

COMPREHENSIVE

ANNUAL

FINANCIAL

REPORT

COUNTY OF MUSKEGON

MUSKEGON, MICHIGAN



for the year ended December 31, 1987

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GENERAL PURPOSE FINANCIAL STATEMENTS

GENERAL AND SPECIAL REVENUE FUNDS

DEBT SERVICE FUNDS

CAPITAL PROJECTS FUNDS

ENTERPRISE FUNDS

INTERNAL SERVICE FUNDS

TRUST AND AGENCY FUNDS

GENERAL FIXED ASSETS ACCOUNT GROUP

STATISTICAL SECTION

ITEM STOCK No.

5 TAB 20-0050

8 TAB 20-0080

10 TAB 20-0100

Essette Pendaflex Corporation

COMPREHENSIVE ANNUAL FINANCIAL REPORT

of

COUNTY OF MUSKEGON

MUSKEGON, MICHIGAN

for the year ended December 31, 1987

BOARD OF COMMISSIONERS
RAYMOND A. GRENNAN, CHAIRMAN

DENNIS BABCOCK
ELSIE CHRISTENSEN
WILLIAM DARCY
MARK FAIRCHILD
JACOB O. FUNKHOUSER

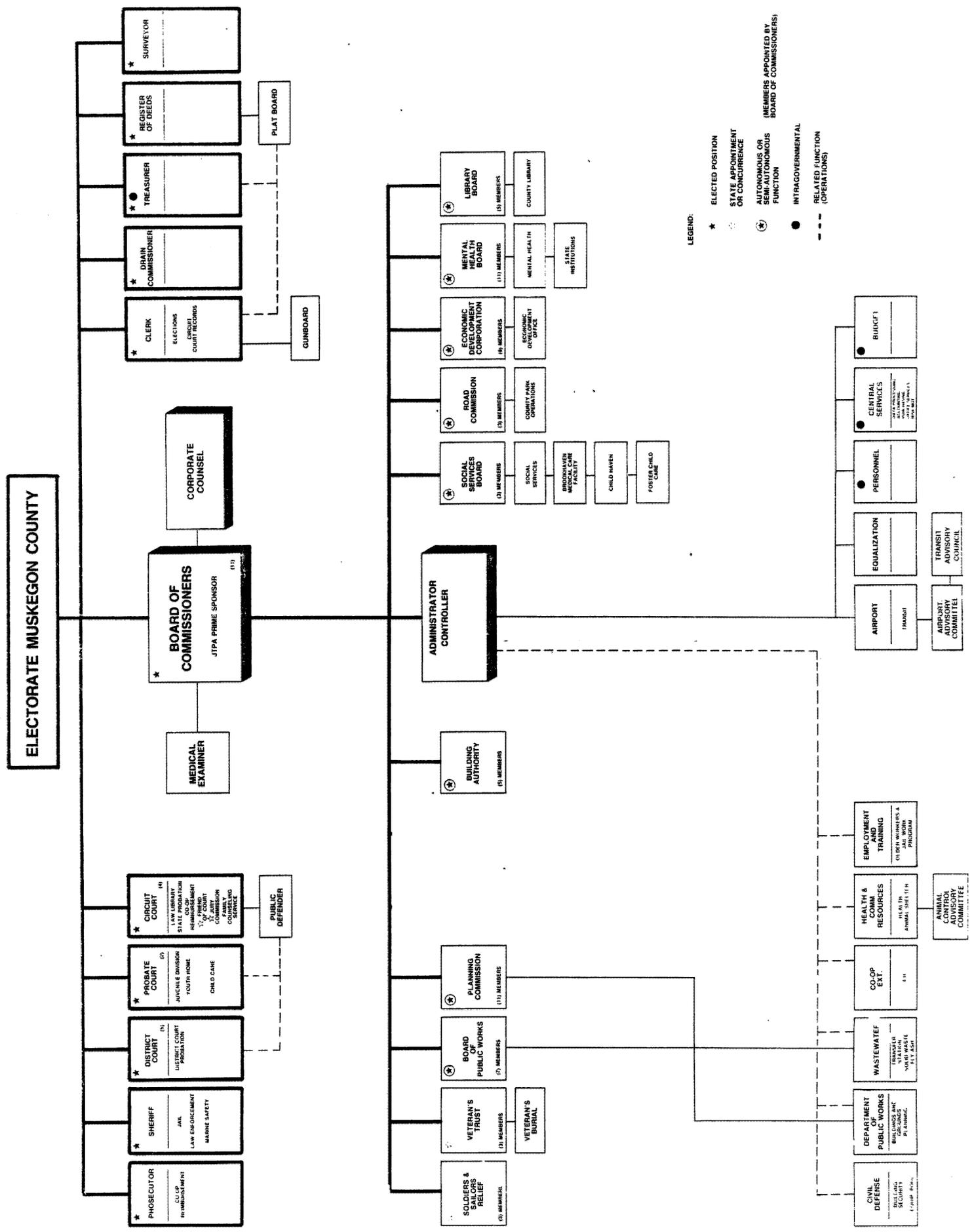
WILLIAM GILL
KENNETH HULKA
HERMAN IVORY
ROBERT NOLAN
SAM WENDLING

COUNTY ADMINISTRATOR/CONTROLLER
FRANK BEDNAREK

Prepared By
Accounting Department
JOSEPH W. SIEDENSTRANG, CPA
Accounting Director

Published June, 1988

1987 ORGANIZATION CHART



LEGEND:

- ★ ELECTED POSITION
- ☆ STATE APPOINTMENT OR CONCURRENCE
- ⊙ AUTONOMOUS OR SEMI-AUTONOMOUS FUNCTION
- MEMBERS APPOINTED BY BOARD OF COMMISSIONERS
- RELATED FUNCTION (OPERATIONS)

COMPREHENSIVE ANNUAL FINANCIAL REPORT

COUNTY OF MUSKEGON

December 31, 1987

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MUSKEGON COUNTY

990 TERRACE STREET, MUSKEGON, MICHIGAN 49442 • 616-724-6211

M I C H I G A N

ADMINISTRATOR/CONTROLLER

BOARD OF COMMISSIONERS

Raymond A. Grennan, Chair
Dennis L. Bobcock, Vice Chair
Elsie A. Christensen
William Darcy
Mark F. Fairchild
Jacob O. Funkhouser
Bill Gill
Kenneth Hulka
Herman Ivory
Robert J. Nolan
Sam Wendling

May 10, 1988

Honorable Raymond Grennan, Chairman and Members
Muskegon County Board of Commissioners
County of Muskegon
Muskegon, Michigan

Dear Sirs:

The Comprehensive Annual Financial Report of the County of Muskegon, Michigan, for the fiscal years ending June 30, September 30, and December 31, 1987, is submitted herewith. This report has been audited by Brickley, DeLong & Rudd, P.C., an independent firm of certified public accountants. It is prepared for the purpose of disclosing the County's financial condition to its residents, elected officials, and other interested parties.

The financial statements have been prepared in compliance with applicable State statutes and generally accepted accounting principles as recognized by the Governmental Accounting Standards Board.

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all material disclosures, rests with County administration. In our opinion, the data, including all material representations and disclosures, is presented fairly and accurately.

Comprehensive Annual Financial Report (CAFR)

The CAFR is a complete financial report for the County of Muskegon. As such, its major sections are:

1. Introductory - this section gives an overview of the organization and states the major economic happenings of the year.
2. Financial - this section gives detailed specifics of the County relating to all cash inflows and outflows.

3. Statistical - this section provides a long-term history of the major factors that will influence future operational and economic decisions for the County.

The Reporting Entity and Its Services

In conformance with National Council on Governmental Accounting Statement 3, Defining the Entity, the County includes all funds and account groups that are controlled by or dependent on the Board of Commissioners. The Muskegon County Road Commission and Muskegon County Department of Social Services have been included in the report based on the selection of governing authority by the County Board and scope of public service in Muskegon County.

The County provides a full range of municipal services. These services are either mandated by State statute or authorized by the County Board of Commissioners. These include legislative, judicial, public safety (police), health, welfare, culture, recreation, public improvements, highways and streets, wastewater treatment, solid waste disposal, transportation (airport and public mass transit), and general administrative services.

Economic Condition and Outlook

Muskegon County's economy has always been heavily industrial with direct ties to the automotive industry. In recent years, this position has changed to a mix of industry and tourism. We are looking towards the future for an increase in the service/professional area (accountants, insurance, repair) in order to have a sufficient mixture to deal with most minor recessions in the economy. Important individual companies in the area and their position in the marketplace are:

Amstore Corp. - This company has approximately 400 employees and manufactures store fixtures and partition systems. This company is headquartered in Muskegon.

Brunswick Corp. - This company has approximately 700 employees and are in the leisure time activities market, producing bowling equipment.

CWC Division of Textron - This company has approximately 400 employees and manufactures camshafts for the automotive industry.

Howmet Turbine Components Corp. - This company has approximately 3,500 employees and is by far our largest employer. They manufacture investment castings for the aerospace industry.

Kaydon Corp. - This company has approximately 1,200 employees with about 700 located in Muskegon. They manufacture precision bearings for the defense industry and are owned by local people.

S. D. Warren Company - This company has approximately 1,000 employees. They manufacture a high-grade coated paper used in the printing of corporate annual reports.

SPX Corp. (formerly Sealed Power Corp.) - This company has approximately 1,700 employees but will lose 400 jobs by the summer of 1988. They manufacture automotive piston rings and are the world's largest supplier. They maintain their headquarters in Muskegon.

Shaw Walker Co. - This company has approximately 1,000 employees and manufactures office furniture. Shaw Walker is locally owned.

Teledyne Continental Motors - This company has approximately 500 employees and manufactures military engines and is Muskegon County's largest defense contractor.

Industry has been moving in a positive direction since mid-October of 1987. Corporate leaders are doing more visiting to our area as well as making decisions on expansion by local industry. Some examples of expansions are:

- | | |
|-------------------------------|----------------------------|
| Kaydon Corporation | - Precision bearings |
| S. D. Warren Company | - Paper products |
| International Master Products | - Plastic plant markers |
| North Labs | - Suppository manufacturer |
| Eagle Alloy | - Castings - automotive |
| West Michigan Steel Foundry | - Castings - automotive |
| Cannon - Muskegon Corp. | - Fishing equipment |
| Shaw Walker Co. | - Office furniture |
| Bekaert Steel & Wire | - Wire products |
| Fleet Engineers | - Truck, trailer products |
| Wilkie Company | - Tool and die |
| CMI - Dearborn | - Castings - automotive |

Some examples of the potential for increased tourism as an industry come from the following new or yet-to-start tourism projects:

- | | |
|--------------------------|--------------------|
| Port City Cruise Lines | - Lake cruise ship |
| Horse racetrack | - Harness racing |
| Fairground expansion | - County fairs |
| Amusement park expansion | - Adventure park |

Employment Data

The Michigan Employment Security Commission assembles data for Muskegon and Oceana Counties jointly. For the period from January, 1984 through December, 1987, local unemployment rates as compared to statewide rates were as follows:

	<u>Local</u> <u>1987</u>	<u>State</u> <u>1987</u>	<u>Local</u> <u>1986</u>	<u>State</u> <u>1986</u>	<u>Local</u> <u>1985</u>	<u>State</u> <u>1985</u>	<u>Local</u> <u>1984</u>	<u>State</u> <u>1984</u>
January	12.2	8.9	11.9	9.4	13.4	12.1	14.9	11.5
February	12.2	8.9	11.5	9.3	11.7	10.2	14.4	11.4
March	11.2	8.4	11.6	9.6	12.7	10.4	14.5	11.3
April	11.7	8.5	10.8	9.1	13.1	10.3	12.5	10.6
May	10.3	8.2	11.0	9.4	13.2	9.8	12.6	11.7
June	11.2	8.9	11.8	9.4	13.3	10.2	12.0	11.6
July	8.5	8.8	10.5	9.2	13.8	10.8	12.5	11.5
August	9.1	8.3	9.5	7.9	11.7	9.7	9.9	10.9
September	9.0	7.8	9.9	8.3	13.0	9.8	9.8	11.1
October	8.5	7.2	10.6	8.2	13.6	9.6	11.4	10.9
November	8.6	7.7	10.9	8.0	12.2	8.9	12.4	11.4
December	<u>9.3</u>	<u>8.3</u>	<u>10.7</u>	<u>7.6</u>	<u>9.7</u>	<u>7.6</u>	<u>13.0</u>	<u>10.6</u>
Average	10.2	8.3	10.9	8.8	12.6	9.9	12.5	11.2
	====	====	=====	=====	=====	=====	=====	=====

We see the next two to three years as being very important to Muskegon County's growth and image as a good place to live, work, and do business.

General

The economic climate in Michigan continued to improve. Unemployment decreased. Revenues increased, particularly from State sources. The County, influenced by these favorable changes in the economic condition, accelerated its promotion of tourism and industry by:

- . Providing assistance to establish an Olympic luge run and winter sports complex.
- . Building 20 new T-hangars at the airport for increased private airline traffic
- . Continuing implementation of a \$37,000,000 wastewater expansion to handle industrial wastes
- . Establishing a Great Lakes Maritime Museum with a WWII submarine and other ships of the era
- . Starting a fairgrounds and horse racetrack project
- . Expanding the solid waste site to provide service to the metropolitan community
- . Improving county parks through expansion and remodeling
- . Providing economic development loans of over \$365,000 for the creation or retention of jobs in the community

Future projects being looked at for development through 1989 are:

- . Heritage Landing (theme park)
- . Applewood Building (Mental Health consolidation of services)

Capital Improvements Plan

The County has become involved in various projects to encourage and promote economic development. Three of these are: airport enhancements, sewer rehabilitation and enlargement, and development of a practice track for a county fairground and horse racetrack.

The County made great strides in providing general government services during the year by:

- . Upgrading of the mainframe computer system
- . Leasing of oil rights to private developers
- . Selling off unused County land for private development
- . leasing of County buildings to private corporations

The County is looking to the future. It is progressing economically and environmentally. Efforts are continuing to diversify the economy and improve the industrial base. Cost containment efforts have resulted in budgetary surpluses and maintenance of the County's sound financial condition.

Accounting System and Budgetary Control

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. The County's internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of "reasonable assurance" recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the evaluation of costs and benefits requires estimates and judgments by management. Internal control evaluations occur within this framework. The County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the departmental or activity level. Proposed expenditures are compared to authorized limits. Those expenditures which would result in overexpenditures of authorized budgets are withheld for appropriate resolution. Personnel expenditures are controlled through a position control system and approved with the annual budget, which identifies the number, description and pay ranges of all personnel for all activities. Other operating and capital expenditures are monitored through a purchasing system which verifies approval and authority.

General Governmental Revenues

Revenues for the County general and special revenue funds totaled \$56,018,635, a 12.1 percent increase over last year. The major source of these revenues was property taxes totaling \$9,413,549. Intergovernmental receipts totaled \$33,903,270 and charges for services totaled \$9,829,694. The detail of general governmental revenues as compared to the prior year is as follows:

	1986 (000)	1987 (000)	Percent Increase (Decrease)	1987 Percent of Total
Taxes	\$ 8,968	\$ 9,414	4.8 %	16.8%
Licenses & Permits	11	10	(10.0)	-
Intergov't. Revenue	28,968	33,903	14.6	60.5
Charges for Services	8,410	9,830	14.5	17.6
Fines & Forfeitures	583	538	(8.4)	1.0
Investment Income	1,563	1,550	(.8)	2.7
Rentals	89	88	(1.0)	.2
Other	639	686	7.0	1.2
	-----	-----	-----	-----
	\$49,231	\$56,019	12.1 %	100.0%
	=====	=====	=====	=====

This overall 12.1 percent increase in revenues compares to a 1987 inflation rate of 4.1 percent. It is important to note that the County's real revenue growth was 295 percent above the 1987 inflation rate.

General Governmental Expenditures

Expenditures for the County's general and special revenue funds totaled \$55,486,101, a 12.5 percent increase over last year. State and federal grants-in-aid support these programs. Local public health accounted for the largest category of expenditures. It amounted to \$28,106,597, or 50.6 percent of total expenditures. A summary of expenditures by general category is as follows:

	1986 (000)	1987 (000)	Percent Increase (Decrease)	1987 Percent of Total
Legislative	\$ 196	\$ 253	12.5 %	.5%
Judicial	2,950	3,188	7.5	5.7
General County Gov't.	6,162	6,384	3.5	11.5
Public Safety	4,243	4,415	3.9	8.0
Highways & Streets	5,993	7,580	20.9	13.7
Health & Mental Health	23,193	28,107	17.5	50.6
Welfare	3,534	3,368	(4.9)	6.1
Culture	663	730	9.2	1.3
Recreation	702	311	(125.7)	.6
Other	-	18	100.0	-
Capital Outlay	901	1,132	10.4	2.0
	-----	-----	-----	-----
	\$48,537	\$55,486	12.5 %	100.0%
	=====	=====	=====	=====

By analyzing the significant categories over time, a trend develops showing governmental priorities and changes in the emphasis of governmental expenditures. A four year comparative analysis by significant category of expenditure is as follows:

	1984 (000)	1985 (000)	1986 (000)	1987 (000)	1987 Increase (Decrease) Over 1984
General County Gov't.	5,852	5,662	6,162	6,384	8.3
Health and Mental Health	18,664	20,284	23,193	28,107	33.6
Highway & Streets	6,392	8,101	5,992	7,580	15.7

General County Governmental and recreation expenditures increased due to promotion of tourism in the area. Health and Mental Health expenditures increased by 33.6 percent over this period. This occurred because of new state procedures providing for the care of Muskegon County residents in state institutions, residential services and group homes. Current contracts provide that the County pay the full cost for care, with reimbursement of 90 percent from the State. Highway and street expenditures increased due to increased State and Federal support of trunklines in the County.

Enterprise Operations

The County's enterprise funds performed exceptionally well in 1987 and the following provides a detailed analysis:

	1987 Income (Loss) Transferred to <u>Retained Earnings</u>	1987 Unreserved Retained Earnings (Deficit)
Solid Waste Mgmt.	\$ (540,803)	\$ 93,436
Fly Ash Program	-	-
W/W Transfer Station	(34,563)	117,512
Muskegon Co. Airport	56,830	57,350
Transit System	-	-
Wastewater Mgmt. System	(599,182)	3,180,238
Northside Water	158	274,979

With our Wastewater enterprise fund being the largest, the following five year operational comparison provides additional information:

	<u>1983</u>	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>
Average gallons per day (in millions)	35.000	34.050	34.000	34.000	34.000
Operating revenues (000)	\$6,237	\$5,009	\$5,202	\$4,556	\$4,517
Operating expense (before deprec. (000))	4,638	4,214	3,910	4,282	5,378
Oper. profit (loss) (before transfers) (000)	1,599	795	1,292	274	(861)

The Wastewater Management System ended the fiscal year with a retained earnings balance of \$5,498,839 (of which \$3,180,238 is unreserved). The revenue stream was enhanced by the set-aside and Payment-in-Kind (PIK) programs of the federal government, as the County manages a 5,000 acre corn farm as part of its wastewater treatment program.

Airline deregulation has impacted on the financial operations of the County's airport over the last five years. Since revenues are dependent on landings, take-offs, and passenger enplanements, management response to these constantly changing variables has been necessary.

The Solid Waste and Fly Ash programs provide waste disposal services for different categories of solid waste. The fly ash disposal landfill is used primarily to dispose of coal by-products used in generating electricity by the B. C. Cobb Plant of Consumers Power Company located in Muskegon. The solid waste facility provides for residential and commercial garbage disposal.

The Northside Water project provides safe municipal water to County residents in Muskegon and Laketon Townships.

Debt Structure

The only general obligation debt of the County is \$3.5 million issued in 1980 and used for the construction of a new Community Mental Health center. Ad valorem taxes can be levied if patient revenues are not sufficient to cover debt service requirements. Current projections indicate that no millage will ever need to be assessed.

The ratio of net general obligation bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the County's debt position. The County's valuation was \$1,414,301,706. The County's current general obligation debt is \$3,100,000. The ratio of debt to assessed value was .22 percent. The general obligation debt per capita was \$19.75.

County building authority bonds of \$2,650,000, issued in 1984, were used to build a new convention center in combination with a new 200 room hotel. Lease payments are pledged for the payment of annual debt service. Current projections indicate that the lease payments will be sufficient to meet principal and interest requirements.

The County's limited obligation debt is composed of bond issues for water, sewer, and sanitary treatment facilities, and totals \$40,440,000. This debt is considered self-supporting as user fees are pledged to retirement.

General Obligation Limited Tax notes are the next largest debt, totaling \$16,900,000. These notes are issued to pay local units their respective outstanding taxes as of March 1 of each year. Delinquent tax collections are pledged to their repayment and if the taxes are not paid within three years the property is sold to pay the taxes.

Cash Management

Investment Policies

Per M.S.A. 3.843(1) the Board of Commissioners has authorized the County Treasurer to invest surplus funds belonging to, or under the control of the County, in certificates of deposits, commercial paper, and direct obligations of the United States. Such investment's limits are 1) no more than 50% in commercial paper, and 2) any investment in commercial paper must have a rating within the three highest classifications of two standard rating agencies.

Safeguarding (Safekeeping) of Investments

It is the County's policy to safeguard all investments to the maximum practicable and allowed by law. To this end, third-party safekeeping and collateralization is used where available. If these are not available, close monitoring of the investment's underlying security (usually the issuer) is made and continual evaluation is done as to the issuer's stability in the marketplace.

Yield Information

Idle cash of the County of Muskegon was invested in certificates of deposit, commercial paper, and money market funds in accordance with State law. The investment program yielded \$3,029,314 in 1986, and \$3,022,388 in 1987. Interest returns on investments in 1986 and 1987 were as follows:

	<u>1986</u>	<u>1987</u>
Certificates of Deposit	5.65 - 13.93%	5.65 - 7.50%
Commercial Paper	5.66 - 8.50	6.00 - 7.95
Money Market	5.50 - 6.50	5.00 - 6.00

The average monthly investment was \$41.8 million. Certificates of deposit averaged \$26.1 million. Commercial paper averaged \$14.2 million, and money market funds averaged \$1.5 million. This resulted in an average yield of 7.2 percent.

Stock Market Crash

The market crash of October, 1987 devastated a number of organizations and caused an additional number to review their investment policies. It is important to note

that due to the County investment policies, investments suffered no losses of either principal or interest from the crash.

Investment of idle cash is one of the few means which the County has to increase revenues without increasing taxes or fees. Efforts such as this have made the County successful with its cash management program returns.

Risk Management

Risk management is the acceptance of responsibility for recognizing, identifying, and controlling the exposures to loss or injury which are created by the activities of the various County departments. County of Muskegon policy with regard to risk management is to determine whether or not the risk poses a serious financial problem and if it does, then the decision is made whether or not to cover the risk through a program of self-insurance, purchase of commercial insurance, or other types of transfer. Major types of risk covered are workers' compensation (\$250,000 per occurrence), general liability (\$50,000 per occurrence), and property damage (\$5,000 per occurrence) with the excess being insured through outside insurance companies. Currently the Risk Management Fund is adequately funded in all these areas.

Independent Audit

The County is not required by ordinance or statute to have an annual independent audit. In 1987, however, independent auditors were engaged for the thirteenth consecutive fiscal year to perform an annual audit of the County's books of account, financial records, and transactions. The opinion of Brickley, DeLong & Rudd, P.C., independent certified public accountants, is included in this report.

Financial Reporting Excellence Award

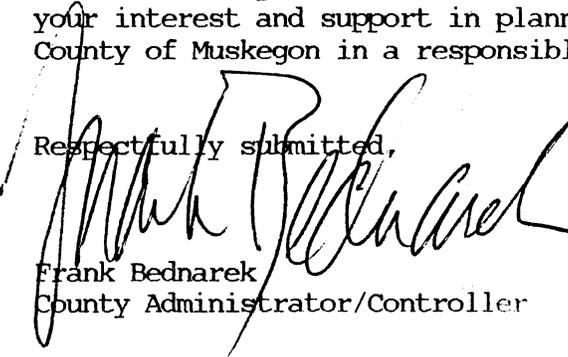
The Government Finance Officers Association of the United States and Canada first awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Muskegon, Michigan for its annual financial report for the fiscal year ended December 31, 1976. The County has retained the certificate since.

In order to be awarded a certificate of achievement in financial reporting, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report with the contents conforming to industry standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The County's current report continues to conform to Certificate of Achievement in Financial Reporting Program requirements, and it is being submitted to the GFOA for compliance review.

Acknowledgment

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Accounting Department. I would like to express my gratitude to all members of the department. I would also like to thank you and the members of the Muskegon County Board of Commissioners for your interest and support in planning and conducting the financial operations of the County of Muskegon in a responsible and progressive manner.

Respectfully submitted,


Frank Bednarek
County Administrator/Controller

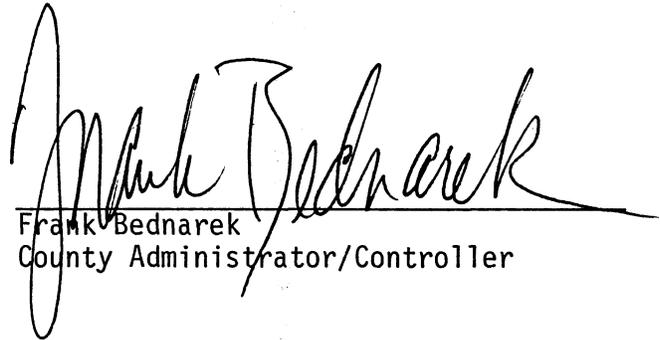
STATEMENT OF MANAGEMENT'S
RESPONSIBILITY FOR FINANCIAL STATEMENTS

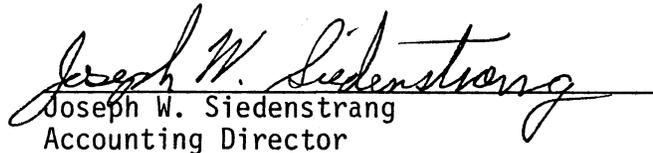
The Administration of Muskegon County is responsible for the integrity of the financial data reported by the County. These financial statements are prepared in accordance with generally accepted accounting principles applicable to county government and Michigan State Statutes.

The County maintains a system of internal controls to provide reasonable assurance that the books and records reflect authorized transactions of the County.

Brickley, DeLong & Rudd, P.C., independent certified public accountants, have examined the accompanying general purpose financial statements and supplemental financial information and their auditors' report appears on page 17.

6/11/88


Frank Bednarek
County Administrator/Controller


Joseph W. Siedenstrang
Accounting Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of
Muskegon, Michigan

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1986

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.



President

Executive Director

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Brickley, DeLong & Rudd, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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Donald E. Swick, CPA
Gary L. Rasmussen, CPA
Paul J. Gilbert, CPA
Carol M. Elenbaas, CPA
Donna M. Possehn, CPA

May 9, 1988

To the Board of Commissioners of
the County of Muskegon, Michigan

We have examined the general purpose financial statements of the County of Muskegon (a Michigan public body) as of and for the year ended December 31, 1987 (June 30, 1987 and September 30, 1987 for certain special revenue funds and trust and agency funds), identified in the table of contents and contained on pages 20 through 47 inclusive. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of the following funds and account groups: (1) Muskegon County Road Commission (included with special revenue funds) reflecting total assets, revenues and fund balances of 25%, 22%, and 39%, respectively, of the related fund type totals; (2) general fixed assets group of accounts maintained by the Muskegon County Road Commission reflecting 25% of the related account group total; and (3) general long-term debt of the Muskegon County Road Commission reflecting 22% of the related account group total. Those financial statements were examined by other auditors whose report thereon has been furnished to us and our opinion expressed herein, insofar as it relates to those funds and accounts, is based solely on the reports of the other auditors.

In our opinion, based upon our examination and the report of other auditors, the general purpose financial statements referred to above present fairly the financial position of the County of Muskegon, Michigan at December 31, 1987 (June 30, 1987 and September 30, 1987 for certain special revenue funds and trust and agency funds), and the results of its operations and the changes in financial position of its proprietary fund types and similar trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Board of Commissioners
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Our examination was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplementary financial information contained on pages 50 through 189, inclusive, is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. Such information, except for the portion marked "unaudited", on which we express no opinion, has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Breckley, DeLong & Rudd, P.C.

GENERAL PURPOSE
FINANCIAL STATEMENTS

County of Muskegon
All Fund Types and Account Groups

COMBINED BALANCE SHEET

December 31, 1987

ASSETS	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
Cash and cash investments	\$ 2,534,674	\$11,238,113	\$ 6,415,751	\$ 47,291	\$ 4,848,993	\$14,989,282
Receivables						
Trade accounts	46,367	3,080,442	-	-	1,724,755	904,930
Federal and state grants	446,079	4,006,059	-	-	-	-
Accrued interest	4,009,195	-	879,751	-	-	-
Current taxes	8,600,000	-	-	-	-	5,525,269
Delinquent taxes	-	-	-	-	-	3,813,036
Interest and penalties on delinquent taxes	-	-	-	-	-	1,850,566
Special assessments	-	-	28,675,000	-	-	-
Other	-	703,414	-	42,545	-	-
Prepaid expenses	-	89,612	-	-	8,557	256,888
Due from other funds	584,429	374,981	25,000	-	335,000	325,176
Inventories	-	437,688	-	-	577,259	21,584
Deferred expense	-	-	-	-	-	-
Restricted assets						
Cash	-	-	-	-	2,999,364	-
Accounts receivable	-	-	-	-	119,217	-
Long-term advances to other funds	368,618	-	-	-	-	-
Long-term note receivable	36,480	-	-	800,000	-	200,000
Property and equipment at cost, net of accumulated depreciation	-	-	-	-	41,084,789	548,078
Other assets	3,130	-	-	-	17,054	-
Amount available in other funds	-	-	-	-	-	-
Amount to be provided for retirement of long-term debt	-	-	-	-	-	-
	<u>\$16,628,972</u>	<u>\$19,930,309</u>	<u>\$35,995,502</u>	<u>\$889,836</u>	<u>\$51,714,988</u>	<u>\$28,434,809</u>

The accompanying notes are an integral part of this statement.

Fiduciary Fund Type Trust and Agency	Account Groups		Totals (memorandum only)	
	General Fixed Assets	General Long-term Debt	1987	1986
\$4,641,127	\$ -	\$ -	\$ 44,715,231	\$ 43,516,655
145,951	-	-	5,902,445	6,267,452
-	-	-	4,452,138	3,232,273
-	-	-	4,888,946	6,961,490
-	-	-	14,125,269	8,261,548
-	-	-	3,813,036	9,663,229
-	-	-	1,850,566	1,888,066
-	-	-	28,675,000	30,465,000
-	-	-	745,959	76,317
1,088	-	-	356,145	337,864
-	-	-	1,644,586	1,415,013
-	-	-	1,036,531	686,733
-	-	-	-	-
-	-	-	2,999,364	2,367,835
-	-	-	119,217	980,548
-	-	-	368,618	368,618
-	-	-	1,036,480	1,045,763
-	34,558,343	-	76,191,210	73,726,938
-	-	-	20,184	33,289
-	-	246,813	246,813	473,152
-	-	39,029,759	39,029,759	40,699,243
<u>\$4,788,166</u>	<u>\$34,558,343</u>	<u>\$39,276,572</u>	<u>\$232,217,497</u>	<u>\$232,467,026</u>

County of Muskegon
All Fund Types and Account Groups
COMBINED BALANCE SHEET - CONTINUED
December 31, 1987

LIABILITIES AND FUND EQUITY	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
Cash overdraft	\$ -	\$ 888,399	\$ -	\$ 23,381	\$ -	\$ -
Payables						
Trade accounts	208,830	7,617,258	184	13	3,658,491	1,410,291
Due to State of Michigan and other governmental units	3,203,846	712,436	-	-	-	-
Advances	-	-	-	-	138,648	-
Undistributed current and delinquent taxes	-	-	-	-	-	-
Trust deposits	-	-	-	-	-	-
Accrued liabilities	483,528	634,763	272,085	-	893,435	620,825
Notes payable	-	-	-	-	-	298,570
Payable from restricted funds						
Accrued interest	-	-	-	-	-	-
Long-term debt	-	-	-	-	-	-
Due to other funds	317,584	17,994	402,286	-	995,979	2,206
Unallocated receipts	-	-	-	-	-	-
Long-term advances from general fund	-	-	-	-	-	268,618
Long-term debt	-	-	-	-	11,942,521	16,900,000
Deferred revenue	<u>10,065,049</u>	<u>633,133</u>	<u>26,720,000</u>	-	<u>843,141</u>	-
Total liabilities	<u>14,278,837</u>	<u>10,503,983</u>	<u>27,394,555</u>	<u>23,394</u>	<u>18,472,215</u>	<u>19,500,510</u>
Fund equity						
Investment in general fixed assets	-	-	-	-	-	-
Contributions in aid of construction net of accumulated amortization	-	-	-	-	27,173,082	-
Retained earnings						
Reserved	-	-	-	-	2,403,526	1,641,815
Unreserved	-	-	-	-	3,666,165	7,292,484
Fund balances (deficit)						
Reserved for long-term advances to other funds	368,618	-	-	-	-	-
Reserved for long-term note receivable	36,480	-	-	800,000	-	-
Reserved for prepaid expenses	-	-	-	-	-	-
Unreserved						
Designated for programs and debt service	124,632	3,845,162	8,600,947	110,977	-	-
Undesignated	<u>1,820,405</u>	<u>5,581,164</u>	-	<u>(44,535)</u>	-	-
Total Fund Equity	<u>2,350,135</u>	<u>9,426,326</u>	<u>8,600,947</u>	<u>866,442</u>	<u>33,242,773</u>	<u>8,934,299</u>
	<u>\$16,628,972</u>	<u>\$19,930,309</u>	<u>\$35,995,502</u>	<u>\$889,836</u>	<u>\$51,714,988</u>	<u>\$28,434,809</u>

Fiduciary Fund Type Trust and Agency	Account Groups		Totals (memorandum only)	
	General Fixed Assets	General Long-term Debt	1987	1986
\$ 27,321	\$ -	\$ -	\$ 939,101	\$ 952,505
8,713	-	-	12,903,780	5,174,317
211,290	-	-	4,127,572	4,800,703
-	-	-	138,648	137,076
16,273	-	-	16,273	3,302,276
898,267	-	-	898,267	202,808
32,084	-	2,413,598	4,456,883	4,483,892
-	-	-	1,192,005	81,428
-	-	-	-	-
-	-	-	-	1,115,541
499	-	-	1,736,548	1,354,539
202,998	-	-	202,998	208,641
100,000	-	-	368,618	368,618
-	-	36,862,974	65,705,495	71,471,186
-	-	-	38,261,323	39,673,386
<u>1,497,445</u>	<u>-</u>	<u>39,276,572</u>	<u>130,947,511</u>	<u>133,326,916</u>
-	34,558,343	-	34,558,343	33,081,595
-	-	-	27,173,082	27,078,588
-	-	-	4,045,341	3,328,239
-	-	-	10,958,649	13,365,844
-	-	-	368,618	368,618
-	-	-	836,480	836,480
-	-	-	-	75,058
2,692,302	-	-	(15,374,020)	36,303,961
598,419	-	-	7,955,453	(15,298,273)
<u>3,290,721</u>	<u>34,558,343</u>	<u>-</u>	<u>101,269,986</u>	<u>99,140,110</u>
<u>\$4,788,166</u>	<u>\$34,558,343</u>	<u>\$39,276,572</u>	<u>\$232,217,497</u>	<u>\$232,467,026</u>

not a negative

County of Muskegon
All Governmental Fund Types and Expendable Trust Funds

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

Year ended December 31, 1987

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues				
Taxes	\$ 9,413,549	\$ -	\$ -	\$ -
Licenses and permits	10,119	-	-	-
Intergovernmental revenue	2,210,206	31,693,064	13,223	52,660
Charges for services				
Administrative	1,227,174	-	-	-
Services rendered	1,401,238	7,201,282	-	-
Fines and forfeitures	331,768	206,229	-	-
Investment income	693,397	856,513	428,928	31,335
Rentals	88,483	-	559,547	-
Contributions from private sources	-	480,342	-	-
Other	157,728	47,543	75,055	-
Total revenues	15,533,662	40,484,973	1,076,753	83,995
Expenditures				
Current operations				
Legislative	253,616	-	-	-
Judicial	3,187,876	-	-	-
General County government	4,482,318	1,901,924	-	-
Public safety	4,053,307	361,254	-	-
Health	710,692	27,395,905	-	-
Welfare	33,615	3,334,799	-	-
Culture	132,268	598,106	-	-
Recreation	37,897	273,088	-	-
Other	18,167	-	303,161	320
Highways and streets	-	7,579,738	-	-
Capital outlay	83,872	1,047,659	-	465,074
Debt service				
Principal payments	-	-	1,940,000	-
Interest	-	-	755,872	-
Total expenditures	12,993,628	42,492,473	2,999,033	465,394
Revenues over (under) expenditures	2,540,034	(2,007,500)	(1,922,280)	(381,399)
Other financing sources (uses)				
Bond proceeds	-	-	1,945,000	-
Operating transfers in	-	3,427,945	18,899	408
Operating transfers (out)	(3,616,700)	(142,308)	-	-
	<u>(3,616,700)</u>	<u>3,285,637</u>	<u>1,963,899</u>	<u>408</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,076,666)	1,278,137	41,619	(380,991)
Fund balance (deficit) at beginning of year	2,086,802	8,148,189	8,559,328	1,247,433
Equity transfer (to) from other funds	1,339,999	-	-	-
Fund balance (deficit) at end of year	<u>\$ 2,350,135</u>	<u>\$ 9,426,326</u>	<u>\$ 8,600,947</u>	<u>\$ 866,442</u>

The accompanying notes are an integral part of this statement.

