,953	4,867,879	5,382,719	4,925,235	10,261,672	9,793,114
Revenues over expenses	6,985,785	1,618,463	1,175,099	1,744,729	8,160,884	3,363,192
Transfers	-	(158,532)	-	158,532	-	-
Change in net position	6,985,785	1,459,931	1,175,099	1,903,261	8,160,884	3,363,192
Net position - beginning of year	14,190,058	12,730,127	38,833,337	36,930,076	53,023,395	49,660,203
Net position - end of year	\$21,175,843	\$14,190,058	\$40,008,436	\$38,833,337	\$61,184,279	\$53,023,395

Governmental Activities. During the year the Township invested \$1,837,344 or 38% of governmental activities expenses in public safety. General government expenses amounted to \$1,683,655 or 34% of governmental activities while culture and recreation, public works, and community and economic development made up the remaining 28% of governmental activities expenses.

Financial Analysis of the Government's Funds

As noted earlier, the Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the Township's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Township's financing requirements. In particular, *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, the Township's governmental funds reported combined ending fund balances of \$7,020,725, an increase of \$1,629,722 in comparison with the prior year. Of the \$7,020,725, \$5,448,974 is reported in the general fund.

The general fund is the chief operating fund of the Township. At the end of the current fiscal year, unassigned fund balance of the general fund was \$5,416,460. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 89% of total general fund expenditures and transfers. The fund balance of the Township's general fund increased by \$783,026 during the current fiscal year.

Proprietary funds. The Township's proprietary funds provide the same type of information found in the government wide financial statements, but in more detail.

Unrestricted net position of the water and sewer fund at the end of the year amounted to \$8,876,709. The water and sewer fund had an increase in net position for the year of \$1,175,099.

Capital Asset and Debt Administration

Capital assets. The Township's investment in capital assets for its governmental and business-type activities as of December 31, 2022, amounted to \$51,184,053 (net of accumulated depreciation).

The Township's capital assets (net of depreciation) are summarized as follows:

	Governmental Activities	Business-type Activities	Total
Land	\$ 1,933,600	\$ 257,304	\$ 2,190,904
Construction in progress	6,001,275	421,244	6,422,519
Land improvements	3,066,790	-	3,066,790
Buildings and improvements	3,453,367	192,380	3,645,747
Machinery and equipment	1,520,635	523,499	2,044,134
Furniture and equipment	184,052	-	184,052
Vehicles	1,621,958	274,684	1,896,642
Infrastructure	2,618,485	-	2,618,485
Utility systems	-	40,030,740	40,030,740
Sewer Treatment plan	-	17,118,331	17,118,331
Accumulated depreciation	(6,280,483)	(21,753,808)	(28,034,291)
Total	\$14,119,679	\$37,064,374	\$51,184,053

Additional information on the Township's capital assets can be found in the footnotes to the financial statements.

Debt. At the end of the current fiscal year, the Township had total debt outstanding as follows:

	Governmental Activities	Business-type Activities	Total
Compensated absences	\$107,446	\$ 48,147	\$ 155,593
Bonds payable	-	6,171,968	6,171,968
Total	\$107,446	\$6,220,115	\$6,327,561

The Township made principal payments on bonds outstanding totaling \$470,000 during the year.

Additional information on the Township's long-term debt can be found in the footnotes to the financial statements.

Budgetary Highlights

Significant budget adjustments were made for the following:

- State Shared Revenues increased about \$1.6 million from previous estimates which reflected the per capita changes from the 2020 census as well as an increase in consumer spending.
- Other budgeted revenues were increased by just over \$600,000 in the General Fund due to an increase in the annual State Library grant and transferring \$560,000 out of the ARPA fund to assist with Fire Department operating expenditures.
- Budgeted Building Permit revenue increased by \$55,000 due to the continued increase in home construction in the Township
- Budgeted State Personal Property Tax loss reimbursement to the Downtown Development Authority increased by \$21,000 over previous estimates.
- DDA contributions to park improvement expenditures increased by \$37,000 over what was originally budgeted as projects were not completed by FYE 2021 and carried over into 2022.

- Budgeted water/sewer connections were increased by \$147,000 due to the continued increase in home construction in the Township. Water meter budgeted revenue also increased by \$18,000 for the same reason.
- Budgeted amounts for interest income were increased in total for all funds by \$55,000 due to an increase in interest rates.
- Budgeted amounts for the Township's Administration department were increased by just over \$30,000 in order to move off Ottawa County's servers and onto our own servers through Rehmann IT. The Water/Sewer Fund also witnessed a budgetary increase by \$46,000 for the IT server project.
- Budgeted amounts for Fire Truck Maintenance increased throughout by almost \$40,000 due to unexpected maintenance on the fire truck fleet.
- The increases to the Water/Sewer Capital Outlay budgets were primarily due to project carry-overs from 2021.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered in preparing the Township's budget for the 2023 fiscal year:

- The Taxable Value of the Township has increased by about 8.3%, or almost \$56 million, to the current estimated taxable value of roughly \$727.6 million.
- State Shared Revenues are estimated at \$2.55 million, which is about a 21% decline over FY 2022. (Recall that FY2022 included catch-up monies related to the 2020 Census).
- Building permit revenues associated with construction are expected to decline b/c of high interest rates and the talk of a potential recession hitting the United States.
- New for 2023 is a Township Capital Improvement Fund. This is a way for the Township to expense its capital improvements out of its operating fund to more easily account for such expenditures. The General Fund seeded the new Capital Improvement fund with \$500,000 for 2023.
- The Township has budgeted \$743,500 for police services in 2023. This is roughly a 50% increase over 2022 as the Township is hoping to add 1.5 additional officers in 2023.
- \$920,000 will be utilized by the Fire/Rescue Department to respond to medical emergencies, fires, vehicular accidents and other rescues.

