

COMPREHENSIVE

ANNUAL

FINANCIAL

REPORT

COUNTY OF MUSKEGON

MUSKEGON, MICHIGAN



for the year ended December 31, 1988

COMPREHENSIVE ANNUAL FINANCIAL REPORT

of

COUNTY OF MUSKEGON

MUSKEGON, MICHIGAN

for the year ended December 31, 1988

BOARD OF COMMISSIONERS

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COUNTY ADMINISTRATOR/CONTROLLER

FRANK BEDNAREK

Prepared By

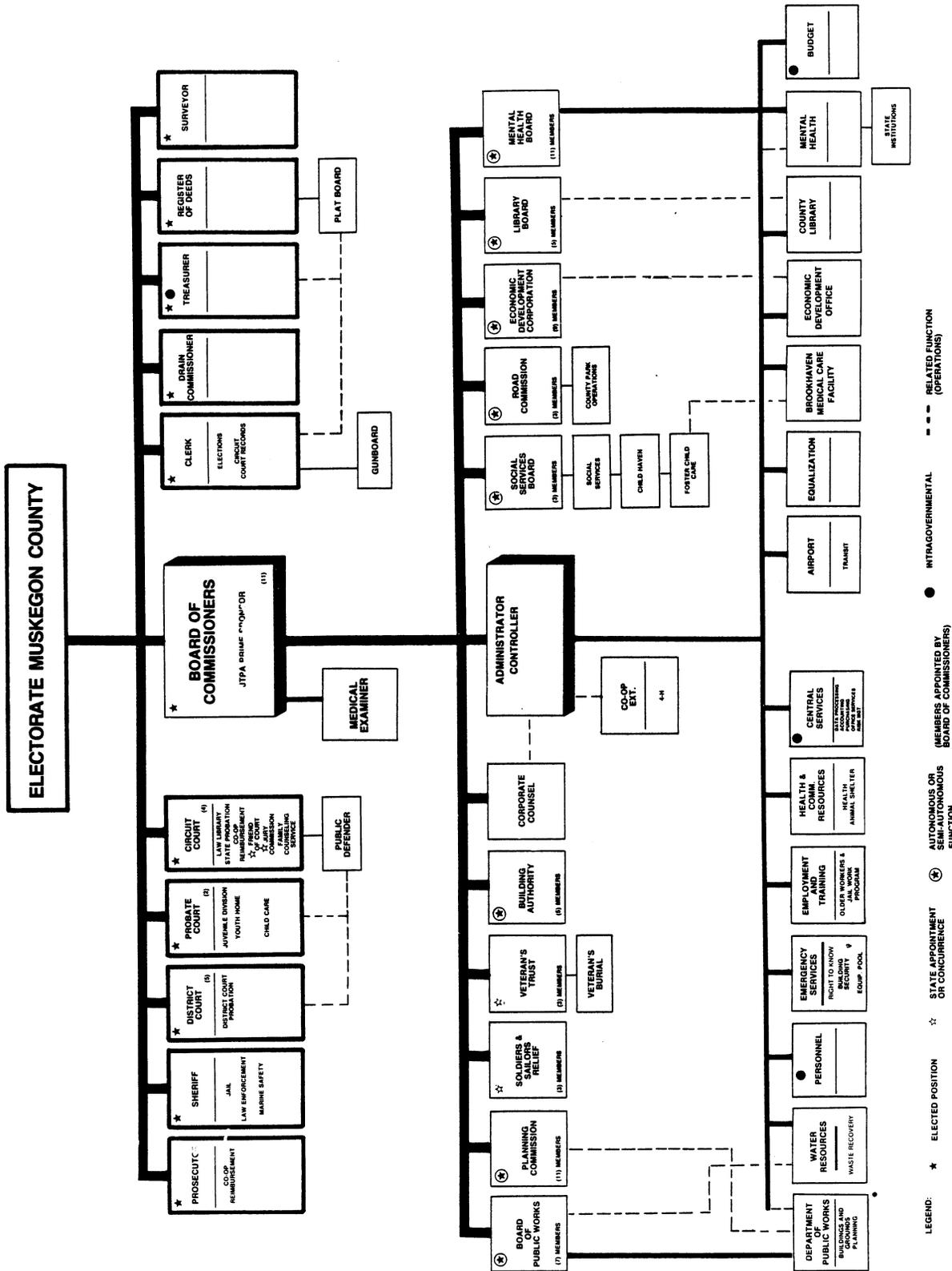
Accounting Department

JOSEPH W. SIEDENSTRANG, CPA

Accounting Director

Published June, 1989

1988 ORGANIZATION CHART



LEGEND: * ELECTED POSITION ☆ STATE APPOINTMENT OR CONCURRENCE ⊕ MEMBERS APPOINTED BY BOARD OF COMMISSIONERS ● INTRAGOVERNMENTAL (OPERATIONS) --- RELATED FUNCTION (OPERATIONS)

COMPREHENSIVE ANNUAL FINANCIAL REPORT

COUNTY OF MUSKEGON

December 31, 1988

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COUNTY OF MUSKEGON

December 31, 1988

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MUSKEGON COUNTY

M I C H I G A N

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

ADMINISTRATOR/CONTROLLER

BOARD OF COMMISSIONERS

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Diane L. Thomas

May 13, 1989

Honorable Herman Ivory, 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, 1988, 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 and is the largest defense contractor in west Michigan.

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 and is Muskegon's only Fortune 500 company. 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 west Michigan's largest prime 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 increased tourism as an industry came from the following new tourism projects:

Marina development	- 500 more boat slips
Horse racetrack	- Harness racing
Fairground expansion	- County fairs and horse training track
Amusement park expansion	- Adventure park
Water park expansion	- Amusement park
Fine arts camp programming	- Summer theatre

Employment Data

The Michigan Employment Security Commission assembles data for Muskegon and Oceana Counties jointly. For the period from January, 1985 through December, 1988, local unemployment rates as compared to statewide rates were as follows:

	<u>Local</u> <u>1988</u>	<u>State</u> <u>1988</u>	<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>
January	11.6	8.7	12.2	8.9	11.9	9.4	13.4	12.1
February	9.8	8.2	12.2	8.9	11.5	9.3	11.7	10.2
March	7.3	8.6	11.2	8.4	11.6	9.6	12.7	10.4
April	8.8	7.5	11.7	8.5	10.8	9.1	13.1	10.3
May	7.7	6.5	10.3	8.2	11.0	9.4	13.2	9.8
June	8.7	7.1	11.2	8.9	11.8	9.4	13.3	10.2
July	8.4	7.8	8.5	8.8	10.5	9.2	13.8	10.8
August	7.2	7.0	9.1	8.3	9.5	7.9	11.7	9.7
September	8.0	6.6	9.0	7.8	9.9	8.3	13.0	9.8
October	8.7	6.6	8.5	7.2	10.6	8.2	13.6	9.6
November	8.9	6.8	8.6	7.7	10.9	8.0	12.2	8.9
December	<u>9.1</u>	<u>7.1</u>	<u>9.3</u>	<u>8.3</u>	<u>10.7</u>	<u>7.6</u>	<u>9.7</u>	<u>7.6</u>
Average	8.7	7.5	10.2	8.3	10.9	8.8	12.6	9.9
	====	====	=====	====	====	====	====	====

In 1988 Muskegon County's unemployment rate reached its lowest level in the past fifteen years. 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:

- . Fairground and horse training center construction
- . Improving the many county parks through expansion and remodeling
- . Continuing implementation of a \$37,000,000 wastewater expansion to handle industrial wastes
- . Selling advertising on county-wide transit system vehicles
- . Authorizing a new \$750,000 transit system transfer station
- . Upgrading the central computer system for \$250,000
- . Development of Heritage Landing for possible tourist activities and jobs in the community

Future projects being looked at for development through 1990 are:

- . Industrial park development at the airport with an emphasis on high tech
- . Improved airport service to the community
- . Improved water and sewer service
- . Applewood Building (Mental Health consolidation of services)

Capital Improvements Plan

The county has been 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:

- . Expanding and improving the solidwaste facility
- . Engineering a renovation and expansion of the wastewater treatment facilities for the Whitehall and metro sites

The county was nationally recognized for innovative projects in the areas of child and adolescent services, John R. Campbell Center, prenatal post partum care, taxiway system, airport t-hangar complex and emergency services Title III programs.

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 \$60,756,958, a 7.8 percent increase over last year. The major source of these revenues was property taxes totaling \$9,821,747. Intergovernmental receipts totaled \$36,048,866 and charges for services totaled \$10,886,313. The detail of general governmental revenues as compared to the prior year is as follows:

	1987 (000)	1988 (000)	Percent Increase (Decrease)	1988 Percent of Total
Taxes	\$ 9,414	\$ 9,822	4.3 %	16.2%
Licenses & Permits	10	11	10.0	-
Intergov't. Revenue	33,903	36,049	6.3	59.3
Charges for Services	9,830	10,636	8.2	17.5
Fines & Forfeitures	538	558	3.7	1.0
Investment Income	1,550	1,631	5.2	2.7
Rentals	88	82	(7.3)	.1
Other	686	1,968	187.0	3.2
	-----	-----	-----	-----
	\$56,019	\$60,757	7.8 %	100.0%
	=====	=====	=====	=====

This overall 7.8 percent increase in revenues compares to a 1988 inflation rate of 4.1 percent. It is important to note that the county's real revenue growth was 190 percent above the 1988 inflation rate.

General Governmental Expenditures

Expenditures for the county's general and special revenue funds totaled \$61,096,436, a 10.1 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 \$33,026,875, or 54.4 percent of total expenditures. A summary of expenditures by general category is as follows:

	1987 (000)	1988 (000)	Percent Increase (Decrease)	1988 Percent of Total
Legislative	\$ 253	\$ 224	(11.5)%	.4%
Judicial	3,188	3,455	8.4	5.7
General County Gov't.	6,384	7,025	10.0	11.6
Public Safety	4,415	4,778	8.2	7.9
Highways & Streets	7,580	6,513	(14.1)	10.7
Health & Mental Health	28,107	33,027	17.5	54.4
Welfare	3,368	3,736	10.9	6.2
Culture	730	839	14.9	1.4
Recreation	311	68	(78.1)	-
Other	18	2	(88.9)	-
Capital Outlay	1,132	1,429	26.2	1.7
	----- \$55,486 =====	----- \$61,096 =====	----- 10.1 % =====	----- 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:

	1985 (000)	1986 (000)	1987 (000)	1988 (000)	1988 Increase (Decrease) Over 1985
General County Gov't.	5,662	6,162	6,384	7,025	24.1 %
Health and Mental Health	20,284	23,193	28,107	33,027	62.8
Highway & Streets	8,101	5,992	7,580	6,513	(19.6)

General County Governmental increased due to promotion of tourism in the area. Health and Mental Health expenditures increased by 62.8 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 decreased due to decreased State and Federal support of trunklines in the county.

Enterprise Operations

The county's enterprise funds performed exceptionally well in 1988 and the following provides a detailed analysis:

	1988 Income (Loss) Transferred to <u>Retained Earnings</u>	1988 Unreserved Retained Earnings (<u>Deficit</u>)
Fairgrounds Operations	\$ 17,568	\$ 17,568
Solid Waste Mgmt.	1,402,324	1,495,760
Fly Ash Program	-	-
W/W Transfer Station	(55,694)	61,818
Muskegon Co. Airport	-	57,350
Transit System	-	-
Wastewater Mgmt. System	506,417	3,509,499
Northside Water	36,616	311,595

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

	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>
Average gallons per day (in millions)	34.050	34.000	34.000	34.000	34.000
Operating revenues (000)	\$5,009	\$5,202	\$4,556	\$4,517	\$5,758
Operating expense (before deprec. (000))	4,214	3,910	4,282	5,378	5,199
Oper. profit (loss) (before transfers) (000)	795	1,292	274	(861)	(262)

The Wastewater Management System ended the fiscal year with a retained earnings balance of \$6,005,256 (of which \$3,509,499 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.

The Fairgrounds Operations program is to provide the 4-H a place to have their annual fair and to provide a harness racing training track and horse stalls for our horse racetrack.

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 \$1,472,826,966. The county's current general obligation debt is \$3,310,000. The ratio of debt to assessed value was .22 percent. The general obligation debt per capita was \$21.09.

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 \$37,370,000. This debt is considered self-supporting as user fees are pledged to retirement.

General Obligation Limited Tax notes are the next largest debt, totaling \$13,520,000. 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 \$3,022,388 in 1987, and \$3,670,372 in 1988. Interest returns on investments in 1987 and 1988 were as follows:

	<u>1987</u>	<u>1988</u>
Certificates of Deposit	5.65 - 7.50%	6.00 - 12.00%
Commercial Paper	6.00 - 7.95	6.63 - 9.50
Money Market	5.00 - 6.00	7.00 - 8.00

The average monthly investment was \$41.5 million. Certificates of deposit averaged \$26.5 million. Commercial paper averaged \$11.1 million, and money market funds averaged \$3.8 million. This resulted in an average yield of 8.37 percent.

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 1988, however, independent auditors were engaged for the fourteenth 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

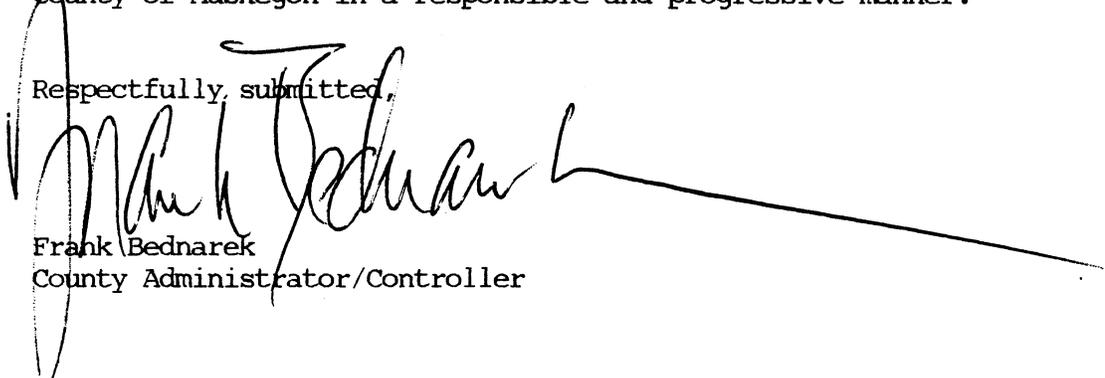
The Government Finance Officers Association of the United States and Canada first awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Muskegon, Michigan for its annual financial report for the fiscal year ended December 31, 1976. The county has retained the certificate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

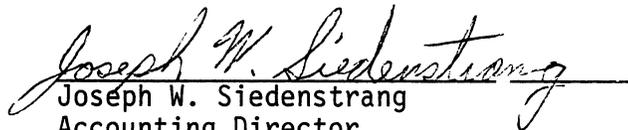
5/13/89



Frank Bednarek
County Administrator/Controller



James M. Elwell
Central Services Director



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, 1987

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

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Brickley, DeLong & Rudd, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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May 12, 1989

INDEPENDENT AUDITORS' REPORT

Board of Commissioners of the
County of Muskegon, Michigan

We have audited the general purpose financial statements of the County of Muskegon, Michigan (a Michigan public body), as of and for the year ended December 31, 1988 (June 30, 1988 and September 30, 1988 for certain special revenue funds and trust and agency funds), as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit 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 34%, 18% and 45%, 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 6% of the related account group total. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for those funds and accounts, is based solely on the report of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion.

Board of Commissioners
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May 12, 1989

In our opinion, based on our audit and the report of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the County of Muskegon, Michigan as of December 31, 1988 (June 30, 1988 and September 30, 1988 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 for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund and individual account group financial statements and schedules contained on pages 52 through 164, inclusive, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the County of Muskegon, Michigan. Such information has been subjected to the auditing procedures applied in the audit 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.

Birkley, DeLong & Rudd, P.C.

GENERAL PURPOSE
FINANCIAL STATEMENTS

County of Muskegon
All Fund Types and Account Groups
COMBINED BALANCE SHEET

December 31, 1988

ASSETS	Governmental Fund Types				Proprietary Fund Types			Fiduciary Fund Type		Account Groups			Totals	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General		Long-term Debt	(memorandum only)			
								Fixed Assets	Long-term Debt		1988	1987		
Cash and cash investments	\$2,145,893	\$8,563,017	\$5,569,158	\$434,253	\$1,828,483	\$10,541,253	\$6,121,241	\$-	\$-	\$-	\$35,203,298	\$44,715,231		
Receivables														
Trade accounts	81,488	4,829,340	6,707,724	-	1,618,697	883,795	121,005	-	-	-	14,242,049	5,902,445		
Federal and state grants	431,058	2,844,834	-	-	-	-	-	-	-	-	3,275,892	4,452,138		
Accrued interest	4,269,178	-	-	-	-	-	-	-	-	-	4,269,178	4,888,946		
Current taxes	9,088,674	-	-	-	-	5,543,210	-	-	-	-	14,631,884	14,125,269		
Delinquent taxes	-	-	-	-	-	3,963,550	-	-	-	-	3,963,550	3,813,036		
Interest and penalties on delinquent taxes	-	-	-	-	-	1,848,926	-	-	-	-	1,848,926	1,850,566		
Special assessments	-	-	26,730,000	-	-	-	-	-	-	-	26,730,000	28,675,000		
Other	-	693,361	-	70,954	-	-	-	-	-	-	764,315	745,959		
Prepaid expenses	-	53,427	-	-	6,424	266,567	1,072	-	-	-	327,490	356,145		
Due from other funds	796,754	357,725	20,563	-	410,000	873,070	-	-	-	-	2,458,112	1,644,586		
Inventories	-	449,719	-	-	870,955	38,112	-	-	-	-	1,358,786	1,036,531		
Deferred expense	-	9,818	-	-	-	-	-	-	-	-	9,818	-		
Restricted assets														
Cash	-	-	-	-	3,176,313	-	-	-	-	-	3,176,313	2,999,364		
Accounts receivable	-	-	-	-	154,281	-	-	-	-	-	154,281	119,217		
Long-term advances to other funds	368,618	-	-	-	-	-	-	-	-	-	368,618	368,618		
Long-term note receivable	36,480	-	-	800,000	-	200,000	-	-	-	-	1,036,480	1,036,480		
Property and equipment at cost, net of accumulated depreciation	-	-	-	-	47,123,962	483,104	-	-	-	-	83,823,291	76,191,210		
Other assets	2,674	-	-	-	-	-	-	-	-	-	2,674	20,184		
Amount available in other funds	-	-	-	-	-	-	-	-	-	8,655,353	8,655,353	246,813		
Amount to be provided for retirement of long-term debt	-	-	-	-	-	-	-	-	-	29,267,599	29,267,599	39,029,759		
	<u>\$17,220,817</u>	<u>\$17,801,241</u>	<u>\$39,027,445</u>	<u>\$1,305,207</u>	<u>\$55,189,115</u>	<u>\$24,641,587</u>	<u>\$6,243,318</u>	<u>\$36,216,225</u>	<u>\$37,922,952</u>	<u>\$235,567,907</u>	<u>\$235,567,907</u>	<u>\$232,217,497</u>		

The accompanying notes are an integral part of this statement.

County of Muskegon
All Fund Types and Account Groups
COMBINED BALANCE SHEET - CONTINUED
December 31, 1988

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type Trust and Agency	Account Groups		Totals	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service		General Fixed Assets	General Long-term Debt	(memorandum only)	
										1988	1987
LIABILITIES AND FUND EQUITY											
Cash overdraft	\$ -	\$556,632	\$ -	\$ -	\$455,521	\$ -	\$12,495	\$ -	\$ -	\$1,024,648	\$939,101
Payables											
Trade accounts	227,424	3,918,677	-	5,696	315,868	143,474	155,683	-	-	4,766,822	12,903,780
Due to State of Michigan and other governmental units	3,195,289	986,949	-	-	174,220	-	187,515	-	-	4,369,753	4,127,572
Advances	-	-	-	-	-	-	-	-	-	174,220	138,648
Undistributed current and delinquent taxes	-	-	-	-	-	-	47,369	-	-	47,369	16,273
Trust deposits	-	-	-	-	-	-	946,712	-	-	946,712	898,267
Accrued liabilities	558,044	720,280	252,054	-	570,569	759,293	15,423	-	2,660,548	5,536,211	4,073,127
Payable from restricted funds											
Accrued interest	-	-	-	-	343,912	-	-	-	-	343,912	383,756
Long-term debt	-	-	-	-	1,200,000	-	-	-	-	1,200,000	1,125,000
Due to other funds	122,189	496,644	802,890	-	1,516,740	801	242	-	-	2,939,506	1,736,548
Unallocated receipts	-	-	-	-	-	-	241,953	-	-	241,953	202,998
Long-term advances from general fund	-	-	-	-	-	247,118	100,000	-	-	368,618	368,618
Long-term debt	-	-	-	-	10,214,860	13,986,704	-	-	35,262,404	59,463,968	65,772,500
Deferred revenue	10,643,476	723,032	29,744,737	-	1,206,505	-	-	-	-	42,317,750	38,261,323
Total liabilities	14,746,422	7,402,214	30,799,681	27,196	15,998,195	15,137,390	1,707,392	-	37,922,952	123,741,442	130,947,511
Fund equity											
Investment in general fixed assets	-	-	-	-	-	-	-	36,216,225	-	36,216,225	34,558,343
Contributions in aid of construction net of accumulated amortization	-	-	-	-	31,213,998	-	-	-	-	31,213,998	27,173,082
Retained earnings											
Reserved	-	-	-	-	2,523,332	2,031,156	-	-	-	4,554,488	4,045,341
Unreserved	-	-	-	-	5,453,590	7,473,041	-	-	-	12,926,631	10,958,649
Fund balances (deficit)											
Reserved for long-term advances to other fund	368,618	-	-	-	-	-	-	-	-	368,618	368,618
Reserved for long-term note receivable	36,480	-	-	800,000	-	-	-	-	-	836,480	836,480
Reserved for prepaid expenses	-	53,427	-	-	-	-	1,072	-	-	54,499	356,145
Unreserved	68,749	5,059,987	8,227,764	411,769	-	-	3,488,195	-	-	17,256,464	15,374,020
Designated for programs and debt service	2,000,548	5,285,613	-	66,242	-	-	1,046,659	-	-	8,399,062	7,599,308
Undesignated	2,474,396	10,366,027	8,227,764	1,278,011	39,190,920	9,604,197	4,535,926	-	-	111,826,466	101,269,986
Total Fund Equity	\$17,220,817	\$17,801,241	\$39,027,445	\$1,305,207	\$55,189,115	\$24,641,587	\$6,243,318	\$36,216,225	\$37,922,952	\$235,567,907	\$232,217,497

The accompanying notes are an integral part of this statement.

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, 1988

	Governmental Fund Types				Fiduciary Fund Type	Totals (memorandum only)	
	General	Special Revenue	Debt Service	Capital Projects		1988	1987
						Expendable Trust	
Revenues							
Taxes	\$9,821,747	\$ -	\$ -	\$ -	-	\$9,821,747	\$9,413,549
Licenses and permits	10,876	-	-	-	-	10,876	10,119
Intergovernmental revenue	2,420,892	33,627,974	34,345	386,021	748,096	37,217,328	35,243,740
Charges for services							
Administrative	1,260,700	-	-	-	-	1,260,700	1,089,179
Services rendered	1,511,974	7,863,965	-	-	98,032	9,473,971	8,856,023
Fines and forfeitures	321,294	236,573	-	-	-	557,867	537,997
Investment income	692,166	938,614	474,935	17,794	359,483	2,482,992	2,224,273
Rentals	81,745	-	1,190,288	-	-	1,272,033	648,030
Contributions from private sources	-	495,958	-	-	971,590	1,467,548	1,408,361
Other	136,433	1,336,047	102,121	-	980,000	2,554,601	427,908
Total revenues	16,257,827	44,499,131	1,801,669	403,815	3,157,201	66,119,663	59,859,177
Expenditures							
Current operations							
Legislative	224,121	-	-	-	-	224,121	253,616
Judicial	3,454,588	-	-	-	-	3,454,588	3,187,876
General County government	5,005,033	2,020,246	-	-	-	7,025,279	6,384,242
Public safety	4,337,794	439,730	-	-	-	4,777,524	4,414,561
Health	753,561	32,273,314	-	-	-	33,026,875	28,106,597
Welfare	31,041	3,705,378	-	-	-	3,736,419	3,368,414
Culture	141,658	697,757	-	-	-	839,415	730,374
Recreation	68,000	-	-	-	-	68,000	310,985
Other	2,159	-	50,299	37,540	1,915,676	2,005,674	1,954,963
Highways and streets	-	6,512,575	-	-	-	6,512,575	7,579,738
Capital outlay	36,110	1,393,371	1,229,590	395,687	-	3,054,758	1,596,605
Debt service	-	-	2,095,000	-	-	2,095,000	1,940,000
Principal payments	-	-	510,018	-	-	510,018	755,872
Interest	-	-	-	-	-	-	-
Total expenditures	14,054,065	47,042,371	3,884,907	433,227	1,915,676	67,330,246	60,583,843
Revenues over (under) expenditures	2,203,762	(2,543,240)	(2,083,218)	(29,412)	1,241,525	(1,210,583)	(724,666)
Other financing sources (uses)							
Bond and note proceeds	-	395,000	1,945,000	-	-	2,340,000	1,945,000
Operating transfers in	25,736	3,318,662	-	206,016	5,930	3,556,344	3,447,252
Operating transfers (out)	(3,659,238)	(197,721)	-	-	-	(3,856,959)	(3,759,008)
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(3,633,502)	3,515,941	1,945,000	206,016	5,930	2,039,385	1,633,244
Fund balance (deficit) at beginning of year	(1,429,740)	972,701	(138,218)	176,604	1,247,455	828,802	908,578
Fund balance (deficit) at end of year	2,350,135	9,426,326	8,600,947	866,442	3,262,069	24,505,919	22,257,342
Equity transfer (to) from other funds	1,554,000	-	(234,965)	234,965	-	1,554,000	1,339,999
Fund balance (deficit) at end of year	\$2,474,395	\$10,399,027	\$8,227,764	\$1,278,011	\$4,509,524	\$26,888,721	\$24,505,919

The accompanying notes are an integral part of this statement.