Fiduciary Fund Type Expendable Trust	Totals (memorandum only)	
	1987	1986
\$ -	\$ 9,413,549	\$ 8,968,396
-	10,119	10,736
1,274,587	35,243,740	29,849,399
-	1,227,174	1,233,431
253,503	8,856,023	7,360,724
-	537,997	583,221
214,100	2,224,273	2,352,116
-	648,030	810,101
928,019	1,408,361	1,368,397
<u>9,585</u>	<u>289,911</u>	<u>236,446</u>
<u>2,679,794</u>	<u>59,859,177</u>	<u>52,772,967</u>
-	253,616	195,787
-	3,187,876	2,950,066
-	6,384,242	6,161,782
-	4,414,561	4,243,466
-	28,106,597	23,382,781
-	3,368,414	3,534,007
-	730,374	662,522
-	310,985	701,619
1,633,315	1,954,963	1,736,821
-	7,579,738	5,992,939
-	1,596,605	1,640,916
-	1,940,000	1,785,000
<u>-</u>	<u>755,872</u>	<u>595,825</u>
<u>1,633,315</u>	<u>60,583,843</u>	<u>53,583,531</u>
<u>1,046,479</u>	<u>(724,666)</u>	<u>(810,564)</u>
-	1,945,000	1,795,400
-	3,447,252	7,680
<u>-</u>	<u>(3,759,008)</u>	<u>(92,792)</u>
<u>-</u>	<u>1,633,244</u>	<u>1,710,288</u>
1,046,479	908,578	899,724
2,215,590	22,257,342	19,627,618
<u>-</u>	<u>1,339,999</u>	<u>1,730,000</u>
<u>\$3,262,069</u>	<u>\$24,505,919</u>	<u>\$22,257,342</u>

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County of Muskegon
General, Special Revenue and Debt Service Funds

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - AMENDED BUDGET AND ACTUAL

Year ended December 31, 1987

	General Fund		
	Amended Budget	Actual	Variance favorable (unfavorable)
Revenues			
Taxes	\$ 9,514,460	\$ 9,413,549	\$(100,911)
Licenses and permits	8,700	10,119	1,419
Intergovernmental revenue	2,126,013	2,210,206	84,193
Charges for services			
Administrative	1,275,000	1,227,174	(47,826)
Services rendered	1,336,578	1,401,238	64,660
Fines and forfeitures	327,600	331,768	4,168
Investment income	670,000	693,397	23,397
Rentals	87,980	88,483	503
Contributions from private sources	-	-	-
Other	<u>183,800</u>	<u>157,728</u>	<u>(26,072)</u>
Total revenues	<u>15,530,131</u>	<u>15,533,662</u>	<u>3,531</u>
Expenditures			
Current operations			
Legislative	251,341	253,616	(2,275)
Judicial	3,225,144	3,187,876	37,268
General County government	4,624,291	4,482,318	141,973
Public safety	4,087,521	4,053,307	34,214
Health	686,712	710,692	(23,980)
Welfare	36,000	33,615	2,385
Culture	143,307	132,268	11,039
Recreation	37,897	37,897	-
Highways and streets	-	-	-
Other	25,000	18,167	6,833
Capital outlay	75,360	83,872	(8,512)
Debt service			
Principal payments	-	-	-
Interest	-	-	-
Total expenditures	<u>13,192,573</u>	<u>12,993,628</u>	<u>198,945</u>
Revenues over (under) expenditures	<u>2,337,558</u>	<u>2,540,034</u>	<u>202,476</u>
Other financing sources (uses)			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers (out)	<u>(3,731,977)</u>	<u>(3,616,700)</u>	<u>115,277</u>
	<u>(3,731,977)</u>	<u>(3,616,700)</u>	<u>115,277</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,394,419)	(1,076,666)	317,753
Fund balance (deficit) at beginning of year	2,086,802	2,086,802	-
Equity transfer (to) from other funds	<u>1,450,000</u>	<u>1,339,999</u>	<u>(110,001)</u>
Fund balance (deficit) at end of year	<u>\$ 2,142,383</u>	<u>\$ 2,350,135</u>	<u>\$ 207,752</u>

The accompanying notes are an integral part of this statement.

Special Revenue Funds			Debt Service Funds		
Amended Budget	Actual	Variance favorable (unfavorable)	Amended Budget	Actual	Variance favorable (unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31,911,247	31,693,064	(218,183)	13,104	13,223	119
-	-	-	-	-	-
7,279,157	7,201,282	(77,875)	-	-	-
206,229	206,229	-	-	-	-
544,954	856,513	311,559	2,182,225	428,928	(1,753,297)
-	-	-	733,038	559,547	(173,491)
466,950	480,342	13,392	-	-	-
22,106	47,543	25,437	104,073	75,055	(29,018)
<u>40,430,643</u>	<u>40,484,973</u>	<u>54,330</u>	<u>3,032,440</u>	<u>1,076,753</u>	<u>(1,955,687)</u>
-	-	-	-	-	-
-	-	-	-	-	-
2,102,285	1,901,924	200,361	-	-	-
352,967	361,254	(8,287)	-	-	-
28,033,977	27,395,905	638,072	-	-	-
4,101,372	3,334,799	766,573	-	-	-
597,202	598,106	(904)	-	-	-
11,833	273,088	(261,255)	-	-	-
7,651,409	7,579,738	71,671	-	-	-
1,173,473	1,047,659	125,814	640,460	303,161	337,299
-	-	-	-	-	-
-	-	-	1,540,000	1,940,000	(400,000)
-	-	-	<u>2,405,370</u>	<u>755,872</u>	<u>1,649,498</u>
<u>44,024,518</u>	<u>42,492,473</u>	<u>1,532,045</u>	<u>4,585,830</u>	<u>2,999,033</u>	<u>1,586,797</u>
<u>(3,593,875)</u>	<u>(2,007,500)</u>	<u>1,586,375</u>	<u>(1,553,390)</u>	<u>(1,922,280)</u>	<u>(368,890)</u>
-	-	-	1,790,000	1,945,000	155,000
3,211,922	3,427,945	-	18,181	18,899	718
<u>(93,112)</u>	<u>(142,308)</u>	<u>(49,196)</u>	-	-	-
<u>3,118,810</u>	<u>3,285,637</u>	<u>(49,196)</u>	<u>1,808,181</u>	<u>1,963,899</u>	<u>155,718</u>
(475,065)	1,278,137	1,537,179	254,791	41,619	(213,172)
8,148,189	8,148,189	-	8,559,328	8,559,328	-
-	-	-	-	-	-
<u>\$ 7,673,124</u>	<u>\$9,426,326</u>	<u>\$1,537,179</u>	<u>\$8,814,119</u>	<u>\$ 8,600,947</u>	<u>\$ (213,172)</u>

County of Muskegon
All Proprietary Fund Types and Similar Trust Funds
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS/FUND BALANCE

Year ended December 31, 1987

	Proprietary Fund Types		Fiduciary Fund Type		Totals (memorandum only) 1986
	Enterprise Funds	Internal Service Funds	Non-Expendable Trust Fund	1987	
Operating revenues	\$ 6,504,208	\$ -	\$ -	\$ 6,504,208	\$ 5,519,720
Charges for services	351,735	-	-	351,735	554,336
Farm sales	-	-	-	-	-
Interest and penalties on delinquent taxes	-	1,843,166	-	1,843,166	1,926,329
Intragovernmental revenues	-	3,999,230	-	3,999,230	3,347,728
Other	-	133,040	-	133,040	111,017
	<u>6,855,943</u>	<u>5,975,436</u>	-	<u>12,831,379</u>	<u>11,459,130</u>
Operating expenses	2,741,943	91,597	-	2,833,540	2,664,682
Salaries and fringe benefits	-	-	-	-	-
Supplies and other operating expenses	6,604,522	112,679	12,000	6,729,201	4,260,230
Cost of materials used	-	272,802	-	272,802	244,002
Insurance benefits and claims	-	2,057,025	-	2,057,025	571,682
Insurance premiums	-	2,728,747	-	2,728,747	1,922,246
Interest expense	-	1,083,638	-	1,083,638	1,389,520
Depreciation and amortization	<u>1,885,348</u>	<u>201,114</u>	-	<u>2,087,462</u>	<u>1,923,138</u>
	<u>11,232,813</u>	<u>6,547,602</u>	<u>12,000</u>	<u>17,792,415</u>	<u>12,975,500</u>
Operating income (loss)	<u>(4,376,870)</u>	<u>(572,166)</u>	<u>(12,000)</u>	<u>(4,961,036)</u>	<u>(1,516,370)</u>
Other income or (deductions)	1,161,175	-	-	1,161,175	1,176,411
Operating subsidies	1,958,566	-	-	1,958,566	1,944,089
User fees for debt service	(791,076)	-	-	(791,076)	(353,941)
Interest expense	487,885	1,339,722	12,150	1,839,757	1,630,315
Investment income	<u>127,057</u>	-	-	<u>127,057</u>	<u>138,458</u>
Other (net)	<u>2,943,607</u>	<u>1,339,722</u>	<u>12,150</u>	<u>4,295,479</u>	<u>4,535,332</u>
Income (loss) before operating transfers	(1,433,263)	767,556	150	(665,557)	3,018,962
Operating transfers from (to) other funds	<u>420,533</u>	-	-	<u>420,533</u>	<u>238,485</u>
NET INCOME (LOSS)	(1,012,730)	767,556	150	(245,024)	3,257,447
Capital contributions to contributions in aid of construction	(1,427,065)	-	-	(1,427,065)	(1,126,591)
Transfer of depreciation and amortization to contributions in aid of construction	<u>1,322,145</u>	-	-	<u>1,322,145</u>	<u>1,370,270</u>
Net income transferred to retained earnings/fund balance	(1,117,650)	767,556	150	(349,944)	3,501,126
Retained earnings/fund balance at beginning of year	7,187,341	9,506,742	28,502	16,722,585	14,951,459
Equity transfer (to) from other funds	-	(1,339,999)	-	(1,339,999)	(1,730,000)
Retained earnings/fund balance at end of year	2,403,526	1,641,815	28,652	4,073,993	3,356,741
Reserved	<u>3,666,165</u>	<u>7,292,484</u>	-	<u>10,958,649</u>	<u>13,365,844</u>
Unreserved	<u>\$ 6,069,691</u>	<u>\$ 8,934,299</u>	<u>\$ 28,652</u>	<u>\$ 15,032,642</u>	<u>\$ 16,722,585</u>

IN
OUT

Other accompanying notes are an integral part of this statement.

County of Muskegon
All Proprietary Fund Types and Similar Trust Funds
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 1987

	Proprietary Fund Types	Fiduciary Fund Type	Totals
	Enterprise Funds	Non-Expendable Trust Fund	(memorandum only) 1987 1986
Sources of working capital			
From operations			
Net income (loss) for the year	\$ (1,012,730)	\$ 150	\$ (245,024) \$ 3,257,447
Charges to income not using working capital			
Depreciation and amortization	<u>1,886,348</u>	-	<u>2,087,462</u> <u>1,923,138</u>
Working capital provided from operations	873,618	150	1,842,438 5,180,585
Long-term advance from General Fund	-	-	-
Issuance of tax anticipation notes	-	-	7,500,000 11,000,000
Decrease in delinquent taxes receivable	-	-	9,880,628 10,042,390
Retirement of property and equipment	70,404	-	121,926 7,570
Increase in deferred revenue	<u>374,408</u>	-	<u>374,408</u> 127,620
Increase in long-term debt	-	-	-
	<u>1,318,430</u>	<u>150</u>	<u>19,719,400</u> <u>26,358,165</u>
Applications of working capital			
Increase (decrease) in interest and penalties receivable on delinquent taxes	-	-	(27,425) 2,139
Increase (decrease) in long-term note receivable	-	-	(9,283) 9,283
Additions to property and equipment	3,012,392	-	3,193,694 850,899
Increase in restricted assets	60,819	-	60,819 38,549
Decrease in long-term debt	1,206,336	-	10,706,336 12,008,855
Settlement of delinquent taxes with other governmental units	-	-	9,719,780 10,043,430
Decrease in notes payable	-	-	81,428 81,428
Equity transfer to General Fund	-	-	1,339,999 1,730,000
Decrease in deferred revenue	-	-	-
	<u>4,279,547</u>	-	<u>25,065,348</u> <u>24,764,583</u>
	<u>\$ (2,961,117)</u>	<u>\$ 150</u>	<u>\$ (5,345,948)</u> <u>\$ 1,593,582</u>
INCREASE (DECREASE) IN WORKING CAPITAL			

The accompanying notes are an integral part of this statement.

County of Muskegon
All Proprietary Fund Types and Similar Trust Funds
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION -
CONTINUED

Year ended December 31, 1987

	Proprietary Fund Types Enterprise Funds	Internal Service Funds	Fiduciary Fund Type Non-Expendable Trust Fund	Totals (memorandum only) 1987	1986
Changes in components of working capital					
Increase (decrease) in current assets	\$ 389,964	\$ (1,875,471)	\$6,225	\$ (1,479,282)	\$ (125,673)
Cash and cash investments	224,031	(504,610)	(6,075)	(286,654)	456,008
Accounts receivable	-	(164,076)	-	(164,076)	47,127
Current portion of delinquent taxes receivable	-	-	-	-	-
Current portion of interest and penalties receivable on delinquent taxes	-	(10,075)	-	(10,075)	14,988
Due from other funds	(517,905)	324,700	-	(193,205)	233,824
Inventories	327,112	(613)	-	326,499	(434,438)
Prepaid expenses	(34,493)	66,236	-	31,743	(6,097)
Restricted assets available for debt service	182,938	-	-	182,938	182,195
Deferred expense	571,647	(2,163,909)	150	(1,592,112)	(68,999)
	<u>46,131</u>	<u>1,400,000</u>	<u>-</u>	<u>46,131</u>	<u>29,593</u>
(Increase) decrease in current liabilities	(93,015)	-	-	1,306,985	84,139
Cash overdraft	-	-	-	-	104,068
Current portion of long-term debt	-	-	-	-	719,698
Current portion notes payable	(3,392,189)	(1,254,516)	-	(4,646,705)	72,732
Accounts payable	(8,042)	-	-	(8,042)	-
Advances payable	(55,628)	(364,350)	-	(419,978)	446,668
Accrued liabilities	(30,021)	(2,206)	-	(32,227)	(162,251)
Due to other funds	(3,532,764)	(221,072)	-	(3,753,836)	1,294,647
	<u>(2,961,117)</u>	<u>(2,384,981)</u>	<u>150</u>	<u>(5,345,948)</u>	<u>1,593,502</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ (2,961,117)</u>	<u>\$ (2,384,981)</u>	<u>\$ 150</u>	<u>\$ (5,345,948)</u>	<u>\$ 1,593,502</u>

The accompanying notes are an integral part of this statement.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS

The County of Muskegon, Michigan was incorporated on July 18, 1859, and covers an area of approximately 520 square miles with the county seat located in the City of Muskegon. The County operates under an elected Board of Commissioners (11 members) and provides services to its 158,000 residents in many areas including law enforcement, administration of justice, transportation, waste disposal, road maintenance, community enrichment and development and human services.

Certain special revenue funds and trust and agency funds are maintained and included in the accompanying combined financial statements on a June 30 and a September 30 fiscal year basis. The County adopted a different fiscal year end to be consistent with the fiscal period of the respective federal and state grants received by these funds. Interfund balances and operating transfers, therefore, will not equal in the accompanying combined financial statements.

a) Fund Accounting

The financial activities of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts which comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various fund types and account groups are categorized and described as follows:

Governmental Fund Types

General Fund - The general fund accounts for all revenues and expenditures applicable to the general operations of County government except those required to be accounted for in another fund. Revenues are derived primarily from property taxes and intergovernmental revenues.

Special Revenue Funds - The special revenue funds are used to account for specific activities (other than major capital projects) requiring separate accounting because of legal or regulatory provision or administrative action.

Debt Service Funds - The debt service funds are used to record the funding and payment of principal and interest on the County's bonded debt.

Capital Projects Funds - The capital projects funds are used to account for the acquisition or construction of major capital facilities other than those financed by proprietary fund operations.

Proprietary Fund Types

Enterprise Funds - Enterprise funds report on operations that provide services which are financed primarily by user charges or activities where periodic measurement of net income is appropriate for capital maintenance, public policy, management control or other purposes.

Internal Service Funds - Internal service funds are established to finance and account for goods and services provided by the County to other departments and funds, or to other governmental units, on a cost reimbursement basis.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS - Continued

Fiduciary Fund Types

Trust and Agency Funds - Trust and agency funds are used to account for assets held by the County in trust or as an agent for others.

Account Groups

General Fixed Assets Account Group - This account group presents the fixed assets of the County utilized in its general operations (nonproprietary fixed assets).

General Long-Term Debt Account Group - This account group presents the principal balance of general obligation long-term debt which is not recorded in proprietary fund types or debt service funds.

b) Basis of Accounting

All governmental funds and expendable trust and agency funds utilize the modified accrual basis of accounting. Under this method, revenues are recorded as receivables when measurable and as revenue when available to finance current County operations. Revenues for 1987 include property taxes levied on December 1, 1986, and collected in early 1987. The "1987 property taxes" levied on December 1, 1987, became a lien on that date and will be collected principally in early 1988. These taxes have been recorded as a receivable and as deferred revenue at December 31, 1987 since they are not available to fund expenditures until 1988. Other significant revenues susceptible to accrual include expenditure reimbursement type grants, investment income, certain intergovernmental revenues and operating transfers. All other revenues are recorded when billed or received. Expenditures are recorded when the liability is incurred, except for interest on long-term debt which is recorded when paid.

The financial statements of proprietary funds and nonexpendable trust funds are reflected on the accrual basis of accounting. Revenues, including unbilled services, are recorded when earned and expenses are recorded as incurred, without regard to the receipt or payment of cash or its equivalent.

c) Inventories

Inventories, which consist of replacement parts, office supplies, drugs and medical supplies, are stated at the lower of average costs or market. Harvested grain is valued at selling price less costs of disposal. Grain expenses on inventory not sold by year-end are deferred until such time as title to the grain transfers. Inventories are accounted for by the consumption method.

d) Property and Equipment

Property and equipment are stated at cost. Expenditures which materially extend the useful life of existing properties are capitalized. All costs relating to the construction of facilities are capitalized, including salaries, employee benefits and bond interest costs during the construction period. General fixed assets purchased are recorded as expenditures in the respective governmental fund types at the time of purchase and capitalized in the general fixed assets account group. Donated fixed assets are valued at their estimated fair market value on the date donated. Public Domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets.

Depreciation is not recorded in the general fixed assets account group. Depreciation on property and equipment recorded in proprietary fund types is computed using the straight-line method over the following estimated useful lives of the related assets:

	<u>Years</u>
Land improvements	10 - 100
Lagoons	98 - 100
Buildings	10 - 50
Machinery and equipment	3 - 25
Wastewater collection and distribution system	10 - 50
Capitalized interest and engineering costs	47 - 50

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS - Continued

e) Employee Vacation and Sick Leave

County employees are granted vacation and sick leave in varying amounts based on length of service. Upon termination, employees are paid (1) accumulated vacation at full rates with certain limitations for nonstaff personnel, and (2) accumulated sick leave at death or retirement at three-quarters the employee's pay rate and at one-half the employee's pay rate for all other reasons.

The County has adopted the accounting and reporting principles outlined in the National Council on Governmental Accounting Statement 4, with regard to employee vacation and sick leave. Vacation and sick leave payable out of expendable available resources in the governmental fund types is accrued in the general fund and the long-term portion of \$2,413,598 is recorded in the general long-term debt group of accounts. Compensated absences in the proprietary funds are accrued in full.

f) Fund Balance Reserves and Designations

Long-term advances from the general fund to the internal service funds were made to finance and sustain the activities of these funds. A portion of the general fund balance is reserved in an amount equal to such advances to reflect the amount of fund balance not currently available for expenditure.

As discussed in note 4, the County has a long-term note receivable from the Economic Development Corporation of the City of Muskegon, which is held jointly by the general, capital projects and internal service funds. Portions of the general and capital projects fund balances have been reserved and retained earnings of the internal service fund have been appropriated in amounts equal to their respective portions of such long-term note receivable to reflect the amount of the fund balance and retained earnings not currently available for expenditure.

Fund balances designated for programs and debt service represent amounts appropriated by the Board of Commissioners for specific projects which carry over each year.

Specific fund balances designated are:

<u>General Fund</u>	
Designated for note payable	\$ 102,703
Designated for officer training	<u>21,929</u>
	<u>\$ 124,632</u>

<u>Special Revenue</u>	
County Road	\$ 2,860,666
Friend of the Court	204,477
Health Department	72,677
Accommodations tax	223,059
Federal Revenue Sharing	323,811
West Michigan Enforcement Team (WMET)	55,775
Library	12,304
Social Services	33,347
Muskegon County Economic Development Commission	19,483
Mental Health Building	27,958
John R. Campbell Building	<u>11,605</u>
	<u>\$ 3,845,162</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS - Continued

<u>Debt Service</u>	
Designated for debt service	<u>\$8,600,947</u>
 <u>Capital Projects</u>	
Capital Improvement Designated for Medical Care Facility	<u>\$ 110,977</u>
 <u>Enterprise</u>	
Designated for Landfill Covering	\$ 27,575
Designated for Airport Enhancement	57,350
Designated for Debt Service	<u>2,318,601</u>)
	<u>\$2,403,526</u>
 <u>Internal Service</u>	
Designated for Capital Equipment	\$ 328,774
Designated for insurance reserves	<u>1,313,041</u>
	<u>\$1,641,815</u>
 <u>Trust and Agency</u>	
Designated for Perpetual Care	\$ 23,578
Cemetery Trust Medical Care Facility Endowment	<u>66,527</u>
	<u>90,105</u>
 Designated for Annuities	
Wiener Property	28,652
ICMA Deferred Comp Plan	<u>2,573,545</u>
	<u>2,602,197</u>
	<u>\$2,692,302</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS - Continued

g) Contributions in Aid of Construction

The County follows the policy of reducing the contributions in aid of construction in the enterprise funds for an amount equal to the yearly depreciation and amortization on assets acquired or constructed with such contributions. This policy is based on the premise that future replacement of these facilities will be funded by the users who benefit from the facilities and not current users through the current rate structure. At December 31, 1987 and 1986, the status of contributions in aid of construction is as follows:

	Wastewater Transfer Station <u>(5712)</u>	Muskegon County Airport <u>(5810)</u>	Muskegon Area Transit System <u>(5880)</u>
Contributions in aid of construction at beginning of year	\$ 47,303	\$3,661,191	\$ 546,235
Current year contributions	-	71,475	56,710
Retirements - net	-	-	(10,426)
Depreciation and amortization of fixed assets acquired through contributions in aid of construction	<u>(2,375)</u>	<u>(127,549)</u>	<u>(79,796)</u>
Contributions in aid of construction at end of year	<u>\$ 44,928</u>	<u>\$3,605,117</u>	<u>\$ 512,723</u>
	Muskegon County Wastewater Management System No. 1 <u>(5920)</u>	<u>Totals</u>	
		1987	1986
Contributions in aid of construction at beginning of year	\$22,823,859	\$27,078,588	\$27,319,071
Current year contributions	1,298,880	1,427,065	1,164,042
Retirements - net	-	(10,426)	(34,255)
Depreciation and amortization of fixed assets acquired through contributions in aid of construction	<u>(1,112,425)</u>	<u>(1,322,145)</u>	<u>(1,370,270)</u>
Contributions in aid of construction at end of year	<u>\$23,010,314</u>	<u>\$27,173,082</u>	<u>\$27,078,588</u>

h) Budgets

The general and special revenue funds are the governmental fund types under formal budgetary control. The County adopts its budget in accordance with Public Act 621, the Uniform Budgeting and Accounting Act, which mandates an annual budget process and an annual appropriation act to implement the budget.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS - Continued

h) Budgets - Continued

1. A general, special revenue and debt service funds budget is presented to the Ways and Means Committee of the Board in September, at which time hearings on the budget are scheduled. A Public Hearing is held in September or October and a special meeting is held to give all elected officials the opportunity to discuss their budget with the Board.
2. The budget, and an appropriation ordinance implementing it, is then adopted in October.
3. Formal budget integration is employed as a management control device during the year for the general, special revenue and debt service funds. Formal budgetary integration is not employed for any other fund and only informational summaries are prepared as a management tool and are presented to the Board for consideration.
4. Budgets as presented for the general, special revenue and debt service funds were prepared on the modified accrual basis of accounting. Encumbrances are not recorded at year end.
5. Expenditures may not legally exceed activity (department) totals in the general and federal revenue sharing funds. All other special revenue fund expenditure cannot legally exceed their respective fund totals and must remain in accordance with their respective grant agreements with federal and state agencies.
6. Budgets for the current year are carefully reviewed in July or August and December for any revision of estimates. Proposed increases or reductions in appropriations are presented to the Ways and Means Committee and the Board in September and December for their action. The legislative body amends the general appropriation act as soon as it becomes apparent this action is necessary.
7. The budgetary information presented has been amended during the year by an official action of the County Board of Commissioners. The amendments were not significant in total.
8. All budget appropriations lapse at the end of each fiscal year.

i) Reporting Entity

In accordance with NCGA Statement 3 and Michigan Governmental Accounting and Auditing Statement 4, all funds and account groups under direct control of the County have been included in this report.

The component units of government included in this report are the Muskegon County Road Commission and the Muskegon County Department of Social Services. Criteria used in determining the inclusion of these agencies are:

- 1) NCGA Statement 3 Para 13(A) - Selection of Governing Authority
- The County Board exercises the power of appointment and removal of board members and overall approval of fiscal matters.
- 2) NCGA Statement 3 Para 14 - Scope of Public Service - The activities of the agencies fall within the geographic boundaries of the County and are available to the citizens of this entity.
- 3) There are no other overlapping entities that generate a positive response in any of the criteria defined in NCGA Statement 3.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS - Continued

j) Grants and Third Party Cost Reimbursement Settlements

The County receives grants from other governmental units to finance specific programs. The grant revenues are recorded based on qualifying program expenditures, as determined by the County, and are subject to audit by the responsible agencies. Adjustments required upon final settlements are recorded in the period of settlement.

Third party cost reimbursements are recorded at prospective rates and provisions are made at the end of the year to adjust such revenues to the reimbursable cost expected to be received. Adjustments required upon final settlements are recorded in the period of settlement.

k) Reclassifications

Certain items in the 1986 financial information have been reclassified to conform to the 1987 presentation.

l) Indirect Cost Rate

Administrative costs are recorded in the general fund as indirect costs in the County's accounting system and allocated to the various funds based upon a negotiated indirect cost rate. Indirect costs are defined by Office of Management and Budget (OMB) Circular A-87 as costs "(a) incurred for a common or joint purpose benefiting more than one cost objective, and (b) not readily assignable to the cost objectives specifically benefited without effort disproportionate to the results achieved". The indirect cost rate used by the County is based on prior cost experience, documented by a cost allocation plan, and is approved by a cognizant federal agency (health and human services) in accordance with the provision of OMB Circular A-87. It is management's policy to negotiate with the cognizant agency a fixed rate which is used for billing purposes during the County's succeeding fiscal year. Upon the completion of an independent audit at the end of each fiscal year, the indirect cost rate is scrutinized and a revised fixed rate for future use is negotiated with the cognizant agency only if necessary.

During 1987, the County's indirect cost rate was 13.05% of direct salaries and wages, excluding fringe benefits.

Certain other accounting policies are disclosed in subsequent footnotes.

NOTE 2 - PROPERTY TAX

Property taxes are levied and attached as an enforceable lien on property as of July 1st and December 1st. Taxes are payable by March 1st with local treasurers. After March 1st, taxes are delinquent and are collected by the County with additional penalty and interest added. Delinquent tax rolls are used to finance delinquent tax notes of which the proceeds are used to pay off the various taxing authorities around July 1st. Collections of delinquent taxes (including penalty and interest) are kept by the County to repay the notes, with any remainder being remitted to the general fund. Any delinquent taxes not collected after three years have elapsed trigger the property to be sold, for the price of the taxes due, at a tax sale the first Monday in May. Therefore, under the statutes, total delinquency collection is assured.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 3 - CASH AND CASH INVESTMENTS

To facilitate better management of the County's resources, substantially all cash is combined in one pooled operating account. The County's excess cash is invested principally in certificates of deposit and commercial paper primarily on a pooled investment basis. Cash overdrafts represent a deficit position in the pooled account and are in effect amounts due to other funds.

Investments are stated at the lower of cost or market. Investment income of the pooled investment account is allocated monthly to the respective funds on the basis of their cash balance at the end of the month. As of December 31, 1987 investments consisted of the following:

	<u>Certificates of Deposit</u>	<u>Commercial Paper</u>	<u>Total</u>
Pooled investments	\$22,959,262	\$16,150,078	\$39,109,340
Restricted for debt service	1,000,000	-	1,000,000
Trust and agency	<u>170,575</u>	<u>-</u>	<u>170,575</u>
	<u>\$24,129,837</u>	<u>\$16,150,078</u>	<u>\$40,279,915</u>

The County maintains a cash and investment pool that is used by all County funds and service agencies for which the County provides bookkeeping services. Each fund's portion of this pool is displayed as "cash and cash investments" on the combined and individual balance sheets.

Deposits: At year-end, the carrying amount of the County's deposits was \$19,069,731, and the bank balance was \$1,794,458. Of the balances, \$1,369,731 and \$100,000 respectively, was covered by federal depository insurance with the remainder uninsured and uncollateralized.

Investments: per M.S.A. 3.843(1), the legislative or governing body of the County has authorized the treasurer to invest surplus funds belonging to and under the control of the commission of the County as follows:

1. In bonds and other direct obligations of the United States or an instrumentality of the United States.
2. In certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the federal deposit insurance corporation or a savings and loan association which is a member of the federal savings and loan insurance corporation or a credit union which is insured by the national credit union administration.
3. In commercial paper rated at the time of purchase within the three highest classifications established by not less than 2 standard rating services and which matures not more than 270 days after the date of purchase. Not more than 50% of any fund may be invested in commercial paper at any time.
4. In United States government or federal agency obligation repurchase agreements.
5. In bankers' acceptance of United States banks.
6. In mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 3 - CASH AND CASH INVESTMENTS - Continued

The County's investments are listed below to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured by the federal depository and in third party hands for safekeeping. Category 2 included investments that are uninsured and unregistered and held by a banking institution locally in the County's name as agent. Category 3 are those investments that are uninsured and unregistered and held by a non-local broker or dealer for the County and in the County's name as counterparty.

	Category			Carrying Amount	Market Value
	1	2	3		
U.S. Treasury Notes	\$4,699,262	\$ -	\$ -	\$ 4,699,262	\$ 4,699,262
Commercial Paper	-	2,561,009	13,949,913	16,510,922	16,510,922
	<u>\$4,699,262</u>	<u>\$2,561,009</u>	<u>\$13,949,913</u>	<u>\$21,210,184</u>	<u>\$21,210,184</u>

NOTE 4 - LONG-TERM NOTE RECEIVABLE

The County has a long-term note receivable issued by the Economic Development Corporation of the City of Muskegon (a Michigan nonprofit corporation) dated October 15, 1975 (reissued in the face amount of \$1,126,078 on December 31, 1977, to include accrued interest to that date), which is held jointly by the general, capital projects and internal service funds. Under the renegotiated terms, the note is payable in annual installments of \$41,459 plus interest at 8% on May 1, 1978 through 1980, with the balance of \$1,001,701 due on May 1, 1981.

As of December 31, 1987, principal and interest payments under the terms of the note have not been received. The note is included in the accompanying combined financial statements at its original face amount. Accrued interest from January 1, 1976 will be recognized as revenue when received.