Requests for Information

This financial report is designed to provide a general overview of Allendale Charter Township's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Adam Elenbaas, Supervisor, Allendale Charter Township, 6676 Lake Michigan Drive, Allendale, Michigan, 49401, (616) 895-6295.

BASIC FINANCIAL STATEMENTS

ALLENDALE CHARTER TOWNSHIP

STATEMENT OF NET POSITION

DECEMBER 31, 2022

	Primary Government			Component Unit
	Governmental	Business-Type	Total	Downtown
	Activities	Activities		Development
				Authority
Assets				
Cash and pooled investments	\$ 10,090,111	\$ 8,880,862	\$ 18,970,973	\$ 2,413,010
Receivables				
Accounts	92,023	1,342,236	1,434,259	-
Taxes	564,149	-	564,149	599,652
Due from other governments	500,646	-	500,646	316,723
Inventory	-	77,330	77,330	-
Prepaid items	32,614	16,846	49,460	-
Total current assets	11,279,543	10,317,274	21,596,817	3,329,385
Noncurrent assets				
Lease receivable	195,007	195,007	390,014	-
Special assessments receivable	142,885	149,014	291,899	-
Capital assets:				
Land	1,933,600	257,304	2,190,904	-
Construction in progress	6,001,275	421,244	6,422,519	-
Depreciable capital assets, net	6,184,804	36,385,826	42,570,630	-
Total noncurrent assets	14,457,571	37,408,395	51,865,966	-
Total assets	25,737,114	47,725,669	73,462,783	3,329,385
Liabilities				
Accounts payable	511,591	991,063	1,502,654	17,658
Accrued payroll and benefits	78,484	36,473	114,957	-
Accrued interest payable	-	33,896	33,896	-
Customer deposits	5,046	-	5,046	-
Unearned revenue	2,246,815	-	2,246,815	-
Current portion of noncurrent liabilities	-	480,000	480,000	-
Total current liabilities	2,841,936	1,541,432	4,383,368	17,658
Long-term liabilities				
Compensated absences	107,446	48,147	155,593	-
Unamortized bond premium	-	240,679	240,679	-
Bonds payable	-	5,691,968	5,691,968	-
Total long-term liabilities	107,446	5,980,794	6,088,240	-
Total liabilities	2,949,382	7,522,226	10,471,608	17,658
Deferred inflows of resources				
Unavailable revenue - taxes	1,416,882	-	1,416,882	1,007,452
Unavailable revenue - leases	195,007	195,007	390,014	-
Total deferred inflows of resources	1,611,889	195,007	1,806,896	1,007,452
Net position				
Net investment in capital assets	14,119,679	30,892,406	45,012,085	-
Restricted for				
Construction code activities	37,030	-	37,030	-
Cemetery improvements	111,840	-	111,840	-
Unrestricted	6,907,294	9,116,030	16,023,324	2,304,275
Total net position	\$ 21,175,843	\$ 40,008,436	\$ 61,184,279	\$ 2,304,275

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
Governmental activities					
General government	\$ 1,683,655	\$ 198,497	\$ -	\$ -	\$ (1,485,158)
Public safety	1,837,344	488,565	106,726	4,500,000	3,257,947
Public works	494,364	-	-	528,757	34,393
Community and economic development	87,046	2,800	-	-	(84,246)
Culture and recreation	776,544	12,401	-	-	(764,143)
Total governmental activities	4,878,953	702,263	106,726	5,028,757	958,793
Business-type activities					
Water and sewer	5,382,719	6,443,132	-	55,343	1,115,756
Total business-type activities	5,382,719	6,443,132	-	55,343	1,115,756
Total primary government	\$ 10,261,672	\$ 7,145,395	\$ 106,726	\$ 5,084,100	\$ 2,074,549
Component unit					
Downtown Development Authority	\$ 3,879,625	\$ -	\$ -	\$ -	\$ (3,879,625)
Total component unit	\$ 3,879,625	\$ -	\$ -	\$ -	\$ (3,879,625)

(Continued)

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

	Primary Government			Component Unit
	Governmental	Business-type		Downtown
	<u>Activities</u>	<u>Activities</u>	<u>Total</u>	<u>Development</u>
				<u>Authority</u>
Changes in net position				
Net (expense) revenue	\$ 958,793	\$ 1,115,756	\$ 2,074,549	\$ (3,879,625)
General revenues				
Property taxes				
General purpose	1,739,399	-	1,739,399	1,862,875
State shared revenues	3,976,968	15,000	3,991,968	91,086
Unrestricted investment income	34,583	30,500	65,083	5,589
Miscellaneous	276,042	13,843	289,885	1,450
Total general revenues	6,026,992	59,343	6,086,335	1,961,000
Change in net position	6,985,785	1,175,099	8,160,884	(1,918,625)
Net position, beginning of year	14,190,058	38,833,337	53,023,395	4,222,900
Net position, end of year	\$ 21,175,843	\$ 40,008,436	\$ 61,184,279	\$ 2,304,275

(Concluded)