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, 1988

	General Fund			Special Revenue Funds			Debt Service Funds		
	Amended Budget	Actual	Variance favorable (unfavorable)	Amended Budget	Actual	Variance favorable (unfavorable)	Amended Budget	Actual	Variance favorable (unfavorable)
Revenues	\$9,780,280	\$9,821,747	\$41,467	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes	10,300	10,876	576	-	-	-	-	-	-
Licenses and permits	2,418,939	2,420,892	1,953	34,669,079	33,627,974	(\$1,041,105)	28,000	34,345	6,345
Intergovernmental revenue	1,318,000	1,260,700	(57,300)	-	-	-	-	-	-
Charges for services	1,413,212	1,511,974	98,762	7,766,708	7,863,965	97,257	-	-	-
Administrative	319,700	321,294	1,594	236,693	236,573	(120)	-	-	-
Services rendered	687,000	692,166	5,166	814,877	938,614	123,737	372,500	474,935	102,435
Fines and forfeitures	63,575	81,745	18,170	-	-	-	729,789	1,190,288	460,499
Investment income	-	-	-	481,100	495,958	14,858	-	-	-
Rentals	117,858	136,433	18,575	1,018,744	1,336,047	319,303	137,670	102,121	(35,549)
Contributions from private sources	16,126,864	16,257,827	130,963	44,985,201	44,498,131	(486,070)	1,287,959	1,801,689	533,730
Other	-	-	-	-	-	-	-	-	-
Total revenues	222,633	224,121	(1,488)	-	-	-	-	-	-
Expenditures	3,408,157	3,454,588	(46,431)	-	-	-	-	-	-
Current operations	5,009,757	5,005,033	4,724	1,988,274	2,020,246	(31,972)	-	-	-
Legislative	4,291,137	4,337,794	(46,657)	361,562	439,730	(78,168)	-	-	-
Judicial	692,000	753,561	(61,561)	32,628,226	32,273,314	354,912	-	-	-
General County government	140,135	31,041	4,959	4,197,921	3,705,378	492,543	-	-	-
Public safety	68,000	68,000	-	702,055	697,757	4,298	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	22,000	2,159	(2,159)	6,628,326	6,512,575	115,751	11,939	50,299	(50,299)
Culture	83,002	36,110	46,892	1,169,281	1,393,371	(224,090)	696,185	1,229,590	(533,405)
Recreation	-	-	-	-	-	-	1,630,000	2,095,000	(465,000)
Highways and streets	-	-	-	-	-	-	483,882	510,018	(46,136)
Other	-	-	-	-	-	-	2,802,006	3,884,907	(1,082,901)
Capital outlay	-	-	-	47,675,645	46,647,371	633,274	(1,534,047)	(2,083,218)	(549,171)
Debt service	-	-	-	(2,680,444)	(2,146,240)	147,204	-	-	-
Principal payments	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	13,972,821	14,054,065	(81,244)	47,675,645	46,647,371	633,274	2,802,006	3,884,907	(1,082,901)
Revenues over (under) expenditures	2,154,043	2,203,782	49,739	(2,680,444)	(2,146,240)	147,204	(1,534,047)	(2,083,218)	(549,171)
Other financing sources (uses)	-	-	-	-	-	-	2,176,500	1,945,000	(231,500)
Bond and note proceeds	-	25,736	25,736	3,555,131	3,318,862	(236,469)	-	-	-
Operating transfers in	(3,822,115)	(3,699,236)	162,877	(123,571)	(197,721)	(74,150)	-	-	-
Operating transfers (out)	(3,822,115)	(3,633,502)	188,613	3,431,560	3,120,941	84,381	2,176,500	1,945,000	(231,500)
REVENUES AND OTHER SOURCES OVER (UNDER)	(1,668,072)	(1,429,740)	238,332	741,116	972,701	231,585	642,453	(138,218)	(780,671)
EXPENDITURES AND OTHER USES	2,350,135	2,350,135	-	9,370,551	9,426,326	55,775	8,600,947	8,600,947	-
Fund balance (deficit) at beginning of year	1,668,072	1,554,000	(114,072)	\$10,111,667	\$10,399,027	\$287,360	(234,965)	(234,965)	-
Equity transfer (to) from other funds	\$2,350,135	\$2,474,395	\$124,260	-	-	-	\$9,008,435	\$8,227,764	(\$780,671)
Fund balance (deficit) at end of year	-	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of this statement.

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, 1988

	Proprietary Fund Types		Fiduciary Fund Type Non-Expendable Trust Fund	Totals (memorandum only)	
	Enterprise Funds	Internal Service Funds		1988	1987
Operating revenues					
Charges for services	\$ 7,994,137	\$ -	-	\$ 7,994,137	\$ 6,504,208
Farm sales	973,072	-	-	973,072	351,735
Interest and penalties on delinquent taxes	-	1,869,233	-	1,869,233	1,843,166
Intragovernmental revenues	-	4,798,683	-	4,798,683	3,999,230
Other	-	219,442	-	219,442	133,040
	8,967,209	6,887,358	-	15,854,567	12,831,379
Operating expenses					
Salaries and fringe benefits	2,966,117	114,017	-	3,080,134	2,833,540
Supplies and other operating expenses	5,344,088	171,475	14,400	5,529,963	6,729,201
Cost of materials used	-	275,732	-	275,732	272,802
Insurance benefits and claims	-	1,092,252	-	1,092,252	2,057,025
Insurance premiums	-	3,024,996	-	3,024,996	2,728,747
Interest expense	-	1,077,383	-	1,077,383	1,083,638
Depreciation and amortization	1,772,247	182,785	-	1,955,032	2,087,462
	10,082,452	5,938,640	14,400	16,035,492	17,792,415
Operating income (loss)	(1,115,243)	948,718	(14,400)	(180,925)	(4,961,036)
Other income or (deductions)					
Operating subsidies	1,051,372	-	-	1,051,372	1,104,465
User fees for debt service	728,261	-	-	728,261	659,686
Interest expense	(373,526)	-	-	(373,526)	(791,076)
Investment income	-	1,175,180	12,150	1,187,330	1,839,757
Other (net)	235,302	-	-	235,302	127,057
	1,641,409	1,175,180	12,150	2,828,739	2,939,889
Income (loss) before operating transfers	526,166	2,123,898	(2,250)	2,647,814	(2,021,147)
Operating transfers in	330,255	-	-	330,255	349,058
Operating transfers (out)	(16,577)	-	-	(16,577)	-
NET INCOME (LOSS)	839,844	2,123,898	(2,250)	2,961,492	(1,672,089)
Transfer of depreciation and amortization to contributions in aid of construction	1,067,387	-	-	1,067,387	1,322,145
Net income (loss) transferred to retained earnings	1,907,231	2,123,898	(2,250)	4,028,879	(349,944)
Retained earnings at beginning of year	6,069,691	8,934,299	28,652	15,032,642	16,722,585
Equity transfer (to) from other funds	-	(1,554,000)	-	(1,554,000)	(1,339,999)
Retained earnings at end of year	\$7,976,922	\$9,504,197	\$26,402	\$17,507,521	\$15,032,642

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

Year ended December 31, 1988

	Proprietary Fund Types		Fiduciary Fund Type Non-Expendable Trust Fund	Totals (memorandum only)	
	Enterprise Funds	Internal Service Funds		1988	1987
Sources of working capital					
From operations					
Net income (loss) for the year	\$839,844	\$2,123,898	(\$2,250)	\$2,961,492	(\$1,672,089)
Charges to income not using working capital					
Depreciation and amortization	1,772,247	182,785	-	1,955,032	2,087,462
Working capital provided from operations	2,612,091	2,306,683	(2,250)	4,916,524	415,373
Increase in contributed capital	5,011,728	-	-	5,011,728	1,427,065
Issuance of tax anticipation notes	-	6,120,000	-	6,120,000	7,500,000
Decrease in delinquent taxes receivable	-	10,085,702	-	10,085,702	9,880,628
Retirement of property and equipment	56,490	-	-	56,490	121,926
Increase in deferred revenue	363,364	-	-	363,364	374,408
Increase in long-term debt	350,239	108,834	-	459,073	-
	8,393,912	18,621,219	(2,250)	27,012,881	19,719,400
Applications of working capital					
Increase (decrease) in interest and penalties receivable on delinquent taxes	-	21,004	-	21,004	(27,425)
Increase (decrease) in long-term note receivable	-	-	-	-	(9,283)
Additions to property and equipment	7,754,281	117,311	-	7,872,092	3,193,694
Increase in restricted assets	35,157	-	-	35,157	60,819
Decrease in long-term debt	1,092,032	7,580,000	-	8,672,032	10,706,336
Settlement of delinquent taxes with other governmental units	-	10,236,216	-	10,236,216	9,719,780
Decrease in notes payable	-	-	-	-	81,428
Equity transfer to General Fund	-	1,554,000	-	1,554,000	1,339,999
Decrease in deferred revenue	-	-	-	-	-
	8,881,470	19,509,031	-	28,390,501	25,065,348
	(\$487,558)	(\$887,812)	(\$2,250)	(\$1,377,620)	(\$5,345,948)
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, 1988

	Proprietary Fund Types		Fiduciary Fund Type	Totals (memorandum only)	
	Enterprise Funds	Internal Service Funds		1988	1987
Changes in components of working capital					
Increase (decrease) in current assets					
Cash and cash investments	(\$3,020,510)	(\$4,426,751)	(\$2,250)	(\$7,449,511)	(\$1,479,282)
Accounts receivable	(106,058)	(20,913)	-	(126,971)	(286,654)
Current portion of delinquent taxes receivable	-	17,941	-	17,941	(164,076)
Current portion of interest and penalties receivable on delinquent taxes	-	(22,644)	-	(22,644)	(10,075)
Due from other funds	75,000	547,894	-	622,894	(193,205)
Inventories	293,696	16,528	-	310,224	326,499
Prepaid expenses	(2,133)	9,679	-	7,546	31,743
Restricted assets available for debt service	176,856	-	-	176,856	182,938
Deferred expense	-	-	-	-	-
	<u>(2,583,149)</u>	<u>(3,878,266)</u>	<u>(2,250)</u>	<u>(6,463,665)</u>	<u>(1,592,112)</u>
(Increase) decrease in current liabilities					
Cash overdraft	(455,521)	-	-	(455,521)	46,131
Current portion of long-term debt	(214,132)	1,920,000	-	1,705,868	1,306,985
Current portion notes payable	-	(59,300)	-	(59,300)	-
Accounts payable	3,342,623	1,266,817	-	4,609,440	(4,646,705)
Advances payable	(95,572)	-	-	(35,572)	(8,042)
Accrued liabilities	(21,046)	(139,468)	-	(159,514)	(419,978)
Due to other funds	(520,761)	1,405	-	(519,356)	(32,227)
	<u>2,095,591</u>	<u>2,990,454</u>	<u>-</u>	<u>5,086,045</u>	<u>(3,753,836)</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>(\$487,558)</u>	<u>(\$887,812)</u>	<u>(\$2,250)</u>	<u>(\$1,377,620)</u>	<u>(\$5,345,948)</u>

The accompanying notes are an integral part of this statement.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 1988

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.

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 (non-proprietary 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.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

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

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 1988 include property taxes levied on December 1, 1987, and collected in early 1988. The "1988 property taxes" levied on December 1, 1988, became a lien on that date and will be collected principally in early 1989. These taxes have been recorded as a receivable and as deferred revenue at December 31, 1988, since they are not available to fund expenditures until 1989. 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.

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
Lagoon	98 - 100
Buildings	10 - 50
Machinery and equipment	3 - 25
Wastewater collection and distribution system	10 - 50
Capitalized interest and engineering costs	47 - 50

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 non-staff 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 \$2,660,548 is recorded in the general long-term debt account group. Compensated absences in the proprietary funds are accrued in full.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

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

f) Self-Insurance Fund

The county maintains a self-insurance fund. The purpose of this fund is to pay premiums and claims as they are billed or occur. For the self-insured areas of workers' compensation and unemployment, the county maintains an incurred but not reported (IBNR) reserve in both areas.

g) 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:

General Fund

Designated for note payable	\$ 42,930
Designated for officer training	18,990
Designated for building improvements	6,829
	<u>\$ 68,749</u>
	=====

Special Revenue

County Road	\$3,813,424
Friend of the Court	218,805
Health Department	101,884
Accommodations Tax	257,675
Parks Development	25,000
West Michigan Enforcement Team (WMET)	19,220
Library	9,933
Brookhaven Medical Care Facility	60,063
Social Services	42,641
EDC Loan Revolving	384,659
Victim Restitution	955
Mental Health Building	35,369
John R. Campbell Building	90,359
	<u>\$5,059,987</u>
	=====

Debt Service

Designated for debt service	\$8,227,764
	=====

Capital Projects

Capital improvements designated for Wiener property	\$ 178,504
Capital improvements designated for drain projects	233,265
	<u>\$ 411,769</u>
	=====

Enterprise

Designated for Landfill Covering	\$ 27,575
Designated for Debt Service	2,495,757
	<u>\$2,523,332</u>
	=====

Internal Service

Designated for Capital Equipment	\$ 471,334
Designated for Insurance Reserves	1,559,822
	<u>\$2,031,156</u>
	=====

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

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

Trust and Agency

Designated for Perpetual Care	
Cemetery Trust Endowment	\$ 24,219
Medical Care Facility Endowment	70,286
	<u>\$ 94,505</u>

Designated for Annuities

Wiener Property	\$ 26,402
ICMA Deferred Comp. Plan	3,367,288
	<u>\$3,393,690</u>

\$3,488,195
=====

h) 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, 1988 and 1987, the status of contributions in aid of construction is as follows:

	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)
Contributions in aid of construction at beginning of year	\$ 44,928	\$ 3,605,117	\$ 512,723
Current year contributions	-	3,626,128	85,536
(Retirements) - transfers - net	-	86,596	(14,671)
Depreciation and amortization of fixed assets acquired through contributions in aid of construction	<u>(2,177)</u>	<u>(198,600)</u>	<u>(81,346)</u>

Contributions in aid of construction at end of year	\$ 42,751 =====	\$ 7,119,241 =====	\$ 502,242 =====
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Muskegon County
Wastewater
Management
System No. 1
(5920)

		Totals	
		1988	1987
Contributions in aid of construction at beginning of year	\$23,010,314	\$27,173,082	\$27,078,588
Current year contributions	1,300,064	5,011,728	1,427,065
(Retirements) - transfers - net	24,650	96,575	(10,426)
Depreciation and amortization of fixed assets acquired through contributions in aid of construction	<u>(785,264)</u>	<u>(1,067,387)</u>	<u>(1,322,145)</u>

Contributions in aid of construction at end of year	\$23,549,764 =====	\$31,213,998 =====	\$27,173,082 =====
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i) 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.

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.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

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

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 Governing Board has the authority to amend all budgets at the fund level through the appropriation ordinance. It further has the right to amend the General Fund at the activity level if it desires. Management has no authority to amend budgets. Some budgets are approved at the zero activity level when there appears to be no consistent operating data to project future revenues or expenses.
8. 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.
9. All budget appropriations lapse at the end of each fiscal year.

j) 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 use 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 13(B) - Designation of Management - The County Board has no accountability from those individuals who have the day-to-day responsibility for operations of the entities. The governing authorities hold this responsibility.
- 3) NCGA Statement 3 Para 13(C) - Ability to Significantly Influence Operations - The governing authorities approve all budgets and exercise control over all facilities within their statutory limits.
- 4) NCGA Statement 3 Para 13(D) - Accountability for Fiscal Matters - Absolute authority exists with the governing authorities over all funds within their jurisdiction.
- 5) NCGA Statement 3 Para 14 - Scope of Public Service - The activities of the agencies within the geographic boundaries of the county and are available to the citizens of this entity.
- 6) There are no other overlapping entities that generate a positive response in any of criteria defined in NCGA Statement 3.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENT - CONTINUED

December 31, 1988

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

k) 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.

l) Reclassifications

Certain items in the 1987 financial information have been reclassified to conform to the 1988 presentation.

m) 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 the 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 1988, the county's indirect cost rate was 12.39% 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.

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, 1988 investments consisted of the following:

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 3 - CASH AND CASH INVESTMENTS - Continued

	U.S. Treasury Notes	Certificates of Deposit	Commercial Paper	Total
Pooled investments	\$3,929,313	\$12,160,000	\$11,000,000	\$27,089,313
Restricted for debt service	-	1,700,000	-	1,700,000
Trust and agency	-	170,575	-	170,575
	<u>\$3,929,313</u>	<u>\$14,030,575</u>	<u>\$11,000,000</u>	<u>\$28,959,888</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 \$14,030,575, and the bank balance was \$1,261,117. Of the balances, \$969,732 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 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.

The county's investments are listed below to give an indication of the level of risk assumed by entity at year-end. Category 1 includes investments that are insured by the federal depository and in third party hands for safekeeping. Category 2 includes 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	\$3,929,313	\$ -	\$ -	\$ 3,929,313	\$ 3,954,438
Commercial Paper	-	-	11,000,000	11,000,000	11,015,047
	<u>\$3,929,313</u>	<u>-</u>	<u>\$11,000,000</u>	<u>\$14,929,313</u>	<u>\$14,969,485</u>
	=====	=====	=====	=====	=====

NOTE 4 - LONG-TERM NOTE RECEIVABLE

The county has a long-term loan with 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

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 4 - LONG-TERM NOTE RECEIVABLE - Continued

8% on May 1, 1978 through 1980, with the balance of \$1,001,701 due on May 1, 1981.

As of December 31, 1988, 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, 1988 are summarized as follows:

	<u>Proprietary Funds</u>	<u>General Fixed Assets Account Group</u>	<u>Total</u>
In-service			
Land	\$ 9,574,597	\$ 2,279,685	\$ 11,854,282
Land improvements	9,804,183	310,731	10,114,914
Lagoons	9,517,671	-	9,517,671
Buildings and improvements	7,302,330	23,593,033	30,895,363
Machinery and equipment	8,443,607	9,637,089	18,080,696
Wastewater collection and distribution system	19,605,224	-	19,605,224
Capitalized interest and engineering	<u>3,409,468</u>	<u>-</u>	<u>3,409,468</u>
	<u>67,657,080</u>	<u>35,820,538</u>	<u>103,477,618</u>
Less accumulated depreciation	(25,319,251)	-	(25,319,251)
	<u>42,337,829</u>	<u>35,820,538</u>	<u>78,158,367</u>
Construction in progress	<u>5,269,237</u>	<u>395,687</u>	<u>5,664,924</u>
	<u>\$47,607,066</u>	<u>\$36,216,225</u>	<u>\$ 83,823,291</u>
	=====	=====	=====

The following table summarizes the changes in the components of the general fixed assets account group for the year ended December 31, 1988:

	<u>Balance December 31, 1987</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 1988</u>
Land	\$ 2,279,685	\$ -	\$ -	\$ 2,279,685
Land improvements	279,616	31,115	-	310,731
Buildings and improvements	23,050,057	545,393	2,416	23,593,034
Equipment	8,948,985	968,607	280,504	9,637,088
Construction in progress	<u>-</u>	<u>395,687</u>	<u>-</u>	<u>395,687</u>
Total general fixed assets	<u>\$34,558,343</u>	<u>\$1,940,802</u>	<u>\$282,920</u>	<u>\$36,216,225</u>
	=====	=====	=====	=====

General fixed assets at December 31, 1988 are utilized in the following function:

Legislative	\$ 6,039
Judicial	678,771
General county government	6,007,086
Highways and streets	9,002,601
Public safety	3,842,183
Health	6,487,034
Welfare	5,382,238
Culture	622,105
Recreation	1,576,868
Convention center	2,215,613
Construction in progress	<u>395,687</u>
	<u>\$36,216,225</u>
	=====

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 6 - LONG-TERM DEBT

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

	<u>Balance January 1, 1988</u>	<u>Borrowings (payments)</u>	<u>Balance December 31, 1988</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 1988 to 1990 with interest from 4.5% to 4.7% (8710)	\$ 90,000	\$ (30,000)	\$ 60,000
Series II - payable in increasing annual installments of \$100,000 from 1988 to 2004 with interest from 6% to 8% (8713)	1,700,000	(100,000)	1,600,000
Series III - payable in increasing annual installments ranging from \$75,000 in 1988 to \$75,000 in 1997 with interest from 6% to 7.25% (8714)	750,000	(75,000)	675,000
Series IV - payable in increasing annual installments ranging from \$500,000 in 1988 to \$750,000 in 1994 with interest from 5% to 5.9% (8835)	4,950,000	(600,000)	4,350,000
Management County Wastewater Management System No. 1			
Egelston Township Extension Bonds - payable in increasing annual installments ranging from \$100,000 in 1988 to \$125,000 in 2000 with interest from 5% to 7% (8832)	1,475,000	(100,000)	1,375,000
Muskegon Township Extension Bonds - payable in increasing annual installments ranging from \$400,000 in 1988 to \$600,000 in 2002 with interest from 5% to 7% (8833)	8,000,000	(400,000)	7,600,000
Laketon Township Extension Bonds - payable in increasing annual installments ranging from \$100,000 in 1988 to \$150,000 in 2004 with interest from 5.7% to 7% (8834)	2,250,000	(100,000)	2,150,000
City of Muskegon Extension Bonds - payable in increasing installments ranging from \$75,000 in 1988 to \$150,000 in 1998 with interest from 5.75% to 9% (8838)	1,300,000	(75,000)	1,225,000
Muskegon County Water Supply System No. 1 Bonds - payable in increasing annual installments ranging from \$200,000 in 1988 to \$300,000 in 2003 with interest from 5% to 7% (8711-17-18)	4,350,000	(200,000)	4,150,000
Muskegon County Water Supply System No. 2 Bonds - payable in increasing annual installments ranging from \$200,000 in 1988 to \$400,000 in 1994 with interest from 5.05% to 5.70% (8712)	2,250,000	(200,000)	2,050,000

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 6 - LONG-TERM DEBT - Continued

Muskegon County Solid Waste Management No. 2 Transfer Station Bonds - payable in annual installments of \$25,000 from 1988 to 1999 with interest from 5.65% to 6.5% (8716)	300,000	(25,000)	275,000
Muskegon County Water Supply North Muskegon Bonds - payable in increasing annual installments ranging from \$25,000 in 1988 to \$30,000 in 1994 with interest from 9.80% to 12.40% (8720)	190,000	(25,000)	165,000
Northside Water Project Bonds - payable in increasing annual installments ranging from \$15,000 in 1988 to \$40,000 in 2021 with interest at 5% (8719)	1,060,000	(15,000)	1,045,000
Muskegon County Building Authority (Convention Center) - payable in increasing annual installments ranging from \$50,000 in 1988 to \$250,000 in 2003 with interest from 9.75% to 12.75% (3100)	2,600,000	(50,000)	2,550,000
Muskegon County Mental Health Center Bonds - payable in annual installments of \$100,000 in 1988 and 1989 with interest at 10.0% in 2009 with interest from 9.4% to 10.0% (3140)	3,100,000	(2,900,000)	200,000
Muskegon County Mental Health Center Bonds (Refunded) - payable in increasing annual installments ranging from \$-0- in 1988 to \$210,000 in 2005 with interest from 5.7% to 7.6% (3141)	-0-	3,110,000	3,110,000
Equipment purchase agreement at 7% payable in equal monthly installments of \$1,238 including interest, through May, 1990 (1010)	35,894	(14,856)	21,038
Sick and annual time payable as used or upon retirement or termination. See Note 1(e) for limitations on payoff	2,413,598	(1,743,924) 1,990,874	2,660,548
Equipment purchase agreement at 8.5% payable in equal monthly installments of \$1,727, including interest, through February, 1989 (1010)	22,452	(20,724)	1,728
Equipment purchase agreement at 7% payable in equal monthly installments of \$2,016, including interest, through October, 1989 (1010)	44,357	(24,192)	20,165
Muskegon County Road Commission - payable in increasing annual installments ranging from \$66,840 in 1988 to \$173,385 in 1999 with an average interest rate of approximately 9.5% (2010)	1,324,320	(66,840)	1,257,480
Muskegon County Road Commission - payable in increasing annual installments ranging from \$9,938 in 1988 to \$29,077 in 1999 with an average interest rate of approximately 9.5% (2010)	218,104	(10,726)	207,378
Muskegon County Road Commission - payable in increasing annual installments ranging from \$38,891 in 1988 to \$105,426 in 1999 with an average interest rate of approximately 13.2% (2010)	790,847	(38,891)	751,956

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 6 - LONG-TERM DEBT - Continued

Land purchase agreement payable in non-interest bearing monthly installments of \$1,000 through December, 1992 (7180)	62,000	(24,000)	38,000
Land purchase agreement payable in monthly installments of \$5,000 including interest at 9% per annum until entire principal is paid (2860)	<u>-0-</u>	<u>395,000 (10,341)</u>	<u>384,659</u>
 Total General Long-Term Debt Account Group	 \$39,276,572 =====	 \$(1,353,620) =====	 \$37,922,952 =====

Enterprise Funds

Muskegon County Wastewater System - Number One

1971 Muskegon County Wastewater Management System No. 1 Bonds - payable in increasing annual installments ranging from \$725,000 in 1988 to \$1,200,000 in 1997 with interest from 5% to 6% (5920)	\$ 9,425,000	\$ (725,000)	\$ 8,700,000
1982 Muskegon County Wastewater Management System No. 1 Bonds - payable in increasing annual installments ranging from \$350,000 in 1988 to \$500,000 in 1992 with interest from 9.3% to 11.3% (5920)	2,350,000	(400,000)	1,950,000
Lease with purchase option for Wastewater tractors (2), with a remaining balance due of \$15,189 (5920)	19,911	(4,722)	15,189
Five year promissory note payable for Steiger Panther Tractor at Wastewater, due in 25 monthly installments of \$1,303.24 with interest at 7.525% (5920)	30,074	(13,847)	16,227
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)	6,843	(6,843)	-0-
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)	67,354	(23,441)	43,913
Three year promissory note payable for 2 tractors due in monthly installments of \$2,813.03 including interest at 6.55% (5920)	-0-	(11,516) 91,877	80,361
Four year promissory note payable for equipment in equal monthly installments of \$3,394.23 including interest at 7% (5920)	-0-	(2,579) 141,744	139,165
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>43,339</u>	<u>(15,627)</u>	<u>27,712</u>
 Total Enterprise Funds	 \$11,942,521 =====	 \$(969,954) =====	 \$10,972,567 =====

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

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) \$ 298,570 \$ (81,428) \$ 217,142

Data processing equipment at 7.0% payable in equal monthly installments of \$4,941.62 including interest, through December, 1993 (6660) -0- 249,562 249,562

General Obligation Tax Notes

Delinquent Tax Series

1984 - Payable in annual installments of \$2,900,000 in 1988 with interest at 6% (6174) 2,900,000 (2,900,000) -0-

1985 - Payable in annual installments of \$3,600,000 in 1988, and \$2,900,000 in 1989 with interest at 5.4% (6185) 6,500,000 (3,600,000) 2,900,000

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) 7,500,000 (3,000,000) 4,500,000

1987 - Payable in annual installments of \$2,930,000 in 1988, \$2,850,000 in 1989, and \$3,270,000 in 1990 with interest from 7.25% to 8.00% (6187) -0- (2,930,000) 9,050,000 6,120,000

Total Internal Service Funds \$17,198,570 \$ (3,211,866) \$13,986,704
=====

Total Long-Term Debt (including current maturities of proprietary fund types long-term debt) \$68,417,663 \$ (5,535,440) \$62,882,223
=====