The note is collateralized by a second mortgage on certain real estate located in the Muskegon Mall and by the assignment of the related leases, which are believed to provide adequate assurance for the realization of the notes.

NOTE 5 - PROPERTY AND EQUIPMENT

The components of property and equipment at December 31, 1987 are summarized as follows:

	Proprietary Funds	General Fixed Assets Account Group	Total
In-service			
Land	\$ 9,005,900	\$ 2,279,685	\$11,285,585
Land improvements	6,120,294	279,616	6,399,910
Lagoons	9,517,671	-	9,517,671
Buildings and improvements	7,308,448	23,050,057	30,358,505
Machinery and equipment	7,204,668	8,948,985	16,153,653
Wastewater collection and distribution system	19,544,227	-	19,544,227
Capitalized interest and engineering costs	3,605,785	-	3,605,785
	<u>62,306,993</u>	<u>34,558,343</u>	<u>96,865,336</u>
Less accumulated depreciation	(23,458,840)	-	(23,458,840)
	<u>38,848,153</u>	<u>34,558,343</u>	<u>73,406,496</u>
Construction in progress	2,784,714	-	2,784,714
	<u>\$41,632,867</u>	<u>\$34,558,343</u>	<u>\$76,191,210</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 5 - PROPERTY AND EQUIPMENT - Continued

The following table summarizes the changes in the components of the general fixed assets account group for the year ended December 31, 1987:

	Balance December 31, <u>1986</u>	<u>Additions</u>	<u>Deductions</u>	Balance December 31, <u>1987</u>
Land	\$ 2,190,215	\$ 148,470	\$ (59,000)	\$ 2,279,685
Land improvements	202,706	76,907	-	279,616
Buildings and improvements	22,555,809	1,247,258	(753,010)	23,050,057
Equipment	<u>8,132,862</u>	<u>1,048,711</u>	<u>(232,588)</u>	<u>8,948,985</u>
Total general fixed assets	<u>\$33,081,595</u>	<u>\$2,521,346</u>	<u>\$(1,044,598)</u>	<u>\$34,558,343</u>

General fixed assets at December 31, 1987 are utilized in the following function:

Legislative	\$ 6,039
Judicial	640,614
General County government	5,574,907
Highways and streets	8,475,003
Public safety	3,825,187
Health	6,311,360
Welfare	5,341,781
Culture	688,796
Recreation	1,479,043
Convention Center	<u>2,215,613</u>
	<u>\$34,558,343</u>

NOTE 6 - LONG-TERM DEBT

Long-term debt of the County consisted of the following:

	Balance January 1, <u>1987</u>	Borrowings (payments)	Balance December 31, <u>1987</u>
<u>General Long-Term Debt Account Group</u>			
Muskegon County Sewage Collection and Disposal System No. 1			
Series I Bonds - payable in annual installments of \$30,000 from 1987 to 1990 with interest from 4.5% to 4.7% (8710)	\$ 120,000	\$ (30,000)	\$ 90,000
Series II - payable in increasing annual installments of \$100,000 from 1987 to 2004 with interest from 6% to 8% (8713)	1,800,000	(100,000)	1,700,000
Series III - payable in increasing annual installments ranging from \$50,000 in 1987 to \$75,000 in 1997 with interest from 6% to 7.25% (8714)	800,000	(50,000)	750,000
Series IV - payable in increasing annual installments ranging from \$500,000 in 1987 to \$750,000 in 1994 with interest from 5% to 5.9% (8835)	5,550,000	(600,000)	4,950,000

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 6 - LONG-TERM DEBT - Continued

Management County Wastewater Management System No. 1

Egelston Township Extension Bonds - payable in increasing annual installments ranging from \$100,000 in 1987 to \$125,000 in 2000 with interest from 5% to 7% (8832)	1,575,000	(100,000)	1,475,000
Muskegon Township Extension Bonds - payable in increasing annual installments ranging from \$300,000 in 1987 to \$600,000 in 2002 with interest from 5% to 7% (8833)	8,300,000	(300,000)	8,000,000
Laketon Township Extension Bonds - payable in increasing annual installments ranging from \$100,000 in 1987 to \$150,000 in 2004 with interest from 5.7% to 7% (8834)	2,350,000	(100,000)	2,250,000
City of Muskegon Extension Bonds - payable in increasing installments ranging from \$50,000 in 1987 to \$150,000 in 1998 with interest from 5.75% to 9.00% (8838)	1,350,000	(50,000)	1,300,000
Muskegon County Water Supply System No. 1 Bonds - payable in increasing annual installments ranging from \$200,000 in 1987 to \$300,000 in 2003 with interest from 5% to 7% (8711-17-18)	4,550,000	(200,000)	4,350,000
Muskegon County Water Supply System No. 2 Bonds - payable in increasing annual installments ranging from \$200,000 in 1987 to \$400,000 in 1994 with interest from 5.05% to 5.70% (8712)	2,450,000	(200,000)	2,250,000
Muskegon County Solid Waste Management No. 2 Transfer Station Bonds - payable in annual installments of \$25,000 from 1987 to 1999 with interest from 5.65% to 6.5% (8716)	325,000	(25,000)	300,000
Muskegon County Water Supply North Muskegon Bonds - payable in increasing annual installments ranging from \$25,000 in 1987 to \$30,000 in 1994 with interest from 9.80% to 12.40% (8720)	215,000	(25,000)	190,000
Northside Water Project Bonds - payable in increasing annual installments ranging \$10,000 in 1987 to \$40,000 in 2021 with interest at 5% (8719)	1,070,000	(10,000)	1,060,000

*Bunded
w&S
28,665,000*

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 6 - LONG-TERM DEBT - Continued

Muskegon County Building Authority (Convention Center) - payable in increasing annual installments ranging from \$50,000 in 1987 to \$250,000 in 2003 with interest from 9.75% to 12.75% (3100)	2,650,000	(50,000)	2,600,000
Muskegon County Mental Health Center Bonds - payable in increasing annual installments ranging from \$100,000 in 1987 to \$175,000 in 2009 with interest from 9.4% to 10.0% (3140)	3,200,000	(100,000)	3,100,000
Equipment purchase agreement at 7% payable in equal monthly installments of \$1,238 including interest, through May, 1990 (1010)	-	(8,664) 44,558	35,894
Sick and annual time payable as used or upon retirement or termination. See Note 1(e) for limitations on payoff	2,240,080	(1,355,093) 1,528,611	2,413,598
Equipment purchase agreement at 8.5% payable in equal monthly installments of \$1,727, including interest, through February, 1989 (1010)	43,177	(20,725)	22,452
Equipment purchase agreement at 7% payable in equal monthly installments of \$2,016, including interest, through October, 1989 (1010)	68,552	(24,195)	44,357
Muskegon County Road Commission - payable in increasing annual installments ranging from \$62,340 in 1987 to \$173,385 in 1999 with an average interest rate of approximately 9.5% (2010)	1,386,660	(62,340)	1,324,320
Muskegon County Road Commission - payable in increasing annual installments ranging from \$9,938 in 1987 to \$29,077 in 1999 with an average interest rate of approximately 9.5% (2010)	228,042	(9,938)	218,104
Muskegon County Road Commission - payable in increasing annual installments ranging from \$36,037 in 1987 to \$105,426 in 1999 with an average interest rate of approximately 13.2% (2010)	826,884	(36,037)	790,847
Land purchase agreement payable in non-interest bearing monthly installments of \$1,000 through December, 1992 (7180)	<u>74,000</u>	<u>(12,000)</u>	<u>62,000</u>
Total General Long-Term Debt Account Group	<u>\$41,172,395</u>	<u>\$(1,895,823)</u>	<u>\$39,276,572</u>

Bonded

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 6 - LONG-TERM DEBT - Continued

Enterprise Funds

Muskegon County Wastewater System - Number One

1971 Muskegon County Wastewater Management System No. 1 Bonds - payable in increasing annual installments ranging from \$675,000 in 1987 to \$1,200,000 in 1997 with interest from 5% to 6% (5920)	\$10,100,000	\$ (675,000)	\$ 9,425,000
1982 Muskegon County Wastewater Management System No. 1 Bonds - payable in increasing annual installments ranging from \$350,000 in 1987 to \$500,000 in 1992 with interest from 9.3% to 11.3% (5920)	2,700,000	(350,000)	2,350,000
Lease with purchase option for Wastewater tractors (2), due in 23 monthly installments of \$1,574.04, with a remaining balance due of \$15,189.80 (5920)	37,226	(17,315)	19,911
Five year promissory note payable for Steiger Panther Tractor at Wastewater, due in 37 monthly installments of \$1,303.24 with interest at 7.525% (5920)	42,921	(12,847)	30,074
Three year promissory note payable for 3 trucks at Wastewater due in monthly principal payments of \$977.62 plus 70% of prime rate interest adjusted annually payable through June, 1988 (5920)	18,574	(11,731)	6,843
Five year promissory note payable for loader and plow at Wastewater due in monthly principal payments of \$1,953.41 plus 70% of prime rate interest adjusted annually payable through October, 1990 (5920)	90,795	(23,441)	67,354
Lease with purchase option for Wastewater irrigation equipment, due in quarterly (March, June, September and December) installments of \$2,453 through December, 1987 (5920)	7,361	(7,361)	-
Fly Ash Program - Five year promissory note payable for loader and plow due in monthly principal installments of \$1,302.27 plus 70% of prime rate interest adjusted annually payable through October, 1990 (5711)	<u>58,965</u>	<u>(15,626)</u>	<u>43,339</u>
Total Enterprise Funds	<u>\$13,055,842</u>	<u>\$(1,113,321)</u>	<u>\$11,942,521</u>

*Bonded
w/ Sewer
11,775,000*

9,425,000

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 6 - LONG-TERM DEBT - Continued

Internal Service Funds

Telephone equipment purchase at 9.25% payable
in equal monthly installments of \$6,785.68
including interest, through May, 1991 (6660) \$ 379,998 \$ (81,428) \$ 298,570

General Obligation Tax Notes

Delinquent Tax Series

1983 - Payable in annual installment of \$2,800,000 in 1987 with interest from 7.75% to 8.25% (6173)	2,800,000	(2,800,000)	-
1984 - Payable in annual installments of \$3,600,000 in 1987, and \$2,900,000 in 1988 with interest at 6% (6174)	6,500,000	(3,600,000)	2,900,000
1985 - Payable in annual installments of \$4,500,000 in 1987, \$3,600,000 in 1988, and \$2,900,000 in 1989 with interest at 5.4% (6185)	11,000,000	(4,500,000)	6,500,000
1986 - Payable in annual installments of \$3,000,000 in 1988, \$3,250,000 in 1989, and \$1,250,000 in 1990 with interest from 5% to 5.5% (6186)	<u> -</u>	<u> 7,500,000</u>	<u> 7,500,000</u>
Total Internal Service Funds	<u><u>\$20,679,998</u></u>	<u><u>\$ (3,481,428)</u></u>	<u><u>\$17,198,570</u></u>
 Total Long-Term Debt (including current maturities of proprietary fund types long-term debt)	 <u><u>\$74,908,235</u></u>	 <u><u>\$ (6,490,572)</u></u>	 <u><u>\$68,417,663</u></u>

Bonded
Tax 16,900,000

The total requirements for payment of principal and interest amount to \$65,942,065 and \$25,997,268, respectively, at December 31, 1987 as follows:

<u>Year</u>	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>	<u>Long-Term Debt Account Groups</u>
1988	\$ 1,955,187	\$10,441,803	\$ 4,773,116
1989	1,924,218	6,559,491	4,612,757
1990	1,904,354	1,365,803	4,720,896
1991-1995	7,386,000	33,928	21,967,733
1996-2000	2,527,500	-	14,076,085
2001-2005	-	-	5,991,762
2006-2010	-	-	1,142,825
2011-2015	-	-	279,875
2016-2020	-	-	235,000
2021	-	-	41,000
	<u><u>\$15,697,259</u></u>	<u><u>\$18,401,025</u></u>	<u><u>\$57,841,049</u></u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 6 - LONG-TERM DEBT - Continued

The debt service bonds were issued by the County pursuant to contracts entered into with the City of Norton Shores, Egelston Township, Muskegon Township, Laketon Township, Fruitport Township, Village of Fruitport, City of Muskegon, Northside Water Project and the County Road Commission for the financing of additional sewage collection and disposal and water supply systems for the contractees. Under the terms of the agreements, the contractees are to pay the County each year amounts sufficient to provide for debt service. The full faith and credit of the County and that of the respective participating municipalities are pledged for repayment of the bonds.

The Muskegon County Wastewater Management System No. 1 bond issues are a general obligation bond issue repayable from the proceeds of contract payments by participating users in the system. The full faith and credit of the County and that of participating municipalities are pledged for repayment of the bonds. Cash and other assets aggregating \$3,118,581 are restricted for the purpose of meeting principal and interest payments.

The general obligation tax notes are issued by the County to pay the various local units of government their respective share of delinquent property taxes. The notes are collateralized by the assets of the respective Delinquent Tax Revolving Funds (\$23,705,929 at December 31, 1987) and the full faith and credit of the County.

The general obligation debt of the County is issued to pay for the construction of a new Community Mental Health Center repayable from building leases and patient revenues. The full faith and credit of the County is pledged for repayment of the bonds. In addition, ad valorem taxes can be levied if revenues are not sufficient to cover debt service requirements. County Building Authority Bonds were used to build a new convention center in combination with a new 200-room hotel. Lease payments are pledged for the payment of annual debt service along with the full faith and credit of the County.

COMBINED SCHEDULE OF ANNUAL PRINCIPAL REQUIREMENTS FOR
BONDED DEBT OUTSTANDING AT DECEMBER 31, 1987

Year	Total Water	Total Sewer	Total General Obligation	Total Delinquent Tax	Totals	Principal Due Every Five Years
1988	\$ 440,000.00	\$ 2,630,000.00	\$ 266,457.00	\$ 9,500,000.00	\$12,836,457.00	
1989	440,000.00	2,705,000.00	275,713.00	6,150,000.00	9,570,713.00	
1990	490,000.00	2,980,000.00	336,040.00	1,250,000.00	5,056,040.00	
1991	690,000.00	3,125,000.00	347,611.00	0.00	4,162,611.00	
1992	725,000.00	3,200,000.00	385,411.00	0.00	4,310,411.00	\$35,936,232.00
1993	725,000.00	2,750,000.00	449,780.00	0.00	3,924,780.00	
1994	725,000.00	2,850,000.00	465,889.00	0.00	4,040,889.00	
1995	295,000.00	2,250,000.00	484,693.00	0.00	3,029,693.00	
1996	320,000.00	2,350,000.00	505,414.00	0.00	3,175,414.00	
1997	330,000.00	2,425,000.00	578,769.00	0.00	3,333,769.00	\$53,440,777.00
1998	330,000.00	1,150,000.00	629,596.00	0.00	2,109,596.00	
1999	330,000.00	1,000,000.00	657,898.00	0.00	1,987,898.00	
2000	330,000.00	975,000.00	400,000.00	0.00	1,705,000.00	
2001	330,000.00	850,000.00	400,000.00	0.00	1,580,000.00	
2002	335,000.00	850,000.00	400,000.00	0.00	1,585,000.00	\$62,408,271.00
2003	335,000.00	250,000.00	400,000.00	0.00	985,000.00	
2004	35,000.00	250,000.00	175,000.00	0.00	460,000.00	
2005	35,000.00	0.00	175,000.00	0.00	210,000.00	
2006	35,000.00	0.00	175,000.00	0.00	210,000.00	
2007	35,000.00	0.00	175,000.00	0.00	210,000.00	\$64,483,271.00
2008	35,000.00	0.00	175,000.00	0.00	210,000.00	
2009	35,000.00	0.00	175,000.00	0.00	210,000.00	
2010	35,000.00	0.00	0.00	0.00	35,000.00	
2011	35,000.00	0.00	0.00	0.00	35,000.00	
2012	40,000.00	0.00	0.00	0.00	40,000.00	\$65,013,271.00
2013	40,000.00	0.00	0.00	0.00	40,000.00	
2014	40,000.00	0.00	0.00	0.00	40,000.00	
2015	40,000.00	0.00	0.00	0.00	40,000.00	
2016	40,000.00	0.00	0.00	0.00	40,000.00	
2017	40,000.00	0.00	0.00	0.00	40,000.00	\$65,213,271.00
2018	40,000.00	0.00	0.00	0.00	40,000.00	
2019	40,000.00	0.00	0.00	0.00	40,000.00	
2020	40,000.00	0.00	0.00	0.00	40,000.00	
2021	40,000.00	0.00	0.00	0.00	40,000.00	
2022	0.00	0.00	0.00	0.00	0.00	\$65,373,271.00
TOTAL	\$7,850,000.00	\$32,590,000.00	\$8,033,271.00	\$16,900,000.00	\$65,373,271.00	

40,440,000

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 7 - ACCOUNTING REPORTING CHANGE

In accordance with Governmental Accounting Standards Board (GASB) statement number 6, Special Assessments Funds have been eliminated. All Special Assessments have been combined into one Water and Sewer Debt Fund (Fund 3650). The change has no economic effect and is an accounting reporting change only.

NOTE 8 - PENSION PLAN

The County participates in the Michigan Municipal Employees Retirement System. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 5, the plan is classified as an agent multi-employer Pension Employee Retirement System (PERS). The following are the disclosures required by the statement:

Plan Description

The plan, which covers substantially all County employees, is funded by quarterly contributions. There were no contributions necessary for the year ended December 31, 1987, and no prior accrued service liability. At December 31, 1986, the date of the latest actuarial review, information from the plan's administrator indicates the County's estimated share of actuarial present value of vested accumulated plan benefits was \$15,136,346 and plan net assets available for benefits were \$27,552,131 based on an assumed 8% rate of return. Total covered payroll was \$17,849,453 out of a total payroll of \$20,571,141. Employees covered include all full-time employees and any part-time employees that work at least 10, 6-hour days in a month. This excludes those employees that are considered temporary (less than 90 days) and hourly. An employee is vested after ten years and may retire with full benefits upon reaching sixty years of age. Benefits are a combination of average final compensation and years of service. Benefit provisions are established by the Board of Commissioners.

The employer and employee obligations to contribute to the retirement plan are determined by the Board of Commissioners either through approval of bargaining unit contracts or direct action.

Funding Status

The annual pension benefit obligation is an actuarial-based present value of credited projected benefits adjusted by the following projected effects of:

1. Rates of investment return
2. Rates of pay increase
3. Rate of inflation
4. Changes in active member group size
5. Ages at actual retirement
6. Rates of mortality
7. Rates of employee turnover
8. Rates of disability

The date of the latest actuarial evaluation is December 31, 1986. Significant actuarial assumptions used in this evaluation are:

1. Rate of investment return - 8%
2. Active member payroll increase - 6.5%
3. Rate of pay increase (economic) - 6.5%
4. Rate of pay increase (merit) - 1.6%
5. Mortality table based on the 1971 Group Annuity Mortality Table

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 8 - PENSION PLAN - Continued

The total pension obligation as of 12/31/86 was:

1. \$5,585,626 for retirees
2. \$14,830,566 for active employees

Funding for these future payments will come from net assets valued at \$27,552,131. The difference between pension obligation and net assets is (\$7,135,939). This "assets in excess of obligation" means that the County is more than adequately funded to provide benefits to all its employees.

Contributions Required and Contributions Made

The County policy is to fund all required actuarially-determined contributions. The actuarial funding method is the level contribution approach that does not focus on benefits earned by employees as a result of service through the valuation date. Rather, it computes the total cost of financing total projected benefits and then allocating that cost to years of credited service and expected future service. Any unfunded obligation is amortized over a 10-year period using the same level contribution method. The actuarial assumptions used in computing the contribution are the same as those in computing the pension obligation. The 1988 contribution amount for the County is \$0 because net assets exceed the pension obligation by 35% and an annual contribution percentage is normally 7-10% of its covered payroll.

Three-Year Historical Trend

A three-year history of the significant factors for the PERS are:

	<u>1984</u>	<u>1985</u>	<u>1986</u>
Net assets available for benefits as a percentage of pension obligation	135%	134%	135%
Percentage of assets in excess of pension obligation to annual covered payroll	36%	38%	40%
Employer contributions percentage of annual covered payroll	7.1-10.0%	6.5-10.7%	6.5-11.2%

Full pension disclosure with 10-year historical trend data is available in a separately published report from the Michigan Municipal Employee Retirement System, or the County.

Information from the plan's administrator is not available to permit the County to determine its share of the actuarial present value of nonvested accumulated plan benefits.

NOTE 9 - OVERVIEW TOTAL COLUMNS

Included in the combined financial statements are total columns captioned "memorandum only" to indicate that they are presented for informational purposes only. In accordance with generally accepted accounting principles for municipal governments, adjustments to eliminate interfund transactions have not been recorded in arriving at such amounts and, therefore, the memorandum totals are not intended to fairly present the financial position and results of operations of the County of Muskegon, taken as a whole.

Additionally, the amounts shown for 1986 in the "memorandum only" columns are included only to provide a basis for comparison with 1987 amounts and are not intended to present all information necessary for a fair presentation of financial position and results of operations in accordance with generally accepted accounting principles.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 10 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The County maintains seven enterprise funds which provide Wastewater Management, Airport, Transit, Water and Solid Waste Management Services. Segment information for the year ended December 31, 1987 is presented below for each of these activities.

	<u>Solid Waste Management</u>	<u>Fly Ash Program</u>	<u>Wastewater Transfer Station</u>	<u>Muskegon County Airport</u>
Operating revenues	\$1,296,051	\$100,150	\$ 237,011	\$ 414,407
Depreciation and amortization	164,037	20,328	33,661	163,944
Operating income (loss)	(571,668)	(26,172)	(41,214)	(378,071)
Operating subsidies	-	-	-	-
Operating transfers	-	-	-	381,705
Net income (loss)	(540,803)	-	(37,028)	756
Current capital				
Contributions	-	-	-	71,475
Transfers	-	-	2,375	127,549
Property additions	241,053	-	46,134	559,884
Property deletions	40,778	-	-	24,168
Net working capital	(171,705)	650,034	(31,939)	(433,784)
Long-term debt	-	27,712	-	-
Total assets	1,403,394	755,868	278,146	4,152,627
Total equity	93,436	27,575	117,512	57,350

	<u>Muskegon Area Transit System</u>	<u>Northside Water</u>	<u>Wastewater Management System</u>	<u>Total</u>
Operating revenues	\$224,179	\$ 67,414	\$ 4,516,731	\$ 6,855,943
Depreciation and amortization	79,796	-	1,424,582	1,886,348
Operating income (loss)	(1,048,522)	(25,390)	(2,285,833)	(4,376,870)
Operating subsidies	979,894	-	181,281	1,161,175
Operating transfers	38,828	-	-	420,533
Net income (loss)	(23,086)	158	(412,727)	(1,012,730)
Current capital				
Contributions	56,710	-	1,298,880	1,427,065
Transfers	79,796	-	1,112,425	1,322,145
Property additions	56,710	-	2,108,611	3,012,392
Property deletions	-	-	5,458	70,404
Net working capital	98,266	274,979	1,823,429	2,209,280
Long-term debt	-	-	10,706,253	10,733,965
Total assets	782,621	275,259	44,067,073	51,714,988
Total equity	-	274,979	5,498,839	6,069,691

NOTE 11 - LEASES

The County leases certain office space and equipment under operating leases, which expire on various dates through 1988, with aggregate minimum rental of \$101,000. Rental expense under operating leases was \$609,000 for the year ended December 31, 1987.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 12 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the combined statements - Overview, of certain information concerning individual funds including:

- a) Individual fund interfund receivable and payable balances.
Such balances at December 31, September 30 and June 30, 1987 were:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Fund</u>	<u>Interfund Payable</u>
General Fund (1010)	\$ 584,429	Health Department (2210)	\$ 2,210
Fiscal year difference (1210) (2220)	15,784	Sheriff Road Patrol (1210)	13,297
		Comm. Mental Health (2220)	2,487
		Convention Center Debt (3100)	268,036
		Airport (5810)	114,356
		Wastewater Management (5920)	181,645
		Fiscal year difference (2220)	18,182
	<u>600,213</u>		<u>600,213</u>
Accommodations Tax (2300)	134,250	Convention Center Debt (3100)	134,250
Comm. Mental Health (2220)	127,612	General Fund (1010)	222,518
Michigan Youth Corp (2743)	109	Wastewater Mgmt (5920)	14,802
Cross Lake Ferry (2784)	94,906	Fiscal year difference (1190)	3,411
Disaster Relief (2851)	18,104		
	<u>374,981</u>		<u>374,981</u>
Water Sewer Debt (3650)	<u>25,000</u>	Transfer Station (5712)	<u>25,000</u>
Solid Waste Mgmt (5700)	50,000	Transfer Station (5712)	85,000
Fly Ash Program (5711)	285,000	Wastewater Mgmt (5920)	250,000
	<u>335,000</u>		<u>335,000</u>
Insurance (6770)	<u>325,176</u>	Airport (5810)	<u>325,176</u>
Fiscal year difference (2220) <i>CommMH</i>	95,066	General Fund (1010)	95,066
Fiscal year difference (7930) <i>EWPA</i>	2,206	Insurance (6770)	2,206
Fiscal year difference (1010) (6770)	499	Every Woman's Place (7930)	346
		Muskegon Dropout (7983)	153
	<u>97,771</u>		<u>97,771</u>
Totals	<u>\$1,758,141</u>		<u>\$1,758,141</u>

None

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 12 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES - Continued

<u>Fund</u>	<u>Operating transfers in</u>	<u>Operating transfer out</u>
General Fund (1010)	\$ -	\$3,616,700
Special Revenue Funds		
Foster Child Care (1110)	132,751	
Child Haven (1120)	114,491	
Cooperative Reimbursement Prosecutor (1150)	23,890	
Emergency Services (1190)	98,757	
Marine Safety (1200)	25,601	
County Road (2010)		30,345
County Fairgrounds (2082)	27,023	
Friend of the Court (2150)	40,072	
Health Department (2210)	1,066,782	
Parks Development (2411)	30,349	
Federal Revenue Sharing (2490)		164,835
Law Library (2610)	13,511	
Library (2710)	290,011	
EDC Loan Revolving (2860)		49,980
Brookhaven Medical Care Facility (2900-3170)	418,508	
Social Services (2910)	7,122	
Child Care Facility (2920)	730,933	
Soldiers and Sailors Relief (2930)	6,683	
Muskegon County Economic Development Commission (2960)	93,630	
Community Mental Health (2220)	158,437	
Cross Lake Ferry (2784)	252,246	
Debt Service Funds		
Water and Sewer Debt (3650)	18,899	
Capital Projects Funds		
Wiener Property (4180)	408	
Museum Renovation (4860)	400,828	
Public Improvement (4930)		336,828
Capital Improvement (4960)		64,000
Enterprise Funds		
Muskegon County Airport (5810)	381,705	
Muskegon Area Transit System (5880)	38,828	
	<u>4,371,465</u>	<u>4,262,688</u>
Fiscal year difference (2784) - <i>Name</i>		107,340
Fiscal year difference (2220)		1,437
	<u>4,371,465</u>	<u>4,371,465</u>

c) Excess of expenditures over appropriations in individual funds.

	<u>Budget</u>	<u>Actual</u>
Foster Child Care (1110)	\$ 262,800	\$ 265,004
Emergency Services (1190)	128,327	129,103
Marine Safety (1200)	83,182	84,700
County Fairgrounds (2082)	26,408	27,023
Friend of the Court (2150)	1,058,862	1,087,669
Parks Development (2411)	55,180	55,349
WMET (2670)	-	6,032
Library (2710)	597,202	598,416
EDC Loan Revolving (2860)	-	70,878
Muskegon Township EDC (2861)	-	12,160
City of Muskegon EDC-CDBG (2862)	-	5,140
City of Muskegon EDC-UDAG (2863)	-	26,297

All expenditures over appropriations have either been paid for by operating transfers from other funds or by the reduction of current fund balance. In no case does any fund currently carry a deficit fund balance with the exception of a debt service fund as disclosed in Note 7.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 13 - DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with IRC Section 457. The plan, available to all employees, permits them to defer a portion of their current salary until future years. The deferred compensation is not available to the employees until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property or rights are, until made available to the employee or other beneficiary, solely the property and rights of the County without being restricted to the provision of benefits under the plan, subject only to the claims of the County general creditors.

Participants' rights created under the plan are equivalent to those of general creditors of the County and only in an amount equal to the fair market value of the deferred account maintained with respect to each participant.

In the past, the plan assets have been used for no purpose other than to pay benefits. In addition, the County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

It is the opinion of the County that the County has no liability for losses under the plan, but does have the duty of care that would be required of an ordinary prudent investor. The following is a breakdown of the current balances in the fund:

	I C M A BALANCE SHEET December 31,	
	<u>1987</u>	<u>1986</u>
Investment in		
Balanced Funds	\$ 311,856	\$ 249,742
Bond Funds	79,989	81,548
Stock Funds	131,747	74,353
Guaranteed Funds	<u>2,049,953</u>	<u>1,584,761</u>
 Total Funds invested	 <u>\$2,573,545</u>	 <u>\$1,990,404</u>

Memo

Total contributions for the year ended December 31, 1987 were \$588,994 with investment earnings totaling \$161,418. Management fees were \$3,616, while disbursement for withdrawals and monthly disbursements totaled \$163,655.

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GENERAL FUND

The General Fund accounts for all revenues and expenditures applicable to the general operations of County government except those required to be accounted for in another fund. Revenues are derived primarily from property taxes and intergovernmental revenues.

County of Muskegon
General Fund

STATEMENT OF EXPENDITURES, COMPARED TO BUDGET

Year ended December 31, 1987

	1987		Variance favorable (unfavorable)	1986 Actual
	Budget	Actual		
Legislative				
Personal services	\$ 168,352	\$ 173,440	\$ (5,088)	\$ 154,015
Supplies	6,600	7,019	(419)	4,195
Other services and charges	76,389	73,157	3,232	37,577
Capital outlay	-	-	-	-
	<u>251,341</u>	<u>253,616</u>	<u>(2,275)</u>	<u>195,787</u>
Judicial				
Personal services	2,531,583	2,516,012	15,571	2,286,816
Supplies	82,925	84,203	(1,278)	89,978
Other services and charges	610,636	587,661	22,975	568,825
Capital outlay	3,024	2,672	352	4,447
	<u>3,228,168</u>	<u>3,190,548</u>	<u>37,620</u>	<u>2,950,066</u>
General government				
Personal services	3,511,892	3,463,803	48,089	3,209,946
Supplies	225,593	210,187	15,406	239,380
Other services and charges	886,806	808,328	78,478	853,075
Capital outlay	66,686	80,871	(14,185)	4,031
	<u>4,690,977</u>	<u>4,563,189</u>	<u>127,788</u>	<u>4,306,432</u>
Public safety				
Personal services	3,297,527	3,288,077	9,450	3,207,545
Supplies	360,200	355,584	4,616	354,576
Other services and charges	429,794	409,646	20,148	265,555
Capital outlay	5,650	329	5,321	2,812
	<u>4,093,171</u>	<u>4,053,636</u>	<u>39,535</u>	<u>3,830,488</u>
Health				
Personal services	-	-	-	-
Supplies	112	-	112	-
Other services and charges	686,600	710,692	(24,092)	780,482
Capital outlay	-	-	-	-
	<u>\$ 686,712</u>	<u>\$ 710,692</u>	<u>\$ (23,980)</u>	<u>\$ 780,482</u>

County of Muskegon
General Fund

STATEMENT OF EXPENDITURES, COMPARED TO BUDGET - CONTINUED

Year ended December 31, 1987

	1987		Variance favorable (unfavorable)	1986 Actual
	Budget	Actual		
Welfare				
Personal services	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-
Other services and charges	36,000	33,615	2,385	27,155
Capital outlay	-	-	-	-
	<u>36,000</u>	<u>33,615</u>	<u>2,385</u>	<u>27,155</u>
Culture				
Personal services	111,957	101,298	10,659	110,286
Supplies	10,200	8,311	1,889	9,601
Other services and charges	21,150	22,659	(1,509)	20,172
Capital outlay	-	-	-	-
	<u>143,307</u>	<u>132,268</u>	<u>11,039</u>	<u>140,059</u>
Recreation				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	37,897	37,897	-	38,403
Capital outlay	-	-	-	-
	<u>37,897</u>	<u>37,897</u>	<u>-</u>	<u>38,403</u>
Other				
Personal services	25,000	18,167	6,833	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital outlay	-	-	-	-
	<u>25,000</u>	<u>18,167</u>	<u>6,833</u>	<u>-</u>
	<u>\$13,192,573</u>	<u>\$12,993,628</u>	<u>\$198,945</u>	<u>\$12,268,872</u>

SPECIAL REVENUE FUNDS

The Special Revenue Funds account for specific activities (other than special assessments and major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Foster Child Care (1110)--to account for the receipt of monies from the state and County for use in supporting foster children in foster care homes.

Child Haven (1120)--to account for the receipt of monies from the state and County for use in supporting foster children at Child Haven, a centralized care facility.

Cooperative Reimbursement - Prosecutor (1150)--to account for monies granted to the County by the Michigan Department of Social Services for the prosecuting attorney's department to provide services to aid ADC recipients in accordance with the HHS approved state plan to establish paternity and secure child support.

Emergency Services (1190)--to account for monies granted to the County by the state and appropriated from the General Fund for the purpose of maintaining a civil defense department to provide essential services during emergency or disaster conditions.

Marine Safety (1200)--to account for monies granted to the County by the Department of Natural Resources and appropriated from the General fund for the purpose of establishing a comprehensive marine safety program in the County and to provide sheriff's patrol and protection for the County's Lake Michigan shoreline and inland lakes and waterways.

Sheriff Road Patrol (1210)--to account for monies granted to the County by the state for the purpose of providing additional car miles of traffic safety enforcement, emergency assistance, safety inspection and accident prevention patrol of roads and parks as described in P.A. 416 of 1978.

County Road (2010)--to account for the maintenance of County highways, streets and state trunklines in the County of Muskegon.

County Fairgrounds (2082)--to account for monies granted by the County for improvements to the County Fairgrounds.

Friend of the Court (2150)--to account for monies received by Muskegon County from state and local grants. The money is used to assist in establishing paternity and securing child support payments.

Health Department (2210)--to account for monies received by Muskegon County from Federal, state and local grants. The health department is a large complex system servicing County residents by providing numerous programs. Some examples are: environmental health, air pollution, communicable disease, alcohol prevention, dental care, maternity care, family planning, personal health and nurses support.