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

GOVERNMENTAL FUNDS BALANCE SHEET

DECEMBER 31, 2022

	<u>General</u>	<u>American Rescue Plan Act</u>	<u>Fire Station Building Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Assets					
Cash and pooled investments	\$ 5,847,191	\$ 2,253,471	\$ 1,211,033	\$ 778,416	\$ 10,090,111
Receivables					
Accounts	70,192	-	1,380	20,451	92,023
Taxes	563,315	-	-	834	564,149
Special assessments	-	-	-	142,885	142,885
Leases	195,007	-	-	-	195,007
Due from other governments	500,646	-	-	-	500,646
Prepaid items	32,514	-	-	100	32,614
Total assets	<u>\$ 7,208,865</u>	<u>\$ 2,253,471</u>	<u>\$ 1,212,413</u>	<u>\$ 942,686</u>	<u>\$ 11,617,435</u>
Liabilities, deferred inflows of resources, and fund balances					
Liabilities					
Accounts payable	\$ 67,189	\$ -	\$ 429,959	\$ 14,443	\$ 511,591
Accrued payroll and benefits	75,767	-	-	2,717	78,484
Unearned revenue	-	2,246,815	-	-	2,246,815
Customer deposits	5,046	-	-	-	5,046
Total liabilities	<u>148,002</u>	<u>2,246,815</u>	<u>429,959</u>	<u>17,160</u>	<u>2,841,936</u>
Deferred inflows of resources					
Unavailable revenue - taxes	1,416,882	-	-	-	1,416,882
Unavailable revenue - special assessments	-	-	-	142,885	142,885
Unavailable revenue - leases	195,007	-	-	-	195,007
Total deferred inflows of resources	<u>1,611,889</u>	<u>-</u>	<u>-</u>	<u>142,885</u>	<u>1,754,774</u>
Fund balances					
Nonspendable					
Prepaid items	32,514	-	-	100	32,614
Restricted					
Cemetery improvements	-	-	-	111,840	111,840
Construction code activities	-	-	-	37,030	37,030
Assigned					
Special revenue funds	-	6,656	-	30,400	37,056
Capital project funds	-	-	782,454	603,271	1,385,725
Unassigned	5,416,460	-	-	-	5,416,460
Total fund balances	<u>5,448,974</u>	<u>6,656</u>	<u>782,454</u>	<u>782,641</u>	<u>7,020,725</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 7,208,865</u>	<u>\$ 2,253,471</u>	<u>\$ 1,212,413</u>	<u>\$ 942,686</u>	<u>\$ 11,617,435</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

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

DECEMBER 31, 2022

Fund balances - total governmental funds	\$ 7,020,725
Amounts reported for <i>governmental activities</i> in the statement of net position are different because	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	
Add - land	1,933,600
Add - construction in progress	6,001,275
Add - capital assets (net of accumulated depreciation)	6,184,804
Certain assets are not due and receivable in the current period and therefore are offset with deferred revenue in the funds.	
Add - unavailable revenue	142,885
Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Deduct - compensated absences payable	<u>(107,446)</u>
Net position of governmental activities	<u>\$ 21,175,843</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>General</u>	<u>American Rescue Plan Act</u>	<u>Fire Station Building Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Revenues					
Property taxes	\$ 1,739,399	\$ -	\$ -	\$ -	\$ 1,739,399
Licenses and permits	160,422	-	-	390,900	551,322
Federal	568,290	-	-	-	568,290
State	3,976,968	-	-	-	3,976,968
Local	106,726	-	4,500,000	-	4,606,726
Charges for services	25,675	-	-	105,480	131,155
Fines and forfeits	19,786	-	-	-	19,786
Interest	18,283	6,512	6,393	3,395	34,583
Miscellaneous	236,205	-	-	39,837	276,042
Total revenues	<u>6,851,754</u>	<u>6,512</u>	<u>4,506,393</u>	<u>539,612</u>	<u>11,904,271</u>
Expenditures					
Current					
General government	1,542,148	-	-	540	1,542,688
Public safety	1,180,825	-	-	475,076	1,655,901
Public works	377,441	-	-	6,266	383,707
Community and economic development	87,046	-	-	-	87,046
Culture and recreation	640,944	-	-	-	640,944
Capital outlay	130,324	-	5,833,939	-	5,964,263
Total expenditures	<u>3,958,728</u>	<u>-</u>	<u>5,833,939</u>	<u>481,882</u>	<u>10,274,549</u>
Revenues over (under) expenditures	<u>2,893,026</u>	<u>6,512</u>	<u>(1,327,546)</u>	<u>57,730</u>	<u>1,629,722</u>
Other financing sources (uses)					
Transfers in	-	-	2,110,000	-	2,110,000
Transfers out	(2,110,000)	-	-	-	(2,110,000)
Total other financing sources (uses)	<u>(2,110,000)</u>	<u>-</u>	<u>2,110,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	783,026	6,512	782,454	57,730	1,629,722
Fund balances, beginning of year	<u>4,665,948</u>	<u>144</u>	<u>-</u>	<u>724,911</u>	<u>5,391,003</u>
Fund balances, end of year	<u>\$ 5,448,974</u>	<u>\$ 6,656</u>	<u>\$ 782,454</u>	<u>\$ 782,641</u>	<u>\$ 7,020,725</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

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

FOR THE YEAR ENDED DECEMBER 31, 2022

Net changes in fund balances - total governmental funds	\$ 1,629,722
<p>Amounts reported for <i>governmental activities</i> in the statement of activities are different because</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.</p>	
Add - capital outlay	5,950,069
Deduct - depreciation expense	(541,782)
Net book value of disposed assets	(7,330)
<p>Long-term receivables are collectable in the subsequent year however, only current receipts are reflected as revenues on the fund statements.</p>	
Deduct - collection of long-term receivable	(39,533)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.</p>	
Deduct - increase in compensated absence	<u>(5,361)</u>
Change in net position of governmental activities	<u>\$ 6,985,785</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

PROPRIETARY FUNDS STATEMENT OF NET POSITION

DECEMBER 31, 2022

	Enterprise Fund
	Water and Sewer
Assets	
Current assets	
Cash and pooled investments	\$ 8,880,862
Receivables	
Accounts	1,342,236
Inventory	77,330
Prepaid and other assets	16,846
Total current assets	10,317,274
Noncurrent assets	
Lease receivable	195,007
Special assessments receivable	149,014
Capital assets:	
Land	257,304
Construction in progress	421,244
Depreciable capital assets, net	36,385,826
Total noncurrent assets	37,408,395
Total assets	47,725,669
Liabilities	
Current liabilities	
Accounts payable	991,063
Accrued payroll and benefits	36,473
Accrued interest payable	33,896
Current portion of long-term liabilities	480,000
Total current liabilities	1,541,432
Long-term liabilities	
Compensated absences	48,147
Unamortized bond premium	240,679
Bonds payable	5,691,968
Total long-term liabilities	5,980,794
Total liabilities	7,522,226
Deferred inflows of resources	
Unavailable revenue - leases	195,007
Net position	
Net investment in capital assets	31,131,727
Unrestricted	8,876,709
Total net position	\$ 40,008,436