The total requirement for payment of principal and interest amount to \$59,799,016 and \$21,764,966, respectively, at December 31, 1988 as follows:

	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>	<u>Long-Term Debt Account Groups</u>
1989	\$ 2,179,128	\$ 9,901,211	\$ 4,579,750
1990	2,152,400	4,849,457	4,710,083
1991-1995	7,649,079	211,826	21,940,544
1996-2000	2,527,500	-	14,055,010
2001-2005	-	-	5,946,494
2006-2010	-	-	305,625
2011-2015	-	-	279,875
2016-2020	-	-	235,000
2021	-	-	41,000
	<u>\$14,508,107</u>	<u>\$14,962,494</u>	<u>\$52,093,381</u>
	=====	=====	=====

The special assessment 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 of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTES 6 - LONG-TERM DEBT - Continued

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 \$3,330,594 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 (\$20,291,000 at December 31, 1988) 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, 1988

Year	Total Water	Total Sewer	Total General Obligation	Total Delinquent Tax	Totals	Principal Due Every Five Years
1989	\$ 440,000	\$2,705,000	\$210,000	\$9,000,000	\$12,355,000	
1990	490,000	2,980,000	255,000	4,520,000	8,245,000	
1991	690,000	3,125,000	260,000	-	4,075,000	
1992	725,000	3,200,000	285,000	-	4,210,000	
1993	725,000	2,750,000	335,000	-	3,810,000	\$32,695,000
1994	725,000	2,850,000	335,000	-	3,910,000	
1995	295,000	2,250,000	335,000	-	2,880,000	
1996	320,000	2,350,000	335,000	-	3,005,000	
1997	330,000	2,425,000	385,000	-	3,140,000	
1998	330,000	1,150,000	410,000	-	1,890,000	\$47,520,000
1999	330,000	1,000,000	410,000	-	1,740,000	
2000	330,000	975,000	460,000	-	1,765,000	
2001	330,000	850,000	465,000	-	1,645,000	
2002	335,000	850,000	465,000	-	1,650,000	
2003	335,000	250,000	465,000	-	1,050,000	\$55,370,000
2004	35,000	250,000	240,000	-	525,000	
2005	35,000	-	210,000	-	245,000	
2006	35,000	-	-	-	35,000	
2007	35,000	-	-	-	35,000	
2008	35,000	-	-	-	35,000	\$56,245,000
2009	35,000	-	-	-	35,000	
2010	35,000	-	-	-	35,000	
2011	35,000	-	-	-	35,000	
2012	40,000	-	-	-	40,000	
2013	40,000	-	-	-	40,000	\$56,430,000
2014	40,000	-	-	-	40,000	
2015	40,000	-	-	-	40,000	
2016	40,000	-	-	-	40,000	
2017	40,000	-	-	-	40,000	
2018	40,000	-	-	-	40,000	\$56,630,000
2019	40,000	-	-	-	40,000	
2020	40,000	-	-	-	40,000	
2021	40,000	-	-	-	40,000	\$56,750,000
Total	\$7,410,000	\$29,960,000	\$5,860,000	\$13,520,000	\$56,750,000	

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1987

NOTE 6 - LONG-TERM DEBT - Continued

The following fund balances represent long-term debt amounts available in other funds:

General Fund	
Designated for note payable	\$ 42,930
Special Revenue Funds	
EDC Loan Revolving	384,659
Debt Service Funds	
Designated for debt service	<u>8,227,764</u>
	\$8,655,353
	=====

NOTE 7 - GENERAL LONG-TERM DEBT

On September 15, 1988, the County of Muskegon issued \$3,110,000 in General Obligation Bonds with an average interest rate of 6.8% to advance refund \$2,800,000 (the callable portion) of the outstanding 1980 General Obligation Unlimited Tax Mental Health Center Bonds. There is presently outstanding \$3,000,000 in principal with an average interest rate of 9.7% in the Mental Health Bonds dated July 1, 1980, of which \$2,800,000 of such bonds matures in the years 1991 through 2009, being first callable on May 1, 1990. The remaining balance of the bond (\$200,000) at the average interest rate of 10% will be reported in the general long-term debt group account until paid off, May 1, 1990.

The net proceeds of \$3,007,277 (after payment of \$107,575 in underwriting fees, insurance, and other issuance costs, plus excess bond proceeds of \$330.61) plus an additional \$46,400 in 1980 Series sinking fund monies, and \$28,782 from other county funds were used to purchase U. S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the callable portion of the 1980 Unlimited Tax Mental Health Center Bonds. As a result, the 1980 bonds are considered to be a partial defeasance and the liability for that portion of the bond has been removed from the general long-term debt account group.

The county advance refunded the 1980 bonds to reduce its total debt service payments over the next 17 years by \$943,852 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$232,435.

Assumptions

On September 15, 1988 the County of Muskegon refunded and defeased in substance a portion (\$2,800,000) of its outstanding 1980 Unlimited Tax Mental Health Center Bond of \$3,000,000 carrying an interest rate of 9.7%, with new debt of \$3,110,000, issued at a weighted average rate of 6.8%. The new debt is dated September 1, 1988. A portion (\$46,400) of the issuance costs were provided from monies in the county's 1980 Series sinking fund. Additional county funds (\$28,782) were provided from another funding source. Issuance costs were as follows:

Insurance (allowable and fully recoverable through escrow fund earnings)	\$16,592.60
Underwriter discount (allowable and fully recoverable)	37,320.00
Financing costs (allowable and fully recoverable)	24,880.00
Financing costs (exceeds the 2% limitation)	<u>28,782.00</u>
	\$107,574.60
	=====

Table 1 shows the debt service schedule of the new debt and its present value, and indicates how the effective interest rate is calculated. Table 2 shows the debt service schedule of the old debt and its present value calculated at the effective interest rate.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 7 - GENERAL LONG-TERM DEBT - Continued

Calculation of Present Value for New Debt Service
Cash Flow Requirements
Table 1

	New Debt Service	PV @ 3.949325% Factor	Present Value
Nov. 1, 1988	\$ 46,041	0.96201	\$ 44,292
May 1, 1989	278,123	0.92547	257,394
Nov. 1, 1989	111,413	0.89032	99,193
May 1, 1990	266,413	0.85651	228,185
Nov. 1, 1990	104,763	0.82399	86,323
May 1, 1991	264,763	0.79270	209,879
Nov. 1, 1991	99,803	0.76261	76,111
May 1, 1992	284,803	0.73367	208,950
Nov. 1, 1992	93,929	0.70582	66,297
May 1, 1993	278,929	0.67904	189,403
Nov. 1, 1993	87,916	0.65327	57,433
May 1, 1994	272,916	0.62849	171,525
Nov. 1, 1994	81,811	0.60416	49,427
May 1, 1995	266,811	0.58171	155,208
Nov. 1, 1995	75,614	0.55965	42,317
May 1, 1996	260,614	0.53843	140,323
Nov. 1, 1996	69,324	0.51802	35,911
May 1, 1997	254,324	0.49838	126,750
Nov. 1, 1997	62,941	0.47949	30,180
May 1, 1998	272,941	0.46132	125,912
Nov. 1, 1998	55,591	0.44384	24,673
May 1, 1999	265,591	0.42702	113,413
Nov. 1, 1999	48,136	0.41084	19,776
May 1, 2000	258,136	0.39528	102,036
Nov. 1, 2000	40,576	0.38031	15,432
May 1, 2001	255,576	0.36591	93,518
Nov. 1, 2001	32,783	0.35205	11,541
May 1, 2002	247,783	0.33996	84,236
Nov. 1, 2002	24,935	0.32591	8,126
May 1, 2003	239,935	0.31397	75,333
Nov. 1, 2003	16,980	0.30171	5,123
May 1, 2004	256,980	0.29029	74,599
Nov. 1, 2004	7,980	0.27931	2,229
May 1, 2005	217,980	0.26875	58,580
	\$5,503,154		\$3,089,628

Calculation of effective interest rate target amount and rate:

Principal of new debt	\$3,110,000
Plus accrued interest	8,410
Less financing costs that exceed 2% limitation	<u>(28,782)</u>
Effective interest rate target	\$3,089,628 =====
Effective interest rate	7.89865%

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 7 - GENERAL LONG-TERM DEBT (Continued)

Calculation of Present Value for Old Debt Service
Cash Flow Requirements
TABLE 2

	<u>Principal & Interest</u>	<u>PV @ 3.949325% Factor</u>	<u>Present Value</u>
Nov. 1, 1988*	\$ 145,400	0.96201	\$ 139,876
May 1, 1989**	245,400	0.92547	227,110
Nov. 1, 1989	140,400	0.89032	125,001
May 1, 1990	240,400	0.85651	205,905
Nov. 1, 1990	135,400	0.82399	111,568
May 1, 1991	235,400	0.79270	186,603
Nov. 1, 1991	130,400	0.76261	99,445
May 1, 1992	255,400	0.73367	187,378
Nov. 1, 1992	124,400	0.70582	87,804
May 1, 1993	249,400	0.67904	169,352
Nov. 1, 1993	118,525	0.65327	77,429
May 1, 1994	243,525	0.62849	153,053
Nov. 1, 1994	112,650	0.60416	68,058
May 1, 1995	237,650	0.58171	138,244
Nov. 1, 1995	106,775	0.55965	59,757
May 1, 1996	231,775	0.53843	124,795
Nov. 1, 1996	100,900	0.51802	52,268
May 1, 1997	225,900	0.49838	112,584
Nov. 1, 1997	95,025	0.47949	45,563
May , 1998	245,025	0.46132	113,034
Nov. 1, 1998	87,900	0.44384	39,013
May 1, 1999	237,900	0.42702	101,588
Nov. 1, 1999	80,700	0.41084	33,155
May 1, 2000	230,700	0.39528	91,191
Nov. 1, 2000	73,425	0.38031	27,924
May 1, 2001	223,425	0.36591	81,753
Nov. 1, 2001	66,113	0.35205	23,275
May 1, 2002	216,113	0.33996	73,469
Nov. 1, 2002	58,800	0.32591	19,163
May 1, 2003	208,800	0.31397	65,557
Nov. 1, 2003	51,450	0.30171	15,523
May 1, 2004	226,450	0.29029	65,737
Nov. 1, 2004	42,875	0.27931	11,975
May 1, 2005	217,875	0.26875	58,553
Nov. 1, 2005	34,300	0.25858	8,869
May 1, 2006	209,300	0.24881	52,076
Nov. 1, 2006	25,725	0.23940	6,160
May 1, 2007	200,725	0.23035	46,237
Nov. 1, 2007	17,150	0.22164	3,801
May 1, 2008	-192,150	0.21327	40,980
Nov. 1, 2008	8,575	0.20521	1,760
May 1, 2009	183,575	0.19746	36,249
	\$6,513,776		\$3,388,835

* Semi-annual interest payments made on November 1

** Principal and interest payments made on May 1

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 1, 1988

NOTE 7 - GENERAL LONG-TERM DEBT - Continued

Sources and Uses of Funds

The sources and uses of funds required for the transaction are shown below. Table 3 shows the aggregate cash flow savings and economic gain on the refunding, after adjusting for the accrued interest of \$8,409.53 and the \$46,400.00 payment from the debt service fund and \$28,782.00 from other county funds.

Sources

Principal amount of new debt	\$3,110,000.00
Accrued interest on new debt	8,409.53
Available from county funds:	
Debt service funds	46,400.00
Other county funds	<u>28,782.00</u>
Total funds available	\$3,193,591.53 =====

Uses of Funds

Deposit to escrow fund	\$3,077,276.79
Deposit of accrued interest for new debt	8,409.53
Underwriter's discount	37,320.00
Bond insurance	16,592.60
Other issuance costs	53,662.00
Excess bond proceeds	<u>330.61</u>
Total uses of funds	\$3,193,591.53 =====

Calculation of Difference in Cash Flow Requirements
and Economic Cash
Table 3

Cash Flow Difference

Old debt service cash flows		\$6,513,775
New debt service cash flows	\$5,503,151	
Less accrued interest - 9/01/88 - 9/15/88	(8,410)	
Plus county contribution - Debt service sinking fund	46,400	
Other county funds	<u>28,782</u>	<u>5,569,923</u>
		\$ 943,852 =====

Economic Gain

Present value of old debt service cash flows		\$3,388,835
Present value of new debt service cash flows	\$3,089,628	
Less accrued interest - 9/01/88 - 9/15/88	(8,410)	
Plus county contribution - Debt service sinking fund	46,400	
Other county funds	<u>28,782</u>	<u>3,156,400</u>
		\$ 232,435 =====

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

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:

Benefits Provided

The County of Muskegon employees are covered for retirement benefits under the Michigan Municipal Employees' Retirement System. All eligible county employees receive a service credit month for each month during which they work at least ten (10) six (6) hour days.

An employee may retire under M.E.R.S. at age 60 with ten or more years of service. Retirement may be taken at age 55 with 15 years of service with benefits reduced by 1/2 of 1% for each month under age 60. Upon completion of ten years service, an employee has Deferred Service status and will not lose retirement benefits when leaving county employment prior to age 60 (unless employee contributions are withdrawn). Deferred Service status would permit drawing retirement benefits at age 60.

Those groups which have Benefit Program F55 may retire at age 55 with 25 years of service with no reduction in benefits.

After completion of 30 months of county service, an employee going to another reciprocal unit as defined under Act No. 88, P.A. of 1961, as amended, will receive (at the time of retirement) benefits for time spent with the county.

The county subscribes to Plan B-1 with the following benefits:

1.7% of average final compensation* multiplied by years and months of service credit;

And, to Plan C-1 with the following benefits:

1.2% of first \$4,200 plus 1.7% of amount over \$4,200 of average final compensation* multiplied by years and months of service credit.

* Average final compensation is determined by adding your consecutive 60 months of highest earnings of credited service and dividing the total by 5.

For those employees who contribute toward their retirement, following is the formula for computing those contributions: 3% on yearly earnings up to \$4,200 and 5% on yearly earnings over \$4,200.

Retirement credit is earned while an employee is off on a compensable work-related accident. However, no service credit is given for months spent off on any other type of disability or unpaid leave.

Plan B-1: GEU Employees, Non-Bargaining Employees; District Court Employees

Plan B-1, with F55: Sheriff Deputy and Command Unit Employees

Plan C-1: Brookhaven AFSCME Employees; Brookhaven LPN Employees; Wastewater Employees

Pension Benefit

The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to (1) help users assess the plan's funding status on a going-concern basis, (2) assess progress being made in accumulating sufficient assets to pay benefits when due, and (3) allow for comparisons among public employee retirement plans. The measure is independent of the actuarial funding method used to determine contributions to the plan.

The pension benefit obligation was determined as part of an actuarial valuation of the plan as of December 31, 1987. Significant actuarial assumptions used in determining the pension benefit obligation include (a) a rate of return on the investment of present and future assets of 8.0% per year compounded annually, (b) projected salary increases of 5.5% per year compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 4.2% per year, depending on age, attributable to seniority/merit, and (d) the assumption that benefits will not increase after retirement.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 8 - PENSION PLAN - Continued

At January 1, 1988, the assets in excess of the pension benefit obligation were \$8,788,347, determined as follows:

Pension Benefit Obligation:

Retirees and beneficiaries currently receiving benefits	\$ 6,361,151
Terminated employees not yet receiving benefits	353,196
Current employees -	
Accumulated employee contributions including allocated investment income	1,891,707
Employer financed - vested	10,931,745
Employer financed - non-vested	<u>2,542,294</u>
Total Pension Benefit Obligation	\$22,080,093
Net assets available for benefits, at cost	<u>30,868,440</u>
Assets in Excess of the Pension Benefit Obligation	\$ 8,788,347

During the year ended January 1, 1988, the plan experienced a net change of \$1,663,901 in the pension benefit obligation. Of this amount, (\$1,526,553) was attributable to changes in actuarial assumptions. The change in the pension benefit obligation resulting from benefit changes, if any, has not been computed.

Contributions Required and Contributions Made

MERS funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due. The normal cost and amortization payment for the year ended December 31, 1987, were determined using an attained age actuarial funding method. Unfunded actuarial accrued liabilities, if any, were amortized as a level percent of payroll over a period of one year.

During the year ended December 31, 1987, employer contributions totaling \$0 were made in accordance with contribution requirements determined by an actuarial valuation of the plan as of December 31, 1985. Employer contributions represented 0.00% of projected covered payroll (projected payroll is equal to 1.09907 times December 31, 1985, valuation payroll).

There were no changes in actuarial assumptions or methods affecting the December 31, 1985, actuarial valuation. The effect of changes in benefit provisions, if any, on the computed employer contributions was not computed.

Significant actuarial assumptions used to compute contribution requirements were the same as those used to compute the standardized measure of the pension benefit obligation.

Computed Contribution Comparative Schedule

Fiscal Year Ending <u>December 31</u>	Valuation Date <u>December 31</u>	Dollar Contribution For Fiscal Year			Valuation Payroll	Weighted Average* Computed Contribution Rates as Percents of Valuation Payroll	
		<u>Computed</u>				<u>Regular</u>	<u>Minimum</u>
		<u>Regular</u>	<u>Minimum</u>	<u>Actual</u>			
1982	1980	\$1,571,772	\$1,571,772	\$1,585,402	\$11,902,034	12.45%	12.45%
1983	1981	1,416,700	1,416,700	1,416,700	13,584,162	9.49	9.49
1984	1982	1,388,604	1,388,604	1,388,604	13,787,949	9.16	9.16
1985	1983	1,550,540	775,280	775,333	14,547,061	9.70	4.85
1986	1984	1,552,040	0	0	15,338,935	9.21	0.00
1987	1985	1,657,460	0	0	16,393,363	9.20	0.00

Notes: Actuarial assumptions were revised for the 1981 and 1984 valuations.

* Weighted average computed contribution rate is equal to the contribution dollars divided by the valuation payroll projected to the appropriate fiscal year. The current projection factor is equal to 1.09907.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 8 - PENSION PLAN - Continued

Analysis of Funding Progress

Valuation Date December 31	(1) Net Assets Available For Benefits	(2) Pension Benefit Obligation (PBO)	(3) Percent Funded (1)/(2)	(4) Unfunded PBO (2)-(1)	(5) Annual Covered Payroll	(6) Unfunded PBO As a Percent of Covered Payroll (4)/(5)
1975	\$ 3,140,662	\$ 4,374,883	72%	\$ 1,234,221	\$ 8,124,069	15%
1976	3,835,987	5,284,571	73	1,448,584	8,331,594	17
1977	4,499,464	5,845,968	77	1,346,504	9,293,464	14
1978	5,399,783	6,582,485	82	1,182,702	9,819,156	12
1979	6,611,363	7,622,951	87	1,011,588	10,304,367	10
1980	8,174,609	9,406,945	87	1,232,336	11,902,034	10
1981	9,951,161	9,678,896	103	(272,265)	13,584,162	
1982	11,887,353	11,407,214	104	(480,139)	13,787,949	
1983	14,358,863	11,934,058	120	(2,424,805)	14,547,061	
1984	21,502,761	15,964,316	135	(5,538,445)	15,338,935	
1985	24,413,371	18,247,453	134	(6,165,918)	16,393,363	
1986	27,552,131	20,416,192	135	(7,135,939)	17,849,453	
1987	30,868,440	22,080,093	140	(8,788,347)	19,097,665	

Notes: Total retired life liabilities are reflected above, beginning in 1984. Actuarial assumptions were revised in 1981, 1984, and 1987 valuations.

Analysis of the dollar amounts of net assets available for benefits, pension benefit obligation, and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of the plan's funded status on a going-concern basis. Analysis of the percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the plan. The unfunded pension benefit obligation and annual covered payroll are both affected by inflation. Expressing the unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the progress being made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the plan.

Three-Year Historical Trend

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

	1985	1986	1987
Net assets available for benefits as a percentage of pension obligation	134%	135%	140%
Percentage of assets in excess of pension obligation to annual covered payroll	38%	40%	46%
Employer contributions percentage of annual covered payroll	6.5-10.7%	6.5-11.2%	5.75-10.7%

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 non-vested 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.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 9 - OVERVIEW TOTAL COLUMNS - Continued

Additionally, the amounts shown for 1987 in the "memorandum only" columns are included only to provide a basis for comparison with 1988 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.

NOTE 10 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The county maintains eight enterprise funds which provide various services. Segment information for the year ended December 31, 1988 is presented below for each of these activities.

	<u>Fairgrounds Operations</u>	<u>Solid Waste Management</u>	<u>Fly Ash Program</u>	<u>Wastewater Transfer Station</u>	<u>Muskegon County Airport</u>
Operating revenue	\$ -	\$2,070,448	\$127,857	\$ 215,295	\$ 456,117
Depreciation and amortization	-	178,301	2,324	17,684	221,429
Operating income (loss)	-	1,352,719	(39,851)	(60,883)	(446,349)
Operating subsidies	-	-	-	-	-
Operating transfers	17,568	-	-	-	240,438
Net income (loss)	17,568	1,402,324	-	(57,871)	(198,600)
Current capital					
Contributions	-	-	-	-	3,626,128
Transfers	-	-	-	2,177	198,600
Property additions	954,548	896,359	1,638	-	3,778,198
Property deletions (transfers)	-	-	(4,722)	-	61,212
Net working capital	(936,980)	862,800	852,113	(72,126)	(501,813)
Long-term debt	-	350,239	12,085	-	-
Total assets	954,548	1,987,108	970,266	218,686	7,753,386
Total equity	17,568	1,495,760	27,575	61,818	57,350

	<u>Muskegon Area Transit System</u>	<u>Northside Water</u>	<u>Wastewater Management System</u>	<u>Total</u>
Operating revenues	\$ 220,379	\$119,032	\$ 5,758,081	\$ 8,967,209
Depreciation and amortization	81,346	-	1,271,163	1,772,247
Operating income (loss)	(1,214,117)	5,535	(712,297)	(1,115,243)
Operating subsidies	1,050,868	-	504	1,051,372
Operating transfers	72,249	-	(16,577)	313,678
Net income (loss)	(81,346)	36,616	(278,847)	839,844
Current capital				
Contributions	85,536	-	1,300,064	5,011,728
Transfers	81,346	-	785,264	1,067,387
Property additions	85,536	-	2,038,002	7,754,281
Property deletions (transfers)	-	-	-	56,490
Net working capital	98,266	311,595	1,107,867	1,721,722
Long-term debt	-	-	9,629,848	9,992,172
Total assets	740,589	314,937	42,249,595	55,189,115
Total equity	-	311,595	6,005,256	7,976,922

NOTE 11 - LEASES

The county leases certain office space and equipment under operating leases, which expire on various dates through 1989, with aggregate minimum rental of \$11,000. Rental expense under operating leases was \$799,000 for the year ended December 31, 1988.

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:

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 12 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES - Continued

a) Individual fund interfund receivable and payable balances. Such balances at December 31, September 30 and June 30, 1988 were:

Fund	Interfund Receivable	Fund	Interfund Payable
General Fund (1010)	\$ 796,754	Convention Ctr. Debt. (3100)	\$ 493,187
		Airport (5810)	106,462
		Wastewater Management (5920)	181,645
		Fiscal Year Differences:	
		Comm. Mental Health (2220)	14,904
		JTPA (2740)	556
	<u>796,754</u>		<u>796,754</u>
Accommodations Tax (2300)	234,703	Convention Center Debt (3100)	234,703
Sheriff Road Patrol (1210)	10,754	General Fund (1010)	112,268
Comm. Mental Health (2220)	<u>112,268</u>	Fiscal year difference:	
		General Fund (1010)	10,754
	<u>357,725</u>		<u>357,725</u>
Water Sewer Debt (3650)	<u>20,563</u>	Transfer Station (5712)	<u>20,563</u>
Solid Waste Mgmt. (5710)	50,000	Transfer Station (5712)	85,000
Fly Ash Program (5711)	285,000	Wastewater Mgmt. (5920)	250,000
Northside Water (5910)	<u>75,000</u>	Water and Sewer Debt (3650)	<u>75,000</u>
	<u>410,000</u>		<u>410,000</u>
Insurance (6770)	318,070	Airport (5810)	318,070
1984 Delinquent Tax Revolving (6174)	<u>555,000</u>	Fairgrounds Operations (5082)	<u>555,000</u>
	<u>873,070</u>		<u>873,070</u>
Fiscal year differences:		General Fund (1010)	9,921
General Fund (1010)	298,039	Sheriff Road Patrol (1210)	1,050
Comm. Mental Health (2220)	10,722	Comm. Mental Health (2220)	231,969
JTPA (2740)	12,761	Federal Revenue Sharing (2490)	248,020
Wiener Property (4180)	185,947	JTPA (2740)	2,844
Insurance (6770)	139	Michigan Youth Corp (2743)	12,761
		Insurance (6770)	801
		Every Woman's Place (7930)	139
		Muskegon Sports Council (7950)	13
		Muskegon Dropout (7983)	90
	<u>507,608</u>		<u>507,608</u>
Totals	\$2,965,720		\$2,965,720
	=====		=====

b) Operating transfers in (out) balances. Such balances at December 31, September 30, and June 30, 1988 were:

Fund	Operating transfers in	Operating transfer out
General Fund (1010)	\$ 25,736	\$3,659,238
Special Revenue Funds		
Foster Child Care (1110)	153,959	
Child Haven (1120)	120,793	
Cooperative Reimbursement Prosecutor (1150)	23,276	
Emergency Services (1190)	111,772	
Marine Safety (1200)	39,927	
Friend of the Court (2150)	34,123	
Health Department (2210)	1,059,247	
Parks Development (2411)	25,000	
Law Library (2610)	12,266	
Disaster Relief (2851)	16,577	
Library (2710)	301,501	
EDC Loan Revolving (2860)		50,000

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 12 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES - Continued

<u>Fund</u>	<u>Operating transfers in</u>	<u>Operating transfers out</u>
Special Revenue Funds (continued)		
Brookhaven Medical Care Facility (2900-3170)	378,407	\$ -
Social Services (2910)	4,933	
Child Care Facility (2920)	897,248	
Soldiers and Sailors Relief (2930)	8,783	
Muskegon County Economic Development Commission (2960)	97,519	
Community Mental Health (2220)	136,180	
Federal Revenue Sharing (2490)		250,570
Capital Projects Funds		
Wiener Property (4180)	185,947	
Drain Projects (8010)	20,069	
Enterprise Funds		
Fairgrounds Operations (5082)	17,568	
Muskegon County Airport (5810)	240,438	
Muskegon Area Transit System (5880)	72,249	
Muskegon County Wastewater (5820)		16,577
Trust and Agency Funds		
Froebel Neighborhood Improvement (7920)	5,930	
Fiscal year differences		
Community Mental Health (2220)		13,063
	<u>\$3,989,448</u>	<u>\$3,989,448</u>
	=====	=====

c) Excess of expenditures over budget in individual funds:

	<u>Budget</u>	<u>Actual</u>
General Fund (1010)		
Legislative	\$ 222,633	\$ 224,121
Judicial	3,409,503	3,456,369
Public Safety	4,296,887	4,340,435
Health	692,000	753,561
Culture	140,135	141,658
Child Haven (1120)	237,389	242,732
Marine Safety (1200)	87,405	98,215
Friend of the Court (2150)	1,214,860	1,219,478
WMET (2670)	-	78,987
EDC Loan Revolving (2860)	-	428,954
Muskegon Township EDC (2861)	-	12,150
City of Muskegon EDC-CDBG (2862)	-	628
City of Muskegon EDC-UDAG (2863)	-	29,283
Dynatorque Loan (2870)	3,043	4,056
Cherry Hill Loan (2871)	10,000	14,291
Child Care Facility (2920)	1,334,175	1,378,189
Soldiers and Sailors Relief (2930)	7,750	8,783
Muskegon County Economic Develop. Comm. (2960)	259,342	291,045
Dislocated Workers (2745)	332,812	343,943
Disaster Relief (2851)	-	54,435

All expenditures over appropriations have either been paid by excess revenues, operating transfers from other funds or by the reduction of current fund balance. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 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 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.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE 13 - DEFERRED COMPENSATION PLAN - Continued

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. All assets are listed at market value as of December 31, 1988.