Community Mental Health (2220)--to account for monies earmarked to provide mental health services within the County. Monies are provided by Federal, state and County appropriations, grants and contributions and charges for services. This program has several separate activities including mental illness and retardation programs, out-patient and in-patient services.

Accommodations Tax (2300)--to account for the collection and related expenses connected with a four percent excise tax which is imposed on all persons engaged in the business of providing rooms for transient guests within the County of Muskegon. It has been adopted pursuant to Act No. 263, Public Acts of the State of Michigan, 1974 and an ordinance adopted by the Muskegon County Board of Commissioners on February 20, 1981.

Parks Development (2411)--to account for monies received by Muskegon County from state and local grants to finance improvements to various County parks.

Sewage Facilities - Step One (2430)--to account for monies granted to the County by the Environmental Protection Agency to finance the facilities planning as the first step in the program that will ultimately end with building sewer lines to connect with the County's Wastewater System. The facilities plan is a comprehensive study of the collection system and treatment facilities that may be required to serve a given area for the next twenty years.

Federal Revenue Sharing (2490)--to account for Federal grants under the Federal, state and local Fiscal Assistance Act of 1972, as amended.

Budget Stabilization (2570)--to account for monies appropriated from the County for the purpose of maintaining the current level and quality of public service. Funds are to be used only in the occurrence of an identified shortfall during any single budget period.

Law Library (2610)--to account for monies set aside for the purpose of maintaining a law library.

WMET (2670)--to account for monies earmarked to provide drug law enforcement under the provisions of Public Act 135 of 1985.

Library (2710)--to account for monies which are set aside for the County library. The County library was established in 1938, under Act 138 OFPA 1917, and operated nine branches to promote the development of County citizens. County appropriations, state grants and district court penal fines account for the major revenues in this fund.

Jobs Training Partnership Act (JTPA) (2740)--to account for federal pass-thru funds received by the County as a prime sponsor for Muskegon and Oceana Counties under the Jobs Training Partnership Act. These funds are targeted for training and employment programs for the unemployed and economically disadvantaged citizens of Muskegon and Oceana counties. It consists of training programs for skilled shortage areas in the private sector.

Summer Youth Employment Training Program (SYETP) (2742)--to account for federal pass-thru monies received for the operation of a summer youth employment program.

Michigan Youth Corp (2743)--to account for monies received from the state for employment of disadvantaged youths ages 16-21.

On-the-Job Training (OJT) (2750)--to account for federal pass-thru and state grants specifically received for on-the-job training for unemployed and economically disadvantaged citizens.

Probation Services (2762)--to account for monies granted from the state for placement of marginal-type criminals in the community.

Cross Lake Ferry (2784)--to account for monies that are received from the state and County, used to perform feasibility studies (contractual services) related to the Cross Lake Ferry study.

Disaster Relief (2851)--to account for monies received from the Federal Emergency Management Agency and the state soil conservation for disaster assistance due to the September 1986 floods.

EDC Loan Revolving (2860)--to account for monies granted from the State of Michigan Department of Commerce, and Federal Revenue Sharing to accommodate loans made by the County of Muskegon Economic Development Commission to area businesses for expansion of those businesses.

Muskegon Township EDC (2861)--to account for monies received by Muskegon Township to accommodate loans to area businesses for employment expansion or retention.

City of Muskegon EDC-CDBG (2862)--to account for monies received by the City of Muskegon to accommodate loans to area businesses for employment expansion or retention. Funds are provided by a federal community development block grant.

City of Muskegon EDC-UDAG (2863)--to account for monies received by the City of Muskegon to accommodate loans to area businesses for employment expansion or retention. Funds are provided by a federal urban development action grant.

Dynatorque Loan (2870)--to account for monies received from the state for the purpose of encouraging economic development and business expansion in the County.

Cherry Hill Loan (2871)--to account for monies received from the state for the purpose of encouraging economic development and business expansion in the County.

Brookhaven Medical Care Facility (2900-3170)--to account for revenues received from, and expenditures for, the operation of the County medical care facility. The major sources of revenue include charges for services rendered to patients which are paid for by Medicare, Medicaid, private insurance and patients by their representatives.

Social Services (2910)--to account for monies received from the state and County for Aid-to-Dependent children and general assistance recipients.

Child Care Facility (2920)--to account for foster child care in the County. The major portion of the monies comes from state and County appropriations. This fund is used to aid children who need to be placed outside their homes.

Soldiers and Sailors Relief (2930)--to account for monies earmarked for indigent veterans. This fund is required by state law.

Veterans Trust (2940)--to account for monies received from the state to aid U. S. military veterans who are residents of the State of Michigan.

Muskegon County Economic Development Commission (2960)--to account for federal and state grants received for the primary purpose of encouraging business expansion in the County.

Mental Health Building (2970)--to record the revenues received from Hackley Hospital and Community Mental Health for use in maintaining the Community Mental Health Building.

John R. Campbell Building (2971)--to record the revenues received from Community Mental Health for the rental and maintenance of the John R. Campbell Building.

Older Workers' Program (2994)--to account for state grant monies received and used to provide employment and training services to persons over age 55 in Muskegon and Oceana Counties. The purpose of this program is to increase the labor force participation rate of persons over age 55 through the efficient and coordinated use of public and private service resources.

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET

	December 31, 1987					
ASSETS	Foster Child Care (1110)	Child Haven (1120)	Cooperative Reimbursement Prosecutor (1150)	Emergency Services (1190)	Marine Safety (1200)	County Road (2010)
Cash and cash investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$3,050,158
Accounts receivable	-	-	-	-	-	-
Third-party cost reimbursements	41,607	34,806	29,108	11,462	56,053	1,384,154
Federal and state grants	-	-	-	-	-	-
Local municipalities and private enterprise	-	-	-	-	-	146,321
Other	-	-	-	-	-	89,612
Prepaid expenses	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Inventory of supplies	-	-	-	-	-	381,424
	<u>\$41,607</u>	<u>\$34,806</u>	<u>\$29,108</u>	<u>\$11,462</u>	<u>\$56,053</u>	<u>\$5,051,669</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$41,607	\$28,392	\$27,448	\$ 4,182	\$53,495	\$ -
Accounts payable	-	1,280	-	1,576	750	290,514
Accrued liabilities	-	5,134	1,660	2,149	1,808	112,982
Due to State of Michigan	-	-	-	-	-	395,287
Due to local municipalities	-	-	-	-	-	52,659
Due to other funds	-	-	-	-	-	-
Deferred revenues	-	-	-	3,555	-	562,878
	<u>41,607</u>	<u>34,806</u>	<u>29,108</u>	<u>11,462</u>	<u>56,053</u>	<u>1,414,320</u>
Fund balance (deficit)	-	-	-	-	-	2,860,666
Unreserved	-	-	-	-	-	776,683
Designated	-	-	-	-	-	3,637,349
Undesignated	-	-	-	-	-	-
	<u>\$41,607</u>	<u>\$34,806</u>	<u>\$29,108</u>	<u>\$11,462</u>	<u>\$56,053</u>	<u>\$5,051,669</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

	County Fairgrounds (2082)	Friend of the Court (2150)	Health Department (2210)	Accommodations Tax (2300)	Parks Development (2411)	Sewage Facilities Step One (2430)
ASSETS						
Cash and cash investments	\$ -	\$ -	\$ -	\$ 68,914	\$ -	\$ 10,884
Accounts receivable	-	-	-	-	-	-
Third-party cost reimbursements	-	257,660	410,962	-	22,994	12,474
Federal and state grants	-	-	-	-	-	-
Local municipalities and private enterprise	-	2,352	-	16,853	-	-
Other	-	-	-	3,713	-	-
Prepaid expenses	-	-	-	-	-	-
Due from other funds	-	-	-	134,250	-	-
Inventory of supplies	-	-	-	-	-	-
	<u>\$ -</u>	<u>\$ 260,012</u>	<u>\$ 410,962</u>	<u>\$ 223,730</u>	<u>\$ 22,994</u>	<u>\$ 23,358</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ 29,254	\$ 99,947	\$ -	\$ 12,608	\$ -
Accounts payable	-	871	41,003	-	10,386	-
Accrued liabilities	-	25,410	72,148	671	-	-
Due to State of Michigan	-	-	122,977	-	-	-
Due to local municipalities	-	-	-	-	-	-
Due to other funds	-	-	2,210	-	-	-
Deferred revenues	-	-	-	-	-	-
	<u>-</u>	<u>55,535</u>	<u>338,285</u>	<u>671</u>	<u>22,994</u>	<u>-</u>
Fund balance (deficit)						
Unreserved	-	204,477	72,677	223,059	-	-
Designated	-	-	-	-	-	23,358
Undesignated	-	<u>204,477</u>	<u>72,677</u>	<u>223,059</u>	-	<u>23,358</u>
	<u>\$ -</u>	<u>\$ 260,012</u>	<u>\$ 410,962</u>	<u>\$ 223,730</u>	<u>\$ 22,994</u>	<u>\$ 23,358</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

	December 31, 1987					
	Federal Revenue Sharing (2490)	Budget Stabilization (2570)	Law Library (2610)	WMET (2670)	Library (2710)	SYETP (2742)
ASSETS						
Cash and cash investments	\$302,946	\$750,000	\$ -	\$54,526	\$36,975	\$ -
Accounts receivable	-	-	-	-	-	-
Third-party cost reimbursements	-	-	-	-	-	28,441
Federal and state grants	-	-	-	-	-	-
Local municipalities and private enterprise	-	-	-	-	-	-
Other	20,865	-	-	1,249	-	-
Prepaid expenses	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Inventory of supplies	-	-	-	-	-	-
	<u>\$323,811</u>	<u>\$750,000</u>	<u>\$ -</u>	<u>\$55,775</u>	<u>\$36,975</u>	<u>\$28,441</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 98
Accounts payable	-	-	-	-	8,815	28,343
Accrued liabilities	-	-	-	-	15,856	-
Due to State of Michigan	-	-	-	-	-	-
Due to local municipalities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenues	-	-	-	-	24,671	-
	-	-	-	-	<u>24,671</u>	<u>28,441</u>
Fund balance (deficit)						
Unreserved	323,811	-	-	55,775	12,304	-
Designated	-	750,000	-	-	-	-
Undesignated	<u>323,811</u>	<u>750,000</u>	-	<u>55,775</u>	<u>12,304</u>	-
	<u>\$323,811</u>	<u>\$750,000</u>	<u>\$ -</u>	<u>\$55,775</u>	<u>\$36,975</u>	<u>\$28,441</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

	December 31, 1987				
	Muskegon Township EDC (2861)	City of Muskegon EDC-CDBG (2862)	City of Muskegon EDC-UDAG (2863)	Dynatorque Loan (2870)	Cherry Hill Loan (2871)
ASSETS					
Cash and cash investments	\$471,310	\$ 15,121	\$ 527,859	\$ 82,145	\$ 32,747
Accounts receivable	-	-	-	-	-
Third-party cost reimbursements	-	-	-	-	-
Federal and state grants	371,442	97,926	1,315,438	209,237	357,875
Local municipalities and private enterprise	14,344	574	20,605	2,797	732
Other	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	-
	<u>\$857,096</u>	<u>\$113,621</u>	<u>\$1,863,902</u>	<u>\$294,179</u>	<u>\$391,354</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-
Accrued liabilities	-	-	-	-	-
Due to State of Michigan	-	-	-	-	-
Due to local municipalities	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
	<u>\$857,096</u>	<u>113,621</u>	<u>1,863,902</u>	<u>294,179</u>	<u>391,354</u>
	<u>857,096</u>	<u>113,621</u>	<u>1,863,902</u>	<u>294,179</u>	<u>391,354</u>
	<u>\$857,096</u>	<u>\$113,621</u>	<u>\$1,863,902</u>	<u>\$294,179</u>	<u>\$391,354</u>

Fund balance (deficit)

Unreserved

Designated

Undesignated

County of Muskegon
Special Revenue Funds
COMBINING BALANCE SHEET - CONTINUED

	December 31, 1987				Muskegon County	
ASSETS	Brookhaven Medical Care Facility (2900-3170)	Social Services (2910)	Child Care Facility (2920)	Soldiers and Sailors Relief (2930)	Veterans Trust (2940)	Economic Development Commission (2960)
Cash and cash investments	\$ -	\$ -	\$21,299	\$ -	\$1,758	\$11,317
Accounts receivable						
Third-party cost reimbursements	546,224					
Federal and state grants	-	203,693	68,780		2,227	15,580
Local municipalities and private enterprise	-	-	-		-	-
Other	9,425	-	-		-	-
Prepaid expenses	-	-	-		-	-
Due from other funds	-	-	-		-	-
Inventory of supplies	56,264	-	-		-	-
	<u>\$611,913</u>	<u>\$203,693</u>	<u>\$90,079</u>	<u>\$ -</u>	<u>\$3,985</u>	<u>\$26,897</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$128,734	\$ 33,081	\$ -	\$ -	\$ -	\$ -
Accounts payable	203,626	-	75,829	-	3,068	821
Accrued liabilities	109,536	-	14,250	-	917	5,893
Due to State of Michigan	-	137,265	-	-	-	-
Due to local municipalities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenues	441,896	170,346	90,079	-	3,985	700
	<u>\$1,282,092</u>	<u>\$303,693</u>	<u>\$175,908</u>	<u>\$ -</u>	<u>\$7,955</u>	<u>\$7,414</u>
Fund balance (deficit)						
Unreserved	-	33,347	-	-	-	19,483
Designated	170,017	-	-	-	-	-
Undesignated	170,017	33,347	-	-	-	19,483
	<u>\$611,913</u>	<u>\$203,693</u>	<u>\$90,079</u>	<u>\$ -</u>	<u>\$3,985</u>	<u>\$26,897</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

	September 30, 1987		John R. Campbell Building (2971)	Total All Funds
ASSETS	1987	1986		
Probation Services (2762)	\$ 2,241	\$ 11,991	\$ 11,991	\$ 7,831,014
Cash and cash investments	-	\$ 78,600	-	582,333
Accounts receivable	-	-	-	2,868,924
Third-party cost reimbursements	-	-	-	3,481,839
Federal and state grants	-	-	-	524,168
Local municipalities and private enterprise	-	21,315	-	71,498
Other	-	-	-	148,587
Prepaid expenses	-	-	-	414,389
Due from other funds	94,906	-	-	-
Inventory of supplies	-	-	-	-
	<u>\$ 2,241</u>	<u>\$ 99,915</u>	<u>\$ 11,991</u>	<u>\$ 15,922,752</u>
	\$ 2,241	\$ 94,906	\$ 18,104	\$ 19,930,309

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ -	\$ -	\$ 751,831
Accounts payable	2,241	5,957	386	4,422,624
Accrued liabilities	-	-	-	618,281
Due to State of Michigan	-	-	-	732,249
Due to local municipalities	-	-	-	-
Due to other funds	-	-	-	160,824
Deferred revenues	<u>2,241</u>	<u>66,000</u>	<u>-</u>	<u>1,088,754</u>
	\$ 2,241	\$ 71,957	\$ 386	\$ 7,774,563
	\$ 2,241	\$ 94,906	\$ 18,104	\$ 10,503,983
Fund balance (deficit)	-	27,958	11,605	3,235,483
Unreserved	-	-	-	4,912,706
Designated	-	<u>27,958</u>	<u>11,605</u>	<u>8,148,189</u>
Undesignated	<u>\$ 2,241</u>	<u>\$ 99,915</u>	<u>\$ 11,991</u>	<u>\$ 15,922,752</u>
	\$ 2,241	\$ 94,906	\$ 18,104	\$ 19,930,309

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE

	Year ended December 31, 1987					
	Foster Child Care (1110)	Child Haven (1120)	Cooperative Reimbursement Prosecutor (1150)	Emergency Services (1190)	Marine Safety (1200)	County Road (2010)
Revenues						
Grants						
State	\$132,253	\$112,899	\$ 76,840	\$ 23,926	\$58,755	\$6,327,510
Federal	-	-	-	-	-	644,129
Local units	-	-	-	-	-	1,621,290
Charges for services rendered	-	-	-	-	-	-
Contributions from private sources	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Investment income	-	-	-	-	-	259,595
Other	-	-	282	6,420	344	6,378
	<u>132,253</u>	<u>112,899</u>	<u>77,122</u>	<u>30,346</u>	<u>59,099</u>	<u>8,858,902</u>
Expenditures						
Current operations						
General County government	-	-	101,012	-	-	-
Public safety	-	-	-	129,103	84,700	-
Health	265,004	227,390	-	-	-	-
Welfare	-	-	-	-	-	-
Culture	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	7,579,738
Capital outlay	-	-	-	-	-	650,551
	<u>265,004</u>	<u>227,390</u>	<u>101,012</u>	<u>129,103</u>	<u>84,700</u>	<u>8,230,289</u>
Revenues over (under) expenditures	<u>(132,751)</u>	<u>(114,491)</u>	<u>(23,890)</u>	<u>(98,757)</u>	<u>(25,601)</u>	<u>628,613</u>
Other financing sources (uses)						
Operating transfers in (out)	132,751	114,491	23,890	98,757	25,601	-
County appropriations - General Fund	-	-	-	-	-	(30,345)
Other	<u>132,751</u>	<u>114,491</u>	<u>23,890</u>	<u>98,757</u>	<u>25,601</u>	<u>(30,345)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-	-	598,268
Fund balance (deficit) at beginning of year	-	-	-	-	-	3,039,081
Equity transfer (to) from other funds	-	-	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$3,637,349

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

	Year ended December 31, 1987						
	County Fairgrounds (2082)	Friend of the Court (2150)	Health Department (2210)	Accommodations Tax (2300)	Parks Development (2411)	Facilities Step One (2430)	Sewage
Revenues							
Grants	\$ -	\$ 852,366	\$1,782,196	\$ -	\$25,000	\$12,572	
State	-	-	24,487	-	-	-	
Federal	-	-	-	-	-	-	
Local units	-	213,141	415,990	-	-	-	
Charges for services rendered	-	-	-	291,537	-	-	
Contributions from private sources	-	-	-	-	-	-	
Fines and forfeitures	-	1,958	-	4,313	-	-	
Investment income	-	-	20,114	-	-	-	
Other	-	<u>1,067,465</u>	<u>2,242,787</u>	<u>295,850</u>	<u>25,000</u>	<u>12,572</u>	
Expenditures							
Current Operations							
General County government	-	1,083,950	-	187,418	-	-	
Public safety	-	-	-	-	-	174	
Health	-	-	3,124,096	-	-	-	
Welfare	-	-	-	-	-	-	
Culture	-	-	-	-	-	-	
Recreation	20,842	-	-	-	-	-	
Highways and streets	-	-	112,796	-	-	-	
Capital outlay	<u>6,181</u>	<u>3,719</u>	<u>112,796</u>	-	-	-	
	<u>27,023</u>	<u>1,087,669</u>	<u>3,236,892</u>	<u>187,418</u>	<u>55,349</u>	<u>174</u>	
Revenues over (under) expenditures	<u>(27,023)</u>	<u>(20,204)</u>	<u>(994,105)</u>	<u>108,432</u>	<u>(30,349)</u>	<u>12,398</u>	
Other financing sources (uses)							
Operating transfers in (out)	4,500	40,072	1,066,782	-	-	-	
County appropriations - General Fund	<u>22,523</u>	<u>40,072</u>	<u>1,066,782</u>	-	<u>30,349</u>	-	
Other	<u>27,023</u>	<u>40,072</u>	<u>1,066,782</u>	-	<u>30,349</u>	-	
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES							
Fund balance (deficit) at beginning of year	-	19,868	72,677	108,432	-	12,398	
Equity transfer (to) from other funds	-	184,609	-	114,627	-	10,960	
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ 204,477</u>	<u>\$ 72,677</u>	<u>\$223,059</u>	<u>\$ -</u>	<u>\$23,358</u>	

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

	December 31, 1987					
	Federal Revenue Sharing (2490)	Budget Stabilization (2570)	Law Library (2610)	WMET (2670)	Library (2710)	SYETP (2742)
Revenues						
Grants						
State	\$ -	\$ -	\$ -	\$ -	\$ 46,285	\$ 640,236
Federal	-	-	-	-	9,200	-
Local units	-	-	-	60,027	12,009	-
Charges for services rendered	-	-	-	-	26,317	-
Contributions from private sources	-	-	-	-	24,365	-
Fines and forfeitures	-	-	13,000	-	193,229	-
Investment income	32,479	-	-	1,780	-	-
Other	-	-	-	-	1,750	-
	<u>32,479</u>	<u>-</u>	<u>13,000</u>	<u>61,807</u>	<u>313,155</u>	<u>640,236</u>
Expenditures						
Current operations						
General County government	126,848	-	26,511	6,032	-	-
Public safety	-	-	-	-	-	-
Health	-	-	-	-	-	-
Welfare	-	-	-	-	-	640,236
Culture	-	-	-	-	598,106	-
Recreation	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Capital outlay	36,789	-	-	-	310	-
	<u>163,637</u>	<u>-</u>	<u>26,511</u>	<u>6,032</u>	<u>598,416</u>	<u>640,236</u>
Revenues over (under) expenditures	<u>(131,158)</u>	<u>-</u>	<u>(13,511)</u>	<u>55,775</u>	<u>(285,261)</u>	<u>-</u>
Other financing sources (uses)						
Operating transfers in (out)	-	-	13,511	-	290,011	-
County appropriations - General Fund	(164,835)	-	-	-	-	-
Other	(164,835)	-	(13,511)	-	(290,011)	-
	<u>(295,993)</u>	<u>-</u>	<u>-</u>	<u>55,775</u>	<u>4,750</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(295,993)</u>	<u>-</u>	<u>-</u>	<u>55,775</u>	<u>4,750</u>	<u>-</u>
Fund balance (deficit) at beginning of year	619,804	750,000	-	-	7,554	-
Equity transfer (to) from other funds	-	-	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ 323,811</u>	<u>\$ 750,000</u>	<u>\$ -</u>	<u>\$ 55,775</u>	<u>\$ 12,304</u>	<u>\$ -</u>

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

	December 31, 1987				
	EDC Loan Revolving	Muskegon Township EDC	City of Muskegon EDC-CDBG	City of Muskegon EDC-UDAG	Cherry Hill Loan
Revenues					
Grants					
State					\$365,000
Federal					
Local units				264,415	
Charges for services rendered					
Contributions from private sources					
Fines and forfeitures					
Investment income	58,005	21,703	6,612	66,343	21,795
Other	3,342				
	<u>61,347</u>	<u>21,703</u>	<u>6,612</u>	<u>330,758</u>	<u>397,729</u>
Expenditures					
Current operations					
General County government	70,878	12,160	5,140	26,297	3,194
Public safety					
Health					
Welfare					
Culture					
Recreation					
Highways and streets					
Capital outlay					
	<u>70,878</u>	<u>12,160</u>	<u>5,140</u>	<u>26,297</u>	<u>3,194</u>
Revenues over (under) expenditures	<u>(9,531)</u>	<u>9,543</u>	<u>1,472</u>	<u>304,461</u>	<u>391,354</u>
Other financing sources (uses)					
Operating transfers in (out)					
County appropriations - General Fund	(49,980)				
Other	(49,980)				
	<u>(59,511)</u>	<u>9,543</u>	<u>1,472</u>	<u>304,461</u>	<u>391,354</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
Fund balance (deficit) at beginning of year	916,607	300,822	112,149	1,559,441	275,578
Equity transfer (to) from other funds					
Fund balance (deficit) at end of year	<u>\$857,096</u>	<u>\$310,365</u>	<u>\$113,621</u>	<u>\$1,863,902</u>	<u>\$294,179</u>

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

	December 31, 1987					Muskegon County
	Brookhaven	Social	Child Care	Soldiers	Veterans	Economic
	Medical Care	Services	Facility	and	Trust	Development
	Facility		Facility	Sailors		Commission
	(2900-3170)	(2910)	(2920)	Relief	(2940)	(2950)
				(2930)		
Revenues						
Grants						
State	\$ -	\$ 1,391,124	\$ 333,711	\$ -	\$ 89,456	\$ 97,125
Federal	-	-	-	-	-	-
Local units	5,419,190	-	-	-	7,272	23,488
Charges for services rendered	-	-	-	-	-	75,000
Contributions from private sources	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	243
Investment income	10,643	-	-	-	-	-
Other	8,913	-	-	-	-	-
	<u>5,438,746</u>	<u>1,391,124</u>	<u>333,711</u>	-	<u>96,728</u>	<u>195,856</u>
Expenditures						
Current operations						
General County government	-	-	-	-	-	278,652
Public safety	-	-	-	-	-	-
Health	5,851,740	1,364,899	1,064,644	6,683	97,984	-
Welfare	-	-	-	-	-	-
Culture	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Capital outlay	879	-	-	-	-	425
	<u>5,852,619</u>	<u>1,364,899</u>	<u>1,064,644</u>	<u>6,683</u>	<u>97,984</u>	<u>279,077</u>
Revenues over (under)	<u>(413,873)</u>	<u>26,225</u>	<u>(730,933)</u>	<u>(6,683)</u>	<u>(1,256)</u>	<u>(83,221)</u>
expenditures						
Other financing sources (uses)						
Operating transfers in (out)	418,508	7,122	730,933	6,683	-	43,650
County appropriations - General Fund	-	-	-	-	-	49,980
Other	<u>418,508</u>	<u>7,122</u>	<u>730,933</u>	<u>6,683</u>	-	<u>93,630</u>
REVENUES AND OTHER SOURCES OVER						
(UNDER) EXPENDITURES AND OTHER						
USES	4,635	33,347	-	-	(1,256)	10,409
Fund balance (deficit) at beginning of year	165,382	-	-	-	1,256	9,074
Equity transfer (to) from other funds	-	-	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ 170,017</u>	<u>\$ 33,347</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,483</u>

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

	September 30, 1987				John R. Campbell Building (2971)	Total All Funds	
						1987	1986
Revenues							
Grants							
State	\$ 26,000	\$ 69,758	\$ -	\$ -	\$ -	\$29,004,476	\$24,617,171
Federal	-	27,655	-	-	-	705,471	1,108,749
Local units	-	18,104	-	-	-	1,983,117	1,309,599
Charges for services rendered	-	-	125,774	12,221	12,221	7,201,282	5,956,532
Contributions from private sources	-	-	-	-	-	480,342	425,485
Fines and forfeitures	-	-	-	-	-	206,229	209,794
Investment income	-	-	5,423	-	-	856,513	847,352
Other	-	-	-	-	-	47,543	102,629
	<u>26,000</u>	<u>115,517</u>	<u>131,197</u>	<u>12,221</u>		<u>40,484,973</u>	<u>34,577,311</u>
Expenditures							
Current operations							
General County government	-	-	-	-	-	1,901,924	1,855,350
Public safety	-	-	-	-	-	361,254	412,978
Health	-	115,517	131,950	616	616	27,395,905	22,412,815
Welfare	23,035	-	-	-	-	3,334,799	3,297,561
Culture	-	-	-	-	-	598,106	522,463
Recreation	-	-	-	-	-	273,088	663,216
Highways and streets	-	252,246	-	-	-	7,579,738	5,992,939
Capital outlay	2,965	-	-	-	-	1,047,659	901,321
	<u>26,000</u>	<u>115,517</u>	<u>131,950</u>	<u>616</u>		<u>42,492,473</u>	<u>36,058,643</u>
Revenues over (under) expenditures							
	-	-	(753)	11,605		(2,007,500)	(1,481,332)
Other financing sources (uses)							
Operating transfers in (out)	-	-	-	-	-	3,427,945	3,493,672
County appropriations - General Fund	-	-	-	-	-	(142,308)	(10,743)
Other	-	-	-	-	-	3,285,637	3,482,929
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES							
	-	-	(753)	11,605		1,278,137	2,001,597
Fund balance (deficit) at beginning of year	-	-	28,711	-		8,148,189	6,139,047
Equity transfer (to) from other funds	-	-	-	-		-	7,545
Fund balance (deficit) at end of year	\$ -	\$ -	\$ 27,958	\$ 11,605		\$ 9,426,326	\$ 8,148,189

County of Muskegon
Foster Child Care Special Revenue Fund (1110)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>Budget</u>	<u>Actual</u>	Variance - favorable (unfavorable)	1986 <u>Actual</u>
Revenues				
Grants				
State	\$131,400	\$132,253	\$ 853	\$ 97,011
Expenditures				
Health	<u>262,800</u>	<u>265,004</u>	<u>(2,204)</u>	<u>194,022</u>
Revenues over (under) expenditures	(131,400)	(132,751)	(1,351)	(97,011)
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	<u>131,400</u>	<u>132,751</u>	<u>1,351</u>	<u>97,011</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Child Haven Special Revenue Fund (1120)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>		Variance -	1986
	<u>Budget</u>	<u>Actual</u>	favorable (unfavorable)	Actual
Revenues				
Grants	\$113,850	\$112,899	\$ (951)	\$106,097
State				
Expenditures				
Health	<u>227,700</u>	<u>227,390</u>	<u>310</u>	<u>213,566</u>
Revenues over (under) expenditures	(113,850)	(114,491)	(641)	(107,469)
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	<u>113,850</u>	<u>114,491</u>	<u>641</u>	<u>107,469</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
Cooperative Reimbursement Prosecutor Special Revenue Fund (1150)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987	1986	Variance - favorable (unfavorable)
	Budget	Actual	Actual
Revenues			
Grants			
State	\$ 97,598	\$ 76,840	\$(20,758)
Other	<u> </u>	<u>282</u>	<u>282</u>
	<u>97,598</u>	<u>77,122</u>	<u>(20,476)</u>
Expenditures			
General County government	<u>128,306</u>	<u>101,012</u>	<u>27,294</u>
Revenues over (under) expenditures	<u>(30,708)</u>	<u>(23,890)</u>	<u>6,818</u>
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund	<u>30,708</u>	<u>23,890</u>	<u>(6,818)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	<u> </u>	<u> </u>	<u> </u>
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Emergency Services Special Revenue Fund (1190)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		1986
	Budget	Actual	Actual
			Variance - favorable (unfavorable)
Revenues			
Grants	\$ 23,556	\$ 23,926	\$ 370
State	6,000	6,420	420
Other	<u>29,556</u>	<u>30,346</u>	<u>790</u>
Expenditures			
Public safety	128,327	129,103	(776)
Capital outlay	<u>128,327</u>	<u>129,103</u>	<u>(776)</u>
Revenues over (under) expenditures	(98,771)	(98,757)	14
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund	<u>98,771</u>	<u>98,757</u>	<u>(14)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
			<u>125,765</u>
			<u>1,800</u>
			<u>127,565</u>
			(77,955)

County of Muskegon
Marine Safety Special Revenue Fund (1200)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>	Variance - favorable (unfavorable)	1986 Actual
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Grants			
State	\$55,455	\$58,755	\$53,575
Other	250	344	94
	<u>55,705</u>	<u>59,099</u>	<u>53,575</u>
Expenditures			
Public safety	83,182	84,700	67,507
Capital outlay	-	-	15,901
	<u>83,182</u>	<u>84,700</u>	<u>83,408</u>
Revenues over (under) expenditures	<u>(27,477)</u>	<u>(25,601)</u>	<u>(29,833)</u>
Other financing sources (uses)			
Operating transfers in (out)	27,477	25,601	7,432
County appropriations - General Fund	-	-	22,401
Other	<u>27,477</u>	<u>25,601</u>	<u>29,833</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
County Road Special Revenue Fund (2010)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>	Variance -	1986
	<u>Budget</u>	favorable (unfavorable)	<u>Actual</u>
Revenues			
Grants			
State	\$6,000,000	\$327,510	\$6,099,018
Federal	580,000	64,129	262,101
Local units	1,366,238	1,621,290	780,474
Investment income	75,000	259,595	273,047
Other	-	6,378	60,996
	<u>8,021,238</u>	<u>837,664</u>	<u>7,475,636</u>
Expenditures			
Highways and streets	7,651,409	71,671	5,992,939
Capital outlay	736,200	85,649	564,299
	<u>8,387,609</u>	<u>157,320</u>	<u>6,557,238</u>
Revenues over (under) expenditures	(366,371)	994,984	918,398
Other financing sources (uses)			
Operating transfers in (out)			
Other	<u>(30,345)</u>	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(396,716)	994,984	918,398
Fund balance (deficit) at beginning of year	<u>3,039,081</u>	-	<u>2,120,683</u>
Fund balance (deficit) at end of year	<u>\$2,642,365</u>	<u>\$994,984</u>	<u>\$3,039,081</u>

County of Muskegon
County Fairgrounds Special Revenue Fund (2082)

STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	<u>Budget</u>	<u>Actual</u>	favorable (unfavorable)	<u>Actual</u>
	\$ -	\$ -	\$ -	\$ -
Revenues				
Expenditures				
Recreation	11,833	20,842	(9,009)	55,556
Capital outlay	14,575	6,181	8,394	1,285
	<u>26,408</u>	<u>27,023</u>	<u>(615)</u>	<u>56,841</u>
Revenues over (under) expenditures	<u>(26,408)</u>	<u>(27,023)</u>	<u>(615)</u>	<u>(56,841)</u>
Other financing sources (uses)				
Operating transfers in (out)	4,500	4,500	-	-
County appropriations - General Fund	21,908	22,523	615	56,841
Other	<u>26,408</u>	<u>27,023</u>	<u>615</u>	<u>56,841</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Friend of the Court Special Revenue Fund (2150)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance - favorable (unfavorable)	1986 Actual
	Budget	Actual		
Revenues				
Grants				
State	\$ 844,671	\$ 852,366	\$ 7,695	\$ 786,172
Charges for services rendered	233,300	213,141	(20,159)	222,155
Investment income	2,000	1,958	(42)	6,150
	<u>1,079,971</u>	<u>1,067,465</u>	<u>(12,506)</u>	<u>1,014,477</u>
Expenditures				
General County government	1,058,862	1,083,950	(25,088)	945,929
Capital outlay	-	3,719	(3,719)	-
	<u>1,058,862</u>	<u>1,087,669</u>	<u>(28,807)</u>	<u>945,929</u>
Revenues over (under) expenditures	<u>(21,109)</u>	<u>(20,204)</u>	<u>(41,313)</u>	<u>68,548</u>
Other financing sources (uses)				
Operating transfers in (out)	-	40,072	40,072	-
County appropriations - General Fund	-	-	-	-
Other	-	<u>40,072</u>	<u>40,072</u>	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	21,109	19,868	(1,241)	68,548
Fund balance (deficit) at beginning of year	184,609	184,609	-	105,338
Equity transfer (to) from other funds	-	-	-	10,723
Fund balance (deficit) at end of year	<u>\$ 205,718</u>	<u>\$ 204,477</u>	<u>\$(1,241)</u>	<u>\$ 184,609</u>