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP**PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION****FOR THE YEAR ENDED DECEMBER 31, 2022**

	Enterprise Fund
	Water and Sewer
Operating revenue	
Charges for services	
Water sales	\$ 3,054,486
Sewage treatment sales	2,723,684
Other charges	<u>105,550</u>
Total operating revenue	<u>5,883,720</u>
Operating expense	
Cost of water	1,268,583
Operation and maintenance - water	1,005,195
Operation and maintenance - sewer	1,569,599
Administration	222,950
Depreciation	<u>1,187,872</u>
Total operating expense	<u>5,254,199</u>
Operating income (loss)	<u>629,521</u>
Non-operating revenue (expense)	
Interest income	30,500
State grant	15,000
Lease income	16,916
Interest expense	<u>(128,520)</u>
Total non-operating revenue (expense)	<u>(66,104)</u>
Income (loss) before transfers and capital contributions	<u>563,417</u>
Capital contributions	
Contribution from DDA	31,613
Connection fees and charges	556,339
Contribution from develop	<u>23,730</u>
Total capital contributions	<u>611,682</u>
Changes in net position	1,175,099
Net position, beginning of year	<u>38,833,337</u>
Net position, end of year	<u>\$ 40,008,436</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP

PROPRIETARY FUNDS STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Enterprise Fund
	Water and Sewer
Cash flows from operating activities	
Receipts from customers and users	\$ 5,957,539
Payments to employees	(936,872)
Payments to suppliers	<u>(2,342,532)</u>
Net cash provided by (used in) operating activities	<u>2,678,135</u>
Cash flows from capital and related financing activities	
Connection charges	556,339
Special assessments collected	12,101
Capital contributions	55,343
State grants	15,000
Lease payments received	16,916
Principal paid on bonds	(470,000)
Interest paid on bonds	(145,002)
Acquisition of capital assets	<u>(854,553)</u>
Net cash provided by (used in) capital and related financing activities	<u>(813,856)</u>
Cash flows from investing activities	
Interest income	<u>30,500</u>
Net increase (decrease) in cash and pooled investments	1,894,779
Cash and pooled investments, beginning of year	<u>6,986,083</u>
Cash and pooled investments, end of year	<u>\$ 8,880,862</u>
Cash flows from operating activities	
Operating income (loss)	\$ 629,521
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities	
Depreciation	1,187,872
Change in operating assets and liabilities which provided (used) cash:	
Accounts receivable	(208,679)
Due from other governments	300,281
Inventory	(19,506)
Prepaid and other assets	13,176
Accounts payable	787,404
Accrued payroll and benefits	5,001
Customer deposits	(17,783)
Compensated absences	<u>848</u>
Net cash provided by (used in) operating activities	<u>\$ 2,678,135</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2022

	<u>Tax Collection</u>
Assets	
Cash and pooled investments	\$ 825,743
Liabilities	
Due to other governmental units	<u> 825,743</u>
Net position	
Restricted for other governments	<u> -</u>
Total net position	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Tax Collection</u>
Additions	
Property taxes collected for other governments	\$ 26,468,970
Deductions	
Property taxes distributed to other governments	<u>26,468,970</u>
Net increase	-
Net position, beginning of year	<u>-</u>
Net position, end of year	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Allendale Charter Township (the "Township") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the significant policies.

Reporting Entity

These financial statements present the Township and its component units, entities for which the Township is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the Township's operations, so data from these units are combined with data of the primary government. The Township has no blended component units. Discretely presented component units are reported in separate columns in the financial statements to emphasize they are legally separate from the Township.

Discretely Presented Component Unit

The Downtown Development Authority (the "DDA") was created to finance improvements to the central business district of the Township. The DDA governing body consists of individuals that are appointed by the Township's Board. The Township's Board approves the DDA's budget and has the ability to significantly influence operations of the DDA. Financial statements are not separately issued for the DDA.

This component unit provides services to the businesses located within the district. They are reported in a separate column to emphasize they are legally separate from the Township.

Government-wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for state shared revenue, reimbursement-based grants, and interest which use a one year collection period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Township.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for services. Operating expenses for the enterprise funds include depreciation or amortization on capital assets, labor, supplies and contracted services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Township reports the following major governmental funds:

The *General Fund* is the general operating fund of the Township. It is used to account for all financial resources, except those required to be accounted for in another fund.

The *American Rescue Plan Act Special Revenue Fund* accounts for the revenues and expenditures related to ARPA grants from the federal government.

The *Fire Station Building Capital Projects Fund* accounts for the contributions for the construction of a new fire station and the related construction expenditures.

The Township reports the following major proprietary funds:

The *Water and Sewer Enterprise Fund* is used to account for the operations of the Township's Water Department and Wastewater Department that provide water and sewer services on a user charge basis.

Additionally, the Township reports the following fund types:

The *Special Revenue Funds* are used to account for the proceeds of specific revenue sources (other than permanent trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

ALLENDALE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

The *Capital Project Funds* are used to account for the accumulation of resources that are restricted, committed, or assigned for expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets.

The *Custodial Funds* are used to account for the collection and disbursement of resources that are held on behalf of outside governments, entities and individuals.

Budgets and Budgetary Accounting

Comparisons to budgets are presented for the general fund and the American Rescue Plan Act special revenue fund. General and special revenue funds adopt a legal budget with remaining funds maintaining budgets as a management control device. The Township follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Township Superintendent submits to the Township Board a proposed operating budget for the fiscal year commencing the following January 1.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to January 1, the budget is legally enacted through passage of a resolution.
4. Budgets for the general and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Supplemental appropriations, when required to provide for appropriate expenditures are matched by additional anticipated revenues or an appropriation of available fund balance and must be approved by the Township Board. All appropriations lapse at year-end.