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>1988</u>	<u>1987</u>
Investment in		
Balanced Funds	\$ 415,875	\$ 311,856
Bond Funds	107,207	79,989
Stock Funds	186,103	131,747
Guaranteed Funds	2,657,079	2,049,953
Index	<u>1,024</u>	<u>-</u>
Total Funds Invested	\$3,367,288 =====	\$2,573,545 =====

Total contributions for the year ended December 31, 1988 were \$687,052 with investment earnings totaling \$313,126. Management fees were \$4,134, while disbursement for withdrawals and monthly disbursements totaled \$202,301.

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, 1988

1988

	Budget	Actual	Variance favorable (unfavorable)	1987 Actual
Legislative				
Personal services	\$181,070	\$180,889	\$181	\$173,440
Supplies	4,360	5,272	(912)	7,019
Other services and charges	37,203	37,960	(757)	73,157
Capital outlay	-	-	-	-
	<u>222,633</u>	<u>224,121</u>	<u>(1,488)</u>	<u>253,616</u>
Judicial				
Personal services	2,681,466	2,687,845	(6,379)	2,516,012
Supplies	93,275	98,917	(5,642)	84,203
Other services and charges	633,416	667,826	(34,410)	587,661
Capital outlay	1,346	1,781	(435)	2,672
	<u>3,409,503</u>	<u>3,456,369</u>	<u>(46,866)</u>	<u>3,190,548</u>
General government				
Personal services	3,623,553	3,620,434	3,119	3,463,803
Supplies	263,312	238,196	25,116	210,187
Other services and charges	1,122,892	1,146,403	(23,511)	808,328
Capital outlay	75,906	31,688	44,218	80,871
	<u>5,085,663</u>	<u>5,036,721</u>	<u>48,942</u>	<u>4,563,189</u>
Public safety				
Personal services	3,495,163	3,496,742	(1,579)	3,288,077
Supplies	367,616	384,095	(16,479)	355,584
Other services and charges	428,358	456,957	(28,599)	409,646
Capital outlay	5,750	2,641	3,109	329
	<u>4,296,887</u>	<u>4,340,435</u>	<u>(43,548)</u>	<u>4,053,636</u>
Health				
Personal services	-	-	-	-
Supplies	-	49	(49)	-
Other services and charges	692,000	753,512	(61,512)	710,692
Capital outlay	-	-	-	-
	<u>\$692,000</u>	<u>\$753,561</u>	<u>(\$61,561)</u>	<u>\$710,692</u>

County of Muskegon
General Fund

STATEMENT OF EXPENDITURES, COMPARED TO BUDGET - CONTINUED

Year ended December 31, 1988

	1988		Variance favorable (unfavorable)	1987 Actual
	Budget	Actual		
Welfare				
Personal services	\$ -	\$ -	\$ -	\$ -
Supplies	-	11	(11)	-
Other services and charges	36,000	31,030	4,970	33,615
Capital outlay	-	-	-	-
	<u>36,000</u>	<u>31,041</u>	<u>4,959</u>	<u>33,615</u>
Culture				
Personal services	90,110	91,295	(1,185)	101,298
Supplies	10,200	10,179	21	8,311
Other services and charges	39,825	40,184	(359)	22,659
Capital outlay	-	-	-	-
	<u>140,135</u>	<u>141,658</u>	<u>(1,523)</u>	<u>132,268</u>
Recreation				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	68,000	68,000	-	37,897
Capital outlay	-	-	-	-
	<u>68,000</u>	<u>68,000</u>	<u>-</u>	<u>37,897</u>
Other				
Personal services	22,000	2,159	19,841	18,167
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital outlay	-	-	-	-
	<u>22,000</u>	<u>2,159</u>	<u>19,841</u>	<u>18,167</u>
	<u>\$13,972,821</u>	<u>\$14,054,065</u>	<u>(\$81,244)</u>	<u>\$12,993,628</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 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.

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 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 of PA 1917, and operates 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-through funds from the state 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 labor shortage areas in the private sector.

Summer Youth Employment Training Program (SYETP) (2742)--to account for federal pass-through monies from the state 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.

Dislocated Workers (2745)--to account for state and federal pass-through grant monies used to fund training programs to retrain persons laidoff from specific industries.

On-the-Job Training (OJT) (2750)--to account for federal pass-through 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.

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 areas 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.

Victim Restitution (2980)--to account for fines received from juvenile traffic offenders and used to repay victims for property damaged by the juveniles.

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 - CONTINUED

December 31, 1988

	ASSETS					
	Health Department (2210)	Accommo- dations Tax (2300)	Parks Development (2411)	Sewage Facilities Step One (2430)	Budget Stabil- ization (2570)	Law Library (2610)
Cash and cash investments	-	\$46,962	\$15,000	\$10,772	\$750,000	\$1,411
Accounts receivable	-	-	-	-	-	-
Third-party cost reimbursements	366,675	-	10,000	12,474	-	-
Federal and state grants	-	-	-	-	-	-
Local municipalities and private enterprise	-	17,470	-	-	-	-
Other	-	2,798	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Due from other funds	-	234,703	-	-	-	-
Inventory of supplies	-	-	-	-	-	-
Deferred expenses	-	-	-	-	-	-
	<u>\$366,675</u>	<u>\$301,933</u>	<u>\$25,000</u>	<u>\$23,246</u>	<u>\$750,000</u>	<u>\$1,411</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$46,520	-	-	-	-	-
Accounts payable	27,343	43,000	-	-	-	1,411
Accrued liabilities	82,327	1,258	-	-	-	-
Due to State of Michigan	108,601	-	-	-	-	-
Due to local municipalities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenues	-	-	-	-	-	-
	<u>264,791</u>	<u>44,258</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,411</u>
Fund balance (deficit)						
Unreserved	101,884	257,675	25,000	-	-	-
Designated	-	-	-	23,246	750,000	-
Undesignated	101,884	257,675	25,000	23,246	750,000	-
	<u>\$366,675</u>	<u>\$301,933</u>	<u>\$25,000</u>	<u>\$23,246</u>	<u>\$750,000</u>	<u>\$1,411</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

ASSETS	WMET (2670)	Library (2710)	SYETP (2742)	EDC Loan Revolving (2860)	Muskegon Township EDC (2861)	City of Muskegon EDC-CDBG (2862)	City of Muskegon EDC-UDAG (2863)
Cash and cash investments	\$33,331	\$34,553	\$ -	\$496,131	\$194,686	\$30,629	\$372,574
Accounts receivable	-	-	-	-	-	-	-
Third-party cost reimbursements	-	-	12,361	-	-	-	-
Federal and state grants	-	-	-	-	-	-	-
Local municipalities and private enterprise	-	-	30	345,468	118,155	88,070	1,608,283
Other	2,256	-	-	23,933	8,642	1,198	23,389
Prepaid expenses	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Inventory of supplies	-	-	-	-	-	-	-
Deferred expenses	-	-	-	-	-	-	-
	<u>\$35,587</u>	<u>\$34,553</u>	<u>\$12,391</u>	<u>\$865,532</u>	<u>\$321,483</u>	<u>\$119,897</u>	<u>\$2,004,246</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	-	-	-	-	-	-	-
Accounts payable	16,367	4,583	\$10,764	-	-	-	-
Accrued liabilities	-	19,312	1,627	-	-	-	-
Due to State of Michigan	-	-	-	-	-	-	-
Due to local municipalities	-	-	-	-	-	-	100,000
Due to other funds	-	-	-	-	-	-	-
Deferred revenues	-	725	-	-	-	-	-
	<u>16,367</u>	<u>24,620</u>	<u>12,391</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Fund balance (deficit)	-	-	-	-	-	-	-
Unreserved	19,220	9,933	-	384,659	-	-	-
Designated	-	-	-	480,873	321,483	119,897	1,904,246
Undesignated	19,220	9,933	-	865,532	321,483	119,897	1,904,246
	<u>\$35,587</u>	<u>\$34,553</u>	<u>\$12,391</u>	<u>\$865,532</u>	<u>\$321,483</u>	<u>\$119,897</u>	<u>\$2,004,246</u>

County of Muskegon
Special Revenue Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	ASSETS					
	Dynatorque Loan (2870)	Cherry Hill Loan (2871)	Brookhaven Medical Care Facility (2900-3170)	Social Services (2910)	Child Care Facility (2920)	Soldiers and Sailors Relief (2930)
Cash and cash investments	\$122,618	\$36,824	\$62,928	\$36,974	\$74,466	\$ -
Accounts receivable	-	-	556,118	-	-	-
Third-party cost reimbursements	-	-	-	205,667	-	-
Federal and state grants	-	-	-	-	-	-
Local municipalities and private enterprise	186,024	367,625	-	-	-	-
Other	4,768	1,792	9,708	-	-	-
Prepaid expenses	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Inventory of supplies	-	-	60,063	-	-	-
Deferred expenses	-	-	-	-	-	-
	<u>\$313,410</u>	<u>\$406,241</u>	<u>\$688,817</u>	<u>\$242,641</u>	<u>\$74,466</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE						
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	258,819	-	17,474	-
Accrued liabilities	-	-	171,227	-	18,726	-
Due to State of Michigan	-	-	82,086	200,000	38,266	-
Due to local municipalities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenues	-	-	-	-	-	-
	-	-	512,132	200,000	74,466	-
Fund balance (deficit)						
Unreserved	-	-	60,063	42,641	-	-
Designated	313,410	406,241	116,622	-	-	-
Undesignated	313,410	406,241	176,685	42,641	-	-
	<u>\$313,410</u>	<u>\$406,241</u>	<u>\$688,817</u>	<u>\$242,641</u>	<u>\$74,466</u>	<u>\$ -</u>

County of Muskegon
Special Revenue Funds
COMBINING BALANCE SHEET - CONTINUED

	December 31, 1988		June 30, 1988			
	Veterans Trust (2940)	Muskegon County Economic Development Commission (2980)	Victim Restitution (2980)	Jobs Training Partnership Act (2740)	Dislocated Workers (2745)	OJT (2750)
ASSETS						
Cash and cash investments	\$622	\$34,718	\$955	\$	\$	\$
Accounts receivable	-	-	-	-	-	-
Third-party cost reimbursements	633	3,750	-	458,141	155,860	60,565
Federal and state grants	-	6,764	-	-	-	-
Local municipalities and private enterprise	-	-	-	-	-	-
Other	-	-	-	304	-	-
Prepaid expenses	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Inventory of supplies	-	-	-	-	-	-
Deferred expenses	-	-	-	-	-	-
	<u>\$1,255</u>	<u>\$45,232</u>	<u>\$955</u>	<u>\$458,445</u>	<u>\$155,860</u>	<u>\$60,565</u>
LIABILITIES AND FUND BALANCE						
Cash overdraft	\$	\$	\$	\$	\$42,057	\$45,259
Accounts payable	197	1,244	-	193,684	113,803	15,306
Accrued liabilities	1,058	43,988	-	248,908	-	-
Due to State of Michigan	-	-	-	13,009	-	-
Due to local municipalities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenues	-	-	-	2,844	-	-
	<u>1,255</u>	<u>45,232</u>	<u>-</u>	<u>458,445</u>	<u>155,860</u>	<u>60,565</u>
Fund balance (deficit)						
Unreserved	-	-	955	-	-	-
Designated	-	-	-	-	-	-
Undesignated	-	-	955	-	-	-
	<u>\$1,255</u>	<u>\$45,232</u>	<u>\$955</u>	<u>\$458,445</u>	<u>\$155,860</u>	<u>\$60,565</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

	June 30, 1988	September 30, 1988					
		Older Workers Program (2994)	Sheriff Road Patrol (1210)	Community Mental Health (2220)	Federal Revenue Sharing (2490)	Michigan Youth Corp (2743)	Probation Services (2762)
ASSETS							
Cash and cash investments	\$ -	\$ -	-	\$1,781,379	\$232,617	\$24,243	\$22,873
Accounts receivable	-	-	-	-	-	-	-
Third-party cost reimbursements	-	-	-	-	-	-	-
Federal and state grants	5,778	27,307	1,052,781	-	27,104	-	-
Local municipalities and private enterprise	-	-	-	-	2,202	-	-
Other	-	-	356,360	27,896	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
Due from other funds	-	10,754	112,268	-	-	-	-
Inventory of supplies	-	-	-	-	-	-	-
Deferred expenses	-	-	-	-	-	-	-
	\$5,778	\$38,061	\$3,302,788	\$260,513	\$53,549	-	\$22,873
LIABILITIES AND FUND BALANCE							
Cash overdraft	\$1,954	\$34,913	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	3,824	-	2,854,905	12,493	37,397	-	18,043
Accrued liabilities	-	2,098	151,049	-	3,391	-	-
Due to State of Michigan	-	-	-	-	-	-	4,830
Due to local municipalities	-	-	-	-	-	-	-
Due to other funds	-	1,050	231,969	248,020	12,761	-	-
Deferred revenues	-	-	-	-	-	-	-
	5,778	38,061	3,237,923	260,513	53,549	-	22,873
Fund balance (deficit)							
Unreserved	-	-	-	-	-	-	-
Designated	-	-	64,865	-	-	-	-
Undesignated	-	-	64,865	-	-	-	-
	\$5,778	\$38,061	\$3,302,788	\$260,513	\$53,549	-	\$22,873

County of Muskegon
Special Revenue Funds
COMBINING BALANCE SHEET - CONTINUED

September 30, 1988

ASSETS	Disaster Relief (2851)	Mental Health Building (2970)	John R. Campbell Building (2971)	Total - All Funds	
				1988	1987
Cash and cash investments	\$ -	\$109,204	\$90,634	\$8,563,017	\$11,238,113
Accounts receivable	-	-	-	2,089,249	546,348
Third-party cost reimbursements	-	-	-	2,844,834	4,006,059
Federal and state grants	-	-	-	2,740,091	2,534,094
Local municipalities and private enterprise	-	-	-	693,361	703,414
Other	-	16,927	3,732	53,427	89,612
Prepaid expenses	-	-	-	357,725	374,981
Due from other funds	-	-	-	449,719	437,688
Inventory of supplies	-	-	-	9,818	-
Deferred expenses	-	-	-	-	-
	\$ -	\$126,131	\$94,366	\$17,801,241	\$19,930,309

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ -	\$ -	\$556,632	\$888,399
Accounts payable	-	6,719	578	3,918,677	7,617,258
Accrued liabilities	-	43	-	720,280	634,763
Due to State of Michigan	-	-	-	868,970	659,777
Due to local municipalities	-	-	-	117,979	52,659
Due to other funds	-	-	-	496,644	17,994
Deferred revenues	-	84,000	3,429	723,032	633,133
	-	90,762	4,007	7,402,214	10,503,983
Fund balance (deficit)	-	-	-	-	-
Unreserved	-	35,369	90,359	5,059,987	3,845,162
Designated	-	-	-	5,339,040	5,581,164
Undesignated	-	35,369	90,359	10,399,027	9,426,326
	\$ -	\$126,131	\$94,366	\$17,801,241	\$19,930,309

County of Muskegon
Special Revenue Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE

Year ended December 31, 1988

	Foster Child Care (1110)	Child Haven (1120)	Cooperative Reimbursement Prosecutor (1150)	Emergency Services (1190)	Marine Safety (1200)	County Road (2010)	Friend of The Court (2150)
Revenues							
Grants							
State	\$153,950	\$116,176	\$78,893	\$15,262	\$58,079	\$6,518,186	\$998,047
Federal	-	-	-	-	-	386,940	-
Local units	-	-	-	-	-	652,236	-
Charges for services rendered	-	-	-	-	-	127,889	200,394
Contributions from private sources	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Other	165,202	5,763	294	4,803	209	332,998	1,242
	319,152	121,939	79,187	20,065	58,288	8,123,685	1,189,683
Expenditures							
Current operations							
General County government	-	-	102,463	-	-	-	1,219,478
Public safety	-	-	-	131,837	86,782	-	-
Health	473,111	242,732	-	-	-	-	-
Welfare	-	-	-	-	-	-	-
Culture	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	6,512,575	-
	473,111	242,732	102,463	131,837	98,215	7,109,453	1,219,478
	(153,959)	(120,793)	(23,276)	(111,772)	(39,927)	1,014,232	(19,795)
Revenues over (under) expenditures							
Other financing sources (uses)							
Note proceeds	-	-	-	-	-	-	-
Operating transfers in (out)							
County appropriations - General fund	153,959	120,793	23,276	111,772	28,655	-	34,123
Other	-	-	-	-	11,272	-	-
	153,959	120,793	23,276	111,772	39,927	-	34,123
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES							
Fund balance (deficit) at beginning of year	-	-	-	-	-	1,014,232	14,328
Equity transfer (to) from other funds	-	-	-	-	-	3,637,349	204,477
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$4,651,581	\$218,805

County of Muskegon
Special Revenue Funds
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED**

Year ended December 31, 1988

	Health Department (2210)	Accommo- dations Tax (2300)	Parks Development (2411)	Sewage Facilities Step One (2430)	Budget Stabili- zation (2570)	Law Library (2610)
Revenues						
Grants						
State	\$1,789,573	-	\$10,000	-	-	-
Federal	800	-	-	-	-	-
Local units	-	-	-	-	-	-
Charges for services rendered	441,942	-	-	-	-	-
Contributions from private sources	-	307,869	-	-	-	-
Fines and forfeitures	-	-	-	-	-	13,000
Investment income	-	2,221	-	-	-	-
Other	12,860	-	21,115	-	-	-
	<u>2,245,175</u>	<u>310,090</u>	<u>31,115</u>	<u>-</u>	<u>-</u>	<u>13,000</u>
Expenditures						
Current operations						
General County government	-	275,474	-	-	-	-
Public safety	-	-	-	-	-	25,266
Health	3,245,079	-	-	112	-	-
Welfare	-	-	-	-	-	-
Culture	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Capital outlay	30,136	-	31,115	-	-	-
	<u>3,275,215</u>	<u>275,474</u>	<u>31,115</u>	<u>112</u>	<u>-</u>	<u>25,266</u>
Revenues over (under) expenditures	<u>(1,030,040)</u>	<u>34,616</u>	<u>-</u>	<u>(112)</u>	<u>-</u>	<u>(12,266)</u>
Other financing sources (uses)						
Note proceeds	-	-	-	-	-	-
Operating transfers in (out)	1,059,247	-	-	-	-	12,266
County appropriations - General fund	-	-	25,000	-	-	-
Other	1,059,247	-	25,000	-	-	12,266
	<u>2,245,175</u>	<u>310,090</u>	<u>31,115</u>	<u>-</u>	<u>-</u>	<u>13,000</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES						
Fund balance (deficit) at beginning of year	29,207	34,616	25,000	(112)	-	-
Equity transfer (to) from other funds	72,677	223,059	-	23,358	750,000	-
Fund balance (deficit) at end of year	<u>\$101,884</u>	<u>\$257,675</u>	<u>\$25,000</u>	<u>\$23,246</u>	<u>\$750,000</u>	<u>\$-</u>

County of Muskegon
Special Revenue Funds

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

Year ended December 31, 1988

	WMET (2670)	Library (2710)	SYETP (2742)	EDC Loan Revolving (2860)	Muskegon Township EDC (2861)	City of Muskegon EDC-CDBG (2862)	City of Muskegon EDC-UDAG (2863)
Revenues							
Grants							
State	-	\$52,609	\$661,460	-	-	-	\$ -
Federal	-	9,700	-	-	-	-	-
Local units	38,630	76,456	-	-	-	-	-
Charges for services rendered	-	27,487	-	-	-	-	-
Contributions from private sources	-	7,338	-	-	-	-	-
Fines and forfeitures	-	219,943	-	-	-	-	-
Investment income	3,802	-	-	64,890	23,268	6,904	69,627
Other	-	1,612	-	27,500	-	-	-
	42,432	395,145	661,460	92,390	23,268	6,904	69,627
Expenditures							
Current operations							
General County government	-	-	-	33,954	12,150	628	29,283
Public safety	78,987	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Welfare	-	-	661,460	-	-	-	-
Culture	-	697,757	-	-	-	-	-
Recreation	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Capital outlay	-	1,260	-	395,000	-	-	-
	78,987	699,017	661,460	428,954	12,150	628	29,283
Revenues over (under) expenditures	(36,555)	(303,872)	-	(336,564)	11,118	6,276	40,344
Other financing sources (uses)							
Note proceeds	-	-	-	395,000	-	-	-
Operating transfers in (out)	-	301,501	-	-	-	-	-
County appropriations - General fund	-	-	-	(50,000)	-	-	-
Other	-	301,501	-	345,000	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES							
Fund balance (deficit) at beginning of year	(36,555)	(2,371)	-	8,436	11,118	6,276	40,344
Equity transfer (to) from other funds	55,775	12,304	-	857,096	310,365	113,621	1,863,902
Fund balance (deficit) at end of year	\$19,220	\$9,933	\$ -	\$865,532	\$321,483	\$119,897	\$1,904,246

County of Muskegon
Special Revenue Funds
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

Year ended December 31, 1988

	Dynatorque Loan (2870)	Cherry Hill Loan (2871)	Brookhaven Medical Care Facility (2900-3170)	Social Services (2910)	Child Care Facility (2920)	Soldiers and Sailors Relief (2930)
Revenues						
Grants						
State				\$1,360,300	\$338,962	\$
Federal				-	-	-
Local units				-	-	-
Charges for services rendered				-	-	-
Contributions from private sources			5,822,375	-	-	-
Fines and forfeitures			-	-	-	-
Investment income			-	-	-	-
Other	23,287	29,178	12,474	-	-	-
	-	-	13,812	425,041	141,979	-
	23,287	29,178	5,848,661	1,785,341	480,941	-
Expenditures						
Current operations						
General County government	4,056	14,291	-	-	-	-
Public safety	-	-	-	-	-	-
Health	-	-	6,158,737	1,780,980	1,378,189	8,783
Welfare	-	-	-	-	-	-
Culture	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Capital outlay	-	-	61,663	-	-	-
	4,056	14,291	6,220,400	1,780,980	1,378,189	8,783
	19,231	14,887	(371,739)	4,361	(897,248)	(8,783)
Revenues over (under) expenditures						
Other financing sources (uses)						
Note proceeds	-	-	-	-	-	-
Operating transfers in (out)	-	-	378,407	4,933	897,248	8,783
County appropriations - General fund	-	-	-	-	-	-
Other	-	-	378,407	4,933	897,248	8,783
REVENUES AND OTHER SOURCES OVER (UNDER)						
EXPENDITURES AND OTHER USES						
Fund balance (deficit) at beginning of year	19,231	14,887	6,668	9,294	-	-
Equity transfer (to) from other funds	294,179	391,354	170,017	33,347	-	-
Fund balance (deficit) at end of year	\$313,410	\$406,241	\$176,685	\$42,641	\$	\$

County of Muskegon
Special Revenue Funds

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

	Year ended December 31, 1988		Year ended June 30, 1988			
	Veterans Trust (2940)	Muskegon County Economic Development Commission (2960)	Victim Restitution (2980)	Jobs Training Partnership Act (2740)	Dislocated Workers (2745)	OJT (2750)
Revenues						
Grants						
State	\$86,089	\$68,870	\$ -	\$2,084,923	\$943,943	\$137,237
Federal	-	-	-	-	-	-
Local units	3,669	-	-	-	-	-
Charges for services rendered	-	20,910	-	-	-	-
Contributions from private sources	-	75,000	-	-	-	16,311
Fines and forfeitures	-	-	3,630	-	-	-
Investment income	-	9,263	-	-	-	-
Other	-	-	-	9,123	-	-
	<u>89,758</u>	<u>174,043</u>	<u>3,630</u>	<u>2,094,046</u>	<u>343,943</u>	<u>153,548</u>
Expenditures						
Current operations						
General County government	-	291,045	2,675	-	-	-
Public safety	-	-	-	-	-	-
Health	-	-	-	-	-	-
Welfare	89,758	-	-	2,092,827	343,943	153,548
Culture	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Capital outlay	-	-	-	1,219	-	-
	<u>89,758</u>	<u>291,045</u>	<u>2,675</u>	<u>2,094,046</u>	<u>343,943</u>	<u>153,548</u>
Revenues over (under) expenditures	-	(117,002)	955	-	-	-
Other financing sources (uses)						
Note proceeds	-	-	-	-	-	-
Operating transfers in (out)	-	47,519	-	-	-	-
County appropriations - General fund	-	50,000	-	-	-	-
Other	-	97,519	-	-	-	-
		(19,483)	955	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES						
Fund balance (deficit) at beginning of year	-	19,483	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$955	\$ -	\$ -	\$ -

County of Muskegon
Special Revenue Funds

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

	Year ended September 30, 1988						
	Year ended June 30, 1988	Older Workers Program (2994)	Sheriff Road Patrol (1210)	Community Mental Health (2220)	Federal Revenue Sharing (2490)	Michigan Youth Corp (2743)	Probation Services (2762)
Revenues							
Grants							
State	\$43,985	\$43,985	\$116,858	\$17,077,209	\$	\$259,104	\$51,970
Federal	-	-	-	-	-	-	-
Local units	-	-	-	-	-	-	-
Charges for services rendered	-	-	-	1,222,968	-	-	-
Contributions from private sources	-	-	-	89,440	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Investment income	-	-	-	332,471	15,057	-	-
Other	-	-	-	176,624	-	-	-
	43,985	116,858	18,898,712	15,057	259,104	51,970	
Expenditures							
Current operations							
General County government	-	-	-	-	34,749	-	-
Public safety	-	116,858	-	-	-	-	-
Health	-	-	-	18,789,498	-	-	-
Welfare	43,985	-	-	-	-	259,104	51,970
Culture	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Capital outlay	-	-	-	211,118	-	-	-
	43,985	116,858	19,000,616	88,298	53,549	259,104	51,970
Revenues over (under) expenditures	-	-	(101,904)	(73,241)	-	-	-
Other financing sources (uses)							
Note proceeds	-	-	-	-	-	-	-
Operating transfers in (out)	-	-	136,180	-	-	-	-
County appropriations - General fund	-	-	-	(250,570)	-	-	-
Other	-	-	136,180	(250,570)	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES							
Fund balance (deficit) at beginning of year	-	-	34,276	(323,811)	-	-	-
Equity transfer (to) from other funds	-	-	30,589	323,811	-	-	-
Fund balance (deficit) at end of year	\$	\$	\$64,865	\$	\$	\$	\$