County of Muskegon
Health Department Special Revenue Fund (2210)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance - favorable (unfavorable)	1986 Actual
	Budget	Actual		
Revenues				
Grants				
State	\$1,827,365	\$1,782,196	\$(45,169)	\$1,622,062
Federal	2,634	24,487	21,853	16,307
Charges for services rendered	398,391	415,990	17,599	445,157
Other	11,656	20,114	8,458	-
	<u>2,240,046</u>	<u>2,242,787</u>	<u>-2,741</u>	<u>2,083,526</u>
Expenditures				
Health	3,207,088	3,124,096	82,992	2,977,090
Capital outlay	122,925	112,796	10,129	96,561
	<u>3,330,013</u>	<u>3,236,892</u>	<u>93,121</u>	<u>3,073,651</u>
Revenues over (under) expenditures	(1,089,967)	(994,105)	95,862	(990,125)
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	1,106,766	1,066,782	(39,984)	989,372
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	16,799	72,677	55,878	(753)
Fund balance (deficit) at beginning of year	-	-	-	753
Fund balance (deficit) at end of year	<u>\$ 16,799</u>	<u>\$ 72,677</u>	<u>\$ 55,878</u>	<u>\$ -</u>

County of Muskegon
Accommodations Tax Special Revenue Fund (2300)
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		1986
	Budget	Actual	Actual
			(unfavorable)
Revenues			\$ 11,537
Contributions from private sources	\$280,000	\$291,537	
Investment income	<u>3,000</u>	<u>4,313</u>	<u>1,313</u>
	283,000	295,850	12,850
Expenditures			
General County government	<u>283,000</u>	<u>187,418</u>	<u>95,582</u>
Revenues over (under) expenditures	-	108,432	108,432
Other financing sources (uses)			
Operating transfers in (out)	-	-	-
Other	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	108,432	108,432
Fund balance (deficit) at beginning of year	<u>114,627</u>	<u>114,627</u>	-
Fund balance (deficit) at end of year	<u>\$114,627</u>	<u>\$223,059</u>	<u>\$108,432</u>
			<u>\$114,627</u>
			<u>209,468</u>
			51,248
			255,654
			<u>5,062</u>
			<u>260,716</u>

County of Muskegon
Sewage Facilities Step One Special Revenue Fund (2430)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>	Variance -	
	<u>Budget</u>	<u>Actual</u>	<u>favorable</u> <u>(unfavorable)</u>
			1986 <u>Actual</u>
Revenues			
Grants			
State	\$ 12,572	\$ 12,572	\$ -
Federal	188,588	<u>12,572</u>	<u>-</u>
	201,160	<u>174</u>	<u>-</u>
Expenditures			
Health	201,451	<u>174</u>	<u>-</u>
	(291)	12,398	-
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in (out)			
Other	-	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(291)	12,398	-
Fund balance (deficit) at beginning of year	<u>10,960</u>	<u>10,960</u>	<u>10,960</u>
Fund balance (deficit) at end of year	<u>\$ 10,669</u>	<u>\$ 23,358</u>	<u>\$ 10,960</u>
		<u>\$ 12,689</u>	<u>\$ 10,960</u>

County of Muskegon
Federal Revenue Sharing Special Revenue Fund (2490)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Grants				
Federal	\$ -	\$ -	\$ -	\$811,141
Investment income	44,000	32,479	(11,521)	40,164
	<u>44,000</u>	<u>32,479</u>	<u>(11,521)</u>	<u>851,305</u>
Expenditures				
General County government	350,426	126,848	223,578	287,181
Capital outlay	140,865	36,789	104,076	19,600
	<u>491,291</u>	<u>163,637</u>	<u>327,654</u>	<u>306,781</u>
Revenues over (under) expenditures	(447,291)	(131,158)	316,133	544,524
Other financing sources (uses)				
Operating transfers in (out)				
Other	(164,835)	(164,835)	-	(165,321)
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(612,126)	(295,993)	316,133	379,203
Fund balance (deficit) at beginning of year	619,804	619,804	-	240,601
Fund balance (deficit) at end of year	\$ <u>7,678</u>	\$ <u>323,811</u>	\$ <u>316,133</u>	\$ <u>619,804</u>

County of Muskegon
 Budget Stabilization Special Revenue Fund (2570)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		1986 Actual
	Budget	Actual	
Revenues	\$ -	\$ -	\$ -
Expenditures	-	-	-
General County government	-	-	-
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)	-	-	-
Operating transfers in (out)	-	-	-
General Fund	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	750,000	750,000	750,000
Fund balance (deficit) at beginning of year	\$750,000	\$750,000	\$750,000
Fund balance (deficit) at end of year			\$ -

County of Muskegon
 Law Library Special Revenue Fund (2610)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		1986
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
			Variance - favorable (unfavorable)
Revenues			
Fines and forfeitures	\$13,000	\$13,000	\$-
Expenditures			
Public safety	<u>26,550</u>	<u>26,511</u>	<u>39</u>
Revenues over (under) expenditures	(13,550)	(13,511)	39
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund	<u>13,550</u>	<u>13,511</u>	<u>(39)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 WMET Special Revenue Fund (2670)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Grants	\$ -	\$60,027	\$60,027	\$ -
Local units	-	1,780	1,780	-
Investment income	-	61,807	61,807	-
Expenditures				
Public safety	-	6,032	(6,032)	-
Revenues over (under) expenditures	-	55,775	55,775	-
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General Fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	55,775	55,775	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$55,775	\$55,775	\$ -

County of Muskegon
Library Special Revenue Fund (2710)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Grants				
State	\$ 45,258	\$ 46,285	\$1,027	\$ 43,650
Federal	8,654	9,200	546	14,200
Local units	12,711	12,009	(702)	12,306
Charges for services rendered	27,197	26,317	(880)	27,160
Contributions from private sources	22,510	24,365	1,855	8,391
Fines and forfeitures	193,229	193,229	-	196,794
Other	1,300	1,750	450	2,202
	<u>310,859</u>	<u>313,155</u>	<u>2,296</u>	<u>304,703</u>
Expenditures				
Culture	597,202	598,106	(904)	522,463
Capital outlay	-	310	(310)	1,011
	<u>597,202</u>	<u>598,416</u>	<u>(1,214)</u>	<u>523,474</u>
Revenues over (under) expenditures	<u>(286,343)</u>	<u>(285,261)</u>	<u>1,082</u>	<u>(218,771)</u>
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	282,664	290,011	7,347	209,947
Other	-	-	-	15,048
	<u>282,664</u>	<u>290,011</u>	<u>7,347</u>	<u>224,995</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(3,679)</u>	<u>4,750</u>	<u>8,429</u>	<u>6,224</u>
Fund balance (deficit) at beginning of year	7,554	7,554	-	1,330
Fund balance (deficit) at end of year	<u>\$ 3,875</u>	<u>\$ 12,304</u>	<u>\$8,429</u>	<u>\$ 7,554</u>

County of Muskegon
 SYETP Special Revenue Fund (2742)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Grants	\$733,709	\$640,236	\$ (93,473)	\$669,964
State				
Expenditures				
Welfare	<u>733,709</u>	<u>640,236</u>	<u>93,473</u>	<u>669,964</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
Other				
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year				
Fund balance (deficit) at end of year	\$	\$	\$	\$

County of Muskegon
EDC Loan Revolving Special Revenue Fund (2860)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>	Variance - favorable (unfavorable)	1986 Actual
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Investment income	\$ -	\$ 58,005	\$ 68,209
Other	-	<u>3,342</u>	<u>2,500</u>
	-	<u>61,347</u>	<u>70,709</u>
Expenditures			
General County government	-	<u>70,878</u>	<u>23,868</u>
Revenues over (under) expenditures	-	(9,531)	46,841
Other financing sources (uses)			
Operating transfers in (out)	-	-	-
County appropriations - General Fund	-	(49,980)	(40,855)
Other	-	<u>(49,980)</u>	<u>(40,855)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(59,511)	5,986
Fund balance (deficit) at beginning of year	<u>916,607</u>	<u>916,607</u>	<u>910,621</u>
Fund balance (deficit) at end of year	<u>\$916,607</u>	<u>\$857,096</u>	<u>\$916,607</u>

County of Muskegon
Muskegon Township EDC Special Revenue Fund (28661)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Investment income	\$ -	\$ 21,703	\$21,703	\$ 27,559
Expenditures				
General County government	-	<u>12,160</u>	<u>(12,160)</u>	<u>12,075</u>
Revenues over (under) expenditures	-	9,543	9,543	15,484
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	9,543	9,543	15,484
Fund balance (deficit) at beginning of year	<u>300,822</u>	<u>300,822</u>	-	<u>285,338</u>
Fund balance (deficit) at end of year	<u>\$300,822</u>	<u>\$310,365</u>	<u>\$ 9,543</u>	<u>\$300,822</u>

County of Muskegon
 City of Muskegon EDC-CDBG Special Revenue Fund (2862)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Investment income	\$ -	\$ 6,612	\$6,612	\$ 7,436
Expenditures				
General County government	-	5,140	(5,140)	518
Revenues over (under) expenditures	-	1,472	1,472	6,918
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	1,472	1,472	6,918
Fund balance (deficit) at beginning of year	112,149	112,149	-	105,231
Fund balance (deficit) at end of year	\$112,149	\$113,621	\$1,472	\$112,149

County of Muskegon
City of Muskegon EDC-UDAG Special Revenue Fund (2863)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		1986
	Budget	Actual	Actual
			Variance - favorable (unfavorable)
Revenues			
Grants	\$ -	\$ 264,415	\$ 503,797
Local units	-	66,343	102,404
Investment income	-	330,758	606,201
Expenditures			
General County government	-	26,297	27,082
Revenues over (under) expenditures	-	304,461	579,119
Other financing sources (uses)			
Operating transfers in (out)	-	-	-
Other	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	304,461	579,119
Fund balance (deficit) at beginning of year	1,559,441	1,559,441	980,322
Fund balance (deficit) at end of year	1,559,441	1,863,902	1,559,441
		\$304,461	

County of Muskegon
Dynatorque Loan Special Revenue Fund (2870)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>Budget</u>	<u>Actual</u>	Variance - favorable (unfavorable)	1986 <u>Actual</u>
Revenues				
Investment income	\$ 22,218	\$ 21,795	\$(423)	\$ 21,478
Expenditures				
General County government	<u>3,369</u>	<u>3,194</u>	<u>175</u>	<u>3,623</u>
Revenues over (under) expenditures	18,849	18,601	(248)	17,855
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	18,849	18,601	(248)	17,855
Fund balance (deficit) at beginning of year	<u>275,578</u>	<u>275,578</u>	-	<u>257,723</u>
Fund balance (deficit) at end of year	<u>\$294,427</u>	<u>\$294,179</u>	<u>\$(248)</u>	<u>\$275,578</u>

County of Muskegon
Cherry Hill Loan Special Revenue Fund (2871)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	
	<u>Budget</u>	<u>Actual</u>	<u>favorable</u> <u>(unfavorable)</u>	<u>1986</u> <u>Actual</u>
Revenues				
Grants				
State	\$365,000	\$365,000	\$ -	\$ -
Investment income	<u>28,875</u>	<u>32,729</u>	3,854	-
	<u>393,875</u>	<u>397,729</u>	<u>3,854</u>	-
Expenditures				
General County government	<u>6,500</u>	<u>6,375</u>	125	-
Revenues over (under) expenditures	387,375	391,354	3,979	-
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	387,375	391,354	3,979	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	<u>\$387,375</u>	<u>\$391,354</u>	<u>\$3,979</u>	<u>\$ -</u>

County of Muskegon
Brookhaven Medical Care Facility Special Revenue Fund (2900-3170)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -
	Budget	Actual	favorable (unfavorable)
			1986 Actual
Revenues			
Charges for services rendered	\$5,470,880	\$5,419,190	\$(51,690)
Investment income	8,600	10,643	2,043
Other	2,900	8,913	6,013
	<u>5,482,380</u>	<u>5,438,746</u>	<u>(43,634)</u>
Expenditures			
Health	5,941,675	5,851,740	89,935
Capital outlay	-	879	(879)
	<u>5,941,675</u>	<u>5,852,619</u>	<u>(89,056)</u>
Revenues over (under) expenditures	(459,295)	(413,873)	45,422
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund	461,395	418,508	(42,887)
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,100	4,635	2,535
Fund balance (deficit) at beginning of year	165,382	165,382	-
Fund balance (deficit) at end of year	<u>\$ 167,482</u>	<u>\$ 170,017</u>	<u>\$ 2,535</u>
			<u>\$ 165,382</u>

County of Muskegon
Social Services Special Revenue Fund (2910)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>		1986
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
			Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$1,390,000	\$1,391,124	\$ 1,124
Expenditures			
Health	<u>1,397,122</u>	<u>1,364,899</u>	<u>32,223</u>
Revenues over (under) expenditures	(7,122)	26,225	33,347
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund	<u>7,122</u>	<u>7,122</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	33,347	33,347
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ 33,347</u>	<u>\$ 33,347</u>
			<u>4,812</u>
			<u>(4,812)</u>
			<u>\$1,214,881</u>
			<u>1,219,693</u>

County of Muskegon
 Child Care Facility Special Revenue Fund (2920)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Grants				
State	\$ 338,643	\$ 333,711	\$ (4,932)	\$295,343
Expenditures				
Health	1,061,285	1,064,644	(3,359)	958,679
Capital outlay	2,000	-	2,000	1,492
	<u>1,063,285</u>	<u>1,064,644</u>	<u>(1,359)</u>	<u>960,171</u>
Revenues over (under) expenditures	(724,642)	(730,933)	(6,291)	(664,828)
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	724,642	730,933	6,291	664,828
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
Soldiers and Sailors Relief Special Revenue Fund (2930)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance - favorable (unfavorable)	1986 Actual
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues	\$ -	\$ -	\$-	\$ -
Expenditures				
Welfare	<u>6,640</u>	<u>6,683</u>	(43)	<u>5,558</u>
Revenues over (under) expenditures	(6,640)	(6,683)	(43)	(5,558)
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	<u>6,640</u>	<u>6,683</u>	43	<u>5,558</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$-</u>	<u>\$ -</u>

County of Muskegon
Veterans Trust Special Revenue Fund (2940)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987	Actual	Budget	Variance - favorable (unfavorable)	1986 Actual
Revenues					
Grants					
State		\$89,456	\$109,000	\$(19,544)	\$91,293
Local		<u>7,272</u>	<u>7,250</u>	<u>22</u>	<u>1,813</u>
		<u>96,728</u>	<u>116,250</u>	<u>(19,522)</u>	<u>93,106</u>
Expenditures					
Welfare		97,984	116,250	18,266	93,799
		(1,256)	-	(1,256)	(693)
Revenues over (under) expenditures		-	-	-	-
Other financing sources (uses)					
Operating transfers in (out)		-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES		(1,256)	-	(1,256)	(693)
Fund balance (deficit) at beginning of year		<u>1,256</u>	<u>1,256</u>	<u>-</u>	<u>1,949</u>
Fund balance (deficit) at end of year		<u>\$ -</u>	<u>\$ 1,256</u>	<u>\$ (1,256)</u>	<u>\$ 1,256</u>

County of Muskegon
Muskegon County Economic Development Commission Special Revenue Fund (2960)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance - favorable (unfavorable)	1986 Actual
	Budget	Actual		
Revenues				
State	\$ 80,000	\$ 97,125	\$17,125	\$ 51,129
Charges for services rendered	20,200	23,488	3,288	29,176
Contributions from private sources	75,000	75,000	-	72,000
Investment income	6,500	243	(6,257)	-
	<u>181,700</u>	<u>195,856</u>	<u>14,156</u>	<u>152,305</u>
Expenditures				
General County government	271,822	278,652	(6,830)	250,424
Capital outlay	-	425	(425)	442
	<u>271,822</u>	<u>279,077</u>	<u>(7,255)</u>	<u>250,866</u>
Revenues over (under) expenditures	<u>(90,122)</u>	<u>(83,221)</u>	<u>6,901</u>	<u>(98,561)</u>
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General Fund	44,000	43,650	(350)	11,492
Other	49,980	49,980	-	96,143
	<u>93,980</u>	<u>93,630</u>	<u>(350)</u>	<u>107,635</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	3,858	10,409	6,551	9,074
Fund balance (deficit) at beginning of year	<u>9,074</u>	<u>9,074</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 12,932</u>	<u>\$ 19,483</u>	<u>\$ 6,551</u>	<u>\$ 9,074</u>

County of Muskegon
Jobs Training Partnership Act Special Revenue Fund (2740)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended June 30, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Grants				
State	\$2,434,730	\$2,079,637	\$(355,093)	\$1,931,477
Expenditures				
Welfare	2,434,730	2,078,234	356,496	1,929,222
Capital outlay	-	1,403	(1,403)	2,255
	<u>2,434,730</u>	<u>2,079,637</u>	<u>355,093</u>	<u>1,931,477</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
Other				
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
OJT Special Revenue Fund (2750)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended June 30, 1987

	<u>1987</u>		<u>Variance -</u>	<u>1986</u>
	<u>Budget</u>	<u>Actual</u>	<u>favorable</u>	<u>Actual</u>
			<u>(unfavorable)</u>	
Revenues				
Grants	\$164,000	\$161,414	\$ (2,586)	\$195,021
State				
Expenditures				
Welfare	<u>164,000</u>	<u>161,414</u>	<u>2,586</u>	<u>195,021</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
Other				
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year				
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
Older Workers Program Special Revenue Fund (2994)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended June 30, 1987

	1987		Variance - favorable (unfavorable)	1986 Actual
	<u>Budget</u>	<u>Actual</u>		
Revenues				
Grants	\$73,314	\$55,402	\$ (17,912)	\$73,052
State				
Expenditures				
Welfare	<u>73,314</u>	<u>55,402</u>	<u>17,912</u>	<u>73,052</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
 Sheriff Road Patrol Special Revenue Fund (1210)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987		Variance -
	Budget	Actual	favorable (unfavorable)
Revenues			1986
Grants	\$114,908	\$114,908	Actual
State			\$111,760
Expenditures			
Public safety	114,908	114,908	111,760
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in (out)			
Other			
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			
Fund balance (deficit) at beginning of year			
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -

County of Muskegon
Community Mental Health Special Revenue Fund (2220)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987		1986
	Budget	Actual	Actual
		Variance -	
		favorable	
		(unfavorable)	
Revenues			
Grants			
State	\$14,188,414	\$13,858,292	\$10,636,112
Federal	976,586	965,161	5,000
Charges for services rendered	89,440	89,440	493,770
Contributions from private sources	349,761	332,892	89,440
Investment income	-	-	273,136
Other	-	-	372
	<u>\$15,604,201</u>	<u>\$15,245,785</u>	<u>\$11,497,830</u>
Expenditures			
Health	15,577,253	15,249,875	11,449,063
Capital outlay	97,728	176,292	166,449
	<u>\$15,674,981</u>	<u>\$15,426,167</u>	<u>\$11,615,512</u>
Revenues over (under) expenditures	(70,780)	(180,382)	(117,682)
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund	158,437	158,437	121,838
	<u>\$158,437</u>	<u>\$158,437</u>	<u>\$121,838</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	87,657	(21,945)	4,156
Fund balance (deficit) at beginning of year	52,534	52,534	48,378
Fund balance (deficit) at end of year	<u>\$140,191</u>	<u>\$30,589</u>	<u>\$52,534</u>

County of Muskegon
Michigan Youth Corp Special Revenue Fund (2743)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987		1986
	Budget	Actual	Actual
			Variance - favorable (unfavorable)
Revenues			
Grants	\$550,729	\$271,811	\$(278,918)
State			
Expenditures			
Welfare	<u>550,729</u>	<u>271,811</u>	<u>278,918</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in (out)			
County appropriations - General Fund			
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Probation Services Special Revenue Fund (2762)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987		Variance -	1986
	<u>Budget</u>	<u>Actual</u>	favorable (unfavorable)	<u>Actual</u>
Revenues				
Grants				
State	\$26,000	\$26,000	\$ -	\$25,200
Expenditures				
Welfare	22,000	23,035	(1,035)	22,718
Capital outlay	4,000	2,965	1,035	2,482
	<u>26,000</u>	<u>26,000</u>	-	<u>25,200</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
Other				
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
 Cross Lake Ferry Special Revenue Fund (2784)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues	\$ -	\$ -	\$ -	\$ 25,000
Grants	-	-	-	-
State	-	-	-	-
Expenditures	-	252,246	(252,246)	607,660
Recreation	-	(252,246)	(252,246)	(582,660)
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)	-	-	-	-
Operating transfers in (out)	-	252,246	252,246	577,660
County appropriation - General Fund	-	-	-	5,000
Other	-	252,246	252,246	582,660
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance (deficit) at beginning of year	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
Disaster Relief Special Revenue Fund (2851)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987	
	<u>Budget</u>	<u>Actual</u>
		Variance - favorable (unfavorable)
Revenues		
Grants		
State	\$ -	\$ 69,758
Federal	-	27,655
Local	-	18,104
		<u>115,517</u>
Expenditures		
Health	-	<u>115,517</u>
	-	(115,517)
Revenues over (under) expenditures	-	-
Other financing sources (uses)		
Operating transfers in (out)	-	-
Other	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
Mental Health Building Special Revenue Fund (2970)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987		Variance -	1986
	Budget	Actual	favorable (unfavorable)	Actual
Revenues				
Charges for services rendered	\$152,603	\$125,774	\$ (26,829)	\$102,276
Investment income	5,000	5,423	423	6,114
	<u>157,603</u>	<u>131,197</u>	<u>(26,406)</u>	<u>108,390</u>
Expenditures				
Health	<u>157,603</u>	<u>131,950</u>	<u>25,653</u>	<u>117,212</u>
Revenues over (under) expenditures	-	(753)	(753)	(8,822)
Other financing sources (uses)				
Operating transfers in (out)				
Other				
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(753)	(753)	(8,822)
Fund balance (deficit) at beginning of year	<u>28,711</u>	<u>28,711</u>	-	<u>37,533</u>
Fund balance (deficit) at end of year	<u>\$ 28,711</u>	<u>\$ 27,958</u>	<u>\$ (753)</u>	<u>\$ 28,711</u>

County of Muskegon
John R. Campbell Special Revenue Fund (2971)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1987

	1987	
	<u>Budget</u>	<u>Actual</u>
Revenues		
Charges for services rendered	\$ -	\$12,221
Expenditures		
Health	-	<u>616</u>
Revenues over (under) expenditures	-	11,605
Other financing sources (uses)		
Operating transfers in (out)	-	-
Other	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	11,605
Fund balance (deficit) at beginning of year	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$11,605</u>
		<u> </u>
		<u>\$11,605</u>
		<u> </u>
		\$12,221
		<u> </u>
		(616)
		<u> </u>
		11,605

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DEBT SERVICE FUNDS

Convention Center Debt (3100)--to account for the accumulation of resources and the payment of general long-term debt principal and interest associated with the Convention Center.

Psychiatric Facility Debt (3140)--to account for the accumulation of resources and the payment of general long-term debt principal and interest associated with the Psychiatric Facility.

Water-Sewer Debt (3650)--to account for the collection of resources and the payment of the limited obligation long-term debt principal and interest. This debt is a special assessment debt with governmental commitment associated with local municipalities, water and sewer installations and improvements.

County of Muskegon
Debt Service Funds

COMBINING BALANCE SHEET

December 31, 1987

ASSETS	Convention	Psychiatric	Water and	Totals	
	Center	Facility	Sewer	1987	1986
	Debt	Debt	Debt		
	(3100)	(3140)	(3650)		
Cash	\$135,250	\$76,927	\$ 6,203,574	\$ 6,415,751	\$ 6,021,990
Accounts receivable	489,937	3,214	386,600	879,751	899,084
Due from other funds	-	-	25,000	25,000	-
Special assessments receivable	-	-	28,675,000	28,675,000	30,465,000
	<u>\$625,187</u>	<u>\$80,141</u>	<u>\$35,290,174</u>	<u>\$35,995,502</u>	<u>\$37,386,074</u>

LIABILITIES AND EQUITY

Accounts payable	\$ -	\$ 184	\$ 184	\$ 140,637
Accrued liabilities	137,450	50,134	84,501	272,085
Due to other funds	402,286	-	-	402,286
Bonds payable	-	-	-	-
Deferred revenue	<u>539,736</u>	<u>50,134</u>	<u>26,720,000</u>	<u>26,720,000</u>
			<u>26,804,685</u>	<u>27,394,555</u>
Fund balance				
Unreserved	<u>85,451</u>	<u>30,007</u>	<u>8,485,489</u>	<u>8,600,947</u>
Designated for debt service	<u>\$625,187</u>	<u>\$80,141</u>	<u>\$35,290,174</u>	<u>\$35,995,502</u>
				<u>\$37,386,074</u>

County of Muskegon
Debt Service Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE

Year ended December 31, 1987

	Convention Center Debt (3100)	Psychiatric Facility Debt (3140)	Water and Sewer Debt (3650)	Totals
	1987	1987	1987	1986
Revenues				
Intergovernmental revenue	\$ -	\$ -	\$ 13,223	\$ (4,401)
Investment income	1,716	7,022	420,190	518,854
Rentals	153,747	405,800	-	720,977
Other	-	-	75,055	11,572
	<u>155,463</u>	<u>412,822</u>	<u>508,468</u>	<u>1,247,002</u>
Expenditures				
Engineering and construction costs	-	-	199,538	350,127
Other	-	-	101,896	-
Debt service				
Principal payments	50,000	100,000	1,790,000	1,785,000
Interest	278,088	355,934	121,850	595,825
Other	1,235	492	-	192,001
	<u>329,323</u>	<u>456,426</u>	<u>2,213,284</u>	<u>2,922,953</u>
	<u>(173,860)</u>	<u>(43,604)</u>	<u>(1,704,816)</u>	<u>(1,675,951)</u>
REVENUES OVER (UNDER) EXPENDITURES				
Other financing sources				
Operating transfers in	-	-	18,899	2,823
Bond proceeds	-	-	1,945,000	1,795,400
	-	-	<u>1,963,899</u>	<u>1,798,223</u>
REVENUES OVER (UNDER) EXPENDITURES	(173,860)	(43,604)	259,083	122,272
Fund balance (deficit) at beginning of year	259,311	73,611	8,226,406	8,720,671
Equity transfers (to) from other funds	-	-	-	(283,615)
Fund balance (deficit) at end of year	<u>\$ 85,451</u>	<u>\$ 30,007</u>	<u>\$ 8,485,489</u>	<u>\$ 8,559,328</u>

County of Muskegon
Convention Center Debt Service Fund (3100)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987			1986
	Budget	Actual	Variance - favorable (unfavorable)	Actual
Revenues				
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -
Investment income	-	1,716	1,716	14,428
Rentals	328,088	153,747	(174,341)	331,275
Other	-	-	-	-
	<u>328,088</u>	<u>155,463</u>	<u>(172,625)</u>	<u>345,703</u>
Expenditures				
Engineering and construction costs	-	-	-	-
Debt service	50,000	50,000	-	-
Principal payments	278,088	278,088	-	281,275
Interest	2,600	1,235	1,365	2,517
Other	<u>330,688</u>	<u>329,323</u>	<u>1,365</u>	<u>283,792</u>
	(2,600)	(173,860)	(171,260)	61,911
REVENUES OVER (UNDER) EXPENDITURES				
Other financing sources				
Operating transfers in	-	-	-	-
Bond proceeds	-	-	-	-
	<u>(2,600)</u>	<u>(173,860)</u>	<u>(171,260)</u>	<u>61,911</u>
Fund balance (deficit) at beginning of year	259,311	259,311	-	551,340
Equity transfer (to) from other funds	-	-	-	(353,940)
Fund balance (deficit) at end of year	<u>\$256,711</u>	<u>\$ 85,451</u>	<u>\$(171,260)</u>	<u>\$259,311</u>

County of Muskegon
Psychiatric Facility Debt Service Fund (3140)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	<u>1987</u>	Variance - favorable (unfavorable)	1986 Actual
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Intergovernmental revenue	\$ -	\$ -	\$ -
Investment income	6,000	7,022	1,063
Rentals	404,950	405,800	389,702
Other	<u>-</u>	<u>-</u>	<u>-</u>
	<u>410,950</u>	<u>412,822</u>	<u>390,765</u>
Expenditures			
Engineering and construction costs	-	-	-
Debt service			
Principal payments	100,000	100,000	75,000
Interest	304,950	355,934	314,550
Other	<u>500</u>	<u>492</u>	<u>-</u>
	<u>405,450</u>	<u>456,426</u>	<u>389,550</u>
REVENUES OVER (UNDER) EXPENDITURES	5,500	(43,604)	1,215
Other financing sources			
Operating transfers in	-	-	-
Bond proceeds	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	5,500	(43,604)	1,215
Fund balance (deficit) at beginning of year	73,611	73,611	2,071
Equity transfer (to) from other funds	<u>-</u>	<u>-</u>	<u>70,325</u>
Fund balance (deficit) at end of year	<u>\$ 79,111</u>	<u>\$ 30,007</u>	<u>\$ 73,611</u>

County of Muskegon
Water and Sewer Debt (3650)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

Year ended December 31, 1987

	1987		Variance - favorable (unfavorable)	1986 Actual
	Budget	Actual		
Revenues				
Intergovernmental revenue	\$ 13,104	\$ 13,223	\$ 119	\$ (4,401)
Investment income	2,176,225	420,190	(1,756,035)	503,363
Rentals	-	-	-	-
Other	<u>104,073</u>	<u>75,055</u>	<u>(29,018)</u>	<u>11,572</u>
	<u>2,293,402</u>	<u>508,468</u>	<u>(1,784,934)</u>	<u>510,534</u>
Expenditures				
Engineering and construction costs	585,757	199,538	386,219	350,127
Debt service				
Principal payments	1,390,000	1,790,000	(400,000)	1,710,000
Interest	1,822,332	121,850	1,700,482	-
Other	<u>51,603</u>	<u>101,896</u>	<u>(50,293)</u>	<u>189,484</u>
	<u>3,849,692</u>	<u>2,213,284</u>	<u>1,636,408</u>	<u>2,249,611</u>
REVENUES OVER (UNDER) EXPENDITURES	(1,556,290)	(1,704,816)	(148,526)	(1,739,077)
Other financing sources				
Operating transfers in	18,181	18,899	718	2,823
Bond proceeds	<u>1,790,000</u>	<u>1,945,000</u>	<u>155,000</u>	<u>1,795,400</u>
	<u>1,808,181</u>	<u>1,963,899</u>	<u>155,718</u>	<u>1,798,223</u>
REVENUES OVER (UNDER) EXPENDITURES	251,891	259,083	7,192	59,146
Fund balance (deficit) at beginning of year	8,226,406	8,226,406	-	8,167,260
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$8,478,297</u>	<u>\$8,485,489</u>	<u>\$ 7,192</u>	<u>\$8,226,406</u>

CAPITAL PROJECTS FUNDS

Convention Center (4100)--to account for revenues and expenditures associated with the construction of the Convention Center portion of the new Hilton Hotel.

Wiener Property Development (4180)--to account for revenues and expenditures associated with the improvement and development of the County's lakefront property.

Museum Renovation (4860)--to account for revenues and expenditures associated with the improvement of the Museum building.

Public Improvement (4930)--established by appropriation from the County's General Fund for future general projects developed according to the County's capital improvement budgeting program. While its use is intended for capital improvements, it is not restricted to that purpose.

Capital Improvement (4960)--to account for resources used for the acquisition of capital facilities. Its purpose is to accumulate funds to finance, entirely or partially, capital projects from resources other than bond indebtedness. It is restricted to capital improvement expenditures.

County of Muskegon
Capital Projects Funds
COMBINING BALANCE SHEET

December 31, 1987

ASSETS	Convention Center <u>(4100)</u>	Wiener Property <u>(4180)</u>	Museum Renovation <u>(4860)</u>
Cash and cash investments	\$ -	\$ -	\$13
Accounts receivable	-	-	-
Other	-	23,381	-
Due from other funds	-	-	-
Prepaid expenses	-	-	-
Long-term note receivable	-	-	-
	<u>\$ -</u>	<u>\$23,381</u>	<u>\$13</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$23,381	\$-
Accounts payable	-	-	13
Due to other funds	-	-	-
	<u>-</u>	<u>23,381</u>	<u>13</u>
Fund balance (deficit)	-	-	-
Reserve for long-term note receivable	-	-	-
Unreserved	-	-	-
Designated	-	-	-
Undesignated	-	-	-
	<u>\$ -</u>	<u>\$23,381</u>	<u>\$13</u>

County of Muskegon
Capital Projects Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

ASSETS	Public Improvement (4930)	Capital Improvement (4960)	Totals
	<u>1987</u>		<u>1986</u>
Cash and cash investments	\$ 12,976	\$ 34,302	\$ 47,291
Accounts receivable			\$ 412,002
Other	19,164	-	70,383
Due from other funds	-	-	-
Prepaid expenses	-	-	25,354
Long-term note receivable	<u>500,000</u>	<u>300,000</u>	<u>800,000</u>
	<u>\$532,140</u>	<u>\$334,302</u>	<u>\$1,307,739</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ -	\$ 25,354
Accounts payable	-	-	-
Due to other funds	-	-	34,952
	<u>-</u>	<u>-</u>	<u>60,306</u>
	<u>23,381</u>		
	13		
	<u>23,394</u>		
Fund balance (deficit)		800,000	800,000
Reserve for long-term note receivable			
Unreserved	500,000	300,000	
Designated	-	110,977	121,199
Undesignated	32,140	(76,675)	326,234
	<u>532,140</u>	<u>334,302</u>	<u>1,247,433</u>
	<u>\$532,140</u>	<u>\$334,302</u>	<u>\$1,307,739</u>

County of Muskegon
Capital Projects Fund

COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

Year ended December 31, 1987

	Convention Center <u>(4100)</u>	Wiener Property Renovation <u>(4180)</u>	Museum Renovation <u>(4860)</u>
Revenues			
State grant	\$ -	\$10,000	\$ -
Investment income	-	42,660	-
Contributions from municipalities	-	<u>53,616</u>	-
Expenditures			
Capital outlay	10,222	54,024	400,828
Interest expense	-	-	-
Other services and charges	<u>10,222</u>	<u>54,024</u>	<u>400,828</u>
Revenues over (under) expenditures	(10,222)	(408)	(400,828)
Other financing sources			
Operating transfer (to) from other funds	-	408	400,828
Other	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(10,222)	-	-
Fund balance (deficit) at beginning of year	10,222	-	-
Equity transfer (to) from other funds	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
Capital Projects Funds

COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - CONTINUED

Year ended December 31, 1987

	1987	1986	
		<u>Totals</u>	
		<u>1987</u>	<u>1986</u>
Revenues			
State grant	\$ -	\$ 10,000	\$ -
Investment income	30,379	31,335	58,927
Contributions from municipalities	<u>30,379</u>	<u>42,660</u>	<u>58,927</u>
Expenditures			
Capital outlay	-	465,074	389,468
Interest expense	160	320	151,334
Other services and charges	<u>160</u>	<u>465,394</u>	<u>540,802</u>
Revenues over (under) expenditures	30,219	(381,399)	(481,875)
Other financing sources			
Operating transfer (to) from other funds	<u>(336,828)</u>	<u>408</u>	<u>11,223</u>
Other			
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(306,609)	(380,991)	(470,652)
Fund balance (deficit) at beginning of year	838,749	1,247,433	1,431,292
Equity transfer (to) from other funds	-	-	286,793
Fund balance (deficit) at end of year	<u>\$532,140</u>	<u>\$ 866,442</u>	<u>\$1,247,433</u>

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ENTERPRISE FUNDS

Solid Waste Management (5710)--to record the revenues received from, and the expenses made for, the operation of the solid waste system. Monies for the operation of this fund are received from charges for services.