The appropriated budget is prepared by fund, function and department. The Township Superintendent may make transfers of appropriations within an activity. Transfers of appropriations between activities or that increase the activities appropriations require the approval of the Township Board. The legal level of budgetary control is the activity level. Supplemental appropriations were made during the year.

Cash and Pooled Investments

For the purpose of the statement of cash flows, the Township's cash and pooled investments are considered to be cash equivalents because the balances are readily available similar to a demand deposit account.

Investments

Investments are stated at fair value at the balance sheet date.

State statutes and Township policy authorize the Township to invest in:

- a. Bond, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.
- b. Certificates of deposit, savings accounts, deposit accounts or depository receipts of a qualified financial institution.
- c. Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of purchase.
- d. Bankers' acceptances of United States banks.
- e. Obligations of the State of Michigan and its political subdivisions that, at the time of purchase that are rated as investment grade by at least one standard rating service.

ALLENDALE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

- f. Mutual funds registered under the Investment Company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by a public corporation.
- g. External investment pools as authorized by Public Act 20 as amended.

Receivables

All receivables are recorded at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Uncollectible balances are immaterial to the financial statements.

Special Assessments Receivable

Special assessments receivable consists of long-term receivables from customers and benefited parties for various road improvement projects. Amounts in governmental funds not received within 60 days of year-end are recorded as unavailable revenue.

Inventory

All inventories are valued at original cost using the first-in/first-out (FIFO) method. Inventory represents parts, materials, and supplies utilized in the water and sewer operations following the consumption method of reporting.

Prepaid Items

Certain payments to vendors represent costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The Township follows the consumption method of accounting for prepaid items.

Capital Assets

Capital assets, which include land, buildings and equipment, access rights, vehicles, improvements, and infrastructure assets (e.g., water and sewer systems, and similar items), are reported in the governmental and business-type activities columns in the government-wide financial statements.

Capital assets are defined by the government as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Major outlays for capital assets and improvements are capitalized as projects are constructed. Donated capital assets are valued at acquisition value (the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction) on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation on capital assets is computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Building and improvements	5-40
Utility systems	20-50
Furniture and equipment	3-20
Vehicles	3-25

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The Township has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items that qualify for reporting in this category. The governmental funds and governmental activities report deferred revenues from property taxes levied for the following year and for long-term leases receivable. In addition, the governmental funds report deferred revenues from special assessments, which arise only under a modified accrual basis of accounting. Accordingly, the unavailable revenue related to special assessments, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, the long-term debt and other long-term obligations are reported as liabilities in the 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 related bonds using the effective interest method.

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 and related premiums received are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures/expenses regardless of fund or activity.

Compensated Absences

Under contracts negotiated with employee groups, individual employees have a vested right to receive payments for unused vacation and sick leave under formulas and conditions specified in the contracts. Accumulated compensated absences of governmental funds is recorded on the statement of net position and not on the governmental fund balance sheets because the balance is not expected to be liquidated with expendable available financial resources. Amounts accumulated for proprietary funds are reported on the statements of net position of the individual enterprise funds.

Net Position and Fund Balance Reporting

Governmental funds report fund balance in the following five categories:

1. Non-spendable - the related asset's form does not allow expenditure of the balance. The assets are either (a) not in a spendable form or (b) legally or contractually required to be maintained intact. Nonspendable fund balance would be equal to inventory, prepaid items, non-current financial assets, and the nonspendable portion of endowments.
2. Restricted - the related assets can only be spent for the specific purposes stipulated by constitution, external resource providers, or as identified in enabling legislation.

ALLENDALE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

3. Committed - the related assets can only be spent for a specific purpose identified by formal resolution of the governing board.
4. Assigned - the related assets can only be spent for a specific purpose identified by management as authorized by the governing board.
5. Unassigned - is the residual classification and includes all spendable amounts not contained in the other classifications.

Net Position and Fund Balance Flow Assumptions

Sometimes the government will 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/fund balance and unrestricted – net position/fund balance, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to use restricted resources first, then unrestricted resource as they are needed. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Property Taxes

Township property taxes attach as an enforceable lien on property as of December 1 of each year and are due without penalty on or before February 14. Tax bills include the Township's own property taxes and taxes billed on behalf of other taxing units. Real property taxes not collected as of March 1 are turned over to the county for collection, which advances the Township 100% of the delinquent real property taxes. Collection of delinquent personal property taxes remains the responsibility of the Township Treasurer. The December 1 levy is recorded as a receivable and unearned revenue at the end of the year and is intended to fund expenditures of the following year.

Risk Management

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended December 31, 2022, the Township carried commercial insurance to cover risks of losses. The Township has had no settled claims resulting from these risks that exceeded their commercial coverage in any of the past three fiscal years.

2. STATUTORY COMPLIANCE

Michigan law provides that a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgeted major funds have been shown on an activity basis. The approved budgets of the Township for these budgeted funds were adopted at the activity level.

During the year ended December 31, 2022, the Township incurred no expenditures over the amounts appropriated.

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

3. CASH AND INVESTMENTS

Cash and pooled investments are included in the financial statements as follows:

Primary government	\$10,090,111
Business-type activities	8,880,862
Fiduciary funds	825,743
Component unit	<u>2,413,010</u>
Total	<u>\$22,209,726</u>

The cash and investments making up the above balances are as follows:

Deposits	\$21,945,465
Petty cash	375
Investments	<u>263,886</u>
Total	<u>\$22,209,726</u>

The deposits are in financial institutions located in Michigan in varying amounts. State policy limits the Treasurer's investing options to financial institutions located in Michigan. All accounts except as noted are in the name of the Township and a specific fund or common account. They are recorded in Township records at fair value. Interest is recorded when earned.