County of Muskegon
Special Revenue Funds
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - CONTINUED

Year ended September 30, 1988

	Disaster Relief (2851)	Mental Health Building (2970)	John R. Campbell Building (2971)	1988	1987
Revenues					
Grants					
State	\$6,524	-	-	\$32,428,209	\$29,004,476
Federal	31,334	-	-	428,774	705,471
Local units	-	-	-	770,991	1,983,117
Charges for services rendered	-	-	-	7,863,965	7,201,282
Contributions from private sources	-	-	-	495,958	480,342
Fines and forfeitures	-	-	-	236,573	206,229
Investment income	-	7,602	4,330	938,614	856,513
Other	-	127,853	96,821	1,336,047	47,543
	<u>37,858</u>	<u>135,455</u>	<u>101,151</u>	<u>44,499,131</u>	<u>40,484,973</u>
Expenditures					
Current operations					
General County government	-	-	-	2,020,246	1,901,924
Public safety	-	-	-	439,730	361,254
Health	54,435	128,044	22,397	32,273,314	27,395,905
Welfare	-	-	-	3,705,378	3,334,799
Culture	-	-	-	697,757	598,106
Recreation	-	-	-	-	273,088
Highways and streets	-	-	-	6,512,575	7,579,738
Capital outlay	-	-	-	1,393,371	1,047,659
	<u>54,435</u>	<u>128,044</u>	<u>22,397</u>	<u>47,042,371</u>	<u>42,492,473</u>
Revenues over (under) expenditures	<u>(16,577)</u>	<u>7,411</u>	<u>78,754</u>	<u>(2,543,240)</u>	<u>(2,007,500)</u>
Other financing sources (uses)					
Note proceeds	-	-	-	395,000	-
Operating transfers in (out)	-	-	-	3,318,662	3,427,945
County appropriations - General fund	16,577	-	-	(197,721)	(142,308)
Other	-	-	-	3,515,941	3,285,637
	<u>16,577</u>	<u>-</u>	<u>-</u>	<u>3,515,941</u>	<u>3,285,637</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				972,701	1,278,137
Fund balance (deficit) at beginning of year	-	7,411	78,754	9,426,326	8,148,189
Equity transfer (to) from other funds	-	27,958	11,605	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$35,369</u>	<u>\$90,359</u>	<u>\$10,399,027</u>	<u>\$9,426,326</u>

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$161,843	\$153,950	(\$7,893)	\$132,253
Other	154,205	165,202	10,997	-
	316,048	319,152	3,104	132,253
Expenditures				
Current operations				
Health	477,891	473,111	4,780	265,004
Capital outlay	-	-	-	-
	477,891	473,111	4,780	265,004
	(161,843)	(153,959)	7,884	(132,751)
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	161,843	153,959	(7,884)	132,751
Other	-	-	-	-
	161,843	153,959	(7,884)	132,751
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
 Child Haven (1120)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$115,945	\$116,176	\$231	\$112,899
Other	5,500	5,763	263	-
	121,445	121,939	494	112,899
Expenditures				
Current operations				
Health	237,389	242,732	(5,343)	227,390
Capital outlay	-	-	-	-
	237,389	242,732	(5,343)	227,390
	(115,944)	(120,793)	(4,849)	(114,491)
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	115,944	120,793	4,849	114,491
Other	-	-	-	-
	115,944	120,793	4,849	114,491
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$97,598	\$78,893	(\$18,705)	\$76,840
Other	-	294	294	282
	<u>97,598</u>	<u>79,187</u>	<u>(18,411)</u>	<u>77,122</u>
Expenditures				
Current operations				
General County government	138,802	102,463	36,339	101,012
Capital outlay	-	-	-	-
	<u>138,802</u>	<u>102,463</u>	<u>36,339</u>	<u>101,012</u>
	<u>(41,204)</u>	<u>(23,276)</u>	<u>17,928</u>	<u>(23,890)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	41,204	23,276	(17,928)	23,890
County appropriations - General fund	-	-	-	-
Other	41,204	23,276	(17,928)	23,890
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
Emergency Services (1190)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$25,511	\$15,262	(\$10,249)	\$23,926
Other	4,500	4,803	303	6,420
	<u>30,011</u>	<u>20,065</u>	<u>(9,946)</u>	<u>30,346</u>
Expenditures				
Current operations				
Public safety	130,949	131,837	(888)	129,103
Capital outlay	1,000	-	1,000	-
	<u>131,949</u>	<u>131,837</u>	<u>112</u>	<u>129,103</u>
	<u>(101,938)</u>	<u>(111,772)</u>	<u>(9,834)</u>	<u>(98,757)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	101,938	111,772	9,834	98,757
Other	-	-	-	-
	<u>101,938</u>	<u>111,772</u>	<u>9,834</u>	<u>98,757</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Marine Safety (1200)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance -- favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$58,297	\$58,079	(\$218)	\$58,755
Other	210	209	(1)	344
	<u>58,507</u>	<u>58,288</u>	<u>(219)</u>	<u>59,099</u>
Expenditures				
Current operations				
Public safety	87,405	86,782	623	84,700
Capital outlay	-	11,433	(11,433)	-
	<u>87,405</u>	<u>98,215</u>	<u>(10,810)</u>	<u>84,700</u>
	<u>(28,898)</u>	<u>(39,927)</u>	<u>(11,029)</u>	<u>(25,601)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	28,898	28,655	(243)	25,601
Other	-	11,272	11,272	-
	<u>28,898</u>	<u>39,927</u>	<u>11,029</u>	<u>25,601</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 County Road (2010)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$6,545,000	\$6,518,186	(\$26,814)	\$6,327,510
Federal	290,000	386,940	96,940	644,129
Local units	875,000	652,236	(222,764)	1,621,290
Charges for services rendered	127,889	127,889	-	
Investment income	335,000	332,998	(2,002)	259,595
Other	10,000	105,436	95,436	6,378
	8,182,889	8,123,685	(59,204)	8,858,902
Expenditures				
Current operations	6,628,326	6,512,575	115,751	7,579,738
Highways and streets	609,000	596,878	12,122	650,551
Capital outlay	7,237,326	7,109,453	127,873	8,230,289
	945,563	1,014,232	68,669	628,613
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	
County appropriations - General fund	-	-	-	(30,345)
Other	-	-	-	(30,345)
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES	945,563	1,014,232	68,669	598,268
Fund balance (deficit) at beginning of year	3,637,349	3,637,349	-	3,039,081
Equity transfer (to) from other funds	-	-	-	
Fund balance (deficit) at end of year	\$4,582,912	\$4,651,581	\$68,669	\$3,637,349

County of Muskegon
 Friend of the Court (2150)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$958,082	\$998,047	\$39,965	\$852,366
Charges for services rendered	214,000	200,394	(13,606)	213,141
Investment income	2,000	1,242	(758)	1,958
	<u>1,174,082</u>	<u>1,199,683</u>	<u>25,601</u>	<u>1,067,465</u>
Expenditures				
Current operations				
General County government	1,197,050	1,219,478	(22,428)	1,083,950
Capital outlay	17,810	-	17,810	3,719
	<u>1,214,860</u>	<u>1,219,478</u>	<u>(4,618)</u>	<u>1,087,669</u>
	<u>(40,778)</u>	<u>(19,795)</u>	<u>20,983</u>	<u>(20,204)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	40,157	34,123	(6,034)	40,072
County appropriations - General fund	-	-	-	-
Other	40,157	34,123	(6,034)	40,072
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	(621)	14,328	14,949	19,868
Equity transfer (to) from other funds	204,477	204,477	-	184,609
Fund balance (deficit) at end of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$203,856</u>	<u>\$218,805</u>	<u>\$14,949</u>	<u>\$204,477</u>

County of Muskegon
Health Department (2210)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$1,754,170	\$1,789,573	\$35,403	\$1,782,196
Federal	800	800	-	24,487
Charges for services rendered	426,929	441,942	15,013	415,990
Other	8,403	12,860	4,457	20,114
	<u>2,190,302</u>	<u>2,245,175</u>	<u>54,873</u>	<u>2,242,787</u>
Expenditures				
Current operations				
Health	3,420,891	3,245,079	175,812	3,124,096
Capital outlay	37,379	30,136	7,243	112,796
	<u>3,458,270</u>	<u>3,275,215</u>	<u>183,055</u>	<u>3,236,892</u>
	<u>(1,267,968)</u>	<u>(1,030,040)</u>	<u>237,928</u>	<u>(994,105)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	1,294,078	1,059,247	(234,831)	1,066,782
Other	-	-	-	-
	<u>1,294,078</u>	<u>1,059,247</u>	<u>(234,831)</u>	<u>1,066,782</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	26,110	29,207	3,097	72,677
Equity transfer (to) from other funds	72,677	72,677	-	-
Fund balance (deficit) at end of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$98,787</u>	<u>\$101,884</u>	<u>\$3,097</u>	<u>\$72,677</u>

County of Muskegon
Accommodations Tax (2300)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Contributions from private sources	\$305,000	\$307,869	\$2,869	\$291,537
Investment income	-	\$2,221	\$2,221	\$4,313
	305,000	310,090	5,090	295,850
Expenditures				
Current operations				
General County government	316,532	275,474	41,058	187,418
Capital outlay	-	-	-	-
	316,532	275,474	41,058	187,418
	(11,532)	34,616	46,148	108,432
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	(11,532)	34,616	46,148	108,432
Equity transfer (to) from other funds	223,059	223,059	-	114,627
Fund balance (deficit) at end of year	\$211,527	\$257,675	\$46,148	\$223,059

County of Muskegon
Parks Development (2411)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$10,000	\$10,000	\$ -	\$25,000
Other	18,500	21,115	2,615	-
	28,500	31,115	2,615	25,000
Expenditures				
Current operations				
Recreation	-	-	-	-
Capital outlay	53,500	31,115	22,385	55,349
	53,500	31,115	22,385	55,349
	(25,000)	-	25,000	(30,349)
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	25,000	25,000	-	30,349
	25,000	25,000	-	30,349
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	25,000	25,000	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	-	-	-	-
	\$ -	\$25,000	\$25,000	\$ -

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$ -	\$ -	\$ -	\$12,572
Other	-	-	-	-
	-	-	-	12,572
Expenditures				
Current operations				
Health	171	112	59	174
Capital outlay	-	-	-	-
	171	112	59	174
	(171)	(112)	59	12,398
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	(171)	(112)	59	12,398
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	(171)	(112)	59	12,398
Equity transfer (to) from other funds	23,358	23,358	-	10,960
Fund balance (deficit) at end of year	-	-	-	-
	\$23,187	\$23,246	\$59	\$23,358

County of Muskegon
 Budget Stabilization (2570)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$ -	\$ -	\$ -	-
Other	-	-	-	-
Expenditures				
Current operations				
General County government	-	-	-	-
Capital outlay	-	-	-	-
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES	750,000	750,000	-	750,000
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$750,000</u>	<u>\$750,000</u>	<u>\$ -</u>	<u>\$750,000</u>

County of Muskegon
 Law Library (2610)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Fines and forfeitures	\$13,000	\$13,000	\$ -	\$13,000
Other	-	-	-	-
	13,000	13,000	-	13,000
Expenditures				
Current operations	26,350	25,266	1,084	26,511
Public safety	-	-	-	-
Capital outlay	26,350	25,266	1,084	26,511
	(13,350)	(12,266)	1,084	(13,511)
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	13,350	12,266	(1,084)	13,511
County appropriations - General fund	-	-	-	-
Other	13,350	12,266	(1,084)	13,511
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

County of Muskegon
 WMET (2670)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants	-	\$38,630	\$38,630	\$60,027
Local units	-	3,802	3,802	1,780
Investment income	-	42,432	42,432	61,807
Expenditures				
Current operations	-	78,987	(78,987)	6,032
Public safety	-	-	-	-
Capital outlay	-	78,987	(78,987)	6,032
	-	(36,555)	(36,555)	55,775
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	(36,555)	(36,555)	55,775
Equity transfer (to) from other funds	-	55,775	-	-
Fund balance (deficit) at end of year	-	\$19,220	(\$36,555)	\$55,775

County of Muskegon
Library (2710)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$52,680	\$52,609	(\$71)	\$46,285
Federal	10,429	9,700	(729)	9,200
Local units	73,170	76,456	3,286	12,009
Charges for services rendered	23,895	27,487	3,592	26,317
Contributions from private sources	6,660	7,338	678	24,365
Fines and forfeitures	219,943	219,943	-	193,229
Other	1,300	1,612	312	1,750
	<u>388,077</u>	<u>395,145</u>	<u>7,068</u>	<u>313,155</u>
Expenditures				
Current operations	702,055	697,757	4,298	598,106
Culture	-	1,260	(1,260)	310
Capital outlay	702,055	699,017	3,038	598,416
	<u>(313,978)</u>	<u>(303,872)</u>	<u>10,106</u>	<u>(285,261)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	301,674	301,501	(173)	290,011
County appropriations - General fund	-	-	-	-
Other	301,674	301,501	(173)	290,011
	<u>(12,304)</u>	<u>(2,371)</u>	<u>9,933</u>	<u>4,750</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES	12,304	12,304	-	7,554
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$9,933</u>	<u>\$9,933</u>	<u>\$12,304</u>

County of Muskegon
 SYETP (2742)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$732,682	\$661,460	(\$71,222)	\$640,236
Other	-	-	-	-
	732,682	661,460	(71,222)	640,236
Expenditures				
Current operations				
Welfare	732,682	661,460	71,222	640,236
Capital outlay	-	-	-	-
	732,682	661,460	71,222	640,236
Revenues over (under) expenditures				
	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Investment income	\$ -	\$64,890	\$64,890	\$58,005
Other	-	27,500	27,500	3,342
	-	92,390	92,390	61,347
Expenditures				
Current operations				
General County government	-	33,954	(33,954)	70,878
Capital outlay	-	395,000	(395,000)	-
	-	428,954	(428,954)	70,878
	-	(336,564)	(336,564)	(9,531)
Revenues over (under) expenditures	-	395,000	395,000	-
Other financing sources (uses)				
Note proceeds	-	-	-	-
Operating transfers in (out)	-	(50,000)	(50,000)	(49,980)
County appropriations - General fund	-	345,000	345,000	(49,980)
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	8,436	8,436	(59,511)
Fund balance (deficit) at beginning of year	857,096	857,096	-	916,607
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$857,096	\$865,532	\$8,436	\$857,096

County of Muskegon
Muskegon Township EDC (2861)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Investment income	\$ -	\$23,268	\$23,268	\$21,703
Other	-	-	-	-
	-	23,268	23,268	21,703
Expenditures				
Current operations	-	12,150	(12,150)	12,160
General County government	-	-	-	-
Capital outlay	-	12,150	(12,150)	12,160
	-	11,118	11,118	9,543
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	-	11,118	11,118	9,543
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	11,118	11,118	9,543
Equity transfer (to) from other funds	310,365	310,365	-	300,822
Fund balance (deficit) at end of year	-	-	-	-
	<u>\$310,365</u>	<u>\$321,483</u>	<u>\$11,118</u>	<u>\$310,365</u>

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Investment income	-	\$6,904	\$6,904	\$6,612
Other	-	-	-	-
	-	6,904	6,904	6,612
Expenditures				
Current operations				
General County government	-	628	(628)	5,140
Capital outlay	-	-	-	-
	-	628	(628)	5,140
	-	6,276	6,276	1,472
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	113,621	113,621	-	112,149
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$113,621	\$119,897	\$6,276	\$113,621

County of Muskegon
City of Muskegon EDC--UDAG (2863)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants	\$ -	-	\$ -	\$264,415
Local units investment income	-	69,627	69,627	66,343
	-	69,627	69,627	330,758
Expenditures				
Current operations				
General County government	-	29,283	(29,283)	26,297
Capital outlay	-	-	-	-
	-	29,283	(29,283)	26,297
Revenues over (under) expenditures	-	40,344	40,344	304,461
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES	-	40,344	40,344	304,461
Fund balance (deficit) at beginning of year	1,863,902	1,863,902	-	1,559,441
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$1,863,902</u>	<u>\$1,904,246</u>	<u>\$40,344</u>	<u>\$1,863,902</u>

County of Muskegon
 Dynatorque Loan (2870)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Investment income	\$22,518	\$23,287	\$769	\$21,795
Other	-	-	-	-
	22,518	23,287	769	21,795
Expenditures				
Current operations				
General County government	3,043	4,056	(1,013)	3,194
Capital outlay	-	-	-	-
	3,043	4,056	(1,013)	3,194
	19,475	19,231	(244)	18,601
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	19,475	19,231	(244)	18,601
Equity transfer (to) from other funds	294,179	294,179	-	275,578
Fund balance (deficit) at end of year	-	-	-	-
	\$313,654	\$313,410	(\$244)	\$294,179

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$ -	\$ -	\$ -	\$365,000
Investment income	34,500	29,178	(5,322)	32,729
	<u>34,500</u>	<u>29,178</u>	<u>(5,322)</u>	<u>397,729</u>
Expenditures				
Current operations				
General County government	10,000	14,291	(4,291)	6,375
Capital outlay	-	-	-	-
	<u>10,000</u>	<u>14,291</u>	<u>(4,291)</u>	<u>6,375</u>
	<u>24,500</u>	<u>14,887</u>	<u>(9,613)</u>	<u>391,354</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	<u>24,500</u>	<u>14,887</u>	<u>(9,613)</u>	<u>391,354</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	24,500	14,887	(9,613)	391,354
Equity transfer (to) from other funds	391,354	391,354	-	-
Fund balance (deficit) at end of year	<u>\$415,854</u>	<u>\$406,241</u>	<u>(\$9,613)</u>	<u>\$391,354</u>

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Charges for services rendered	\$5,864,350	\$5,822,375	(\$41,975)	\$5,419,190
Investment income	\$10,000	\$12,474	\$2,474	\$10,643
Other	14,800	13,812	(988)	8,913
	<u>5,889,150</u>	<u>5,848,661</u>	<u>(40,489)</u>	<u>5,438,746</u>
Expenditures				
Current operations	6,149,796	6,158,737	(8,941)	5,851,740
Health	130,000	61,663	68,337	879
Capital outlay	<u>6,279,796</u>	<u>6,220,400</u>	<u>59,396</u>	<u>5,852,619</u>
	<u>(390,646)</u>	<u>(371,739)</u>	<u>18,907</u>	<u>(413,873)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	394,146	378,407	(15,739)	418,508
County appropriations - General fund	-	-	-	-
Other	<u>394,146</u>	<u>378,407</u>	<u>(15,739)</u>	<u>418,508</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	3,500	6,668	3,168	4,635
Equity transfer (to) from other funds	170,017	170,017	-	165,362
Fund balance (deficit) at end of year	<u>\$173,517</u>	<u>\$176,685</u>	<u>\$3,168</u>	<u>\$170,017</u>

County of Muskegon
 Social Services (2010)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$1,400,000	\$1,360,300	(\$39,700)	\$1,391,124
Other	400,000	425,041	25,041	-
	1,800,000	1,785,341	(14,659)	1,391,124
Expenditures				
Current operations				
Health	1,807,130	1,780,980	26,150	1,364,899
Capital outlay	-	-	-	-
	1,807,130	1,780,980	26,150	1,364,899
	(7,130)	4,361	11,491	26,225
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	7,130	4,933	(2,197)	7,122
County appropriations - General fund	-	-	-	-
Other	7,130	4,933	(2,197)	7,122
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	9,294	9,294	33,347
Equity transfer (to) from other funds	33,347	33,347	-	-
Fund balance (deficit) at end of year	-	-	-	-
	\$33,347	\$42,641	\$9,294	\$33,347

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$322,144	\$338,962	\$16,818	\$333,711
Other	144,187	141,979	(2,208)	-
	<u>466,331</u>	<u>480,941</u>	<u>14,610</u>	<u>333,711</u>
Expenditures				
Current operations				
Health	1,334,175	1,378,189	(44,014)	1,064,644
Capital outlay	-	-	-	-
	<u>1,334,175</u>	<u>1,378,189</u>	<u>(44,014)</u>	<u>1,064,644</u>
Revenues over (under) expenditures	<u>(867,844)</u>	<u>(897,248)</u>	<u>(29,404)</u>	<u>(730,933)</u>
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	867,844	897,248	29,404	730,933
Other	-	-	-	-
	<u>867,844</u>	<u>897,248</u>	<u>29,404</u>	<u>730,933</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
Soldiers and Sailors Relief (2930)
Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants	\$ -	-	\$ -	-
State	-	-	-	-
Other	-	-	-	-
Expenditures				
Current operations	7,750	8,783	(1,033)	6,683
Welfare	-	-	-	-
Capital outlay	7,750	8,783	(1,033)	6,683
	<u>(7,750)</u>	<u>(8,783)</u>	<u>(1,033)</u>	<u>(6,683)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	7,750	8,783	1,033	6,683
Other	-	-	-	-
	<u>7,750</u>	<u>8,783</u>	<u>1,033</u>	<u>6,683</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	-	\$ -	-

County of Muskegon
 Veterans' Trust (2940)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$90,078	\$86,089	(\$3,989)	\$89,456
Local units	7,338	3,669	(3,669)	7,272
	<u>97,416</u>	<u>89,758</u>	<u>(7,658)</u>	<u>96,728</u>
Expenditures				
Current operations				
Welfare	97,416	89,758	7,658	97,984
Capital outlay	-	-	-	-
	<u>97,416</u>	<u>89,758</u>	<u>7,658</u>	<u>97,984</u>
Revenues over (under) expenditures	-	-	-	(1,256)
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	(1,256)
Equity transfer (to) from other funds	-	-	-	1,256
Fund balance (deficit) at end of year	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$69,000	\$68,870	(\$130)	\$97,125
Charges for services rendered	20,000	20,910	910	23,488
Contributions from private sources	80,000	75,000	(5,000)	75,000
Investment income	-	9,263	9,263	243
Other	6,000	-	(6,000)	-
	<u>175,000</u>	<u>174,043</u>	<u>(957)</u>	<u>195,856</u>
Expenditures				
Current operations				
General County government	259,342	291,045	(31,703)	278,652
Capital outlay	-	-	-	425
	<u>259,342</u>	<u>291,045</u>	<u>(31,703)</u>	<u>279,077</u>
	<u>(84,342)</u>	<u>(117,002)</u>	<u>(32,660)</u>	<u>(83,221)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	44,000	47,519	3,519	43,650
Other	50,000	50,000	-	49,980
	<u>94,000</u>	<u>97,519</u>	<u>3,519</u>	<u>93,630</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	9,658	(19,483)	(29,141)	10,409
Equity transfer (to) from other funds	19,483	19,483	-	9,074
Fund balance (deficit) at end of year	<u>-\$29,141</u>	<u>\$-</u>	<u>(\$29,141)</u>	<u>\$19,483</u>

County of Muskegon
 Victim Restitution (2980)
 Special Revenue Fund

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

Year ended December 31, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Fines and forfeitures	\$3,750	\$3,630	(\$120)	\$ -
Other	-	-	-	-
	3,750	3,630	(120)	-
Expenditures				
Current operations				
General County government	3,750	2,675	1,075	-
Capital outlay	-	-	-	-
	3,750	2,675	1,075	-
	-	955	955	-
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES		955	955	-
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$955	\$955	\$ -

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

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

Year ended June 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$2,344,470	\$2,084,923	(\$259,547)	\$2,079,637
Other	-	9,123	9,123	-
	<u>2,344,470</u>	<u>2,094,046</u>	<u>(250,424)</u>	<u>2,079,637</u>
Expenditures				
Current operations				
Welfare	2,344,470	2,092,827	251,643	2,078,234
Capital outlay	-	1,219	(1,219)	1,403
	<u>2,344,470</u>	<u>2,094,046</u>	<u>250,424</u>	<u>2,079,637</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Dislocated Workers (2745)
 Special Revenue Fund

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

Year ended June 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$332,812	\$343,943	\$11,131	\$ -
Other	-	-	-	-
	<u>332,812</u>	<u>343,943</u>	<u>11,131</u>	<u>-</u>
Expenditures				
Current operations				
Welfare	332,812	343,943	(11,131)	-
Capital outlay	-	-	-	-
	<u>332,812</u>	<u>343,943</u>	<u>(11,131)</u>	<u>-</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 OJT (2750)
 Special Revenue Fund

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

Year ended June 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$205,000	\$137,237	(\$67,763)	\$161,414
Contributions from private sources	-	16,311	16,311	-
	<u>205,000</u>	<u>153,548</u>	<u>(51,452)</u>	<u>161,414</u>
Expenditures				
Current operations	205,000	153,548	51,452	161,414
Welfare	-	-	-	-
Capital outlay	<u>205,000</u>	<u>153,548</u>	<u>51,452</u>	<u>161,414</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

Year ended June 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$43,985	\$43,985	\$ -	\$55,402
Other	-	-	-	-
	43,985	43,985	-	55,402
Expenditures				
Current operations				
Welfare	43,985	43,985	-	55,402
Capital outlay	-	-	-	-
	43,985	43,985	-	55,402
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)	-	-	-	-
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

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

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$116,858	\$116,858	\$ -	\$114,908
Other	-	-	-	-
	<u>116,858</u>	<u>116,858</u>	<u>-</u>	<u>114,908</u>
Expenditures				
Current operations				
Public safety	116,858	116,858	-	114,908
Capital outlay	-	-	-	-
	<u>116,858</u>	<u>116,858</u>	<u>-</u>	<u>114,908</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$17,448,335	\$17,077,209	(\$369,126)	\$13,858,292
Local units	96,046	-	(96,046)	-
Charges for services rendered	1,089,645	1,222,988	133,323	965,161
Contributions from private sources	89,440	89,440	-	89,440
Investment income	392,259	392,471	(59,788)	332,892
Other	-	176,624	176,624	-
	<u>19,113,725</u>	<u>18,898,712</u>	<u>(215,013)</u>	<u>15,245,785</u>
Expenditures				
Current operations				
Health	19,007,593	18,789,498	218,095	15,249,875
Capital outlay	241,307	211,118	30,189	176,292
	<u>19,248,900</u>	<u>19,000,616</u>	<u>248,284</u>	<u>15,426,167</u>
Revenues over (under) expenditures	<u>(135,175)</u>	<u>(101,904)</u>	<u>33,271</u>	<u>(180,382)</u>
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	135,175	136,180	1,005	158,437
Other	135,175	136,180	1,005	158,437
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	34,276	34,276	(21,945)
Equity transfer (to) from other funds	30,589	30,589	-	52,534
Fund balance (deficit) at end of year	<u>\$30,589</u>	<u>\$64,865</u>	<u>\$34,276</u>	<u>\$30,589</u>