Fly Ash Program (5711)--to record the revenues received from, and the expenses made for, the disposal of fly ash. Monies for the operation of this fund are provided by charges to Consumers Power and S.D. Warren for services.

Wastewater Transfer Station (5712)--to record the revenues received from, and the expenses made for, the disposal of solid waste. Monies for the operation of this fund are provided by charges to all users.

Muskegon County Airport (5810)--the Muskegon County Airport provides direct and related services for both air carrier and general aviation aircraft. Airport activities are administratively divided into four areas: airfield, terminal buildings, hangars and other.

Muskegon Area Transit System (5880)--the Muskegon Area Transit System provides public transportation with ten regular routes and two special routes. The sources of funds are the Michigan Department of Transportation (paying 30% of the operating costs), the Urban Mass Transportation Administration (paying 50% of the operating costs), and local contributions (paying 20% of operating costs).

Northside Water (5910)--established for the connections and continued maintenance and operation of a water system for the Townships of Dalton, Laketon, and Muskegon.

Muskegon County Wastewater System - Number One (5920)--the Muskegon County wastewater system provides an innovative, comprehensive plan for utilizing wastewater for land treatment by spray irrigation. The land treatment system nearly eliminates industrial and municipal pollutants from thirty-four million gallons of wastewater treated daily and utilizes the wastewater as water and fertilizer to grow crops. Revenues are derived primarily from charges to specific users of the Wastewater Treatment System and sales of crops grown at the facility.

County of Muskegon
Enterprise Funds
COMBINING BALANCE SHEET

December 31, 1987

	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)
ASSETS					
CURRENT ASSETS					
Cash and cash investments	\$ 762,063	\$331,440	\$ 48,799	\$ 9,656	\$ 151,197
Accounts receivable	326,190	75,578	33,193	46,720	208,410
Inventories	-	-	1,775	-	-
Prepaid expenses	-	-	-	-	8,557
Due from other funds	50,000	285,000	-	-	-
Restricted assets available for debt service	-	-	-	-	-
Total current assets	1,138,253	692,018	83,767	56,376	368,164
PROPERTY AND EQUIPMENT - AT COST					
In service					
Land	-	-	-	-	-
Land improvements	658,737	25,784	-	2,287,552	-
Lagoons	-	-	-	2,407,763	-
Buildings	3,096	3,096	57,832	-	-
Machinery and equipment	201,959	194,864	173,007	2,515,203	1,613,857
Wastewater collection and distribution system	-	-	-	483,902	-
Capitalized interest and engineering costs	18,195	-	-	-	-
Less accumulated depreciation	881,987	223,744	230,839	7,694,420	1,613,857
	(616,846)	(159,894)	(36,460)	(3,598,169)	(1,199,400)
	265,141	63,850	194,379	4,096,251	414,457
Construction in progress	265,141	63,850	194,379	4,096,251	414,457
RESTRICTED ASSETS					
OTHER ASSETS					
	\$1,403,394	\$755,868	\$278,146	\$4,152,627	\$ 782,621

County of Muskegon
Enterprise Funds

COMBINING BALANCE SHEET

December 31, 1987

	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Current portion of long-term debt	-	15,627	-	-	-
Accounts payable	1,298,525	11,378	2,842	6,331	68,785
Advances payable	-	-	-	-	138,648
Due to other funds	-	-	110,000	439,532	-
Accrued liabilities	<u>11,433</u>	<u>14,979</u>	<u>2,864</u>	<u>44,297</u>	<u>62,465</u>
Total current liabilities	<u>1,309,958</u>	<u>41,984</u>	<u>115,706</u>	<u>490,160</u>	<u>269,898</u>
LONG-TERM DEBT	-	<u>27,712</u>	-	-	-
DEFERRED REVENUE	-	<u>658,597</u>	-	-	-
CONTRIBUTIONS IN AID OF CONSTRUCTION					
Capital contributed	-	-	47,501	7,001,252	1,711,786
Less - accumulated amortization	-	-	<u>(2,573)</u>	<u>(3,396,135)</u>	<u>(1,199,063)</u>
	-	-	<u>44,928</u>	<u>3,605,117</u>	<u>512,723</u>
RETAINED EARNINGS (DEFICIT)					
Reserved	-	<u>27,575</u>	-	57,350	-
Unreserved	<u>93,436</u>	-	<u>117,512</u>	-	-
	<u>93,436</u>	<u>27,575</u>	<u>117,512</u>	<u>57,350</u>	-
	<u>\$1,403,394</u>	<u>\$755,868</u>	<u>\$278,146</u>	<u>\$4,152,627</u>	<u>\$ 782,621</u>

County of Muskegon
Enterprise Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

	1987	1986
ASSETS		
CURRENT ASSETS		
Cash and cash investments	\$ 4,848,993	\$ 4,459,030
Accounts receivable	1,724,755	1,500,724
Inventories	577,259	250,147
Prepaid expenses	8,557	43,050
Due from other funds	335,000	852,905
Restricted assets available for debt service	1,609,825	1,426,887
Total current assets	<u>9,104,389</u>	<u>8,532,743</u>
PROPERTY AND EQUIPMENT - AT COST		
In service		
Land	6,718,348	9,026,568
Land improvements	3,028,010	5,941,542
Lagoons	9,517,671	9,517,671
Buildings	4,729,221	6,740,918
Machinery and equipment	3,516,589	5,995,142
Wastewater collection and distribution system	19,544,227	19,533,725
Capitalized interest and engineering costs	3,587,590	3,409,468
Less accumulated depreciation	<u>50,641,656</u>	<u>60,165,034</u>
Construction in progress	(22,986,428)	(21,428,128)
	38,300,075	38,736,906
	<u>2,784,714</u>	<u>1,289,025</u>
	<u>41,084,789</u>	<u>40,025,931</u>
RESTRICTED ASSETS	<u>1,508,756</u>	<u>1,447,937</u>
OTHER ASSETS	<u>17,054</u>	<u>30,697</u>
	<u>\$44,067,073</u>	<u>\$50,037,308</u>
	<u>\$275,259</u>	
		<u>\$44,067,073</u>

County of Muskegon
Enterprise Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

	Northside Water (5910)	Muskegon County Wastewater Management System - Number One (5920)	Totals
	1987	1986	1986
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Cash overdraft	\$ -	-	\$ 46,131
Current portion of long-term debt	-	1,192,929	1,115,541
Accounts payable	103	2,270,527	266,302
Advances payable	-	-	137,076
Due to other funds	-	446,447	965,958
Accrued liabilities	<u>177</u>	<u>757,220</u>	<u>831,337</u>
Total current liabilities	<u>280</u>	<u>4,667,123</u>	<u>3,362,345</u>
LONG-TERM DEBT			
DEFERRED REVENUE	-	<u>10,706,253</u>	<u>11,940,301</u>
	-	<u>184,544</u>	<u>468,733</u>
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Capital contributed	-	39,257,415	46,782,919
Less - accumulated amortization	-	<u>(16,247,101)</u>	<u>(19,704,331)</u>
	-	<u>23,010,314</u>	<u>27,078,588</u>
RETAINED EARNINGS (DEFICIT)			
Reserved	-	2,318,601	2,163,537
Unreserved	<u>274,979</u>	<u>3,180,238</u>	<u>5,023,804</u>
	<u>274,979</u>	<u>5,498,839</u>	<u>7,187,341</u>
	<u>\$275,259</u>	<u>\$44,067,073</u>	<u>\$50,037,308</u>

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS

Year ended December 31, 1987

	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)
Operating revenues					
Charges for services	\$1,296,051	\$100,150	\$237,011	\$414,407	\$ 224,179
Farm sales	<u>1,296,051</u>	<u>100,150</u>	<u>237,011</u>	<u>414,407</u>	<u>224,179</u>
Operating expenses					
Salaries and fringe benefits	150,225	44,312	61,472	298,788	568,904
Supplies and other operating expenses	1,553,457	61,682	183,092	329,746	624,001
Depreciation and amortization	<u>164,037</u>	<u>20,328</u>	<u>33,661</u>	<u>163,944</u>	<u>79,796</u>
	<u>1,867,719</u>	<u>126,322</u>	<u>278,225</u>	<u>792,478</u>	<u>1,272,701</u>
Operating income (loss)	<u>(571,668)</u>	<u>(26,172)</u>	<u>(41,214)</u>	<u>(378,071)</u>	<u>(1,048,522)</u>
Other income (expenses)					
Operating subsidies	-	-	-	-	979,894
User fees for debt service	-	-	-	-	-
Interest	30,865	26,172	4,186	(4,156)	6,714
Other (net)	<u>30,865</u>	<u>26,172</u>	<u>4,186</u>	<u>1,278</u>	<u>986,608</u>
Net income (loss) before operating transfers	(540,803)	-	(37,028)	(380,949)	(61,914)
Operating transfers (to) from other funds	-	-	-	<u>381,705</u>	<u>38,828</u>
NET INCOME (LOSS)	(540,803)	-	(37,028)	756	(23,086)
Capital contributions to contributions in aid of construction					
Transfer of depreciation and amortization to contributions in aid of construction	-	-	-	(71,475)	(56,710)
Net income (loss) transferred to retained earnings	(540,803)	-	(34,653)	56,830	-
Retained earnings at beginning of year	<u>634,239</u>	<u>27,575</u>	<u>152,165</u>	<u>520</u>	<u>-</u>
Retained earnings at end of year	<u>\$ 93,436</u>	<u>\$ 27,575</u>	<u>\$117,512</u>	<u>\$ 57,350</u>	<u>\$ -</u>

County of Muskegon
Enterprise Funds

COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - CONTINUED

Year ended December 31, 1987

	Northside Water (5910)	Muskegon County Wastewater Management System - Number One (5920)	1987	Totals	1986
Operating revenues					
Charges for services	\$ 67,414	\$4,164,996	\$ 6,504,208	\$5,519,720	
Farm sales	<u>67,414</u>	<u>351,735</u>	<u>351,735</u>	<u>554,336</u>	
		<u>4,516,731</u>	<u>6,855,943</u>	<u>6,074,056</u>	
Operating expenses					
Salaries and fringe benefits	6,213	1,612,029	2,741,943	2,556,877	
Supplies and other operating expenses	86,591	3,765,953	6,604,522	4,059,387	
Depreciation and amortization	<u>-</u>	<u>1,424,582</u>	<u>1,886,348</u>	<u>1,760,841</u>	
	<u>92,804</u>	<u>6,802,564</u>	<u>11,232,813</u>	<u>8,377,105</u>	
	<u>(25,390)</u>	<u>(2,285,833)</u>	<u>(4,376,870)</u>	<u>(2,303,049)</u>	
Operating income (loss)					
Other income (expenses)					
Operating subsidiaries	-	181,281	1,161,175	1,176,411	
User fees for debt service	-	1,958,566	1,958,566	1,944,089	
Interest	17,298	(384,270)	(303,191)	(353,941)	
Other (net)	<u>8,250</u>	<u>117,529</u>	<u>127,057</u>	<u>138,458</u>	
	<u>25,548</u>	<u>1,873,106</u>	<u>2,943,607</u>	<u>2,905,017</u>	
Net income (loss) before operating transfers	158	(412,727)	(1,433,263)	601,968	
Operating transfers (to) from other funds	-	-	420,533	238,485	
NET INCOME (LOSS)	158	(412,727)	(1,012,730)	840,453	
Capital contributions to contributions in aid of construction	-	(1,298,880)	(1,427,065)	(1,126,591)	
Transfer of depreciation and amortization to contributions in aid of construction	-	<u>1,112,425</u>	<u>1,322,145</u>	<u>1,370,270</u>	
Net income (loss) transferred to retained earnings	158	(599,182)	(1,117,650)	1,084,132	
Retained earnings at beginning of year	274,821	6,098,021	7,187,341	6,103,209	
Retained earnings at end of year	<u>\$274,979</u>	<u>\$5,498,839</u>	<u>\$ 6,069,691</u>	<u>\$7,187,341</u>	

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 1987

	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)
Sources of working capital					
From operations					
Net income (loss) for the year	\$ (540,803)	\$ -	\$ (37,028)	\$ 756	\$ (23,086)
Charges to operations not using working capital					
Depreciation and amortization	<u>164,037</u>	<u>20,328</u>	<u>33,661</u>	<u>163,944</u>	<u>79,796</u>
Working capital provided from (used for) operations	(376,766)	20,328	(3,367)	164,700	56,710
Retirement (transfer) of property and equipment	40,778	-	-	24,168	-
Increase in deferred revenue	<u>-</u>	<u>239,864</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total working capital provided	<u>(335,988)</u>	<u>260,192</u>	<u>(3,367)</u>	<u>188,868</u>	<u>56,710</u>
Applications of working capital					
Additions to property and equipment	241,053	-	46,134	559,884	56,710
Increase in restricted assets	-	-	-	-	-
Decrease in long-term debt	-	15,627	-	-	-
Decrease in deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total working capital used	<u>241,053</u>	<u>15,627</u>	<u>46,134</u>	<u>559,884</u>	<u>56,710</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ (577,041)</u>	<u>\$244,565</u>	<u>\$ (49,501)</u>	<u>\$ (371,016)</u>	<u>\$ -</u>

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CONTINUED

Year ended December 31, 1987

	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)
Changes in components of working capital					
Increase (decrease) in current assets					
Cash and cash investments	\$ 477,318	\$222,421	\$ (50,626)	\$ 9,656	\$19,208
Accounts receivable	246,212	36,146	(29,783)	11,968	62,360
Inventories	-	-	705	-	-
Prepaid expenses	-	-	-	(3,050)	(31,443)
Due from other funds	(1,242)	(433)	-	-	-
Restricted assets available for debt service	-	-	-	-	-
	<u>722,288</u>	<u>258,134</u>	<u>(79,704)</u>	<u>18,574</u>	<u>50,125</u>
(Increase) decrease in current liabilities					
Cash overdraft	-	-	-	46,131	-
Current portion of long-term debt	-	-	-	-	-
Accounts payable	(1,297,743)	(9,420)	55,043	12,098	(40,511)
Due to other funds	-	-	(25,000)	(439,532)	-
Advances payable	-	-	-	-	(8,042)
Accrued liabilities	(1,586)	(4,149)	160	(8,287)	(1,572)
	<u>(1,299,329)</u>	<u>(13,569)</u>	<u>30,203</u>	<u>(389,590)</u>	<u>(50,125)</u>
INCREASE (DECREASE) IN WORKING CAPITAL	\$ (577,041)	\$244,565	\$ (49,501)	\$ (371,016)	\$ -

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CONTINUED

Year ended December 31, 1987

	Northside Water (5910)	Muskegon County Wastewater Management System - Number One (5920)	1987	Totals	1986
Sources of working capital					
From operations					
Net income (loss) for the year	\$158	\$ (412,727)	\$ (1,012,730)	\$	840,453
Charges to operations not using working capital	-	1,424,582	1,886,348	1,760,841	-
Depreciation and amortization	-	-	-	-	-
Working capital provided from (used for) operations	158	1,011,855	873,618	2,601,294	-
Retirement (transfer) of property and equipment	-	5,458	70,404	5,776	-
Increase in deferred revenue	-	134,544	374,408	127,620	-
Total working capital provided	158	1,151,857	1,318,430	2,734,690	-
Applications of working capital					
Additions to property and equipment	-	2,108,611	3,012,392	677,594	-
Increase in restricted assets	-	60,819	60,819	38,549	-
Decrease in long-term debt	-	1,190,709	1,206,336	1,108,855	-
Decrease in deferred revenue	-	-	-	-	-
Total working capital used	-	3,360,139	4,279,547	1,824,998	-
INCREASE (DECREASE) IN WORKING CAPITAL	\$158	\$ (2,208,282)	\$ (2,961,117)	\$	909,692

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CONTINUED

Year ended December 31, 1987

	Northside Water (5910)	Muskegon County Wastewater Management System - Number One (5920)	Totals
	<u>1987</u>	<u>1987</u>	<u>1986</u>
Changes in components of working capital			
Increase (decrease) in current assets			
Cash and cash investments	\$5,206	\$ (293,219)	\$367,694
Accounts receivable	(4,809)	(98,063)	50,915
Inventories	-	326,407	(427,421)
Prepaid expenses	-	-	20,011
Due from other funds	-	(516,230)	304,235
Restricted assets available for debt service	-	182,938	182,195
	<u>397</u>	<u>(398,167)</u>	<u>497,629</u>
(Increase) decrease in current liabilities			
Cash overdraft	-	-	29,593
Current portion of long-term debt	-	(93,015)	(65,861)
Accounts payable	(97)	(3,392,189)	125,135
Due to other funds	-	(30,021)	(231,250)
Advances payable	-	(8,042)	72,732
Accrued liabilities	(142)	(40,052)	481,714
	<u>(239)</u>	<u>(1,810,115)</u>	<u>412,063</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ 158</u>	<u>\$ (2,208,282)</u>	<u>\$ (909,692)</u>

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INTERNAL SERVICE FUNDS

Drain Revolving (6010)--to account for monies spent by the Drain Commissioner prior to actual levies for specific drain work. The monies for this purpose are loaned from the County's General Fund and replenished as assessments are made.

Delinquent Tax Revolving Funds (6172, 6173, 6174, 6185, 6186, 6187)--to account for monies borrowed in anticipation of delinquent taxes being collected. The purpose of these funds is to pay each local unit, including the County's General Fund, the respective amount of taxes that are not collected as of March 1 of each year.

Central Stores (6330)--to account for the general County operating supplies inventory which provides all common offices with necessary supplies.

Equipment Revolving (6660)--to account for revenues collected on equipment leased to user departments of the County. The fund is self-sustaining with the revenues generated to be used for replacement of broken and outdated equipment.

Insurance (6770)--to account for revenues collected from user departments for the payment of insurance premiums and claims. The County is self-insured for workers' compensation, unemployment insurance, dental insurance and collision on auto fleet insurance.

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET

December 31, 1987

	1982	1983	1984	1985	1986	1987
	Delinquent Tax Revolving (6172)	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)
ASSETS						
CURRENT ASSETS						
Cash and cash investments	\$ 21,278	\$ 2,211,793	\$ 3,553,859	\$ 3,976,258	\$ 2,048,320	\$ 5,587
Accounts receivable	222	296,645	198,013	185,726	40,857	-
Current portion of delinquent taxes receivable	-	-	699,520	2,345,739	2,480,010	-
Current portion of interest and penalties receivable on delinquent taxes	-	-	265,818	609,892	347,202	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Total current assets	<u>21,500</u>	<u>2,508,438</u>	<u>4,717,210</u>	<u>7,117,615</u>	<u>4,916,389</u>	<u>5,587</u>
PROPERTY AND EQUIPMENT - AT COST						
Machinery and equipment	-	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-	-
DELINQUENT TAXES RECEIVABLE	-	-	-	781,913	3,031,123	-
INTEREST AND PENALTIES RECEIVABLE ON DELINQUENT TAXES	-	-	-	203,297	424,357	-
LONG-TERM NOTE RECEIVABLE	-	-	-	-	-	-
	<u>\$ 21,500</u>	<u>\$ 2,508,438</u>	<u>\$ 4,717,210</u>	<u>\$ 8,102,825</u>	<u>\$ 8,371,869</u>	<u>\$ 5,587</u>

County of Muskegon
Internal Service Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

	1982	1983	1984	1985	1986	1987
	Delinquent Tax Revolving (6172)	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Current portion of tax anticipation notes payable	\$ -	\$ -	\$2,900,000	\$3,600,000	\$3,000,000	\$ -
Current portion of notes payable	-	-	1,958	334	-	-
Accounts payable	-	-	87,000	186,000	32,448	5,360
Accrued interest payable	-	-	-	-	-	-
Accrued insurance claims	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total current liabilities	-	-	<u>2,988,958</u>	<u>3,786,334</u>	<u>3,032,448</u>	<u>5,360</u>
LONG-TERM DEBT						
Tax anticipation notes payable	-	-	-	2,900,000	4,500,000	-
Advances from General Fund	21,500	-	-	-	-	-
Notes payable	-	-	-	-	-	-
	<u>21,500</u>	-	-	<u>2,900,000</u>	<u>4,500,000</u>	-
RETAINED EARNINGS						
Reserved	-	2,508,438	1,728,252	1,416,491	839,421	227
Unreserved	-	<u>2,508,438</u>	<u>1,728,252</u>	<u>1,416,491</u>	<u>839,421</u>	<u>227</u>
	<u>\$21,500</u>	<u>\$2,508,438</u>	<u>\$4,717,210</u>	<u>\$8,102,825</u>	<u>\$8,371,869</u>	<u>\$5,587</u>

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	1987	Totals 1986
ASSETS					
CURRENT ASSETS					
Cash and cash investments	\$27,027	\$ 218,784	\$2,926,376	\$14,989,282	\$16,864,753
Accounts receivable	2,936	12,192	168,339	904,930	1,409,540
Current portion of delinquent taxes receivable	-	-	-	5,525,269	5,689,345
Current portion of interest and penalties receivable on delinquent taxes	-	-	-	1,222,912	1,232,987
Due from other funds	-	-	325,176	325,176	476
Prepaid expenses	-	77,575	179,313	256,888	190,652
Inventories	<u>21,584</u>	<u>-</u>	<u>-</u>	<u>21,584</u>	<u>22,197</u>
Total current assets	<u>51,547</u>	<u>308,551</u>	<u>3,599,204</u>	<u>23,246,041</u>	<u>25,409,950</u>
PROPERTY AND EQUIPMENT - AT COST					
Machinery and equipment	-	1,020,490	-	1,020,490	927,645
Less accumulated depreciation	<u>-</u>	<u>(472,412)</u>	<u>-</u>	<u>(472,412)</u>	<u>(308,233)</u>
	<u>-</u>	<u>548,078</u>	<u>-</u>	<u>548,078</u>	<u>619,412</u>
DELINQUENT TAXES RECEIVABLE	-	-	-	3,813,036	3,973,884
INTEREST AND PENALTIES RECEIVABLE ON DELINQUENT TAXES	-	-	-	627,654	655,079
LONG-TERM NOTE RECEIVABLE	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>200,000</u>	<u>209,283</u>
	<u>\$51,547</u>	<u>\$ 856,629</u>	<u>\$3,799,204</u>	<u>\$28,434,809</u>	<u>\$30,867,608</u>

County of Muskegon
Internal Service Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1987

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	Totals
	1987	1987	1987	1986
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Current portion of tax anticipation notes payable	\$ -	\$ -	\$ -	\$10,900,000
Current portion of notes payable	-	81,428	-	81,428
Accounts payable	9,226	12,167	1,381,246	1,410,291
Accrued interest payable	-	-	-	305,448
Accrued insurance claims	-	-	315,377	315,377
Due to other funds	-	-	2,206	2,206
Total current liabilities	<u>9,226</u>	<u>93,595</u>	<u>1,698,829</u>	<u>11,614,750</u>
LONG-TERM DEBT				
Tax anticipation notes payable	-	-	-	9,400,000
Advances from General Fund	30,000	217,118	-	268,618
Notes payable	-	217,142	-	217,142
	<u>30,000</u>	<u>434,260</u>	<u>-</u>	<u>7,885,760</u>
RETAINED EARNINGS				
Reserved	-	328,774	1,313,041	1,641,815
Unreserved	12,321	-	787,334	7,292,484
	<u>12,321</u>	<u>328,774</u>	<u>2,100,375</u>	<u>8,934,299</u>
	<u>\$51,547</u>	<u>\$856,629</u>	<u>\$3,799,204</u>	<u>\$30,867,608</u>

County of Muskegon
Internal Service Funds

COMBINING STATEMENTS OF REVENUES, EXPENSES, OPERATING TRANSFERS
AND CHANGES IN RETAINED EARNINGS

December 31, 1987

	1982	1983	1984	1985	1986	1987
	Delinquent Tax Revolving (6172)	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)
Operating revenues						
Interest and penalties on delinquent taxes	\$ -	\$ 110,306	\$ 212,614	\$ 525,688	\$ 994,331	\$ 227
Intragovernmental revenues	-	-	-	-	-	-
Other	-	3,646	22,714	-	-	-
	-	113,952	235,328	525,688	994,331	227
Operating expenses						
Salaries and fringes	-	-	-	-	-	-
Supplies and other operating expenses	-	2,537	6,622	3,365	20,912	-
Cost of materials used	-	-	-	-	-	-
Insurance benefits and claims	-	-	-	-	-	-
Insurance premiums	-	-	-	-	-	-
Interest expense	-	115,500	282,000	484,500	179,989	-
Depreciation	-	118,037	288,622	487,865	200,901	-
	-	(4,085)	(53,294)	37,823	793,430	227
Operating income (loss)	-	383,349	310,227	350,802	45,753	-
Investment income	-	-	-	-	-	-
NET INCOME (LOSS)	-	379,264	256,933	388,625	839,183	227
Retained earnings at beginning of year	-	2,161,510	1,471,319	1,027,866	238	-
Equity transfer (to) from other funds	-	821,511	-	-	-	-
Retained earnings at end of year	\$ -	\$ 2,508,438	\$ 1,728,252	\$ 1,416,491	\$ 839,421	\$ 227

County of Muskegon
Internal Service Funds

COMBINING STATEMENTS OF REVENUES, EXPENSES, OPERATING TRANSFERS
AND CHANGES IN RETAINED EARNINGS - CONTINUED

December 31, 1987

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	1987	Totals	1986
Operating revenues						
Interest and penalties on delinquent taxes	\$ -	-	-	\$ 1,843,166		\$ 1,926,329
Intragovernmental revenues	162,016	419,914	3,417,300	3,999,230		3,347,728
Other	<u>162,016</u>	<u>419,914</u>	<u>106,680</u>	<u>133,040</u>		<u>111,017</u>
			<u>3,523,980</u>	<u>5,975,436</u>		<u>5,385,074</u>
Operating expenses						
Salaries and fringes	-	4,394	87,203	91,597		107,805
Supplies and other operating expenses	4,596	36,415	38,232	112,679		188,843
Cost of materials used	155,845	116,957	-	272,802		244,002
Insurance benefits and claims	-	-	2,057,025	2,057,025		571,682
Insurance premiums	-	-	2,728,747	2,728,747		1,922,246
Interest expense	-	21,649	-	1,083,638		1,389,520
Depreciation	<u>160,441</u>	<u>201,114</u>	<u>-</u>	<u>201,114</u>		<u>162,297</u>
		<u>380,529</u>	<u>4,911,207</u>	<u>6,547,602</u>		<u>4,586,395</u>
Operating income (loss)	1,575	39,385	(1,387,227)	(572,166)		798,679
Investment income	<u>606</u>	<u>12,615</u>	<u>236,370</u>	<u>1,339,722</u>		<u>1,617,990</u>
NET INCOME (LOSS)	2,181	52,000	(1,150,857)	767,556		2,416,669
Retained earnings at beginning of year	10,140	276,774	3,251,232	9,506,742		8,820,073
Equity transfer (to) from other funds	-	-	-	(1,339,999)		(1,730,000)
Retained earnings at end of year	<u>\$ 12,321</u>	<u>\$ 328,774</u>	<u>\$ 2,100,375</u>	<u>\$ 8,934,299</u>		<u>\$ 9,506,742</u>

County of Muskegon
Internal Service Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION

December 31, 1987

		1982	1983	1984	1985	1986	1987
	Drain	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving
	(6010)	(6172)	(6173)	(6174)	(6185)	(6186)	(6187)
Sources of working capital							
From operations							
Net income (loss) for the year	\$ -	\$ -	\$ 379,264	\$ 256,933	\$ 388,625	\$ 839,183	\$ 227
Charges to operations not using working capital							
Depreciation	-	-	-	-	-	-	-
Working capital provided from (used for) operations	-	-	379,264	256,933	388,625	839,183	227
Issuance of tax anticipation notes	-	-	-	-	-	7,500,000	-
Decrease in delinquent taxes receivable	-	-	-	822,787	2,369,184	6,688,657	-
Retirement of property and equipment	-	-	-	-	-	-	-
Total working capital provided	-	-	379,264	1,079,720	2,757,809	15,027,840	227
Applications of working capital							
Increase (decrease) in interest and penalties receivable on delinquent taxes	-	-	-	(213,925)	(237,857)	424,357	-
Increase in long-term note receivable	-	-	-	-	-	-	-
Settlement of delinquent taxes with other governmental units	-	-	-	-	-	9,719,780	-
Equity transfer to (from) other funds	-	2,161,510	(821,511)	-	-	-	-
Decrease in long-term debt	-	-	-	2,900,000	3,600,000	3,000,000	-
Decrease in notes payable	-	-	-	-	-	-	-
Additions to property and equipment	-	-	-	-	-	-	-
Total working capital used	-	2,161,510	(821,511)	2,686,075	3,362,143	13,144,137	-
INCREASE (DECREASE) IN WORKING CAPITAL	\$ -	\$ (2,161,510)	\$ 1,200,775	\$ (1,606,355)	\$ (604,334)	\$ 1,883,703	\$ 227

County of Muskegon
Internal Service Funds

COMBINING STATEMENTS OF CHANGES IN FINANCIAL POSITION - CONTINUED

December 31, 1987

	1982	1983	1984	1985	1986	1987
	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving	Delinquent Tax Revolving
	(6010) (6172)	(6173)	(6174)	(6185)	(6186)	(6187)
Changes in components of working capital						
Increase (decrease) in current assets						
Cash and cash investments	\$1,389	\$ (741,326)	\$ 11,280	\$ (1,336,270)	\$2,041,863	\$5,587
Accounts receivable	(1,389)	15,183	(83,880)	1,754	40,857	-
Current portion of delinquent taxes receivable	-	(642,813)	(1,768,841)	(232,432)	2,480,010	-
Current portion of interest and penalties receivable on delinquent taxes	-	(230,269)	(375,956)	248,948	347,202	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Deferred expense	-	-	-	-	-	-
(Increase) decrease in current liabilities	(2,161,510)	(1,599,225)	(2,217,397)	(1,318,000)	4,909,932	5,587
Current portion of tax anticipation notes payable	-	2,800,000	700,000	900,000	(3,000,000)	-
Accounts payable	-	-	(1,958)	(334)	6,219	(5,360)
Accrued interest payable	-	-	(87,000)	(186,000)	(32,448)	-
Accrued insurance claims	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
	-	2,800,000	611,042	713,666	(3,026,229)	(5,360)
INCREASE (DECREASE) IN WORKING CAPITAL	\$ -	\$1,200,775	\$ (1,606,355)	\$ (604,334)	\$1,883,703	\$ 227

County of Muskegon
Internal Service Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CONTINUED

December 31, 1987

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	1987	Totals 1986
Sources of working capital					
From operations					
Net income (loss) for the year	\$2,181	\$ 52,000	\$(1,150,857)	\$ 767,556	\$ 2,416,669
Charges to operations not using working capital	-	201,114	-	201,114	162,997
Depreciation	-	-	-	-	-
Working capital provided from (used for) operations	2,181	253,114	(1,150,857)	968,670	2,578,966
Issuance of tax anticipation notes	-	-	-	7,500,000	11,000,000
Decrease in delinquent taxes receivable	-	-	-	9,880,628	10,042,390
Retirement of property and equipment	-	51,522	-	51,522	1,794
Total working capital provided	<u>2,181</u>	<u>304,636</u>	<u>(1,150,857)</u>	<u>18,400,820</u>	<u>23,623,150</u>
Applications of working capital					
Increase (decrease) in interest and penalties receivable on delinquent taxes	-	-	-	(27,425)	2,139
Increase (decrease) in long-term note receivable	-	(9,283)	-	(9,283)	9,283
Settlement of delinquent taxes with other governmental units	-	-	-	9,719,780	10,043,430
Equity transfer to (from) other funds	-	-	-	1,339,999	1,730,000
Decrease in long-term debt	-	-	-	9,500,000	10,900,000
Decrease in notes payable	-	81,428	-	81,428	81,428
Additions to property and equipment	-	181,302	-	181,302	173,305
Total working capital used	<u>-</u>	<u>253,447</u>	<u>-</u>	<u>20,785,801</u>	<u>22,939,585</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$2,181</u>	<u>\$ 51,189</u>	<u>\$(1,150,857)</u>	<u>\$12,384,981</u>	<u>\$ 683,565</u>

County of Muskegon
Internal Service Funds

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CONTINUED

Year ended December 31, 1987

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	1987	1986
Changes in components of working capital					
Increase (decrease) in current assets	\$12,399	\$81,879	\$ (195,771)	\$ (1,875,471)	\$ (493,669)
Cash and cash investments	(2,496)	676	(70,306)	(504,610)	405,070
Accounts receivable	-	-	-	(164,076)	47,127
Current portion of delinquent taxes receivable	-	-	-	-	-
Current portion of interest and penalties receivable on delinquent taxes	-	-	-	(10,075)	14,988
Due from other funds	-	-	324,700	324,700	(70,411)
Prepaid expenses	-	(21,648)	87,884	66,236	(26,108)
Inventories	(613)	-	-	(613)	(7,017)
Deferred expense	-	-	-	-	(68,999)
	<u>9,290</u>	<u>60,907</u>	<u>146,507</u>	<u>(2,163,909)</u>	<u>(199,019)</u>
(Increase) decrease in current liabilities					
Current portion of tax anticipation notes payable	-	-	-	1,400,000	150,000
Accounts payable	(7,109)	(9,718)	(1,236,256)	(1,254,516)	104,068
Accrued interest payable	-	-	-	(305,448)	594,563
Accrued insurance claims	-	-	(58,902)	(58,902)	(35,046)
Due to other funds	-	-	(2,206)	(2,206)	68,999
	<u>(7,109)</u>	<u>(9,718)</u>	<u>(1,297,364)</u>	<u>(221,072)</u>	<u>882,584</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ 2,181</u>	<u>\$51,189</u>	<u>\$ (1,150,857)</u>	<u>\$ (2,384,981)</u>	<u>\$ 683,565</u>

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TRUST AND AGENCY FUNDS

Trust and Agency (7010)--to hold monies for later distribution to other agencies or persons. Specifically, District Court holds ordinance fines and costs, appearance bonds, garnishments and restitutions. The Treasurer holds accounts including tax reverted lands, swamp land tax, payments in lieu of taxes and current real and personal property taxes. The administrative area holds Social Security payments, retirement payments, state-withheld income taxes and other payroll deductions.