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Township's deposits may not be returned. State law does not require, and the Township does not have, a policy for deposit custodial credit risk. As of year-end, \$22,148,677 of the Township's bank balance of \$22,648,677 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

Investments

The Township chooses to disclose its investments by type. As of year-end, the Township's investments consist of \$263,886 held in the Michigan Class Investment Pool, which holds an AAAM rating by S&P.

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

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

- The Township does not have any investments that are valued using quoted market prices (Level 1 inputs).
- Pooled investments held at Michigan Class are valued using a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determining the fair value of the securities making up the of investments fund/pool (Level 2 inputs).

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

- The Township does not have any investments that report fair value based on significant unobservable inputs (Level 3 inputs).

Investment and deposit risk

Interest Rate Risk. State law and Township policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. The Township's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require, and the Township does not have, a policy for investment custodial credit risk. The above investment securities were uninsured, unregistered and held by the counterparty for the Township. For the above funds on deposit with MI Class investments, the Township's custodial credit risk exposure cannot be determined because the Township's participation in the pools do not consist of specifically identifiable securities.

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

ALLENDALE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

4. CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>
Governmental Activities				
Capital assets, not being depreciated				
Land	\$1,933,600	\$ -	\$ -	\$ 1,933,600
CIP	715,354	5,833,939	548,018	6,001,275
Total capital assets, not being depreciated	2,648,954	5,833,939	548,018	7,934,875
Capital assets, being depreciated				
Land improvements	2,536,836	539,954	10,000	3,066,790
Buildings and improvements	3,576,214	8,467	131,314	3,453,367
Machinery and equipment	1,426,341	94,294	-	1,520,635
Furniture and equipment	195,013	-	10,961	184,052
Vehicles	1,621,958	-	-	1,621,958
Infrastructure	2,597,052	21,433	-	2,618,485
Total capital assets, being depreciated	11,953,414	664,148	152,275	12,465,287
Less accumulated depreciation for				
Land improvements	1,353,701	134,185	10,000	1,477,886
Buildings and improvements	1,711,345	86,897	123,984	1,674,258
Machinery and equipment	1,036,172	115,563	-	1,151,735
Furniture and equipment	157,149	8,489	10,961	154,677
Vehicles	560,113	71,877	-	631,990
Infrastructure	1,065,166	124,771	-	1,189,937
Total accumulated depreciation	5,883,646	541,782	144,945	6,280,483
Net capital assets, being depreciated	6,069,768	122,366	7,330	6,184,804
Governmental Activities capital assets, net	\$8,718,722	\$5,956,305	\$555,348	\$14,119,679
Business-type Activities				
Capital assets, not being depreciated				
Land	\$ 257,304	\$ -	\$ -	\$ 257,304
Construction in progress	360,382	421,244	360,382	421,244
Net capital assets, not being depreciated	617,686	421,244	360,382	678,548
Capital assets being depreciated				
Buildings and improvements	192,380	-	-	192,380
Machinery and equipment	388,793	134,706	-	523,499
Vehicles	238,715	35,969	-	274,684
Water and sewer systems	39,500,376	530,364	-	40,030,740
Sewer Treatment plant	17,025,679	92,652	-	17,118,331
Total capital assets, being depreciated	57,345,943	793,691	-	58,139,634
Less accumulated depreciation for				
Buildings and improvements	185,626	974	-	186,600
Machinery and equipment	247,385	26,903	-	274,288
Vehicles	208,714	15,014	-	223,728
Water and sewer systems	14,012,167	783,309	-	14,795,476
Sewer Treatment plant	5,912,044	361,672	-	6,273,716
Total accumulated depreciation	20,565,936	1,187,872	-	21,753,808
Net capital assets, being depreciated	36,780,007	(394,181)	-	36,385,826
Business-type Activities capital assets, net	\$37,397,693	\$ 27,063	\$360,382	\$37,064,374

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

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

Governmental Activities	
General government	\$114,082
Public safety	181,443
Public works	110,657
Culture and recreation	<u>135,600</u>
Total depreciation expense - governmental activities	<u><u>\$541,782</u></u>
Business-type Activities	
Water and Sewer	<u><u>\$1,187,872</u></u>

5. LONG-TERM DEBT

The following is a summary of the debt transactions of the Township for the year ended December 31, 2022:

	Balance January 1, 2022	Additions	Deletions	Balance December 31, 2022	Due Within One Year
Governmental Activities					
Accrued employee benefits	<u>\$102,085</u>	<u>\$5,361</u>	<u>\$ -</u>	<u>\$107,446</u>	<u>\$ -</u>
Business-type Activities					
\$1,175,000 Contract payable for bond issued through Ottawa County – 2006 Water Supply Improvement Bonds; due in annual installments of \$40,000 through \$90,000 plus interest at 3.5%-4.2% through 2026	\$ 405,000	\$ -	\$ 75,000	\$ 330,000	\$ 75,000
\$2,521,968 Contract payable for bond issued through Ottawa County – 2007 Michigan Municipal Bond Authority bonds; due in annual installments of \$100,000 through \$150,000 plus interest at 2.125% through 2027	856,968	-	135,000	721,968	140,000
\$1,340,000 Contract payable for bond issued through Ottawa County – 2012 Michigan Finance Authority bonds; due in annual installments of \$50,000 through \$85,000 plus interest at 2.5% through 2033	885,000	-	65,000	820,000	65,000
\$4,680,000 Contract payable for bond issued through Ottawa County – 2020 Wastewater Treatment Bonds; due in annual installments of \$185,000 to \$280,000 plus interest at 2% through 2040	<u>4,495,000</u>	<u>-</u>	<u>195,000</u>	<u>4,300,000</u>	<u>200,000</u>
Total	6,641,968	-	470,000	6,171,968	480,000