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

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Investment income	\$13,800	\$15,057	\$1,257	\$32,479
Other	-	-	-	-
	<u>13,800</u>	<u>15,057</u>	<u>1,257</u>	<u>32,479</u>
Expenditures				
Current operations				
General County government	59,755	34,749	25,006	126,848
Capital outlay	79,265	53,549	25,736	36,789
	<u>139,040</u>	<u>88,298</u>	<u>50,742</u>	<u>163,637</u>
	<u>(125,240)</u>	<u>(73,241)</u>	<u>51,999</u>	<u>(131,158)</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	(198,571)	(250,570)	(51,999)	(164,835)
Other	(198,571)	(250,570)	(51,999)	(164,835)
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	(323,811)	(323,811)	-	(295,993)
Equity transfer (to) from other funds	323,811	323,811	-	619,804
Fund balance (deficit) at end of year	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$323,811</u>

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

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$377,006	\$259,104	(\$117,902)	\$271,811
Other	-	-	-	-
	<u>377,006</u>	<u>259,104</u>	<u>(117,902)</u>	<u>271,811</u>
Expenditures				
Current operations				
Welfare	377,006	259,104	117,902	271,811
Capital outlay	-	-	-	-
	<u>377,006</u>	<u>259,104</u>	<u>117,902</u>	<u>271,811</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Probation Services (2762)
 Special Revenue Fund

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$56,800	\$51,970	(\$4,830)	\$26,000
Other	-	-	-	-
	<u>56,800</u>	<u>51,970</u>	<u>(4,830)</u>	<u>26,000</u>
Expenditures				
Current operations				
Welfare	56,800	51,970	4,830	23,035
Capital outlay	-	-	-	2,965
	<u>56,800</u>	<u>51,970</u>	<u>4,830</u>	<u>26,000</u>
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses)				
Operating transfers in (out)				
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Disaster Relief (2851)
 Special Revenue Fund

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Grants				
State	\$ -	\$6,524	\$6,524	\$69,758
Federal	-	31,334	31,334	27,655
Local units	-	-	-	18,104
	-	37,858	37,858	115,517
Expenditures				
Current operations				
Health	-	54,435	(54,435)	115,517
Capital outlay	-	-	-	-
	-	54,435	(54,435)	115,517
	-	(16,577)	(16,577)	-
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	16,577	16,577	-
Other	-	16,577	16,577	-
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	-	-	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -	\$ -

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

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

Year ended September 30, 1988

	Budget	Actual	Variance - favorable (unfavorable)	1987 Actual
Revenues				
Investment income	\$4,800	\$7,602	\$2,802	\$5,423
Other	150,311	127,853	(22,458)	125,774
	155,111	135,455	(19,656)	131,197
Expenditures				
Current operations	165,374	128,044	37,330	131,950
Health	-	-	-	-
Capital outlay	165,374	128,044	37,330	131,950
	(10,263)	7,411	17,674	(753)
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	(10,263)	7,411	17,674	(753)
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES	(10,263)	7,411	17,674	(753)
Fund balance (deficit) at beginning of year	27,958	27,958	-	28,711
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	\$17,695	\$35,369	\$17,674	\$27,958

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

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

Year ended September 30, 1988

	Budget	Actual	Variance -- favorable (unfavorable)	1987 Actual
Revenues				
Investment income	\$ -	\$4,330	\$4,330	-
Other	98,828	96,821	(2,007)	12,221
	<u>98,828</u>	<u>101,151</u>	<u>2,323</u>	<u>12,221</u>
Expenditures				
Current operations	27,816	22,397	5,419	616
Health	-	-	-	-
Capital outlay	<u>27,816</u>	<u>22,397</u>	<u>5,419</u>	<u>616</u>
	<u>71,012</u>	<u>78,754</u>	<u>7,742</u>	<u>11,605</u>
Revenues over (under) expenditures				
Other financing sources (uses)				
Operating transfers in (out)	-	-	-	-
County appropriations - General fund	-	-	-	-
Other	-	-	-	-
	<u>71,012</u>	<u>78,754</u>	<u>7,742</u>	<u>11,605</u>
REVENUES AND OTHER SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER USES	71,012	78,754	7,742	11,605
Fund balance (deficit) at beginning of year	11,605	11,605	-	-
Equity transfer (to) from other funds	-	-	-	-
Fund balance (deficit) at end of year	<u>\$82,617</u>	<u>\$90,359</u>	<u>\$7,742</u>	<u>\$11,605</u>

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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, 1988

	Convention Center Debt (3100)		Psychiatric Facility Debt (3140)		Water and Sewer Debt (3650)		Totals	
	1988	1987	1988	1987	1988	1987	1988	1987
ASSETS								
Cash							\$5,569,158	\$6,415,751
Accounts receivable	\$140,062		\$60,287		\$5,368,809		6,707,724	879,751
Due from other funds	6,325,695		3,839		378,190		20,563	25,000
Special assessments receivable	-		-		20,563		26,730,000	28,675,000
							<u>\$39,027,445</u>	<u>\$35,995,502</u>

LIABILITIES AND EQUITY

Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$184
Accrued liabilities	134,263		39,374		78,417		252,054	272,085
Due to other funds	727,890		-		75,000		802,890	402,286
Deferred revenue	4,969,737		-		24,775,000		29,744,737	26,720,000
							30,799,681	27,394,555
Fund balance								
Unreserved	633,867		24,752		7,569,145		8,227,764	8,600,947
Designated for debt service	\$6,465,757		\$64,126		\$32,497,562		\$39,027,445	\$35,995,502

County of Muskegon
Debt Service Funds
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE**

Year ended December 31, 1988

	Convention Center Debt (3100)		Psychiatric Facility Debt (3140)		Water and Sewer Debt (3650)		Totals	
	1988	1987	1988	1987	1988	1987	1988	1987
Revenues								
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$34,345	\$34,345	\$34,345	\$13,223
Investment income	2,163	5,453	5,453	467,319	467,319	474,935	428,928	
Rentals	867,966	322,322	-	-	-	1,190,288	559,547	
Other	-	-	102,121	603,785	603,785	102,121	75,055	
	<u>870,129</u>	<u>327,775</u>	<u>327,775</u>	<u>603,785</u>	<u>603,785</u>	<u>1,801,689</u>	<u>1,076,753</u>	
Expenditures								
Engineering and construction costs	-	-	1,229,590	2,882	1,229,590	1,229,590	199,538	
Other	-	9,485	2,882	-	2,882	12,367	101,896	
Debt service								
Principal payments	50,000	100,000	1,945,000	-	1,945,000	2,095,000	1,940,000	
Interest	271,713	185,680	52,625	67	52,625	510,018	755,872	
Other	-	37,865	67	-	67	37,932	1,727	
	<u>321,713</u>	<u>333,030</u>	<u>3,230,164</u>	<u>3,230,164</u>	<u>3,230,164</u>	<u>3,884,907</u>	<u>2,999,033</u>	
Revenues over (under) expenditures	<u>548,416</u>	<u>(5,255)</u>	<u>(2,626,379)</u>	<u>(2,626,379)</u>	<u>(2,626,379)</u>	<u>(2,083,218)</u>	<u>(1,922,280)</u>	
Other financing sources								
Operating transfers in (out)	-	-	-	-	-	-	18,899	
Bond proceeds	-	-	1,945,000	1,945,000	1,945,000	1,945,000	1,945,000	
	<u>-</u>	<u>-</u>	<u>1,945,000</u>	<u>1,945,000</u>	<u>1,945,000</u>	<u>1,945,000</u>	<u>1,963,899</u>	
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>548,416</u>	<u>(5,255)</u>	<u>(681,379)</u>	<u>(681,379)</u>	<u>(681,379)</u>	<u>(138,218)</u>	<u>41,619</u>	
Fund balance (deficit) at beginning of year	85,451	30,007	8,485,489	8,485,489	8,485,489	8,600,947	8,559,328	
Equity transfer (to) from other funds	-	-	(234,965)	(234,965)	(234,965)	(234,965)	-	
Fund balance (deficit) at end of year	<u>\$633,867</u>	<u>\$24,752</u>	<u>\$7,569,145</u>	<u>\$7,569,145</u>	<u>\$7,569,145</u>	<u>\$8,227,764</u>	<u>\$8,600,947</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, 1988

	Budget	Actual	Variance favorable (unfavorable)	1987 Actual
Revenues				
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -
Investment income	2,500	2,163	(337)	1,716
Rentals	324,900	867,966	543,066	153,747
Other	-	-	-	-
	<u>327,400</u>	<u>870,129</u>	<u>542,729</u>	<u>155,463</u>
Expenditures				
Engineering and construction costs	-	-	-	-
Other	-	-	-	-
Debt service				
Principal payments	50,000	50,000	-	50,000
Interest	274,900	271,713	3,187	278,088
Other	-	-	-	1,235
	<u>324,900</u>	<u>321,713</u>	<u>3,187</u>	<u>329,323</u>
	<u>2,500</u>	<u>548,416</u>	<u>545,916</u>	<u>(173,860)</u>
Revenues over (under) expenditures				
Other financing sources				
Operating transfers in (out)	-	-	-	-
Bond proceeds	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	2,500	548,416	545,916	(173,860)
Equity transfer (to) from other funds	85,451	85,451	-	259,311
Fund balance (deficit) at end of year	<u>\$87,951</u>	<u>\$633,867</u>	<u>\$545,916</u>	<u>\$85,451</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, 1988

	Budget	Actual	Variance favorable (unfavorable)	1987 Actual
Revenues				
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -
Investment income	5,800	5,453	(347)	7,022
Rentals	404,889	322,322	(82,567)	405,800
Other	-	-	-	-
	<u>410,689</u>	<u>327,775</u>	<u>(82,914)</u>	<u>412,822</u>
Expenditures				
Engineering and construction costs	-	-	-	-
Other	506	9,485	(8,979)	-
Debt service				
Principal payments	100,000	100,000	-	100,000
Interest	136,357	185,680	(49,323)	355,934
Other	464	37,865	(37,401)	492
	<u>237,327</u>	<u>333,030</u>	<u>(95,703)</u>	<u>456,426</u>
Revenues over (under) expenditures	<u>173,362</u>	<u>(5,255)</u>	<u>(178,617)</u>	<u>(43,604)</u>
Other financing sources				
Operating transfers in (out)	-	-	-	-
Bond proceeds	-	-	-	-
	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	173,362	(5,255)	(178,617)	(43,604)
Equity transfer (to) from other funds	30,007	30,007	-	73,611
Fund balance (deficit) at end of year	<u>\$203,369</u>	<u>\$24,752</u>	<u>(\$178,617)</u>	<u>\$30,007</u>

County of Muskegon
Water and Sewer Debt Service Fund (3650)
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year ended December 31, 1988

	Budget	Actual	Variance favorable (unfavorable)	1987 Actual
Revenues				
Intergovernmental revenue	\$28,000	\$34,345	\$6,345	\$13,223
Investment income	364,200	467,319	103,119	420,190
Rentals	-	-	-	-
Other	137,670	102,121	(35,549)	75,055
	<u>529,870</u>	<u>603,785</u>	<u>73,915</u>	<u>508,468</u>
Expenditures				
Engineering and construction costs	696,185	1,229,590	(533,405)	199,538
Other	5,759	2,882	2,877	101,896
Debt service				
Principal payments	1,480,000	1,945,000	(465,000)	1,790,000
Interest	52,625	52,625	-	121,850
Other	5,210	67	5,143	-
	<u>2,239,779</u>	<u>3,230,164</u>	<u>(990,385)</u>	<u>2,213,284</u>
	<u>(1,709,909)</u>	<u>(2,626,379)</u>	<u>(916,470)</u>	<u>(1,704,816)</u>
Revenues over (under) expenditures				
Other financing sources				
Operating transfers in (out)	-	-	-	18,899
Bond proceeds	2,176,500	1,945,000	(231,500)	1,945,000
	<u>2,176,500</u>	<u>1,945,000</u>	<u>(231,500)</u>	<u>1,963,899</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
Fund balance (deficit) at beginning of year	466,591	(681,379)	(1,147,970)	259,083
Equity transfer (to) from other funds	8,485,489	8,485,489	-	8,226,406
	<u>(234,965)</u>	<u>(234,965)</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$8,717,115</u>	<u>\$7,569,145</u>	<u>(\$1,147,970)</u>	<u>\$8,485,489</u>

CAPITAL PROJECTS FUNDS

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

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.

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.

Drain Projects (8010)--to account for the monies received and expended by the Drain Commissioner for the purpose of creating, extending, and repairing drains within the county.

County of Muskegon
Capital Projects Funds
COMBINING BALANCE SHEET
December 31, 1988

	Weiner Property (4180)	Public Improvement (4930)	Capital Improvement (4960)	Drain Revolving (6010)	Drain Projects (8010)	Totals	
						1988	1987
ASSETS							
Cash and cash investments	\$148,277	\$25,132	\$34,202	\$10,610	\$216,032	\$434,253	\$47,291
Accounts receivable							
Other	35,197	6,908	-	10,890	17,959	70,954	42,545
Long-term note receivable	-	500,000	300,000	-	-	800,000	800,000
	<u>\$183,474</u>	<u>\$532,040</u>	<u>\$334,202</u>	<u>\$21,500</u>	<u>\$233,991</u>	<u>\$1,305,207</u>	<u>889,836</u>

LIABILITIES AND FUND BALANCE

Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$23,381
Accounts payable	4,970	-	-	-	726	5,696	13
Advances from General Fund	-	-	-	21,500	-	21,500	-
	<u>4,970</u>	<u>-</u>	<u>-</u>	<u>21,500</u>	<u>726</u>	<u>27,196</u>	<u>23,394</u>
Fund balance (deficit)							
Reserve for long-term note receivable	-	500,000	300,000	-	-	800,000	800,000
Unreserved							
Designated	178,504	-	-	-	233,265	411,769	110,977
Undesignated	-	32,040	34,202	-	-	66,242	(44,535)
	<u>178,504</u>	<u>532,040</u>	<u>334,202</u>	<u>-</u>	<u>233,265</u>	<u>1,278,011</u>	<u>866,442</u>
	<u>\$183,474</u>	<u>\$532,040</u>	<u>\$334,202</u>	<u>\$21,500</u>	<u>\$233,991</u>	<u>\$1,305,207</u>	<u>\$889,836</u>

County of Muskegon
 Capital Projects Funds
**COMBINING STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE**
 December 31, 1988

	Weiner Property (4180)	Public Improvement (4930)	Capital Improvement (4960)	Drain Revolving (6010)	Drain Projects (8010)	Totals
						1988
						1987
Revenues						
State grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,000
Investment income	2,223	-	-	-	15,571	31,335
Contributions from municipalities	386,021	-	-	-	-	42,660
	388,244	-	-	-	15,571	83,995
Expenditures						
Capital outlay	395,687	-	-	-	-	465,074
Other services and charges	-	100	100	-	37,340	320
	395,687	100	100	-	37,340	465,394
Revenues over (under) expenditures	(7,443)	(100)	(100)	-	(21,769)	(381,399)
Other financing sources						
Operating transfers in (out)	185,947	-	-	-	20,069	206,016
	178,504	(100)	(100)	-	(1,700)	176,604
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES						(380,991)
Fund balance (deficit) at beginning of year	-	532,140	334,302	-	-	1,247,433
Equity transfer (to) from other funds	-	-	-	-	234,965	234,965
Fund balance (deficit) at end of year	\$178,504	\$532,040	\$334,202	\$ -	\$233,265	\$1,278,011
						\$866,442

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ENTERPRISE FUNDS

Fairground Operations (5082)--to account for building and maintaining the county fairgrounds and horse training track. Funds are provided by the renting of horse stalls.

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 the 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 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, 1988

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)
ASSETS					
CURRENT ASSETS					
Cash and cash investments	\$ -	\$600,580	\$526,580	\$11,936	\$ -
Accounts receivable	-	353,329	90,800	27,699	74,982
Inventories	-	-	-	2,356	-
Prepaid expenses	-	-	-	-	-
Due from other funds	-	50,000	285,000	-	-
Restricted assets available for debt service	-	-	-	-	-
Total current assets	-	1,003,909	902,380	41,991	74,982
PROPERTY AND EQUIPMENT - AT COST					
In service					
Land	555,000	-	-	-	2,301,249
Land improvements	-	658,737	25,784	-	6,091,652
Lagoons	-	-	-	-	-
Buildings	-	3,096	3,096	57,832	2,558,052
Machinery and equipment	-	743,845	196,502	173,007	491,791
Wastewater collection and distribution system	-	-	-	-	-
Capitalized interest and engineering costs	-	18,195	-	-	-
Less accumulated depreciation	555,000	1,423,873	225,382	230,839	11,442,744
	-	(795,148)	(157,496)	(54,144)	(3,794,214)
Construction in progress	555,000	628,725	67,886	176,695	7,648,530
	399,548	354,474	-	-	29,874
	954,548	983,199	67,886	176,695	7,678,404
	-	-	-	-	-
	-	-	-	-	-
RESTRICTED ASSETS					
OTHER ASSETS					
	\$954,548	\$1,987,108	\$970,266	\$218,686	\$7,753,386

County of Muskegon
Enterprise Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Cash overdraft	\$381,980	\$ -	\$ -	\$ -	\$73,541
Current portion of long term debt	-	92,054	15,627	-	-
Accounts payable	-	35,551	16,027	2,584	21,513
Advances payable	-	-	-	-	-
Due to other funds	555,000	-	-	105,563	424,532
Accrued liabilities	-	13,504	18,613	5,970	57,209
Total current liabilities	936,980	141,109	50,267	114,117	576,795
LONG TERM DEBT	-	350,239	12,085	-	-
DEFERRED REVENUE	-	-	880,339	-	-
CONTRIBUTIONS IN AID OF CONSTRUCTION					
Capital contributed	-	-	-	47,501	10,627,380
Less - accumulated amortization	-	-	-	(4,750)	(3,508,139)
	-	-	-	42,751	7,119,241
RETAINED EARNINGS (DEFICIT)					
Reserved	-	-	27,575	-	-
Unreserved	17,568	1,495,760	-	61,818	57,350
	17,568	1,495,760	27,575	61,818	57,350
	\$954,548	\$1,987,108	\$970,266	\$218,686	\$7,753,386

County of Muskegon
Enterprise Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	Muskegon County		Muskegon County		Totals	
	Muskegon Area Transit System (5880)	Northside Water (5910)	Wastewater Management System (5920)	1988	1987	
ASSETS						
CURRENT ASSETS						
Cash and cash investments	\$226,981	\$224,056	\$238,350	\$1,828,483	\$4,848,993	
Accounts receivable	103,289	15,881	952,717	1,618,697	1,724,755	
Inventories	-	-	868,599	870,955	577,259	
Prepaid expenses	6,343	-	81	6,424	8,557	
Due from other funds	-	75,000	-	410,000	335,000	
Restricted assets available for debt service	-	-	1,786,681	1,786,681	1,609,825	
Total current assets	336,613	314,937	3,846,428	6,521,240	9,104,389	
PROPERTY AND EQUIPMENT - AT COST						
In service						
Land	-	-	6,718,348	9,574,597	9,005,900	
Land improvements	-	-	3,028,010	9,804,183	6,120,294	
Lagoons	-	-	9,517,671	9,517,671	9,517,671	
Buildings	-	-	4,680,254	7,302,330	7,308,448	
Machinery and equipment	1,684,722	-	4,025,191	7,315,058	6,184,178	
Wastewater collection and distribution system	-	-	19,605,224	19,605,224	19,544,227	
Capitalized interest and engineering costs	-	-	3,391,273	3,409,468	3,605,785	
Less accumulated depreciation	1,684,722 (1,280,746)	-	50,965,971 (18,592,058)	66,528,531 (24,673,806)	61,286,503 (22,986,428)	
Construction in progress	403,976	-	32,373,913 4,485,341	41,854,725 5,269,237	38,300,075 2,784,714	
	403,976	-	36,859,254	47,123,962	41,084,789	
	-	-	\$1,543,913	1,543,913	1,508,756	
	-	-	-	-	17,054	
RESTRICTED ASSETS	\$740,589	\$314,937	\$42,249,595	\$55,189,115	\$51,714,988	
OTHER ASSETS						

County of Muskegon
Enterprise Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	Muskegon Area Transit System (5880)	Northside Water System (5910)	Muskegon County Wastewater Management System (5920)	Totals
				1988
				1987
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Cash overdraft	\$ -	\$ -	\$ -	\$ -
Current portion of long term debt	-	-	1,315,007	1,208,556
Accounts payable	730	1,911	237,582	3,658,491
Advances payable	174,220	-	-	138,648
Due to other funds	-	-	431,645	995,979
Accrued liabilities	63,427	1,431	754,327	893,435
Total current liabilities	238,347	3,342	2,738,561	6,895,109
LONG TERM DEBT	-	-	9,629,848	10,733,965
DEFERRED REVENUE	-	-	326,166	843,141
CONTRIBUTIONS IN AID OF CONSTRUCTION				
Capital contributed	583,588	-	40,557,479	48,017,954
Less - accumulated amortization	(81,346)	-	(17,007,715)	(20,844,872)
	502,242	-	23,549,764	27,173,082
RETAINED EARNINGS (DEFICIT)				
Reserved	-	-	2,495,757	2,403,526
Unreserved	-	311,595	3,509,499	3,666,165
	-	311,595	6,005,256	6,069,691
	\$740,589	\$314,937	\$42,249,595	\$51,714,988

County of Muskegon
Enterprise Funds
**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS**

December 31, 1988

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)
Operating revenues					
Charges for services	-	\$2,070,448	\$127,857	\$215,295	\$456,117
Farm sales	-	-	-	-	-
		<u>2,070,448</u>	<u>127,857</u>	<u>215,295</u>	<u>456,117</u>
Operating expenses					
Salaries and fringe benefits	-	211,537	87,003	73,055	319,734
Supplies and other operating expenses	-	327,891	78,391	185,439	361,303
Depreciation and amortization	-	178,301	2,324	17,684	221,429
	-	<u>717,729</u>	<u>167,708</u>	<u>276,178</u>	<u>902,466</u>
Operating income (loss)	-	<u>1,352,719</u>	<u>(39,851)</u>	<u>(60,883)</u>	<u>(446,349)</u>
Other income (expenses)					
Operating subsidies	-	-	-	-	-
User fees for debt service	-	-	-	-	-
Interest	-	49,605	35,130	3,012	(35,863)
Other (net)	-	-	4,721	-	43,174
	-	<u>49,605</u>	<u>39,851</u>	<u>3,012</u>	<u>7,311</u>
Net income (loss) before operating transfers	-	<u>1,402,324</u>	-	<u>(57,871)</u>	<u>(439,038)</u>
Operating transfers in	17,568	-	-	-	240,438
Operating transfers (out)	-	-	-	-	-
	<u>17,568</u>				<u>240,438</u>
NET INCOME (LOSS)	<u>17,568</u>	<u>1,402,324</u>	-	<u>(57,871)</u>	<u>(198,600)</u>
Transfer of depreciation and amortization to contributions in aid of construction	-	-	-	2,177	198,600
Net income (loss) transferred to retained earnings	<u>17,568</u>	<u>1,402,324</u>	-	<u>(55,694)</u>	-
Retained earnings at beginning of year	-	93,436	27,575	117,512	57,350
Retained earnings at end of year	<u>\$17,568</u>	<u>\$1,495,760</u>	<u>\$27,575</u>	<u>\$61,818</u>	<u>\$57,350</u>

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION

December 31, 1988

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)
Sources of working capital					
From operations	\$17,568	\$1,402,324	\$ -	(\$57,871)	(\$198,600)
Net income (loss) for the year					
Charges to operations not using working capital	-	178,301	2,324	17,684	221,429
Depreciation and amortization					
Working capital provided from (used for) operations	17,568	1,580,625	2,324	(40,187)	22,829
Retirement (transfer) of property and equipment	-	-	(4,722)	-	61,212
Increase in long term debt	-	350,239	-	-	-
Increase in contributed capital	-	-	-	-	3,626,128
Increase in deferred revenue	-	-	221,742	-	-
Total working capital provided	17,568	1,930,864	219,344	(40,187)	3,710,169
Applications of working capital					
Additions to property and equipment	954,548	896,359	1,638	-	3,778,198
Increase in restricted assets	-	-	-	-	-
Decrease in long-term debt	-	-	15,627	-	-
Total working capital used	954,548	896,359	17,265	-	3,778,198
INCREASE (DECREASE) IN WORKING CAPITAL	(\$936,980)	\$1,034,505	\$202,079	(\$40,187)	(\$68,029)

County of Muskegon
Enterprise Funds
**COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION - CONTINUED**

December 31, 1988

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Wastewater Transfer Station (5712)	Muskegon County Airport (5810)
Changes in components of working capital					
Increase (decrease) in current assets					
Cash and cash investments	\$ -	(\$161,483)	\$195,140	(\$36,863)	(\$9,656)
Accounts receivable	-	27,139	15,222	(5,494)	28,262
Inventories	-	-	-	581	-
Prepaid expenses	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted assets available for debt service	-	-	-	-	-
	-	(134,344)	210,362	(41,776)	18,606
(Increase) decrease in current liabilities					
Cash overdraft	(381,980)	-	-	-	(73,541)
Current portion of long-term debt	-	(92,054)	-	-	-
Accounts payable	-	1,262,974	(4,649)	258	(15,182)
Due to other funds	(555,000)	-	-	4,437	15,000
Advances payable	-	-	-	-	-
Accrued liabilities	-	(2,071)	(3,634)	(3,106)	(12,912)
	(936,980)	1,168,849	(8,283)	1,589	(86,635)
INCREASE (DECREASE) IN WORKING CAPITAL	(\$936,980)	\$1,034,505	\$202,079	(\$44,122)	(\$68,029)

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION - CONTINUED

December 31, 1988

	Muskegon Area Transit System (5880)	Northside Water System (5910)	Muskegon County Wastewater Management System (5920)	Totals
				1988
Sources of working capital				
From operations				
Net income (loss) for the year	(\$81,346)	\$36,616	(\$278,847)	\$839,844
Charges to operations not using working capital	81,346	-	1,271,163	1,772,247
Depreciation and amortization	-	36,616	992,316	2,612,091
Working capital provided from (used for) operations	-	-	-	(553,447)
Retirement (transfer) of property and equipment	-	-	-	70,404
Increase in long term debt	-	-	-	350,239
Increase in contributed capital	85,536	-	1,300,064	5,011,728
Increase in deferred revenue	-	-	141,622	363,364
Total working capital provided	85,536	36,616	2,434,002	8,393,912
Applications of working capital				
Additions to property and equipment	85,536	-	2,038,002	7,754,281
Increase in restricted assets	-	-	35,157	35,157
Decrease in long-term debt	-	-	1,076,405	1,092,032
Total working capital used	85,536	-	3,149,564	8,881,470
INCREASE (DECREASE) IN WORKING CAPITAL	\$ -	\$36,616	(\$715,562)	(\$487,558)
				1,886,348
				1987

County of Muskegon
Enterprise Funds
**COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION - CONTINUED**

December 31, 1988

	Muskegon Area Transit System (5880)	Northside Water (5910)	Muskegon County Wastewater Management System (5920)	1988	1987
Changes in components of working capital					
Increase (decrease) in current assets					
Cash and cash investments	\$75,784	(\$38,964)	(\$3,044,468)	(\$3,020,510)	\$389,964
Accounts receivable	(105,121)	3,642	(69,708)	(106,058)	224,031
Inventories	-	-	293,115	293,696	327,112
Prepaid expenses	(2,214)	-	81	(2,133)	(34,493)
Due from other funds	-	75,000	-	75,000	(517,905)
Restricted assets available for debt service	-	-	176,856	176,856	182,938
	<u>(31,551)</u>	<u>39,678</u>	<u>(2,644,124)</u>	<u>(2,583,149)</u>	<u>571,647</u>
(Increase) decrease in current liabilities					
Cash overdraft	-	-	-	(455,521)	46,131
Current portion of long-term debt	-	-	(122,078)	(214,132)	(93,015)
Accounts payable	68,085	(1,808)	2,032,945	3,342,623	(3,392,189)
Due to other funds	-	-	14,802	(520,761)	(30,021)
Advances payable	(35,572)	-	-	(35,572)	(8,042)
Accrued liabilities	(962)	(1,254)	2,893	(21,046)	(55,628)
	<u>31,551</u>	<u>(3,062)</u>	<u>1,928,562</u>	<u>2,095,591</u>	<u>(3,532,764)</u>
INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ -</u>	<u>\$36,616</u>	<u>(\$715,562)</u>	<u>(487,558)</u>	<u>(\$2,961,117)</u>

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INTERNAL SERVICE FUNDS

Delinquent Tax Revolving Funds (6173, 6174, 6185, 6186, 6187, 6188)--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.