Cemetery Trust (7110)--a trust fund to care for cemetery plots of specific individuals who have willed monies in trust to the County Treasurer for perpetual care of their grave sites. This fund is provided by state statute.

Medical Care Facility Endowment (7150)--an endowment for repairs, maintenance and improvements to the County's Medical Care Facility, which provides extended basic and skilled nursing home care to the County's residents.

Cooperative Extension Trust (7160)--to account for monies collected for specific areas in the County's 4-H designated program.

ICMA Deferred Comp Plan (7170)--to account for monies collected to make deferred compensation payments to employees. (IRC Section 457)

Wiener Property (7180)--to account for annuity payments paid to Mrs. Wiener in conjunction with the purchase of property sold to the County located on Muskegon Lake.

Library Penal Fine (7210)--to account for monies received from District Court fines, in accordance with state statute (Section 4851 of Act 236 of the Public Acts of 1961), which are allocated annually for operations of the County's libraries.

Air Fair (7900)--to account for monies and charges for services to put on a County Air Fair.

Labor Management' Program (7910)--to account for monies received from various employers who provide funding for this program, the purpose of which is to improve productivity and the quality of work life by assisting in the establishment of good labor-management relationships.

Froebel Neighborhood Improvement (7920)--to account for monies received from Federal Revenue Sharing and other governmental units for operating expenses of a neighborhood care/maintenance project.

Every Woman's Place (7930)--to account for various state and local grants used in the operation of Every Woman's Place.

New Muskegon (7940)--to account for monies received from various sources for promoting business development in the County of Muskegon.

Muskegon Sports Council (7950)--to account for monies received from state and local sources to build and maintain a winter sports complex.

Child Abuse and Neglect (7960)--to account for monies received from the state and donations to be used for the prevention of child abuse.

OIC (7980)--to account for monies received from state and federal sources for the assessment and training of economically disadvantaged adults and youth.

ORC (7981)--to account for monies received from state and federal sources for economic development and training of disadvantaged adults in Oceana County.

Youth Contact Center (7982)--to account for monies received from the state for employment of economically disadvantaged youths.

Muskegon Dropout Program (7983)--to account for monies received from the state to employ dropout or potential dropout high school students as an incentive for them to finish high school.

County of Muskegon
Trust and Agency Funds
COMBINING BALANCE SHEET

		December 31, 1987					
Nonexpendable Trust Fund		Expendable Trust Funds					
		Medical Care Facility Endowment (7150)	ICMA Deferred Comp Plan (7170)	Air Fair (7900)	Labor Management Program (7910)		
ASSETS							
	Wiener Property (7180)	\$23,578					
	Cash and cash investments	\$66,527	\$2,573,545	\$54,988	\$ -	\$ -	
	Accounts receivable	-	-	1,931	-	-	13,452
	Due from other funds	-	-	-	-	-	-
	Prepaid expenses	-	-	-	-	-	-
	<u>\$128,652</u>	<u>\$66,527</u>	<u>\$2,573,545</u>	<u>\$56,919</u>	<u>\$13,452</u>	<u>\$ -</u>	<u>\$13,452</u>
LIABILITIES AND FUND BALANCE							
	Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$10,787
	Accounts payable	-	-	-	-	-	855
	Accrued liabilities	-	-	-	-	1,507	1,810
	Undistributed taxes	-	-	-	-	-	-
	Current	-	-	-	-	-	-
	Delinquent	-	-	-	-	-	-
	Due to State of Michigan	-	-	-	-	-	-
	Long-term advance from General Fund	-	-	-	-	-	-
	Fines and fees due to local municipalities and libraries	-	-	-	-	-	-
	Trust deposits	-	-	-	-	-	-
	Unallocated receipts	-	-	-	-	-	-
	Due to other funds	-	-	-	-	-	-
	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>1,507</u>	<u>-</u>	<u>-</u>	<u>13,452</u>
	Fund balance (deficit)	-	-	-	-	-	-
	Designated for annuity payments	28,652	2,573,545	-	-	-	-
	Designated for perpetual care	-	-	-	-	-	-
	Unreserved - Undesignated	-	-	-	-	-	-
	<u>28,652</u>	<u>66,527</u>	<u>2,573,545</u>	<u>55,412</u>	<u>55,412</u>	<u>-</u>	<u>-</u>
	<u>\$128,652</u>	<u>\$66,527</u>	<u>\$2,573,545</u>	<u>\$56,919</u>	<u>\$13,452</u>	<u>\$ -</u>	<u>\$13,452</u>

County of Muskegon
Nonexpendable Trust Fund

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE

Year ended December 31, 1987

	Wiener Property (7,180)	Total 1986
Operating revenues	\$12,150	\$12,325
Operating expenses	<u>12,000</u>	<u>12,000</u>
NET INCOME (LOSS)	150	325
Fund balance (deficit) at beginning of year	<u>28,502</u>	<u>28,177</u>
Fund balance (deficit) at end of year	<u>\$28,652</u>	<u>\$28,502</u>

County of Muskegon
 Nonexpendable Trust Fund

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 1987

	Wiener Property <u>(7,180)</u>	Total 1986 <u>\$325</u>
Sources of working capital		
Operations - net income (loss)	\$ <u>150</u>	\$ <u>325</u>
NET INCREASE (DECREASE) IN WORKING CAPITAL	\$ <u>150</u>	\$ <u>325</u>
Changes in components of working capital		
Increase (decrease) in current assets		
Cash and cash investments	\$6,225	\$302
Accounts receivable	<u>(6,075)</u>	<u>23</u>
NET INCREASE (DECREASE) IN WORKING CAPITAL	\$ <u>150</u>	\$ <u>325</u>

County of Muskegon
Expendable Trust Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - CONTINUED

	Year ended December 31, 1987	June 30, 1987	September 30, 1987	Totals	1987	1986
	Youth Contact Center (7982)	ORC (7981)	Muskegon Sports Council (7950)	OIC (7980)		
Revenues						
Grants						
Federal	\$ -	\$ -	\$ -	\$ -	\$ 3,441	\$ -
State	65,315	57,550	503,789	36,277	1,259,885	853,707
Local units	-	-	-	-	11,261	31,884
Charges for services rendered	1,597	-	3,540	-	253,503	183,9973,540
Contributions from private sources	-	-	-	-	928,019	942,912-
Investment income	86	-	36,991	-	214,100	210,995
Other	66,998	57,550	1,765	-	9,585	12,367
	<u>64,295</u>	<u>63,850</u>	<u>546,085</u>	<u>36,277</u>	<u>2,679,794</u>	<u>2,235,862</u>
Expenditures						
	2,703	(6,300)	134,024	36,277	1,633,315	1,582,970
Revenues over (under) expenditures					1,046,479	652,892
Other financing sources (uses)						
Operating transfers in (out)						
Other	-	-	-	-	-	4,377
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,703	(6,300)	412,061	-	1,046,479	657,269
Fund balance (deficit) at beginning of year	6,656	6,300	8,531	-	2,215,590	1,558,321
Fund balance (deficit) at end of year	<u>\$ 9,359</u>	<u>\$ -</u>	<u>\$ 28,714</u>	<u>\$ -</u>	<u>\$ 3,262,069</u>	<u>\$ 2,215,590</u>

County of Muskegon
Agency Funds

COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES

Year ended December 31, 1987

<u>Trust and Agency</u>	<u>Balance January 1, 1987</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 1987</u>
ASSETS				
Cash and cash investments	\$ 3,728,809	\$ 49,957,065	\$ 52,557,692	\$ 1,128,182
Accounts receivable	<u>49,667</u>	<u>1,985</u>	<u>15,689</u>	<u>35,963</u>
	<u>\$ 3,778,476</u>	<u>\$ 49,959,050</u>	<u>\$ 52,573,381</u>	<u>\$ 1,164,145</u>
LIABILITIES				
Accounts payable	\$ -	\$ 109,836	\$ 109,241	\$ 595
Undistributed taxes				
Current	3,200,118	6,664,916	9,855,416	9,618
Delinquent	102,158	1,380,277	1,475,780	6,655
Due to State of Michigan	198,737	2,581,000	2,578,566	201,171
Fines and fees due to local municipalities and libraries	11,688	463,936	465,505	10,119
Trust deposits	202,808	12,041,361	11,345,902	898,267
Unallocated receipts	<u>62,967</u>	<u>26,717,724</u>	<u>26,742,971</u>	<u>37,720</u>
	<u>\$ 3,778,476</u>	<u>\$ 49,959,050</u>	<u>\$ 52,573,381</u>	<u>\$ 1,164,145</u>
Cooperative Extension Trust				
ASSETS				
Cash and cash investments	\$ 4,733	\$ 14,121	\$ 14,011	\$ 4,843
LIABILITIES				
Unallocated receipts	<u>4,733</u>	<u>14,121</u>	<u>14,011</u>	<u>4,843</u>
Library Penal Fine				
ASSETS				
Cash and cash investments	\$ 129,362	\$ 289,010	\$ 266,837	\$ 151,535
Accounts receivable	<u>11,579</u>	<u>11,285</u>	<u>15,438</u>	<u>7,426</u>
	<u>\$ 140,941</u>	<u>\$ 300,295</u>	<u>\$ 282,275</u>	<u>\$ 158,961</u>
LIABILITIES				
Unallocated receipts	<u>140,941</u>	<u>300,295</u>	<u>282,275</u>	<u>158,961</u>

County of Muskegon
Agency Funds

COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED

Year ended September 30, 1987

	Muskegon Dropout Program		Balance January 1, 1987	Additions	Deductions	Balance December 31, 1987
ASSETS						
Accounts receivable	\$ -	\$ 3,153	\$ -	\$ -	\$ -	\$ 3,153
LIABILITIES						
Cash overdraft	\$ -	\$ 27,715	\$ -	\$ 26,521	\$ -	\$ 1,194
Accrued liabilities	-	1,806	-	-	-	1,806
Due to other funds	-	153	-	-	-	153
	\$ -	\$ 29,674	\$ -	\$ 26,521	\$ -	\$ 3,153
Totals - All Agency Funds All Periods						
ASSETS						
Cash and cash investments	\$3,862,904	\$50,260,196	\$52,838,540			\$1,284,560
Accounts receivable	61,246	16,423	31,127			46,542
	\$3,924,150	\$50,276,619	\$52,869,667			\$1,331,102
LIABILITIES						
Cash overdraft	\$ -	\$ 27,715	\$ 26,521			\$ 1,194
Accounts payable	-	109,836	109,241			595
Accrued liabilities	-	1,806	-			1,806
Undistributed taxes						
Current	3,200,118	6,664,916	9,855,416			9,618
Delinquent	102,158	1,380,277	1,475,780			6,655
Fines and fees due to local municipalities and libraries	198,737	2,581,000	2,578,566			201,171
Trust deposits	11,688	463,936	465,505			10,119
Unallocated receipts	202,808	12,041,361	11,345,902			898,267
Due to other funds	208,641	27,032,140	27,039,257			201,524
	\$ -	\$ 153	\$ -			\$ 153
	\$3,924,150	\$50,303,140	\$52,896,188			\$1,331,102

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group presents the fixed assets of the County utilized in its general operations (nonproprietary fixed assets).

County of Muskegon

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS

BY SOURCES

December 31, 1987

	Balance December 31, 1986	Additions and Adjustments	Retirements and Adjustments	Balance December 31, 1987
General fixed assets				
Land	\$ 2,190,215	\$ 148,470	\$ (59,000)	\$ 2,279,685
Land improvements	202,709	76,907	-	279,616
Buildings and improvements	22,555,809	1,247,258	(753,010)	23,050,057
Equipment	<u>8,132,862</u>	<u>1,048,711</u>	<u>(232,588)</u>	<u>8,948,985</u>
Total general fixed assets	<u>\$33,081,595</u>	<u>\$2,521,346</u>	<u>\$(1,044,598)</u>	<u>\$34,558,343</u>
Investments in general fixed assets				
Capital projects funds	\$10,505,077	\$ 10,222	\$ -	\$10,515,299
General obligation bonds	8,786,523	1,425,312	(82,151)	10,129,684
State grants	8,229,035	-	-	8,229,035
Federal grants	3,197,210	955,478	(880,104)	3,272,584
General fund revenues	<u>2,363,750</u>	<u>130,334</u>	<u>(82,343)</u>	<u>2,411,741</u>
Total investment in general fixed assets	<u>\$33,081,595</u>	<u>\$2,521,346</u>	<u>\$(1,044,598)</u>	<u>\$34,558,343</u>

County of Muskegon

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

December 31, 1987

	Balance December 31, 1986	Additions	Deductions	Balance December 31, 1987
General County government				
Control				
Legislative	\$ 6,039	\$ -	-	\$ 6,039
Judicial	635,006	9,894	(4,286)	640,614
Total control	641,045	9,894	(4,286)	646,653
Staff agencies				
Finance	14,761	4,262	(716)	18,307
Administrative and Board	5,058,759	3,448	(662,199)	4,400,008
Records and reporting	115,148	450	(596)	115,002
Personnel	7,594	450	(1,579)	6,465
Prosecution investigation	80,265	433	(378)	80,320
General County	90,596	738	(36,300)	55,034
Community services	62,720	12,808	(2,855)	72,673
Drains and public works	28,838	-	(7,231)	21,607
Internal services	719,032	90,263	(3,804)	805,491
Total staff agencies	6,177,713	112,852	(715,658)	5,574,907
Total General County government	6,818,758	122,746	(719,944)	6,221,560
Highways and streets	7,875,376	653,979	(54,352)	8,475,003
Public safety				
Police protection	2,722,030	672,819	-	3,394,849
Animal protection	416,265	-	(8,627)	407,638
Marine safety	22,700	-	-	22,700
Total public safety	3,160,995	672,819	(8,627)	3,825,187
Health	5,666,422	775,490	(130,552)	6,311,360
Welfare	5,287,106	56,848	(2,173)	5,341,781
Culture	752,848	310	(64,362)	688,796
Recreation	1,314,699	228,932	(64,588)	1,479,043
Convention Center	2,205,391	10,222	-	2,215,613
Total general fixed assets allocated to functions	33,081,595	2,521,346	(1,044,598)	34,558,343

County of Muskegon

SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

December 31, 1987

Function and Activity	Land	Land Improvements	Buildings and Improvements	Machinery and Equipment	Totals
General County government					
Control					
Legislative	\$ -	\$ -	\$ -	\$ 6,039	\$ 6,039
Judicial	-	-	445,320	195,294	640,614
Total control	-	-	445,320	201,333	646,653
Staff agencies					
Finance	-	-	-	18,307	18,307
Administrative and Board	433,456	4,888	3,941,319	20,345	4,400,008
Records and reporting	-	-	-	115,002	115,002
Personnel	-	-	-	6,465	6,465
Prosecution investigation	-	-	-	80,320	80,320
General County	-	-	-	55,034	55,034
Community services	-	-	-	72,673	72,673
Drains and public works	-	-	-	21,607	21,607
Internal services	-	-	-	805,491	805,491
Total staff agencies	433,456	4,888	3,941,319	1,195,244	5,574,907
Total General County government	433,456	4,888	4,386,639	1,396,577	6,221,560
Highways and street	597,542	-	2,685,170	5,192,291	8,475,003
Public safety					
Police protection	-	-	3,033,232	361,617	3,394,849
Animal protection	-	13,147	350,882	43,609	407,638
Marine safety	-	-	-	22,700	22,700
Total public safety	-	13,147	3,384,114	427,926	3,825,187
Health	62,780	2,772	5,205,263	1,040,545	6,311,360
Welfare	279,500	-	4,604,082	458,199	5,341,781
Culture	28,000	-	244,596	416,200	688,796
Recreation	878,407	258,809	324,580	17,247	1,479,043
Convention Center	-	-	2,215,613	-	2,215,613
Total general fixed assets allocated to functions	\$2,279,685	\$279,616	\$23,050,057	\$8,948,985	\$34,558,343

STATISTICAL SECTION

County of Muskegon

GENERAL FUND EXPENDITURES BY FUNCTION*

Ten years ended December 31, 1987
(Unaudited)

<u>Year ended December 31</u>	<u>Legislative</u>	<u>Judicial</u>	<u>Government</u>	<u>Public safety</u>	<u>Health</u>	<u>Welfare</u>	<u>Cultural</u>	<u>Recreation</u>	<u>Other</u>	<u>Total</u>
1978	\$115,118	\$1,826,237	\$2,794,181	\$2,178,538	\$ 821,122	\$784,297	\$239,017	\$24,996	\$217,877	\$ 9,001,383
1979	132,548	2,041,703	3,053,151	2,390,878	1,115,084	714,710	278,901	25,728	169,310	9,922,013
1980	131,905	2,148,020	3,688,568	2,818,452	1,278,056	763,477	279,409	24,250	34,579	11,166,716
1981	152,607	2,415,532	3,776,474	3,057,394	1,465,907	630,845	282,523	27,500	3,438	11,812,220
1982	165,137	2,698,557	4,257,867	3,254,553	2,655,378	181,892	382,279	28,000	3,960	13,627,623
1983	178,784	3,016,326	4,298,268	3,384,382	2,679,333	182,531	344,238	30,000	7,440	14,121,302
1984	168,061	3,325,776	4,304,644	3,615,769	2,844,973	204,193	313,463	30,000	12,737	14,819,616
1985	191,572	3,351,845	4,313,454	3,666,981	2,831,651	239,626	291,385	39,001	18,398	14,943,913
1986	195,787	2,950,066	5,216,043	3,933,413	3,124,591	242,003	350,006	38,403	14,315	16,064,627
1987	253,616	3,190,548	5,050,686	4,191,506	3,083,916	294,664	422,279	42,397	80,716	16,610,328

* Includes operating transfers to other funds.

County of Muskegon

SUMMARY OF GENERAL FUND REVENUES
AND RESIDUAL EQUITY TRANSFER

Ten years ended December 31, 1987
(Unaudited)

Year ended December 31	Taxes	Licenses and permits	Fines and forfeits	Use of money and property	Inter-governmental revenue	Current services	Sales	Reimbursements	Totals	Residual equity transfer*
1978	\$5,245,965	\$144,769	\$351,563	\$ 361,285	\$1,570,750	\$ 799,789	\$ 198,154	\$ 58,045	\$ 8,730,320	\$ 353,412
1979	5,673,705	131,412	401,643	658,450	1,446,133	852,606	362,178	178,099	9,704,226	471,896
1980	6,201,070	133,690	352,612	967,641	1,262,653	730,845	412,107	444,634	10,505,252	675,498
1981	7,035,234	130,021	288,032	1,310,606	1,238,168	784,175	341,460	144,584	11,272,280	830,884
1982	8,052,079	133,095	293,402	1,337,058	1,203,978	769,052	800,600	168,712	12,757,976	1,142,907
1983	8,685,861	34,859	305,108	813,887	1,713,797	914,174	940,186	460,277	13,868,149	500,000
1984	8,715,958	37,855	319,943	886,516	1,812,279	1,156,991	925,165	236,575	14,091,282	790,000
1985	8,847,103	38,844	341,632	894,538	2,044,259	1,260,480	1,025,873	131,068	14,583,797	566,000
1986	8,968,396**	10,736	373,427	805,112	1,932,690	1,220,195	1,233,431	109,878	14,653,865	1,730,000
1987	9,413,549	10,119	331,768	781,879	2,207,185	1,401,238	1,227,174	157,727	15,530,639	1,340,000

* Annual transfer from Delinquent Tax Revolving Funds (Internal Service Funds).

** The State of Michigan enacted a tax limitation amendment (Headlee Amendment) in 1979. The effect on Muskegon County 1987 millage rate is a 2% reduction. Therefore, the millage rate is reduced to 6.1.

County of Muskegon

PROPERTY TAX LEVIES AND COLLECTIONS - COUNTY

Ten years ended December 31, 1987
(Unaudited)

Year ended December 31	Total tax levy	Current tax collections	Percent of levy collected	Delinquent tax collections	Total tax collections	Ratio of collections to current levy	Outstanding delinquent taxes	Ratio of delinquent taxes outstanding to current tax levy
1978	\$5,122,644	\$4,562,222	89.06%	\$275,996	\$4,838,218	94.45%	\$284,426	5.55%
1979	5,603,516	4,911,959	87.66	303,769	5,215,728	93.08	387,788	6.92
1980	6,407,042	5,539,238	86.45	375,106	5,914,344	92.31	492,698	7.69
1981	7,387,638	6,276,922	84.97	440,641	6,717,563	90.93	670,075	9.07
1982	7,927,744	6,774,270	85.45	490,257	7,264,527	91.63	663,217	8.37
1983	7,974,180	6,851,703	85.92	468,193	7,319,896	91.80	654,284	8.20
1984	8,109,238	7,018,164	86.55	484,076	7,502,240	92.51	606,998	7.49
1985	8,166,154	7,042,003	86.23	474,557	7,516,560	92.05	649,594	7.95
1986	8,357,886	7,271,945	87.00	462,951	7,734,896	92.55	622,990	7.45
1987	8,699,616	7,568,666	87.00	*	*	*	*	*

* Tax collections are not received from local units until after December 1, 1987 and are not delinquent until March 1, 1988.

(Source: Treasurers Office)

County of Muskegon

PROPERTY TAX RATES AND TAX LEVIES - ALL OVERLAPPING GOVERNMENTS
(Per \$1,000 of Assessed Value)

Ten years ended December 31, 1987
(Unaudited)

Year ended December 31	City and villages	Intermediate and Special Education School District		County and Museum	TAX RATES		Township and Community College	Total
		Intermed	Special Education School District		TAX RATES	TAX LEVIES		
1978	\$14.25	\$34.04	\$6.60	\$6.42	\$61.31			
1979	8.31	33.38	6.32	3.87	51.88			
1980	8.13	35.68	6.11	3.88	53.80			
1981	8.10	36.71	6.40	3.78	54.99			
1982	7.65	37.39	6.40	3.78	55.22			
1983	7.73	39.01	6.40	3.83	56.97			
1984	7.77	39.43	6.40	3.81	57.41			
1985	7.80	39.38	6.40	4.00	57.58			
1986	7.79	39.20	6.52	4.30	57.81			
1987	7.58	39.82	6.51	3.97	57.88			
1978	\$ 7,110,455	\$27,896,956	\$5,404,140	\$3,250,908	\$43,662,459			
1979	7,800,064	31,373,639	5,997,704	3,615,175	48,786,582			
1980	8,562,918	37,612,427	6,439,560	4,094,223	56,709,128			
1981	9,657,407	43,795,551	7,635,560	4,517,287	65,605,805			
1982	9,788,541	47,849,681	8,189,511	4,841,647	70,669,380			
1983	9,938,512	50,168,930	8,231,412	4,928,024	73,266,878			
1984	10,180,068	51,658,695	8,384,615	4,992,568	75,215,946			
1985	10,273,700	51,868,943	8,430,098	5,267,983	75,840,724			
1986	10,524,762	52,961,578	8,808,916	5,809,561	78,104,817			
1987	10,721,820	56,311,857	9,200,598	5,621,339	81,855,614			

(Source: Apportionment Report)

County of Muskegon

ASSESSED AND EQUALIZED VALUE OF TAXABLE PROPERTY

Ten years ended December 31, 1987
(Unaudited)

<u>Year ended December 31</u>	<u>Real property</u>		<u>Personal property Assessed and equalized</u>	<u>Total* equalized value</u>
	<u>Assessed</u>	<u>Equalized</u>		
1978	\$ 703,403,074	\$ 716,326,993	\$102,482,161	\$ 818,809,154
1979	802,083,336	828,973,386	111,323,413	940,296,799
1980	853,731,790	929,775,950	124,035,880	1,053,811,830
1981	999,297,456	1,060,805,962	132,250,963	1,193,056,925
1982	1,110,316,361	1,141,598,578	138,012,301	1,279,610,879
1983	1,134,281,394	1,134,175,764	151,982,343	1,286,158,107
1984	1,148,918,601	1,154,694,561	155,401,544	1,310,096,105
1985	1,161,994,109	1,162,819,462	154,383,302	1,317,202,764
1986	1,183,358,910	1,183,862,124	167,284,198	1,351,146,322
1987	1,236,354,822	1,236,354,822	177,946,884	1,414,301,706

* The Michigan Constitution and Statutes provide that property is to be assessed and equalized at 50% of its fair market value.

(Source: Equalization Report)

County of Muskegon

PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS

Ten fiscal years ended December 31, 1987
(Unaudited)

	<u>New commercial construction value</u>	<u>New residential construction value</u>	<u>Bank deposits</u>	<u>True cash property value</u>
1978	\$19,338,942	\$23,822,445	\$93,568,400	\$1,432,653,986
1979	23,100,968	33,518,557	81,253,973	1,657,946,772
1980	27,827,952	45,843,264	74,721,625	1,859,551,900
1981	14,300,589	27,914,547	79,899,793	2,122,202,100
1982	12,637,769	19,222,213	84,444,116	2,283,197,156
1983	10,384,348	11,721,734	90,481,249	2,268,351,528
1984	16,924,106	11,817,416	82,835,830	2,620,192,210
1985	12,030,930	23,405,680	87,482,142	2,634,405,528
1986	25,055,700	26,789,060	89,056,674	2,702,292,644
1987	25,372,350	27,099,610	88,272,094	2,828,603,412

(Source: Equalization Department)

County of Muskegon

RATIO OF NET GENERAL BONDED DEBT TO
EQUALIZED VALUE AND NET BONDED DEBT PER CAPITA

Ten years ended December 31, 1987
(Unaudited)

<u>Year ended December 31</u>	<u>Population</u>	<u>Equalized value</u>	<u>Net bonded debt</u>	<u>Ratio of bonded debt to equalized value</u>	<u>Net bonded debt per capita</u>
1978	\$157,426	\$ 818,809,154	\$ 625,000	.08	3.97
1979	157,426	940,296,799	325,000	.03	2.06
1980	156,960**	1,053,811,830	-	-	-
1981	156,960	1,193,056,925	-	-	-
1982	156,960	1,279,610,879	3,500,000	.27	22.30
1983	156,960	1,286,158,107	3,425,000	.27	21.82
1984	156,960	1,310,096,105	3,350,000	.26	21.34
1985	156,960	1,317,202,764	3,275,000	.25	20.87
1986	156,960	1,351,146,322	3,200,000	.24	20.39
1987	156,960	1,414,301,706	3,100,000	.22	19.75

** Based on 1980 census

County of Muskegon
 STATEMENT OF DIRECT AND OVERLAPPING DEBT
 December 31, 1987
 (Unaudited)

	<u>Net debt outstanding</u>	<u>Percentage applicable to this governmental unit</u>	<u>Share of debt</u>
County issued bonds paid by local municipalities	\$40,440,000	100%	\$40,440,000
Muskegon Community College and Intermediate School Districts	525,000	100	525,000
County at large	5,700,000	100	5,700,000
Tax anticipation notes	16,900,000	100	16,900,000
School districts	20,177,123	97	19,571,809
Cities and villages	5,635,000	100	5,635,000
Townships	<u>1,581,000</u>	100	<u>1,581,000</u>
	<u>\$90,958,123</u>		<u>\$90,352,809</u>

(Source: Municipal Finance Commission)

County of Muskegon

STATEMENT OF LEGAL DEBT MARGIN

December 31, 1987
(Unaudited)

State equalized value		<u>\$1,414,301,706</u>
Debt limit 10 percent of equalized value		\$ 141,430,171
Amount of debt applicable to debt limit		
Total bonded debt	\$63,040,000	
Other debt	<u>5,377,663</u>	
	<u>68,417,663</u>	
Less assets available for debt retirement	<u>36,575,668</u>	
Total amount of debt applicable to debt limit		<u>31,841,995</u>
Legal debt margin		<u>\$ 109,588,176</u>

County of Muskegon
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
 GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
 Ten years ended December 31, 1987
 (Unaudited)

<u>Fiscal year</u>	<u>Principal*</u>	<u>Interest</u>	<u>Total debt service</u>	<u>Total general expenditures</u>	<u>Ration of debt service to general expenditures</u>
1978	\$300,000	\$ 31,625	\$331,625	\$ 9,001,383	4%
1979	300,000	19,475	319,475	9,922,013	3
1980	325,000	6,663	331,663	11,166,716	3
1981	-	-	-	11,812,220	-
1982	-	340,800	340,800	13,627,623	3
1983	75,000	337,050	412,050	14,121,302	3
1984	75,000	329,550	404,550	14,819,616	3
1985	75,000	322,050	397,050	14,943,913	3
1986	75,000	314,550	389,550	16,064,627	2
1987	100,000	295,800	395,800	16,610,328	2

* Serial maturities in the case of serial bonds; annual debt service fund requirements in the case of term bonds.

County of Muskegon
SPECIAL ASSESSMENT COLLECTIONS

Ten years ended December 31, 1987
(Unaudited)

<u>Fiscal year</u>	<u>Current assessments due</u>	<u>Current assessments collected</u>	<u>Ratio of collections to amount due</u>	<u>Total outstanding assessments</u>
1978	\$ 695,000	\$ 695,000	100%	\$39,038,850
1979	630,000	630,000	100	38,241,750
1980	1,055,000	1,055,000	100	37,027,775
1981	1,007,225	1,007,225	100	36,035,550
1982	1,477,225	1,477,225	100	35,658,325
1983	1,407,225	1,407,225	100	35,536,100
1984	1,591,100	1,591,100	100	33,945,000
1985	1,780,000	1,780,000	100	32,165,000
1986	1,795,400	1,795,400	100	30,465,000
1987	1,945,000	1,945,000	100	28,675,000

County of Muskegon

REVENUE BOND COVERAGE

Ten years ended December 31, 1987
(Unaudited)

Fiscal Year	Gross revenue	Direct operating expenses	Net revenue available for debt service	Debt Service Requirements		Coverage	
				Principal	Total		
1978	\$1,265,954	\$ 441	\$1,265,513	\$ 400,000	\$ 851,125	\$1,251,125	1.01
1979	1,232,041	32,285	1,199,756	425,000	827,125	1,252,125	.96
1980	1,313,106	1,018	1,312,088	450,000	801,625	1,251,625	1.05
1981	1,371,147	999	1,370,148	475,000	774,625	1,249,625	1.10
1982	1,681,774	2,474	1,679,300	500,000	746,125	1,246,125	1.35
1983	2,059,020	1,153	2,057,867	725,000	1,061,801	1,786,801	1.15
1984	2,643,586	3,735	2,639,851	725,000	1,005,925	1,730,925	1.53
1985	2,088,127	1,431	2,086,696	900,000	936,775	1,836,775	1.14
1986	2,108,597	1,951	2,106,646	950,000	901,825	1,851,825	1.14
1987	2,095,915	1,356	2,094,559	1,025,000	826,100	1,851,100	1.13

County of Muskegon
SCHEDULE OF INSURANCE IN FORCE

1987

Type of Coverage Name of Agent Name of Insurer	Policy Number	Policy Period	Annual Premium	Details of Coverage	Liability Limits
FLEET INSURANCE Auto Fleet Insurance Self Insured through Michigan Municipal Risk Management Authority	N/A	01-01-87 to 01-01-88	\$ 43,574.00	County Auto Fleet Liability Bodily Injury, Property Damage, Personal Injury Collision: County Assumes Risk	Limit: \$10,000 per occurrence/ aggregate. Retention: \$50,000. \$270,000 aggregate stop loss. Limits included with General Liability, and Brookhaven Liability.
Transit Fleet Insurance Jerviss-Fethke Insurance Agency Michigan Mutual Insurance Company	MA-43-0-35572X	01-01-87 to 01-01-88	\$ 71,375.00	Transit Fleet Liability: Bodily Injury and Property Damage, PIP, PPI, Uninsured Motorist.	Limit: \$5,000,000/per person/ per occurrence for Liability. \$1,000,000 per occurrence Property Damage. Physical damage: Risk assumed by County.
LIABILITY INSURANCE Airport General Liability Cloetingh Seaway Agency U. S. Aircraft Insurance Group	AL-13355	11-19-87 to 11-19-88	\$ 21,920.00	Airport Liability Bodily Injury, Property Damage, Contractual Liability, Personal Injury, Premises Medical Payments.	Limit: \$10,000,000 per occur- rence/aggregate. Premises medical: \$1,000/\$25,000. Ground Hangarkeepers Liability: \$300,000/\$1,000,000. Deductible: \$250,000.
General Liability Self Insured through Michigan Municipal Risk Authority	N/A	01-01-87 to 01-01-88	\$335,000.00	County Liability, Bodily Injury, Property Damage, Personal Injury, Errors and Omissions, Limited Medical Malpractice, Police Professional	Limit: \$10,000 per occurrence/ aggregate. Retention: \$50,000 Aggregate Stop Loss: \$270,000. Limits included with Brookhaven Liability, and Auto Fleet Liability.
Brookhaven Liability Self Insured through Michigan Municipal Risk Management Authority	N/A	01-01-87 to 01-01-88	\$ 36,622.00	Brookhaven Liability, Bodily Injury, Property Personal Injury, Errors and Omissions, Limited Medical Malpractice	Limit: \$10,000,000 per occur- rence/aggregate. Retention: \$50,000 Aggregate Stop Loss: \$270,000. Limits included with General Liability, and Auto Fleet Liability.