ALLENDALE CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Balance January 1, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2022</u>	Due Within <u>One Year</u>
Unamortized bond premium	\$ 254,302	\$ -	\$ 13,623	\$ 240,679	\$ -
Accrued employee benefits	47,299	848	-	48,147	-
Total Business-type Activities	\$6,943,569	\$848	\$483,623	\$6,460,794	\$480,000

The annual requirements to amortize all debt outstanding (excluding accrued employee benefits) as of December 31, 2022 are as follows:

<u>Year Ending December 31</u>	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2023	\$ 480,000	\$ 131,738
2024	490,000	119,941
2025	510,000	107,691
2026	525,000	94,932
2027	441,968	83,774
2028-2032	1,540,000	315,373
2033-2037	1,360,000	161,062
2038-2040	825,000	33,200
Total	\$6,171,968	\$1,047,711

6. PENSION PLANS

Defined Contribution Pension Plan

Allendale Township provides pension benefits to substantially all of its full-time employees through a defined contribution plan administered by MERS. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The Township contributes 6% of eligible earnings to the plan, and plan participants are required to contribute 4% of eligible earnings. This is defined in the plan document which may be amended by the City Council. Employee contributions plus investment earnings are fully vested after five years of service. In accordance with these requirements, for the year ended December 31, 2022, the Township contributed \$115,334 and employees contributed \$79,799.

Deferred Compensation Plan

The Township offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all Township employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All Assets of the plan are held in trust for employees and the related assets and liabilities are not included in this report.

ALLENDALE CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

7. CONTINGENT LIABILITIES

In the normal course of its operations, the Township has become a party in various property tax appeals. Management of the Township is of the opinion that the outcome of such actions will not have a material effect on the financial position of the Township. Amounts reserved for losses, if any, related to legal actions are undetermined and have not been included as a liability in the financial statements.

8. LEASES

The Township has entered into a lease arrangement with a company to lease space for cell tower installations. The terms of the lease is as follows:

Initial five-year term ended in June 2004 and options to extend for an additional two consecutive five-year terms were utilized through June 2014. The lease was amended to provide options to extend four additional five year terms, through June 2034. Currently, the Township is in the fourth five-year renewal term; current monthly payment of \$2,850 increasing annually by 3%. The lessee can terminate this lease upon 30 days written notice dependent upon specific conditions within the contract.

2022 is the first year of implementation of the new guidance under GASB Statement 87. The Township has recognized a total deferred inflow of resources of \$390,014 in the current fiscal year along with a lease receivable of \$390,014. The Township recognized a total of \$33,832 in lease revenue for the current fiscal year.

9. TAX ABATEMENTS

Public Act 381 of 1996, the Brownfield Redevelopment Financing Act, was adopted in the State of Michigan as a means to authorize municipalities to create a brownfield redevelopment authority to facilitate the implementation of brownfield plans; to create brownfield redevelopment zones; to promote the revitalization, redevelopment, and reuse of certain property, including, but not limited to, tax reverted, blighted, or functionally obsolete property; to prescribe the powers and duties of brownfield redevelopment authorities; to permit the issuance of bonds and other evidences of indebtedness by an authority; to authorize the acquisition and disposal of certain property; to authorize certain funds; to prescribe certain powers and duties of certain state officers and agencies; and to authorize and permit the use of certain tax increment financing.

For the year ended December 31, 2022 the Township abated property tax revenues of approximately \$4,000

10. PRIOR PERIOD ADJUSTMENT

Beginning fund balance of the general fund was increased \$378,012 to reflect the receipt of state shared revenues following the modified accrual basis of accounting.

11. COMMITMENTS

The Township has various ongoing construction projects with total estimated commitments of approximately \$1,570,000 outstanding at December 31, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

ALLENDALE CHARTER TOWNSHIP

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

FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual	Variance
	Original	Final	Amount	Positive (Negative)
Revenues				
Property taxes	\$ 1,721,571	\$ 1,730,636	\$ 1,739,399	\$ 8,763
Licenses and permits	155,050	157,980	160,422	2,442
Federal	107,503	567,500	568,290	790
State	2,104,589	3,750,062	3,976,968	226,906
Local	100,000	106,726	106,726	-
Charges for services	18,000	22,000	25,675	3,675
Fines and forfeits	7,100	18,491	19,786	1,295
Interest	1,500	8,000	18,283	10,283
Miscellaneous	209,197	228,537	236,205	7,668
Total revenues	4,424,510	6,589,932	6,851,754	261,822
Expenditures				
Current				
General government				
Township board	33,022	33,022	30,900	2,122
Supervisor	182,595	166,644	157,939	8,705
Elections	75,553	67,794	64,785	3,009
Finance	152,042	151,212	145,233	5,979
Assessor	224,936	222,231	191,516	30,715
Attorney	132,000	105,000	94,440	10,560
Clerk	123,877	118,477	110,428	8,049
Board of review	4,530	4,530	2,102	2,428
Administration	506,116	541,994	525,035	16,959
Treasurer	17,120	16,907	16,703	204
Buildings and grounds	182,263	191,963	172,595	19,368
Cemetery	44,741	33,829	30,472	3,357
Total general government	1,678,795	1,653,603	1,542,148	111,455
Public safety				
Sheriff E-Unit and police services	470,500	485,500	483,409	2,091
Fire department	734,373	724,791	697,416	27,375
Total public safety	1,204,873	1,210,291	1,180,825	29,466
Public works				
Street lighting	122,500	102,500	97,317	5,183
Road construction and maintenance	30,720	30,720	23,948	6,772
Highway M-45	218,972	225,243	200,496	24,747
Drains	55,681	55,681	55,680	1
Total public works	427,873	414,144	377,441	36,703
Community and economic development				
Planning commission	17,226	11,339	9,293	2,046
Planning and zoning department	113,046	88,540	77,753	10,787
Zoning board of appeals	2,603	2,603	-	2,603
Total community and economic development	132,875	102,482	87,046	15,436
Culture and recreation				
Parks and recreation	125,812	116,780	101,546	15,234
Community promotions	85,652	85,652	75,669	9,983
Library	469,352	456,170	429,869	26,301
Senior citizens activities	35,514	34,794	33,860	934
Total culture and recreation	716,330	693,396	640,944	52,452
Capital outlay	156,000	145,241	130,324	14,917
Total expenditures	4,316,746	4,219,157	3,958,728	260,429
Revenues over (under) expenditures	107,764	2,370,775	2,893,026	1,393
Other financing sources (uses)				
Transfers out	(1,700,000)	(2,110,000)	(2,110,000)	-
Net changes in fund balances	(1,592,236)	260,775	783,026	1,393
Fund balances, beginning of year	4,665,948	4,665,948	4,665,948	-
Fund balances, end of year	\$ 3,073,712	\$ 4,926,723	\$ 5,448,974	\$ 1,393