Retirees' Insurance (6771)--to account for revenues collected from user departments for the payment of medical and dental insurance for retirees.

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET

December 31, 1988

ASSETS	1983		1984		1985		1986		1987		1988	
	Delinquent Tax Revolving (6173)		Delinquent Tax Revolving (6174)		Delinquent Tax Revolving (6185)		Delinquent Tax Revolving (6186)		Delinquent Tax Revolving (6187)		Delinquent Tax Revolving (6188)	
CURRENT ASSETS												
Cash and cash investments	\$ -		\$2,004,347		\$3,624,347		\$1,690,057		\$333,959		\$5,859	
Accounts receivable	-		342,888		231,078		75,934		71,295		550	
Current portion of delinquent taxes receivable	-		-		595,571		2,344,010		2,603,629		-	
Current portion of interest and penalties receivable on delinquent taxes	-		-		226,317		609,443		364,508		-	
Due from other funds	-		555,000		-		-		-		-	
Prepaid expenses	-		-		-		-		-		-	
Inventories	-		-		-		-		-		-	
Total current assets	-		2,902,235		4,677,313		4,719,444		3,373,391		6,409	
PROPERTY AND EQUIPMENT - AT COST												
Machinery and equipment	-		-		-		-		-		-	
Less accumulated depreciation	-		-		-		-		-		-	
DELINQUENT TAXES RECEIVABLE	-		-		-		781,337		3,182,213		-	
INTEREST AND PENALTIES RECEIVABLE ON DELINQUENT TAXES	-		-		-		203,148		445,510		-	
LONG-TERM NOTE RECEIVABLE	-		-		-		-		-		-	
	\$ -		\$2,902,235		\$4,677,313		\$5,703,929		\$7,001,114		\$6,409	

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	1983	1984	1985	1986	1987	1988
	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)	Delinquent Tax Revolving (6188)
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Current portion of tax anticipation notes payable	\$ -	\$ -	\$2,900,000	\$3,250,000	\$1,430,000	\$ -
Current portion of notes payable	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	5,395
Accrued interest payable	-	-	87,000	32,448	-	-
Accrued insurance claims	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total current liabilities	-	-	2,987,000	3,282,448	1,430,000	5,395
LONG-TERM DEBT						
Tax anticipation notes payable	-	-	-	1,250,000	4,690,000	-
Advances from General Fund	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
	-	-	-	1,250,000	4,690,000	-
RETAINED EARNINGS						
Reserved	-	-	-	-	-	-
Unreserved	-	2,902,235	1,690,313	1,171,481	881,114	1,014
	-	2,902,235	1,690,313	1,171,481	881,114	1,014
	\$ -	\$2,902,235	\$4,677,313	\$5,703,929	\$7,001,114	\$6,409

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	Retirees Insurance (6771)	Totals	
					1988	1987
ASSETS						
CURRENT ASSETS						
Cash and cash investments	\$16,827	\$615,841	\$1,260,369	\$989,647	\$10,541,253	\$14,989,282
Accounts receivable	2,079	20,203	107,784	31,984	883,795	904,930
Current portion of delinquent taxes receivable	-	-	-	-	5,543,210	5,525,269
Current portion of interest and penalties receivable on delinquent taxes	-	-	-	-	1,200,268	1,222,912
Due from other funds	-	-	318,070	-	873,070	325,176
Prepaid expenses	-	55,926	194,728	15,913	266,567	256,888
Inventories	38,112	-	-	-	38,112	21,584
Total current assets	57,018	691,970	1,880,951	1,037,544	19,346,275	23,246,041
PROPERTY AND EQUIPMENT - AT COST						
Machinery and equipment	-	1,128,549	-	-	1,128,549	1,020,490
Less accumulated depreciation	-	(645,445)	-	-	(645,445)	(472,412)
	-	483,104	-	-	483,104	548,078
DELINQUENT TAXES RECEIVABLE	-	-	-	-	3,963,550	3,813,036
INTEREST AND PENALTIES RECEIVABLE ON DELINQUENT TAXES	-	-	-	-	648,658	627,654
LONG-TERM NOTE RECEIVABLE	-	-	200,000	-	200,000	200,000
	\$57,018	\$1,175,074	\$2,080,951	\$1,037,544	\$24,641,587	\$28,434,809

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET - CONTINUED

December 31, 1988

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	Retirees Insurance (6771)	Totals
					1988 1987
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Current portion of tax anticipation notes payable	\$ -	\$ -	\$ -	\$ -	\$9,580,000
Current portion of notes payable	-	140,728	-	-	81,428
Accounts payable	2,835	19,918	115,326	-	1,410,291
Accrued interest payable	-	-	-	-	305,448
Accrued insurance claims	-	-	639,845	-	315,377
Due to other funds	-	-	801	-	2,206
Total current liabilities	2,835	160,646	755,972	-	11,614,750
LONG-TERM DEBT					
Tax anticipation notes payable	-	-	-	-	7,400,000
Advances from General Fund	30,000	217,118	-	-	268,618
Notes payable	-	325,976	-	-	217,142
	30,000	543,094	-	-	7,885,760
RETAINED EARNINGS					
Reserved	-	471,334	522,278	1,037,544	1,641,815
Unreserved	24,183	-	802,701	-	7,292,484
	24,183	471,334	1,324,979	1,037,544	8,934,299
	\$57,018	\$1,175,074	\$2,080,951	\$1,037,544	\$28,434,809

County of Muskegon
Internal Service Funds
**COMBINING STATEMENTS OF REVENUES,
EXPENSES, OPERATING TRANSFERS AND
CHANGES IN RETAINED EARNINGS**

December 31, 1988

	1983	1984	1985	1986	1987	1988
	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)	Delinquent Tax Revolving (6188)
Operating revenues						
Interest and penalties on delinquent taxes	\$ -	(\$34,687)	\$208,566	\$521,563	\$1,173,455	\$336
Intragovernmental revenues	-	-	-	-	-	-
Other	-	-	-	-	-	-
	-	(34,687)	208,566	521,563	1,173,455	336
Operating expenses						
Salaries and fringes	-	-	-	-	-	-
Supplies and other operating expenses	-	4,242	3,366	3,930	65,822	-
Cost of materials used	-	-	-	-	-	-
Insurance benefits and claims	-	-	-	-	-	-
Insurance premiums	-	-	-	-	-	-
Interest expense	-	87,000	273,000	314,375	381,359	-
Depreciation	-	-	-	-	-	-
	-	91,242	276,366	318,305	447,181	-
Operating income (loss)	-	(125,929)	(67,800)	203,258	726,274	336
Investment income	-	345,474	341,622	128,802	154,613	678
NET INCOME (LOSS)	-	219,545	273,822	332,060	880,887	1,014
Retained earnings at beginning of year	2,508,438	1,728,252	1,416,491	839,421	227	-
Equity transfer (to) from other funds	(2,508,438)	954,438	-	-	-	-
Retained earnings at end of year	\$ -	\$2,902,235	\$1,690,313	\$1,171,481	\$881,114	\$1,014

County of Muskegon
Internal Service Funds
**COMBINING STATEMENTS OF REVENUES,
EXPENSES, OPERATING TRANSFERS AND
CHANGES IN RETAINED EARNINGS**

December 31, 1988

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	Retirees Insurance (6771)	Totals
					1988 1987
Operating revenues					
Interest and penalties on delinquent taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,869,233
Intragovernmental revenues	171,965	498,893	3,800,377	327,448	4,798,683
Other	-	-	162,875	56,567	219,442
	<u>171,965</u>	<u>498,893</u>	<u>3,963,252</u>	<u>384,015</u>	<u>6,887,358</u>
Operating expenses					
Salaries and fringes	-	2,496	111,521	-	114,017
Supplies and other operating expenses	4,989	51,736	37,390	-	171,475
Cost of materials used	155,253	120,479	-	-	275,732
Insurance benefits and claims	-	-	1,084,672	7,580	1,092,252
Insurance premiums	-	-	2,841,428	183,568	3,024,996
Interest expense	-	21,649	-	-	1,077,383
Depreciation	-	182,785	-	-	182,785
	<u>160,242</u>	<u>379,145</u>	<u>4,075,011</u>	<u>191,148</u>	<u>5,938,640</u>
Operating income (loss)	11,723	119,748	(111,759)	192,867	948,718
Investment income	139	22,812	116,775	64,265	1,175,180
	<u>11,862</u>	<u>142,560</u>	<u>5,016</u>	<u>257,132</u>	<u>2,123,898</u>
NET INCOME (LOSS)					
Retained earnings at beginning of year	12,321	328,774	2,100,375	-	8,934,299
Equity transfer (to) from other funds	-	-	(780,412)	780,412	(1,554,000)
Retained earnings at end of year	<u>\$24,183</u>	<u>\$471,334</u>	<u>\$1,324,979</u>	<u>\$1,037,544</u>	<u>\$8,934,299</u>

County of Muskegon
Internal Service Funds
**COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION**

December 31, 1988

	1983	1984	1985	1986	1987	1988
	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)	Delinquent Tax Revolving (6188)
Sources of working capital						
From operations						
Net income (loss) for the year	\$ -	\$219,545	\$273,822	\$332,060	\$880,887	\$1,014
Charges to operations not using working capital	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Working capital provided from (used for) operations	-	219,545	273,822	332,060	880,887	1,014
Increase in notes payable	-	-	-	-	-	-
Issuance of tax anticipation notes	-	-	-	-	6,120,000	-
Decrease in delinquent taxes receivable	-	-	781,913	2,249,786	7,054,003	-
Retirement of property and equipment	-	-	-	-	-	-
Total working capital provided	-	219,545	1,055,735	2,581,846	14,054,890	1,014
Applications of working capital						
Increase (decrease) in interest and penalties receivable on delinquent taxes	-	-	(203,297)	(221,209)	445,510	-
Increase in long-term note receivable	-	-	-	-	-	-
Settlement of delinquent taxes with other governmental units	-	-	-	-	10,236,216	-
Equity transfer to (from) other funds	2,508,438	(954,438)	-	-	-	-
Decrease in long-term debt	-	-	2,900,000	3,250,000	1,430,000	-
Decrease in notes payable	-	-	-	-	-	-
Additions to property and equipment	-	-	-	-	-	-
Total working capital used	2,508,438	(954,438)	2,696,703	3,028,791	12,111,726	-
INCREASE (DECREASE) IN WORKING CAPITAL	(\$2,508,438)	\$1,173,983	(\$1,640,968)	(\$446,945)	\$1,943,164	\$1,014

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION - CONTINUED

December 31, 1988

	1983	1984	1985	1986	1987	1988
	Delinquent Tax Revolving (6173)	Delinquent Tax Revolving (6174)	Delinquent Tax Revolving (6185)	Delinquent Tax Revolving (6186)	Delinquent Tax Revolving (6187)	Delinquent Tax Revolving (6188)
Changes in components of working capital						
Increase (decrease) in current assets						
Cash and cash investments	(\$2,211,793)	(\$1,549,512)	(\$351,911)	(\$358,263)	\$328,372	\$5,859
Accounts receivable	(296,645)	144,875	45,352	35,077	71,295	550
Current portion of delinquent taxes receivable	-	(699,520)	(1,750,166)	(136,000)	2,603,629	-
Current portion of interest and penalties receivable on delinquent taxes	-	(265,818)	(983,575)	262,241	364,508	-
Due from other funds	-	555,000	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
	(2,508,438)	(1,814,975)	(2,440,302)	(196,945)	3,367,804	6,409
(Increase) decrease in current liabilities						
Current portion of tax anticipation notes payable	-	2,900,000	700,000	(250,000)	(1,430,000)	-
Current portion of notes payable	-	-	-	-	-	-
Accounts payable	-	1,958	334	-	5,360	(5,395)
Accrued interest payable	-	87,000	99,000	-	-	-
Accrued insurance claims	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
	-	2,988,958	799,334	(250,000)	(1,424,640)	(5,395)
INCREASE (DECREASE) IN WORKING CAPITAL	(\$2,508,438)	\$1,173,983	(\$1,640,968)	(\$446,945)	\$1,943,164	\$1,014

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION - CONTINUED

December 31, 1988

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	Retirees Insurance (6771)	Totals
					1988 1987
Sources of working capital					
From operations	\$11,862	\$142,560	\$5,016	\$257,132	\$767,556
Net income (loss) for the year					
Charges to operations not using working capital	-	182,785	-	-	201,114
Depreciation					
				182,785	
Working capital provided from (used for) operations	11,862	325,345	5,016	257,132	968,670
Increase in notes payable	-	108,834	-	-	-
Issuance of tax anticipation notes	-	-	-	-	7,500,000
Decrease in delinquent taxes receivable	-	-	-	-	9,880,628
Retirement of property and equipment	-	-	-	-	51,522
Total working capital provided	11,862	434,179	5,016	257,132	18,400,820
Applications of working capital					
Increase (decrease) in interest and penalties receivable on delinquent taxes	-	-	-	21,004	(27,425)
Increase in long-term note receivable	-	-	-	-	(9,283)
Settlement of delinquent taxes with other governmental units	-	-	-	-	9,719,780
Equity transfer to (from) other funds	-	-	780,412	(780,412)	1,339,999
Decrease in long-term debt	-	-	-	-	9,500,000
Decrease in notes payable	-	-	-	-	81,428
Additions to property and equipment	-	117,811	-	-	181,302
Total working capital used	-	117,811	780,412	(780,412)	20,785,801
INCREASE (DECREASE) IN WORKING CAPITAL	\$11,862	\$316,368	(\$775,396)	\$1,037,544	(\$2,384,981)

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION - CONTINUED

December 31, 1988

	Central Stores (6330)	Equipment Revolving (6660)	Insurance (6770)	Retirees Insurance (6771)	1988	1987
Changes in components of working capital						
Increase (decrease) in current assets						
Cash and cash investments	(\$10,200)	\$397,057	(\$1,666,007)	\$989,647	(\$4,426,751)	(\$1,875,471)
Accounts receivable	(857)	8,011	(60,555)	31,984	(20,913)	(504,610)
Current portion of delinquent taxes receivable	-	-	-	-	17,941	(164,076)
Current portion of interest and penalties receivable on delinquent taxes	-	-	-	-	(22,644)	(10,075)
Due from other funds	-	-	(7,106)	-	547,894	324,700
Prepaid expenses	-	(21,649)	15,415	15,913	9,679	66,236
Inventories	16,528	-	-	-	16,528	(613)
	5,471	383,419	(1,718,253)	1,037,544	(3,878,266)	(2,163,909)
(Increase) decrease in current liabilities						
Current portion of tax anticipation notes payable	-	-	-	-	1,920,000	1,400,000
Current portion of notes payable	-	(59,300)	-	-	(59,300)	-
Accounts payable	6,391	(7,751)	1,265,920	-	1,266,817	(1,254,516)
Accrued interest payable	-	-	-	-	186,000	(305,448)
Accrued insurance claims	-	-	(324,468)	-	(324,468)	(58,902)
Due to other funds	-	-	1,405	-	1,405	(2,206)
	6,391	(67,051)	942,857	-	2,990,454	(221,072)
INCREASE (DECREASE) IN WORKING CAPITAL	\$11,862	\$316,368	(\$775,396)	\$1,037,544	(\$887,812)	(\$2,384,981)

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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 hold 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 designed program.

ICMA Deferred Compensation 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 and located on Muskegon Lake.

Harvey/Hile Utilities (7181)--to account for monies received to extend water and sewer lines for Fruitport and Norton Shores.

Library Penal Fines (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.

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 - CONTINUED

	December 31, 1988		September 30, 1988		Totals	
	Agency Funds				1988	1987
	Trust and Agency (7010)	Cooperative Extension Trust (7160)	Library Penal Fine (7210)	Muskegon Dropout Program (7983)	1988	1987
ASSETS						
Cash and cash investments	\$ 1,200,345	\$ 10,856	\$ 183,935	\$ -	\$ 6,121,241	\$ 4,641,127
Accounts receivable	19,784	-	8,974	2,275	121,005	145,951
Prepaid expenses	-	-	-	-	1,072	1,088
	\$ 1,220,129	\$ 10,856	\$ 192,909	\$ 2,275	\$ 6,243,318	\$ 4,788,166
LIABILITIES AND FUND BALANCE						
Cash overdraft	\$ -	\$ -	\$ -	\$ 961	\$ 12,495	\$ 27,321
Accounts payable	345	-	-	305	155,683	8,713
Accrued liabilities	-	-	-	919	15,423	32,084
Undistributed taxes						
Current	14,988	-	-	-	14,988	9,618
Delinquent	32,381	-	-	-	32,381	6,655
Due to State of Michigan	175,081	-	-	-	175,081	201,171
Long-term advance from General Fund	-	-	-	-	100,000	100,000
Fines and fees due to local municipalities and libraries	12,434	-	-	-	12,434	10,119
Trust deposits	946,712	-	-	-	946,712	898,267
Unallocated receipts	38,188	10,856	192,909	-	241,953	202,998
Due to other funds	-	-	-	90	242	499
	1,220,129	10,856	192,909	2,275	1,707,392	1,497,445
Fund balance (deficit)	-	-	-	-	3,393,690	2,602,197
Designated for annuity payments	-	-	-	-	94,505	90,105
Designated for perpetual care	-	-	-	-	1,047,731	598,419
Unreserved - undesignated	-	-	-	-	4,535,926	3,290,721
	\$ 1,220,129	\$ 10,856	\$ 192,909	\$ 2,275	\$ 6,243,318	\$ 4,788,166

County of Muskegon
Nonexpendable Trust Fund

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND BALANCE**

Year ended December 31, 1988

	Wiener Property (7180)	Total 1987
Operating revenues	\$12,150	\$12,150
Operating expenses	14,400	12,000
NET INCOME (LOSS)	(2,250)	150
Fund balance (deficit) at beginning of year	28,652	28,502
Fund balance (deficit) at end of year	\$26,402	\$28,652

County of Muskegon
Nonexpendable Trust Fund

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 1988

	Wiener Property (7180)	Total 1987
Sources of working capital		
Operations – net income (loss)	(\$2,250)	\$150
NET INCREASE (DECREASE) IN WORKING CAPITAL	(\$2,250)	\$150
Changes in components of working capital		
Increase (decrease) in current assets		
Cash and cash investments	(\$2,250)	\$6,225
Accounts receivable	-	(6,075)
NET INCREASE (DECREASE) IN WORKING CAPITAL	(\$2,250)	\$150

County of Muskegon
Expendable Trust Funds
**COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE**

	Year ended December 31, 1988					
	Cemetery Trust (7110)	Medical Care Facility Endowment (7150)	ICMA Deferred Comp Plan (7170)	Harvey/ Hille Utilities (7181)	Air Fair (7900)	
Revenues						
Grants						
Federal	-	-	-	-	-	\$ -
State	-	-	-	-	-	-
Local units	-	-	-	-	-	-
Charges for services rendered	-	-	-	-	15,062	15,062
Contributions from private sources	-	-	687,052	-	6,520	6,520
Investment income	1,102	3,759	313,126	-	1,962	1,962
Other	-	-	-	970,000	10,000	10,000
	1,102	3,759	1,000,178	970,000	33,544	33,544
Expenditures	461	-	206,435	360,975	88,956	88,956
Revenues over (under) expenditures	641	3,759	793,743	609,025	(55,412)	(55,412)
Other financing sources (uses) Operating transfers in (out)	-	-	-	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	641	3,759	793,743	609,025	(55,412)	(55,412)
Fund balance (deficit) at beginning of year	23,578	66,527	2,573,545	-	55,412	55,412
Fund balance (deficit) at end of year	\$24,219	\$70,286	\$3,367,288	\$609,025	\$ -	\$ -

County of Muskegon
Expendable Trust Funds
**COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - CONTINUED**

Year ended December 31, 1988

	Labor Management Program (7910)	Froebel Neighborhood Improvement (7920)	New Muskegon (7940)	Child Abuse and Neglect (7960)	Youth Contact Center (7982)
Revenues					
Grants					
Federal	\$ -	\$ -	\$ -	\$ -	\$ -
State	31,600	-	42,750	4,486	56,584
Local units	5,922	-	5,000	1,280	-
Charges for services rendered	62,535	-	-	5,249	1,707
Contributions from private sources	-	-	117,322	27,696	-
Investment income	277	-	7,694	119	69
Other	-	-	-	-	-
	100,334	-	172,766	38,830	58,360
Expenditures	99,645	-	273,279	37,120	66,401
Revenues over (under) expenditures	689	-	(100,513)	1,710	(8,041)
Other financing sources (uses) Operating transfers in (out)	-	5,330	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	689	5,930	(100,513)	1,710	(8,041)
Fund balance (deficit) at beginning of year	-	(5,930)	100,513	(1,710)	9,359
Fund balance (deficit) at end of year	\$689	\$ -	\$ -	\$ -	\$1,318

County of Muskegon
Expendable Trust Funds
**COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - CONTINUED**

	Year ended		
	September 30, 1988		
	Every Woman's Place (7930)	Muskegon Sports Council (7950)	Totals 1988 1987
Revenues			
Grants			
Federal	\$49,610	-	\$3,441
State	550,864	-	1,259,885
Local units	-	-	11,261
Charges for services rendered	-	13,479	253,503
Contributions from private sources	104,450	28,550	928,019
Investment income	2,594	28,781	214,100
Other	-	-	9,585
Expenditures			
Revenues over (under) expenditures	707,518	70,810	2,679,794
Other financing sources (uses)	680,112	102,292	1,633,315
Operating transfers in (out)	27,406	(31,482)	1,046,479
	-	-	5,930
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	27,406	(31,482)	1,046,479
Fund balance (deficit) at beginning of year	28,714	412,061	2,215,590
Fund balance (deficit) at end of year	\$56,120	\$380,579	\$3,262,069

County of Muskegon
Agency Funds

COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES

Year ended December 31, 1988

	Balance Jan. 1, 1988	Additions	Deductions	Balance Dec. 31, 1988
Trust and Agency (7010)				
ASSETS				
Cash and cash investments	\$1,128,182	\$51,484,100	\$51,411,937	\$1,200,345
Accounts receivable	35,963	909,720	925,899	19,784
	<u>\$1,164,145</u>	<u>\$52,393,820</u>	<u>\$52,337,836</u>	<u>\$1,220,129</u>
LIABILITIES				
Accounts payable	\$595	\$68,864	\$69,114	\$345
Undistributed taxes				
Current	9,618	10,587,925	10,582,555	14,988
Delinquent	6,655	529,690	503,964	32,381
Due to State of Michigan	201,171	3,455,687	3,481,777	175,081
Fines and fees due to local municipalities and libraries	10,119	438,558	436,243	12,434
Trust deposits	898,267	12,403,474	12,355,029	946,712
Unallocated receipts	37,720	28,653,828	28,653,360	38,188
	<u>\$1,164,145</u>	<u>\$56,138,026</u>	<u>\$56,082,042</u>	<u>\$1,220,129</u>
Cooperative Extension Trust (7160)				
ASSETS				
Cash and cash investments	\$4,843	\$12,324	\$6,311	\$10,856
LIABILITIES				
Unallocated receipts	\$4,843	\$12,451	\$6,438	\$10,856
Library Penal Fine (7210)				
ASSETS				
Cash and cash investments	\$151,535	\$340,130	\$307,730	\$183,935
Accounts receivable	7,426	1,548	-	8,974
	<u>\$158,961</u>	<u>\$341,678</u>	<u>\$307,730</u>	<u>\$192,909</u>
LIABILITIES				
Unallocated receipts	\$158,961	\$341,678	\$307,730	\$192,909

County of Muskegon
Agency Funds

COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED

	Year ended September 30, 1988			Balance Sept. 30, 1988
	Balance Oct. 1, 1987	Additions	Deductions	
Muskegon Dropout Program (7983)				
ASSETS				
Accounts receivable	\$3,153	\$ -	\$878	\$2,275
LIABILITIES				
Cash overdraft	\$1,194	\$56,522	\$56,755	\$961
Accounts payable	-	305	-	305
Accrued liabilities	1,806	-	887	1,224
Due to other funds	153	90	153	90
	<u>\$3,153</u>	<u>\$56,917</u>	<u>\$57,795</u>	<u>\$2,275</u>
Totals - All Agency Funds All Periods				
ASSETS				
Cash and cash investments	\$1,284,560	\$51,836,554	\$51,725,978	\$1,395,136
Accounts receivable	46,542	911,268	926,777	31,033
	<u>\$1,331,102</u>	<u>\$52,747,822</u>	<u>\$52,652,755</u>	<u>\$1,426,169</u>
LIABILITIES				
Cash overdraft	\$1,194	\$56,522	\$56,755	\$961
Accounts payable	595	68,864	69,114	345
Accrued liabilities	1,806	-	887	919
Undistributed taxes				
Current	9,618	10,587,925	10,582,555	14,988
Delinquent	6,655	529,690	503,964	32,381
Due to State of Michigan	201,171	3,455,687	3,481,777	175,081
Fines and fees due to local municipalities and libraries	10,119	438,558	436,243	12,434
Trust deposits	898,267	12,403,474	12,355,029	946,712
Unallocated receipts	201,524	29,007,957	28,967,528	241,953
Due to other funds	153	242	-	395
	<u>\$1,331,102</u>	<u>\$56,549,919</u>	<u>\$56,453,852</u>	<u>\$1,426,169</u>