County of Muskegon

SCHEDULE OF INSURANCE IN FORCE - CONTINUED

1987

Type of Coverage Name of Agent Name of Insurer	Policy Number	Policy Period	Annual Premium	Details of Coverage	Liability Limits
<u>Medical Malpractice Insurance</u> Michigan Physicians Mutual Liability Co.	9761-100	03-04-87 to 03-04-88	\$ 2,089.00	Covers Anita M. Herald, M.D. for her practice of medicine at Health Dept.	Limit: \$200,000 per occurrence; \$600,000 per annual aggregate.
Physicians Insurance Co. Of MI Liability Co.	104-172A	09-11-87 to 09-11-88	\$ 2,587.00	Covers David H. Deitrick, M.D. for his Jail medical practice only	Limit: \$200,000 per occurrence; \$600,000 per annual aggregate.
<u>FIRE AND EXTENDED COVERAGE</u> General County Buildings Jerviss-Fethke Insurance Agency Indiana Insurance Company	42-022-047	03-07-87 to 03-07-88	\$ 49,149.00	Accidental damage caused by fire and other risks to all County property and contents.	Repair and replacement values based on current Statement of Values. Deductible: \$5,000 each accident.
<u>EMPLOYEE INSURANCE COVERAGE</u> Delta Insurance Self Insured	017801	Indefinitely	\$ 57.00 - Single \$ 180.00 - Family		Progressive percentage paid on allowable charges. 70%, 80% 90% based upon use. \$600,000 annual maximum per participant.
Delta Dental	2993-0001	01-01-87 to 01-01-89	\$ 280.39 per Employee		Class I: 100%; Class II: 60%; Class III: 50%; \$1,000.00 annual maximum per participant.
<u>Unemployment Compensation</u>				County pays actual benefit charges	County is reimbursing employer. Program administered by MESC.
<u>Workers Compensation</u> Yeager and Company Employers Reinsurance Corp.	C-17709-R	07-01-87 to 07-01-89	\$ 65,924.00	Excess worker's compensation insurance	Limit: \$5,000,000 specific Retention: \$250,000 Employer's Liability \$100,000.
<u>Life Insurance</u> Fort Dearborn Life Insurance Co.	L-M00402	02-01-87 to 02-01-88	\$.26 per thousand per month.		Term life insurance on employee only. Minimum \$10,000 or annual salary to next higher thousand. Updated March and September each year.

County of Muskegon

SCHEDULE OF INSURANCE IN FORCE - CONTINUED

1987

Type of Coverage	Name of Agent	Name of Insurer	Policy Number	Policy Period	Annual Premium	Details of Coverage	Liability Limits
Medical/Hospital Insurance	Blue Cross/Blue Shield		62626	03-01-87/88	\$ 1,409.76	Single	Hosp. and Physician with DR1-100 Master Medical: \$2.00 Drug Rider
West Michigan Health Care Network	Physicians Health Plan		20402 21004	03-01-87/88 03-01-87/88	\$ 1,086.84 \$ 1,075.56	Single Single	Health Maintenance Organization Health Maintenance Organization
TRAVEL INSURANCE	Cloetingh Seaway Agency	Continental Casualty	SR 68041580	03-01-87 to 03-01-88	\$ 175.00	Death Benefit Covers Travel	\$100,000 each accident \$500,000 aggregate
<u>BONDS</u>							
Employee Fidelity Bonds	Cloetingh Seaway Agency		3F 268 887-00	01-01-85 to 01-01-89	\$ 302.00	Covers Undersheriff and Deputies	\$5,000.00 limit per employee for faithful performance
Employee Fidelity Bonds	Cloetingh Seaway Agency	Lumberman's Mutual	3F 262 746	03-16-87 to 03-16-88	\$ 759.00	Covers all public employees	\$25,000 limit per employee for faithful performance
Special Coverage Crime Policy	Cloetingh Seaway Agency	Lumberman's Mutual	3F 268 886 00	01-01-85 to 01-01-89	\$ 1,869.00	Broad Form Money and Securities including Money Orders and Counterfeit Paper Currency	Inside/Outside Coverage Various amounts Per Schedule. Range from \$2,000 to \$100,000. Money Order and Counterfeit Liability maximum \$50,000. Depositor's Forgery Limit \$25,000.
Patient Trust Bond	Chaddock, Winter & Albert	Peerless Insurance Company	S7 30086	05-08-87 to 05-08-88	\$ 215.00	Brookhaven Patient Trust Bond	\$21,500.00 Surety Bond required by State of Michigan
Named Position Public Officials	Cloetingh Seaway Agency	Lumberman's Mutual	3S 268 885-00	01-01-85 to 01-01-89	\$ 553.00	Covers elected officials plus Selected Employees	Individual Bonds of Various amounts.

County of Muskegon

SCHEDULE OF INSURANCE IN FORCE - CONTINUED

1987

Type of Coverage Name of Agent Name of Insurer	Policy Number	Policy Period	Annual Premium	Details of Coverage	Liability Limits
<u>Notary Bonds</u>					
	County assumes the risk.				
<u>Tax Collection Bonds</u> Cloetingh Seaway Agency American Motorists Insurance Co.	3SM 603 899 00	07-01-87 to 12-01-87	\$ 866.00	Bonding of Municipal Treasurers for collection of taxes.	Percentage of Summer tax Rolls
	3SM 604 252 00	12-01-87 to 03-31-88	\$ 2,073.00	Bonding of Municipal Treasurers for collection of taxes.	Percentage of Winter Tax Rolls
<u>Wastewater FLY Ash Disposal</u> <u>Surety Bond</u> Cloetingh Seaway Agency American Manufacturers Mutual Insurance Co.	1SE 070 283	03-17-87 to 03-17-89	\$ 1,000.00	Surety Bond Required to obtain DNR license	\$228,000.00 Type III Bond
<u>Wastewater Solid Waste</u> <u>Surety Bond</u> Cloetingh Seaway Agency American Manufacturers Mutual Insurance Co.	OSE 067 843	03-01-87 to 03-01-89	\$ 600.00	Surety Bond Required to obtain DNR license	\$118,000 for 29.35 acres. Type II Bond.
<u>Wastewater Solid Waste</u> <u>Surety Bond</u> Cloetingh Seaway Agency American Manufacturers Mutual Insurance Co.	3SE 608 653-00	09-13-87 to 09-13-88	\$ 50.00	Surety Bond Required to obtain DNR license	\$4,000.00
<u>BOILER AND MACHINERY INSURANCE</u>					
Cloetingh Seaway Agency American Motorists Insurance Company	3 XM 039716-01	03-07-87 to 03-07-88	\$ 4,478.00	Boiler and Machinery for County	\$10,000,000 limit. Repair and replacement. Deductible: \$5,000 each incident

County of Muskegon
SALARIES OF PRINCIPAL OFFICIALS

December 31, 1987
(Unaudited)

Group I \$68,000 - \$88,000

Circuit Court Judge
District Court Judge
Probate Court Judge
Physician - Health Officer

Group II \$48,000 - \$68,000

Central Services Director
Corporate Counsel
County Administrator
Employment and Training Director
Health and Community Resources Director
Public Works Director
Prosecutor
Prosecutor, Chief Assistant
Wastewater System Director
Mental Health Director
Friend of the Court

Group III \$38,000 - \$48,000

Public Works Assistant Director
Personnel Director
Wastewater System Assistant Director
Airport Director
Administrator, Brookhaven
Data Processing Manager
Economic Development Commission Director
Trial Lawyer, Chief
Sheriff
Undersheriff
Prosecutor Senior Assistant
Equalization Director
Farm Manager
Laboratory Supervisor
Mental Health Assistant Director

County of Muskegon

SALARIES OF PRINCIPAL OFFICIALS - CONTINUED

December 31, 1987
(Unaudited)

Group III - Continued

Accounting Director
Assistance Administrator, Brookhaven
Captain
County Clerk
County Treasurer
Court Reporter
Juvenile Director
Library Director
Lieutenant
Referee/FOC
Register of Deeds
Budget Director

County of Muskegon

LABOR AGREEMENTS

December 31, 1987
(Unaudited)

	<u>Expiration Date</u>
Local 586, Service Employees International, AFL-CIO, Professional and Clerical Division	
Wastewater Employees	12/31/88
Michigan Health Care Associates - 1199M National Union of Hospital and Health Care Employees, AFL-CIO	
Brookhaven Practical Nurses	12/31/88
Local 570, Council II, American Federation of State, County and Municipal Employees, AFL-CIO	
Brookhaven Employees	12/31/88
Teamsters Local 214, Affiliated with the International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America	
Sheriff Department Deputies	12/31/88
Sheriff Command Officers	12/31/88
District Court Employees	12/31/88
General Employees Unit	12/31/88
Muskegon Prosecuting Attorneys Association**	

** No Contract

County of Muskegon

AUTHORIZED POSITIONS BY DEPARTMENT

For five years ended December 31, 1987
(Unaudited)

	<u>1983</u>	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>
Public safety					
Prosecutor	20	20	18	20	22
Animal Shelter	8	7	7	7	7
Sheriff-Law Enforcement	40	40	40	36	36
Sheriff-Jail	43	43	45	59	59
Jail Work Program	-	1	1	3	4
Emergency Services	4	4	4	3	3
Marine Safety	9	6	6	6	6
Animal Census	-	-	-	-	-
Total	<u>124</u>	<u>121</u>	<u>121</u>	<u>134</u>	<u>137</u>
Judicial Administration					
Circuit Court	16	21	21	21	22
District Court	38	38	38	38	39
Friend of the Court	26	26	26	28	30
Jury Commission	-	1	-	-	-
Probate Court	8	8	8	8	7
Juvenile Court	19	19	19	19	19
Family Counseling	2	3	3	2	2
District Court-Probation Assessment	-	-	-	-	2
Friend of the Court Fund	-	2	2	1	2
Total	<u>109</u>	<u>118</u>	<u>117</u>	<u>117</u>	<u>123</u>
General Government					
County Clerk	15	6	6	6	6
County Clerk - CC Records	-	4	6	6	6
Equalization	10	10	10	10	10
Register of Deeds	6	7	7	7	8
Central Microfilm	1	1	1	1	1
Treasurer	12	12	12	12	11
Building Security	4	4	4	3	3
Drain Commission	5	5	5	5	5
Cooperative Extension	5	5	5	5	4
Economic Development Commission	4	4	6	6	5
Day Camp	31	42	-	-	-
Total	<u>93</u>	<u>100</u>	<u>62</u>	<u>61</u>	<u>59</u>
Social Services					
Human Resources	1	1	1	-	-
Child Haven	8	9	9	9	10
Brookhaven	209	220	223	232	234
Child Care	27	27	27	27	27
Veterans Trust	-	-	-	-	-
Total	<u>245</u>	<u>257</u>	<u>260</u>	<u>268</u>	<u>271</u>

County of Muskegon

AUTHORIZED POSITIONS BY DEPARTMENT - CONTINUED

For five years ended December 31, 1987
(Unaudited)

	<u>1983</u>	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>
Public and Mental Health					
Health	81	87	80	88	90
Mental Health	84	109	112	182	227
Substance Abuse	2	1	1	-	-
Cloverville Activity	7	8	8	-	-
Whitehall Activity	<u>4</u>	<u>5</u>	<u>5</u>	<u>-</u>	<u>-</u>
Total	<u>178</u>	<u>210</u>	<u>206</u>	<u>270</u>	<u>317</u>
Administration					
Administrator	6	6	6	7	7
Accounting	16	15	13	13	12
Budget	1	1	1	-	-
Finance Management	2	2	-	-	-
Personnel	7	13	13	9	7
Purchasing	3	3	4	4	4
Office Services	4	4	3	3	3
Data Processing	12	12	11	11	12
Employment and Training	11	11	11	8	9
Risk Management	2	2	2	3	3
Corporate counsel	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>	<u>2</u>
Total	<u>64</u>	<u>69</u>	<u>66</u>	<u>60</u>	<u>59</u>
Maintenance					
Courthouse - Grounds.	<u>24</u>	<u>24</u>	<u>17</u>	<u>15</u>	<u>15</u>
	24	24	17	15	15
DPW, Transportation Planning					
Public Works	6	5	5	5	5
Planning	1	1	1	-	-
Airport	14	13	13	13	13
Transit	40	40	40	39	39
Wastewater	66	65	68	69	70
Solid Waste	5	4	3	3	7
Solid Waste - Fly Ash	2	2	2	2	3
Solid Waste - Transfer Station	<u>-</u>	<u>-</u>	<u>7</u>	<u>7</u>	<u>7</u>
	<u>134</u>	<u>130</u>	<u>139</u>	<u>138</u>	<u>144</u>
Legislative					
Board of Commissioners	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>
Total	11	11	11	11	11
Libraries					
Library	40	41	41	41	40
Parks	<u>-</u>	<u>-</u>	<u>19</u>	<u>18</u>	<u>18</u>
	<u>40</u>	<u>41</u>	<u>60</u>	<u>59</u>	<u>58</u>
GRAND TOTAL	<u>1,022</u>	<u>1,081</u>	<u>1,059</u>	<u>1,133</u>	<u>1,194</u>

County of Muskegon

MISCELLANEOUS STATISTICAL DATA

December 31, 1987
(Unaudited)

Date of Incorporation - July 18, 1859

Form of Government - Elected Board of Commissioners from Eleven Districts

Area - 520 Square Miles

Miles of Sewers, Storm and Sanitary - 350

Police Protection

Number of Employees	84
Jail Capacity	225
Vehicular Patrol Units	12

Parks and Recreation: Muskegon County has 30 miles of Lake Michigan shoreline. Two state parks and two county parks are located on Lake Michigan. Totally, there are nine county parks with 304 acres. There are 12,500 acres of National Forest Land.

Education

Number of School Districts	12
Number of Administrative Personnel	158
Number of Teachers	3,262
Number of Students	33,239

Enterprises

Wastewater Treatment	
Number of Users	14
Data on Use of Consumption	34,000,000 Gallons Per Day
Plant Capacity	36,000,000 Gallons Per Day
Data on Distribution System	60% Industrial, 40% Residential

Airport	
Number of Users	77,320 Passengers Annually
Data on Use	60,609 Landings and Take-offs (Annually)
Present Capacity	310,000 Passengers Annually

Solid Waste	
Number of Users	9,104
Data on Use	176,473 Cubic Yards Filled
Plant Capacity	20,000,000 Cubic Yards

Transit	
Number of Users	561,133
Data on Use	472,794 Miles Traveled
Number of Buses	18

County of Muskegon

MISCELLANEOUS STATISTICAL DATA - CONTINUED

December 31, 1987
(Unaudited)

Employees as of December 31, 1987: 1,192

Election

Number of Registered Voters (1987)	92,085
Number of Votes Cast In	
Last General Election	42,223
Last County Election	28,467
Percentage of Registered Voters	
Voting in	
Last General Election	46%
Last County Election	31%

Residential Characteristics - According to the 1980 U.S. Census, there were 54,533 housing units located within the County. The breakdown of dwelling units is as follows: Single Family, 83%; Multi-Family, 13.3%; and Mobile Home, 3.8%; of these, 75.7% are owner occupied.

Population County for Last U.S. Census (1980) 156,960

Estimated Current Population 157,000

Age Distribution of Population (1980 Census)

	<u>Male</u>	<u>Female</u>
Total Population	76,220	80,740
Under 5 years	8.3%	7.6%
5 to 9 years	8.3	7.5
10 to 19 years	19.7	17.3
20 to 44 years	35.1	34.9
45 to 64 years	19.5	20.5
Over 65 years	9.1	12.2

Retail Sales

1977	\$482,246,000
1978	554,691,000
1979	629,182,000
1980	630,251,000
1981	651,858,000
1982	603,064,000
1983	598,320,000
1984	671,371,000
1985	738,024,000
1986	768,685,000

(Source: Muskegon Area Chamber of Commerce)

Family Income - According to the 1980 US. Census, 62,800 families resided in Muskegon County. The mean family income in 1980 was \$18,006; per capita personal income was \$6,158.

County of Muskegon

MISCELLANEOUS STATISTICAL DATA - CONTINUED

December 31, 1987
(Unaudited)

Principal Taxpayers - 1987

<u>Taxpayer</u>	<u>Business</u>	<u>Equalized Value</u>	<u>Percentage of Total Assessed Evaluation</u>
Consumers Power Company	Electric	\$79,800,391	5.6%
S.D. Warren	Paper products	32,934,200	2.3
Sealed Power Corp.	Piston rings	18,981,672	1.3
Howmet Corp.	Jet turbines	18,426,700	1.3
Michigan Consolidated Gas Co.	Natural gas	14,630,011	1.0
Teledyne Continental Motors	Army tank engines	13,174,860	.9
Kaydon	Precision bearings	12,805,780	.9
Shaw Walker	Office furniture	8,295,000	.6
Bofors Nobel Ind.	Chemicals	6,912,600	.5
Brunswick Corp.	Bowling accessories	5,389,300	.4

(Source: Equalization Department)

Equalized Value - \$1,414,301,706

<u>By Use</u>		<u>By Class</u>	
Residential	61.32%	Real Property	87.42%
Commercial	14.20	Personal Property	12.58
Industrial	8.98		
Agricultural	2.92		
Personal	12.58		

(Source: Apportionment Report)

Largest Employers

<u>Company</u>	<u>Approximate Number of Employees</u>
Howmet Corp.	3,962
Sealed Power Corp.	1,700
County of Muskegon	1,192
Shaw-Walker Company	1,000
S.D. Warren	1,050
General Telephone Company	956
Teledyne Continental Motors	643
Kaydon Bearing Division	1,260 - ?
Brunswick Corp.	730
Johnson Technology	270

(Source: Chamber of Commerce)

557 1986

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ACCTG. DIRECTOR
COUNTY OF MUSKEGON
990 TERRACE ST., COUNTY BLDG.
MUSKEGON MI 49442

RESULTS -

496

WE ARE PLEASED TO NOTIFY YOU THAT THE COMPREHENSIVE ANNUAL/COMPONENT UNIT FINANCIAL REPORT (CAFR/CUFR) FOR THE FISCAL YEAR DECEMBER 31, 1987 QUALIFIES FOR A CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING.

411

GASB STATEMENT 5
THE COMMENT NUMBERS OR "SUMMARY OF GRADING RESULT" CATEGORIES THAT APPEAR IMMEDIATELY ABOVE, WHICH REFER TO COMMENTS CONTAINED HEREIN, ARE SERIOUS REPORT DEFICIENCIES ORDINARILY CONSIDERED POTENTIALLY DISQUALIFYING ITEMS. THE PRESENCE OF ONE OR MORE OF THESE ALMOST CERTAINLY WILL PRECLUDE AWARDED A FUTURE CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING IF THE ITEMS ARE NOT CORRECTED IN YOUR NEXT REPORT. CORRECTING THESE ITEMS WILL NOT GUARANTEE THAT A CERTIFICATE WILL BE AWARDED IN THE FUTURE. IN ADDITION, THE PRESENCE OF A SUFFICIENT NUMBER OF LESS SERIOUS REPORT DEFICIENCIES MIGHT ALSO RESULT IN THE DISQUALIFICATION OF A REPORT.

REPORTING IN CONFORMITY WITH GAAP -
(COMBINED STATEMENTS - OVERVIEW):

366

PAGE 21
EACH STATEMENT OF THE "LIFTABLE" GENERAL PURPOSE (OR COMPONENT UNIT) FINANCIAL STATEMENTS SHOULD CLEARLY REFER TO THE NOTES TO THE FINANCIAL STATEMENTS. (NCGAS 1, PP. 30-38; GASB CDD. SEC. 2300.102-.103; GAAPR 90, PP. 33 AND D127-D132)

The accompanying notes

REPORTING IN CONFORMITY WITH GAAP -
(NOTES TO THE FINANCIAL STATEMENTS):

11 DISCLOSE ALL ELEMENTS OF OVERSIGHT
 THE CRITERIA USED IN DETERMINING THE SCOPE OF THE REPORTING ENTITY FOR FINANCIAL REPORTING PURPOSES SHOULD BE DISCLOSED IN THE NOTES TO THE FINANCIAL STATEMENTS. THE NOTE SHOULD REFER TO HOW THE SPECIFIC ELEMENTS OF OVERSIGHT RESPONSIBILITY AND OTHER CRITERIA WERE CONSIDERED IN DECIDING WHETHER TO INCLUDE OR EXCLUDE SPECIFIC AGENCIES FROM THE REPORTING ENTITY. (NCGAS 3, P. 3, PARA. 25; GASB COD. SEC. 2100.121-.122, SEC. 2600.115; ASLGU 86, P. 12)

123 THE NOTES TO THE FINANCIAL STATEMENTS SHOULD DISCLOSE THE PENSION BENEFIT OBLIGATION IN TOTAL AND SEGREGATED AS FOLLOWS: A) RETIREES AND BENEFICIARIES CURRENTLY RECEIVING BENEFITS AND TERMINATED EMPLOYEES ENTITLED TO BENEFITS BUT NOT YET RECEIVING THEM; B) CURRENT EMPLOYEES SEGREGATED INTO: ACCUMULATED EMPLOYEE CONTRIBUTIONS INCLUDING ALLOCATED INVESTMENT INCOME, EMPLOYER-FINANCED VESTED AND EMPLOYER-FINANCED NONVESTED. (GASB COD. SEC. P20.123 AND 6010)

Pension
 # 43
 expand
 20,416,192
 7)

165 EXPAND BENEFITS PROVIDED
 THE NOTES TO THE FINANCIAL STATEMENTS SHOULD INCLUDE A BRIEF STATEMENT DESCRIBING THE DEFINED BENEFIT PENSION PLAN ELIGIBILITY REQUIREMENTS AND BENEFIT PROVISIONS. (GASB COD. SEC. P20.123,.127)

pension note

167 THE PENSION DISCLOSURES IN THE NOTES TO THE FINANCIAL STATEMENTS SHOULD INCLUDE AN EXPLANATION THAT THE PENSION BENEFIT OBLIGATION (ACTUARIAL PRESENT VALUE OF CREDITED PROJECTED BENEFITS) IS A STANDARDIZED DISCLOSURE MEASURE OF THE PRESENT VALUE OF PENSION BENEFITS, ADJUSTED FOR THE EFFECTS OF PROJECTED SALARY INCREASES AND ANY STEP-RATE BENEFITS, ESTIMATED TO BE PAYABLE IN THE FUTURE AS A RESULT OF EMPLOYEE SERVICE TO DATE. THE FACT THAT THE MEASURE IS INTENDED TO HELP USERS ASSESS, ON A GOING-CONCERN BASIS, THE FUNDING STATUS OF THE PERS TO WHICH THE CONTRIBUTIONS ARE MADE, ASSESS THE PROGRESS MADE IN ACCUMULATING SUFFICIENT ASSETS TO PAY BENEFITS WHEN DUE, AND MAKE COMPARISONS AMONG EMPLOYERS SHOULD ALSO BE DISCLOSED. (GASB COD. SEC. P20.123 AND 127)

Pension note

236 NORMAL COST FOR YEAR?
 THE NOTES TO THE FINANCIAL STATEMENTS SHOULD INCLUDE DISCLOSURES OF THE ACTUARIALLY DETERMINED CONTRIBUTION RE-

Pension note

REQUIREMENTS; AND THE AMOUNTS INTENDED TO COVER NORMAL COST AND AMORTIZE ANY UNFUNDED ACTUARIAL ACCRUED LIABILITY, AND CONTRIBUTIONS ACTUALLY MADE BY THE EMPLOYER AND EMPLOYEES, EXPRESSED IN BOTH DOLLAR AMOUNTS AND AS PERCENTAGES OF CURRENT-YEAR COVERED PAYROLL. (GASB COD. SEC. P20.123 AND .601D)

- 285 P. 43 "LEVEL CONTRIBUTION APPROACH"?
WHEN DEFINED BENEFIT PENSION PLAN CONTRIBUTION REQUIREMENTS ARE DETERMINED ACTUARILLY, THE NOTES TO THE FINANCIAL STATEMENTS SHOULD DISCLOSE THE ACTUARIAL FUNDING METHOD USED AND THE PERIOD AND METHOD FOR AMORTIZING ANY UNFUNDED ACTUARIAL ACCRUED LIABILITY. (GASB COD. SEC. P20.123 AND .601D)

pension

- 314 GF HEALTH DEPARTMENT
THE AMOUNT OF ANY EXCESS OF EXPENDITURES OVER APPROPRIATIONS, AT THE LEGAL LEVEL OF CONTROL, IN INDIVIDUAL FUNDS MUST BE REPORTED WITHIN THE GENERAL PURPOSE (OR COMPONENT UNIT) FINANCIAL STATEMENTS (INCLUDING NOTES THERE TO) IF THEY ARE TO BE "LIFTABLE." (NCGAS 1, P. 24; GAAFR 90, P. 0139; GASB COD. SEC. 2300.104)

*added
GF to
notes*

- 352 USE GASB S-3 CATEGORY DEFINITIONS
THE CARRYING AMOUNT AND MARKET VALUE OF INVESTMENTS AS OF THE BALANCE SHEET DATE SHOULD BE DISCLOSED IN TOTAL AND FOR EACH TYPE OF INVESTMENT. THE DISCLOSURE OF CARRYING AMOUNTS BY TYPE OF INVESTMENT SHOULD BE CLASSIFIED INTO THREE CATEGORIES OF CREDIT RISK: (1) INSURED OR REGISTERED, OR SECURITIES HELD BY THE ENTITY OR ITS AGENT IN THE ENTITY'S NAME. (2) UNINSURED AND UNREGISTERED, WITH SECURITIES HELD BY THE COUNTERPARTY'S TRUST DEPARTMENT OR AGENT IN THE ENTITY'S NAME. (3) UNINSURED UNREGISTERED WITH SECURITIES HELD BY THE COUNTERPARTY IN ITS TRUST DEPARTMENT OR AGENT BUT NOT IN THE ENTITY'S NAME (EFFECTIVE FOR FISCAL YEARS ENDED DECEMBER 15, 1986). (GASBS 3, PARA. 68)

*note
disclosure*

- 161 STATE PERS HAS COUNTY'S TREND DATA?
THE 10-YEAR HISTORICAL TREND INFORMATION FOR SINGLE EMPLOYER OR AGENT-MULTIPLE EMPLOYER PERS SHOULD INCLUDE THE: NET ASSETS AVAILABLE FOR BENEFITS; PENSION BENEFIT OBLIGATION (PBO); AND THE NET ASSETS AVAILABLE FOR BENEFITS EXPRESSED AS A PERCENTAGE OF THE PBO. (GASB COD. SEC. P20.124) (EFFECTIVE FOR FISCAL YEARS BEGINNING AFTER DECEMBER 15, 1986)

7

- 225 STATE PERS HAS COUNTY'S TREND DATA?

THE 10-YEAR HISTORICAL TEND INFORMATION FOR SINGLE EMPLOYER OR AGENT-MULTIPLE EMPLOYER PEPs SHOULD INCLUDE THE: UNFUNDED (OR ASSETS IN EXCESS OF) PENSION BENEFIT OBLIGATION (PBO); ANNUAL COVERED PAYROLL; AND THE PBO EXPRESSED AS A PERCENTAGE OF THE ANNUAL COVERED PAYROLL. (GASB COD. SEC. P20.124) (EFFECTIVE FOR FISCAL YEARS BEGINNING AFTER DECEMBER 15, 1986)

?

230 CONTRARY TO NOTE 3 (P. 34)
ASSETS OF INTERNAL REVENUE CODE SECTION 457 DEFERRED COMPENSATION PLANS SHOULD BE REPORTED AT MARKET VALUE IN AN AGENCY FUND (EFFECTIVE FOR FISCAL YEARS ENDED AFTER DECEMBER 15, 1986). (GASB-S 2, PARA. 11)

414 DISCLOSE IPNR POLICY
IT APPEARS THE SELF-INSURANCE FUNDS ARE NOT ACCRUING ESTIMATED LIABILITIES FOR CLAIMS INCURRED BUT NOT REPORTED AT YEAR END AS SET FORTH IN NCGA STATEMENT 4. (GASB COD. SEC. C50.118; ASLGO 86, P. 76-77)

yes

REPORTING IN CONFORMITY WITH GAAP -
(ENHANCING UNDERSTANDING OF CURRENT GAAP THEORY):

484 S/R W/J CURRENT FISCAL YEAR
ACTUARIAL VALUATIONS FOR DEFINED BENEFIT PENSION PLANS MUST BE PERFORMED AT LEAST BIENNIALY, WITH AN ACTUARIAL UPDATE TO THE DATE 12 MONTHS AFTER THE BIENNIAL VALUATION. IT SHOULD BE NOTED THAT A NEW VALUATION IS REQUIRED IF SIGNIFICANT CHANGES HAVE BEEN MADE TO PENSION PROVISIONS SINCE THE LAST FULL VALUATION. (GASB COD. SEC. P20.123)

618 CAPITAL CONTRIBUTIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION SHOULD BE REPORTED AS A DIRECT ADDITION TO CONTRIBUTED CAPITAL RATHER THAN AS A REVENUE AND THEN DEDUCTION FROM NET INCOME IN THE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS. THE CURRENT TREATMENT OVERSTATES REVENUE AND NET INCOME.

Enterprise
OK

DEMONSTRATING COMPLIANCE WITH FINANCE-RELATED LEGAL AND CONTRACTUAL PROVISIONS -
(COMBINED STATEMENTS - OVERVIEW):

IF ANNUAL BUDGETS ARE "LEGALLY" ADOPTED FOR SOME BUT NOT ALL INDIVIDUAL FUNDS OF A PARTICULAR GENERIC FUND TYPE, DATA SHOULD BE PRESENTED ONLY FOR THOSE FUNDS IN THAT FUND TYPE'S COLUMNS ON THE COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR WHICH ANNUAL BUDGETS ARE LEGALLY ADOPTED. THE FUND SO REPORTED AND THE REASONS THEREFORE SHOULD BE DISCLOSED IN THE NOTES TO THE FINANCIAL STATEMENTS. (NCGAI 10, PARA. 23; GASB COD SEC. 2400.111)

*No Budgets
2860 ...*

DEMONSTRATING COMPLIANCE WITH FINANCE-RELATED LEGAL AND CONTRACTUAL PROVISIONS -
(DISCLOSING AND EXPLAINING APPLICABLE PROVISIONS):

333 AT WHAT LEVEL?

THE SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES SHOULD DESCRIBE THE RELATIONSHIP BETWEEN THE GOVERNMENTAL UNIT'S EXPENDITURE BUDGET AND ITS APPROPRIATION ORDINANCE(S) AND EXPLAIN THE EXTENT TO WHICH MANAGEMENT AND/OR THE GOVERNING BOARD CAN LEGALLY AMEND THE BUDGET ONCE IT HAS BEEN APPROVED. (GAAFR PD, PP. 18 AND D136; GASB COD, SEC. 2400.109-.111)

619

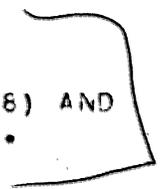
IT APPEARS THAT UNLESS ZERO-ACTIVITY BUDGETS WERE ADOPTED FOR THE SPECIAL REVENUE FUNDS ON THE PAGES LISTED WITH COMMENT 399, THE OPERATING DATA FOR THESE FUNDS SHOULD NOT APPEAR ON THE COMBINED BUDGET AND ACTUAL STATEMENT. NOTE THAT WHEN THE DATA FROM THESE FUNDS IS DELETED, A BUDGETARY ENTITY DIFFERENCE WILL EXIST WHICH MUST BE RECONCILED.

No Budgets

LETTER(S) OF TRANSMITTAL - (COMPLETENESS):

204

A NEW FORMAT AND CONTENT IS RECOMMENDED FOR THE TRANSMITTAL LETTER IN THE 1988 GAAFR (GFOA, 1988) AND SHOULD BE REVIEWED WHEN PREPARING THE 1988 CAFR. (G-88, PP. 99-102 AND 229-237)



USE OF STANDARDIZED TERMINOLOGY AND FORMATTING CONVENTIONS:

TRANSFERS IN AND (OUT) SHOULD BE LABELED "OPERATING TRANSFERS IN AND (OUT)", AND SHOULD BE PRESENTED AT GROSS AMOUNTS. (NCGAS 1, P. 16; GASB COD. SEC. 2200.604)

*ok pg 22
in S/R's*

305 E.G., PAGE 29
NCGA STATEMENT 1 TERMINOLOGY "ACCOUNT GROUPS" SHOULD BE USED IN LIEU OF "GROUPS OF ACCOUNTS." (NCGAS 1, P. 8; GASB COD. SEC. 2200.603)

MINIMIZING AMBIGUITIES AND POTENTIALS FOR MISLEADING INFERENCE:

620 IT IS UNCLEAR IF THE LONG-TERM NOTE RECEIVABLE DISCLOSED IN NOTE 4 REPRESENTS A LOAN OR AN INSTALLMENT PURCHASE AGREEMENT.

621 REFER TO THE FIRST PARAGRAPH ON PAGE 41. IT IS UNCLEAR WHAT IS MEANT BY DEBT SERVICE BONDS.

changed wording

622 CONSIDER DISCLOSING THE SPECIFIC INDIVIDUAL FUNDS WITH FISCAL YEAR-END DIFFERENCES IN NOTE 12 RATHER THAN JUST THE FUND NUMBER.

ok note

COHESIVENESS AND INTERNAL CONSISTENCY:

?

61 THE GENERAL LONG-TERM DEBT ACCOUNT GROUP SHOULD REFLECT AN "AMOUNT AVAILABLE" WHICH NORMALLY AGREES WITH THE YEAR-END FUND BALANCE IN THE DEBT SERVICE FUNDS AND OTHER AMOUNTS RESERVED FOR DEBT SERVICE IN THE GOVERNMENTAL FUNDS. (NCGAS 1, P. 9; GAAFR 80, PP. 57 AND D126-D127; GASB COD. SEC. 1500.105)

*reconciled
note 6*

232 P. 43 S/P "ASSUMPTIONS"
A GREATER EMPHASIS SHOULD BE PLACED ON PROOFREADING TO ELIMINATE ANY TYPOGRAPHICAL OR GRAMMATICAL ERRORS.

623

IT IS UNCLEAR HOW THE CARRYING VALUE OF CERTIFICATE OF DEPOSITS IS DISCLOSED AS \$24,129,837 WHILE THE CARRYING VALUE OF DEPOSITS AS A WHOLE IS \$19,069,731 IN NOTE 3 (PAGE 34).

no

COMMENTS AND SUGGESTIONS FOR IMPROVEMENTS:

127

WE HOPE THAT YOU WILL INCORPORATE THE ABOVE LISTED COMMENTS AND SUGGESTIONS FOR FINANCIAL REPORTING IMPROVEMENTS INTO THE NEXT CAFR/CUFR. PROGRAM POLICY REQUIRES THAT WRITTEN RESPONSES TO THE COMMENTS AND SUGGESTIONS FOR IMPROVEMENT BE INCLUDED BEGINNING WITH FISCAL YEAR'S 1986 SUBMISSION OR THE CAFR/CUFR WILL BE DEEMED INELIGIBLE. IF IT IS UNCLEAR AS TO WHAT IS NECESSARY TO IMPLEMENT A COMMENT, OR IF THERE APPEARS TO BE A DISCREPENCY BETWEEN THE COMMENTS AND SUGGESTIONS FOR IMPROVEMENT AND THE DISCLOSURES PRESENTED IN THE CAFR/CUFR, PLEASE CONTACT OUR OFFICE (312/977-9700) AND REQUEST ASSISTANCE FROM A CERTIFICATE OF ACHIEVEMENT "IN-HOUSE REVIEWER." COPIES OF THESE SUGGESTIONS AND THE RELATED RESPONSES WILL BE PROVIDED TO MEMBERS OF THE SPECIAL REVIEW COMMITTEE WHO REVIEW THE NEXT CAFR/CUFR.