ALLENDALE CHARTER TOWNSHIP

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

FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual	Variance
	<u>Original</u>	<u>Final</u>	<u>Amount</u>	<u>Positive (Negative)</u>
Revenues				
Investment earnings	\$ -	\$ -	\$ 6,512	\$ 6,512
Expenditures				
Current				
General government	-	-	-	-
Net changes in fund balances	-	-	6,512	6,512
Fund balances, beginning of year	<u>144</u>	<u>144</u>	<u>144</u>	<u>-</u>
Fund balances, end of year	<u>\$ 144</u>	<u>\$ 144</u>	<u>\$ 6,656</u>	<u>\$ 6,512</u>

**COMBINING FUND FINANCIAL
STATEMENTS**

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ALLENDALE CHARTER TOWNSHIP

NONMAJOR GOVERNMENTAL FUNDS COMBINING BALANCE SHEET

DECEMBER 31, 2022

	Special Revenue Funds			
	Building Department	Rental Administration	Cemetery Improvement	Allendale Historical Society
Assets				
Cash and pooled investments	\$ 36,374	\$ 24,965	\$ 111,840	\$ 7,875
Receivables				
Accounts	15,358	-	-	18
Taxes	-	-	-	-
Special assessments	-	-	-	-
Prepaid items	40	60	-	-
Total assets	<u>\$ 51,772</u>	<u>\$ 25,025</u>	<u>\$ 111,840</u>	<u>\$ 7,893</u>
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	\$ 13,951	\$ 492	\$ -	\$ -
Accrued payroll and benefits	751	1,966	-	-
Total liabilities	<u>14,702</u>	<u>2,458</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources				
Unavailable revenue - special assessments	-	-	-	-
Fund balances				
Nonspendable				
Prepays	40	60	-	-
Restricted				
Cemetery improvements	-	-	111,840	-
Construction code activities	37,030	-	-	-
Assigned	-	22,507	-	7,893
Total fund balances	<u>37,070</u>	<u>22,567</u>	<u>111,840</u>	<u>7,893</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 51,772</u>	<u>\$ 25,025</u>	<u>\$ 111,840</u>	<u>\$ 7,893</u>

Capital Project Funds

<u>Roads</u>	<u>Library</u>	
\$ 500,348	\$ 97,014	\$ 778,416
5,075	-	20,451
834	-	834
142,885	-	142,885
<u>-</u>	<u>-</u>	<u>100</u>
<u>\$ 649,142</u>	<u>\$ 97,014</u>	<u>\$ 942,686</u>

\$ -	\$ -	\$ 14,443
<u>-</u>	<u>-</u>	<u>2,717</u>

<u>-</u>	<u>-</u>	<u>17,160</u>
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<u>142,885</u>	<u>-</u>	<u>142,885</u>
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-	-	100
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-	-	111,840
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-	-	37,030
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<u>506,257</u>	<u>97,014</u>	<u>633,671</u>
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<u>506,257</u>	<u>97,014</u>	<u>782,641</u>
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<u>\$ 649,142</u>	<u>\$ 97,014</u>	<u>\$ 942,686</u>
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ALLENDALE CHARTER TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2022

	Special Revenue Funds			
	<u>Building Department</u>	<u>Rental Administration</u>	<u>Cemetery Improvement</u>	<u>Allendale Historical Society</u>
Revenues				
Licenses and permits	\$ 390,900	\$ -	\$ -	\$ -
Charges for services	-	90,280	15,200	-
Investment earnings	104	80	277	20
Miscellaneous	-	-	150	153
Total revenues	<u>391,004</u>	<u>90,360</u>	<u>15,627</u>	<u>173</u>
Expenditures				
Current				
General government	-	-	249	291
Public safety	386,496	88,580	-	-
Public works	-	-	-	-
Total expenditures	<u>386,496</u>	<u>88,580</u>	<u>249</u>	<u>291</u>
Net changes in fund balances	4,508	1,780	15,378	(118)
Fund balances, beginning of year	<u>32,562</u>	<u>20,787</u>	<u>96,462</u>	<u>8,011</u>
Fund balances, end of year	<u>\$ 37,070</u>	<u>\$ 22,567</u>	<u>\$ 111,840</u>	<u>\$ 7,893</u>

Capital Project Funds

<u>Roads</u>	<u>Library</u>	<u>Total</u>
\$ -	\$ -	\$ 390,900
-	-	105,480
2,685	229	3,395
<u>39,534</u>	<u>-</u>	<u>39,837</u>
<u>42,219</u>	<u>229</u>	<u>539,612</u>
-	-	540
-	-	475,076
<u>6,266</u>	<u>-</u>	<u>6,266</u>
<u>6,266</u>	<u>-</u>	<u>481,882</u>
35,953	229	57,730
<u>470,304</u>	<u>96,785</u>	<u>724,911</u>
<u>\$ 506,257</u>	<u>\$ 97,014</u>	<u>\$ 782,641</u>