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 SOURCE

December 31, 1988

	Balance December 31, 1987	Additions and Adjustments	Retirements and Adjustments	Balance December 31, 1988
General fixed assets				
Land	\$2,279,685	\$ -	\$ -	\$2,279,685
Land improvements	279,616	31,115	-	310,731
Buildings and improvements	23,050,057	545,393	2,416	23,593,034
Equipment	8,948,985	968,607	280,504	9,637,088
Construction in progress	-	395,687	-	395,687
Total general fixed assets	\$34,558,343	\$1,940,802	\$282,920	\$36,216,225
Investments in general fixed assets				
Capital projects funds				
General obligation bonds	\$10,515,299	-	-	\$10,515,299
State grants	10,129,684	236,159	29,295	10,336,548
Federal grants	8,229,035	-	-	8,229,035
General fund revenues	3,272,584	599,571	110,465	3,761,690
Special revenue fund revenues	2,411,741	1,105,072	143,160	3,373,653
Total investment in general fixed assets	\$34,558,343	\$1,940,802	\$282,920	\$36,216,225

County of Muskegon
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
 BY FUNCTION AND ACTIVITY**

December 31, 1988

Function and activity	Balance December 31, 1987	Additions	Deductions	Balance December 31, 1988
General County government				
Control				
Legislative	\$6,039	-	-	\$6,039
Judicial	640,614	40,257	2,100	678,771
Total control	646,653	40,257	2,100	684,810
Staff agencies				
Finance	18,307	4,247	486	22,068
Administrative and Board	4,400,008	-	3,346	4,396,662
Records and reporting	115,002	6,748	18,046	103,704
Personnel	6,465	-	-	6,465
Prosecution investigation	80,320	378	-	80,698
General county	55,034	446,875	-	501,909
Community services	72,673	875	-	73,548
Drains and public works	21,607	871	-	22,478
Internal services	805,491	10,790	16,727	799,554
Total staff agencies	5,574,907	470,784	38,605	6,007,086
Total General County government	6,221,560	511,041	40,705	6,691,896
Public safety				
Police protection	3,394,849	7,034	1,471	3,400,412
Animal protection	407,638	-	-	407,638
Marine safety	22,700	11,433	-	34,133
Total public safety	3,825,187	18,467	1,471	3,842,183
Health				
Welfare	6,311,360	242,852	67,178	6,487,034
Culture	5,341,781	76,792	36,335	5,382,238
Recreation	688,796	1,260	67,951	622,105
Highways and streets	1,479,043	97,825	-	1,576,868
Convention Center	8,475,003	596,878	69,280	9,002,601
Construction in progress	2,215,613	-	-	2,215,613
Total general fixed assets allocated to functions	-	395,657	-	395,657
	\$34,558,343	\$1,940,802	\$282,920	\$36,216,225

County of Muskegon
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

December 31, 1988

Function and Activity	Land		Buildings and Improvements		Equipment	Construction in progress	Totals
	Land	Improvements	Land	Improvements			
General County government							
Control							
Legislative	\$ -	\$ -	\$ -	\$ -	\$6,039	\$ -	\$6,039
Judicial	-	-	-	465,699	213,072	-	678,771
Total control	-	-	-	465,699	219,111	-	684,810
Staff agencies							
Finance							
Administrative and Board	-	-	-	-	22,068	-	22,068
Records and reporting	433,456	4,888	3,939,847	-	18,471	-	4,386,662
Personnel	-	-	-	-	103,704	-	103,704
Prosecution investigation	-	-	-	-	6,465	-	6,465
General county	-	-	-	442,849	80,698	-	80,698
Community services	-	-	-	-	59,060	-	59,060
Drains and public works	-	-	-	-	73,548	-	73,548
Internal services	-	-	-	-	22,478	-	22,478
	-	-	-	-	799,554	-	799,554
Total staff agencies	433,456	4,888	4,382,696	-	1,186,046	-	6,007,086
Total General County government	433,456	4,888	4,848,395	-	1,405,157	-	6,691,896
Public safety							
Police protection							
Animal protection	-	-	3,032,288	-	368,124	-	3,400,412
Marine safety	-	13,147	350,882	-	43,609	-	407,638
	-	-	-	-	34,133	-	34,133
Total public safety	-	13,147	3,383,170	-	445,866	-	3,842,183
Health							
Health	62,780	2,772	5,212,935	-	1,208,547	-	6,487,034
Welfare	279,500	-	4,650,704	-	452,034	-	5,382,238
Culture	-	-	211,166	-	410,939	-	622,105
Recreation	906,407	289,924	358,010	-	22,527	-	1,576,868
Highways and streets	597,542	-	2,713,041	-	5,692,018	-	9,002,601
Convention Center	-	-	2,215,613	-	-	-	2,215,613
Construction in progress	-	-	-	-	-	395,687	395,687
Total general fixed assets allocated to functions	\$2,279,685	\$310,731	\$23,593,034	-	\$9,637,088	\$395,687	\$36,216,225

STATISTICAL SECTION

County of Muskegon

GENERAL FUND EXPENDITURES BY FUNCTION*

Ten years ended December 31, 1988
(Unaudited)

<u>Year ended December 31</u>	<u>Legislative</u>	<u>Judicial</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Health</u>	<u>Welfare</u>	<u>Cultural</u>	<u>Recreation</u>	<u>Other</u>	<u>Total</u>
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
1988	224,121	3,456,369	5,480,335	4,494,046	3,106,998	423,164	443,158	82,953	2,159	17,713,303

* Includes operating transfers to other funds.

County of Muskegon

SUMMARY OF GENERAL FUND REVENUES
AND RESIDUAL EQUITY TRANSFER

Ten years ended December 31, 1988
(Unaudited)

Year ended December 31	Taxes	Licenses and permits	Fines & forfeits	Use of money and property	Intergovernmental revenue	Current services	Sales	Reimbursements	Totals	Residual equity transfer*
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	781,880	2,210,206	1,401,238	1,227,174	157,728	15,533,662	1,340,000
1988	9,821,747	10,876	321,294	773,911	2,420,892	1,511,974	1,260,000	136,433	16,257,127	1,554,000

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

County of Muskegon

PROPERTY TAX LEVIES AND COLLECTIONS - COUNTY

Ten years ended December 31, 1988
(Unaudited)

Year ended December 31	Total tax levy	Current tax collections	Percent of levy tax 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
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	489,541	8,058,207	92.63	641,409	7.37
1988	9,084,957	7,896,868	86.92	*	*	*	*	*

* Tax collections are not received from local units until after December 1, 1988 and are not delinquent until March 1, 1989.

(Source: Treasurer's Office)

County of Muskegon

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

Ten years ended December 31, 1988
(Unaudited)

Year ended December 31	City and villages	TAX RATES			Township and Community College	Total
		Intermediate and Special Education School District	County and Museum			
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	
1988	7.68	41.30	6.53	4.08	59.59	
TAX LEVIES						
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	
1988	11,307,366	60,821,914	9,610,196	6,006,356	87,745,832	

(Source: Apportionment Report)

County of Muskegon

ASSESSED AND EQUALIZED VALUE OF TAXABLE PROPERTY

Ten years ended December 31, 1988
(Unaudited)

Year ended December 31	Real property		Personal property	Total* equalized value
	Assessed	Equalized	Assessed and equalized	
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
1988	1,291,858,109	1,294,670,072	178,156,894	1,472,826,966

* 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, 1988
(Unaudited)

<u>Year ended December 31</u>	<u>New commercial construction value</u>	<u>New residential construction value</u>	<u>Bank deposits</u>	<u>True cash property value</u>
1979	\$23,100,968	\$33,518,557	\$81,253,973	\$1,657,946,772
1980	27,827,952	45,843,265	74,721,625	1,859,551,900
1981	14,300,589	27,914,547	79,899,793	2,122,202,100
1982	12,637,796	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
1988	15,425,328	32,214,314	99,006,188	2,945,653,932

(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, 1988
(Unaudited)

Year ended December 31	Population	Equalized value	Net bonded debt	Ratio of bonded debt to equalized value	Net bonded debt per capita
1979	157,526	\$ 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
1988	156,960	1,472,826,966	3,310,000**	.22	21.09

* Based on 1980 census

** Refunded in 1988

County of Muskegon

STATEMENT OF DIRECT AND OVERLAPPING DEBT

December 31, 1988
(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	\$37,370,000	100%	\$37,370,000
Muskegon Community College and Intermediate School			
Districts	533,808	100	533,808
County at large	5,860,000	100	5,860,000
Tax anticipation notes	13,520,000	100	13,520,000
School districts	18,332,778	97	17,782,795
Cities and villages	6,712,000	100	6,712,000
Townships	<u>1,791,000</u>	100	<u>1,791,000</u>
	<u>\$84,119,586</u> =====		<u>\$83,569,603</u> =====

(Source: Municipal Finance Commission)

County of Muskegon

STATEMENT OF LEGAL DEBT MARGIN

December 31, 1988
(Unaudited)

State equalized value		\$1,472,826,966
		=====
Debt limit 10 percent of equalized value		\$ 147,282,697
Amount of debt applicable to debt limit		
Total bonded debt	\$56,750,000	
Other debt	<u>6,132,223</u>	
	62,882,223	
Less assets available for debt retirement	<u>33,330,250</u>	
Total amount of debt applicable to debt limit		<u>29,551,973</u>
Legal debt margin		\$ 117,730,724
		=====

County of Muskegon

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Ten years ended December 31, 1988
(Unaudited)

<u>Year ended December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total debt service</u>	<u>Total general expenditures</u>	<u>Ratio of debt service to general expenditures</u>
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
1988	100,000	154,716	254,716	17,713,303	1

* 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, 1988
(Unaudited)

<u>Year ended December 31</u>	<u>Current assessments due</u>	<u>Current assessments collected</u>	<u>Ratio of collections to amount due</u>	<u>Total outstanding assessments</u>
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	1,700,400	1,790,400	100	30,465,000
1987	1,790,000	1,945,000	100	28,675,000
1988	1,945,000	1,945,000	100	26,730,000

County of Muskegon

REVENUE BOND COVERAGE

Ten years ended December 31, 1988
(Unaudited)

Year ended December 31	Gross revenue	Direct operating expenses	Net revenue available for debt service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
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	1,703,925	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
1988	2,086,835	1,011	2,085,824	1,125,000	706,825	1,831,825	1.14

COUNTY OF MUSKEGON

SCHEDULE OF INSURANCE IN FORCE

December 31, 1988

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 Mngt Authority	N/A	01-01-88 01-01-89	\$50,000.00	County Auto Fleet Liability, Bodily Injury, Property Damage Personal Injury, Collision; County Assumes Risk.	Limit: \$10,000,000 Per occurrence/aggre- gate. Retention: \$50,000. \$200,000 agg. stop loss. Limits included with Gen Liab + Brookhaven Liability
Transit Fleet Insurance Self Insured through Michigan Transit Insurance Pool	N/A	12-01-87 12-01-90	\$51,345.00	Transit Fleet Liability, Bodily Injury, Property Damage, Per- sonal Injury. Premium Subject to audit & retro adjustment	Limit: \$1,000,000 per occurrence/agg. for Liab.; \$1,000,000 Property Damage; Retention: \$100,000. Physical Damage: County assumes risk.
AIRPORT GENERAL LIABILITY Muskegon Insurance Agency United States Fire Insurance Co.	AL-13955	11-19-88 11-19-89	\$11,250.00	Airport Liab, Bodily Injury, Property Damage, Contract Liab., Personal Injury, Premises Medical Payments.	Limit: \$10,000,000 Per Occurrence/agg. Premises Medical: \$1,000/\$25,000 Ground Hangarkeepers Liab.: \$300,000/ 1,000,000. Deductible: \$1,000
GENERAL LIABILITY Self Insured through Michigan Municipal Risk Management Authority	N/A	01-01-88 01-01-89	\$385,000.00	County Liab., Bodily Injury, Property Damage, Personal Injury, Error + Omissions, Limited Medical Malpractice, Police Professional	Limit: \$10,000,000 per occurrence/ agg. Retention: \$50,000. Agg. Stop Loss: \$200,000. Limits included with Brook- haven Liab. + Auto Fleet Liab.
BROOKHAVEN LIABILITY Self Insured through Michigan Municipal Risk Management Authority	N/A	01-01-88 01-01-89	\$42,301.00	Brookhaven Liab, Bodily Injury Property Damage, Personal Injury, Errors + Omissions, Limited Medical Malpractice	Limit: \$10,000,000 per occurrence/agg. Retention: \$50,000. Agg. Stop Loss: \$200,000. Limits included with Gen. Liab. + Auto Fleet Liability
MEDICAL MALPRACTICE Physicians Insurance Co. of MI	104-172A	09-11-88 to 08-01-89	\$2,857.00	Covers David H. Deltick, M.D. for his jail medical practice only	Limit: \$200,000 per occurrence \$600,000 per annual aggregate
FIRE AND EXTENDED COVERAGE General County Buildings Jervis-Fethke Insurance Agency Indiana Insurance Company	42-022-047	03-07-88 to 03-07-89	\$52,167.00	Accidental damage caused by fire and other risks to all County Property + contents.	Repair and Replacement values based on current Statement of Values. Deductible: \$5,000 each accident

COUNTY OF MUSKEGON

SCHEDULE OF INSURANCE IN FORCE - CONTINUED

December 31, 1988

TYPE OF COVERAGE NAME OF AGENT NAME OF INSURER	POLICY NUMBER	POLICY PERIOD	ANNUAL PREMIUM	DETAILS OF COVERAGE	LIABILITY LIMITS
EMPLOYEE INSURANCE COVERAGE					
DENTAL INSURANCE					
Self Insured	017801	Indefinite.	\$57.00 single \$180.00 family		Progressive % paid on allowable charges: 70%, 80%, 90% based upon use. \$600.00 annual maximum per participant
Delta Dental	2993-0001	01-01-88 01-01-89	\$280.39 per employee		Class I: 100% of prevent; rest of Class I and Class II: 50%, 1,000 max per part.
UNEMPLOYMENT COMPENSATION					
			County pays actual benefit charges.		County is reimbursing employer. Program administered by MESC
WORKER'S COMPENSATION					
Yeager and Company Employers Reinsurance Corp.	C-17709-R	07-01-87 to 07-01-89	\$65,924.00	Excess worker's comp. insurance	Limit: \$5,000,000 specific Retention: \$250,000 Employer's Liability \$100,000.
LIFE INSURANCE					
Fort Dearborn Life Insurance Co.	L-M00402	02-01-88 to 02-01-90	\$0.26 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.
MEDICAL/HOSPITAL INSURANCE					
Blue Cross/Blue Shield	62626	03-01-88/89	\$ 1,747.56/single 4,090.56/family		Hospital and Physician with DR1-100 Master Medical; \$2.00 Drug Rider
Blue Care Network	20402	03-01-88/89	\$ 1,397.88/Single	\$3,272.04/Family	Health Maintenance Organization
Physicians Health Plan	21004	03-01-88/89	\$ 1,237.32/Single	\$2,878.22/Family	Health Maintenance Organization
Care Choices	911196	03-01-88/89	\$ 1,201.08/Single	\$3,242.76/Family	Health Maintenance Organization
TRAVEL INSURANCE					
Cloetingh Seaway Agency Continental Casualty	SR168041580	03-01-88 03-01-89	\$250.00	Death Benefit Covers Travel	\$100,000 each accident \$500,000 aggregate
BONDS					
EMPLOYEE FIDELITY BONDS					
Cloetingh Seaway Agency Lumberman's Mutual	3F 268 887-00	01-01-85 01-01-89	\$302.00	Covers Undersheriff & Deputies	\$5,000.00 limit per employee for faithful performance.
EMPLOYEE FIDELITY BONDS					
Cloetingh Seaway Agency Lumberman's Mutual	3F 262 746	03-16-86 to 03-16-90	\$759.00	Covers all public employees	\$25,000 limit per employee for faithful performance

COUNTY OF MUSKEGON

SCHEDULE OF INSURANCE IN FORCE - CONTINUED

December 31, 1988

TYPE OF COVERAGE NAME OF AGENT NAME OF INSURER	POLICY NUMBER	POLICY PERIOD	ANNUAL PREMIUM	DETAILS OF COVERAGE	LIABILITY LIMITS
SPECIAL COVERAGE CRIME POLICY Clothing Seaway Agency Lumberman's Mutual	3F26888601	01/01/89 01/01/92	\$1,869.00	Broad Form Money & Securities Including Money Orders & Count- erfeit Paper Currency.	Inside/Outside coverage various amounts per Schedule. range from \$2,000 to \$100,000. Money Order & Counterfeit Liab. Maximum \$50,000. Depositor's Forgery limit \$25,000.
PATIENT TRUST BOND Chaddock, Winter & Albert Peerless Insurance Company	S7 30086	05-08-88 to 05-08-89	\$215.00	Brookhaven Patient Trust Bond	\$21,500 Surety Bond required by State of Michigan
NAMED POSITION PUBLIC OFFICIALS Clothing Seaway Agency Lumberman's Mutual	3S268 885 00	01/01/85 01/01/89	\$553.00	Covers elected officials plus selected employees	Individual bonds of various amounts
NOTARY BONDS				County assumes the risk	
TAX COLLECTION BONDS					
	3SM 603899-00	07-01-88 to 02-28-89	\$868.00	Bonding of Municipal Treasurer for collection of taxes	Percentage of Summer Tax Rolls
	3SM 604252-01	12-01-88 to 04-01-89	\$2,073.00		Percentage of Winter Tax Rolls
WASTEWATER SOLID WASTE SURETY BOND Clothing Seaway Agency American Manufacturers Mutual Insure.	3SE 608 653-00	09-13-88 09-13-89	\$50.00	Surety Bond Required to obtain DNR license	\$4,000
BOILER AND MACHINERY Clothing Seaway Agency American Motorists Insurance Co.	3 XM 039716-01	03-07-87 to 03-07-80	\$4,478.00	Boiler and Machinery for County	\$10,000,000 limit. Repair and replacement. Deductible: \$5,000 each incident
WASTEWATER FLY ASH DISPOSAL SURETY BOND Clothing Seaway Agency American Manufacturers Mutual Ins.	1SE 070 283	03-17-87 to 03-17-89	\$1,000.00	Surety bond required to obtain DNR license	\$228,000 Type III bond
WASTEWATER SOLID WASTE SURETY BOND Clothing Seaway Agency American Manufacturers Mutual Ins.	0SE 087 843	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

County of Muskegon

SALARIES OF PRINCIPAL OFFICIALS

December 31, 1988
(Unaudited)

<u>Group I</u>	\$68,000 - \$92,000
Circuit Court Judge	
District Court Judge	
Probate Court Judge	
Physician - Health Officer	
<u>Group II</u>	\$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	
Personnel Director	
Airport Director	
Economic Development Commission Director	
<u>Group III</u>	\$38,000 - \$48,000
Wastewater System Assistant Director	
Administrator, Brookhaven	
Data Processing Manager	
Trial Lawyer, Chief	
Sheriff	
Undersheriff	
Prosecutor Senior Assistant	
Equalization Director	
Farm Manager	
Laboratory Supervisor	
Mental Health Assistant Director	
Accounting Director	
Assistant Administrator, Brookhaven	
Captain	
Juvenile Director	
Lieutenant	
Referee/FOC	
Budget Director	

County of Muskegon

LABOR AGREEMENTS

December 31, 1988
(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	12/31/90
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, 1988
(Unaudited)

	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>
Public safety					
Prosecutor	20	18	20	22	22
Animal Shelter	7	7	7	7	8
Sheriff-Law Enforcement	40	40	36	36	36
Sheriff-Jail	43	45	59	59	59
Jail Work Program	1	1	3	4	4
Emergency Services	4	4	3	3	3
Marine Safety	6	6	6	6	6
Total	<u>121</u>	<u>121</u>	<u>134</u>	<u>137</u>	<u>138</u>
Judicial Administration					
Circuit Court	21	21	21	22	22
District Court	38	38	38	39	40
Friend of the Court	26	26	28	30	30
Jury Commission	1	-	-	-	-
Probate Court	8	8	8	7	7
Juvenile Court	19	19	19	19	20
Family Counseling	3	3	2	2	2
District Court-Probation Assessment	-	-	-	-	2
Friend of the Court Fund	-	-	-	-	2
Total	<u>118</u>	<u>117</u>	<u>117</u>	<u>123</u>	<u>125</u>
General Government					
County Clerk	6	6	6	6	6
County Clerk - Circuit Ct. Records	4	6	6	6	6
Equalization	10	10	10	10	11
Register of Deeds	7	7	7	8	8
Central Microfilm	1	1	1	1	1
Treasurer	12	12	12	11	10
Building Security	4	4	3	3	2
Drain Commission	5	5	5	5	5
Cooperative Extension	5	5	5	4	4
Economic Development Commission	4	6	6	5	4
Day Camp	-	-	-	-	-
Total	<u>100</u>	<u>62</u>	<u>61</u>	<u>59</u>	<u>57</u>
Social Services					
Human Resources	1	1	-	-	-
Child Haven	9	9	9	10	10
Brookhaven	220	223	232	234	235
Child Care	27	27	27	27	27
Veterans Trust	-	-	-	-	-
Total	<u>257</u>	<u>260</u>	<u>268</u>	<u>271</u>	<u>272</u>

County of Muskegon

AUTHORIZED POSITIONS BY DEPARTMENT - CONTINUED

For five years ended December 31, 1988
(Unaudited)

	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>
Public and Mental Health					
Health	87	80	88	90	92
Mental Health	109	112	182	227	245
Substance Abuse	1	1	-	-	-
Cloverville Activity	8	8	-	-	-
Whitehall Activity	5	5	-	-	-
Total	<u>210</u>	<u>206</u>	<u>270</u>	<u>317</u>	<u>337</u>
Administration					
Administrator	6	6	7	7	7
Accounting	15	13	13	12	12
Budget	1	1	-	-	-
Finance Management	2	-	-	-	-
Personnel	13	13	9	7	11
Purchasing	3	4	4	4	4
Office Services	4	3	3	3	2
Data Processing	12	11	11	12	12
Employment and Training	11	11	8	9	13
Risk Management	2	2	3	3	3
Corporate Counsel	-	2	2	2	2
Total	<u>69</u>	<u>66</u>	<u>60</u>	<u>59</u>	<u>66</u>
Maintenance					
Courthouse-Grounds	24	17	15	15	15
Total	<u>24</u>	<u>17</u>	<u>15</u>	<u>15</u>	<u>15</u>
DPW, Transportation and Planning					
Public Works	5	5	5	5	5
Planning	1	1	-	-	-
Airport	13	13	13	13	13
Transit	40	40	39	39	39
Wastewater	65	68	69	70	70
Solid Waste	4	3	3	7	8
Solid Waste - Fly Ash	2	2	2	3	2
Solid Waste - Transfer Station	-	7	7	7	8
Total	<u>130</u>	<u>139</u>	<u>138</u>	<u>144</u>	<u>145</u>
Legislative					
Board of Commissioners	11	11	11	11	11
Total	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>
Libraries and Parks					
Library	41	41	41	40	40
Parks	-	19	18	18	12
Total	<u>41</u>	<u>60</u>	<u>18</u>	<u>18</u>	<u>52</u>
GRAND TOTAL	<u>1,081</u>	<u>1,059</u>	<u>1,133</u>	<u>1,194</u>	<u>1,218</u>
	=====	=====	=====	=====	=====

County of Muskegon

MISCELLANEOUS STATISTICAL DATA

December 31, 1988
(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	92
Jail Capacity	225
Vehicular Patrol Units	11

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	156
Number of Teachers	3,395
Number of Students	33,202

Enterprises

<u>Wastewater Treatment</u>	
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

<u>Airport</u>	
Number of Users	74,407 Passengers Annually
Data on Use	55,600 Landings and Take-offs (Annually)
Present Capacity	310,000 Passengers Annually

<u>Solid Waste</u>	
Number of Users	7,345
Data on Use	270,473 Cubic Yards Filled
Plant Capacity	2,300,000 Cubic Yards

<u>Transit</u>	
Number of Users	548,856
Data on Use	498,063 Miles Traveled
Number of Buses	18

County of Muskegon

MISCELLANEOUS STATISTICAL DATA - CONTINUED

December 31, 1988
(Unaudited)

Employees as of December 31, 1988: 1,255

Election

Number of Registered Voters (1988)	99,773
Number of Votes Cast In Last General Election	64,247
Percentage of Registered Voters Voting in	
Last General Election	64%
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%; MultiFamily, 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 158,000

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	8.4	7.7
10 to 19 years	19.7	17.9
20 to 44 years	35.1	34.6
45 to 64 years	19.4	20.7
Over 65 years	9.1	12.2

Retail Sales

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 U.S. 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, 1988
(Unaudited)

Principal Taxpayers - 1988

<u>Taxpayer</u>	<u>Business</u>	<u>Equalized Value</u>	<u>Percentage Total of Assessed Evaluation</u>
Consumers Power Company	Electric	\$80,191,275	5.4%
S.D. Warren	Paper products	35,779,100	2.4
Howmet Corp.	Jet turbines	19,829,800	1.3
Sealed Power Corp.	Piston rings	18,586,872	1.3
Michigan Consolidated Gas Co.	Natural gas	15,403,570	1.0
Teledyne Continental Motors	Army tank engines	11,281,250	.8
Kaydon	Precision bearings	10,992,830	.7
Shaw Walker	Office furniture	9,798,640	.7
Nor-Am Chemical Co.	Chemicals	8,960,000	.6
Brunswick Corp.	Bowling accessories	5,204,800	.4

(Source: Equalization Department)

Equalized Value - \$1,472,826,966

<u>By Use</u>		<u>By Class</u>	
Residential	62.37%	Real Property	87.90%
Commercial	14.20	Personal Property	12.10
Industrial	8.61		
Agricultural	2.72		
Personal	12.10		

(Source: Apportionment Report)

Largest Employers

Approximate Number of Employees

Howmet Corp.	3,197
Sealed Power Corp.	1,500
County of Muskegon	1,255
S.D. Warren	1,050
General Telephone Company	916
Shaw-Walker Company	812
Brunswick Corp.	554
Kaydon Bearing Division	550
Teledyne Continental Motors	418
Johnson Technology	253

(Source: Human Resource Depts.)

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